

## Consensus Education Fund Outlook for FY2021 - December 1, 2019

(millions of dollars)

	FY2019 Actual	FY2020 Updated including BAA	FY2021 Preliminary Estimates
a Average Homestead Property Tax Rate	\$1.499	\$1.510	\$1.567
b Average Tax Rate on Household Income	2.48%	2.47%	2.55%
c Uniform Non-Homestead Property Tax Rate	\$1.580	\$1.594	\$1.654
d Property Yield Per Equalized Pupil	\$10,220	\$10,648	\$10,883
e Income Yield Per Equalized Pupil	\$12,380	\$13,081	\$13,396
f Total Equalized Pupil Count	88,359	87,839	87,412

### Sources

1a Homestead Education Tax	594.9	614.6	654.1
1b Homestead Property Tax Credit	-165.9	-168.0	-171.5
2 Nonhomestead Education Tax	676.7	693.6	746.8
3 Sales & Use Tax	412.5	436.2	448.2
4 Purchase & Use Tax - Allocation	37.3	38.4	39.4
5 Meals & Rooms Tax - Allocation	45.5	48.2	50.0
6 Lottery Transfer	29.5	29.4	30.2
7 Medicaid Transfer	11.3	9.2	10.0
8 Other Sources (Wind & Solar, Fund Interest, Other)	3.4	4.9	3.1
<b>9 Total Sources</b>	<b>1,645.0</b>	<b>1,706.5</b>	<b>1,810.3</b>

### Appropriations

10 Education Payment	1,372.9	1,428.8	1,498.5
11 Special Education Aid	198.5	213.0	223.7
12 Essential Early Education Aid	6.6	6.8	7.0
13 Flexible Pathways	7.3	7.7	7.7
14 Normal Cost of Teachers' Pensions	7.7	6.8	7.2
15 Small School Support	7.8	8.4	8.4
16 State-Placed Students	20.4	18.0	18.0
17 Technical Education Aid	13.9	14.2	14.9
18 Transportation Aid	19.2	19.8	20.5
19 Other Uses (Accounting & Auditing, Financial Systems, Other)	1.0	3.4	2.7
<b>20 Total Uses</b>	<b>1,655.4</b>	<b>1,726.7</b>	<b>1,808.7</b>

### Allocation of Revenue Surplus/(Deficit)

21 Revenue Surplus/(Deficit)	-10.4	-20.2	1.7
22 Prior-Year Reversions	-10.9	-8.3	
23 Transfer to/(from) Stabilization Reserve	2.4	-0.7	1.7
24 Transfer to/(from) Unreserved/Unallocated	-1.8	-11.2	0.0

### Stabilization Reserve

25 Prior-Year Stabilization Reserve	34.6	37.0	36.4
26 Current-Year Stabilization Reserve	37.0	36.4	38.0
27 Percent of Prior-Year Net Appropriations	5.0%	5.0%	5.0%
28 Reserve Target	37.0	36.4	38.0

### Available Funds

29 Prior-Year Unreserved/Unallocated	21.2	19.4	8.2
30 Current-Year Unreserved/Unallocated	19.4	8.2	8.2 *

#### Selected Tax Property Expenditures:

Act 46 Merger Incentives	13.0	11.0	7.6
Tax Increment Financing	5.7	6.0	5.5
Use Value Appraisal	46.9	47.6	-

\* Section 6(d) of Act 46 of 2019 provides that the Commissioner shall disregard any undesignated surplus in the Education Fund when making recommendations for fiscal year 2021 under 32 V.S.A. §5402b.