Current Law Compared to HWM Working Proposal as of February 27, 2018

(millions of dollars)

Estimates

Proposal has not been adopted by HWM

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Prop	osal has not been adopted by the House Ways & Means Committee	Current Law	Proposal	
a	Average Homestead Property Tax Rate	\$1.554	\$1.404	
b	Average Tax Rate on Household Income	2.58%	2.32%	
С	Uniform Non-Homestead Property Tax Rate	\$1.591	\$1.591	
d	Base Spending Amount	NA	\$11,916	
е	Base Homestead Property Tax Rate	\$1.00	\$1.00	
f	Base Homestead Income Tax Rate	2.00%	1.66%	
g	Property Yield Per Equalized Pupil	\$9,832	\$8,500	
h	Income Yield Per Equalized Pupil	\$11,880	\$8,500	
Sour	ces (actual)			
1	Base Homestead Property Tax	NA	396.6	
2	Homestead Property Tax Based on Yield	619.6	164.0	Yield applied to spending in excess of base
3	Property Tax Adjustment and Rebate	(176.4)	(176.4)	
4	Education Income Tax Surcharge	NA	59.0	
5	Non-Homestead Education Tax	677.5	677.5	
6	Purchase & Use Tax	37.3	37.3	
7	General Fund Transfer	322.9	-	Repealed
8	Sales & Use Tax	144.3	400.9	Dedicates 100% of sales & use tax to EF
9	Meals & Rooms Tax	-	44.6	Dedicates 25% of meals & rooms tax to EF
10	Lottery Transfer	25.6	25.6	
11	Medicaid Transfer	8.6	8.6	
12	Other Sources (Wind & Solar, Other)	1.5	1.5	
13	Total Sources	1,660.9	1,639.1	
Uses	(appropriations)			
14	Education Payment	1,372.3	1,372.3	
15	Recapture of Teachers' Health Care Savings	(4.5)	(4.5)	
16	Special Education Aid	189.2	189.2	
17	State-Placed Students	16.7	16.7	
18	Transportation Aid	19.2	19.2	
19	Technical Education Aid	13.9	13.9	
20	Small School Support	7.6	7.6	
21	Essential Early Education Aid	6.6	6.6	
22	Adult Education & Literacy	3.0	-	
23	Flexible Pathways	7.3	-	Transferred to CE \$31 E million
24	Community HS of Vermont (Corrections)	3.3	-	Transferred to GF - \$21.5 million
25	Renter Rebate (General Govt) - EF share	7.9	-	
26	Reappraisal & Listing (General Govt)	3.3	3.3	
27	Teachers' Pensions - normal cost	7.7	7.7	
28	Other Uses (Accounting fees, Other)	1.1	1.1	
29	Total Uses	1,654.6	1,633.1	
Oper	ating Result	-		
30		6.3	6.0	

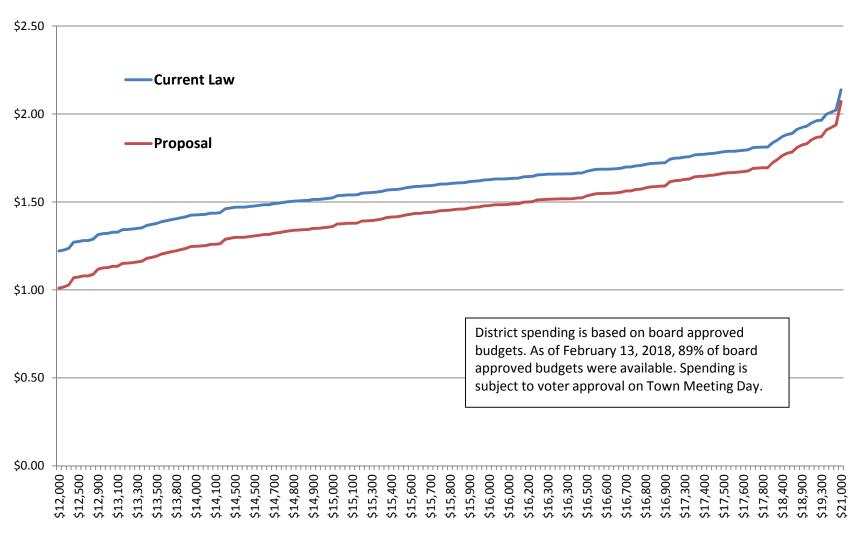
Calculation of the Base Spending Amount FY19

(millions of dollars)

	1,639.1	Education Fund sources
-	(443.2)	Less net homestead tax
	1,195.9	
	4 600 4	
	1,633.1	Education Fund uses (less recapture)
-	6.3	Plus FY2019 transfer to stablization reserve
	1,639.4	
	1,633.1	Education Fund uses
-	(1,367.8)	Less total education payment
	271.6	
	1 105 0	Australia Education Funda compa
	1,195.9	Available Education Fund sources
	(271.6)	Less committed Education Fund uses
	924.3	
+		
-	220.2	Amount raised on \$1.00 on property and equivalent household income
	1,144.5	
	1,144,477,000	Total Base Spending
	88,359	Equalized pupils
•	\$12,953	Base spending amount per equalized pupil

Fiscal Year	Base Spending Amount Approximated From FY19	Implementation %
2019	\$11,916	92%
2020	\$12,435	96%
2021	\$12,953	100%

Estimated Homestead Property Tax Rates Current Law Compared to HWM Working Proposal as of February 27 FY2019



Education Spending Per Equalized Pupil