

What Amount of Education Spending (Budget Reduction) would it take to reduce the FY2017 Homestead Tax Rate by \$.10?

2/18/2016

	WWSU Education Spending* Based on Proposed FY2017 Budgets	Amount of Reduction in Education Spending to reduce Homestead Tax Rate by \$.10	
Duxbury (Debt Only)	\$ 22,776		
Fayston	\$ 1,453,518		
Moretown	\$ 1,906,160		
Waitsfield	\$ 1,972,621		
Warren	\$ 2,069,103		
WDSO	\$ 10,194,815		
HUHS	\$ 12,000,800		
Total Proposed FY 2017 Education Spending-All Districts	\$ 29,619,793	\$ (1,816,633)	\$ 27,803,160
Total FY2017 Equalized Pupils (EP)	1,840.56		1,840.56
Education Spending Per EP-Average over all WWSU	\$ 16,093	\$ (987)	\$ 15,106
FY2017 Estimated Yield	\$ 9,870		\$ 9,870
Estimated Equalized Homestead Tax Rate (Education Spending per EP divided by Yield)	\$ 1.63	\$ (0.10)	\$ 1.53

Ed Spending Equated with \$0.08 Reduction - Year 2	\$ (1,453,306)
Ed Spending Equated with \$0.06 Reduction - Year 3	\$ (1,089,980)
Ed Spending Equated with \$0.04 Reduction - Year 4	\$ (726,653)
Ed Spending Equated with \$0.02 Reduction - Year 5	\$ (363,327)

	FY2017 Est Blended Equalized Tax Rate
Fayston	\$ 1.641
Moretown	\$ 1.754
Waitsfield	\$ 1.642
Warren	\$ 1.543
Duxbury	\$ 1.636
Waterbury	\$ 1.616

Est Tax Rate \$3M Warren Debt Year 2 split amount all towns unified union	\$ 0.0130
Est Tax Rate associated with Warren 2016 estimated \$200K deficit	\$ 0.0097

*WWSU Education Spending Based on Proposed FY2017 Budgets

Question:

Why would Fayston give up on saving an estimated	\$	0.11	due to picking up cost of debt at*	\$	0.0130
Why would Moretown give up on saving an estimated	\$	0.22	due to picking up cost of debt at*	\$	0.0130
Why would Waitsfield give up on saving an estimated	\$	0.11	due to picking up cost of debt at*	\$	0.0130
Why would Duxbury give up on saving an estimated	\$	0.11	due to picking up cost of debt at*	\$	0.0130
Why would Waterbury give up on saving an estimated	\$	0.09	due to picking up cost of debt at*	\$	0.0130

* Based on previous estimates of \$3M and year 2 of bond which is highest cost