

## Department of Planning and Budget 2017 Fiscal Impact Statement

**1. Bill Number: SB 1313**

House of Origin	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Enrolled

**2. Patron: McDougle**

**3. Committee: Passed both houses**

**4. Title:** Jail construction costs

**5. Summary:**

Current law authorizes the Commonwealth to reimburse localities for a portion of the costs of constructing, enlarging, or renovating a jail. For jails serving single localities, the state's share is up to 25 percent of the costs. For the construction of a new regional jail, the state's share is up to 25 percent and for enlargement or renovation of a regional jail constructed prior to July 1, 2015, the state's share is up to 50 percent.

The proposed legislation would limit the state's share of the costs of constructing, enlarging, or renovating any regional jail to 25 percent.

**6. Budget Amendment Necessary:** None.

**7. Fiscal Impact Estimates:** Final. See Item 8 below.

**8. Fiscal Implications:**

The Commonwealth uses the proceeds from bonds issued by the Virginia Public Building Authority to finance its reimbursement of jail costs. The proposed legislation would result in less cost for the Commonwealth in the future if additional new regional jails were constructed, enlarged, or renovated. However, the impact of those lower costs would be spread over a number of years in the form of lower debt service payments. Because the size and timing of any new future regional jail projects are not known at this time, it is not possible to project the likely reduction in costs.

The proposed legislation would not affect pending reimbursements approved by the General Assembly in recent years and set out in the budget bill.

**9. Specific Agency or Political Subdivisions Affected:**

Counties and cities  
Board of Corrections  
Treasury Board

**10. Technical Amendment Necessary:** None.

**11. Other Comments:** None.

**Date:** 2/17/2017