

**Proposal Compared to \$45,000 Homestead Exemption - FY2019 based on Dec 1st Consensus**

(millions of dollars)

	Current Law	Homestead Exemption
a Average Homestead Property Tax Rate	\$1.594	\$1.594
b Average Tax Rate on Household Income	2.65%	NA
c Uniform Non-Homestead Property Tax Rate	\$1.627	\$1.627
e Property Yield Per Equalized Pupil	\$9,842	\$9,842
Income Yield Per Equalized Pupil	\$11,862	NA
f Total Equalized Pupil Count	87,427	87,427
g Statewide Education Grand List Growth Rate	1.4%	1.4%
h Statewide Education Spending Growth Rate	3.5%	3.5%

Adjustment repealed

Adjustment repealed

**Sources (actual)**

1 Homestead Education Tax	634.1	634.1
Adjustment or \$45,000 Exemption	(170.2)	(119.0)
Rebate - EF share	(6.2)	(47.5)
Rebate - GF share	NA	(10.4)
2 Non-Homestead Education Tax	693.4	693.4
3 Sales & Use Tax	144.1	144.1
4 Purchase & Use Tax	36.5	36.5
5 General Fund Transfer	322.9	322.9
6 Lottery Transfer	25.6	25.6
7 Medicaid Transfer	8.6	8.6
8 Other Sources (Wind & Solar, Other)	1.1	1.1
9 <b>Total Sources</b>	<b>1,689.9</b>	<b>1,689.4</b>

\$45,000 exemption in lieu of adjustment

EF share of rebate retained

Amount needed to hold GF harmless → **GF share of rebate**

proposal	26.9
current law	16.5
increase	<b>10.4</b>

Average value of exemption: \$717  
Average property tax adjustment: \$1,370

**Uses (appropriations)**

10 Education Payment	1,398.5	1,398.5
<i>Recapture of Teachers' Health Care Savings</i>	(4.5)	(4.5)
11 Special Education Aid	189.2	189.2
12 State-Placed Students	16.7	16.7
13 Transportation Aid	19.2	19.2
14 Technical Education Aid	13.9	13.9
15 Small School Support	7.6	7.6
16 Essential Early Education Aid	6.6	6.6
17 Adult Education & Literacy	3.0	3.0
18 Flexible Pathways	7.4	7.4
19 Community HS of Vermont (Corrections)	3.3	3.3
20 Renter Rebate (General Government) - EF share only	7.9	7.9
21 Reappraisal & Listing (General Government)	3.3	3.3
22 Teachers' Pensions - normal cost only	7.7	7.7
23 Other Uses (Accounting & Auditing, Other)	1.1	1.1
24 <b>Total Uses</b>	<b>1,681.0</b>	<b>1,681.0</b>

	Household income	
Eligibility for adjustment (EF only)	<\$90,000	Full
	<\$147,515	Partial
Eligibility for rebate (EF and GF)	<\$47,000	5.0%
	<\$25,000	4.5%
	<\$10,000	2.0%

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

25 <b>Revenue Surplus/(Deficit)</b>	<b>8.9</b>	<b>8.4</b>
26 Prior-Year Reversions ( <i>adjusted</i> )	-	-
27 Transfer to/(from) Stabilization Reserve	8.9	8.4
28 Transfer to/(from) Unreserved/Unallocated	-	-

**Stabilization Reserve**

29 Prior-Year Stabilization Reserve	26.1	26.1
30 Current-Year Stabilization Reserve	35.0	34.5
31 Percent of Prior-Year Net Appropriations	5.0%	4.9%
32 Maximum Reserve Target @ 5.0%	35.0	35.0
33 Minimum Reserve Target @ 3.5%	24.5	24.5