

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19s0200/1	Introduction Number ASA1-AB653
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Description
 providing medication and a valid prescription to a prisoner upon release

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	
<input checked="" type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

Local:

<input type="checkbox"/> No Local Government Costs	5. Types of Local Government Units Affected	
<input type="checkbox"/> Indeterminate		
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Counties <input type="checkbox"/> Others
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

Fund Sources Affected	Affected Ch. 20 Appropriations
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 410	

Agency/Prepared By DOC/ Jokisch Jacob (608) 240-5415	Authorized Signature Paulina De Haan (608) 240-5056	Date 1/22/2020
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Fiscal Estimate Narratives

DOC 1/22/2020

LRB Number	19s0200/1	Introduction Number	ASA1- AB653	Estimate Type	Supplemental
Description providing medication and a valid prescription to a prisoner upon release					

Assumptions Used in Arriving at Fiscal Estimate

Under this bill, before an individual is released from confinement in prison upon completion of his or her sentence or to parole or extended supervision, the Department of Corrections (DOC) shall determine if the individual is currently taking a prescription medication. If the individual is taking a prescription medication, the department shall provide to the individual at the time of his or her release a 4-week or 30-day supply of the medication and a valid prescription to obtain 8 weeks or 60 days worth of medication to be filled at a later date.

The Department projects an increased annual operating expense of \$812,000 as a result of this bill. The annual operating increase, explained below, may increase or decrease in future years based on fluctuations in pharmaceutical prices.

DOC's current policy is to provide two weeks of prescription medication upon release from a DOC facility. The Department released 9,279 inmates in 2018. This number excludes releases of offenders serving a hold at a prison. The DOC estimates that 75% of inmates receive medication(s) upon release, or 6,959 inmates in 2018. Most medications for releasing inmates are tracked by DOC's Central Pharmacy. From May 2019 to October 2019 (6 months), the DOC Central Pharmacy filled 10,188 prescriptions for 2,796 released patients at a cost of \$369,108. Annualized, the average annual amount is doubled to \$738,200 for 5,592 inmates. However, the DOC estimates that the remaining approximately 25% of inmates released with medication receive it from the institution pharmacy stock, which is not tracked by usage type, therefore the Department cannot determine the exact cost for releasing medications. Since most high priced medications need to be requested from the Central Pharmacy, the DOC estimates that instead of an additional 25% cost, these medications cost an additional 10%. Thus, the Central Pharmacy cost is \$738,200 and the estimated institution pharmacy cost is \$73,800, for a total annual cost of \$812,000.

This proposed bill would double the amount of prescription medication provided to releasing inmates from two weeks to four weeks. Thus, the cost of this proposed bill is \$812,000 annually.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

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Description providing medication and a valid prescription to a prisoner upon release		
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):		
II. Annualized Costs:	Annualized Fiscal Impact on funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$	\$
(FTE Position Changes)		
State Operations - Other Costs	812,000	
Local Assistance		
Aids to Individuals or Organizations		
TOTAL State Costs by Category	\$812,000	\$
B. State Costs by Source of Funds		
GPR	812,000	
FED		
PRO/PRS		
SEG/SEG-S		
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)		
	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$812,000	\$
NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By	Authorized Signature	Date
DOC/ Jokisch Jacob (608) 240-5415	Paulina De Haan (608) 240-5056	1/22/2020