



IOWA HOUSE DEMOCRATS

SENATE AMENDMENT SUMMARY

SF 2142 PreK-12 School Funding

Status of Bill: On the House Floor, with Senate Amendment
Committee: Education 12-10, House Floor 52-48
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Senate Amendment H-XXXX, 2.3%:

The following shows a comparison of the Senate amendment to SF 2142, PreK-12 School Funding, at a 2.3% increase in the District Cost Per Pupil for FY 2021 compared to the Democratic plan of a 3% increase for FY 2021.

Both parts of the comparison have the same variables as to what is contained in SF 2142. The bill does NOT include the additional \$15 million cut to the Area Education Agencies (AEA's) which normally comes in the Standings bill. However, the school transportation district cost per pupil increase of \$10 that is now enacted, SF 2164, so those variables can now be added. The bill does include the Property Tax Relief Payment (PTRP) extension. The PTRP is the amount that the state picks up in property tax dollars due to the increase in SSA which started in FY 2014. The bill picks this up going back to FY 2014 through FY 2021.

Just in state aid, 2.3% is \$106.3 million, 2.5% is \$115.5 million and 3% is \$138.5 million.

The budget guarantee is the amount made up entirely of local property taxes to guarantee a school district receives 101% of the previous year's funding level. Based on actual enrollment, it only occurs when a district is experiencing an enrollment decline greater than the SSA percentage increase. The lower percentage of SSA, the more districts will be placed on the budget guarantee, and make up the difference in increased property taxes. Likewise, the higher percentage of SSA, a lower amount of districts will be on the budget guarantee and property taxes will decrease.

	SF 2142 at 2.3%, FY 2021	Vs.	Democratic Plan of 3%, FY 2021
Total General Fund Amount	\$3.392 billion ¹ , an increase of \$106.3 million.		\$3.424 billion ² , an increase of \$138.5 million.
Cost Per Pupil	\$7,048, an increase of \$168.		\$7,096 an increase of \$216.
Combined Dist. Costs	\$4.962 billion, an increase of \$152.4 million.		\$4.991 billion, an increase of \$182 million.
Preschool Amount	\$88.1 million, an increase of \$2 million.		\$88.7 million, an increase of \$2.6 million.
Amount of PTRP	\$75.1 million, an increase of \$12.4 million.		\$78.5 million, an increase of \$15.8 million.
Amount Budget Guarantee	\$8.3 million, a decrease of \$1.5 million.		\$5.3 million, a decrease of \$4.5 million.
School Districts on Budget Guarantee	106 or 32.42%, a decrease of 8 districts on the budget guarantee.		83 or 25.38%. This would be a decrease of 31 districts on the budget guarantee.

¹ Total includes categorical funding at 2.3%.

² Total includes categorical funding at 3%.

Categorical Funding

Continuing the comparison of SF 2142 Vs. Democratic plan of 3%, the category and total funding compared to FY 2020 are provided below³:

	SF 2142 at 2.3%, FY 2021	Vs.	Democratic Plan of 3%, FY 2021
Teacher Salary Supplement	\$296.6 million, or a \$8 million increase.		\$298.5 million, or a \$9.8 million increase.
Professional Development	\$33.6 million, or a \$900,000 increase.		\$33.8 million, or a \$1.1 million increase.
Class Size Reduction, Early Intervention	\$36.6 million, or a \$1.0 million increase.		\$36.8 million, or a \$1.2 million increase.
Teacher Leadership Compensation (TLC)	\$167.3 million, a \$4.5 million increase.		\$168.3 million, a \$5.6 million increase.
TOTAL, including AEA Categoricals:	\$553.8 million or a \$14.9 million increase.		\$556.4 million or a \$18.5 million increase.

Effective Date

HF 2142 takes effect upon enactment.

³ The categorical costs are included in the overall estimates.