

### STATE OF NEW HAMPSHIRE DEPARTMENT OF CORRECTIONS

William L. Wrenn Commissioner

DIVISION OF ADMINISTRATION P.O. BOX 1806

CONCORD, NH 03302-1806

603-271-5610 FAX: 603-271-5639 TDD Access: 1-800-735-2964

June 10, 2016

Her Excellency, Governor Margaret Wood Hassan and the Honorable Executive Council State House Concord, New Hampshire 03301

Retroactive

#### REQUESTED ACTION

Authorize the NH Department of Corrections to exercise a **retroactive** inter-agency Memorandum of Understanding (MOU) with the NH Department of Safety which will establish reimbursement cost rates for the NH Department of Corrections, Correctional Industries Plate Shop's manufacture of motor vehicle number plates, beginning July 1, 2015 through June 30, 2017, effective upon Governor and Executive Council approval. 100% Agency Income.

Funds received are to be deposited into the following account: 02-46-46-462010-57310000, Department of Corrections, Prison Industries, and Correctional Industries Inventory.

#### **EXPLANATION**

This MOU is **retroactive** due to staff vacancies and the time involved in the analysis of the Department of Corrections' direct and indirect costs associated with the manufacture of the license plates and the negotiations with the Department of Safety, Division of Motor Vehicles. Per RSA 228:25-I, the Commissioner of Safety shall, biennially, request the Commissioner of Administrative Services to review and approve the cost rates of vehicle number plates manufactured at the NH State Prison. Administrative Services has approved the negotiated rates for vehicle number plates of \$1.04 per plate, effective for the period of July 1, 2015 through June 30, 2017.

Respectfully Submitted,

William L. Wrenn

Commissioner



## JOHN J. BARTHELMES COMMISSIONER

## State of New Hampshire

## DEPARTMENT OF SAFETY OFFICE OF THE COMMISSIONER

33 HAZEN DR. CONCORD, NH 03305 603/271-2791

#### MEMORANDUM OF UNDERSTANDING

WHEREAS, the New Hampshire Department of Safety (hereinafter referred to as "DOS") has made the following agreement with the Department of Corrections (hereinafter referred to as "DOC").

DOS, in accordance with the provisions of New Hampshire RSA 228: 25, shall reimburse the DOC for the manufacturing of reflectorized motor vehicle number plates the sum of \$1.04 per plate and shall be paid from the inventory fund.

This MOU shall be effective as of July 1, 2015, and shall replace and supersede any previously executed memorandum of understanding regarding this matter. This MOU shall end June 30, 2017.

DEPARTMENT OF SAFETY	John J. Barthelmes, Commissioner  Date: 6/9/16  Elizabeth/Bielecki, Director Division of Motor Vehicles
DEPARTMENT OF CORRECTIONS	Date: 6/9/16  William L. Wrenn, Commissioner  Date: 6/10/16
DEPARTMENT OF ADMINISTRATIVE SERVICES	Vicki V. Quiram, Commissioner  Date: 6/8/16
Approval by State of New Hampshire Attorney General as to form, substance, and execution:  By: Assistant Attorney General, on 6/14/16  Approval by State of New Hampshire Governor and Executive Council:	
By:, on	·



## State of New Hampshire

#### DEPARTMENT OF ADMINISTRATIVE SERVICES

OFFICE OF THE COMMISSIONER 25 Capitol Street - Room 120 Concord, New Hampshire 03301

VICKI V. QUIRAM Commissioner (603)-271-3201

JOSEPH B. BOUCHARD Assistant Commissioner (603)-271-3204

June 6, 2016

Steven R. Lavoie, Director NH Department of Safety Division of Administration 33 Hazen Drive Concord NH 03301

Dear Director Lavoie.

In response to your letter dated May 25, 2016 and in accordance with the provisions of RSA 228:25 – I, I approve the cost rate of \$1.04 as accurate and reasonable. The cost rate shall be for the manufacturing of vehicles number plates reimbursed to the Department of Corrections, New Hampshire State Prison for Men for the period of July 1, 2015 through June 30, 2017.

Sincerely,

Vicki V. Quiram, Commissioner

Wichi V. Quiram

Department of Administrative Services

cc: Gary P. Arceci, Deputy Director of Administration, NHDOC Elizabeth A. Bielecki, Director, Division of Motor Vehicles



## State of New Hampshire

#### DEPARTMENT OF SAFETY DIVISION OF ADMINISTRATION

JAMES H. HAYES BLDG. 33 HAZEN DR. CONCORD, NH 03305 (603) 223-8000

May 25, 2016

Vicki V. Quiram, Commissioner State of New Hampshire Dept of Administrative Services 25 Capitol Street – Room 120 Concord, New Hampshire 03301

Re: Memorandum of Understanding between the NH Departments of Safety and Corrections

Dear Commissioner Quiram,

The Department of Safety (DOS) is respectfully requesting your approval of a Memorandum of Understanding between the DOS and the Department of Corrections (DOC), establishing reimbursement cost rates for the manufacturing of motor vehicle number plates for State Fiscal Year 2016 and 2017.

According to RSA 228:25-I, the Commissioner of Safety shall ask the Commissioner of Administrative Services to review and approve cost rates of vehicle number plates manufactured at the state prison. Such a review was conducted by your Department and a rate of \$1.04 was deemed accurate and reasonable. In addition, representatives of the Department of Safety and Department of Corrections met on May 12, 2016 to review DOC's methodology and calculation of the rate. We agree that the rate of \$1.04 is reasonable and request your approval to utilize this rate for State Fiscal Year 2016 and 2017.

Respectfully submitted.

Steven R. Lavoie, Director Division of Administration

NH Department of Safety

cc: Gary Arceci, Administrator IV, NH DOC Elizabeth A. Bielecki, Director, Division of Motor Vehicles /Imtw

TDD ACCESS: RELAY NH (7-1-1)

# TITLE XX TRANSPORTATION

# CHAPTER 228 ADMINISTRATION OF TRANSPORTATION LAWS

#### Commissioner, Deputy and Assistant Commissioners

**Section 228:25** 

#### 228:25 Addition to Fund. -

I. There is hereby established an inventory fund in the department of safety consisting of the initial appropriation of \$1,000,000 which sum is hereby authorized as a revolving fund comprised of funds in the highway fund that are not otherwise appropriated and into which shall be deposited additional revenues derived from the number plate manufacturing fee established in this paragraph. The fund shall be nonlapsing and continually appropriated to the department. The prison shall purchase such raw materials as may be required and agreed to by the commissioner of safety in order for the commissioner of safety to issue fully reflectorized motor vehicle number plates. This purchase shall be a charge against the inventory fund and the prison shall be responsible for the control and accountability of the raw materials so charged. Said number plates shall be manufactured at the state prison. The prison shall be furnished out of said inventory account the raw materials necessary to manufacture said plates and upon receipt of the finished plates by the department of safety shall be reimbursed for their direct and indirect costs. The commissioner of safety shall, biennially, request the commissioner of administrative services to review and approve said cost rates. Notwithstanding any other provision of law, the commissioner of safety shall charge, in addition to the regular motor vehicle registration fee, a number plate manufacturing fee of \$4.00 per plate at the time of issuing said reflectorized motor vehicle number plates or replacement reflectorized number plates. Said additional charge shall not give the registrant any title or other property interest in said plates. The commissioner of safety or assistant commissioner may request from time to time delivery of the number plates from the prison and shall reimburse the inventory fund by a transfer from revenue. At least 6 months prior to subsequent general issue, a transfer from revenue shall be made for all remaining finished plates in inventory. The commissioner of safety shall report to the governor, the president of the senate, and the speaker of the house of representatives, no later than 90 days after the close of the second fiscal year of each biennium, the year ending balance in the inventory fund and the department's recommendation as to when the next general issue of number plates should commence, the estimated cost of such a general issue, and the estimated annual cost to support routine plate issue and replacement without a new general

#### II. [Repealed.]

III. In accordance with the provisions of paragraph I, replacement plates may be purchased from the inventory fund.

IV. If the state prison shop is unable to manufacture or deliver reflectorized motor vehicle plates in a timely manner because of an emergency interruption resulting from a riot or other unforeseen cause, as determined by the commissioner of corrections or the commissioner of safety, the commissioners shall submit a written report to the governor and council and shall request that an outside vendor be retained to manufacture said plates. If at any time the commissioner of safety or the commissioner of corrections determines that the prison cannot produce number plates at a competitive price or meet reasonable delivery schedules, the commissioner of safety shall report to the fiscal committee of the general court and the governor and council, and shall request that an outside vendor be retained to manufacture the plates. Upon approval of the governor and council, the commissioner of safety shall request the department of administrative services, division of procurement and support services to select an outside vendor in accordance with RSA 8:19.

V. The commissioner of safety, with approval of the governor, may charge the necessary expenses for the manufacture, storage, handling, issuance, and distribution of reflectorized motor vehicle number plates against the inventory fund provided under this section.

Source. RSA 229:6-d. 1977, 600:33. 1981, 54:3; 87:1; 568:63. 1985, 323:1, 2; 399:3, I. 1987, 404:1. 1997, 186:1, 4. 2002, 165:1. 2008, 158:1, eff. July 1, 2008. 2014, 327:63, eff. Aug. 2, 2014.