Department of Planning and Budget

2010 Fiscal Impact Statement

1.	Bill Number:	HB 559
	House of Origin	Introduced Substitute Engrossed
	Second House	In Committee Substitute _X_Enrolled
2.	Patron:	Tata
3.	Committee:	Passed both houses
4.	Title:	Wrongful incarceration; compensation
5.	Summary:	

The Code of Virginia establishes a procedure and formula for compensating persons who have been found to have been wrongfully incarcerated for a felony offense. The proposed legislation would make the following changes to those provisions:

- Eligibility—Currently, for a person to be eligible for the compensation, the Virginia Supreme Court must have issued a writ of actual innocence. The legislation would expand eligibility to include persons granted an absolute pardon by the Governor for a crime they did not commit even if not granted a writ of innocence by the Supreme Court.
- Basis of compensation—The amount of compensation awarded to eligible persons is based on 90 percent of the Virginia per capita personal income for each year, up to 20 years, of incarceration. The proposed legislation would require that the Virginia per capita personal income be adjusted for inflation.
- Forfeiture—Current law requires that 80 percent of the award be paid in monthly installments over a period of 25 years from the purchase of an annuity. If a person receiving such payments is subsequently convicted of a felony, he forfeits any remaining payments, which become the property of the state. The proposed legislation would add that any person receiving such an annuity who is incarcerated upon the revocation of probation or parole resulting from the commission of a crime shall forfeit annuity payments during the period of incarceration.
- **6. Fiscal Impact Estimates**: Indeterminate. Final. See Item 8.
- 7. Budget Amendment Necessary: None.
- 8. Fiscal Implications:

Expanding the eligibility for compensation and indexing the Virginia per capita income base to inflation could increase the amount of compensation awarded. On the other hand, by

expanding the possible reasons that future payments could be forfeited, even for a limited time, the legislation could result in revenue for the state. Nevertheless, because it is not known to what extent the factors addressed by the legislation, such as how many persons may be granted an absolute pardon, but who otherwise would not receive a writ of absolute innocence from the Supreme Court, may occur, it is not possible to project the fiscal impact of the legislation.

9. Specific Agency or Political Subdivisions Affected:

Department of Accounts Department of the Treasury

10. Technical Amendment Necessary: None.

11. Other Comments: None.

Date: 3/30/2010 dpb

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