

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 302** HLS 17RS 1096  
 Bill Text Version: **REENGROSSED**  
 Opp. Chamb. Action: **w/ SEN COMM AMD**  
 Proposed Amd.:  
 Sub. Bill For.:

|   |                                   |
|---|-----------------------------------|
| <b>Date:</b> June 1, 2017 9:49 AM       | <b>Author:</b> HARRIS, L.         |
| <b>Dept./Agy.:</b> Corrections - Parole | <b>Analyst:</b> Monique Appeaning |
| <b>Subject:</b> Parole Supervision Fees |                                   |

PROBATION RE1 INCREASE SG RV See Note Page 1 of 1  
 Increases the maximum amount of parole supervision fees

Proposed law increases the maximum amount of parole supervision fees (from \$63 to \$100). Proposed law dedicates excess revenues to the payment of salaries for the division of probation and parole of the Department of Public Safety and Corrections without the supplanting of any funds used for those purposes.

| <b>EXPENDITURES</b> | <b>2017-18</b>     | <b>2018-19</b>     | <b>2019-20</b>     | <b>2020-21</b>     | <b>2021-22</b>     | <b>5 -YEAR TOTAL</b> |
|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|----------------------|
| State Gen. Fd.      | \$0                | \$0                | \$0                | \$0                | \$0                | <b>\$0</b>           |
| Agy. Self-Gen.      | SEE BELOW          | SEE BELOW          | SEE BELOW          | SEE BELOW          | SEE BELOW          |                      |
| Ded./Other          | \$0                | \$0                | \$0                | \$0                | \$0                | <b>\$0</b>           |
| Federal Funds       | \$0                | \$0                | \$0                | \$0                | \$0                | <b>\$0</b>           |
| Local Funds         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <b><u>\$0</u></b>    |
| <b>Annual Total</b> |                    |                    |                    |                    |                    |                      |
| <b>REVENUES</b>     | <b>2017-18</b>     | <b>2018-19</b>     | <b>2019-20</b>     | <b>2020-21</b>     | <b>2021-22</b>     | <b>5 -YEAR TOTAL</b> |
| State Gen. Fd.      | \$0                | \$0                | \$0                | \$0                | \$0                | <b>\$0</b>           |
| Agy. Self-Gen.      | \$1,678,000        | \$1,788,000        | \$1,878,000        | \$1,978,000        | \$2,078,000        | <b>\$9,400,000</b>   |
| Ded./Other          | \$0                | \$0                | \$0                | \$0                | \$0                | <b>\$0</b>           |
| Federal Funds       | \$0                | \$0                | \$0                | \$0                | \$0                | <b>\$0</b>           |
| Local Funds         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <b><u>\$0</u></b>    |
| <b>Annual Total</b> | <b>\$1,678,000</b> | <b>\$1,788,000</b> | <b>\$1,878,000</b> | <b>\$1,978,000</b> | <b>\$2,078,000</b> | <b>\$9,400,000</b>   |

**EXPENDITURE EXPLANATION**

Proposed law dedicates any revenue generated from supervision fees that are paid monthly by a parolee in excess of \$63 to the payment of salaries for employees of the division of probation and parole and provides that these monies cannot supplant any existing budget funds used for this purpose.

**REVENUE EXPLANATION**

Proposed law will result in an increase in SGR as a result of increasing the maximum supervision fee payment by parolees from an amount not to exceed sixty-three dollars to an amount not to exceed one hundred dollars. The amount paid is based upon the parolees' ability to pay as determined by the committee on parole per R.S. 15.574(4)(2). The Department of Public Safety and Corrections - Corrections Services estimates a SGR increase of \$1,678,000 in Year 1, \$1,788,000 in Year 2, \$1,878,000 in Year 3, \$1,978,000 in Year 4, and \$2,078,000 in Year 5 as a result of proposed law utilizing its existing base level of individuals under parole supervision.

Corrections Services reports that there are currently 2,400 parolees who pay the full \$63 fee assessed. The increase of \$37 in parolee collections would generate up to approximately \$1,065,600 each year. There are approximately 1,100 parolees (Semi-Payors) who pay within a \$10 range of the \$63 fee. Assuming a \$22 increase in parole fees collected for these parolees, there would be approximately \$290,400 in additional fees collected each year. The additional \$37 fee collected through LaTOGA (tax intercept) is estimated to generate approximately \$100,000 and the department estimates it will grow by \$100,000 each year until FY 22 when it will plateau at a \$500,000 increase. For those parolees who are currently in arrears (approximately 500), the additional \$37 in fees collected would generate an estimated additional \$222,000 each year.

|             | No.   | Year 1           | Year 2           | Year 3           | Year 4           | Year 5           |
|-------------|-------|------------------|------------------|------------------|------------------|------------------|
| Payors      | 2,400 | \$1,065,600      | \$1,065,600      | \$1,065,600      | \$1,065,600      | \$1,065,600      |
| Semi-Payors | 1,100 | \$290,400        | \$290,400        | \$290,400        | \$290,400        | \$290,400        |
| LaTOGA      |       | \$100,000        | \$200,000        | \$300,000        | \$400,000        | \$500,000        |
| Arrears     | 500   | <u>\$222,000</u> | <u>\$222,000</u> | <u>\$222,000</u> | <u>\$222,000</u> | <u>\$222,000</u> |
| Total       |       | \$1,678,000      | \$1,778,000      | \$1,878,000      | \$1,978,000      | \$2,078,000      |

NOTE: The LFO is unable to corroborate the revenue estimates provided by Corrections Services. To the extent that the projected revenue increases are unrealized or the increased supervision fees are not collectable, the potential increase in revenues may be significantly less than the estimates reported above.

NOTE: Corrections Services projects a 20% increase in the fee collection rate over the aforementioned total if certain proposed laws associated with the Louisiana Justice Reinvestment Task Force recommendations in the current session are enacted into law. This information is not included in the estimates as it is based on proposed law.

Senate Dual Referral Rules  
 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}  
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

House  
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}  
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

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