



Request for City Council Committee Action from the City Attorney's Office

Date: May 24, 2011

To: Ways and Means/Budget Committee

Subject: Agreement with Hennepin County for payment of Adult Correctional Facility per diem charges

Recommendation: Authorization for the proper City Officials to execute a two year agreement with Hennepin County for the payment of Adult Correctional Facility per diem charges.

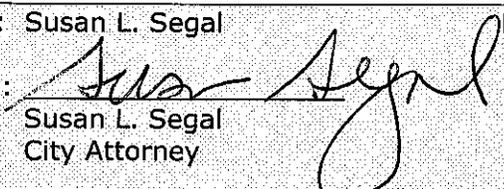
Previous Directives: None

Department Information

Prepared by: Susan L. Segal

Phone: (612) 673-3272

Approved by:


Susan L. Segal
City Attorney

Presenters in Committee: Susan L. Segal, City Attorney

Financial Impact

- No financial impact

Community Impact

- Supports Public Safety

Supporting Information

Pursuant to Minn. Stat. §383B.128, Hennepin County establishes per diem rates for the costs of confinement in the County's Adult Correctional Facility ("ACF") that are chargeable to municipalities. The statutory formula has led to unpredictable fluctuations in costs to the City for ACF charges. To address these fluctuations, the County and the City have agreed on an annual amount to be charged for the years 2011 and 2012, \$875,000 and \$892,500, respectively, to be paid in equal monthly installments. For years 2013 and after, the parties can negotiate new terms, continue the existing agreement at annual increases of 2% per year or provide for payment pursuant to monthly bills calculated using the formula set out in Minn. Stat. §383B.128. From 2006 - 2010, payments for ACF per diem costs have ranged from a low of \$762,612 per year in 2007 to \$983,815 per year in 2009.