

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1585 - HB 2237

February 5, 2018

SUMMARY OF BILL: Prohibits the Department of Correction (DOC) from including guaranteed occupancy levels in any future contracts entered into under the Private Prison Contracting Act of 1986 (the Act), codified in Title 41, Chapter 24, Part 1.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The Act authorizes the DOC to enter into a contract for correctional services for only one medium security or minimum security facility. Pursuant to the Act, DOC contracts with CoreCivic to operate the South Central Correctional Facility.
- DOC contracts with Hardeman County for the Hardeman County Correctional Facility and the Whiteville Correctional Facility. DOC also contracts with Trousdale County for the Trousdale County Correctional Facility. However, these contracts do not fall under the provisions of the Act. The proposed legislation only applies to the contract for the South Central Correctional Facility.
- The contract for the South Central Correctional Facility does not include an occupancy guarantee provision. Further, the proposed request for proposals (RFP) for the management of South Central Correctional Facility, which will be issued later this year, does not contain an occupancy guarantee provision.
- Given that the proposed legislation does not affect any current provision of the contract or any provision in the proposed RFP, the fiscal impact for the legislation is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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