

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

200 W. Washington St., Suite 301
Indianapolis, IN 46204
(317) 233-0696
iga.in.gov

FISCAL IMPACT STATEMENT

LS 7319
BILL NUMBER: SB 380

NOTE PREPARED: Jan 5, 2023
BILL AMENDED:

SUBJECT: Various Education Matters.

FIRST AUTHOR: Sen. Raatz
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: GENERAL
DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill amends the definition of "graduation" for purposes of the high school graduation rate determination. The bill also allows a school corporation to adopt a policy concerning dress code or disruptive behavior.

Effective Date: July 1, 2023.

Explanation of State Expenditures: *Graduation Rate:* The bill removes from the graduation rate students who have graduated through a waiver process despite not successfully completing:
(1) A sufficient number of academic credits or the equivalent of academic credits; and
(2) A post secondary readiness competency established by the State Board of Education.

The impact on state expenditures from this provision would likely be minimal. Schools that have a student or students graduate through a waiver process would have their graduation rate decrease. Since the graduation rate is included in the accountability grade, a decreased graduation rate would lower the accountability grade. The accountability grade is part of the eligibility criteria of the charter and innovation network school grant. Additionally, the accountability grade impacts private schools' eligibility to receive choice scholarships.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: *Graduation Rate:* Charter schools that have certain students removed

from their graduation rate could experience a decline in their accountability grades. If the decline makes them ineligible for the charter and innovation network school grant, revenue would decrease.

State Agencies Affected:

Local Agencies Affected: Charter schools.

Information Sources:

Fiscal Analyst: Kelan Fong, 317-232-9592.