

**LEGISLATIVE SERVICES AGENCY  
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**FISCAL IMPACT STATEMENT**

**LS 6409**

**BILL NUMBER:** SB 196

**NOTE PREPARED:** Jan 27, 2011

**BILL AMENDED:** Jan 25, 2011

**SUBJECT:** Head Start Employment and Unemployment Benefits.

**FIRST AUTHOR:** Sen. Boots

**FIRST SPONSOR:** Rep. Torr

**BILL STATUS:** As Passed Senate

**FUNDS AFFECTED:**    **GENERAL**  
                          **X DEDICATED**  
                          **FEDERAL**

**IMPACT:** State

**Summary of Legislation:** (Amended) This bill provides that unemployment benefits may not be paid to an individual employed by a Head Start or an Early Head Start program for a week during a period between two successive academic years or terms if the individual performs the employment in the first academic year or term and there is a reasonable assurance that the individual will be employed in the second academic year or term.

**Effective Date:** July 1, 2011.

**Explanation of State Expenditures:** The bill could reduce the expenditures from each Head Start and Early Head Start employer's experience account in the Unemployment Trust Fund. There are about 3,019 Head Start and Early Head Start staff in Indiana, and the maximum unemployment benefit is \$390 per week. [A week of unemployment benefits for 3,019 employees at the average benefit of about \$300 would cost \$905,700.]

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Department of Workforce Development.

**Local Agencies Affected:**

**Information Sources:** Sue Howard, Family & Social Services Administration.

**Fiscal Analyst:** Chuck Mayfield, 317-232-4825.