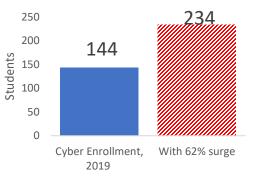




House District 29 - Representative Meghan Schroeder

Payments to cyber charters up by \$1.3 million in House District 29 Failure to act now could increase property taxes by 0.5 percent

Cyber charter costs are growing rapidly. Before the pandemic, 144 students in House District 29 were enrolled in cyber charters. Cyber enrollment has since surged by over 60% statewide, pushing estimated enrollment to over 234 students.



Because of sharply higher cyber enrollment, <u>cyber tuition costs in House District</u> <u>29 will jump by an additional \$1.3 million this year, a shocking 51 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 29 school districts would have to raise property taxes</u> by 0.5 % on average.

The current system of setting charter school tuition rates is broken. House District 26 school districts currently pay up to \$38,960 in special education tuition and \$15,140 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 29 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 29 Savings
Standardize cyber tuition at \$9,500	\$1,187,895
Special Education Tuition Reform	\$-23,711
Total Savings	\$1,164,184

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)