

**FY 2009-10 SUPPLEMENTAL APPROPRIATIONS**  
**Department of Corrections**  
**Summary: House Bill 5406 (H-1)**  
**As Reported by the House Appropriations Committee**



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|              | Executive*          |            | House               |                    | Senate |       |
|--------------|---------------------|------------|---------------------|--------------------|--------|-------|
| Budget Area  | Gross               | GF/GP      | Gross               | GF/GP              | Gross  | GF/GP |
| Corrections  | 26,174,400          | 0          | 28,380,000          | 2,205,600          |        |       |
| <b>TOTAL</b> | <b>\$26,174,400</b> | <b>\$0</b> | <b>\$28,380,000</b> | <b>\$2,205,600</b> |        |       |

\*Reflects Corrections portion of State Budget Office letter of February 11, 2010 (2010-11).

**OVERVIEW**

The supplemental bill would restore funding for the County Jail Reimbursement Program (CJRP) administered by the Department of Corrections and would provide state restricted appropriations to operate the Muskegon Correction Facility, which will be used to house prisoners under a contract with the State of Pennsylvania.

**FY 2009-10 Appropriation Items:**

**CORRECTIONS**

**1. County Jail Reimbursement**

Executive restores \$7.5 million in state restricted funding for county jail reimbursement program which provides state reimbursement to counties that house convicted felons who meet boilerplate criteria in their county jails. Program funding was vetoed in FY 2009-10. This would fund the program in FY 2009-10 at 61% of FY 2008-09 level with reimbursement restored as of the effective date of this act. (2/11/10 SBO letter)

|              | <u>Executive</u>   | <u>House</u>       | <u>Senate</u> |
|--------------|--------------------|--------------------|---------------|
| <b>Gross</b> | <b>\$7,514,400</b> | <b>\$9,720,000</b> |               |
| Restricted   | 7,514,400          | 7,514,400          |               |
| GF/GP        | \$0                | \$2,205,600        |               |

House substitute increases funding to reinstate reimbursement for eligible jail inmates as of January 1, 2010.

**2. Muskegon Correctional Facility**

Includes \$18.7 million in new state restricted revenue to come from fees paid by the State of Pennsylvania to operate the Muskegon Correctional Facility to house inmates from that state. New revenue allows Michigan to continue to operate the 1,320-bed facility and retain the 238 staff employed there. Finalized contract calls for Pennsylvania to make \$62 per diem payments to Michigan for each prisoner housed. In addition, Pennsylvania is responsible for the costs of out-of-prison health care. (2/11/10 SBO letter)

|              |                     |                     |
|--------------|---------------------|---------------------|
| Beds         | 1,320               | 1,320               |
| FTEs         | 238.0               | 238.0               |
| <b>Gross</b> | <b>\$18,660,000</b> | <b>\$18,660,000</b> |
| Restricted   | 18,660,000          | 18,660,000          |

**FY 2009-10 Boilerplate Items:**

**CORRECTIONS**

**1. County Jail Reimbursement Program (CJRP)**

Includes CJRP boilerplate similar to the FY 2009-10 House-passed Corrections budget. Per diem reimbursement levels to counties would be tiered based on the prisoner's sentencing guideline status, so that counties would receive \$60 per day for diverted offenders with a presumptive prison guideline score, \$50 per day for diverted offenders with a straddle cell guideline score for a group one crime, and \$35 for diverted offenders with a straddle cell guideline score for a group two crime. (2/10/11 SBO letter)

House substitute restores reimbursement effective January 1, 2010 for eligible inmates and creates reimbursement committee of stakeholders to ensure full reimbursement to counties for eligible costs. Requires SBO to request transfer if reimbursement costs exceed appropriation.

**2. Muskegon Correctional Facility**

Provides that the funding in part 1 for the Muskegon facility shall be used for the custody, treatment, clinical, and administrative costs associated with housing prisoners from other states. (2/10/11 SBO letter)

|  | <u>Executive</u> | <u>House</u> | <u>Senate</u> |
|--|------------------|--------------|---------------|
|  | Included         | Revised      |               |
|  | Sec. 301         | Sec. 301     |               |
|  | Included         | Included     |               |
|  | Sec. 302         | Sec. 302     |               |