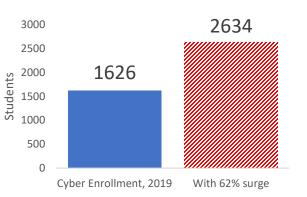




Senate District 15 - Senator John DiSanto

Payments to cyber charters up by \$10.4 million in Senate District 15 Failure to act now could increase property taxes by over 4 percent

Cyber charter costs are growing rapidly. Before the pandemic, 1,626 students in Senate District 15 were enrolled in cyber charters. Cyber enrollment has since surged by over 60% statewide, pushing estimated enrollment to over 2,600 students.



Because of sharply higher cyber enrollment, <u>cyber tuition costs in Senate District</u> <u>15 will jump by an additional \$10.4 million this year, a shocking 71 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>Senate District 15 school districts would have to raise property taxes</u> by 4.69% on average.

The current system of setting charter school tuition rates is broken. Senate District 15 school districts currently pay up to \$31,446 in special education tuition and \$13,603 for other students. That is significantly more than the actual costs of providing an online education and is a boon to cyber charter operators.

SB 27 will save Senate District 15 over \$5.4 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.

SB 27 Reforms	Senate District 15 Savings
Standardize cyber tuition at \$9,500	\$4,335,889
Special Education Tuition Reform	\$1,111,262
Total Savings	\$5,447,151

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)