

Preliminary Education Fund Outlook for FY2022 - December 1, 2021

Consensus forecast for FY2023

<i>(millions of dollars)</i>	FY2021 Actual	FY2022 Current Year	FY2023 Forecast
a Average Homestead Property Tax Rate	\$1.538	\$1.523	\$1.308
b Average Tax Rate on Household Income	2.50%	2.50%	2.19%
c Uniform Non-Homestead Property Tax Rate	\$1.628	\$1.612	\$1.385
d Property Yield Per Equalized Pupil	\$10,998	\$11,317	\$13,846
e Income Yield Per Equalized Pupil	\$13,535	\$13,770	\$16,705
f Equalized Pupil Count	87,304	86,944	86,595
g Statewide Education Spending Growth	3.9%	1.3%	4.3%
h Statewide Education Grand List Growth	2.7%	3.0%	7.6%

Sources

1a Homestead Education Property Tax	633.7	649.3	598.2
1b Property Tax Credit	(171.5)	(172.0)	(170.0)
2 Non-Homestead Education Property Tax	735.2	747.7	687.1
3 Sales & Use Tax	507.6	538.6	551.2
4 Purchase & Use Tax (one-third of total)	44.7	46.5	47.4
5 Meals & Rooms Tax (one-quarter of total)	36.0	45.0	48.4
6 Lottery Transfer	32.5	31.2	32.3
7 Medicaid Transfer	7.4	10.0	10.2
8 Other Sources (Wind & Solar, LUCT, fund interest)	2.9	2.2	2.2
9 Total Sources	1,828.5	1,898.5	1,807.0

Appropriations

10 Education Payment	1,483.7	1,502.0	1,561.7
11 Special Education Aid	223.7	229.0	208.1
12 State-Placed Students	18.0	17.0	17.5
13 Transportation Aid	20.5	20.5	21.8
14 Technical Education Aid	14.8	15.5	15.5
15 Small School Support	8.2	8.1	8.1
16 Essential Early Education Aid	7.0	7.1	7.5
17 Flexible Pathways	8.3	8.2	9.3
18 Teachers' Pensions (normal cost only)	6.9	37.6	40.8
19 Other Uses (accounting & auditing, financial systems)	3.4	3.4	3.4
20 Total Uses	1,794.5	1,848.4	1,893.7

Revenue Surplus/(Deficit)

21 Current-Year Revenue Surplus/(Deficit)	34.0	50.2	(86.7)
22 Prior-Year Reversions	14.0	11.7	0.0
23 Total Surplus/(Deficit)	48.0	61.9	(86.7)

Allocation of Surplus/(Deficit)

23 Transfer to/(from) Stabilization Reserve	5.2	1.1	2.9
24 Transfer to/(from) Additional Reserve	14.0	-	-
25 Transfer to/(from) Unreserved/Unallocated	28.7	60.8	(89.5)

Stabilization Reserve

26 Prior-Year Stabilization Reserve	32.9	38.1	39.2
27 Current-Year Stabilization Reserve	38.1	39.2	42.2
28 Percent of Prior-Year Net Appropriations	5.0%	5.0%	5.0%
29 Reserve Target	38.2	39.3	42.2

Additional Reserve

30 Additional Reserve for Other Post Employment Benefits	14.0	14.0	14.0
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Available Funds

31 Prior-Year Unreserved/Unallocated	0.0	28.7	89.5
32 Current-Year Unreserved/Unallocated	28.7	89.5	0.0