

NORTH CAROLINA GENERAL ASSEMBLY

2025 Session

Legislative Incarceration Fiscal Note

Short Title: Amend Hazing Laws.

Bill Number: House Bill 632 (First Edition)

Sponsor(s): Rep. Ross, Rep. Riddell, Rep. White, and Rep. Davis

FISCAL IMPACT SUMMARY

Criminal offenses are classified as misdemeanors (Class 3 as the lowest and Class A1 as the highest) and felonies (Class I to Class A). There are three types of legislative changes to offenses that may result in a fiscal impact to the State's criminal justice system: creating a new offense, changing the class of an existing offense, or changing the scope of an existing offense.

This proposed legislation would **create a new Class C felony, a new Class E felony, a new Class A1 misdemeanor, and a new Class 2 misdemeanor.** Because these are new charges, there is no data to predict how many individuals may be charged or convicted. **Therefore, Fiscal Research is unable to project the fiscal impact** of the proposed legislation on the criminal justice system.

Each additional person charged under the proposed offenses will have a cost to the judicial system and each additional person convicted will have a cost to the correction system. The **cost of one charge and conviction** is listed in the table below, along with the percent of cases that incur those costs at that offense level.

Cost of One Charge and Conviction										
	Prosecution a	Active Sentence						Suspended Sentence		
Offense Class	Admin. Office of the Courts	Indigent Defense Services	DAC - Confinement			DAC - Post-Release Supervision (PRS)		DAC - Probation		
Felony	Cost	Cost	Rate	Cost	Length (Mo.)	Cost	Length (Mo.)	Rate	Cost	Length (Mo.)
С	\$10,994	\$2,250	100%	\$223,577	83	\$3,370	12	0%	\$0	0
E	\$4,197	\$890	57%	\$70,036	26	\$3,370	12	43%	\$8,986	32
Misdemeanor	Cost	Cost	Rate	Cost	Length (Mo.)	Cost	Length (Mo.)	Rate	Cost	Length (Mo.)
A1	\$599	\$284		Active senten		Misdem	eanants do	61%	\$4,493	16
2	\$183	\$254		served in Cou		not red	ceive PRS.	75%	\$3,650	13

Note: Court costs reflect the average cost per disposition. Costs for active sentences, probation, and post-release supervision reflect the total cost of the sentence or supervision period. Costs to the Statewide Misdemeanant Confinement Program (SMCP) only occur for active sentences > 90 days and impaired driving.

FISCAL IMPACT OF H.B.632, V.1

	FY 2025-26	FY 2026-27	FY 2027-28	FY 2028-29	FY 2029-30				
State Impact									
General Fund Revenue	-	-	-	-	-				
Less Expenditures				<u> </u>					
General Fund Impact	No Estimate Available - Refer to Fiscal Analysis section								
NET STATE IMPACT No Estimate Available - Refer to Fiscal Analysis section									

TECHNICAL CONSIDERATIONS: See Technical Considerations Section

FISCAL ANALYSIS

Bill Summary:

This bill repeals the State's existing law concerning hazing (a Class 2 misdemeanor) and replaces it with several new charges. The bill also provides a new, broader definition of hazing as: "Any intentional, knowing, or reckless act committed by a person, whether individually or in concert with other persons, against a minor or student of an educational institution, whether or not committed on the education institution's campus or property, for the purpose of recruiting, joining, pledging, initiating, admitting, affiliating with, or for the purpose of continuing or enhancing status in an organization, that causes, coerces, or forces a minor or student to do" any of the following:

- 1. Violate State or federal law.
- 2. Consume any food, liquid, alcoholic beverage, controlled substance, or other substance in any non-customary manner which subjects the minor or student to a substantial risk of emotional or physical harm, including sickness, vomiting, intoxication, or unconsciousness.
- 3. Endure brutality of a physical nature, including whipping, beating, paddling, branding, dangerous physical activity, or exposure to the elements, or to endure threats of such conduct, that results in medically verifiable mental or physical harm.
- 4. Endure brutality of a mental nature, including activity adversely affecting the mental health or dignity of the individual, sleep deprivation, exclusion from social contact, conduct that could result in extreme embarrassment or to endure threats of such conduct that results in medically verifiable mental or physical harm.
- 5. Endure any other activity which adversely affects the health and safety of the individual.

Section 1.(b) makes it a criminal offense to request, authorize, command, encourage, or participate in hazing, or to knowingly aid, assist, or conspire with another person to commit hazing. The base violation is a **Class A1 misdemeanor**, while a violation that results in a serious bodily injury or death is a **Class C felony**.

Section 1.(d) creates a failure to seek assistance offense for a person who directly engages in an act of hazing that results in an injury and does not provide reasonable assistance to the victim. The

base violation is a **Class 2 misdemeanor**, while a violation that involves serious bodily injury or death is a **Class E felony**.

Because these are new offenses, there is no historic data available for cost projections, and as such **Fiscal Research is unable to provide any cost projections for this bill.**

Capital Expenses

Capital costs emerge when prison bed demand exceeds capacity. Based on the most recent prison population and bed capacity projections from the Sentencing and Policy Advisory Commission (SPAC), the State will have sufficient prison beds available beyond the five-year fiscal note horizon. Therefore, Fiscal Research anticipates there will be **no additional prison capital requirements** as a result of this proposed legislation.

Operating Expenses

The table in the Fiscal Impact Summary lists the costs specific to the charge or charges included in this proposal.

TECHNICAL CONSIDERATIONS

- Offense changes are typically effective on December 1. FRD assumes that costs incurred in the first year to the judicial and correction systems would be less than annualized costs due to lag time in charges and convictions.
- This estimate assumes that expanding existing or creating new criminal offenses produces
 no deterrent or incapacitative effect on crime rates. Likewise, FRD assumes no deterrent
 effects for any modifications to criminal penalties. The estimates in this Incarceration Note
 make no assumptions about the larger impact on crime rates or costs to society or the State.
- This estimate makes no prediction regarding the likelihood that a prosecutor will charge an
 offense based on any proposed increases or decreases to the offense class level. This estimate
 also does not attempt to predict the impact of offense class changes on plea negotiations.
 FRD assumes the proposed offense class is charged and convicted at the same rate as the
 prior level.
- For reference, Appendix A to this document shows the costs per charge/conviction for each class of offense in North Carolina.

DATA SOURCES

Department of Adult Correction; Administrative Office of the Courts; North Carolina Sentencing and Policy Advisory Commission; Office of Indigent Defense Services.

LEGISLATIVE FISCAL NOTE - PURPOSE AND LIMITATIONS

This document is an official fiscal analysis prepared pursuant to Chapter 120 of the General Statutes and rules adopted by the Senate and House of Representatives. The estimates in this analysis are based on the data, assumptions, and methodology described in the Fiscal Analysis section of this document. This document only addresses sections of the bill that have projected direct fiscal

impacts on State or local governments and does not address sections that have no projected fiscal impacts.

CONTACT INFORMATION

Questions on this analysis should be directed to the Fiscal Research Division at (919) 733-4910.

ESTIMATE PREPARED BY

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Signed copy located in the NCGA Principal Clerk's Offices

APPENDIX A: COSTS PER CHARGE/CONVICTION BY OFFENSE CLASS

Cost of One Charge and Conviction											
	Prosecution and Defense					Active Sentence					
Offense Class	Admin. Office of the Courts	Indigent Defense Services		DAC - Confinement			DAC - Post- Release Supervision (PRS)		DAC - Probation		
Felony	Cost	Rate	Cost	Rate	Cost	Length (Mo.)	Cost	Length (Mo.)	Rate	Cost	Length (Mo.)
А	\$55,469	95%	\$11,967	100%	NA	Life	N/A	N/A	0%	N/A	0
B1	\$23,852	78%	\$4,187	100%	\$178,610	242	\$2,994	12	0%	N/A	0
B2	\$17,704	85%	\$4,187	100%	\$115,137	156	\$2,994	12	0%	N/A	0
С	\$8,598	82%	\$2,317	100%	\$63,473	86	\$2,994	12	0%	N/A	0
D	\$7,027	89%	\$1,744	100%	\$47,236	64	\$2,994	12	0%	N/A	0
E	\$3,281	79%	\$909	57%	\$19,928	27	\$2,994	12	43%	\$7,356	31
F	\$1,849	74%	\$849	51%	\$13,285	18	\$2,282	9	49%	\$7,119	30
G	\$1,525	78%	\$706	39%	\$11,071	15	\$2,282	9	61%	\$6,170	26
Н	\$1,016	78%	\$510	33%	\$8,119	11	\$2,282	9	67%	\$5,933	25
I	\$740	68%	\$407	15%	\$4,428	6	\$2,282	9	85%	\$5,221	22
Misdemeanor	Cost	Rate	Cost	Rate	Cost	Length (Days)			Rate	Cost	Length (Mo.)
A1	\$580	52%	\$281	Active sentences for misdemeanor convictions are served in County jail.					64%	\$3,797	16
1	\$335	62%	\$237				Misdem do not		64%	\$3,322	14
2	\$178	30%	\$237				PF		78%	\$3,085	13
3	\$63	14%	\$202						84%	\$3,085	13

Note: Court costs reflect the average cost per disposition. Costs for active sentences, probation, and post-release supervision reflect the total cost of the sentence or supervision period. Costs to the Statewide Misdemeanant Confinement Program (SMCP) only occur for active sentences > 90 days and for impaired driving.