

**Education Fund Outlook - Conference Committee**

(millions of dollars)

**Preliminary estimates - subject to change - not for general distribution**

FY2019 education spending data as of April 18, 2018 (93% of budgets submitted to AOE)

	FY2017 Actual	FY2018 Before Year- End Closeout	FY2019 Projections			
			Administration	House (Updated)	Senate	H.911 as Passed (Conference)
a Base Homestead Property Tax Rate	\$1.000	\$1.000	\$1.000	\$1.000	\$1.000	\$1.000
<i>Average Homestead Property Tax Rate</i>	\$1.527	\$1.500	\$1.500	\$1.410	\$1.550	\$1.526
b Base Tax Rate on Household Income	2.00%	2.00%	2.00%	1.66%	2.00%	2.00%
<i>Average Tax Rate on Household Income</i>	2.70%	2.55%	2.49%	2.34%	2.57%	2.53%
c Uniform Non-Homestead Property Tax Rate	\$1.535	\$1.535	\$1.535	\$1.591	\$1.606	\$1.590
d Property Yield Per Equalized Pupil	\$9,701	\$10,160	\$10,221	\$8,355	\$9,863	\$10,032
Income Yield Per Equalized Pupil	\$10,870	\$11,990	\$12,381		\$11,920	\$12,135
e Base Spending Amount	-	-	-	\$11,916	-	-

**Sources (actual)**

1a Homestead Education Tax Raised on Yield	586.8	584.5	597.7	166.7	618.0	608.1
1b Base Homestead Property Tax Rate	-	-	-	396.6	-	-
1c Property Tax Adjustment *	(170.1)	(173.0)	(175.0)	(175.0)	(176.4)	(163.0)
2 Non-Homestead Education Tax	632.8	646.3	653.7	677.5	683.9	677.1
3 Education Income Tax	-	-	-	59.0	-	-
4 Sales & Use Tax	131.8	136.9	144.3	400.9	144.3	403.9
5 Purchase & Use Tax	34.4	35.8	37.3	37.3	37.3	37.3
6 Meals & Rooms Tax	-	-	-	44.6	-	44.6
7 General Fund Transfer	303.6	314.7	322.9	<i>Repealed</i>	322.9	<i>Repealed</i>
7a One-Time Additional GF Transfer	2.3	3.3	-	-	-	-
7b One-Time GF Transfer to EF -H.924 C.1000(d)(4)*	-	9.8	-	-	-	-
8 Lottery Transfer	25.5	25.2	25.6	25.6	25.6	25.6
9 Medicaid Transfer	10.6	8.6	8.6	8.6	8.6	9.6
10 Other Sources (Wind & Solar, Other)	1.4	1.5	1.6	1.6	1.6	1.6
<b>11 Total Sources</b>	<b>1,559.1</b>	<b>1,593.6</b>	<b>1,616.7</b>	<b>1,643.4</b>	<b>1,665.8</b>	<b>1,644.8</b>

**Uses (appropriations)**

12 Education Payment	1,311.0	1,352.2	1,375.0	1,375.0	1,375.0	1,375.0
<i>Recapture of VEHI Teachers' Health Care Savings</i>	-	(8.4)	(4.5)	(4.5)	(4.5)	(4.5)
13 Special Education Aid	180.7	188.7	197.2	197.2	197.2	197.2
14 State-Placed Students	16.7	14.7	15.7	15.7	15.7	15.7
15 Transportation Aid	18.2	18.7	19.2	19.2	19.2	19.2
16 Technical Education Aid	13.5	13.6	13.9	13.9	13.9	13.9
17 Small School Support	7.7	7.6	7.6	7.6	7.6	7.6
18 Essential Early Education Aid	6.4	6.4	6.6	6.6	6.6	6.6
19 Adult Education & Literacy	1.8	2.7	3.0	<i>Moved to GF</i>	3.0	<i>Moved to GF</i>
20 Flexible Pathways	6.1	7.2	7.3	<i>Moved to GF</i>	7.4	7.4
21 Community HS of Vermont (Corrections)	3.1	3.2	3.3	<i>Moved to GF</i>	3.3	<i>Moved to GF</i>
22 Renter Rebate (General Government) - EF share only	8.0	7.7	7.9	<i>Moved to GF</i>	7.9	<i>Moved to GF</i>
23 Reappraisal & Listing (General Government)	3.4	3.5	3.3	3.3	3.3	<i>Moved to GF</i>
24 Teachers' Pensions - normal cost only	-	7.9	7.7	7.7	7.7	7.7
25 Other Uses (Accounting & Auditing, Other)*	1.1	1.4	1.1	1.1	1.1	1.1
<b>26 Total Uses</b>	<b>1,577.7</b>	<b>1,627.0</b>	<b>1,664.3</b>	<b>1,642.8</b>	<b>1,664.4</b>	<b>1,646.9</b>

**Allocation of Revenue Surplus/(Deficit)**

27 Revenue Surplus/(Deficit)	(18.6)	(33.4)	(47.6)	0.5	1.4	(2.0)
28 Prior-Year Reversions ( <i>adjusted</i> )	(12.0)	(8.5)	(2.0)	(2.0)	(2.0)	(2.0)
29 Transfer to/(from) Stabilization Reserve	0.9	0.6	9.8	0.9	0.9	0.9
30 Transfer to/(from) Unreserved/Unallocated	(7.5)	(25.5)	(55.4)	0.1	2.5	(0.9)

**Stabilization Reserve**

31 Prior-Year Stabilization Reserve	32.6	33.5	25.2	34.1	34.1	34.1
32 Current-Year Stabilization Reserve	33.5	34.1	35.0	35.0	35.0	35.0
33 Percent of Prior-Year Net Appropriations	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
34 Maximum Reserve Target @ 5.0%	33.5	34.1	35.0	35.0	35.0	35.0
35 Minimum Reserve Target @ 3.5%	23.4	23.9	24.5	NA	24.5	NA

**Available Funds**

36 Prior-Year Unreserved/Unallocated	33.9	26.4	-	0.9	0.9	0.9
37 Current-Year Unreserved/Unallocated	26.4	0.9	(55.4)	1.0	3.4	-

\* Administrations proposal includes lowering the maximum housesite value for incomes under \$90,000 from \$500,000 to \$400,000.

\* Administrations proposal does not include the FY18 One-Time GF Transfer to EF - subject to H.924 budget bill (veto)

\* Additional FY2018 cost of weighting study in H897 is booked at \$250k; however, Administration is at \$0; House is at \$300K; and Senate is at \$250K. H.897 passed - FY18 weighting study \$250k. Administrations proposal includes H.897 - assumed bill is not vetoed.