Second Regular Session Seventy-third General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction SENATE BILL 22-050

LLS NO. 22-0397.01 Jacob Baus x2173

SENATE SPONSORSHIP

Coleman and Hisey,

Soper and Exum,

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Senate Committees Judiciary **House Committees**

A BILL FOR AN ACT

101 CONCERNING WORK OPPORTUNITIES FOR PERSONS IMPRISONED BY THE

102 **DEPARTMENT OF CORRECTIONS.**

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 <u>http://leg.colorado.gov.</u>)

The bill clarifies the opportunities available to offenders imprisoned by the department of corrections (department).

The bill clarifies that the rehabilitation and work opportunities available to offenders are to promote the person's successful rehabilitation, reentry, and reintegration into the community.

The bill clarifies a distinction between external programs, which

are administered by the division of correctional industries (division) in partnership with private employers that occur outside of department facilities, and internal programs, which are opportunities provided inside a department facility administered by the division and may be in partnership with employers outside of department facilities.

The bill amends offender compensation and permissible deductions from an offender's account.

1	Be it enacted by the General Assembly of the State of Colorado:
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3	SECTION 1. In Colorado Revised Statutes, 17-1-103, amend
4	(1)(f) as follows:
5	17-1-103. Duties of the executive director. (1) The duties of the
6	executive director are:
7	(f) To the extent practical, to develop within the correctional
8	institutions, industries REHABILITATION AND WORK PROGRAMS that
9	develop work skills for <u>inmates</u> and that also will serve the purpose of
10	supplying SUPPLY necessary products for state institutions and other
11	public purposes as provided SPECIFIED by law;
12	SECTION 2. In Colorado Revised Statutes, amend 17-20-115 as
13	follows:
14	17-20-115. Rehabilitation and work programs for
15	rehabilitation, reentry, and reintegration. All persons convicted of any
16	crime and confined in any state correctional facilities under the laws of
17	this state, except such as are precluded by the terms of the judgment of
18	conviction, shall perform labor PARTICIPATE IN A REHABILITATION AND
19	WORK PROGRAM THAT PROMOTES THE PERSON'S SUCCESSFUL
20	REHABILITATION, REENTRY, AND REINTEGRATION INTO THE COMMUNITY,
21	under such rules and regulations as may be prescribed by the department.
22	SECTION 3. In Colorado Revised Statutes, amend 17-20-117 as

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1 follows:

2 17-20-117. Inmate rehabilitation and work. Every able-bodied 3 inmate shall be put to and kept at PARTICIPATE IN the work most suitable 4 to such THE inmate's capacity and most advantageous to the people of this 5 state. Inmates PROMOTES THE INMATE'S SUCCESSFUL REHABILITATION, 6 REENTRY, AND REINTEGRATION INTO THE COMMUNITY. INMATES who 7 work in the department shall not be ARE NOT entitled to any right, benefit, 8 or privilege applicable to employees of the state of Colorado. 9 SECTION 4. In Colorado Revised Statutes, amend 17-24-102 as 10 follows:

11 17-24-102. Legislative declaration. (1) The general assembly 12 hereby finds and declares that, to the extent possible, all able-bodied 13 offenders INMATES should be employed and that the means now provided 14 for the employment of offenders are inadequate to allow a 15 forty-hour-week work assignment for all able-bodied offenders and for 16 correctional industries programs to be operated on a financially profitable 17 basis PARTICIPATE IN PROGRAMS THAT PROMOTE SUCCESSFUL 18 REHABILITATION, REENTRY, AND REINTEGRATION INTO THE COMMUNITY. 19 Therefore, it is the intent of the general assembly in this article to: 20 GENERAL ASSEMBLY'S INTENT TO CREATE A DIVISION OF CORRECTIONAL 21 INDUSTRIES TO DEVELOP REHABILITATION AND WORK PROGRAMS INSIDE 22 AND OUTSIDE OF THE DEPARTMENT'S FACILITIES TO PROMOTE INMATES' 23 SUCCESSFUL REHABILITATION, REENTRY, AND REINTEGRATION INTO THE 24 COMMUNITY.

(a) Create a division of correctional industries which is
 profit-oriented, which generates revenue for its operations and capital
 investment, which partly reimburses the general fund for the expense of

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correctional services, and which assumes responsibility for training
 offenders in general work habits, work skills, and specific training skills
 that increase their employment prospects when released;
 (b) Develop, to the extent possible, industries that provide forty

4 (b) Develop, to the extent possible, industries that provide forty
 5 hours of work activity each week for all able-bodied offenders;

6 (c) Provide an environment for the operation of correctional
7 industries that closely resembles the environment for the business
8 operations of a private corporate entity;

9 (d) Make the division of correctional industries responsible for
 10 and accountable to the general assembly and to the governor for
 11 correctional industries programs in this state.

(2) It is the GENERAL ASSEMBLY'S intent of the general assembly
that the division of correctional industries assume COLLABORATE WITH
THE DEPARTMENT TO PERFORM all duties and functions for correctional
industries.

SECTION <u>5.</u> In Colorado Revised Statutes, 17-24-103, amend
 the introductory portion and (4); and add (5) and (6) as follows:

18 17-24-103. Definitions. As used in this article ARTICLE 24, unless
19 the context otherwise requires:

(4) "Programs" "EXTERNAL PROGRAM" means the correctional
industries programs provided and A REHABILITATION AND WORK
PROGRAM administered by the division but IN PARTNERSHIP WITH
EMPLOYERS OUTSIDE OF DEPARTMENT FACILITIES. "EXTERNAL PROGRAM"
does not include educational services or other productive activities
administered by the division of adult parole.

26 (5) "INTERNAL PROGRAM" MEANS A REHABILITATION AND WORK
27 PROGRAM THAT IS PROVIDED INSIDE A DEPARTMENT FACILITY, IS

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1 ADMINISTERED BY THE DIVISION, AND MAY BE IN PARTNERSHIP WITH 2 EMPLOYERS OUTSIDE OF DEPARTMENT FACILITIES. "INTERNAL PROGRAM" 3 DOES NOT INCLUDE EDUCATIONAL SERVICES OR OTHER PRODUCTIVE 4 ACTIVITIES ADMINISTERED BY THE DIVISION OF ADULT PAROLE. (6) "PROGRAMS" MEANS EXTERNAL PROGRAMS AND INTERNAL 5 6 PROGRAMS. 7 SECTION 6. In Colorado Revised Statutes, 17-24-106, amend 8 (1) introductory portion, (1)(b), (1)(d), (1)(e), (1)(f)(I), (1)(p), and (1)(r); 9 and **repeal** (1)(a) and (1)(c) as follows: 10 17-24-106. General powers of the division. (1) In addition to 11 any other powers granted to the division by this article 24, the division

12 shall have HAS the following powers:

(a) To provide programs which are profit-oriented, which generate
revenue for their operation and capital investment, and which partly
reimburse the general fund for the use of inmate labor for the expense of
adult correctional services;

17 (b) To develop to the extent possible, programs that provide forty
18 hours of work activity each week for all able-bodied offenders PROMOTE
19 SUCCESSFUL REHABILITATION, REENTRY, AND REINTEGRATION INTO THE
20 COMMUNITY;

(c) To develop programs that assume responsibility for training
 offenders in general work habits, general work skills, and specific
 training skills which increase the offenders' employment prospects when
 released;

(d) To acquire or purchase equipment, raw materials, supplies,
office space, insurance, and services and to engage the supervisory
personnel necessary to establish and maintain for the state EXTERNAL

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programs AND INTERNAL PROGRAMS at the state's correctional institutions
 pursuant to law;

3 (e) To utilize the labor services of prisoners in the manufacture or
4 production of PRODUCE goods and services that are needed for the
5 construction, operation, or maintenance of any office, department,
6 institution, or agency supported in whole or in part by the state, any
7 political subdivision of the state, or the federal government;

8 (f) (I) To sell all goods and services, including capital 9 construction items, produced by the INTERNAL programs to agencies 10 supported in whole or in part by the state, any political subdivision of the 11 state, other states or their political subdivisions, or the federal 12 government; or AND

13 (p) To sell Colorado state flags produced by the programs AN 14 INTERNAL PROGRAM to retailers in this state at a price as near to the 15 prevailing wholesale market price and quality as is practical and to 16 individuals at retail price; however, the division must supply the 17 requirements of state agencies and political subdivisions of the state 18 before selling such flags as provided in this paragraph (p) SUBSECTION 19 (1)(p). The price of flags to state agencies and political subdivisions of 20 this state shall MUST be determined pursuant to section 17-24-112.

(r) To utilize the labor services of prisoners in order to receive,
repair, and distribute surplus property pursuant to the powers and duties
provided in part 4 of article 82 of title 24, C.R.S., and to use such labor
services in order to receive, repair, sell, or otherwise dispose of surplus
state property as provided in section 17-24-106.6;

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SECTION 7. In Colorado Revised Statutes, 17-24-110, amend

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1 (1) and (2) as follows:

17-24-110. Financial payment incentives. (1) The division shall
establish a system of financial payments to serve as an incentive for more
effective and efficient performance of its programs FOR <u>INMATES</u> WHO
PARTICIPATE IN INTERNAL PROGRAMS.

6 (2) The division shall be provided, from the diagnostic services 7 unit of the division of adult parole SHALL PROVIDE TO THE DIVISION 8 personnel testing services that perform a vocational assessment of work 9 experience and training needs; from the superintendent of each 10 correctional institution, offender labor services; and from the 11 superintendent of each such institution, security services at the work site, 12 in addition to perimeter and scheduled security, when the division and the 13 superintendent determine such additional services are reasonably 14 necessary to ensure the safety of the public, the staff, and the offenders 15 INMATES.

16 SECTION <u>8.</u> In Colorado Revised Statutes, 17-24-112, amend
17 (1) as follows:

18 **17-24-112. Pricing.** (1) The division shall fix and determine the 19 prices at which all labor is performed and at which all goods and services 20 produced are sold. Such FOR INTERNAL PROGRAM LABOR, GOODS, AND 21 SERVICES. THE prices for industry products shall MUST be as near the 22 prevailing market prices for similar QUALITY goods and services, and 23 quality as is practical. Such THE prices, other than prices for agricultural 24 products, shall MUST not exceed the wholesale market prices for like 25 articles and products in the case of sales to the state or its political 26 subdivisions, or the prevailing retail market prices for like articles and 27 products in the case of sales to the general public.

SECTION <u>9.</u> In Colorado Revised Statutes, amend 17-24-114 as
 follows:

3 17-24-114. Provisions for <u>inmates</u> - rules. (1) The director, IN 4 COLLABORATION WITH THE DEPARTMENT, shall make all DETERMINE 5 offender INMATE work assignments within the division. Each such 6 offender INMATE work assignment shall MUST take into account the 7 diagnostic services unit recommendation of employment training needs 8 of the offender, and INMATE, the security classification of the offender 9 <u>INMATE</u> as determined by the superintendent of each correctional 10 institution, AND THE REHABILITATION, REENTRY, AND REINTEGRATION 11 NEEDS OF THE <u>INMATE</u>.

12 (2) The director shall establish the rate of compensation RATE for 13 the offenders INMATES working The director and the director of the 14 division of adult parole shall have the authority to make rules and 15 regulations regarding the method and time of compensation payments. A 16 portion of such compensation shall be paid to the division of adult parole 17 to defray the cost of operations for adult parole, and a portion of such 18 compensation shall be paid to each offender in relation to the number of 19 hours worked, type of work assignment, and quality of work performed 20 IN INTERNAL PROGRAMS. Payment rates shall MUST be established on an 21 annual basis after review by the joint budget committee and by 22 appropriation of the general assembly. No offender shall be compensated 23 if he is placed in administrative or punitive segregation or if he is 24 able-bodied but THE DIRECTOR SHALL NOT COMPENSATE AN INMATE IF 25 THE <u>INMATE</u> refuses to participate in an available work REHABILITATION 26 AND WORK program. or other productive activity. The department will 27 provide hygienic items to all inmates in administrative or punitive

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1 segregation.

2 (3) The division of adult parole is empowered to grant earned time
3 allowances consistent with part 4 of article 22.5 of this title in relation to
4 an offender's work performance and evaluation, as recommended by the
5 director.

6 (4) The division has the power to establish rules and regulations
7 governing the employment, conduct, and management of <u>offenders</u>
8 <u>INMATES</u> while assigned to INTERNAL programs. All such rules and
9 regulations pertaining to the payment, employment, conduct, and
10 management of <u>offenders shall INMATES</u> MUST be published and posted
11 for <u>offenders INMATES</u>.

SECTION <u>10.</u> In Colorado Revised Statutes, 17-24-122, amend
(1), (2), (3), (5), and (6); and repeal (4) and (8) as follows:

14 17-24-122. Agreements for the employment of <u>inmates</u> by 15 private entities. (1) The DIVISION, IN COLLABORATION WITH THE 16 department, of corrections, working through the division, is authorized to 17 enter into agreements with private persons or entities for the utilization 18 of inmate labor in the manufacturing, processing, or assembly of 19 components, finished goods, services, or product lines within facilities 20 owned or leased by the department TO PROVIDE EMPLOYMENT 21 OPPORTUNITIES FOR INMATES THROUGH EXTERNAL PROGRAMS. Such 22 agreements shall be ARE subject to the prior review of the attorney 23 general and the correctional industries advisory committee.

(2) The DIVISION, IN COLLABORATION WITH THE department, is
authorized to enter into agreements subject to state fiscal rules and the
prior review of the attorney general which THAT allow for PRIVATE PARTY
financing by the private contractor for equipment, raw materials, training

of workers, and operation of industries developed pursuant to the provisions of this section. In any such agreement, the department may provide for the recovery of the costs of providing facilities for the private contractor by requiring the payment of rent for such facilities.

5 (3) Agreements entered into pursuant to this section shall MUST 6 provide that any <u>inmate</u> assigned pursuant to section 17-24-114 (1) to 7 work as inmate labor AN EXTERNAL PROGRAM for a private person or 8 entity which THAT made such agreement pursuant to subsection (1) of this 9 section shall be IS an employee of the private person or entity and, 10 notwithstanding section 17-24-114 (2), such inmate shall be paid THE 11 PRIVATE PERSON OR ENTITY SHALL PAY at least the federal STATE 12 minimum wage for the labor performed. Such wages shall MUST be paid 13 to the department of corrections and shall be held in trust for the inmate 14 in a revenue-producing account until the inmate is paroled or discharged 15 from custody. The provisions of AN ACCOUNT FOR THE INMATE. Section 16 8-40-301 (3), C.R.S., shall apply APPLIES to any inmate employed by a 17 private person or entity pursuant to this section.

(4) Out of the wages held in trust for an inmate pursuant to
subsection (3) of this section, the department of corrections shall deduct
up to fifty percent of such wages to be used to defray the costs incident
to the inmate's confinement.

(5) Out of the <u>INMATE's</u> wages, held in trust for an inmate
 pursuant to subsection (3) of this section, and subsequent to the deduction
 made pursuant to subsection (4) of this section, the department of
 corrections shall deduct periodically for the following purposes and in the
 following order of priority:

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(a) <u>Compensation of RESTITUTION FOR</u> the victim of the crime

committed by the <u>inmate</u> for expenses actually and reasonably incurred
 as a result of the injury to the person or property of the victim, including
 medical expenses, loss of earning power, and any other pecuniary loss
 directly resulting from the injury to the person or property or the death of
 the victim, which a court of competent jurisdiction determines or has
 determined to be reasonable and proper;

7 (a.5) Voluntary payment of such amounts to the victims assistance
8 and law enforcement fund established in section 24-33.5-506, C.R.S., as
9 is deemed appropriate by the executive director of the department; of
10 corrections; AND

(b) Payment of such amounts for the support of the <u>inmate's</u>
dependents as is deemed appropriate by the executive director of the
department, of corrections, taking into account any court orders for such
support. and

15 (c) Payment of incidental expenses of the inmate while the inmate
16 is still in custody.

17 (6) Any amounts of money which THAT remain in trust for the 18 inmate INMATE'S ACCOUNT after the deductions made pursuant to this 19 section shall MUST be paid to the inmate upon parole or discharge from 20 custody. The executive director of the department of corrections shall 21 have the discretion to pay to the inmate any amounts of money which 22 remain in trust for such inmate in installments over the period of one year 23 from the date of parole or discharge. If an inmate dies prior to discharge 24 from custody and the body goes unclaimed for more than five days, the 25 amount remaining in trust THE INMATE'S ACCOUNT may be used to defray 26 any costs incurred by the state of Colorado in connection with the burial 27 of such THE inmate, and any amount remaining after burial costs have

been paid or the body has been claimed shall MUST be paid to the <u>inmate's</u>
 estate.

3 (8) In making offender work assignments pursuant to section
4 17-24-114, there shall be a presumption that the most fit and able inmates
5 shall be assigned by the director to a work assignment pursuant to this
6 section.

7 SECTION <u>11.</u> In Colorado Revised Statutes, 17-24-125, amend
8 (4)(a) as follows:

9 17-24-125. Correctional industries at nonstate-owned facilities 10 - definitions. (4) (a) Each nonstate-owned prison facility operating an 11 inmate labor program shall hold wages earned by a state prisoner in trust 12 for the prisoner AN INMATE in a revenue-producing account FOR THE 13 INMATE until the prisoner INMATE is paroled or discharged from custody. 14 Out of the wages held in trust for a state prisoner AN INMATE pursuant to 15 the provisions of this paragraph SUBSECTION (4)(a), the nonstate-owned 16 prison facility shall make disbursements pursuant to the provisions of 17 section 17-24-122 (4) and (5). Section 17-24-122 (6) shall also apply to 18 any wages held in trust for a state prisoner pursuant to this paragraph (a) 19 SECTION 17-24-122 (5) AND (6).

20 SECTION <u>12.</u> In Colorado Revised Statutes, amend 17-29-101 21 as follows:

17-29-101. Legislative declaration. The general assembly hereby
 finds and declares that the people of this state would benefit from a
 program to reclaim and maintain the land and resources of public entities
 within this state AN <u>INMATE</u> REHABILITATION AND WORK PROGRAM THAT
 PROMOTES THAT PERSON'S SUCCESSFUL REHABILITATION, REENTRY, AND
 REINTEGRATION INTO THE COMMUNITY; that the executive director has

1 custody over inmates both male and female, who could be utilized as a 2 labor force in BENEFIT FROM such a program; that such a program would 3 reinforce the rehabilitation of such inmates, PROVIDES work skills and 4 instill INSTILLS a work ethic in the inmates, thereby facilitating their 5 readjustment to society. and that work assignments involving physical 6 labor will assist the executive director and the wardens in the 7 management of correctional facilities under their supervision. To these 8 ends, it is the purpose of this article ARTICLE 29 to create within the 9 department physical labor work programs, including an intensive labor 10 work program for all inmates INTERNAL AND EXTERNAL REHABILITATION 11 AND WORK PROGRAMS FOR INMATES sentenced to the department. 12 including repeat offenders and parole violators as well as those inmates 13 who demonstrate behavior inconsistent with the rules of the department 14 or any of its facilities, which utilize the physical labor of inmates. The 15 executive director or the executive director's designee may appoint 16 facility wardens, responsible for the administration of correctional 17 facilities, to perform the duties and functions set forth in this article 18 ARTICLE 29.

SECTION <u>13.</u> In Colorado Revised Statutes, 17-29-105, amend
(1) introductory <u>portion</u> and (1)(h); and **repeal** (2) as follows:

17-29-105. Minimum security off-grounds work programs authorized. (1) The executive director, IN COLLABORATION WITH THE
DIVISION OF CORRECTIONAL INDUSTRIES, may establish an off-grounds
EXTERNAL work program for any appropriate MEDIUM, minimum, and
minimum-restrictive <u>inmates.</u> The purpose of the program is to provide
employment opportunities for such <u>inmates</u>, to reinforce the rehabilitation
of such <u>inmates</u>, and to provide <u>inmates</u> with the necessary skills and

1 appropriate work ethics in reentering the work force and their 2 communities. Under the program, inmates may be assigned to appropriate 3 work assignments requested by THROUGH EMPLOYMENT AGREEMENTS 4 WITH any federal, state, or local governmental agency; or nonprofit 5 agency; Appropriate work assignments shall be determined by the 6 executive director. Requests from agencies and agency agreements with 7 the department shall OR PRIVATE PERSON OR ENTITY. THE EXECUTIVE 8 DIRECTOR SHALL DETERMINE APPROPRIATE WORK ASSIGNMENTS. 9 EMPLOYMENT AGREEMENTS MUST comply with criteria established by the 10 executive director pursuant to section 17-20-115; except that such criteria 11 may include but is not limited to the following requirements:

12

(h) That <u>inmates be</u> ARE compensated AT THE STATE MINIMUM
WAGE, in accordance with the provisions of this title TITLE 17, and with
the Colorado department of corrections inmate pay regulation including,
but not limited to, provisions with respect to deductions. and
reimbursement for care claims.

18 (2) No project shall be undertaken or agreement made for any
19 project that results in any personal benefit or profit for a private
20 individual as opposed to the public.

SECTION <u>14.</u> Safety clause. The general assembly hereby finds,
 determines, and declares that this act is necessary for the immediate
 preservation of the public peace, health, or safety.