

MEMBER: Barry Erwin PROPOSAL# Erwin #07A REFERRED TO AG on: AGDNES
 SUBJECT: LDOE/BESE - MFP Increase DATE REPORTED BY AG: November 19, 2009 REPORT: Amended
 COMMISSION ACTION: WITHDRAWN DATE: December 1, 2009

RECOMMENDATION: Increase the Minimum Foundation Program (MFP) instructional spending requirement from 70% to 80% and provide that the requirement applies at the school level.

Summary Description/Nature of Change	Key/Implementation Responsibilities	Need	Action Needed	Benefit/Saving	Done/ Study
Increase the MFP instructional spending requirement from 70% to 80% and provide that the requirement applies at the school level.	LDOE and BESE	Additional strategic investments in the instructional/classroom setting is necessary for greater student achievement.	BESE to make appropriate changes in MFP formula and receive legislative approval. Recommendation to be phased-in.	Based on FY '10 MFP funding of \$3.275 billion, an increase from 70% to 80% in instructional spending would mean an additional \$327 million spent on instruction. In effect this would transition administrative dollars to instructional spending.	BESE currently reviewing the increase.