

Administrative Memo

Date: September 12, 2019
To: School Administrators and Finance Administrators
From: Roger Dorson, deputy commissioner, Financial and Administrative Services
Subject: FAS-19-003 – State Adequacy Target

The Division of Financial and Administrative Services has calculated the state adequacy target (SAT) and related thresholds for Fiscal Year 2021 and Fiscal Year 2022. The calculation resulted in a \$6,330 SAT; however, state law prevents the SAT from being decreased (Section 163.011, RSMo). As a result, the SAT will remain at \$6,375 for FY 2021 and FY 2022 with the threshold amounts adjusted to the following:

Free and Reduced Lunch Threshold	29.45%
Special Education (IEP) Threshold	12.83%
Limited English Proficiency Threshold	2.07%

The SAT is calculated every two years and the calculation is limited to the top 25% of high performing public school districts. The top performing districts are identified based on the percentage of points earned on a district's Annual Performance Report (APR). Based on APR results, the districts used in the SAT calculation may vary. Pursuant to the calculation for FY 2021 and FY 2022, the change in the composition of top performing districts resulted in a decrease in the average current operating expenditures of over \$700 per average daily attendance (ADA).

For additional information regarding the SAT calculation, please contact the School Finance section at 573-751-0357 or by email at finadmgo@desemo.gov.