

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7293

BILL NUMBER: HB 1370

DATE PREPARED: Jan 9, 2000

BILL AMENDED:

SUBJECT: Unemployment for noncertificated school employees.

FISCAL ANALYST: Chuck Mayfield

PHONE NUMBER: 232-4825

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill provides that noncertificated employees of school corporations who do not work during a period of more than one month between two successive academic years or terms are eligible to receive unemployment compensation for that period if the employees have wage credits established and are otherwise eligible for unemployment compensation. The bill provides that these employees are not required to register or be available for work and are not to receive job counseling or training.

Effective Date: Upon passage.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: Local schools employ approximately 56,543 noncertificated employees each year. The summer vacation is about ten weeks and the average weekly unemployment benefit is \$212.26. The cost to local schools is about \$1.2M for each 1% of the noncertificated employees population that would apply and be eligible for benefits. If 30% of noncertificated school employees applied and were eligible then the cost to local schools would be \$36M per calendar year. Schools would have to absorb the additional expenditures in their current revenue stream.

Explanation of Local Revenues:

State Agencies Affected: Department of Workforce Development

Local Agencies Affected: Local School Corporations

Information Sources: Department of Education Databases