<table>
<thead>
<tr>
<th>Source Description</th>
<th>FY2019 BAA New Revenue</th>
<th>FY2020 New Revenue</th>
</tr>
</thead>
<tbody>
<tr>
<td>a Average Homestead Property Tax Rate</td>
<td>$1.499</td>
<td>$1.501</td>
</tr>
<tr>
<td>b Average Tax Rate on Household Income</td>
<td>2.48%</td>
<td>2.45%</td>
</tr>
<tr>
<td>c Uniform Non-Homestead Property Tax Rate</td>
<td>$1.580</td>
<td>$1.582</td>
</tr>
<tr>
<td>d Property Yield Per Equalized Pupil</td>
<td>$10,220</td>
<td>$10,705</td>
</tr>
<tr>
<td>e Income Yield Per Equalized Pupil</td>
<td>$12,380</td>
<td>$13,164</td>
</tr>
<tr>
<td>f Total Equalized Pupil Count</td>
<td>88,359</td>
<td>87,773</td>
</tr>
<tr>
<td>g Statewide Education Grand List Growth Rate</td>
<td>1.40%</td>
<td>2.26%</td>
</tr>
<tr>
<td>h Statewide Education Spending Growth Rate</td>
<td>1.70%</td>
<td>3.87%</td>
</tr>
</tbody>
</table>

Sources

1a Homestead Education Tax $97.8 610.5
1b Property Tax Adjustment (165.3) (168.0) $9.15M Market Place
2 Non-Homestead Education Tax 672.8 688.4
3 Sales & Use Tax 415.1 438.7
4 Purchase & Use Tax 38.0 38.5
5 Meals & Rooms Tax 45.4 47.8 $3.71M OTC (25% EF $0.93M)
6 Lottery Transfer 28.2 28.5
7 Medicaid Transfer 9.6 9.2 $2.1M Sup Prop Relief Fund
8 Other Sources (Wind & Solar Taxes, Fund Interest) 3.0 5.1
9 Total Sources 1,644.6 1,698.65

Appropriations

10 Education Payment 1,372.9 1,426.1
11 Special Education Aid 198.5 213.0
12 State-Placed Students 15.7 16.5
13 Transportation Aid 19.2 19.8
14 Technical Education Aid 13.9 14.2
15 Small School Support 7.6 8.2
16 Essential Early Education Aid 6.6 6.8
17 Flexible Pathways 7.3 7.7 $1.7M AOE Financial Systems
18 Teachers’ Pensions (Normal Cost Only) 7.7 6.8
19 Other Uses (Accounting & Auditing, Other) 1.0 2.8
20 Total Uses 1,650.5 1,721.8

Allocation of Revenue Surplus/(Deficit)

21 Revenue Surplus/(Deficit) (5.9) (23.1)
22 Prior-Year Reversions (10.9) NA
23 Transfer to/(from) Stabilization Reserve 2.4 0.5
24 Transfer to/(from) Unreserved/Unallocated 2.6 (23.6)

Stabilization Reserve

25 Prior-Year Stabilization Reserve 34.6 37.0
26 Current-Year Stabilization Reserve 37.0 37.5
27 Percent of Prior-Year Net Appropriations 5.0% 5.0%
28 Reserve Target 37.0 37.5

Available Funds

29 Prior-Year Unreserved/Unallocated 21.2 23.9
30 Current-Year Unreserved/Unallocated 23.9 0.3

Note on selected education property tax expenditures:

a Act 46 Merger Incentives (13.0) (10.9)
b Tax Increment Financing (5.7) NA
c Use Value Appraisal (46.9) NA

Education Fund Outlook for FY2020 - House Ways & Means Proposal
March 19, 2019
(millions of dollars)
**Preliminary Equalized Education Tax Rates for FY2020 based on H.536 as reported by HWM**

<table>
<thead>
<tr>
<th></th>
<th>FY2019 Actual</th>
<th>FY2020 Proposed</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Education Tax Rates</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Average homestead property tax rate</td>
<td>$1.499</td>
<td>$1.501</td>
<td>$0.002</td>
</tr>
<tr>
<td>Uniform nonhomestead property tax rate</td>
<td>$1.580</td>
<td>$1.582</td>
<td>$0.002</td>
</tr>
<tr>
<td>Average tax rate on household income</td>
<td>2.48%</td>
<td>2.45%</td>
<td>-0.03%</td>
</tr>
</tbody>
</table>

**Education Tax Bills**

<table>
<thead>
<tr>
<th></th>
<th>FY2019 Actual</th>
<th>FY2020 Proposed</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Average bill on $200,000 homestead</td>
<td>$2,998</td>
<td>$3,002</td>
<td>$4</td>
</tr>
<tr>
<td>Uniform bill on $200,000 nonhomestead</td>
<td>$3,160</td>
<td>$3,164</td>
<td>$4</td>
</tr>
<tr>
<td>Average bill on $75,000 household income</td>
<td>$1,860</td>
<td>$1,838</td>
<td>($23)</td>
</tr>
</tbody>
</table>

Equalized pupil count  
88,359  
87,773  
586

Growth in education spending  
1.70%  
3.87%  
2.17%

*The two-year average spending growth rate of 2.79% is roughly equal to the projected two-year average rate of state & local government inflation of 2.78.*