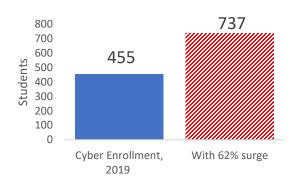




House District 199 - Representative Barbara Gleim

Payments to cyber charters up by \$4.8 million in House District 199 Failure to act now could increase property taxes by nearly 3 percent

Cyber charter costs are growing rapidly. Before the pandemic, 455 students in House District 199 were enrolled in cyber charters. Cyber enrollment has since surged by over 60% statewide, pushing estimated enrollment to over 737 students.



Because of sharply higher cyber enrollment, <u>cyber tuition costs in House District</u>

199 will jump by an additional \$4.8 million this year, a shocking 69 percent increase over the comparable tuition expense in 2019.

Rising cyber enrollment intensifies pressure on local property taxes. To cover this new cost, <u>House District 199 school districts would have to raise property taxes</u> by 2.87 % on average.

The current system of setting charter school tuition rates is broken. House District 26 school districts currently pay up to \$34,132 in special education tuition and \$13,198 for other students. That is significantly more than the actual costs of providing an online education and is a boon to cyber charter operators.

HB 272 will save House District 199 over \$1.1 million by bringing charter school tuition in line with payments to other public schools. The bill standardizes cyber charter tuition at \$9,500 and requires charter schools to use the same criteria as all public schools to calculate special education tuition.

HB 272 Reforms	House District 199 Savings
Standardize cyber tuition at \$9,500	\$1,110,638
Special Education Tuition Reform	\$36,810
Total Savings	\$1,147,448

Sources: Pennsylvania Association of School Business Officials (for cyber tuition expense increases and property tax estimates) and PDE (for enrollment, tuition rates, and savings estimates)