

PROVIDENCE CITY COUNCIL
EDUCATION COMMITTEE

REPORT CONCERNING THE HOPE ACADEMY,
A PROPOSED MAYORAL ACADEMY CHARTER SCHOOL

Introduction

The City Council Education Subcommittee conducted a hearing on April 3 to review the application of the Hope Academy.¹ Also on April 3, the Education Subcommittee received a report from the Internal Auditor concerning the projected financial impact of the proposed school. On April 4, the Subcommittee heard a presentation from representatives of the Providence School Department regarding special education programs currently offered in the Providence Public Schools.

This Report contains four sections. The first two sections will review the presentations made by the Hope Academy and the Providence School Department. The third section will describe the Internal Auditor's projection of the new school's fiscal impact. The final section will contain conclusions and recommendations.

1. The Hope Academy Proposal

The Meeting Street School submitted the application for The Hope Academy. The Meeting Street School is a nonprofit agency that was established in 1946 to serve children with special needs. Today, the school serves nearly 3,000 children each year with such services as speech therapy, occupational therapy, Early Intervention, Early Head Start and outpatient services. The agency has a strong board of trustees, loyal donor base and significant good will in

¹ When Meeting Street School submitted its original application, it named the proposed new school "Grace School Academy." Since that time, it has renamed the school "Hope Academy", which name will be used in this Report.

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the community. The applicant currently operates a “full inclusion” pilot school on its campus called The Grace School with children enrolled in grades K-5. This pilot program combines special education and general education children in a single classroom with a special education teacher and a general education teacher. This program provides the concept on which The Hope Academy would be based.

The proposed school would teach children in grades K-8 in a “full inclusion” format, in which two special education students enrolled at the Meeting Street School would join a class with 18 charter school students.² Each class will be co-taught by a dually certified teacher, with the Meeting Street School students taught solely by Meeting Street staff. There would be two classes per grade. When completely enrolled, the school would include 306 charter school students, and a student/teacher ratio of 10:1. The students would be drawn from Providence and North Providence.

It is not clear how seats at the new school would be allocated between the two host communities. Hope Academy is working with the Rhode Island Department of Education to develop a lottery process that complies with State law and past practice for other mayoral academy charter schools. The Blackstone Mayoral Academy accepts equal numbers of students from each host district. At the hearing, Hope Academy suggested that seats may be allocated based on the two host communities’ populations. Under this model, around 88% of the children would come from Providence, and 12% from North Providence.

The Hope Academy aims to fill a niche by educating children with disabilities in a charter

² In the school’s early years, the class size and composition would vary; however, the program would develop towards this class size over time.

school setting. The school's leaders believe that its format also will offer advantages to the charter school general education students. First, the school will provide individualized education plans for every student, and the low student/teacher ratio will encourage customized instruction, as the special education teacher can pass along insights to the general education teachers about learning styles of all of the students. The school will provide teachers and students with the gift of time, with a class day from 8:15 a.m. to 3:00 p.m., and additional programs available after school and during the summer. Also, the school's leaders believe its inclusive model will provide all students with a unique opportunity for character development. In their experience, all children in these classrooms gain an increased acceptance and appreciation of diversity, better communication and social skills, greater development of moral and ethical principles, a greater number of friendships and increased self-esteem.

At the hearing, the Subcommittee presented a series of questions about middle school instruction. The State requires middle school teachers to gain certification in specific academic subjects (reading, math, science and social studies) as well as a general education certificate for children at this level. Teachers learn to hone their craft in each of these disciplines, in order to ensure that the curriculum conforms to the State's Common Core Standards. Students, in turn, have different learning styles and relative strengths from subject to subject. As a result, it is common in larger middle schools for teachers to concentrate on teaching a single subject, refining their technique and skills over time through experience and professional development. In schools that follow best practices, children in a given grade (or a cluster within a grade) are assigned the same "team" of teachers for their major subjects. Teachers then can hold team meetings and compare observations about a particular student's learning style, strengths and

weaknesses across the different subject matter areas.

At The Hope Academy, the presenters plan for each middle school teacher to have certification in two subject matter areas. In this way, the two sixth grade teachers, for example, can teach four subjects to the two sixth grade classes. Each teacher will be able to compare more directly each student's relative learning style and subject matter ability in the two subjects she or he teaches, while the two teachers can confer to compare each student across the four disciplines they teach in total.

The Subcommittee also asked questions about the proposed school's program for children learning the English language. The Department of Education has regulations requiring additional training for teachers of these children, as well as protocols concerning parental involvement and notification, as well as program design. The Hope Academy anticipates hiring specialists to address the needs of students learning the English language as the needs of enrolled students require.

The Education Subcommittee hopes that the School Department, the School Board and the Rhode Island Department of Education will review and evaluate the ability of The Hope Academy to address the specialized needs of middle school students, students learning the English language, and the students who fall within both of these groups at the same time. At this point in time, Meeting Street School does not have experience operating a full-inclusion middle school program. Having teachers provide instruction in two different subjects brings the advantage of continuity, but finding these specially qualified teachers may be more difficult. Also, the dual subject teachers will have a greater burden in having to master two different subject matter curriculums, and to refine and develop their instruction to align properly with

State standards, which themselves may evolve over time.

In short, the Hope Academy brings many advantages for general education students as well as special education students. The Meeting Street School's existing program provides a valuable base of knowledge and experience about how such a program can work in a traditional elementary school classroom setting, where traditionally a single teacher covers all subjects with the class over the course of the school day. In short, the Subcommittee sees a more extensive foundation for the proposed school's elementary program than its middle school program. With that said, there are other K-8 schools of similar size, and the record of the current Grace School at Meeting Street School is strong.

2. Special Education Programs at the Providence School Department

Pursuant to the requirements of the Individuals with Disabilities Education Act (IDEA), the Providence School Department has the responsibility to provide a free appropriate public education to all students with disabilities, and to do so in the least restrictive environment. The School Department develops individual education plans (IEP's) for each student to accomplish this requirement. Currently, around 17% of the District's enrollment (or more than 3,000) students receive special education services.

The needs of the District's special education students are varied and diverse, ranging from physical disabilities to cognitive or emotional ones (or combinations of these). Also, the needs of the District's special education students vary widely in terms of scope and/or severity. This range in turn produces an equally broad range of indicated responses consistent with the goal of integrating the experience of special education into the schools' general education program to the greatest degree possible. Some students can have their needs addressed

adequately through a few “pull out” sessions each week with a specialist, or a visit by the specialist to the classroom. Some schools offer “full inclusion” classes which, similar to The Hope Academy model, include both a general education teacher and a special education aide or teacher who co-teach a class containing both general education and special education students. Other students have needs that exceed the opportunities available in an inclusive classroom. For them, the District offers some “sheltered” programs within a school or, in the case of particularly serious needs, the opportunity to receive an education at an outside program that specializes in the services that a particular student needs.

The inclusive classrooms benefit special education students by providing a stronger academic program, higher expectations and greater behavioral progress. The general education students gain the benefit of a smaller student to teacher ratio, better academic performance (especially in mathematics), increased social education about the needs of others and stronger collaboration skills. Currently, four elementary schools have a full inclusion program in some classrooms, while other schools have programs in which the special education teacher spends part of the day co-teaching in two, three or four classrooms. Unfortunately, these benefits come at the cost of requiring more resources per classroom; therefore, the budget’s constraints prevent the School Department from expanding what is a successful program.

As described at the public information session, the School Department must work very hard to assess the needs of its students and match them to appropriate programs. The task becomes more complicated as the task extends to thousands of students with a diverse range of needs. With that said, however, this complexity creates a large amount of flexibility. In the middle and high schools, where students take separate classes in each subject, it is possible to

create individualized programs that may account for a student's relative needs or abilities subject by subject and class by class. As of today, all of the secondary schools in Providence offer some level of special education programming.

The School Department's broad spectrum of children's needs and school configurations permits other forms of diversification and differentiation. There can be some classes that are "full inclusion" classes and others that have visits by aides or "pull out" sessions for groups of children with similar needs. Administrators and teachers arrange school assignments and schedules within a school to adapt to any particular student's conditions to develop a program that uses different combinations of resources to offer the most effective education in the least restrictive environment. With such a broad base of students, needs and programs, the School Department has a larger tool kit to address special education students learning the English language as well.

At the April 23 meeting, the School Board reviewed a report prepared by the Council of the Great City Schools concerning the School Department's special education services. While noting the program's many positive and impressive accomplishments, the report contained a five-page matrix of recommended enhancements and improvements necessary to provide programs that would best serve the needs of our children. Among other things, the Report recommended extensive curriculum development, technology upgrades and increased staffing to allow for more "full inclusion" classrooms. All of these enhancements require a substantial investment of additional resources which, regretfully, are not currently available.

As recounted by members of the Committee, the School Department's special education program faces specific challenges resulting from constrained resources. For example, there are a

limited number of programs for behaviorally challenged children in the middle and high schools. As a result, a child who cannot progress in a particular setting has few options, and the result is often to provide these children with placements outside of the District, at greater expense. Also, a lack of resources can produce large class sizes, such as a report of 20 children with one teacher in a multi-handicapped physical education class.

In the budget it submitted to the City Council, the Providence School Department included an initial investment in upgrading its special education program.

3. Financial Impact

The Internal Auditor prepared a series of five-year projections of The Hope Academy's financial impact, assuming the school opened with 72 lottery students in the 2013/14 school year, expanding to 216 students in the 2017/18 school year and 324 students when the school reached full capacity in 2020/21. His calculations are presented in Tables A-F attached.

The Internal Auditor's projections vary depending upon two factors. First, the impact on Providence will depend upon whether Providence children comprise 50% of the new school's population (as at Blackstone Academy) or 88%, based on relative student populations. Also, the financial impact depends upon how many Providence children in the new school come from outside the District (i.e. from private or parochial school) or from within the Providence Public Schools. The Internal Auditor prepared three scenarios, in which out-of-district children comprise 0%, 10% and 25% of the new school's population of Providence children.

The Internal Auditor's findings are summarized in the following chart:

New Students	50% Prov.			88% Prov.		
	0%	10%	25%	0%	10%	25%
Fiscal 2014	(\$147,370)	(\$139,570)	(\$129,820)	(\$249,711)	(\$238,011)	(\$220,461)
Fiscal 2015	(\$350,830)	(\$331,330)	(\$296,230)	(\$597,710)	(\$562,610)	(\$508,010)
Fiscal 2016	(\$640,335)	(\$599,385)	(\$535,035)	(\$1,085,012)	(\$1,008,962)	(\$903,662)
Fiscal 2017	(\$962,943)	(\$892,743)	(\$783,543)	(\$1,637,003)	(\$1,512,229)	(\$1,340,603)
Fiscal 2018	(\$1,349,782)	(\$1,242,532)	(\$1,086,532)	(\$2,299,629)	(\$2,120,229)	(\$1,851,129)
Fiscal 2021	(\$2,008,296)	(\$1,852,296)	(\$1,608,546)	(\$3,409,145)	(\$3,126,395)	(\$2,736,395)

Assuming that 88% of the Hope Academy's children come from Providence, and that 10% of the Providence children were not enrolled in the Providence Public Schools, the Internal Auditor projects that by the fifth year, the Hope Academy will result in a net loss of \$2.12 million in local, state and federal revenue, even after accounting for anticipated savings from reduction in teaching positions due to the reduced enrollment. He projects this figure will increase to \$3.13 million in 2020/21. The Internal Auditor also noted that the combined fiscal impact of the two mayoral academy charter schools (Achievement First and The Hope Academy) would reach \$12 million in the 2017/18 school year. This figure would be adjusted slightly upward (to \$2.3 million) if the Providence children all come from the District, and slightly downward (to \$1.85 million) if 25% of the Providence children came from private or parochial schools. Also, if the admissions model calls for 50% Providence children and 50% North Providence children, the financial impacts range from \$1.09 to \$1.35 million.

4. Conclusions and recommendations

The City Council looks to the School Department and the School Board for expertise on education matters in the City. It is the Subcommittee's hope that these bodies will undertake

their own review of the Grace Academy proposal. If and when these other groups review the proposal, they may reach different conclusions that may be worthy of greater weight than the ones that follow due to the expertise of educators.

Accepting those limitations, the hearings revealed some obvious strengths for The Hope Academy program. The Meeting Street School has a well-earned reputation for serving children with disabilities. The pilot program currently in place at the Meeting Street School provides a base of experience and encouraging results to date. The proposed program brings in additional resources in the form of small classes and additional programs after school. The concept of a charter school built around a special education program is novel and potentially valuable.

With that said, the strengths of The Hope Academy program are more apparent at the elementary school level than the middle school level. As noted at the hearing, middle school education involves several additional program components, including teachers with separate subject matter certifications, teaching teams, classes organized into learning periods and the like. The current pilot program, which ends in the fifth grade, has not dealt with any of these issues. While the presenters expressed a willingness to add additional specialists to the school to deal with additional needs, the complexities could multiply such as, for example if different children in different grades are learning English while speaking different native languages at home. The Hope Academy's proposal to employ teachers with dual certifications will increase continuity in the classroom, but involves a cost due to the teacher's limit on available time to develop expertise in each of two subject matter areas. More generally, the small scale of the Grace Academy provides a clear advantage in the elementary grades, but the picture becomes less clear in the middle school grades.

The Hope Academy also presents a possible indirect benefit for the Providence School Department more generally, by offering experience and knowledge to improve the District's special education program. It should be noted, however, that The Hope Academy is not designed to take on more special education students; instead, the school's special education students will come from Meeting Street School's existing program.

As noted above, the Council of Great City Schools presented a report evaluating the Providence School Department's special education program that identified areas of strength and others in need of improvement, presenting a detailed plan for proposed reforms. The School Department has begun to implement these reforms, though the pace of reform will be constrained by the availability of resources. For the purposes of this Report, however, the School Department's "in house" program does provide certain useful elements that Hope Academy cannot. The large scale of the School Department's program provides more options for the varied needs of special education children at both the elementary and secondary level. The School Department has the range of tools to "mix and match" as appropriate, adapting to each student's special education and/or other needs (such as learning the English language from different native tongues), in classrooms that are taught by teachers who specialize in a single subject area.

In an ideal world, Providence would benefit from having both The Hope Academy program and the special education services currently provided by the District. In that way parents would have more choices, and the two programs could share best practices to allow both to grow together. If RIDE approves The Hope Academy application, many of these benefits will follow.

In the 2012/13 budget cycle, the State of Rhode Island accelerated the school funding formula aid to increase Providence's allocation by \$19.7 million. This allowed the School Department to take some first steps towards enhancing its special education program, but the Department had to devote the bulk of the increase to deferred expenditures resulting from one-time savings built into the prior year's budget. In future years, the "money follows the child" feature of the State aid formula will provide funding for the children attending The Hope Academy, but at a price to the children attending the Providence Public Schools. More specifically, the mayoral academy will, in five years, cost the School Department \$2.37 million in resources above and beyond any savings it can realize from being relieved of the responsibility of educating the Providence children who attend The Hope Academy.³ This loss of revenue will affect the quality of education received by the remaining students in the Providence Public Schools, be they in general education or special education.

While the City Council does not have any formal role in approving or reviewing The Hope Academy application, there does appear to be an alternative that could allow Providence students to enjoy most of the advantages of the proposal while mitigating the costs to the School Department. More specifically, it may be worth considering whether the Hope Academy should operate as an elementary school, rather than a K-8 school. If it selected this alternative, it could build on the successes of the existing pilot program and the simple structure of the one teacher-one classroom aide that is simple to implement in an elementary school classroom, but leads to

³ It should be noted that the \$3 million cost is calculated after accounting for \$872,000 in savings from a reduction in teaching positions. We do not know if the Providence Teachers Union would oppose those reductions, citing the "no layoff" clause in the current contract. It is possible that future contracts will not contain such a clause.

complexity when adapting to a middle school program. Conversely, the Providence School Department's multi-layered multi-school range of options for middle and high school students might be better suited for this group. Finally, such an alternative would reduce the school's size from nine grades (K-8) to six (K-5), which would reduce by one-third the financial impact of the proposed school on the finances of the School Department, perhaps releasing additional resources to upgrade the School Department's overall special education program.

It is unfortunate that the current funding formula creates this inherent tension between the values of choice and the financial well-being of the Providence Public Schools. There is, however, an alternative that the Subcommittee urges the Mayor, the School Board and the School Department to consider. Other school districts, such as Boston, have created choice through "in-district" autonomous schools that provide the benefit of charter-school type choice without the financial impacts imposed by mayoral academies. For example, Boston has a group of 21 "pilot schools" that

are part of the school district but have autonomy over budget, staffing, governance, curriculum/assessment, and the school calendar to provide increased flexibility to organize schools and staffing to meet the needs of students and families.

See Boston School Department website. Boston developed this program by negotiating it into its contract with the Boston Teachers Union. In previous contracts, the Providence Teachers Union agreed to a limited program of partially autonomous "site based management" schools that had some, but not all of the features of Boston's pilot school program. The effort was limited, however, by a lack of enthusiasm, and the program was not renewed in the most recent contract. The recent development and growth of mayoral academy charter schools which could, if expanded, have an impact on the Providence Teachers Union membership, may provide the right

conditions for both sides to modify the current contract to embrace the advantages of in-district charter schools that provide choice to parents and students without shifting scarce resources away from the other children within the Providence Public Schools. In this way, Providence children would gain the benefits of choice without having to bear the cost of “money follows the child.”

To date, neither the Providence School Department nor the Providence School Board has presented its own analysis and review of The Hope Academy proposal. The Education Committee urges the Providence School Department and the Providence School Board to consider the analysis and recommendations of this Report when reviewing this important initiative.

Financial Impact of The Hope Academy: Table A							
Enrollment: 85% Providence - 15% North Providence/Other							
New Students to District: 0.00%							
	FY 2014 Yr # 1	FY 2015 Yr # 2	FY 2016 Yr # 3	FY 2017 Yr # 4	FY 2018 Yr # 5	FY 2021 Yr # 8	
Hope Academy Impact:							
# of Students (Total)	72	108	144	180	216	324	
# of Students (85% from Providence)	61	92	122	153	184	275	
Projected Change to State Aid *	(118,950)	(358,800)	(713,700)	(1,193,400)	(1,794,000)	(2,681,250)	
Title I **	(35,685)	(53,820)	(71,370)	(89,505)	(107,640)	(160,875)	
Projected Change to Payments to Charters ***	(254,614)	(437,736)	(651,724)	(817,326)	(982,928)	(1,579,050)	
Projected Reduction to Local Teaching Positions****	1.6	2.4	3.1	3.9	4.7	7.1	
Projected Savings from Reduction to Local Teaching Positions****	\$159,538	\$252,646	\$351,782	\$463,228	\$584,939	\$1,012,030	
Projected Net District \$ Change	(\$249,711)	(\$597,710)	(\$1,085,012)	(\$1,637,003)	(\$2,299,629)	(\$3,409,145)	

* \$1,950 - FY14; \$3,900 - FY15; \$5,850 - FY16; \$7,800 - FY17; \$9,750 - FY18

** \$585 per student

*** \$4,174/ student due to Charter - FY14; \$4,758 - FY15; \$5,342 - FY16-18; \$5,742 - FY21

**** One (1) fewer teacher per 39 students, Yr #1 \$102,000 All-in Cost; 5.0% Annual Increases

Internal Auditor

9/11/2012

Financial Impact of The Hope Academy: Table B						
Enrollment: 85% Providence - 15% North Providence/Other						
New Students to District: 10.0%						
	FY 2014 Yr # 1	FY 2015 Yr # 2	FY 2016 Yr # 3	FY 2017 Yr # 4	FY 2018 Yr # 5	FY 2021 Yr # 8
Hope Academy Impact:						
# of Students (Total)	72	108	144	180	216	324
# of Students (85% from Providence)	61	92	122	153	184	275
New Students from Providence Entering District (10.0%)	6	9	13	16	18.4	29
Projected Change to State Aid *	(\$118,950)	(\$358,800)	(\$713,700)	(\$1,193,400)	(\$1,794,000)	(\$2,681,250)
State Aid Associated with New Students	\$11,700	\$35,100	\$76,050	\$124,800	\$179,400	\$282,750
Title I **	(\$35,685)	(\$53,820)	(\$71,370)	(\$89,505)	(\$107,640)	(\$160,875)
Projected Change to Payments to Charters ***	(\$254,614)	(\$437,736)	(\$651,724)	(\$817,326)	(\$982,928)	(\$1,579,050)
Projected Reduction to Local Teaching Positions****	1.6	2.4	3.1	3.9	4.7	7.1
Projected Savings from Reduction to Local Teaching Positions****	\$159,538	\$252,646	\$351,782	\$463,228	\$584,939	\$1,012,030
Projected Net District \$ Change	(\$238,011)	(\$562,610)	(\$1,008,962)	(\$1,512,203)	(\$2,120,229)	(\$3,126,395)

* \$1,950 - FY14; \$3,900 - FY15; \$5,850 - FY16; \$7,800 - FY17; \$9,750 - FY18

** \$585 per student

*** \$4,174/ student due to Charter - FY14; \$4,758 - FY15; \$5,342 - FY16-18; \$5,742 - FY21

**** One (1) fewer teacher per 39 students, Yr #1 \$102,000 All-in Cost; 5.0% Annual Increases

Financial Impact of The Hope Academy: Table C							
Enrollment: 85% Providence - 15% North Providence/Other							
New Students to District: 25.0%							
	FY 2014 Yr # 1	FY 2015 Yr # 2	FY 2016 Yr # 3	FY 2017 Yr # 4	FY 2018 Yr # 5	FY 2021 Yr # 8	
Hope Academy Impact:							
# of Students (Total)	72	108	144	180	216	324	
# of Students (85% from Providence)	61	92	122	153	184	275	
New Students from Providence Entering District (25.0%)	15	23	31	38	46	69	
Projected Change to State Aid *	(118,950)	(358,800)	(713,700)	(1,193,400)	(1,794,000)	(2,681,250)	
State Aid Associated with New Students	29,250	89,700	181,350	296,400	448,500	672,750	
Title I **	(35,685)	(53,820)	(71,370)	(89,505)	(107,640)	(160,875)	
Projected Change to Payments to Charters ***	(254,614)	(437,736)	(651,724)	(817,326)	(982,928)	(1,579,050)	
Projected Reduction to Local Teaching Positions****	1.56	2.36	3.13	3.92	4.72	7.05	
Projected Savings from Reduction to Local Teaching Positions****	159,538	252,646	351,782	463,228	584,939	1,012,030	
Projected Net District \$ Change	(220,461)	(508,010)	(903,662)	(1,340,603)	(1,851,129)	(2,736,395)	

Financial Impact of The Hope Academy: Table D							
Enrollment: 50% Providence - 50% North Providence/Other							
New Students to District: 0.00%							
	FY 2014 Yr # 1	FY 2015 Yr # 2	FY 2016 Yr # 3	FY 2017 Yr # 4	FY 2018 Yr # 5	FY 2021 Yr # 8	
Hope Academy Impact:							
# of Students (Total)	72	108	144	180	216	324	
# of Students (50% from Providence)	36	54	72	90	108	162	
Projected Change to State Aid *	(70,200)	(210,600)	(421,200)	(702,000)	(1,053,000)	(1,579,500)	
Title I **	(21,060)	(31,590)	(42,120)	(52,650)	(63,180)	(94,770)	
Projected Change to Payments to Charters ***	(150,264)	(256,932)	(384,624)	(480,780)	(576,936)	(930,204)	
Projected Reduction to Local Teaching Positions****	0.9	1.4	1.8	2.3	2.8	4.2	
Projected Savings Reduction to Local Teaching Positions****	\$94,154	\$148,292	\$207,609	\$272,487	\$343,334	\$596,178	
Projected Net District \$ Change	(\$147,370)	(\$350,830)	(\$640,335)	(\$962,943)	(\$1,349,782)	(\$2,008,296)	

* \$1,950 - FY14; \$3,900 - FY15; \$5,850 - FY16; \$7,800 - FY17; \$9,750 - FY18

** \$585 per student

*** \$4,174/ student due to Charter - FY14; \$4,758 - FY15; \$5,342 - FY16-18; \$5,742 - FY21

**** One (1) fewer teacher per 39 students, Yr #1 \$102,000 All-in Cost; 5.0% Annual Increases

Financial Impact of The Hope Academy: Table E **Enrollment: 50% Providence - 50% North Providence/Other**

New Students to District: 10.0%

	FY 2014 Yr # 1	FY 2015 Yr # 2	FY 2016 Yr # 3	FY 2017 Yr # 4	FY 2018 Yr # 5	FY 2021 Yr # 8
Hope Academy Impact:						
# of Students (Total)	72	108	144	180	216	324
# of Students (50% from Providence)	36	54	72	90	108	162
New Students from Providence Entering District	4	5	7	9	11	16
Projected Change to State Aid *	(70,200)	(210,600)	(421,200)	(702,000)	(1,053,000)	(1,579,500)
State Aid Associated with New Students (10.0%)	7,800	19,500	40,950	70,200	107,250	156,000
Title I **	(21,060)	(31,590)	(42,120)	(52,650)	(63,180)	(94,770)
Projected Change to Payments to Charters ***	(150,264)	(256,932)	(384,624)	(480,780)	(576,936)	(930,204)
Projected Reduction to Local Teaching Positions****	0.9	1.4	1.8	2.3	2.8	4.2
Projected Savings Reduction to Local Teaching Positions****	\$94,154	\$148,292	\$207,609	\$272,487	\$343,334	\$596,178
Projected Net District \$ Change	(\$139,570)	(\$331,330)	(\$599,385)	(\$892,743)	(\$1,242,532)	(\$1,852,296)

* \$1,950 - FY14; \$3,900 - FY15; \$5,850 - FY16; \$7,800 - FY17; \$9,750 - FY18

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*** \$4,174/ student due to Charter - FY14; \$4,758 - FY15; \$5,342 - FY16-18; \$5,742 - FY21

**** One (1) fewer teacher per 39 students, Yr #1 \$102,000 All-in Cost; 5.0% Annual Increases

Financial Impact of The Hope Academy - Table F						
Enrollment: 50% Providence - 50% North Providence/Other						
New Students to District: 25.0%						
	FY 2014 Yr # 1	FY 2015 Yr # 2	FY 2016 Yr # 3	FY 2017 Yr # 4	FY 2018 Yr # 5	FY 2021 Yr # 8
Hope Academy Impact:						
# of Students (Total)	72	108	144	180	216	324
# of Students (50% from Providence)	36	54	72	90	108	162
New Students from Providence Entering District (25.0%)	9	14	18	23	27	41
Projected Change to State Aid *	(70,200)	(210,600)	(421,200)	(702,000)	(1,053,000)	(1,579,500)
State Aid Associated with New Students (25.0%)	17,550	54,600	105,300	179,400	263,250	399,750
Title I **	(21,060)	(31,590)	(42,120)	(52,650)	(63,180)	(94,770)
Projected Change to Payments to Charters ***	(150,264)	(256,932)	(384,624)	(480,780)	(576,936)	(930,204)
Projected Reduction to Local Teaching Positions****	0.9	1.4	1.8	2.3	2.8	4.2
Projected Savings Reduction to Local Teaching Positions****	\$94,154	\$148,292	\$207,609	\$272,487	\$343,334	\$596,178
Projected Net District \$ Change	(\$129,820)	(\$296,230)	(\$535,035)	(\$783,543)	(\$1,086,532)	(\$1,608,546)

* \$1,950 - FY14; \$3,900 - FY15; \$5,850 - FY16; \$7,800 - FY17; \$9,750 - FY18

** \$585 per student

*** \$4,174/ student due to Charter - FY14; \$4,758 - FY15; \$5,342 - FY16-18; \$5,742 - FY21

**** One (1) fewer teacher per 39 students, Yr #1 \$102,000 All-in Cost; 5.0% Annual Increases

Internal Auditor

9/11/2012