## SOUTH DAKOTA TEACHER COMPENSATION REVIEW BOARD

AUGUST 31, 2021



#### **AGENDA**

- Follow-up on Board Discussion from July 2021
- Report from 2021 South Dakota Education Summit: Educator Recruitment and Retention
- Framework for 2021 South Dakota Teacher Compensation Review Report
- Public Comment
- Board Discussion



## WHAT DOES SD TEACHER COMPENSATION LOOK LIKE WHEN BENEFITS ARE INCLUDED?

	2017	2018	2019	2020	% Change 2017 - 2020
Average Teacher Compensation (including benefits)	\$60,687	\$61,442	\$62,368	\$63,454	4.56%
NEA Avg Teacher Salary	\$46,922	\$47,631	\$48,204	\$48,984	4.39%

Sources: South Dakota Department of Education and National Education Association

Report on School Finance Accountability Board Meeting: November 10, 2020, includes teacher compensation information by district. Refer to Appendices D and E at <a href="https://boardsandcommissions.sd.gov/bcuploads/FinalReportCombinedSFAB.pdf">https://boardsandcommissions.sd.gov/bcuploads/FinalReportCombinedSFAB.pdf</a>.

## DO STATE STATUTES ESTABLISH REQUIREMENTS FOR MINIMUM TEACHER PAY?

State	Base Salary
lowa	lowa legislature mandated a minimum salary of \$33,500. Beginning teacher salaries range from \$33,500 to just over \$52,000.
North Dakota	[Base] Salaries range from \$36,000 - \$55,000. There is no minimum or maximum in Century Code.
Kansas	[Base] Salaries range from \$38,000 to \$44,500.
Minnesota	This information is not tracked.
Nebraska	The Nebraska Department of Education does not track or monitor teacher pay.
South Dakota	In SY 2019-20, the average starting salary was \$39,594 and ranged from \$32,000 to \$48,379.

Source: Information request to surrounding states directors of certification.

## DO STATE STATUTES ESTABLISH REQUIREMENTS FOR MINIMUM TEACHER PAY?

State	Requirements for minimum teacher pay?	Citations
Colorado	<b>No.</b> The state authorizes local school boards to establish requirements for teacher pay. Districts may adopt a salary schedule based on job description or job definition, a salary policy based on performance or a combination of both. Districts that choose to accept a salary schedule must consider a teacher's education, prior experience, and experience within the district.	Colo. Rev. Stat. Ann. § 22-63-401
Idaho	Yes. The state has a minimum teacher salary schedule based on years of teaching experience. Districts must provide an additional educational allocation for teachers meeting degree/credit accumulation requirements. Teachers cannot move up on the career ladder unless they have met the performance criteria for the previous three years.	Idaho Code Ann. § 33-1004B
Iowa	Yes. The state has established minimum teacher salary requirements.	Iowa Code Ann. § 284.15
Kansas	No. The state authorizes local school boards to establish requirements for teacher pay.	Kan. Stat. Ann. § 72-2228
Minnesota	No. Minnesota does not address salary requirements in state law.	NA
Missouri	Yes. The state has established minimum teacher salary requirements.	Mo. Rev. Stat. Ann. § 163.172
Montana	No. Montana does not address salary requirements in state law.	NA
Nebraska	No. Nebraska does not address salary requirements in state law.	NA
North Dakota	No. The state authorizes local school boards to establish requirements for teacher pay.	N.D. Cent. Code Ann. § 15.1-09-33
Utah	<b>No.</b> The state authorizes local school boards to establish requirements for teacher pay. Any advancement on an adopted salary schedule be based primarily on evaluation and may not be based on end-of-level assessment scores. Teachers may not advance on an adopted salary schedule if the more recent evaluation rating is at the lowest level of an evaluation instrument.	Utah Code Ann. § 53G-11-518 Utah Code Ann. § 53G-7-1304
Wyoming	No. he state authorizes local school boards to establish requirements for teacher pay. on of the States 50-state comparison of minimum teacher pay requirements October 2019	Wyo. Stat. Ann. § 21-3-110

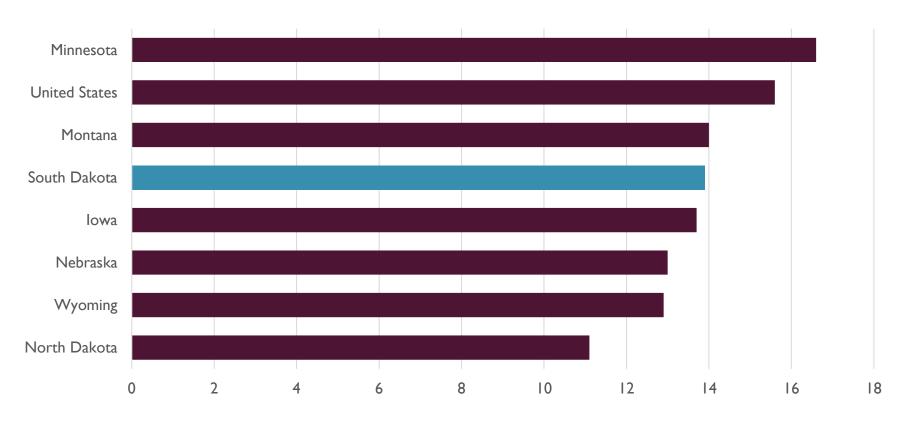
#### HOW DO SOUTH DAKOTA WORKING CONDITIONS COMPARE TO OTHER STATES?

Recent data on working conditions specific to South Dakota are rare, however, national data from EdWeek and Rand Corporation in 2020 and thus far in 2021 suggest the following:

- Being a teacher has been described as exhausting, challenging, unusually unpredictable, and morale is noticeably lower than before the pandemic.
- K-12 teachers are noticeably more concerned with exposure to COVID-19 than all other U.S. workers.
- Many teachers feel unprepared to deal with the range of students' social-emotional needs.
- A higher proportion of teachers reported job-related stress and symptoms of depression than the general adult population.

South Dakota can enhance working conditions for teachers by taking inventory of and implementing the most relevant recommendations documented in emerging research.

#### STUDENT/TEACHER RATIOS, 2019-2020



Source: NEA Rankings of the States 2020 and Estimates of School Statistics 2021

#### 2019 REL CENTRAL STUDY ANALYZED WORKFORCE DYNAMICS IN SD AND THREE NEIGHBORING STATES

- Teacher retention, mobility, and attrition in Colorado, Missouri, Nebraska, and South Dakota
  - Institute of Education Sciences Study Brief (February 2020) Regional Educational Laboratory Central at Marzano Research
  - The Regional Educational Laboratory Central used data for 2015/16-2016/17 to identify the proportions of teachers who remained in a classroom teaching position in the same school (stayers), teachers who transferred to a classroom teaching position in a different school or district (movers), and teachers who took a non-teaching position or left their state public school system (leavers).
  - This report describes rural and nonrural teacher movement within and out of public school systems in these states. All four states have high proportions of rural districts and schools.
  - Results suggest that the proportions of stayers, movers, and leavers in these states were similar to national statistics and varied substantially across districts within states.

#### STAYERS, MOVERS, AND LEAVERS, BY STATE, 2015-16 – 2016-17

State and statistic	Stayers	Movers	Leavers	Total
Four States Combined				
Number	127,241	12,527	16,166	155,934
Percent	81.6%	8.0%	10.4%	100.0%
Colorado				
Number	41,185	4,487	6,772	52,444
Percent	78.5%	8.6%	12.9%	100.0%
Missouri				
Number	55,857	5,647	6,551	68,055
Percent	82.1%	8.3%	9.6%	100.0%
Nebraska				
Number	22,313	1,696	1,977	25,986
Percent	85.9%	6.5%	7.6%	100.0%
South Dakota				
Number	7,886	697	866	9,449
Percent	83.5%	7.4%	9.2%	100.1%

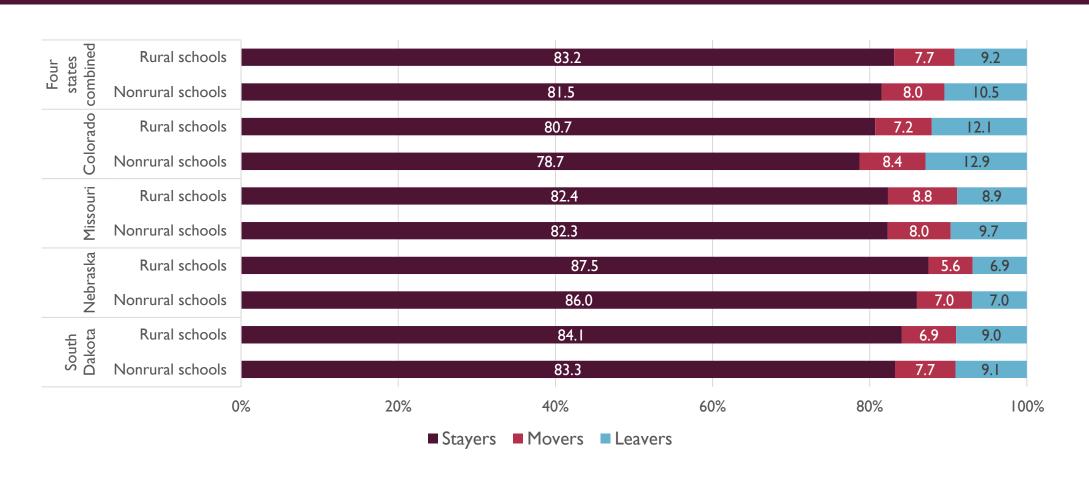
Note. Percentages may not sum to 100 because of rounding. The sample includes all teachers for whom a primary school and district assignment could be identified.

## PERCENTAGE OF SMALL RURAL DISTRICTS, RURAL SCHOOLS, AND RURAL STUDENTS

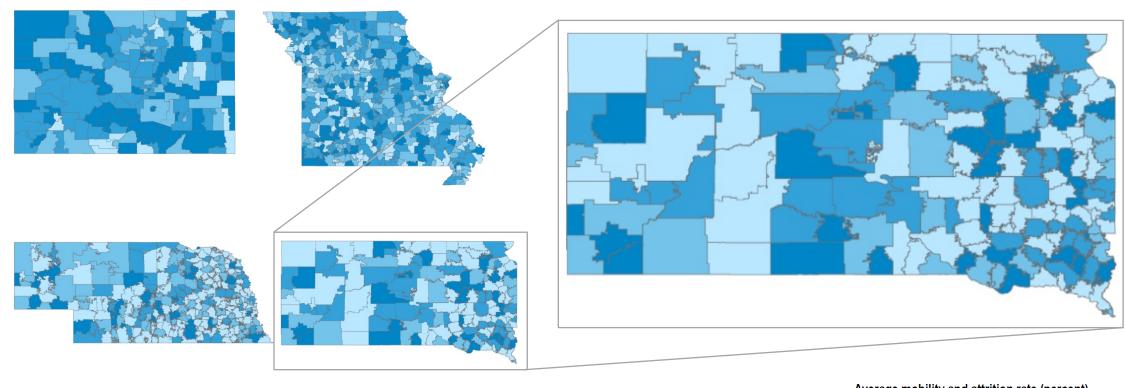
Rural entity	National average	Colorado	Missouri	Nebraska	South Dakota
Small rural districts (2013-14) <sup>a</sup>	49.9%	70.6%	60.7%	84.9%	78.9%
Rural schools (2015-16)	32.9%	33.3%	46.4%	55.0%	75.1%
Rural students (2015-16)	20.4%	14.7%	29.2%	25.3%	41.2%

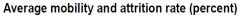
<sup>&</sup>lt;sup>a</sup> Small rural districts have an enrollment that is lower than the median enrollment for all rural school districts in the United States.

## THE PROPORTION OF TEACHERS ACROSS ALL FOUR STATES WHO REMAINED IN A CLASSROOM TEACHING POSITION IN THE SAME SCHOOL BETWEEN 2015-16 AND 2016-17 WAS SIMILAR IN RURAL AND NONRURAL SCHOOLS



## THE COMBINED PROPORTION OF MOVERS AND LEAVERS BETWEEN 2015-16 AND 2016-17 VARIED ACROSS DISTRICTS IN EACH STATE



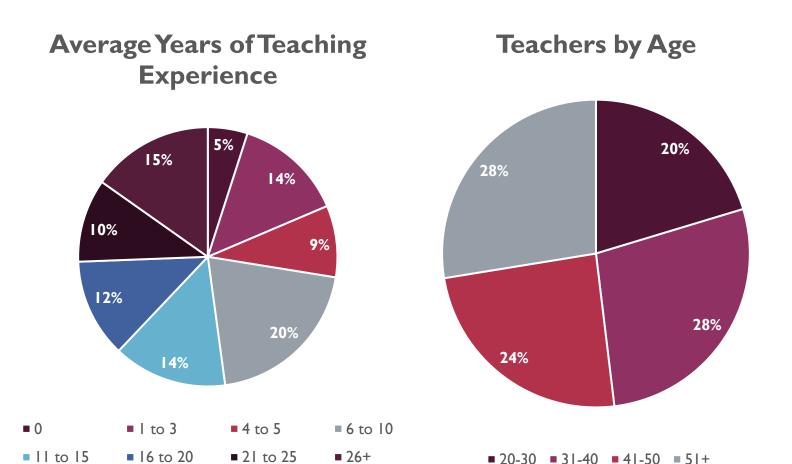


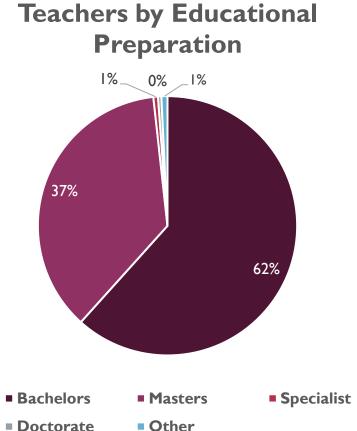


## DISTRICT RURALITY CHANGES FOR BETWEEN-DISTRICT MOVERS, 2015-16 – 2016-17

	Between-distr	ict movers
State and district rurality change	Number	Percent
Four states combined		
Rural to rural	680	12.5%
Rural to nonrural	789	14.5%
Nonrural to rural	493	9.1%
Nonrural to nonrural	3,469	63.9%
Total	5,431	
South Dakota		
Rural to rural	78	36.4%
Rural to nonrural	58	27.1%
Nonrural to rural	40	18.7%
Nonrural to nonrural	38	17.8%
Total	214	

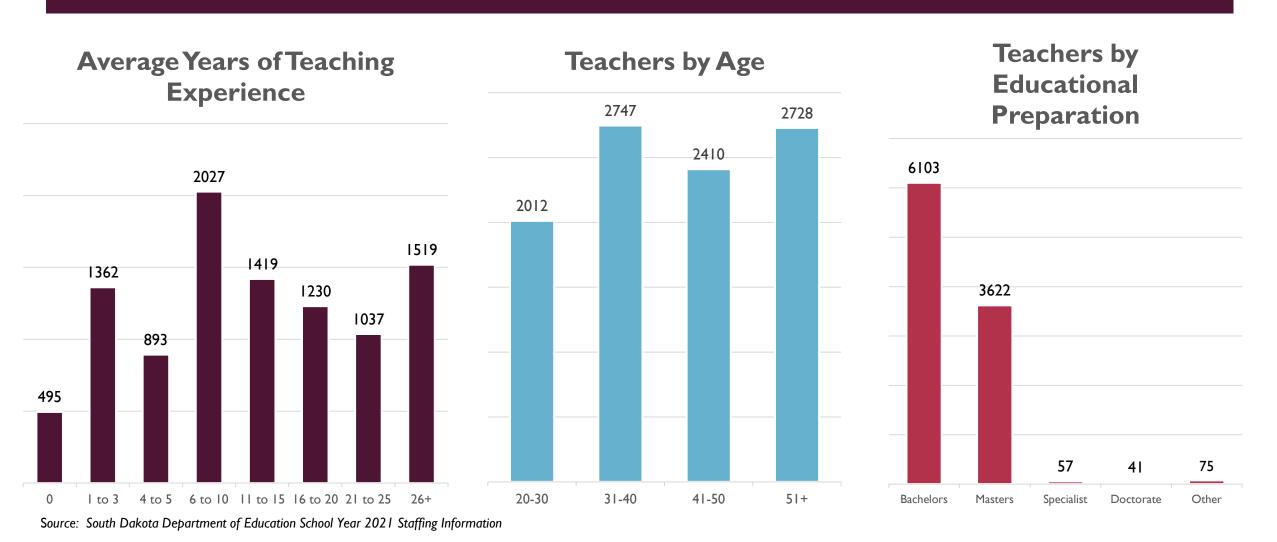
#### CURRENT TEACHER WORKFORCE





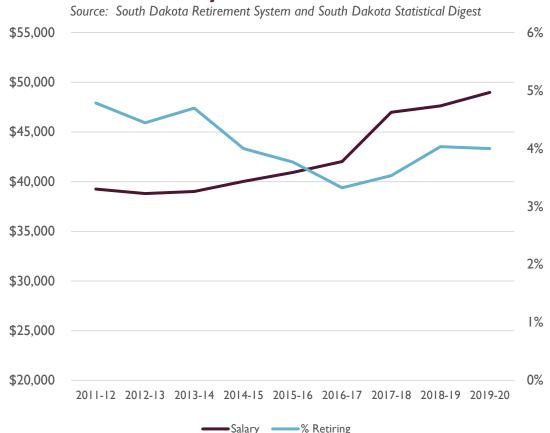
Source: South Dakota Department of Education School Year 2021 Staffing Information

#### **CURRENT TEACHER WORKFORCE**



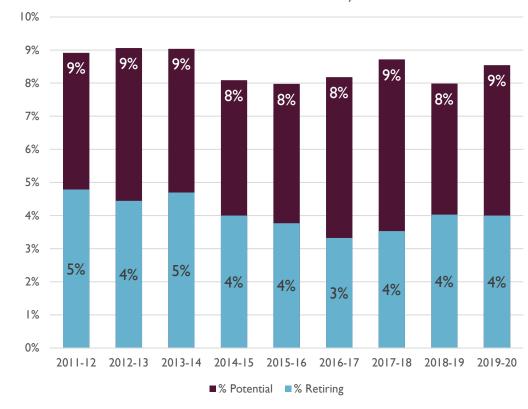
#### WHAT IMPACT WILL RETIREMENTS HAVE ON OVERALL TEACHER SALARIES?

#### Salary vs. Retirements



#### Potential vs. Actual Retirements as a Percentage of Active Members

Source: South Dakota Retirement System



#### HOW DOES AGE INFLUENCE SALARY?



## WHAT ROLE WILL INFLATION PLAY ON TEACHER SALARIES AND SCHOOL FINANCE REQUIREMENTS?

- State budgeting for general state aid: Use CPI-W for budgeting; Governor's budget proposal and legislative action for actual appropriations.
- Local budgeting: School districts' on-going budget determinations for total general fund operating budgets.
- Goal: Maintain purchasing power.

According to the Congressional Budget Office's July, 2021 report

"Inflation rises sharply in 2021 and then moderates. The price index for personal consumption expenditures (PCE) rises by 2.8 percent this year, as increases in the supply of goods and services lag behind increases in the demand for them, adding to inflationary pressures. By 2022, increases in supply keep up with increases in demand, and PCE price inflation falls to 2.0 percent during the year. After 2022, PCE price inflation remains at 2.1 percent through 2025, above its rate before the pandemic."

https://www.cbo.gov/publication/57339

South Dakota's average mean wage for K-I2 administrators is \$81,050 and ranks 46th.

CERTIFIED SUPERINTENDENTS									
SY 2017 SY 2018 SY 2019 SY 2020									
FTE	117.25	122.27	117.18	117.44					
Average Full-Time Salary	\$98,180	\$100,321	\$104,566	\$108,076					
Average Salary – By Enrollment									
0-200	\$77,641	\$76,301	\$81,877	\$82,474					
201-600	\$88,831	\$89,693	\$91,709	\$94,390					
Over 601	\$120,610	\$126,128	\$130,649	\$135,298					
Average Years of Experience - By Enrollment									
0-200	14	11	10	10					
201-600	15	14	14	15					
Over 601	17	16	19	18					

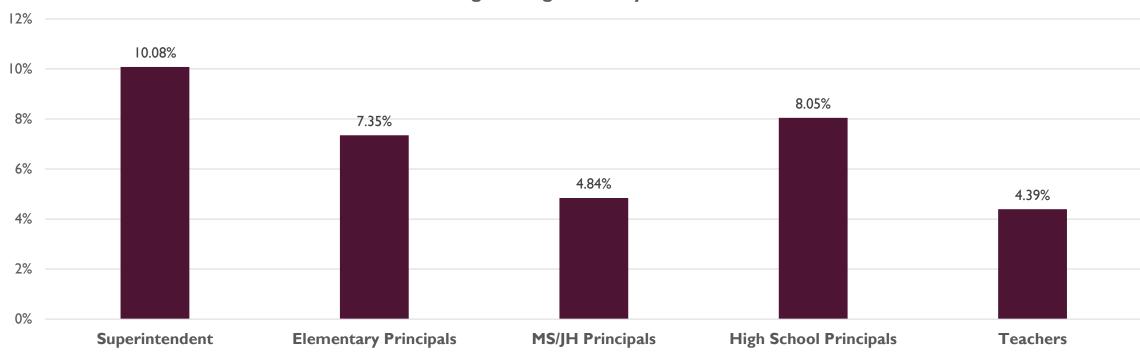
CERTIFIED ELEMENTARY PRINCIPALS									
SY 2017 SY 2018 SY 2019 SY 2020									
FTE	190.05	193.58	195.74	192.05					
Average Full-Time Salary	\$78,381	\$79,449	\$80,793	\$84,139					
Average Salary – By Enrollment									
0-200	\$65,017	\$64,853	\$70,048	\$72,186					
201-600	\$68,342	\$68,888	\$71,074	\$73,505					
Over 601	\$82,959	\$84,558	\$84,997	\$88,601					
Average Years of Experience – By Enrollment									
0-200	10	10	8	9					
201-600	9	10	9	10					
Over 601	П	12	П	12					

CERTIFIED MIDDLE SCHOOL/JUNIOR HIGH PRINCIPALS						
	SY 2017	SY 2018	SY 2019	SY 2020		
FTE	94.13	97.94	99.57	98.87		
Average Full-Time Salary	\$79,167	\$79,644	\$80,874	\$83,000		
Average Salary – By Enrollment						
0-200	\$62,285	\$64,232	\$66,024	\$65,413		
201-600	\$67,665	\$67,517	\$69,429	\$70,754		
Over 601	\$84,452	\$85,276	\$85,791	\$88,238		
Average Years of Experience - By Enrollment						
0-200	11	9	6	7		
201-600	8	9	8	9		
Over 601	12	13	12	П		

CERTIFIED HIGH PRINCIPALS						
	SY 2017	SY 2018	SY 2019	SY 2020		
FTE	136.77	137.32	131.77	132.18		
Average Full-Time Salary	\$81,630	\$83,007	\$85,318	\$88,200		
Average Salary – By Enrollment						
0-200	\$67,030	\$68,165	\$69,813	\$68,830		
201-600	\$67,430	\$69,044	\$70,263	\$72,158		
Over 601	\$89,984	\$91,149	\$93,466	\$97,172		
Average Years of Experience – By Enrollment						
0-200	9	8	8	8		
201-600	8	8	8	9		
Over 601	11	12	11	12		

#### SALARY INCREASES VARY BY POSITION, WITH ADMINISTRATOR SALARIES GROWING FASTER THAN TEACHER SALARIES

#### Cumulative Percentage Change in Salary from SY 2017 to SY 2020



Source: South Dakota Department of Education Statistical Digest and National Education Association

PARAPROFESSIONALS	REGULAR EDUCATION (FTE)	SPECIAL EDUCATION (FTE)	TOTAL	CHANGE FROM PREVIOUS YEAR
SY 2017	791.62	1,851.67	2,643.29	1.89%
SY 2018	793.35	2,022.14	2,815.49	6.51%
SY 2019	837.20	2,032.95	2870.15	1.94%
SY 2020	853.92	2,093.46	2,947.38	2.69%

Source: South Dakota Department of Education Statistical Digest

#### REPORT FROM 2021 SD EDUCATION SUMMIT

DR. RYAN YOUNG

LEARNING SPECIALIST, TECHNOLOGY & INNOVATION IN EDUCATION (TIE)

- Background
- Teacher Compensation Review Board Meeting Process for 2021
- Findings
  - Core Data
  - Board Questions and Answers
- Conclusions

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#### Background

- History of the Blue Ribbon Task Force
- Policy action in response to the task force's recommendations
- Creation and charge of the Teacher Compensation Review Board

- Background
- Teacher Compensation Review Board Meeting Process for 2021
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- Teacher Compensation Review Board Meeting Process for 2021
  - Board members
  - Meeting dates

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#### Findings

- Core Data
  - South Dakota teacher salary rankings
  - South Dakota teacher salary rankings adjusted for regional price parity
  - Student enrollment and teacher workforce projections
- Board Question and Answers
  - Impacts of Retirements
  - Accountability
  - Inflation

- Background
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#### Conclusions

- Summarize what the board learned
- Provide insights to inform future policy
  - (e.g., accountability and growth of cash reserves over time)

# COLLECTING BOARD INSIGHTS AND CONCLUSIONS

#### PUBLIC COMMENT

#### **BOARD DISCUSSION**

#### **NEXT MEETING**

#### ADJOURNMENT