

C S H B

2 7 5

SENATE COMMITTEE REPORT

FURTHER:

5/13/87

DATE TURNED INTO OFFICE 5/15/87

Mr. President:

FINANCE Committee considered CSHB 275 (HESS)
continuing the correctional industries program; efd

and recommended:

- replace with CS FOR _____) same title
- or adopt _____ CS FOR _____) new title
- attached amendment(s) and
- do pass
- do not pass
- no recommendation
- individual recommendations
- further referral to _____
- letter of intent adopted _____

Committee attached or adopted fiscal note(s)
 new updated or previous
 zero fiscal impact

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

Paul W. Schmitt
Paul Trish
John Duncanson
Rich Kelly
Willie Hensley
Jim R.

DB Do Pass
 Chairman signature and recommendation

Committee Backup Attached

Offered: 5/7/87
Referred: Judiciary and
Finance

5-1096B

Original sponsor: Swackhammer

1 IN THE HOUSE
2
3 CS FOR HOUSE BILL NO. 275 (HESS)
4 IN THE LEGISLATURE OF THE STATE OF ALASKA
5 FIFTEENTH LEGISLATURE - FIRST SESSION
6 A BILL
7 For an Act entitled: "An Act continuing the correctional industries pro-
8 gram; and providing for an effective date."
9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
10 * Section 1. Section 7, ch. 53, SLA 1982 is amended to read:
11 Sec. 7. AS 33.32 is [AS 33.30.400 - 33.30.490 ARE] repealed
12 July 1, 1991 [1987].
* Sec. 2. This Act takes effect immediately under AS 01.10.070(c).

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

No. 1

REQUEST:
Revision Date: _____
Title: "An Act confirming the
correctional industries program"
Sponsor: Representative Swackhammer
Requestor: _____

Bill Version: CSHB 275 (Hess)
Publish Date: HOUSE 5/7/87

Agency Affected: Dept. of Corrections
BRU: _____
Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

| OPERATING | FY 87 | FY 88 | FY 89 | FY 90 | FY 91 | FY 92 |
|------------------------|-------|-------|-------|-------|-------|-------|
| PERSONAL SERVICES | | | | | | |
| TRAVEL | | | | | | |
| CONTRACTUAL | | | | | | |
| SUPPLIES | | | | | | |
| EQUIPMENT | | | | | | |
| LAND & STRUCTURES | | | | | | |
| GRANTS, CLAIMS | | | | | | |
| MISCELLANEOUS | | | | | | |
| TOTAL OPERATING | 0 | 0 | 0 | 0 | 0 | 0 |
| CAPITAL | 0 | 0 | 0 | 0 | 0 | 0 |
| REVENUE | 0 | 0 | 0 | 0 | 0 | 0 |

FUNDING: (Thousands of Dollars)

| | | | | | | |
|---------------|---|---|---|---|---|---|
| GENERAL FUND | | | | | | |
| FEDERAL FUNDS | | | | | | |
| OTHER | | | | | | |
| TOTAL | 0 | 0 | 0 | 0 | 0 | 0 |

POSITIONS:

| | | | | | | |
|-----------|---|---|---|---|---|---|
| FULL-TIME | 0 | 0 | 0 | 0 | 0 | 0 |
| PART-TIME | | | | | | |
| TEMPORARY | | | | | | |

ANALYSIS : (Attach a separate page if necessary)

Prepared by: Susan E. Knighton, Research Analyst IV
Division: Statewide Programs
Approved by Commissioner: Susan Humphrey-Barnett
Agency: Department of Corrections

Phone: 465-3376
Date: 4-21-87
Date: 4-21-87

- Distribution (by preparer):
- Legislative Finance
 - Legislative Sponsor
 - Requestor
 - Office of Management and Budget
 - Impacted Agency(ies)
 - Senate Secretary

REPRESENTATIVE
C.E. "SWACK" SWACKHAMMER

Alaska State Legislature



House of Representatives

SOLDOTNA
P.O. BOX 417
SOLDOTNA, ALASKA 99669
(907) 262-7663
JUNEAU
BOX V
JUNEAU, ALASKA 99811
(907) 465-2689

May 15, 1987

TO: Senator(s) Don Bennett and John Binkley, Co-Chairs
and Members, Senate Finance Committee

FROM: C.E. Swackhammer, Representative *Swack*

TOPIC: CSHB 275 (HESS) Correctional Industries

HB 275 is the companion bill of SB 116, both addressing the Correctional Industries Program. CSHB 275 (HESS) amends the original bill by providing another review of the program in four years.

I support the recommendation of the March 17, 1987 Audit of this program which states Correctional Industries should be continued. I also support the letter of intent submitted by Senate HESS which cautions that care should be taken to not have this industry supplant existing Alaskan "Free World" enterprise.

The Joint Senate/House Finance Subcommittee was assured the industry program will be scrutinized during FY 88 for cost effectiveness.

Beyond the enterprise aspect of the program, Correctional Industries also provides meaningful work during incarceration, rehabilitative opportunity and release (gate) money to those offenders returning to society. One half of the average wage of \$1.00/hour is held in trust as release funds.

Attached is financial data of the industries program dated 3/2/87 which is also Page 19 of the audit report.

3/2/87

DEPARTMENT OF CORRECTIONS
ALASKA CORRECTIONAL INDUSTRIES
FINANCIAL DATA

| FISCAL YEAR | PCNs | ADMINISTRATION COMP. | | PRODUCT COSTS COMP. | | REVENUES |
|----------------|------|----------------------|----------------------|------------------------------------|-------------------------------------|------------------------|
| | | APPROPRIATED | EXPENDED | APPROPRIATED | EXPENDED | |
| FY82 | (5) | \$ 147,900 | \$ 59,434 | \$ -0- | \$ -0- | \$ -0- |
| FY83 | (5) | 160,200 | 128,476 | 355,500 | 92,017 | -0- |
| FY84 | (7) | 278,800 | 216,881 | 285,600 | 140,377 | 32,957 |
| FY85 | (12) | 524,200 | 448,231 | AMT. AUTH. TO SPEND ⁽¹⁾ | | 217,849 |
| | | | | 703,000 | 377,657 | |
| FY86 | (12) | 540,100 | 485,369 | 871,600 | 562,124 | 498,389 |
| Total | | <u>1,651,200</u> | <u>1,338,391</u> | <u>641,100</u> | <u>1,172,175</u> | <u>749,195</u> |
| FY87 | (11) | 571,600 | PROJECTED 556,732 | 871,600 | PROJECTED 994,500 ⁽²⁾ | PROJECTED 1,071,600 |
| FY88 | (11) | 564,800 | 564,800 | 1,658,400 | 1,658,400 | 2,000,000 |

Note #1: No money actually appropriated in ensuing years, FY85-88.

Note #2: Total includes \$200.0 loan from Ag. Rev. Loan Fund.

SENATE COMMITTEE REPORT

FURTHER: FINANCE

5/9/87

DATE TURNED INTO OFFICE 5/13/87

Mr. President:

HESS Committee considered CSHB 275(HESS)

continuing the correctional industries program; efd.

and recommended:

replace with CS FOR _____) same title
 or adopt _____ CS FOR _____) new title

attached amendment(s) and

do pass

do not pass

no recommendation

individual recommendations

further referral to _____

letter of intent adopted _____

Committee attached or adopted fiscal note(s)

new updated or previous
 zero fiscal impact

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

Paul Grails
Richard Hall
Mark ...
John ...

Paul Grails Do Pass
Chairman signature and recommendation

Committee Backup Attached