



April 22, 2013

PROPOSED CHANGES TO MAJOR MUNICIPAL GRANTS IN FY14

Grant:	Current Year FY2013	Governor's Proposal (FY2014)	Appropriations' Proposal (FY2014)	Appropriations' Proposal v. Governor's Proposal	Appropriations' Proposal v. Current Year
Adult Education	\$21.0 million	\$21.0 million	\$21.0 million	No change	No change
Education Cost Sharing	\$2.07 billion	\$2.14 billion	\$1.99 billion	-\$149.2 million	-\$16.6 million
DECD PILOT	\$2.2 million	\$0.0	\$0.0	No change	-\$2.2 million
DECD Tax Abatement	\$1.7 million	\$0.0	\$0.0	No change	-\$1.7 million
Excess Cost – Student Based	\$139.8 million	\$139.8 million	\$139.8 million	No change	No change
LoCIP	\$30 million	\$86.4 million	\$86.4 million	No change	\$56.4 million
Magnet Schools	\$242.4 million	\$270.4 million	\$270.4 million	No change	\$28.1 million
Manufacturing Transition Grant	\$47.6 million	\$0.0	\$0.0	No change	-\$47.6 million
Municipal Aid Adjustment	\$0.0	\$47.2 million	\$0.0	-\$47.2 million	No change
Municipal Revenue Sharing Bonus Pool	\$42.8 million	\$0.0	\$0.0	No change	-\$42.8 million
Non-Public School Transportation	\$3.6 million	\$3.6 million	\$719,100	-\$2.9 million	-\$2.9 million
Priority School Districts	\$121.9 million	\$46.1 million	\$47.4 million	\$1.4 million	-\$74.4 million
Pequot-Mohegan Grant	\$61.8 million	\$5.35 million	\$50.8 million	\$45.4 million	-\$11.0 million
PILOT: Colleges & Hospitals	\$115.4 million	\$115.4 million	\$104.4 million	-\$11.0 million	-\$11.0 million
PILOT: State-Owned Property	\$73.5 million	\$73.5 million*	\$62.6 million	-\$11.0 million	-\$11.0 million
Public School Transportation	\$25.8 million	\$5.0 million	\$5.0 million	No change	-\$19.9 million
Town Aid Road	\$30 million	\$60 million	\$60 million	No change	\$30.0 million

*See note below.

Notes

- The changes in ECS reflect the Appropriations Committee's removal of state charter school and PILOT: State-Owned Property amounts from the account. The overall increase to ECS under the Appropriations Committee's proposal is \$50.8 million, the same as the Governor.
- The Appropriations Committee makes the following changes to the Governor's proposed ECS formula.
 - Weighs property and income wealth at 90 percent property wealth and 10 percent income wealth. The Governor had proposed a 50/50 ratio.
 - Reduces the foundation amount from \$11,754 to \$11,525.
 - Shifts some funding to the 10 lowest-performing school districts.

- A portion of funding from the Priority School District program (\$74.4 million) would be shifted into the new Office of Early Childhood. This was also the Governor's proposal.
- Funding for the Municipal Revenue Sharing Account would be eliminated. This account funds the Manufacturing Transition Grant (former PILOT: MME) and Municipal Revenue Sharing Bonus Pool.
- The Appropriations Committee restores the PILOT: State-Owned Property reimbursement, though the amount is reduced. Under the Governor's proposed budget, the PILOT: State-Owned Property reimbursement amount that each municipality received would be paid as an additional ECS grant in FY14, though it would not have to be used for education purposes in FY14. For this reason, CCM has included it as general fund revenue for FY14. The Governor had proposed that in FY15 and beyond the PILOT reimbursement would be eliminated and the funding rolled into the ECS base.
- The Public School Transportation grant would be \$5.0 million in competitive funding and not a formula-based entitlement.
- LoCIP and TAR would be bond-funded.

###

If you have any questions, please call George Rafael or Jim Finley of CCM at (203) 498-3000.