

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	SB 214
Fiscal Note Number:	1
(S) Publish Date:	3/5/2018

Identifier: DOC-COMM-3-01-18
 Title: ESTABLISH CORRECTIONAL INDUSTRIES PROGRAM
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: GOVERNOR

Department: Department of Corrections
 Appropriation: Administration and Support
 Allocation: Office of the Commissioner
 OMB Component Number: 694

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2019	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2019 Request	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services							
Travel	6.2		6.2	6.2	6.2	6.2	6.2
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	6.2	0.0	6.2	6.2	6.2	6.2	6.2

Fund Source (Operating Only)

1004 Gen Fund (UGF)	6.2		6.2				
1005 GF/Prgm (DGF)				6.2	6.2	6.2	6.2
Total	6.2	0.0	6.2	6.2	6.2	6.2	6.2

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2018) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2019) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Initial version

Prepared By:	April Wilkerson	Phone:	(907)465-3460
Division:	Administrative Services - Department of Corrections	Date:	03/01/2018 10:30 AM
Approved By:	Dean Williams, Commissioner	Date:	03/01/18
Agency:	Department of Corrections		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

This legislation amends AS 33.30.191(e) authorizing the Commissioner of Corrections to establish correctional industries programs and also establishes a correctional industries board.

AS 33.30.195 is added allowing the commissioner to establish and administer correctional industries programs. This includes entering into contracts or cooperative agreements with public agencies, private organizations, or individuals for the productive employment of prisoners. This legislation also allows the commissioner to sell products or services to a public agency, private industry, or individuals as well as requires the commissioner to determine the prices at which the products and services are to be sold.

AS 33.30.196 establishes a Correctional Industries Board that will provide general policy direction to the commissioner when implementing the correctional industries programs. The board consists of four members and requires the board to meet at least quarterly. It is anticipated that travel will be required for these board members at a minimum of two trips per board member annually. It is estimated that \$6,200.00 would be needed annually to meet the costs of this travel and is broken out as follows:

\$3,960.00 - airfare (8 trips annually x \$495.00 = \$3,960.00)
 \$1,520.00 - hotel (8 nights x \$190.00 = \$1,520.00)
\$ 720.00 - per-diem (16 days per diem x \$45.00 per day = \$720.00)
 \$6,200.00 - annual total

General funds are requested to cover the travel necessary for the first two years, and then switching to general fund program receipts as industries generate revenues.

Passage of this legislation would provide opportunities to inmates to receive actual employment experience, be productive while serving their time, and allow them to learn new skills. The public would also benefit by being able to purchase quality product or services that may not otherwise be available in the area.

This legislation will have minimal financial impact on the Department of Corrections as there are no contracts or cooperative agreements in place or identified at this time; however, future general fund program receipt authority will be requested as contracts or cooperative agreements are entered into and industries, products, and services are identified and implemented.