

Susanne Young's January 18 education finance memorandum – proposals for FY2019
Savings estimates are the Administration's

1. Limit local control over spending (moves some spending to local homestead grand list)

- A. Variable growth cap on per-pupil spending (\$37M)
 - B. Cap spending growth at 2.5% per pupil (\$26M)
 - C. Cap spending at \$17,000 per pupil (\$20M)
- } Not additive

2. Mandate student-to-staff ratios (\$30M)

3. Mandate cost sharing arrangements for teachers' health insurance (\$3)

4. Reduce special education aid

- A. Increase threshold for extraordinary reimbursements to \$77,000 (\$1.5M)
- B. Freeze special education rates for independent schools (\$1.5M)

5. Reduce property tax adjustment

- A. Retroactively freeze the adjustment (\$3.4M)
- B. Impose an asset test for the adjustment and lower housesite value limit (\$5-7M)

6. Lower excess spending threshold

- A. Remove exemptions from the excess spending threshold (\$1M)
- B. Reduce the excess spending threshold from 121% to 115% (\$3.2m)

7. Restore the Education Fund's stabilization reserve over 3 years (\$6M)

8. Increase property taxes on enrollees in the Use Value Appraisal program (\$1.5M)