

#### H.4 - Legislative Proposal Outlook

<b>Preliminary estimates - subject to change - not for general distribution</b>	<b>FY2017</b>	<b>FY2018 After BAA</b>	<b>FY2019</b>	<b>FY2020</b>	<b>Growth Assumptions</b>
a Average Homestead Property Tax Rate	\$1.527	\$1.500	\$1.519	\$1.541	
b Uniform Non-Homestead Property Tax Rate	\$1.535	\$1.535	\$1.575	\$1.590	
c Total Equalized Pupil Count	88,982	87,745*	88,359	87,475	Annual Decline: 1%
d Statewide Education Grand List Growth	1.67%	1.34%	1.35%	2.10%	Consensus forecast FY20-23: 2.1%, 2.9%, 3.6%, 4.4%

#### Sources (actual)

1 Homestead Education Property Tax	586.8	584.5	605.4	623.8	Includes reduction of housesite value for incomes under \$90,000 from \$500,000 to \$400,000 and for from \$250,000 to \$225,000 in FY19; further reduction of housesite value for incomes above \$90,000 from 225,000 to 200,000 in FY20.
1a Property Tax Adjustment	(170.1)	(173.0)	(168.7)	(167.0)	
2 Non-Homestead Education Tax	632.8	646.3	670.7	691.2	
3 Purchase & Use Tax	34.4	35.8	37.3	38.7	FY19 - FY23: Consensus forecast - January 2018, FY24: 2.5%
4 Meals & Rooms Tax			44.6	46.0	FY19 - FY23: Consensus forecast - January 2018, FY24: 2.5%
5 General Fund Transfer	305.9	318.0			H.911 repealed General Fund transfer FY19
5a One-Time GF Transfer to EF -H.924 C.1000(d)(4)		9.8	15.0	15.0	FY19: \$15M, FY20: \$15M
6 Sales & Use Tax	131.8	136.9	403.9	409.5	FY19 - FY23: Consensus forecast - January 2018, FY24: 2.5%
7 Lottery Transfer	25.5	25.2	25.6	25.8	FY19 - FY23: Consensus forecast - January 2018, FY24: 2.5%
8 Medicaid Transfer	10.6	8.6	9.6	9.6	Medicaid increased by \$1M in H.911 fund restructuring
9 Other Sources (Wind & Solar, Other)	1.4	1.5	1.6	1.7	
<b>10 Total Sources</b>	<b>1,559.1</b>	<b>1,593.6</b>	<b>1,644.9</b>	<b>1,694.4</b>	

#### Uses (appropriations)

11 Education Payment	1,311.0	1,352.2	1,375.0	1,410.0	Inflated by CAGR FY14 to FY18 - 2.63%
12 Recapture of Teachers' Health Care Savings	-	(8.4)	(4.5)	-	Act 85 Sec. H.6
13 Special Education Aid	180.7	188.7	197.2	203.1	H.897 Level Funded in FY21 H.897 (opposed to 4% growth)
14 State-Placed Students	16.7	14.7	15.7	15.7	
15 Transportation Aid	18.2	18.7	19.2	19.7	Inflated by CAGR: FY14 to FY19
16 Technical Education Aid	13.5	13.6	13.9	14.0	Inflated by CAGR: FY14 to FY19
17 Small School Support	7.7	7.6	7.6	7.6	Act 46 - Limited Availability
18 Essential Early Education Aid	6.4	6.4	6.6	6.7	Inflated by CAGR: FY14 to FY19
19 Adult Education & Literacy	1.8	2.7			H.911 transferred to General Fund in FY19
20 Flexible Pathways	6.1	7.2	7.4	8.3	Inflated by CAGR: FY14 to FY19
21 Community HS of Vermont (Corrections)	3.1	3.2			H.911 transferred to General Fund in FY19
22 Renter Rebate (General Govt) - EF share	8.0	7.7			H.911 transferred to General Fund in FY19
23 Reappraisal & Listing (General Govt)	3.4	3.5			H.911 transferred to General Fund in FY19
24 Teachers' Pensions - normal cost	-	7.9	7.7	7.7	May decline
25 Other Uses (Accounting fees, Other)	1.1	1.4	1.1	1.1	FY18 - Weighting Study
<b>26 Total Uses</b>	<b>1,577.7</b>	<b>1,627.0</b>	<b>1,646.9</b>	<b>1,693.9</b>	

#### Allocation of Revenue Surplus/Deficit

27 Revenue Surplus/(Deficit)	(18.6)	(33.4)	(1.9)	0.4	
28 Prior-Year Reversion	(12.0)	(8.5)	(2.0)	-	
29 Transfer to/(from) Stabilization Reserve	0.9	0.6	0.9	0.4	
30 Transfer to/(from) Unreserved/Unallocated	(7.5)	(25.5)	(0.9)	-	

#### Stabilization Reserve

31 Prior-Year Stabilization Reserve	32.6	33.5	34.1	35.0	
32 Current-Year Stabilization Reserve	33.5	34.1	35.0	35.4	
33 Percent of Prior-Year Net Appropriations	5.0%	5.0%	5.0%	5.0%	H.911 reserved must be maintained at 5%
34 Maximum Reserve Target @5.0%	33.5	34.1	35.0	35.4	Inflated at growth rate of prior-year total uses

#### Available Funds

35 Prior-Year Unreserved/Unallocated	33.9	26.4	0.9	-	
36 Current-Year Unreserved/Unallocated	26.4	0.9	-	-	
37 Additional One-time Revenue Reserved for FY20			15.0	-	