

N.C. GENERAL ASSEMBLY LEGISLATIVE FISCAL NOTE

Fiscal Research
733-4910

Prepared By: Manny Marbet	Date Prepared: 6-12-89	Bill No.: HB 80	Edition: 1
Approved By: Tom Covington TOMC	6/22/89	Sponsor: Rep. McLaughlin	
Short Title: State Subsidies/Detention Homes			

TYPE OF FISCAL IMPACT	COUNTY		FUNDS AFFECTED:		
	State Gov't	Local Gov't	(X) General	() Highway	() Other: Local
			State Fiscal Impact	FY 89-90	FY 90-91
No Fiscal Impact ()	()	()	State Total Req'ments	\$265,259	\$265,259
Increase Expenditure (X)	()	()	Receipts/Revenues		
Decrease Expenditure ()	()	()	Net State Expend./Rev.		
			No. of Positions		
			Local Fiscal Impact	FY	FY
Increase Revenue ()	()	()	Local Total Req'ments		
Decrease Revenue ()	()	()	Receipts/Revenues		
No Estimate Avail. ()	()	()	Net Local Expend./Rev.		
			No. of Positions		

Description of Legislation

1. Summary of Legislation:

To provide state subsidies to county operated detention homes for the care of children from within the county as well as for the care of children from another county.

2. Effective Date:

July 1, 1989

3. Fund or Tax Affected:

General Fund

4. Principal Department/Program Affected:

Department of Human Resources/Division of Youth Services' Detention Program

Cost or Revenue Impact on State

	FY 89-90	FY 90-91	FY
1. Non-Recurring Costs/Revenues	\$265,259	\$265,259	
2. Recurring Costs/Revenues			
3. Fiscal/Revenue Assumptions			

Cost/Revenue Impact on County or Local Government

	FY 88-89	FY 89-90	FY
1. Non-Recurring Costs/Revenues			
2. Recurring Costs/Revenues			
3. Fiscal/Revenue Assumptions			

Sources of Data for Fiscal Note

Department of Human Resources/Division of Youth Services

Technical Considerations/Comments

HB 80, if enacted, would require the increased expenditure of General Fund dollars amounting to \$265,259 in FY 89-90 and \$265,259 in FY 90-91. The Division of Youth Services, in the Department of Human Resources, is charged with the administration of regional detention facilities and the coordination of regional detention services through existing county detention facilities. The Division currently provides a subsidy to county detention facilities, who provide care as a regional detention facility and who meet state standards. Counties who operate county operated facilities, but who do not accept out of county children, do not participate in the subsidy program. HB 80 would allow these counties to

participate in the subsidy program by paying for a percentage of the care of children from within the county as well as paying for children from outside the county.

The actual subsidy paid would be based on 50% of the total cost of caring for children from within the county, and 100% of the total cost of caring for a child from another county. In computing the increased cost estimates identified above, the Department provided the per diem cost for each of the detention facilities affected. The attached document identifies the facilities affected, as well as how costs were computed. If HB 80 is enacted, and no additional resources are appropriated, it will have a very significant impact on the FY 89-90 proposed budgets for each detention facility affected. For the most part, these budgets have already been approved by the counties at a certain level and any modification without additional resources could adversely impact on the services provided.

COST ESTIMATES FOR HB 80

	Inside County Children	50% Total Cost	Outside County Children	100% Total Cost of Care
=====				
Buncombe County \$138 per diem	268	\$18,492	189	\$ 26,082
Durham County \$95 per diem	211	10,023	133	12,635
Forsyth County \$117 per diem	358	20,943	240	28,080
Gatling Juvenile \$141 per diem	486	34,263	-0-	-0-
Guilford County \$135 per diem	427	28,823	236	31,860
Lower Cape Fear \$132.42 per diem	189	12,514	172	22,776

Wake County
\$138 per diem

272	18,768	-0-	-0-
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2,211	\$143,826	970	\$121,433

Average \$128.06 per diem
High \$141
Low \$ 95

Total Estimated Additional Cost for HB 80 = \$143,826 + \$121,433 = \$265,259



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