Post-Release Substance Abuse Treatment for Criminal Offenders: A Cost-Effectiveness Analysis

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#### Introduction

Currently more than 2 million individuals incarcerated in prisons or jails in the U.S. (BJS, 2003)

Estimated 600,000 inmates were released in 2001

 2/3 expected to return to prison for new offenses or parole violations (Travis, et al., 2001)

Over 70% of federal and state inmates reported past drug use (BJS, 1999)

How prepared is society for prisoner reentry?

Potential economic importance of post-release treatment and socialization programs

# Introduction (cont.)

- Perform a cost-effectiveness analysis of the CREST work release TC and aftercare programs
- First study to consider cost and effectiveness of post-release treatment in work release setting
- Primary research questions
  - How much did the CREST work release TC and aftercare programs cost?
  - Was the number of days reincarcerated over follow-up significantly different across study conditions?
  - Was CREST work release cost-effective relative to standard work release?
  - Did the additional investment in aftercare prove costeffective?

## **CREST Outreach Center**

- Established in 1991 with funding from NIDA
- Part of a three stage substance abuse treatment continuum for Delaware offenders (in-prison, work release, aftercare)
- Coeducational, six-month TC
- Aftercare began in 1996
- Aftercare is a 6-month program that offers weekly counseling and drug testing

## Data

- Data provided by original follow-up evaluations (P.I. Inciardi from Univ. of DE)
  - Data correspond to years 1997-1998
  - Eligibility
    - Within 18-24 months of release
    - History of substance abuse
    - No sexual offenses or arson charges
- Inmates that were eligible for work release and had been classified as needing treatment were randomly assigned to CREST work release or standard work release

# Data (cont.)

N=836

Sample sizes, by study conditions:

- 1. All CREST work release (N=587)
  - 161 came from the in-prison program (KEY)
  - 426 CREST participants came directly from general population
- 2. CREST work release only (N=378)
- 3. CREST work release plus aftercare (N=209)
- 4. Comparison (N-249)

#### **Overview of Methods**

Cost-Effectiveness Analysis (CEA)

- Framed from the perspective of the Delaware Department of Corrections
- One outcome is used to express treatment effectiveness (days incarcerated over follow-up)

Treatment cost was estimated using the Drug Abuse Treatment Cost Analysis Program (DATCAP)

### **Cost-Effectiveness Analysis**

Treatment cost

- Direct costs associated with treatment provision, excluding the value of donated or subsidized resources
- Focused on incremental costs associated with CREST programs (additional costs above standard work release costs)
- Treatment effectiveness
  - Number of days incarcerated over the 18-month follow-up period
  - Reincarceration for both new offenses and probation violations
  - This is a principle concern of the Delaware Department of Corrections

## Cost-effectiveness analysis (cont.)

Cost-effectiveness calculations

Compares the incremental cost and incremental effectiveness between 2 or more study conditions:

$$\frac{C_x - C_y}{E_x - E_y} = \frac{IC_{xy}}{IE_{xy}} = ICER_{xy}$$

 ICER<sub>xy</sub> indicates the marginal cost of achieving one fewer incarceration day in study condition y relative to study condition x

#### Summary of Table 1: Variable Means, by Study Condition

- Significant differences across study groups: age, ethnicity, graduating from in-prison treatment (KEY), number of follow-up days incarcerated, and program costs
- CREST participants had 74.39 days reincarcerated
  - CREST work release only had 91.96 days reincarcerated
  - CREST work release plus aftercare had 42.60 days reincarcerated
- Comparison had 104.20 days reincarcerated
- CREST work release only participants had greatest average lifetime arrests (11.29)

#### Summary of Table 2: Average Utilization and Cost of CREST Work Release and Aftercare

- Estimated cost per day in CREST work release : \$11.68
- Estimated cost per day in aftercare: \$2.72
- Average total cost for All CREST: \$1,937
  - Average length of stay 154.28 days
  - Average total cost for CREST work release only: \$1,604
    - Average length of stay 137.33 days

Average total cost for CREST work release + aftercare: \$2,539

 Average length of stay 184.92 days in CREST work release and 139.33 days in aftercare Summary of Table 3: Cost-Effectiveness Analysis Results

Comparison vs. All CREST participants • ICER = \$65, the cost per avoided incarceration day under CREST • 95% bootstrapped confidence interval [43 – 169] CREST work release only vs. CREST + aftercare ICER = \$19 per avoided incarceration day 95% bootstrapped confidence interval [14 – 28]

### **Table 3: Cost-Effectiveness Analysis**

| Study Condition                                     | Treatment Cost (\$)                | Days Incarcerated<br>During Follow-up |  |
|---|------------------------------------|---------------------------------------|--|
| Comparison Group                                    | 0.00                               | 104.16<br>[88.82; 120.90]             |  |
| All CREST<br>Participants                           | 1,937<br>[1.876; 1,996]            | 74.39<br>[65.30; 82.52]               | -  |
| CREST Work<br>Release Only<br>Participants          | 1,604<br>[1,529; 1,671]            | 91.96<br>[79.90; 102.70]              | _  |
| CREST + Aftercare<br>Participants                   | 2,539<br>[2,475; 2,599]            | 42.60<br>[30.71; 55.32]               | -  |
| Cost-Effectiveness<br>Comparison                    | Incremental<br>Treatment Cost (\$) | Incremental Days<br>Incarcerated      | Incremental Cost-<br>Effectiveness Ratio<br>(\$) |
| Comparison Group<br>vs. All CREST<br>Participants   | 1,937***<br>[1,871; 2,000]         | 29.77***<br>[11.67; 46.00]            | 65.06<br>[42.51; 169.14]                         |
| CREST Work<br>Release Only vs.<br>CREST + Aftercare | 935***<br>[844; 1,039]             | 49.36***<br>[32.16; 65.00]            | 18.94<br>[14.24; 28.07]                          |

### Discussion

- Involvement in CREST reduced reincarceration relative to standard work release
- Cost per avoided incarceration day for CREST slightly higher than average daily cost of incarceration (\$65 vs. \$57)
  - But cannot statistically conclude CREST not cost-effective with confidence interval of \$42 to \$169
- In addition to reduced reincarceration, what else is CREST buying?
  - Employment, improved family and community relationships, reduced drug use?
- Is it possible CREST group had inflated number of reincarceration days due to increased scrutiny by probation officers?

# **Discussion (cont.)**

- Selection bias within CREST intent-to-treat subgroups
  - Participation in aftercare was voluntary
  - Only "policy" lever the DOC could control was whether an individual entered standard work release or CREST work release
- Efficacy vs. Effectiveness
  - Efficacy: can it work?
  - Effectiveness: does it work?

### Conclusion

- First economic evaluation of the CREST work release TC and aftercare programs
- CREST work release cost \$1,937 for average participant and reduced reincarceration days by 29% (30 fewer days) relative to standard work release
  - Additional investment in aftercare of \$935 per client led to 43% less reincarceration (49 fewer days) than CREST work release only participants
- Results resonate with recent assessments of corrections-based treatment programs
- Future analyses will consider the long-term returns to these programs in the context of a benefit-cost analysis

### References

Travis, J., Solomon, A.L., and Waul, M. (2001). From prison to home: The dimensions and consequences of prisoner reentry. Washington, DC: The Urban Institute, Justice Policy Center U.S. Department of Justice, Bureau of Justice Statistics website: http://www.ojp.usdoj.gov/bjs