Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction

LLS NO. 24-1159.01 Jed Franklin x5484

HOUSE BILL 24-1462

HOUSE SPONSORSHIP

Bird and Sirota, Taggart

SENATE SPONSORSHIP

Bridges and Zenzinger, Kirkmeyer

House Committees

Senate Committees

Appropriations

101

A BILL FOR AN ACT CONCERNING A THIRD-PARTY EVALUATION OF THE DEPARTMENT OF

102 CORRECTIONS' BUDGET PRACTICES, AND, IN CONNECTION 103

THEREWITH, MAKING AN APPROPRIATION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov/.)

Joint Budget Committee. The bill requires the state auditor to engage a third party to conduct an evaluation of the department of corrections' (department) budget practices. The state auditor shall engage the third party by October 1, 2024. The third party shall provide an update to the joint budget committee and the legislative audit committee by

March 1, 2025. The third-party consultant shall release a final report to the department, joint budget committee, and legislative audit committee by June 30, 2025. The evaluation must review the department's personnel-related costs, contract staff spending, and operational costs driven by caseload.

1 *Be it enacted by the General Assembly of the State of Colorado:* 2 **SECTION 1.** In Colorado Revised Statutes, add 2-3-129 as 3 follows: 4 2-3-129. Audit - department of corrections - budget practices 5 - third-party auditor. AS SOON AS PRACTICABLE, BUT NO LATER THAN 6 OCTOBER 1, 2024, THE STATE AUDITOR SHALL ENGAGE A THIRD-PARTY 7 CONSULTANT TO CONDUCT AN EVALUATION OF THE DEPARTMENT OF 8 CORRECTIONS, CREATED IN SECTION 24-1-128.5. IN PARTNERSHIP WITH 9 THE DEPARTMENT OF CORRECTIONS, THE EVALUATION MUST EXAMINE THE 10 DEPARTMENT OF CORRECTIONS' BUDGET PRACTICES, INCLUDING 11 PERSONNEL-RELATED COSTS, CONTRACT STAFF SPENDING, 12 OPERATIONAL COSTS DRIVEN BY CASELOAD, USER FEES LEVIED, AND THE 13 CASH FUNDS ASSOCIATED WITH THE DEPARTMENT OF CORRECTIONS. THE 14 THIRD-PARTY CONSULTANT SHALL MAKE RECOMMENDATIONS TO THE 15 DEPARTMENT OF CORRECTIONS THROUGHOUT THE EVALUATION AND 16 UPDATE THE JOINT BUDGET COMMITTEE AND LEGISLATIVE AUDIT 17 COMMITTEE WITH PRELIMINARY FINDINGS AND RECOMMENDATIONS BY 18 MARCH 1, 2025. THE THIRD-PARTY CONSULTANT SHALL REPORT ITS FINAL 19 FINDINGS AND RECOMMENDATIONS TO THE DEPARTMENT, THE JOINT

-2-

1 BUDGET COMMITTEE, AND THE LEGISLATIVE AUDIT COMMITTEE BY JUNE 2 30, 2025. 3 **SECTION 2. Appropriation.** For the 2024-25 state fiscal year, \$400,000 is appropriated to the legislative department for use by the 4 5 office of the state auditor. This appropriation is from the general fund. The office may use this appropriation to implement this act. 6 7 SECTION 3. Safety clause. The general assembly finds, 8 determines, and declares that this act is necessary for the immediate 9 preservation of the public peace, health, or safety or for appropriations for 10 the support and maintenance of the departments of the state and state

11

institutions.

-3-