

We modeled FY15 operating budget impacts of reducing enrollment

- Set “Base case” projections at total K enrollment of 630 students, including 40 METCO and Materials Fee students
- Analyzed budgetary impacts of reducing K enrollment by 26 non-resident students to a total of 604
 - Scenario maintains enrollment of siblings of current students
- Estimated budget reduction of \$141K included:
 - 1 Kindergarten classroom
 - Reductions in program supports based on target per student or per class ratios*
 - Special Education and ELL teachers
 - Elementary World Language teachers
 - Regular Ed. and Special Ed. Supports (Nurse, Psychologist, Guidance, BCBA, OT/PT, Speech, Evaluation Team Facilitator)
 - Administration
 - Custodial
 - Math and Literacy
 - Supplies
 - Loss of METCO and Materials fee revenue

* See also PSB presentation to the Override Study Committee dated 11/13/13: "Structural Budget Challenges related to enrollment growth"

Reducing K enrollment of non-resident programs in FY15 would likely result in a reduction of one classroom

Avg. starting teacher salary	\$60,000
x 1.3 FTE per classroom	\$78,000
x 25% benefits	\$97,500
For K-1 classrooms:	
Avg. starting Para salary	\$22,000
x 25% benefits	\$27,500
Total K classroom cost	<hr/> \$125,000

Cost reductions in program supports are applied based on target per student or per class ratios

Elem. World Language (0.15 FTE/class)	\$11,000
ELL / Special Education teachers	\$42,000
Other program supports	\$41,000
Total	<hr/> \$94,000



PSB will not fully “catch up” on program supports in FY15. So it is unclear if reducing K enrollment would actually result in budget savings on program supports next year

Net impact on FY 15 budget is estimated at ~\$141K

K classroom cost	\$125,000
Program support costs	\$94,000
Total cost	<u>\$219,000</u>

Cost per student \$8,420

	Materials fee	METCO
Revenue per student**	<u>-\$2,490</u>	<u>-\$3,500</u>
Net cost per student	\$5,930	\$4,920

Total net budget reduction **\$141,000***

* If cost savings for program supports is not included, then the net budget reduction would be \$47K

** In FY16 there would be an additional estimated loss of \$500/student of Chapter 70 funds