



Supplemental State Aid State Percent of Growth Rate

Your weekly data boost: We release new and updated IASB data tools weekly to "boost" your data and help inform your decision making at the board table.

In case you missed it—View all past Data Boosts on the [IASB website](#).

On Tuesday, Governor Reynolds recommended the Supplemental State Aid (SSA) state percent of growth rate be set at 2.5% for FY 2021. The SSA state percent of growth rate establishes the allowed per pupil growth for every school district. At 2.5% the regular program per pupil amount for each district would increase \$172 for FY 2021. Although the governor makes a recommendation on the SSA rate, the legislature is the government body that will set the SSA rate.

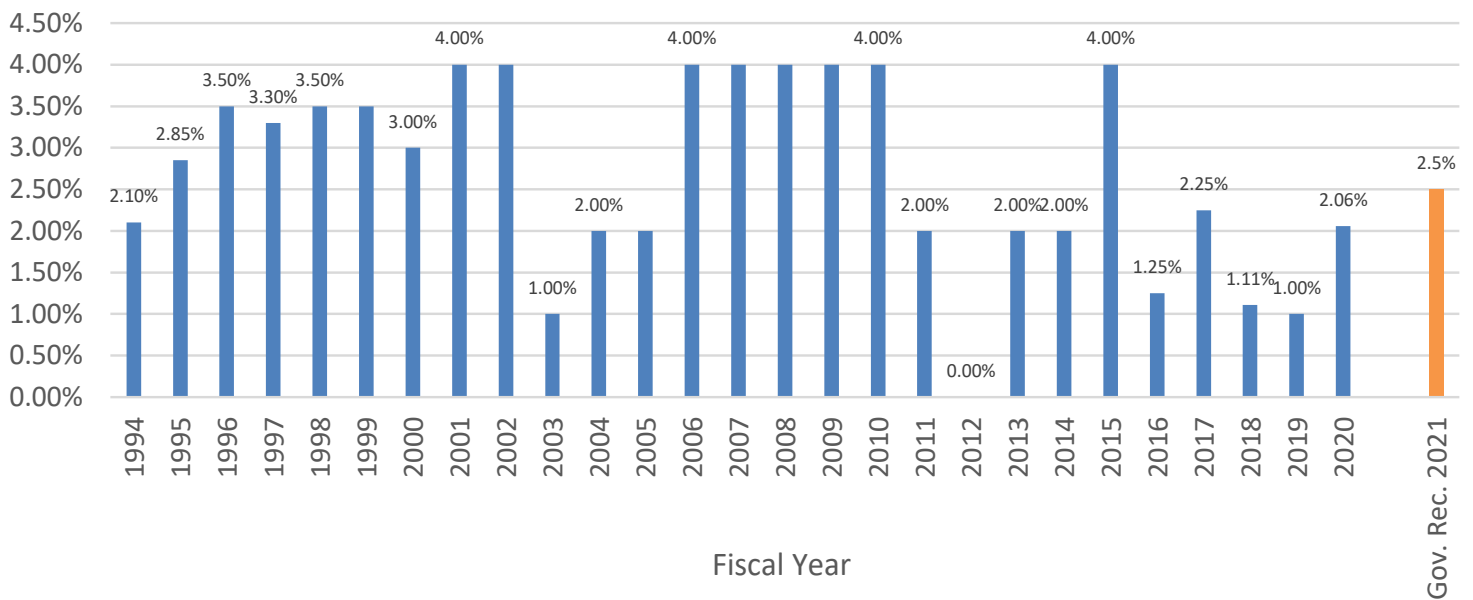
IASB has the following tools that provide information on the impact of the FY 2020 SSA state percent of growth rate:

- SSA/New Money Tool: [Two-year model](#) and [Five-year model](#)
- State Categorical Supplement SSA Calculator: This [tool](#) provides estimates for the Teacher Salary Supplement, Professional Development Supplement, Early Intervention Supplement, and Teacher Leadership Supplement
- AEA SSA Tool: Provides estimates for [AEA funding amounts](#)

SSA State Percent of Growth Rates Since FY 1994

Prior to FY 1994, the state percent of growth rate was formula driven. Since FY 1994, the legislature has established the rate (except in FY 2012 when no consensus was reached on a rate and it defaulted to 0.0%). The following chart shows the state percent of growth rate since FY 1994.

Supplemental State Aid (SSA): State Percent of Growth Rate



The SSA state percent of growth rate is generally the most impactful school finance policy decision the legislature makes; however, school aid is also impacted significantly by each district's annual resident enrollment count. Districts with enrollment decreases that aren't outweighed by the SSA growth rate will likely be on budget guarantee. Additionally, districts that are on budget guarantee in consecutive years are likely to have new money amounts of less than 1.0% (note that new money is the change in total regular program funding from one year to the next).

The following tables provide the SSA growth rates and the statewide impact on new money and budget guarantee for FY 2009 through FY 2020. Historic individual district data on regular program funding, including the budget guarantee and new money is available [here](#). Note the following impacts under the governor's recommendation of 2.5% SSA for FY 2021 (Based on IASB estimates):

- New Money: Estimated statewide new money totals \$99.0 million (2.9%) with 41 districts (12.5%) receiving negative new money in FY 2021.
- Budget Guarantee: Statewide budget guarantee totals \$7.7 million with 100 districts (30.3%) eligible for the provision (requires board approval).

SSA and the Impact on New Money: FY 2009 Through FY 2020

Fiscal Year	SSA Rate	New Money Amount (in Millions)	New Money %	Number of Districts with Negative New Money	% of Districts with Negative New Money*
2009	4.00%	\$ 93.5	3.6%	46	13.8%
2010	4.00%	\$ 85.5	3.2%	57	17.1%
2011	2.00%	\$ 51.5	1.9%	72	21.6%
2012	0.00%	\$ 18.3	0.6%	143	42.9%
2013	2.00%	\$ 24.4	0.9%	175	52.6%
2014	2.00%	\$ 68.6	2.4%	89	26.7%
2015	4.00%	\$ 125.7	4.3%	35	10.5%
2016	1.25%	\$ 63.4	2.1%	29	8.7%
2017	2.25%	\$ 82.8	2.6%	73	21.9%
2018	1.11%	\$ 59.9	1.9%	52	15.6%
2019	1.00%	\$ 43.3	1.3%	100	30.3%
2020	2.06%	\$ 62.9	1.9%	98	29.7%

*New money amounts were summed together for districts that reorganized between FY 2009 and FY 2020.

Sources:

Iowa Department of Management, School Aid files

IASB analysis and calculations

SSA and the Impact on Budget Guarantee: FY 2009 Through FY 2020

Fiscal Year	SSA Rate	Budget Guarantee Amount (in Millions)	Number of Districts with Budget Guarantee	% of Districts with Budget Guarantee
2009	4.00%	\$ 12.1	155	42.8%
2010	4.00%	\$ 11.8	142	39.3%
2011	2.00%	\$ 25.1	222	61.8%
2012	0.00%	\$ 47.7	270	76.9%
2013	2.00%	\$ 16.2	200	57.5%
2014	2.00%	\$ 11.2	133	38.4%
2015	4.00%	\$ 3.2	66	19.5%
2016	1.25%	\$ 16.3	162	48.2%
2017	2.25%	\$ 10.4	110	33.0%
2018	1.11%	\$ 23.6	179	53.8%
2019	1.00%	\$ 25.5	178	53.9%
2020	2.06%	\$ 9.8	114	34.9%

Sources:

Iowa Department of Management, School Aid files

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