



SCH Cost Containment Plan

Focusing on School Year 2019-2020

Deficits

Item	2019	2020
Deficit	\$5,400,000	\$5,000,000
Circuit Breaker (Tax Caps)	\$0	\$900,000
State Funding Formula	\$800,000	\$1,700,000
GO Bond (loan)	\$0	\$2,600,000
TOTAL	-\$6,200,000	-\$10,200,000

Enrollment Trends



- **Declining Enrollment**

- Lost 545 students in Fall 18-19
 - \$6,672 funding received from the state per enrolled student
 - **\$3,636,240** funding lost as a result in just one school year
 - Already down 122 based on Spring ADM (**\$840,702**)
 - 370 of 545 Elementary Students

Revenue Generation

- **Return to Open Enrollment**
 - Each student enrolled (regardless of Indiana zip code) provides \$6,891 from the state.
 - 100 Students=\$689,100
 - 200 Students=\$1,378,240
- **Open a Virtual School Program**
 - 100 Students=\$405,000
- **Total Revenue Goal: \$1,783,240**

Cost Containment

- **Shutter Miller School**
 - Move Head Start classrooms to Morton ES.
 - Additional Program Staff redistributed to other Head Start locations.
 - SPED Pre-School to Edison and O'Bannon.

 - Cost Savings: **\$226,000**
 - Capital Projects Savings: **\$930,000**

Cost Containment

- **Shutter Columbia Elementary School**
 - 253 Students moved to Irving
 - Cost Savings: **\$363,000**
 - Capital Projects Savings: **\$714,000**
- **Shutter Lafayette Elementary School**
 - 385 Students moved to Maywood
 - Portion (40) Lafayette to Irving
 - Portion (30) Maywood students moved to Wallace
 - Cost Savings: **\$693,000**
 - Capital Projects Savings: **\$1,216,000**

Transportation

- **ALL Columbia and Lafayette students will receive bus transportation to their newly assigned school**



Projected Enrollments

SCHOOL	2018- 2019	2019- 2020	CAPACITY
Irving	388	680	800
Maywood	370	725	775
Wallace	288	318	420

Consolidation \$ Summary

Operation Savings

- Miller Cost Savings: \$226,000
- Columbia Cost Savings: \$363,000
- Lafayette Cost Savings: \$693,000
- **Total Operational Savings: \$1,282,000**

Capital Project Savings

- Miller Savings: \$930,000
- Columbia Savings: \$714,000
- Lafayette Savings: \$1,216,000
- **Total Capital Projects Savings: \$2,860,000**

Savings Updated

Expense Target: \$10,200,000

Revenue Generation: -\$1,783,240

Consolidation Savings: -\$1,282,000

Still short: \$7,134,760

Right Size SCH Staffing

Closing the 3 schools reduces 17 non-teaching positions.

Reduction in Force (RIF) of 130-150 additional positions is necessary to close \$7,134,000 gap.

The concept of “attrition” will be used to fill all available vacancies.

Current SCH Vacancies

Administrative: 5

Teaching: 33 (23 secondary, 10 elementary)

- Some of these are specialized positions such as JROTC Instructor and Physical Therapist

Support Staff: 66

Food Service: 19

Custodial: 7

Crafts: 1

Health Services: 1

Transportation: 9 (8 drivers & monitors, 1 mechanic)

Total: 141

Education, Referendum Funds, Operating & GO Bond	Actual 2018	Actual 2018
Certified Salaries	43,332,169.65	36.80%
Certified Benefits	19,919,537.48	16.92%
Total Certified Salaries and Benefits	\$ 63,251,707.13	53.71%
Non-Certified Salaries	21,673,617.89	18.40%
Non-Certified Benefits	10,502,361.34	8.92%
Total Non-Certified Salaries and Benefits	\$ 32,175,979.23	27.32%
Admin Salaries	6,229,803.66	5.29%
Admin Benefits	2,118,814.34	1.80%
Total Admin Salaries and Benefits	\$ 8,348,618.00	7.09%
Other Expenses	\$ 13,984,043.87	11.88%
	\$ 117,760,348.23	100.00%

Expenditure Reductions

Category	Total Reduction	Percent Reduction	Percent of Total Budget
Certified	\$5,652,921	54.06%	53.71%
Classified	\$3,756,055	35.92%	27.32%
Administration	\$634,180	6.06%	7.09%
Other Exp	\$413,555	3.95%	11.88%
Total Expenditure Reductions	\$10,456,711	100%	100%

Moving Forward

- School Board will consider this plan from now until May 21st meeting where it will be presented for a vote.
- FAQ will be generated and hosted on website to answer additional questions/concerns.
- If consolidation is approved, affected parents will receive immediate notice of where their child will attend next year.
- Parent forums will be held at each school.