A BILL FOR AN ACT

RELATING TO CORRECTIONS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 The legislature finds that commissaries at state correctional facilities provide an opportunity for inmates 2 to purchase goods for personal use, such as sundries, hygiene 3 4 products, and food. However, the prices of goods at the 5 commissaries are higher than those found in public retail 6 stores. The legislature is concerned that the markups at the 7 commissaries may be excessive. 8 The purpose of this Act is to require the auditor to 9 conduct a financial and management audit of the operations of 10 the department of public safety's commissaries and a financial 11 audit of the commissary operations of out-of-state contracted correctional facilities where Hawaii inmates are confined based 12 13 on information obtained pursuant to contract. 14 SECTION 2. The auditor shall conduct a financial and 15 management audit of the department of public safety's commissary 16 operations and a financial audit of the operations of the 17 commissaries in out-of-state contracted correctional facilities 18 where Hawaii inmates are confined based on information obtained

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1	pursuant	to contract, that shall include but not be limited to
2	determining:	
3	(1)	The total annual revenues generated from the sales of
4		commissary items during the prior fiscal year;
5	(2)	The total annual expenditures incurred for the
6		operation and maintenance of each commissary during
7		the prior fiscal year;
8	(3)	The criteria used to select the type of items that are
9		stocked and made available at commissaries;
10	(4)	The method used to determine the price of items sold
11		to inmates at commissaries; and
12	(5)	Any contractual agreement where a party other than the
13		State operates the commissary to identify any controls
14		on pricing and profits.
15	SECTION 3. The auditor shall submit a report of its	
16	findings	and any recommendations of the in-state commissary
17	financial and management audit and out-of-state commissary	
18	financial audit, including any proposed legislation, to the	
19	legislature no later than twenty days prior to the convening of	
20	the regular session of 2014.	

SECTION 4. This Act shall take effect upon its approval.

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Report Title:

Corrections; Commissaries; Audit

Description:

Requires a financial and management audit of the department of public safety commissary operations and a financial audit of out-of-state commissaries where Hawaii inmates are confined. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.