

2018 Regular Session

SENATE CONCURRENT RESOLUTION NO. 48

BY SENATOR MORRISH

BESE. Provides for legislative approval of the MFP formula for the 2018-2019 Fiscal Year.

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A CONCURRENT RESOLUTION

To provide for legislative approval of the formula developed by the State Board of Elementary and Secondary Education pursuant to Article VIII, Section 13(B) of the Constitution of Louisiana to determine the cost of a minimum foundation program of education in all public elementary and secondary schools as well as to equitably allocate the funds to parish and city school systems, and adopted by the board on March 13, 2018.

WHEREAS, the minimum foundation program formula for the 2018-2019 Fiscal Year as adopted by the State Board of Elementary and Secondary Education on March 13, 2018, reads as follows:

**PROPOSED**

**FY 2018-2019 MINIMUM FOUNDATION PROGRAM FORMULA**

**(As compared to SCR 55)**

The FY 2018-19 Minimum Foundation Program (MFP) formula was adopted by the State Board of Elementary and Secondary Education on March 13, 2018.

The formula determines allocations for city, parish, or other public school systems or schools. The definition of city, parish, or local public school systems and schools shall include city or parish school systems, Recovery School District including operated and Type

1 5 charter schools, Louisiana School for Math, Science, and the Arts (LSMSA), New Orleans  
2 Center for Creative Arts (NOCCA), THRIVE, New Type 2 Charter schools, Legacy Type  
3 2 Charter schools, Type 3B Charter schools, Office of Juvenile Justice (OJJ) schools, and  
4 Louisiana State University and Southern University Lab schools. The formula is divided into  
5 four calculations as follows:

6 **Level 1** determines the minimum cost of education based on the education needs of  
7 each student. The cost includes funding for students enrolled in city and parish  
8 school systems, Recovery School District operated and Type 5 Charter schools, New  
9 Type 2 Charter schools, and Type 3B Charter schools. The cost is then shared  
10 equitably between the State and the city and parish school systems based on the  
11 ability of the systems to support education in their communities through local sales  
12 and property tax revenues.

13 **Level 2** provides an incentive for city and parish school systems to support education  
14 in their communities above the minimum level of financial support required.

15 **Level 3** provides specific legislative education funding to city and parish school  
16 systems for continuing teacher and support worker pay raises, the Hold Harmless  
17 provision, and mandated operating costs.

18 **Level 4** provides additional funding including:

- 19 • Supplementary funding to meet specific needs at city, parish, or other  
20 local school systems and schools including Foreign Associate  
21 Teacher Salary and Stipends Allocation, Career Development  
22 Allocation, High Cost Services Allocation, and Supplemental Course  
23 Allocation.
- 24 • Allocations for State-Approved public school systems or schools  
25 including Legacy Type 2 Charter schools, Louisiana State University  
26 and Southern University Lab schools, New Orleans Center for  
27 Creative Arts (NOCCA), Louisiana School for Math, Science, and  
28 Arts (LSMSA), THRIVE, and Office of Juvenile Justice (OJJ)  
29 schools.
- 30 • Mid-Year Allocation Adjustments to account for mid-year increases

1 and decreases in students in all city, parish, or other local public  
2 school systems or schools.

3 State MFP funds shall only be expended for educational purposes. Expenditures for  
4 educational purposes are those expenditures related to the operational and  
5 instructional activities of city, parish, or other public school systems or schools to  
6 include: instructional programs, pupil support programs, instructional staff programs,  
7 school administration, general administration, business services, operations and  
8 maintenance of plant services, student transportation services, food services  
9 operations, enterprise operations, community services operations, facility acquisition  
10 and construction services and debt services as defined by Louisiana Accounting and  
11 Uniform Governmental Handbook, Bulletin 1929.

## 12 **I. FORMULA CALCULATIONS**

### 13 **A. Level 1: Calculate State and Local Cost Allocation**

#### 14 **1. Determine Educational Costs**

15 Eligible students from the following school systems and schools will be counted in both the  
16 Base and Weighted Student Memberships:

- 17 1. City and Parish school systems
- 18 2. State-Approved Public Schools - The student counts of the following  
19 state-approved schools shall be included in the membership and weighted  
20 student counts of the city or parish school system in which the student  
21 resides:
  - 22 a) New Type 2 Charter schools.
- 23 3. Recovery School District - The student membership and weighted student  
24 counts of schools transferred to the Recovery School District, both operated  
25 and Type 5 Charter schools, shall continue to be included in the membership  
26 and weighted student counts of the city or parish school system from which  
27 jurisdiction of the school was transferred.

#### 28 **STEP ONE: Determine the Number of Eligible Students for the Base Count**

29 The formula first counts each of the students enrolled on February 1 to determine the cost  
30 of education services. The formula utilizes the February 1 Student Membership Count to

1 allocate funding beginning in July. The students eligible to be counted are identified in the  
2 Student Membership Definition adopted by the State Board of Elementary and Secondary  
3 Education. These students are counted as one (1.0) in the formula.

4 **STEP TWO: Determine the Number of Students Eligible for the Weighted Student**  
5 **Count**

6 The formula recognizes that providing educational services to meet the needs of particular  
7 students is more costly than regular educational services. Each special characteristic or need  
8 is given a numerical value referred to as a weight. The special needs of each student are  
9 taken into consideration by multiplying the student count for each eligible child (1.0) by  
10 each of the weights. This calculation provides additional students that are then added to the  
11 February 1 Student Membership Count to equal the Total Weighted Student Membership  
12 Count. The students and units eligible to be counted are identified in the Student  
13 Membership Definition adopted by the State Board of Elementary and Secondary Education.

14 The following are the additional costs recognized by the formula:

15 **Low Income and English Language Learner Weight** - The formula recognizes that  
16 students living in poverty or students with a native language other than English are more  
17 likely to require additional educational services to be successful. To recognize that these  
18 services require additional costs, students that qualify for free or reduced price meals under  
19 the United States Department of Agriculture (USDA) School Food Service Program  
20 guidelines, or an alternative count as defined in the Student Membership Definition, and  
21 students identified as an English Language Learner are provided a weight of 22%.

22 **Career and Technical Education Weight** - The formula recognizes that the cost of  
23 providing materials and equipment, and teacher credentialing and training, for Career and  
24 Technical Education courses is above and beyond the cost of traditional academic education.  
25 Each secondary career and technical education course in which a student is enrolled in both  
26 the fall and spring semesters is provided a weight of 6%.

27 **Special Education Weight** - The formula addresses the extra cost associated with the  
28 delivery of services required in order to meet the needs of students with disabilities. Students  
29 with disabilities that have an Individualized Education Plan (IEP) developed according to  
30 State Board of Elementary and Secondary Education regulations are provided a weight of

1 150%.

2 **Gifted and Talented Weight** -The formula recognizes the cost of providing educational  
3 services to Gifted and Talented students that have an Individualized Education Plan (IEP)  
4 developed according to State Board of Elementary and Secondary Education regulations and  
5 are provided a 60% weight.

6 **Economy of Scale Weight** - This weight is provided for city or parish school systems to  
7 recognize a base amount of funding for fixed overhead costs that should be provided when  
8 student populations equal 7,500 students or less. The Economy of Scale Weight is calculated  
9 as a curvilinear weight of 20% at a student membership count of zero down to 0% at a  
10 student membership count equal to or greater than 7,500. To calculate this weight, the  
11 February 1 Student Membership Count for each city and parish school system is subtracted  
12 from 7,500 and divided by 37,500. The result of this calculation is then multiplied by each  
13 system's February 1 Student Membership Count to determine the weighted students.

14 **STEP THREE: Determine Total Weighted Student Membership Count**

15 **Formula:**

16 **Total Weighted Student Membership Count**

17 **Equals**

18 **February 1 Student Membership Count (1.0)**

19 **Plus**

20 **Low Income and English Language Learner Weight**

21 **Career and Technical Education Weight**

22 **Special Education Weight**

23 **Gifted and Talented Weight**

24 **Economy of Scale Weight**

25 **STEP FOUR: Identify the State and Local Base Cost Per Pupil**

26 **Formula:**

27 **The State and Local Base Cost Per Pupil shall equal \$3,961.**

28 **STEP FIVE: Determine Total MFP Educational Costs**

29 **Formula:**

30 **Total MFP Educational Costs**

1                   **Equals**  
 2                   **Total Weighted Student Membership Count**  
 3                   **Multiplied by**  
 4                   **State and Local Base Cost Per Pupil**

5                   **2. Determine State and Local Cost Allocation**

6                   The Total MFP Educational Costs are shared between the State and the city or parish school  
 7                   systems. The ability of school systems to support the cost of education in their communities  
 8                   is measured by the potential to raise local revenue. This potential contribution is measured  
 9                   by the following three factors using the latest available data as reported through the Annual  
 10                  Financial Report (AFR) as required by R.S. 17:92:

- 11                1.       Local Property Tax Revenue Contribution
- 12                2.       Local Sales Tax Revenue Contribution
- 13                3.       Other Local Revenue Contribution

14                **STEP ONE - Determine the Local Property Tax Revenue Contribution**

15                **Formula:**

16                **Local Property Tax Revenue Contribution**

17                   **Equals**

18                **State Computed Property Tax Millage (debt and non-debt)**

19                   **Times**

20                **Net Assessed Property Value**

21                **Net Assessed Property Value Increase Cap** - If a school system's Net Assessed Property  
 22                Value has increased equal to or greater than 10% over the prior year Net Assessed Property  
 23                Value, then the growth in the Net Assessed Property Value is capped at 10%. This cap is  
 24                applied on a year-to-year basis comparing the current year Net Assessed Property Value to  
 25                the prior year uncapped Net Assessed Property Value.

26                **Computed Property Tax Millage** - The Computed Property Tax Millage is calculated  
 27                annually at the rate necessary to maintain a state and local allocation ratio of 65%/35%.

28                **STEP TWO - Determine the Local Sales Tax Revenue Contribution**

29                **Formula:**

30                **Local Sales Tax Revenue Contribution**

1                   **Equals**

2                   **Computed Sales Tax Base (debt and non-debt) (including TIF areas)**

3                   **Multiplied By**

4                   **State Computed Sales Tax Rate**

5                   **Mid-Year Rate Increases** - If a local school system's sales tax goes into effect during the  
6 fiscal year, the tax rate is prorated to an annual rate applicable for the total revenue  
7 generated.

8                   **Sales Tax Increase Cap** - If a system's Computed Sales Tax Base increased equal to or  
9 greater than 15% over the Computed Sales Tax Base calculated in the prior year formula,  
10 then the growth in the Computed Sales Tax Base will be capped at 15% over the amount  
11 used in the prior year formula. This cap will be applied on a year-to-year basis comparing  
12 the current year sales tax base to the prior year uncapped sales tax base.

13                   **Computed Sales Tax Rate** - The Computed Sales Tax Rate is calculated annually at the rate  
14 necessary to maintain a state and local allocation ratio of 65%/35%.

15                   **STEP THREE - Determine Other Local Revenue Contribution**

16                   **Formula:**

17                   **Other Local Revenue Contribution**

18                   **Equals**

19                   **State Revenue in lieu of taxes**

20                   **Plus**

21                   **Federal Revenue in lieu of taxes**

22                   **Plus**

23                   **50% of Earnings on Property**

24                   **STEP FOUR - Determine Local Cost Allocation**

25                   **Formula:**

26                   **Local Cost Allocation**

27                   **Equals**

28                   **Property Tax Contribution**

29                   **Plus**

30                   **Sales Tax Contribution**

1 **Plus**

2 **Other Revenues Contribution**

3 **STEP FIVE - Determine State Cost Allocation**

4 **Formula:**

5 **State Cost Allocation**

6 **Equals**

7 **Total State and Local Cost**

8 **Minus**

9 **Local Cost Allocation**

10 **Minimum State Cost Allocation** - In no event shall the State Cost Allocation be less than  
11 25% of Total Level 1 Cost for any city or parish school system.

12 **B. Level 2: Incentive for Local Effort**

13 Level 2 provides incentives for city and parish school systems that contribute a greater  
14 proportion of local revenues towards the cost of education in their communities by  
15 increasing local property and sales tax revenues. This effort is measured using the latest  
16 available data for the following sources of revenue as reported in the Annual Financial  
17 Report (AFR) as required in R. S. 17:92.

- 18 1. Total Sales Taxes
- 19 2. Total Property Taxes
- 20 3. State and Federal Revenue in Lieu of Taxes
- 21 4. 50% Earnings on Property Revenue

22 **STEP ONE - Determine Eligible Local Revenue**

23 **Formula:**

24 **Eligible Local Revenue**

25 **Equals**

26 **Total Sales Tax Revenue**

27 **Plus**

28 **Total Property Tax Revenue**

29 **Plus**

30 **State and Federal Revenue in Lieu of Taxes**



1 **Plus**

2 **50% of Earnings on Property Revenue**

3 **STEP TWO - Determine Local Revenue Eligible for Incentive**

4 **Formula:**

5 **Local Revenue Eligible for Incentive**

6 **Equals**

7 **Eligible Local Revenue**

8 **Minus**

9 **Local Cost Allocation**

10 **STEP THREE - Determine the Limit on Revenue Eligible for Incentive**

11 **Formula:**

12 **Limit on Revenue Eligible for Incentive**

13 **Equals**

14 **Total State and Local Cost Allocation**

15 **Multiplied by**

16 **34%**

17 **STEP FOUR - Determine Local Support of Level 2 Incentive**

18 **Formula:**

19 **Local Support of Level 2 Incentive**

20 **Equals**

21 **Lesser of Local Revenue Eligible for Incentive or Limit on Local Revenue**

22 **Eligible for Incentive**

23 **Multiplied by**

24 **Local Cost Allocation Percentage (Level 1)**

25 **Multiplied by**

26 **Level 2 Incentive Factor**

27 **Level 2 Incentive Factor** - The Level 2 Incentive Factor determines the amount of local  
28 support required in Level 2. In FY 14-15, the Level 2 Incentive Factor is established at 1.72.

29 **STEP FIVE - Determine State Cost of Level 2 Incentive**

30 **Formula:**

1           **State Support of Level 2 Incentive**  
2                   **Equals**  
3           **Lesser of Local Revenue Eligible for Incentive or Limit on Local Revenue**  
4           **Eligible for Incentive**  
5                   **Minus**  
6           **Local Support of Level 2 Incentive**

7    **C. Level 3: Legislative Allocations**

8    Level 3 provides funding for three programs that address funding for school systems and  
9    schools regarding teacher and support worker pay raises, Hold Harmless funding, and  
10   mandated operating costs, and are in addition to allocations provided in Level 1 and 2. These  
11   allocations are as follows:

12           **Formula:**

13           **Total Level 3 Legislative Allocations**  
14                   **Equals**  
15           **Continuation Pay Raises**  
16                   **Plus**  
17           **Hold Harmless Enhancement**  
18                   **Plus**  
19           **Mandated Costs in Health Insurance, Retirement, and Fuel**

20    **STEP ONE: Calculate Continuation Funding for Pay Raises**

- 21           1.    Certificated Personnel Pay Raises were implemented in four recent years to  
22                   assist in increasing Teacher and Principal pay to the Southern Regional  
23                   Average. These funds continue to be provided directly to systems and  
24                   schools to support these increased salaries.
- 25           a.    Certificated Personnel Pay Raises provided in 2001-02, 2006-07,  
26                   2007-08, and 2008-09 will continue for each school system and  
27                   school based on the calculated per pupil amount times the February  
28                   1 Student Membership Count.
- 29           2.    Noncertificated Support Worker Pay Raises were implemented in three  
30                   recent years to assist with increasing these salaries.

1                   a.       Noncertificated Support Worker Pay Raises provided in 2002-03,  
2                                   2006-07, and 2007-08 will continue for each school system and  
3                                   school based on the calculated per pupil amount times the February  
4                                   1 Student Membership Count.

5                   3.       This provision applies to city and parish school systems, Recovery School  
6                                   District, New Orleans Center for Creative Arts (NOCCA), Louisiana School  
7                                   for Math, Science, and the Arts (LSMSA), THRIVE, Legacy Type 2 Charter  
8                                   Schools, New Type 2 Charter Schools, Type 3B Charter Schools, Louisiana  
9                                   State University and Southern University Lab schools, and Office of Juvenile  
10                                  Justice (OJJ).

11       **STEP TWO: Calculate Hold Harmless Enhancement**

12                   **Participating School Systems** - The following school systems have a remaining  
13                                  Hold Harmless or "overfunded" allocation:   Concordia, East Baton Rouge,  
14                                  Evangeline, Iberville, Jefferson, Plaquemines, St. Charles, St. James, and West  
15                                  Feliciana.

16                                  **Allocation Adjustment** - After subtracting amounts attributable to insurance  
17                                  supplements and legislative pay raises provided between FY 1993-94 and FY  
18                                  1998-99 from the FY 2006-07 Hold Harmless amount, a revised Hold Harmless  
19                                  amount is calculated. Each of the remaining Hold Harmless school systems will  
20                                  receive a reduction of 10% to their remaining Hold Harmless allocation. On an  
21                                  annual basis, any Hold Harmless system may choose to reduce the remaining balance  
22                                  by an amount greater than 10% through formal notification to the Louisiana  
23                                  Department of Education. This request must take place no later than June 30th each  
24                                  year.

25                                  **Redistribution Allocation** - The annual 10% reduction amount will be  
26                                  redistributed in a per pupil amount to all non-hold harmless systems.

27       **STEP THREE: Determine Allocation for Increasing Mandated Costs in Health**  
28       **Insurance, Retirement, and Fuel**

29       City and parish school systems shall receive a minimum of \$100.00 for each student in the  
30       prior year February 1 membership to offset these increasing operational costs.

1 The following formula is applied to determine the Level 1, 2, and 3 State Cost Allocation  
2 Per Pupil:

3 **Formula:**

4 **Level 1, 2, and 3 State Cost Allocation Per Pupil**

5 **Equals**

6 **Level 1 State Cost Allocation Per Pupil**

7 **Plus**

8 **Level 2 State Cost Allocation Per Pupil**

9 **Plus**

10 **Level 3 State Cost Allocation Per Pupil**

11 **D. Level 4: Supplementary Allocations**

12 1. Specific Needs Allocations

13 Specific Needs Allocations provide funding for four allocations for specific purposes and  
14 is in addition to system level allocations from Levels 1, 2, and 3. These allocations are as  
15 follows:

16 **Formula:**

17 **Total Level 4 Supplementary Allocations**

18 **Equals**

19 **Foreign Language Associate Program Salary and Stipend Allocation**

20 **Plus**

21 **Career Development Allocation**

22 **Plus**

23 **High Cost Services Assistance Allocation**

24 **Plus**

25 **Supplemental Course Allocation**

26 **STEP ONE: Calculate Foreign Language Associate Salary and Stipend Allocation**

27 **Salary Allocation** - Any city, parish, or other public school system or school  
28 employing a Foreign Language Associate or a graduate of the Escadrille Louisiane program  
29 shall receive a supplemental allocation from State Board of Elementary and Secondary  
30 Education of \$21,000 per teacher. The state shall maintain support of the Foreign Language

1 Associate program at a maximum of 300 Foreign Language Associates employed in any  
2 given year.

3 These teachers shall be paid by the employing city, parish, or other local public  
4 school system or school at least the state average classroom teacher salary (without PIP) by  
5 years of experience and degree beginning with year three. Of the \$21,000 allocation, \$20,000  
6 shall be allocated to the school where the teacher is employed and the funds used to support  
7 the total cost of the teacher salary, and the remaining amount shall be associated with costs  
8 of VISA sponsorship pursuant to State Board of Elementary and Secondary Education  
9 regulations.

10 **Stipend Allocation** - First year teachers will receive an installation incentive of an  
11 additional \$6,000; second and third year teachers will receive a retention incentive of an  
12 additional \$4,000. These amounts must be provided to each Foreign Associate Teacher or  
13 Escadrille Louisiane graduate by each school district or school in which they are employed.

14 **STEP TWO: Career Development Allocation**

15 The cost of providing materials and equipment, and teacher credentialing and training  
16 to attain a statewide industry-based credential is above and beyond the cost typically  
17 required for high school courses. An allocation will be provided to support the development  
18 of these technical courses required for statewide credentials in city and parish school systems  
19 and other public schools.

20 The first step in the allocation is to calculate six percent (6%) of the MFP State and  
21 Local Base Cost Per Pupil to determine the Career Development Per Pupil Amount. The  
22 Career Development Per Pupil Amount will be provided for each qualifying student course  
23 enrollment in grades 9 through 12.

24 If a city or parish school system receives less than \$25,000 from the Career  
25 Development Per Pupil Amount, then the city or parish school system will be provided an  
26 economies of scale minimum allocation of \$25,000. If local public school systems and  
27 schools containing grades 9 through 12 receive less than \$10,000 from the Per Pupil  
28 Amount, then the other public schools containing grades 9 through 12 will be provided an  
29 economies of scale minimum allocation of \$10,000.

1           **Formula:**  
 2           **Career Development Allocation Per Pupil**  
 3                   **Equals**  
 4           **MFP State and Local Base Cost Per Pupil**  
 5                   **Multiplied By**  
 6           **Six Percent (6%)**

7           **Formula:**  
 8           **Career Development Allocation**  
 9                   **Equals**  
 10          **Career Development Allocation Per Pupil**  
 11                  **Multiplied By**  
 12          **Number of Student in Qualifying Courses in Grades 9 through 12**

13          **STEP THREE: Calculate High Cost Services Assistance**

14           High cost services for students with disabilities generate a particular budget  
 15          challenge for city, parish, and other public school systems and schools.

16           In an effort to assist with these expenses, an allocation will be provided to city,  
 17          parish, and other public school systems and schools which submit documentation as required  
 18          by the Louisiana Department of Education substantiating that the prior year cost of services  
 19          for a specific student exceeds three times the most recent state average total expenditure per  
 20          pupil amount.

21           Once costs associated with providing services for a student with disabilities have  
 22          been verified, the city or parish school system or other public schools will be eligible to  
 23          receive an allocation to assist with these costs. The allocation will be limited by the amount  
 24          budgeted for the High Cost Services Assistance Allocation. So as to be equitably distributed,  
 25          the total allocation provided to city and parish school systems versus other public schools  
 26          shall be proportional to the share of total qualifying applications submitted by city and parish  
 27          school systems versus other public schools.

28           The first step in the allocation will be to calculate the impact of these costs on the  
 29          budget of the school system or school using the latest available state and local revenue data.  
 30          The High Cost Services requested for reimbursement will be reduced by the MFP state and

1 local amount allocated on behalf of each student from Levels 1, 2, and 3. The next step will  
 2 rank the Percent (%) Impact from highest to lowest percent, with two separate rank listings  
 3 for school systems and other public schools.

4 **Formula:**

5 **Percent (%) Impact on Budget**

6 **Equals**

7 **Cost of Services**

8 **Divided By**

9 **Total State and Local Revenue**

10 The two rank listings will be divided into four tiers and allocations will be provided  
 11 based on a percentage from one hundred percent reimbursement in the highest funded tier  
 12 with smaller percentages reimbursed in the lower tiers based on where the school system or  
 13 school falls within the tiers on one of the two lists.

14 **STEP FOUR: Calculate Supplemental Course Allocation**

15 Pursuant to R.S. 17:4002.1 through 4002.6, the Supplemental Course Allocation shall  
 16 provide for the cost of secondary course choices specifically approved by the State Board  
 17 of Elementary and Secondary Education. For each city and parish school system and other  
 18 public school, the allocation shall equal the number of students enrolled in grades 7 through  
 19 12 as of February 1 each year multiplied by \$59 per pupil.

20 **Formula:**

21 **Supplemental Course Allocation for School Systems or Other Public Schools**

22 **Equals**

23 **Supplemental Course Allocation Per Pupil**

24 **Multiplied By**

25 **Number of Students in Grades 7 through 12**

26 If the entire allocation is not committed by the city or parish public school systems  
 27 or other public school by a date set forth by the Louisiana Department of Education, the  
 28 original allocation will be reduced by the uncommitted amount. The total uncommitted  
 29 amount from each city or parish public school systems or other public school will be  
 30 reallocated to those city or parish public school systems or other public schools that

1 obligated one hundred percent of their original allocation based on criteria set forth by the  
2 Louisiana Department of Education.

3 2. Allocations for Other Public Schools

4 **STEP ONE: Louisiana State University and Southern University Laboratory Schools**

5 1. State Cost Allocation

6 a. The February 1 Student Membership count at the Louisiana State  
7 University and Southern University Lab Schools shall be multiplied by the Average  
8 State Cost Allocation Per Pupil to equal the Louisiana State University and Southern  
9 University Lab Schools State Cost Allocation.

10 b. Funds appropriated for these schools shall be allocated to the  
11 institution of higher education operating such a school. Each such institution of  
12 higher education shall ensure the equitable expenditure of such funds to operate such  
13 schools.

14 **STEP TWO: Legacy Type 2 Charter Schools**

15 A Legacy Type 2 Charter school is a Type 2 Charter school approved before July 1, 2008  
16 by the State Board of Elementary and Secondary Education.

17 1. State Cost Allocation

18 a. Any Legacy Type 2 Charter school shall annually be  
19 allocated funds as determined by applying the formula  
20 contained in R. S. 17:3995.

21 b. The State Cost Allocation equals the number of students  
22 multiplied by the State Per Pupil for the system where the  
23 student resides.

24 2. Local Cost Allocation

25 a. Any Legacy Type 2 Charter school shall annually be  
26 allocated funds as determined by applying the formula  
27 contained in R. S. 17:3995.

28 b. The Local Cost Allocation equals the number of students  
29 multiplied by the Local Per Pupil for the system where the  
30 student resides.



1                   c.       For any student enrolled in a Legacy Type 2 Charter school,  
2   the Local Cost Allocation shall be funded by the State.

3                   3.       The exclusion of any portion of local revenues specifically dedicated  
4   by the legislature or by voter approval to capital outlay or debt  
5   service shall be applicable only to a charter school housed in a  
6   facility or facilities provided by the district in which the charter  
7   school is located.

8       **STEP THREE: Office of Juvenile Justice (OJJ) Schools**

9                   1. Eligible Schools - Any elementary and secondary school operated by the Office  
10   of Juvenile Justice (OJJ) in a secure care facility shall be considered a public elementary or  
11   secondary school and, as such, the Office of Juvenile Justice (OJJ) shall be annually  
12   appropriated funds for these students.

13                   2. Eligible Students - Each student counted in the prior year average daily  
14   membership, as defined by the State Board of Elementary and Secondary Education in the  
15   Student Membership Definition, is calculated by dividing the number of days the student is  
16   under the guidance and direction of teachers by the total instructional days during the  
17   specified school year.

18                   3. Allocation - The Office of Juvenile Justice (OJJ) shall annually be allocated funds  
19   for the eligible students. For each student enrolled in these schools, both a State Cost  
20   Allocation and a Local Cost Allocation shall be provided.

21                   4. State Cost Allocation

22                   a.       The State Cost Allocation is equal to the State Cost Allocation Per  
23   Pupil for the system where each student resided prior to adjudication multiplied by  
24   the prior year average daily membership of the Office of Juvenile Justice schools.

25                   b.       The State Cost Allocation Per Pupil allocation shall be adjusted based  
26   on a factor determined by the Louisiana Department of Education to provide for the  
27   differential in the number of educational days provided to the students in the custody  
28   of the Office of Juvenile Justice (OJJ).

29                   c.       Additionally, the State Cost Allocation Per Pupil shall be adjusted  
30   based on a factor determined by the Louisiana Department of Education to recognize

1 the increased number of special education students in the Office of Juvenile Justice  
2 (OJJ) schools relative to the state average special education student population.

3 d. The average daily membership will be reconciled on an annual basis  
4 using the latest available data.

### 5 5. Local Cost Allocation

6 a. Each student counted in the prior year average daily membership, as  
7 defined by the State Board of Elementary and Secondary Education, shall be  
8 provided for and funded from the minimum foundation program a Local Cost  
9 Allocation Per Pupil equal to the Local Cost Allocation Per Pupil for the district  
10 where the student resided prior to adjudication.

11 b. The Local Cost Allocation is equal to the Local Cost Allocation Per  
12 Pupil for the system were each student resided prior to adjudication multiplied by the  
13 prior year average daily membership of the Office of Juvenile Justice schools.

14 c. For the purpose of the Local Cost Allocation Per Pupil, the average  
15 daily membership of the Office of Juvenile Justice (OJJ) shall be included in the  
16 membership counts of the city, parish, or other local public school board in which  
17 the student resided prior to adjudication to the Office of Juvenile Justice.

18 d. For a district(s) that shares local revenue, the allocation for the Office  
19 of Juvenile Justice will be completed before the calculation of local revenues.

20 e. The Local Cost Allocation Per Pupil shall be funded with a transfer  
21 of the MFP monthly amount representing the Local Cost Allocation Per Pupil from  
22 the city, parish, or other local public school board in which the attending students  
23 resided prior to adjudication to the Office of Juvenile Justice (OJJ).

24 f. The average daily membership will be reconciled on an annual basis  
25 using the latest available data.

### 26 3. Mid-Year Student Allocations

27 1. Student counts in October and February may result in mid-year allocation  
28 adjustments for the following:

29 City and parish school systems, Recovery School District, New Type 2 Charter  
30 schools, Legacy Type 2 Charter schools, Type 3B Charter schools, Louisiana State

1 University and Southern University Lab schools, Louisiana School for Math, Science  
2 and the Arts (LSMSA), New Orleans Center for Creative Arts (NOCCA), and  
3 THRIVE.

4 2. If the current year October 1 Mid-Year Student Count is more or less than the  
5 prior year February 1 student count, an adjustment to the current year allocation shall  
6 be made for each student gained or lost. The October adjustment equals the number  
7 of students gained or lost times the annual State Cost per pupil allocation amount for  
8 the system or school in which the change occurred. The February adjustment equals  
9 the number of students gained or lost times one-half of the State Cost per pupil  
10 allocation for the system or school in which the change occurred.

11 3. Individual adjustments shall be made for increases or decreases in the  
12 October or February Mid-Year Student Counts for the Recovery School District, the  
13 system of prior jurisdiction, and Type 5 Charter schools.

14 4. Mid-Year adjustments for the Recovery School District shall utilize the final  
15 State Cost per pupil allocation for the system of prior jurisdiction.

16 5. If the Recovery School District qualifies for an October Mid-Year  
17 Adjustment to the State Cost per pupil allocation, a Mid-Year adjustment shall also  
18 be made to the Local Cost per pupil allocation for the system of prior jurisdiction.  
19 The October Local Cost per pupil allocation shall be recalculated based on updated  
20 revenue data for the system of prior jurisdiction. There shall be no recalculation of  
21 the Local Cost per pupil allocation in conjunction with the February 1 student count.

22 6. City, Parish, or Local public school systems or schools in the first year of  
23 operation are not eligible for an October Mid-Year Adjustment. However, their  
24 allocation will be finalized using October 1 data. The newly opened city, parish, or  
25 local public school systems or schools will qualify for the February 1 mid-year  
26 adjustment.

27 7. October and February Mid-Year Adjustments shall be combined and applied  
28 in the March through June payments.

29 **Total MFP State Cost Allocation**

30 **Formula:**

1           **Total MFP State Cost Allocation**

2                   **Equals**

3           **Level 1 State Cost Allocation**

4                   **Plus**

5           **Level 2 State Cost Allocation**

6                   **Plus**

7           **Level 3 State Cost Allocation**

8                   **Plus**

9           **Level 4 State Cost Allocation**

10    **II. FORMULA CALCULATIONS FOR STATE-APPROVED PUBLIC SCHOOLS**

11       **A.     Recovery School District**

12        1.     State Cost Allocation

13           a.     Once all final calculations are made, the final State Cost Allocation  
14                   Per Pupil Amount for the city or parish school system which counted  
15                   the Recovery School District students will be multiplied by the  
16                   February 1 Recovery School District Student Membership Count to  
17                   equal the Recovery School District State Cost Allocation.

18           b.     In a system with one or more Type 3B charter schools, if the Type 3B  
19                   charter is not its own LEA, the local school system shall distribute  
20                   minimum foundation program formula funds to each Type 3B charter  
21                   school in the system pursuant to calculations determined by the  
22                   Louisiana Department of Education. If the Type 3B charter is its own  
23                   LEA, such payments shall be made to the Type 3B charter school by  
24                   the Louisiana Department of Education. Such calculations shall  
25                   include differentiated funding weights for certain students, including  
26                   students identified as being eligible for special education services.  
27                   The calculations shall ensure equity so that each Type 3B charter  
28                   school in the system receives a per-pupil amount equal to the amount  
29                   a Type 5 charter school located in the same parish or school system  
30                   boundary would have received from the Recovery School District

1 (RSD).

2 2. Local Cost Allocation

3 a. In addition to the State Cost Allocation, the Recovery School District  
4 shall receive an applicable Local Cost Allocation.

5 **Formula:**

6 **Local Cost Allocation Per Pupil**

7 **Equals**

8 **Projected Local Revenues from District of Prior Jurisdiction**

9 **Divided by**

10 **Total School District Membership (Recovery School District Student**  
11 **Membership Count plus Student Membership Count for the system of prior**  
12 **jurisdiction plus New Type 2 Charter school students residing in the**  
13 **jurisdiction)**

14 b. To begin the fiscal year, the Local Cost allocation is based on eligible  
15 projected local revenues for the most recent prior fiscal year from the city or parish  
16 school district that had jurisdiction of the school prior to its transfer.

17 c. For purposes of the Recovery School District calculation, local  
18 revenue is defined to include revenue from the following sources, excluding any  
19 portion which has been specifically dedicated by the legislature or by voter approval  
20 to capital outlay or debt service, per the definitions in the Annual Financial Report  
21 (AFR) and the Louisiana Accounting and Uniform Governmental Handbook as  
22 reported to the Department of Education:

23 1. Sales and use taxes, less any tax collection fee paid by the  
24 school system

25 2. Ad valorem taxes, less any tax collection fee paid by the  
26 school system

27 3. Earnings from sixteenth section lands owned by the school  
28 system

29 d. The exclusion of any portion of local revenues specifically dedicated  
30 by the legislature or by voter approval to capital outlay or debt service shall be

1 applicable only to a charter school housed in a facility or facilities provided by the  
2 system in which the charter school is located.

3 e. The projected local revenues shall be divided by the Total School  
4 District Membership Count including the Recovery School District Student  
5 Membership Count, both operated and charter schools, plus the Student Membership  
6 Count of the system of prior jurisdiction. If any New Type 2 Charter School student  
7 resides within the physical boundaries of the system of prior jurisdiction, this school  
8 the student attends shares in the local revenues of the system of prior jurisdiction. As  
9 a result, the New Type 2 Charter School Student Membership Count of the students  
10 residing in the jurisdiction will be added to the Recovery School District and the  
11 system of prior jurisdiction Student Membership Count.

12 f. The Local Cost Allocation for the Recovery School District is  
13 determined by multiplying the local revenue per pupil times the number of Recovery  
14 School District students used in the MFP final allocation.

15 **Formula:**

16 **Local Cost Allocation**

17 **Equals**

18 **Projected Local Revenues from District of Prior Jurisdiction Per Pupil**

19 **Multiplied By**

20 **Recovery School District Student Membership Count**

21 g. Once the local amount is determined, it is adjusted to a monthly  
22 amount that is transferred from the MFP monthly allocation of the city, parish, or  
23 other local public school board of prior jurisdiction to the Recovery School District.

24 h. Based on the October 1 Student Membership Count, the local revenue  
25 allocation per student will be recalculated and there will be a corresponding  
26 adjustment in the local revenue allocation. No recalculation of the local revenues per  
27 student will occur as a result of the February 1 Student Count adjustment.

28 i. During the third quarter of the fiscal year, the local revenue allocation  
29 per student shall be adjusted to reflect actual prior year local revenue data.

30 j. A final reconciliation will occur based upon the receipt of the annual

1 audited financial statements of the system of prior jurisdiction. If an increase or  
2 decrease in local revenue collections exists, the state superintendent may establish  
3 a payment schedule. In the event that the fiscal status of the system of prior  
4 jurisdiction or the Recovery School District changes during the fiscal year or on or  
5 before the final reconciliation, the state superintendent may adjust the local revenue  
6 based on the revenues identified.

7 3. Monies appropriated to the Recovery School District, except for  
8 administrative costs, that are attributable to the transfer of a school from a prior school  
9 system and monies allocated or transferred from the prior system to the Recovery School  
10 District shall be expended solely on the operation of schools transferred from the prior  
11 system to the jurisdiction of the Recovery School District.

#### 12 **B. New Type 2 Charter Schools**

13 A New Type 2 Charter school is a Type 2 Charter school approved after July 1, 2008 by the  
14 State Board of Elementary and Secondary Education.

##### 15 1. State Cost Allocation

16 a. Any New Type 2 Charter School shall annually be provided a State  
17 Cost Allocation as determined by applying the formula contained in R.S. 17:3995.

18 b. The State Cost Allocation equals the number of students multiplied  
19 by the State Cost Allocation Per Pupil for the system in which the student resides.

20 c. Mid-Year Adjustments shall adhere to the guidelines established in  
21 this document.

##### 22 2. Local Cost Allocation

23 a. Any New Type 2 Charter school shall annually be provided a Local  
24 Cost Allocation by applying the formula contained in R. S. 17:3995.

25 b. The Local Cost Allocation equals the number of students multiplied  
26 by the Local Cost Allocation Per Pupil for the system in which the student resides.

27 c. One exception to R. S. 17:3995 is that the Local Cost allocation will  
28 be funded with a transfer of the MFP monthly amount representing the Local Cost  
29 Allocation from the city or parish school system in which the attending students  
30 reside.

1                   d.       The city or parish where students attending the New Type 2 Charter  
2 school reside is the local taxing authority and shall provide the local support for the  
3 students.

4                   e.       Mid-Year Adjustments will adhere to the guidelines established in  
5 this document.

6                   3.       Virtual Charter schools may receive, as approved by the State Board of  
7 Elementary and Secondary Education, a lesser percentage of the state and local  
8 amount calculated in R.S. 17:3995.

9                   4.       Where student attendance is from multiple school systems, the Department of  
10 Education shall determine the Local Cost Allocation based on students reported by  
11 the schools. The student membership count of the New Type 2 charter schools shall  
12 be included in the membership count of the city or parish school board in which the  
13 student resides to determine the Local Cost Allocation.

14                   5.       In the first year of operation, a New Type 2 Charter school shall be allocated  
15 funding based on an estimated student count since a February 1 student count does  
16 not exist. The allocation will be finalized based on the October 1 student count.

17                   6.       The exclusion of any portion of local revenues specifically dedicated by the  
18 legislature or by voter approval to capital outlay or debt service shall be applicable  
19 only to a charter school housed in a facility or facilities provided by the district in  
20 which the charter school is located.

21                   **C. Louisiana School for Math, Science, and the Arts (LSMSA), New Orleans**  
22                   **Center for Creative Arts (NOCCA), and THRIVE.**

23                   1.       The Louisiana School for Math, Science and the Arts (LSMSA), New  
24 Orleans Center for Creative Arts (NOCCA), and THRIVE shall be provided both a  
25 State and Local Cost allocation.

26                   2.       State Cost Allocation

27                   a.       The State Cost Allocation shall be based on the State Cost  
28 Allocation Per Pupil for the city or parish school system  
29 where the attending students reside.

30                   3.       Local Cost Allocation



- 1                   a.       The Local Cost Allocation will be based on the Local Cost
- 2                               Allocation for the city or parish school system where the
- 3                               attending students reside.
- 4                   b.       For any student enrolled in LSMSA, NOCCA, or THRIVE,
- 5                               the Local Cost Allocation Per Pupil shall be funded by the
- 6                               State.
- 7                   c.       Where student attendance is from multiple school systems,
- 8                               the Department of Education shall determine the Local Cost
- 9                               Allocation based on students reported by the schools.

10       **III.    FORMULA PROCEDURES**

11           A.       Preliminary Allocation

- 12                   1.       The minimum foundation program formula for the upcoming fiscal
- 13                               year adopted by the State Board of Elementary and Secondary
- 14                               Education, along with a preliminary allocation schedule representing
- 15                               the estimated cost of the proposed formula, shall be submitted to the
- 16                               Joint Legislative Committee on the Budget and to the House and
- 17                               Senate Education Committees for consideration no later than
- 18                               March 15.
- 19                   2.       This preliminary allocation shall utilize student and other input data
- 20                               available at the time.

21           B.       Final Allocation

22                   Final allocations for the fiscal year in which the formula takes effect will be  
23                               determined no later than June 30 of the preceding fiscal year. The latest  
24                               available data will be utilized to calculate the final allocation except that  
25                               student count estimates will be utilized for school systems or charter schools  
26                               opening for the first time in the fiscal year beginning July 1. For first-year  
27                               city, parish, or other public school systems or schools, the final allocation  
28                               will be based on the October 1 count, once available.

29       **IV.    FORMULA PAYMENTS**

30           A.       **Payment Procedures**

1           1.       The Total MFP State Cost Allocation for city, parish, and other  
 2           school systems and schools will be converted to monthly payments from July  
 3           through June each year except payments will be made on Level 4 allocations  
 4           as data becomes available.

5           **B.     Requested Payment Adjustments**

6           1.       If the city, parish, or other school systems and schools have  
 7           documented growth in students prior to the actual Mid-Year Student Counts  
 8           in October and February, a temporary change to the final allocation may be  
 9           requested. The State Superintendent is authorized to approve or deny this  
 10          revision.

11          a.       Sufficient documentation will be requested to substantiate this  
 12          requested allocation adjustment.

13          b.       The adjusted allocation will remain in effect until the actual  
 14          October or February Mid-Year Student Count. Once the Mid-Year  
 15          Student Count is final, reconciliation will be completed and payments  
 16          adjusted accordingly.

17          **C.     Payment Adjustments for Audit Findings**

18          1.       Review and/or audit of the systems' or schools' data used in  
 19          determining their Minimum Foundation Program allocation may result in changes  
 20          in final statistical information. The Minimum Foundation Program allocation  
 21          adjustments necessary as a result of these audit findings will be made in the  
 22          following school year. These adjustments are applicable to the following: city or  
 23          parish school systems, Recovery School District, Type 2 Charter schools, Type 3B  
 24          Charter schools, Louisiana State University and Southern University Lab schools,  
 25          Office of Juvenile Justice (OJJ) schools, Louisiana School for Math, Science and the  
 26          Arts (LSMSA), New Orleans Center for Creative Arts (NOCCA), and THRIVE.

27          **V. 70% EXPENDITURE REQUIREMENT**

28          To provide for appropriate accountability of state funds while providing city, parish, or local  
 29          public school systems or other public schools flexibility in determining specific  
 30          expenditures, city, parish, or local public school systems or other public schools must ensure

1 that 70% of the city, parish, or local public school system or other public school general fund  
2 expenditures are in the areas of instruction and school administration at the school building  
3 level as developed by the Department of Education and defined by the State Board of  
4 Elementary and Secondary Education regulations.

5 **VII. SEVERABILITY PROVISION**

6 If any provision of this minimum foundation formula or the application thereof is held  
7 invalid, such invalidity shall not affect other provisions or applications of this minimum  
8 foundation formula which can be given effect without the invalid provisions or applications,  
9 and to this end the provisions of this minimum foundation formula are hereby declared  
10 severable. The severability provision hereof shall be broadly construed so as to give effect  
11 to each and every possible provision or application of this minimum foundation formula  
12 which is not specifically held invalid, unlawful, or unconstitutional.

13 THEREFORE, BE IT RESOLVED that the Legislature of Louisiana does hereby  
14 approve the formula developed by the State Board of Elementary and Secondary Education,  
15 pursuant to Article VIII, Section 13(B) of the Constitution of Louisiana, to determine the  
16 cost of a minimum foundation program of education in all public elementary and secondary  
17 schools as well as to equitably allocate the funds to parish and city school systems, and  
18 adopted by the board on March 13, 2018.

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The original instrument and the following digest, which constitutes no part  
of the legislative instrument, were prepared by Jeanne C. Johnston.

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DIGEST

SCR 48 Original

2018 Regular Session

Morrish

Provides for legislative approval of the Minimum Foundation Program (MFP) formula for FY 2018-2019 to determine the cost of a minimum foundation program of education in all public elementary and secondary schools as well as to equitably allocate the funds to local public school systems as developed by the State Board of Elementary and Secondary Education (BESE) and adopted by the board on March 13, 2018.

Provides that the definition of city, parish, or local public school systems and schools shall include city or parish school systems, Recovery School District including operated and Type 5 charter schools, Louisiana School for Math, Science, and the Arts (LSMSA), New Orleans Center for Creative Arts (NOCCA), THRIVE, New Type 2 Charter schools, Legacy Type 2 Charter schools, Type 3B Charter schools, Office of Juvenile Justice (OJJ) schools, and Louisiana State University and Southern University Lab schools.

Proposed formula uses four levels to determine MFP funding allocations for city, parish, or other local public school systems or schools as follows:

**Level 1 - Calculate State and Local Cost Allocation**

Determines the minimum cost of education based on the education needs of each student.

- (1) Maintains use of Feb. 1 membership as defined by BESE and provides that each student is counted as 1.0 in the formula.
- (2) Provides that students counted are enrolled in the following school districts and schools:
  - City and parish school systems
  - Recovery School District schools, both operated and Type 5 charter schools
  - State-approved public schools, including New Type 2 charter schools.
- (3) Maintains the existing weight of 22% for add-on student units for at-risk and English language learner students.
- (4) Maintains the existing weight of 6% for Career and Technical Education course units.
- (5) Maintains the existing weight of 150% for Special Education Students with disabilities.
- (6) Maintains the 60% existing weight for Gifted and Talented Students.
- (7) Maintains the Economy of Scale curvilinear weight of 20% for school systems with a student membership of less than 7,500.

Retains State and Local Base Cost Per Pupil amount of \$3,961.

Continues to specify the proportion of the costs supported by the state and local school systems as follows:

- (1) Retains provisions that the calculation of the state and local school system share of the total MFP cost includes a property tax revenue contribution, a sales tax revenue contribution, and other local revenue contributions. Maintains a state and local allocation ratio of 65%/35%.
- (2) Retains provisions specifying that in no event shall the state share of the total Level 1 costs be less than 25% for any district.

**Level 2 - Incentive for Local Effort**

Provides an incentive for city and parish school systems to support education in their communities above the minimum level of financial support required.

- (1) Retains provisions to provide rewards to school districts that contribute a greater proportion of local revenue towards the cost of education by increasing local property and sales tax revenues.
- (2) Continues to limit the revenue eligible for reward to the total state and local cost multiplied by 34%.
- (3) Continues provision that the Level 2 Reward Factor determines the amount of local support required in Level 2. Maintains the Level 1 Reward Factor at 1.72.

**Level 3 -Legislative Allocations**

Provides specific legislative funding for continuing teacher and support worker pay raises, the Hold Harmless provision, and mandated operating costs.

Retains Level 3 as "Legislative Allocations" as follows:

Continuation of Funding for Pay Raises

- (1) Continues supplemental pay raises for certificated personnel initiated in 2001-2002, 2006-2007, 2007-2008, and 2008-2009 as a per pupil amount.
- (2) Continues supplemental pay raises for non-certificated support workers initiated in 2002-2003, 2006-2007, and 2007-2008 as a per pupil amount.

Hold Harmless Enhancement

- (1) Continues the 10-year phase-out of Hold Harmless funding for Concordia, East Baton Rouge, Evangeline, Iberville, Jefferson, Plaquemines, St. Charles, St. James, and West Feliciana parishes, beginning with a 10% reduction of the revised "over funded" amount in FY 2007-2008.
- (2) Retains provision that a Hold Harmless district may choose to reduce the remaining balance by an amount greater than 10%, provided such request is made by June 30th each year.
- (3) Retains provision that the annual 10% reduction amount will be redistributed to all non-Hold Harmless districts on a per pupil basis.

Support for Increasing Mandated Costs in Health Insurance, Retirement, and Fuel

Continues provision that local school systems shall receive a per pupil funding amount of \$100 to support increasing mandated costs involving health insurance, retirement, and fuel.

**Level 4 - Supplementary Allocations**

Foreign Language Associate Enhancement

- (1) Retains the supplemental allocation of \$21,000 for each Foreign Language Associate or a graduate of the Escadrille Louisiane program employed. Retains provision that the number of these teachers is not to exceed a total of 300 teachers. Specifies that \$1,000 of the amount is to be used toward the costs of VISA sponsorship.
- (2) Retains requirement that these teachers be paid by the employing school board at least the state average classroom teacher salary (without PIP) by years of experience and degree beginning with year three. Proposed formula additionally provides that the supplemental allocation must be allocated to the school where the teacher is employed and the funds used to support the total cost of the teacher's salary.
- (3) Retains requirement that first year teachers be paid an installment incentive of an additional \$6,000 and that second and third year teachers shall receive a retention incentive of an additional \$4,000. Specifies that these amounts will be provided by the employing school district.

Career Development Allocation

Supports technical courses required for statewide credentials. Retains that allocation is equal to 6% of the base per pupil amount or for each qualifying course enrollment. Each school system is to receive a minimum amount of \$25,000 and other state-approved public schools with students enrolled in grades 9-12 will receive a minimum of \$10,000 per school.

High Cost Services Assistance Allocation

Provides additional funds for students with disabilities. Retains that the total allocation for public school systems versus other public schools shall be proportional to the share of total qualifying applications submitted by public school systems versus other public schools. The allocation is limited by the amount budgeted for the High Cost Services Assistance Allocation.

#### Supplemental Course Allocation

Pursuant to present law relative to the Course Choice Program, provides for the cost of secondary course choices specifically approved by BESE. Retains \$59 allocation per student enrolled in grades 7-12.

#### Allocations for Other Public Schools

Provides for state cost allocation for LSU and SU Lab Schools and provides that the funds for these schools shall be allocated to the institution of higher education that operates the school.

Provides for state and local cost allocations for Legacy Type 2 charter schools.

Requires the state and local cost allocation to be based on the actual state per pupil for the system where the student resides instead of the average per pupil amount for the system where the school is located.

Provides for funding of Office of Juvenile Justice schools.

#### Mid-Year Student Allocations

Provides for adjustments to the allocations based on mid-year student counts.

#### 70% Local General Fund Required Instructional Expenditure at the School Building Level

Retains the requirement that 70% of the city, parish, or other local public school system or other public school general fund expenditures must be in the areas of instruction and school administration at the school building level.

#### Emergency Assistance

- (1) Eliminates funding assistance provided for city, parish, and other local public school systems or schools for the significant loss of students as a result of a natural disaster.
- (2) Eliminates provisions holding the 2017-2018 MFP state allocation constant for a school district in which a military base is located in case of a deployment of a specified size on or before Sept. 30, 2017.