

LEGISLATIVE FISCAL OFFICE Fiscal Note

Fiscal Note On: **HB 229** HLS 14RS 1055

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action:

Proposed Amd.: Sub. Bill For.:

Date: April 1, 2014 11:50 AM

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Analyst: Stephanie C. Blanchard

Dept./Agy.: Corrections

CONTROLLED SUBSTANCES

Subject: Controlled Substances

RE INCREASE GF EX See Note

Page 1 of 1

Adds substances to the listing of Schedule I controlled dangerous substances

The <u>proposed legislation</u> retains <u>present law</u> and adds fifteen substances to the list of Schedule I of the Uniform Controlled Dangerous Substance Law. Effective upon signature of governor or lapse of time for gubernatorial action.

EXPENDITURES State Gen. Fd.	2014-15 INCREASE	2015-16 INCREASE	2016-17 INCREASE	2017-18 INCREASE	2018-19 INCREASE	5 -YEAR TOTAL
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total						
REVENUES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW					
Annual Total						

EXPENDITURE EXPLANATION

The proposed legislation may result in an increase in state general fund expenditures if a defendant is convicted of unlawful production, manufacture, distribution, or dispensing or possession of prohibited stimulant products. The exact fiscal impact of the passage of this legislation is indeterminable, since it adds fifteen substances to the list of Controlled Dangerous Substances and it is not known how many people will be convicted of this crime. However, any offender sentenced to the custody of the Department of Public Safety and Corrections increases expenditures by \$24.39 per day per offender in local facilities. To the extent that offenders are sentenced and housed in state facilities, the cost per day per offender is \$52.51. Currently, the Department of Corrections houses approximately 50% of state offenders at the local level and 50% at the state level.

Current law (R.S. 40:966) provides that the penalty "...to produce, manufacture, distribute, or dispense or possess with the intent to produce, manufacture, distribute, or dispense..." is imprisonment with hard labor for not less than 5 years nor more than 30 years, at least 5 years served without benefit of parole, probation, or suspension of sentence. The penalty for possession of any controlled dangerous substance classified in Schedule I is imprisonment at hard labor for not more than 10 years.

For illustrative purposes, if 10 persons are convicted of this crime, with 5 offenders housed at the local level and 5 offenders at the state level, the annual cost of incarceration would be \$44,512 at the local level (5 offenders \times \$24.39 per day \times 365 days) and \$95,831 at the state level (5 offenders \times \$52.51 per day \times 365 days) for a total cost of \$140,343 (\$44,512 + \$95,831).

REVENUE EXPLANATION

There is no anticipated direct material effect on state revenues as a result of this measure. However, any revenue generated through the imposition of fines as a result of conviction would accrue to local government entities.

Current law provides that the fine "...to produce, manufacture, distribute, or dispense or possess with the intent to produce, manufacture, distribute, or dispense..." is not more than \$50,000 and the fine for possession is not more than \$5,000.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>	6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}		
13.5.1 >	>= \$100,000 Annual Fiscal Co	st {S&H}	6.8(F)(2) >= \$500,000 State Rev. Reduc. {H & S}	Evan	Brasseaux
 	>= \$500,000 Annual Tax or Fe			Evan Brasseaux	K
_	Change {S&H}		or a Net Fee Decrease {S}	Staff Director	