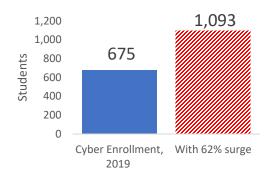




House District 115 - Representative Maureen Madden Payments to cyber charters up by \$13.0 million in House District 115 Failure to act now could increase property taxes by over 4 percent

Cyber charter costs are growing rapidly. Before the pandemic, 675 students in House District 115 were enrolled in

cyber charters. Cyber enrolled in cyber charters. Cyber enrollment has since surged by over 60% statewide, pushing estimated enrollment to over 1,093 students.



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

115 will jump by an additional \$13.0 million this year, a shocking 92 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 115 school districts would have to raise property taxes</u> by 4.35 % on average.

The current system of setting charter school tuition rates is broken. House District 26 school districts currently pay up to \$37,830 in special education tuition and \$15,731 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 115 over \$5.3 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 115 Savings
Standardize cyber tuition at \$9,500	\$5,251,077
Special Education Tuition Reform	\$85,303
Total Savings	\$5,336,380

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)