# HOUSE BILL 320

Introduced by Toole, et al.

| 1/21Referred to Judiciary1/22First Reading1/22Fiscal Note Requested1/29Fiscal Note Received1/30Fiscal Note Printed |
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| 1/22Fiscal Note Requested1/29Fiscal Note Received  |
| 1/29 Fiscal Note Received  |
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| 1/30 Fiscal Note Printed   |
| _,   |
| 2/08 Hearing   |
| 2/14 Tabled in Committee   |

52nd Legislature

LC 0085/01

House BILL NO. 320 1 2 INTRODUCED BY 477 BY REQUEST OF THE JOINT INTERIM SUBCOMMITTEE 3 ON ADULT AND JUVENILE DETENTION Δ 5

A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING A PROGRAM 6 TO PROVIDE STATE AID FOR LOCAL GOVERNMENT JAILS; AUTHORIZING 7 STATE GRANTS TO LOCAL GOVERNMENTS FOR THE PLANNING, 8 9 CONSTRUCTION, OR RENOVATION OF REGIONAL JAILS; REQUIRING STATE REIMBURSEMENTS FOR THE COST OF HOUSING CONVICTED 10 11 FELONS IN LOCAL JAILS: ALLOWING THE USE OF LOCAL JAILS TO 12 HOUSE PROBATION AND PAROLE VIOLATORS; FURTHER ALLOWING USE OF LOCAL JAILS TO HOUSE STATE PRISON INMATES; AUTHORIZING 13 ISSUANCE OF REVENUE BONDS TO FINANCE STATE GRANTS FOR 14 15 REGIONAL JAILS: IMPOSING AN ADDITIONAL CHARGE ON EACH PERSON CONVICTED OF CERTAIN OFFENSES FOR THE PURPOSE OF SERVICING 16 BONDS SOLD TO FUND STATE GRANTS FOR REGIONAL JAILS; 17 18 PROVIDING A STATUTORY APPROPRIATION; AMENDING SECTIONS 3-10-601, 7-32-2203, 46-18-201, AND 46-18-236, MCA; AND 19 PROVIDING EFFECTIVE DATES." 20

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#### STATEMENT OF INTENT

A statement of intent is required for this bill because
[section 4] grants the department of institutions authority
to define the costs of incarceration for persons convicted



of a felony who are housed in local jails and to establish a
 per diem rate for reimbursements to local governments.

3 It is the intent of the legislature that, in defining 4 the costs of incarceration, the department of institutions 5 consider the actual expenses of local governments in housing 6 inmates in local jails, including:

(1) the cost of operating and maintaining the jail; and

8 (2) the cost of providing inmates with necessary food,
9 clothing, bedding, and other services, except for medical
10 care. Medical care must be paid as provided in 7-32-2222.

In addition, it is the intent of the legislature that, in establishing a per diem rate for reimbursements to local governments, the department of institutions adopt a rate that is fair and agreed upon by the department and each unit of local government. The rate must be based on the average daily costs of incarceration in each local jail used to house convicted felons.

18 Furthermore, it is expressly intended that no 19 reimbursements by the department may exceed the amount 20 appropriated by the legislature for that purpose. Finally, 21 nothing in this bill is intended to limit the provisions of 22 7-32-2242 as they may apply to the department of 23 institutions.

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25 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

# -2- INTRODUCED BILL HØ 320

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NEW SECTION. Section 1. Definitions. As used in
 (sections 1 through 4], the following definitions apply:
 (1) "Jail" means any facility used for the confinement

3 (1) "Jail" means any facility used for the confinement
4 of adults accused or convicted of criminal offenses.

5 (2) "Local government" means a county or a city-county6 consolidated government.

7 (3) "Regional jail" means a jail established and
8 maintained by two or more local governments, as authorized
9 in 7-32-2201(1).

10 (4) "State prison inmate" means a person convicted of a 11 felony who is committed to a correctional institution within 12 the jurisdiction of the department of institutions, as 13 provided in 46-18-201.

14 <u>NEW SECTION.</u> Section 2. State aid for local jails. (1)
15 There is a program to provide state aid for local government
16 jails.

17 (2) Under the program, the state:

18 (a) is authorized to provide state grants for the 19 planning, construction, or renovation of regional jails, as 20 provided in [section 3]; and

(b) shall provide state reimbursements for the cost of
housing convicted felons in local jails, as provided for in
(section 4).

24 <u>NEW SECTION.</u> Section 3. Grants for regional jails -25 application -- criteria. (1) The board of crime control may

award grants to local governments for the planning,
 construction, or renovation of regional jails. Grants may
 not exceed 25% of the total cost of planning, construction,
 or renovation.

5 (2) Local aovernments participating in the 6 establishment of a regional jail may apply to the board of 7 crime control for a grant authorized under subsection (1). 8 The application must include a regional jail plan developed 9 by participating local governments. The plan must include 10 alternatives to incarceration that local governments and the 11 courts should develop and implement to prevent jail 12 overcrowding and to reduce the need for jail space.

13 (3) Jails funded under this section must comply with
14 state jail standards adopted by the board of crime control
15 and authorized under [LC 70].

NEW SECTION. Section 4. State reimbursements for housing state prisoners in local jails. (1) The department of institutions shall reimburse local governments for the costs of incarceration for persons convicted of a felony who are housed in local jails and who:

21 (a) have violated the conditions of their probation or 22 parole; or

23 (b) are state prison inmates.

24 (2) The department shall define the costs of25 incarceration and establish a per diem rate for

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reimbursements to local governments. Reimbursements by the
 department may not exceed the amount appropriated by the
 legislature for that purpose during the fiscal year.

4 (3) In defining the costs of incarceration, the 5 department shall consider the actual expenses of local 6 governments in housing inmates in local jails, including:

7 (a) the cost of operating and maintaining the jail; and
8 (b) the cost of providing inmates with necessary food,
9 clothing, bedding, and other services, except for medical
10 care.

Section 5. Section 7-32-2203, MCA, is amended to read:
 "7-32-2203. Who may be confined in a-detention-center
 jail. Betention-centers-are <u>A jail may be</u> used as follows:

14 (1) for the detention of persons committed in order to15 secure their attendance as witnesses in criminal cases;

16 (2) for the detention of persons charged with crime and 17 committed for trial;

18 (3) for the confinement of persons committed for
19 contempt or upon civil process or by other authority of law;
20 (4) for the confinement of persons sentenced to
21 imprisonment therein upon conviction of a crime;

22 (5) for the confinement of persons convicted of a 23 felony who have violated conditions of their probation or 24 parole;

25 (5)(6) for the confinement of persons-sentenced-to-the

state-prison state prison inmates, as agreed upon by the state--and--the--administrator--in--charge--of-the-detention center department of institutions and units of local government that have suitable jails."

5 Section 6. Section 46-18-201, MCA, is amended to read:
6 "46-18-201. Sentences that may be imposed. (1) Whenever

7 a person has been found guilty of an offense upon a verdict

8 or a plea of guilty, the court may:

9 (a) defer imposition of sentence, excepting sentences 10 for driving under the influence of alcohol or drugs, for a 11 period, except as otherwise provided, not exceeding 1 year 12 for any misdemeanor or for a period not exceeding 3 years 13 for any felony. The sentencing judge may impose upon the 14 defendant any reasonable restrictions or conditions during 15 the period of the deferred imposition. Reasonable 16 restrictions or conditions may include:

17 (i) jail base release;

18 (ii) jail time not exceeding 180 days;

19 (iii) conditions for probation;

20 (iv) restitution;

21 (v) payment of the costs of confinement;

22 (vi) payment of a fine as provided in 46-18-231;

23 (vii) payment of costs as provided in 46-18-232 and 24 46-18-233:

25 (viii) payient of costs of court appointed counsel as

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provided in 46-8-113;

2 (ix) community service;

3 (x) any other reasonable conditions considered
4 necessary for rehabilitation or for the protection of
5 society; or

6 (xi) any combination of the above.

7 (b) suspend execution of sentence up to the maximum 8 sentence allowed for each particular offense. The sentencing 9 judge may impose on the defendant any reasonable 10 restrictions or conditions during the period of suspended 11 sentence. Reasonable restrictions or conditions may include 12 any of those listed in subsections (l)(a)(i) through 13 (l)(a)(xi).

14 (c) impose a fine as provided by law for the offense; 15 (d) require payment of costs as provided in 46-18-232 16 or payment of costs of court-appointed counsel as provided 17 in 46-8-113;

18 (e) commit the defendant to a correctional institution,
19 with or without a fine as provided by law for the offense,
20 subject to the provisions of subsection (10);

21 (f) impose any combination of subsections (1)(b)22 through (1)(e).

(2) If any financial obligation is imposed as a
condition under subsection (1)(a), sentence may be deferred
for a period not exceeding 2 years for any misdemeanor or

for a period not exceeding 6 years for any felony,
 regardless of whether any other conditions are imposed.

3 (3) If any restrictions or conditions imposed under 4 subsection (1)(a) or (1)(b) are violated, the court shall 5 consider any elapsed time and either expressly allow part or 6 all of it as a credit against the sentence or reject all or 7 part as a credit and state its reasons in the order. Credit, 8 however, must be allowed for jail time already served.

9 (4) Except as provided in 46-18-222, the imposition or 10 execution of the first 2 years of a sentence of imprisonment 11 imposed under the following sections may not be deferred or 12 suspended: 45-5-103, 45-5-202(3) relating to aggravated 13 assault, 45-5-302(2), 45-5-303(2), 45-5-401(2), 45-5-503(2)14 and (3), 45-9-101(2), (3), and (5)(d), 45-9-102(3), and 15 45-9-103(2).

16 (5) Except as provided in 46-18-222, the imposition or 17 execution of the first 10 years of a sentence of 18 imprisonment imposed under 45-5-102 may not be deferred or 19 suspended.

(6) Except as provided in 46-18-222, imposition of
sentence in a felony case may not be deferred in the case of
a defendant who has been convicted of a felony on a prior
occasion, whether or not the sentence was imposed,
imposition of the sentence was deferred, or execution of the
sentence was suspended.

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(7) If the victim was less than 16 years old, the
 imposition or execution of the first 30 days of a sentence
 of imprisonment imposed under 45-5-502(3), 45-5-503,
 45-5-504, 45-5-505, or 45-5-507 may not be deferred or
 suspended. Section 46-18-222 does not apply to the first 30
 days of such imprisonment.

7 (8) In imposing a sentence on a defendant convicted of
8 a sexual offense as defined in 46-23-502, the court may not
9 waive the registration requirement provided in 46-18-254,
10 46-18-255, and Title 46, chapter 23, part 5.

11 (9) A person convicted of a sexual offense, as defined 12 in 46-23-502, and sentenced to imprisonment in the state 13 prison shall enroll in the educational phase of the prison's 14 sexual offender program.

15 (10) Commitment of a person to a correctional institution within the jurisdiction of the department of 16 17 institutions must be to the department, not to a particular 18 institution. The department shall assign each person 19 committed to its custody to an appropriate correctional institution or correctional program. The department may 20 21 transfer an inmate from one institution to another in a 22 manner consistent with the sentence imposed by the court and 23 in accordance with the treatment, training, and security 24 needs in each circumstance."

25 NEW SECTION. Section 7. Definitions. As used in

[sections 7 through 15], unless the context requires
 otherwise, the following definitions apply:

3 (1) "Board" means the board of investments created in
4 2-15-1808.

5 (2) "Bonds" means revenue bonds, notes, or other
6 obligations issued by the board under the provisions of this
7 part.

8 <u>NEW SECTION.</u> Section 8. Authorization of bonds for 9 regional jails. (1) The board may issue and sell revenue 10 bonds in an amount not exceeding \$10 million payable solely 11 from revenue deposited in the jail bond account created in 12 [section 15].

13 (2) Bonds issued by the board must bear interest at a 14 rate determined by the board and must mature at times, not 15 later than 20 years from the date of issue, subject to 16 redemption at earlier times and prices and under terms and 17 conditions determined by the board prior to the issuance of 18 the bonds.

19 (3) In all other respects, the board shall prescribe 20 the form and denomination of the bonds, determine the place 21 or places for the payment of principal and interest on the 22 bonds, and do whatever is lawful and necessary for their 23 issuance and payment.

24 (4) Bonds and any appurtenant interest coupons must be25 signed by the members of the board, and the bonds must be

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issued under the great seal of the state of Montana. The bonds and coupons may be signed with facsimile signatures and issued under facsimile seal in the manner and subject to the limitations prescribed by law. The state treasurer shall keep a record of all bonds issued and sold under [sections 7 through 15].

7 (5) All proceeds from the issuance of the bonds may be 8 used only for the purposes of providing grants to local 9 governments for the planning, construction, or renovation of 10 regional jails, as provided in [section 3]. All proceeds 11 must be disbursed in a manner and at the times directed by 12 the board of crime control.

13 <u>NEW SECTION.</u> Section 9. Presumption of validity of 14 bonds. After issuance by the board, all bonds are 15 conclusively presumed to be fully authorized by and issued 16 under the laws of the state, and any person or governmental 17 unit is estopped from questioning their proper 18 authorization, sale, issuance, or delivery by the board.

NEW SECTION. Section 10. Signatures of board members.
Bonds bearing the signature of members of the board on the
date of the signing of the bonds are valid obligations,
notwithstanding that before the delivery of the bonds and
payment for the bonds, any of the persons whose signatures
appear on the bonds have ceased to be members.

25 NEW SECTION. Section 11. Negotiability of bonds. Bonds

issued by the board are negotiable instruments under the
 Uniform Commercial Code, subject to the provisions for
 registration of bonds.

4 <u>NEW SECTION.</u> Section 12. Tax exemption of bonds --5 other exemptions. (1) Bonds issued under [sections 7 through 6 15] and their transfer and income, including any profits 7 made on their sale, are free from taxation by the state or 8 any political subdivision or other instrumentality of the 9 state, except for inheritance, estate, and gift taxes.

10 (2) The board is not required to pay recording or 11 transfer fees or taxes on instruments recorded by it.

NEW SECTION. Section 13. Nonimpairment by the state. In accordance with the constitutions of the United States and the state of Montana, the state pledges that it will not in any way impair the obligations of any agreement between the board and the holders of bonds issued under [sections 7 through 15].

NEW SECTION. Section 14. Credit of state not pledged.
(1) Bonds issued under the provisions of [sections 7 through
15] do not constitute a debt, liability, obligation, or
pledge of the faith and credit of the state but are payable
solely from the revenues deposited in the jail bond account
established in [section 15].

24 (2) Bonds issued under the provisions of [sections 725 through 15] must contain on the face a statement to the

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effect that the state of Montana is not liable on the obligation, the obligation is not a debt of the state, and neither the faith and credit nor the taxing power of the state is pledged to the payment of the principal and interest on the bonds.

6 NEW SECTION. Section 15. Jail bond account. (1) There 7 is a jail bond account in the debt service fund type 8 established in 17-2-102.

9 (2) All collections of revenue under 46-18-236(1)(b) 10 must be deposited in the account and are statutorily 11 appropriated, as provided in 17-7-502(4), to the board to be 12 used to pay the principal and interest on bonds issued under 13 [sections 7 through 15] and to accumulate and maintain the 14 required reserves attributable to these bonds.

15 Section 16. Section 46-18-236, MCA, is amended to read: "46-18-236. Imposition 16 of charge charges upon conviction or forfeiture -- administration. (1) Except as 17 18 provided in subsection (2), there must be imposed by all 19 courts of original jurisdiction on a defendant upon his conviction for any conduct made criminal by state statute or 20 21 upon forfeiture of bond or bail, a--charge--that-is in 22 addition to other taxable court costs, fees, or fines, as 23 follows the following charges:

24 (a) \$10 for each misdemeanor charge; and

25 (b) the greater of \$20 or 10% of the fine levied for

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1 each felony charge; and (b) \$10 for each felony and each misdemeanor, except 2 3 for nonmoving parking violations and not including 4 violations of the fuel conservation speed limit. 5 (2) If a convicting court determines under 46-18-231 6 and 46-18-232 that the defendant is not able to pay the fine 7 and costs or that he is unable to pay within a reasonable time, the court must shall waive payment of the charge 8 9 charges imposed by this section. (3) The charge charges imposed by this section is are 10 11 not a-fine fines and must be imposed in addition to any fine 12 and may not be used in determining the jurisdiction of any 13 court. 14 (4) When the payment of a fine is to be made in installments over a period of time, the charge charges 15 16 imposed by this section must be collected from the first 17 payment made and each subsequent payment as necessary if the 18 first payment is not sufficient to cover the charge charges. 19 (5) The charges collected under subsection (1), except 20 those collected by a justice's court, must be deposited with 21 the appropriate local government finance officer or 22 treasurer. If a city municipal court or city or town court

is the court of original jurisdiction, the charges collected
under subsection (1) must be deposited with the city or town
finance officer or treasurer. If a district court is the

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court of original jurisdiction, the charges collected under 1 2 subsection (1) must be deposited with the county finance officer or treasurer. If the court of original jurisdiction 3 4 is a court within a consolidated city-county government 5 within the meaning of Title 7, chapter 3, the charges 6 collected under subsection (1) must be deposited with the finance officer or treasurer of the consolidated government. 7 8 (6) (a) A city or town finance officer or treasurer may 9 retain the charges collected under subsection (1)(a) by a 10 city municipal court or a city or town court and may use 11 that money for the payment of salaries of the city or town 12 attorney and his deputies.

13 (b) Each county finance officer or treasurer may retain 14 the charges collected under subsection (1)(a) by district 15 courts for crimes committed or alleged to have been 16 committed within that county. The county finance officer or 17 treasurer shall use the money for the payment of salaries of 18 its deputy county attorneys and for the payment of other 19 salaries in the office of the county attorney, and any funds 20 not needed for such those salaries may be used for the 21 payment of any other county salaries.

22 (7) Within 5 days after the last day of the month, each
23 local government finance officer or treasurer shall pay the
24 amount deposited with him under subsection (1)(b) in the
25 previous month to the state treasurer for deposit in the

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| 1          | jail bond account established in [section 15] to be used to  |
|------------|--|
| 2          | pay the principal of and interest on bonds issued under      |
| 3          | [sections 7 through 15] and to accumulate and maintain the   |
| 4          | required reserve attributable to the bonds."                 |
| 5          | Section 17. Section 3-10-601, MCA, is amended to read:       |
| 6          | "3-10-601. Collection and disposition of fines,              |
| 7          | penalties, forfeitures, and fees. (1) Each justice of the    |
| 8          | peace shall collect the fees prescribed by law for justices' |
| 9          | courts and shall pay them into the county treasury of the    |
| 10         | county wherein in which he holds office, on or before the    |
| 11         | 10th day of each month, to be credited to the general fund   |
| 12         | of the county.   |
| 13         | (2) All fines, penalties, and forfeitures that this          |
| 14         | code requires to be imposed, collected, or paid in a         |
| 15         | justice's court must, for each calendar month, be paid by    |
| 16         | the justice's court on or before the 5th day of the          |
| 17         | following month to the treasurer of the county in which the  |
| 18         | justice's court is situated.                                 |
| 1 <b>9</b> | (3) The county treasurer shall, in the manner provided       |
| 20         | in 15-1-504, distribute money received under subsection (2)  |
| 21         | as follows:  |
| 22         | (a) of the funds collected under 46-18-236(1)(a):            |
| 23         | <pre>fa;(i) 50% to the state treasurer; and</pre>            |
| 24         | (ii) 50% to the county general fund-;                        |
| 25         | (b) all of the funds collected under 46-18-236(1)(b) to      |

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| 1 the state treasurer for deposit in the jail bond accound<br>2 established in [section 15] to be used to pay the princip<br>3 of and interest on bonds issued under [sections 7 throud<br>4 15] and to accumulate and maintain the required reser<br>5 attributable to the bonds.<br>6 (4) The state treasurer shall distribute money receive<br>7 under subsection (3)(a)(i) as follows:<br>8 (a) 23% to the state general fund; | gh<br>ve |
|--|----------|
| <ul> <li>of and interest on bonds issued under [sections 7 throu</li> <li>15] and to accumulate and maintain the required reser</li> <li>attributable to the bonds.</li> <li>(4) The state treasurer shall distribute money receiv</li> <li>under subsection (3)(a)(i) as follows:</li> </ul>  | gh<br>ve |
| <ul> <li>4 15] and to accumulate and maintain the required reser</li> <li>5 attributable to the bonds.</li> <li>6 (4) The state treasurer shall distribute money receiv</li> <li>7 under subsection (3)(a)(i) as follows:</li> </ul>   | ve       |
| <ul> <li>5 <u>attributable to the bonds.</u></li> <li>6 (4) The state treasurer shall distribute money receiv</li> <li>7 under subsection (3)<u>(a)(i)</u> as follows:</li> </ul>  |          |
| <ul> <li>6 (4) The state treasurer shall distribute money receiv</li> <li>7 under subsection (3)(a)(i) as follows:</li> </ul>  | ed       |
| 7 under subsection (3) <u>(a)(i)</u> as follows:   | ed       |
|  |          |
| $\mathbf{g}$ (a) 23% to the state general fund:  |          |
| o (a) 25% to the state general fund;   |          |
| 9 (b) 10% to the fish and game account in the sta  | te       |
| 10 special revenue fund;   |          |
| 11 (c) 12.5% to the state highway account in the sta   | ite      |
| 12 special revenue fund;   |          |
| 13 (d) 36% to the traffic education account in the sta   | ıte      |
| 14 special revenue fund;   |          |
| 15 (e) 0.6% to the department of livestock account in  | he       |
| <pre>16 state special revenue fund;</pre>  |          |
| 17 (f) 16.9% to the crime victims compensation account   | in       |
| 18 the state special revenue fund; and   |          |
| 19 (g) 1% to the department of family services spec  | ial      |
| 20 revenue account for the battered spouses and domes  | tic      |
| 21 violence grant program."  |          |
| 22 NEW SECTION. Section 18. Code commissioner instruct   | ion      |
| 23 name change. The code commissioner is instructed  | to       |
| 24 substitute the term "jail" for the term "detention cent   |          |
| 25 wherever the term "detention center" appears in Title   |          |
|  | 7,       |

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1 chapter 32, parts 21, 22, and 42. 2 NEW SECTION. Section 19. Codification instruction. (1) 3 [Sections 1 through 4] are intended to be codified as an 4 integral part of Title 7, chapter 32, and the provisions of Title 7, chapter 32, apply to [sections 1 through 4]. 5 6 (2) [Sections 7 through 15] are intended to be codified 7 as an integral part of Title 17, chapter 5, and the 8 provisions of Title 17, chapter 5, apply to [sections 7 9 through 15]. NEW SECTION. Section 20. Coordination instruction. If 10 11 \_\_\_\_Bill No. [LC 70] is not passed and approved, then [section 3(3)] of [this act] is void. 12 NEW SECTION. Section 21. Severability. If a part of 13 [this act] is invalid, all valid parts that are severable 14 15 from the invalid part remain in effect. If a part of [this act] is invalid in one or more of its applications, the part 16 remains in effect in all valid applications that are 17 18 severable from the invalid applications. NEW SECTION. Section 22. Effective 19 dates. (1)[Sections 15 through 21 and this section] are effective July 20

1, 1991.
 (2) [Sections 1 through 14] are effective July 1, 1992.

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## STATE OF MONTANA - FISCAL NOTE Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for HB0320 , as introduced.

#### DESCRIPTION OF PROPOSED LEGISLATION:

A bill for an act entitled: "An act establishing a program to provide state aid for local government jails; authorizing state grants to local governments for the planning, construction, or renovation of regional jails; requiring state reimbursements for the cost of housing convicted felons in local jails; allowing the use of local jails to house probation and parole violators; further allowing use of local jails to house state prison inmates; authorizing issuance of revenue bonds to finance state grants for regional jails; imposing an additional charge on each person convicted of certain offenses for the purpose of servicing bonds sold to fund state grants for regional jails; providing a statutory appropriation; amending sections 3-10-601, 7-32-2203, 46-18-201, and 46-18-236, MCA; and providing effective dates."

## **ASSUMPTIONS:**

- 1. This bill establishes programs to provide aid and reimbursement to local governments in support of existing and future iails.
- 2. This bill authorizes use of jails to house probation and parole violators and prison inmates at the discretion of the Department of Institutions (DOI).
- This bill requires DOI to reimburse jails for the costs of confinement. 3.
- This bill mandates commitment of convicted offenders to DOI rather than a specific institution and leaves placement of 4 those offenders to the discretion of the department.
- This bill authorizes issuance of revenue bonds payable solely from the jail bond account. A revenue bond is 5. questionable because of the revenue flow and may raise the interest by 1/2 to 3/4% above the amount shown.
- 6. Costs addressed in this bill affect the grant process of the Nontana Board of Crime Control (MBCC). Grant applications would be requested beginning July 1, 1992, with two funding cycles per fiscal year.
- 7. It is estimated that between 5 to 10 applications would be received during FY92 and there would be \$200 for per diem in FY93 for the review committee.
- It is assumed there will be no extraordinary or substantial increase in grant review, award, or reporting procedures 8. above the current level MBCC grant process. The grant process will be incorporated into Crime Control's existing grant program without additional staff and only minimal increased operating costs.
- 9. It is assumed promulgating administrative rules (ARM) will not be required.
- 10. Assumes enactment of HB0070 companion legislation for jail standards.
- 11. Assumes general fund will be needed for operating costs.

FISCAL IMPACT:

see next page

ROD SUNDSTED, BUDGET DIRECTOR DATE Office of Budget and Program Planning

PRIMARY SPONSOR HOWARD TOOLE

Fiscal Note for HB0320, as introduced

## Fiscal Note Request, <u>HB0320, as introduced</u> Form BD-15 Page 2

## FISCAL IMPACT:

Department of Institutions:

|                         | FY 92              |              |            | FY 93       |              |                   |
|-------------------------|--------------------|--------------|------------|-------------|--------------|-------------------|
|                         | <u>Current Law</u> | Proposed Law | Difference | Current Law | Proposed Law | Difference        |
| <u>Expenditures:</u>    |                    |              |            |             |              |                   |
| Operating Costs         | 66,120             | 443,270      | 377,150    | 66,120      | 744,230      | 678,110           |
| <u>Funding:</u>         |                    |              |            |             |              |                   |
| General Fund            | 66,120             | 443,270      | 377,150    | 66,120      | 744,230      | 678,110           |
| Board of Investments:   |                    |              |            |             |              |                   |
| <u>Expenditures:</u>    |                    |              |            |             |              |                   |
| Debt Service            | 0                  | 1,000,000    | 1,000,000  | 0           | 1,000,000    | 1,000,000         |
| <u>Funding:</u>         |                    |              |            |             |              |                   |
| Debt Service (07)       | 0                  | 1.000.000    | 1,000,000  | 0           | 1,000,000    | 1,000,000         |
| Board of Crime Control: |                    |              |            |             |              |                   |
| <u>Expenditures:</u>    |                    |              |            |             |              |                   |
| Personal Services       | 0                  | 0            | 0          | 0           | 200          | 200               |
| Operating Costs         | 0                  | 0            | 0          | 0           | 3,200        | 3,200             |
| Grants                  | 0                  | 0            | 0          | 0           | 10,000,000   | <u>10,000,000</u> |
| Total                   | 0                  | 0            | 0          | 0           | 10,003,400   | 10,003,400        |
| <u>Funding:</u>         |                    |              |            |             |              |                   |
| General Fund (01)       | 0                  | 0            | 0          | 0           | 3,200        | 3,200             |
| Other/Bond Issue (07)   | 0                  | ()           | 0          | 0           | 10,000,000   | 10,000,000        |
| Total                   | 0                  | 0            | 0          | 0           | 10,003,200   | 10,003,200        |
| <u>Revenue:</u>         |                    |              |            |             |              |                   |
| Issuance of Jail Bonds  | 0                  | 0            | 0          | 0           | 10,000,000   | 10,000,000        |
| Net Change              | 0                  | ()           | 0          | 0           | (3,200)      | (3,200)           |

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### EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

Combined counties or local governments would have to form and enter into inter local agreements to qualify as a regional jail. If a grant is awarded the state would provide 25% and local government would be required to provide 75% of the costs for the planning, construction, or renovation of a regional jail.

## LONG-RANGE EFFECTS OF PROPOSED LEGISLATION:

Regionalized jails may lead to cost savings for counties or local governments due to consolidation of costs and efficiency.

### TECHNICAL NOTES:

This is the first time an entity other than the Board of Examiners will be authorized to issue tax supported debt.