

Department of Planning and Budget

2007 Fiscal Impact Statement

1. **Bill Number** HB2872

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron** McEachin

3. **Committee** Militia, Police and Public Safety

4. **Title** Time and manner of payment to local correctional facilities.

5. **Summary/Purpose:** Requires the Compensation Board to reimburse local governing bodies for state responsible prisoners in local correctional facilities every 60 days instead of the current quarterly reimbursement.

6. **Fiscal Impact Estimates are:** PRELIMINARY.

6a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2006-07	\$0	0	
2007-08	\$14,223,547	0	GF
2008-09	\$0	0	
2009-10	\$0	0	
2010-11	\$0	0	
2011-12	\$0	0	
2012-13	\$0	0	

7. **Budget amendment necessary:** Yes, Item 60.

8. **Fiscal implications:** Under the current per diem reimbursement process, February is the last month for which per diems are reimbursed to localities each fiscal year. Due to this proposal, additional funding will be required since additional months are to be reimbursed the first year. According to the State Compensation Board, the proposal would require localities to receive per diem reimbursements for March and April. The Compensation Board projects the per diem payment for this period at \$14,223,547. After the first year, reimbursements would once again be on a 12-month cycle.

9. **Specific agency or political subdivisions affected:** State Compensation Board, regional and local jails statewide.

10. **Technical amendment necessary:** No.

11. **Other comments:** It is recommended to amend the proposal to read “every two months” instead of “every 60 days”.

Date: 01/23/07 / jgc

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cc: Secretary of Public Safety
Secretary of Administration