

**Preliminary Education Fund Outlook - Current Law and H.509**

(millions of dollars)

	FY2017 After BAA	FY2018	
		Current Law	H.509
a Base Homestead Property Tax Rate	\$1.00	\$1.00	\$1.00
<i>Average Homestead Property Tax Rate</i>	\$1.527	\$1.520	\$1.520
b Uniform Non-Residential Property Tax Rate	\$1.535	\$1.555	\$1.555
c Base Tax Rate on Household Income	2.00%	2.00%	1.70%
<i>Average Tax Rate on Household Income</i>	2.70%	2.60%	2.60%
d Property Yield Per Equalized Pupil	\$9,701	\$10,077	\$9,292
Income Yield Per Equalized Pupil	\$10,870	\$11,851	\$9,292
e Base Payment Per Equalized Pupil	-	-	\$10,489
f Total Equalized Pupil Count	88,982	87,684	87,684
g Statewide Education Grand List Growth Rate	1.7%	1.4%	1.4%
h Statewide Education Spending Growth Rate	1.5%	3.4%	3.4%

**Sources**

1 Homestead Education Tax	586.3	593.1	593.1
1a Income Sensitivity Adjustment	(164.2)	(164.1)	(164.1)
1b Homeowner Rebate - EF share only*	(7.3)	(7.2)	(7.2)
2 Non-Homestead Education Tax	634.5	649.6	649.6
3 Sales & Use Tax	133.7	138.8	138.8
4 Purchase & Use Tax (see note)	34.4	35.6	35.6
5 General Fund Transfer	303.6	314.7	314.7
5a Supplemental Property Tax Relief	2.3	-	-
6 Lottery Transfer	24.6	24.8	24.8
7 Medicaid Transfer	9.6	9.6	9.6
8 Other Sources (Wind & Solar, Fund Interest, Other)	1.1	1.6	1.6
<b>9 Total Sources</b>	<b>1,558.6</b>	<b>1,596.5</b>	<b>1,596.5</b>

**Uses (appropriations)**

10 Education Payment	1,311.0	1,352.2	1,352.2
11 Special Education	180.7	180.7	180.7
12 State-Placed Students	16.7	16.7	16.7
13 Transportation	18.2	18.7	18.7
14 Technical Education	13.5	13.6	13.6
15 Small Schools	7.7	7.6	7.6
16 Essential Early Education	6.4	6.4	6.4
19 Adult Education & Literacy	1.8	3.1	3.1
20 Flexible Pathways	6.1	7.2	7.2
21 Community HS of Vermont (Corrections)	3.1	3.4	3.4
22 Renter Rebate (General Gov't) - EF share only**	8.0	7.4	7.4
23 Reappraisal & Listing (General Gov't)	3.4	3.5	3.5
24 Other Uses (Accounting & Auditing, Other)	1.1	1.1	1.1
<b>25 Total Uses</b>	<b>1,577.7</b>	<b>1,621.8</b>	<b>1,621.8</b>

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

26 Revenue Surplus/(Deficit)	(19.1)	(25.3)	(25.3)
27 Prior-Year Reversions	(12.0)	-	-
28 Transfer to/(from) Stabilization Reserve	0.7	0.8	0.8
29 Transfer to/(from) Unreserved/Unallocated	(7.8)	(26.1)	(26.1)

**Stabilization Reserve**

30 Prior-Year Stabilization Reserve	32.6	33.3	33.3
31 Current-Year Stabilization Reserve	33.3	34.1	34.1
32 Percent of Prior-Year Net Appropriations	5.0%	5.1%	5.1%
33 Maximum Reserve Target @ 5.0%	33.4	33.5	33.5
34 Minimum Reserve Target @ 3.5%	23.4	23.9	23.9

**Available Funds**

35 Prior-Year Unreserved/Unallocated	33.9	26.1	26.1
36 Current-Year Unreserved/Unallocated	26.1	0.0	0.0

\* This analysis includes the 183 school budgets approved by voters on Town Meeting Day; otherwise, the December 1st estimates are used.