

Education Fund Outlook - May 2022 w/ updated school budgets since town meeting day

(millions of dollars)		FY2022	FY2023	FY2023	FY 2023
		Projected	H.737 - House version	H.737 - Senate Finance version	Senate Proposal of Amendment May 12, 2022
a	Average Homestead Property Tax Rate	\$1.523	\$1.369	\$1.403	\$1.385
b	Average Tax Rate on Household Income	2.50%	2.29%	2.35%	2.32%
c	Uniform Non-Homestead Property Tax Rate	1.612	1.449	1.485	1.466
d	Property Yield Per Equalized Pupil	\$11,317	\$13,472	\$13,144	\$13,314
e	Income Yield Per Equalized Pupil	\$13,770	\$16,146	\$15,736	\$15,948
f	Equalized Pupil Count	86,944	85,806	85,806	85,806
g	Statewide Education Spending Growth	1.3%	5.4%	5.4%	5.4%
h	Statewide Education Grand List Growth	3.0%	7.5%	7.5%	7.5%
i	Amount put towards tax rate reduction	-	\$36 million	\$2.5 million	\$20 million
Sources					
1a	Homestead Education Property Tax	649.3	627.5	643.2	635.0
1b	Property Tax Credit	(172.0)	(170.0)	(170.0)	(170.0)
1c.	H.461, H.556, H.697 - Property tax exemptions				(0.3)
2	Non-Homestead Education Property Tax	747.7	718.6	736.5	727.1
3	Sales & Use Tax	538.7	556.1	556.1	555.2
3a.	H.737 (H.738) - Machinery tax exemption				(0.9)
4	Purchase & Use Tax - one-third of total	47.1	47.5	47.5	47.5
5	Meals & Rooms Tax - one-quarter of total	49.4	51.6	51.6	51.6
6	Lottery Transfer	32.3	32.9	32.9	32.9
7	Medicaid Transfer	10.0	10.2	10.2	10.2
8	Other Sources (Wind & Solar, Fund Interest)	2.2	2.2	2.2	2.2
9	Total Sources	1,904.7	1,876.6	1,910.1	1,891.3
Appropriations					
10	Education Payment	1,502.0	1,572.5	1,572.5	1,572.5
10 a.	H.716 - Misc Ed Bill, Special Education		(6.0)	(6.0)	(6.0)
11	Special Education Aid	229.0	214.1	214.1	214.1
11 a.	H.716 - Misc Ed Bill, Special Education		6.0	6.0	6.0
12	State-Placed Students	17.0	17.5	17.5	17.5
13	Transportation Aid	20.5	21.8	21.8	21.8
14	Technical Education Aid	15.5	30.5	25.5	30.5
14 a.	S.11 - One-Time CTE construction and rehab learning program		15.0	10.0	15.0
15	Small School Support	8.1	8.1	8.1	8.1
16	Essential Early Education Aid	7.1	7.5	7.5	7.5
17	Flexible Pathways	8.2	8.4	8.4	8.4
18	Teachers' Pensions (Normal Cost Only)	37.6	33.0	33.0	33.0
18 a.	S.286: COLA and Teacher Contribution savings		(7.8)	(7.8)	(7.8)
19	S.286 NEW: On-going Normal Cost of Teacher's OPEB		15.1	15.1	15.1
20	S.100 - Universal School Meals			29.0	29.0
21	H.716 - Misc Ed Bill, One-time Peer Review Support Grant Program			0.7	
22	Other Uses (Accounting & Auditing, Financial Systems)	3.4	3.4	3.4	3.4
23	Total Uses	1,848.3	1,931.9	1,956.6	1,960.9
Allocation of Revenue Surplus/(Deficit)					
24	Revenue Surplus/(Deficit)	56.4	(55.3)	(46.5)	(69.6)
25	Prior-Year Reversions	(11.7)	0.0	0.0	0.0
26	Transfer to/(from) Stabilization Reserve	1.1	2.9	2.9	2.9
27	Transfer to/(from) additional Reserve		36.0	45.0	22.0
28	Transfer to/(from) Unreserved/Unallocated	67.0	(94.2)	(94.4)	(94.5)
Stabilization Reserve					
29	Prior-Year Stabilization Reserve	38.2	39.3	39.3	39.3
30	Current-Year Stabilization Reserve	39.3	42.2	42.2	42.2
31	Percent of Prior-Year Net Appropriations	5%	5%	5%	5%
32	Reserve Target	39.3	42.2	42.2	42.2
Additional Reserve					
33	Additional Reserve for Other Post Employment Benefits	14.0			
34 a.	Prefund of Normal Cost of Teacher's OPEB using reserved funds	(13.3)			
35	Additional Reserve for Universal School Meals		36.0		
36	Additional Reserve for PCB assessment and mitigation			45.0	22.0
Available Funds					
37	Prior-Year Unreserved/Unallocated	28.7	95.7	95.7	95.7
38	Current-Year Unreserved/Unallocated	95.7	1.5	1.3	1.2

Prepared by JFO
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