



**Legislative
Council Staff**

Nonpartisan Services for Colorado's Legislature

**REVISED
FISCAL NOTE**

(replaces fiscal note dated April 9, 2019)

Drafting Number:	LLS 19-0674	Date:	April 23, 2019
Prime Sponsors:	Sen. Gonzales; Lee Rep. Herod	Bill Status:	House Appropriations
		Fiscal Analyst:	Chris Creighton 303-866-5834 Chris.Creighton@state.co.us

Bill Topic: PAROLE CHANGES

Summary of Fiscal Impact:

<input type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
<input checked="" type="checkbox"/> State Expenditure	<input checked="" type="checkbox"/> Local Government
<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

This bill makes various changes to prison population management options, reentry services, parole, and facility security level designation. Overall, it increases state expenditures and decreases local government costs on an ongoing basis.

Appropriation Summary: For FY 2019-20, this bill requires and includes a General Fund appropriation of \$25,200 to the Department of Corrections.

Fiscal Note Status: This fiscal note has been revised to reflect the reengrossed bill, as amended by the House Judiciary Committee.

**Table 1
State Fiscal Impacts Under SB 19-143**

		FY 2019-20	FY 2020-21
Revenue		-	-
Expenditures	General Fund	\$3,251,165	\$3,236,396
	Centrally Appropriated	\$79,049	\$104,205
	Total	\$3,330,214	\$3,340,601
	Total FTE	5.3 FTE	7.0 FTE
Transfers		-	-
TABOR Refund		-	-

Summary of Legislation

This bill makes the following changes to prison population management options and parole processes.

Prison population management. Under current law, if the Department of Corrections (DOC) vacancy rate falls below 2 percent for 30 consecutive days, the department may request that the State Parole Board review inmates within 90 days of mandatory release and inmates that have satisfied conditional release requirements. This bill changes the vacancy rate at which these efforts must be initiated to 3 percent.

When the prison vacancy rate is below the 3 percent threshold, this bill also authorizes the DOC to submit to the parole board a list of medium or lower risk inmates with a favorable parole plan. With some exceptions, the parole board must conduct a review of each inmate on the list within 30 days and set a date of release no later than 30 days after the review. Conditions in which the inmate is eligible for release are specified in the bill. A parole hearing must be scheduled if victim notification is required and a victim wants to provide input. The parole board may table a decision and request additional information or that the inmate be removed from release consideration.

Denied parole. Under current law, a single parole board member may review the file of a low risk inmate and deny parole. This bill requires a majority vote by the full parole board to deny parole for an inmate assessed as low or very low risk with an approved parole plan and a recommended release. Any such denial must be explained to the DOC in writing.

Parole revocation. This bill specifies that the parole board may revoke an inmate's parole and place them back in prison for the remainder of his or her sentence for parole violations that involve possession of a deadly weapon, refusing to comply with sex offender treatments, unlawful contact with a victim, or the tampering or removal of an electronic monitoring device.

Under current law, an offender may be revoked from parole for up to 30 or 90 days for parole violations that do not involve committing a crime (technical parole violations). This bill eliminates these revocations and allows participation in intensive residential treatment as a condition of parole. Current law also allows for a brief confinement of technical parole violators as an intermediate sanction. This bill changes the maximum confinement period for an intermediate sanction from 5 days to 14 days.

Reentry support. Under current law, inmates released on parole are eligible for services through the Work and Gain Education and Employment Skills Grant Program (WAGEES) which provides reentry services through eight community partners. An inmate discharged from a correctional facility without supervision is not on parole and is not currently eligible for reentry support services. This bill makes inmates discharged without supervision eligible for such services for up to one year.

State Expenditures

This bill increases Department of Corrections costs by \$3.3 million FY 2019-20 and FY 2020-21. These increases are offset by future prison bed operating expense reductions. Workload also increases for the State Parole Board. These impacts are shown in Table 2 and discussed below.

**Table 2
 Expenditures Under SB 19-143**

	FY 2019-20	FY 2020-21
Department of Corrections		
Personal Services	\$335,153	\$440,455
Operating and capital outlay expenses	\$100,121	\$5,250
Reentry Services	\$2,790,691	\$2,790,691
Computer Programming	\$25,200	-
Centrally Appropriated Costs*	\$79,049	\$104,205
Total Cost	\$3,330,214	\$3,340,601
Total FTE	5.3 FTE	7.0 FTE

* Centrally appropriated costs are not included in the bill's appropriation.

Reentry support services. In order to provide reentry services for inmates discharged without supervision, \$2.8 million is needed. These funds will be provided to the Latino Coalition for Community Leadership which manages the WAGEES grant program. This cost estimate is based on a three year average of 1,149 offenders being released without supervision, a two-thirds utilization rate based on current program participation, and average amount of \$3,680 for work, education, and employment skills reentry services currently provided to supervised parolees. No appropriation is required because the 2019-20 Long Bill contains sufficient funding to cover the cost of providing reentry services to inmates discharged without supervision.

Parole revocations. Prison bed operating costs are impacted by an indeterminate amount by the elimination of 30 and 90 day revocations for technical parole violations. In 2018 a total of 530 offenders received such a revocation. Instead, these offenders may remain on parole, could be required to serve the remainder of their parole in DOC or to participate in treatment, or could be ordered to serve up to 14 days in county jail as a intermediate sanction. The impact on the change in the number of occupied beds cannot be estimated because it depends on future parole board decisions and because sufficient data on the reason for past parole revocations is not available; therefore, it is assumed that any adjustment in appropriations, if needed, will be requested through the annual budget process.

Parolee Intensive Treatment. The DOC requires 4.0 FTE addiction counselors, 2.0 FTE social works, and 1.0 FTE case manager to provide intensive residential treatment to parolees. FY 2019-20 costs are prorated for the General Fund paydate shift and a September 1, 2019 start date. Funding to cover the cost of intensive residential treatment for parolees was provided in the FY 2019-20 Long Bill; therefore, no appropriation is required.

DOC bed impacts. To the extent that more inmates are released on parole by increasing the population management threshold to 3 percent or requiring a full parole board hearing to deny low to parole for low risk inmates, prison bed operating costs will be reduced. For context, it costs an average of \$108.77 per offender, per day in a state-operated prison or \$61.27 per offender, per day in a private contract prison. If an offender is paroled, the cost per offender, per day is \$12.63. Thus, for each offender that is placed on parole, the savings to the DOC ranges between \$48.64 and \$96.14 per offender, per day. Savings may be offset by additional costs for parole officers and reentry services which can range from a per offender annual cost of \$3,680 for reentry services to \$10,000 for reentry housing provided Department of Local Affairs. Because the variables outlined

in the bill depend on a number of factors and the discretion exercised by the DOC and the parole board, the precise fiscal impact to the DOC cannot be determined at this time. Any reductions in appropriations will be addressed through the annual budget process.

Computer programming. An estimated 200 hours of computer programming at a blended rate of \$126 per hour is needed to update existing systems to generate various eligible offender lists to forward to the parole board. Additional programming costs may be incurred to track offenders receiving reentry services and offenders receiving residential treatment. This impact has not been estimated and it is assumed that additional appropriations, if needed, will be requested through the annual budget process.

Parole Board workload. Workload increases for the State Parole Board by requiring a full parole board hearing for the denial of low risk inmates. Under current law, the number of parole board members can only be increased through legislation; therefore, this workload must be accomplished within existing resources, which could increase the parole board review backlog.

Jail reimbursements. Currently, the state reimburses county jails for holding technical parole violators until their parole is revoked. By eliminating the 30 and 90 day parole revocations, this bill decreases state county jail reimbursements. Because it is not known if these offenders will be revoked to DOC, ordered to serve up to 14 days in county jail as an intermediate sanction, or allowed to remain on parole, this impact cannot be estimated.

Local Government

Beginning in FY 2019-20, by eliminating the 30 and 90 day sentence for technical parole violations, this bill will reduce county revenue and jail operating and offender transportation costs. Under current law, these violators are held in county jail until their parole is revoked. This is partially offset by increasing the period of confinement on intermediate sanctions from 5 to 14 days. Overall, county jail costs are expected to decrease; however, because this depends on future parole board decisions this impact has not been estimated. Based on a 2018 Joint Budget Committee Staff county jail survey, the average cost to house an offender in a county jail is \$98.83 per day, but varies significantly from \$43.65 to \$350.21 per day depending on the county. For the current fiscal year, the state reimburses county jails at a daily rate of \$54.93.

Effective Date

The bill takes effect upon signature of the Governor, or upon becoming law without his signature,.

State Appropriations

For FY 2019, this bill requires and includes a General Fund appropriation of \$25,200 to the Department of Corrections which is reappropriated to the Office of Information Technology.

State and Local Government Contacts

Corrections

Counties

Local Affairs

Sheriffs