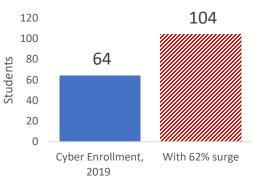




## House District 154 - Representative Napoleon Nelson

## Payments to cyber charters up by \$2.1 million in House District 154 Failure to act now could increase property taxes by nearly 1 percent

**Cyber charter costs are growing rapidly.** Before the pandemic, 64 students in House District 154 were enrolled in cyber charters. Cyber enrollment has since surged by over 60% statewide, pushing estimated enrollment to over 104 students.



Because of sharply higher cyber enrollment, <u>cyber tuition costs in House District</u> <u>154 will jump by an additional \$2.1 million this year, a shocking 264 percent</u> <u>increase</u> over the comparable tuition expense in 2019.

Rising cyber enrollment intensifies pressure on local property taxes. To cover this new cost, <u>House District 154 school districts would have to raise property taxes</u> by 0.9 % on average.

**The current system of setting charter school tuition rates is broken.** House District 26 school districts currently pay up to \$43,600 in special education tuition and \$18,061 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 154 nearly \$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 154
	Savings
Standardize cyber tuition at \$9,500	\$889,132
Special Education Tuition Reform	\$12,737
Total Savings	\$901,869

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)