936944

LEGISLATIVE ACTION

Senate	•	House
Comm: RCS		
01/25/2012		
	•	
	•	

The Committee on Budget (Negron) recommended the following:

## Senate Amendment (with title amendment)

Delete lines 72 - 250

4 and insert:

1 2 3

5 (1) Notwithstanding s. 287.057(1)(b)1., the Department of 6 Management Services, working with the Department of Corrections, 7 shall, through the issuance of two or more requests for 8 proposals, privatize the management and operation of all correctional facilities and assigned correctional units, 9 10 including prisons, annexes, work camps, road prisons, and work 11 release centers, which are operated by the Department of Management Services in the Southern Florida Region and located 12 in Manatee, Hardee, Indian River, Okeechobee, Highlands, St. 13

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14 Lucie, DeSoto, Sarasota, Charlotte, Glades, Martin, Palm Beach, Hendry, Lee, Collier, Broward, Miami-Dade, and Monroe Counties, 15 16 excluding the South Florida Reception Center and any 17 correctional facility or assigned correctional unit that has 18 been closed or scheduled for closure before June 30, 2012. 19 (2) The Department of Management Services shall issue its requests for proposals no later than 30 days after the effective 20 21 date of this act. The Department of Management Services shall 22 require that any proposal submitted in response to a request for 23 proposals be submitted no later than 30 days after the issuance 24 of the request for proposals. The Department of Management 25 Services shall prepare the business case for the privatization required under this section, in accordance with s. 287.0571, 26 27 prior to the issuance of the requests for proposals. 28 (3) Each request for proposals which is issued by the 29 Department of Management Services must provide that the total 30 cost of a responsive proposal to the state during the first year of the contract must result in actual cost savings to the state 31 32 of at least 7 percent of the costs incurred by the state for the 2010-2011 fiscal year for the provision of the services at the 33 34 correctional facilities and assigned correctional units included 35 in the request for proposals. For each correctional facility and 36 assigned correctional unit included in a request for proposals, 37 the Department of Corrections shall determine and provide to the 38 Department of Management Services the costs incurred by the state for the 2010-2011 fiscal year using the average daily 39 40 population of each correctional facility and assigned correctional unit during the 2010-2011 fiscal year and the 41 42 direct and distributed inmate per diem cost for each

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43	correctional facility and assigned correctional unit during the
44	2010-2011 fiscal year, reduced for the 3 percent retirement
45	contribution now required by state employees under chapter 121,
46	by inmate medical costs, and by the department's direct and
47	personnel costs associated with inmate classification. The total
48	costs to be incurred by the state in the second or subsequent
49	years of the contract resulting from a request for proposals may
50	increase annually by not more than the percentage change in the
51	Consumer Price Index for All Urban Consumers, U.S. City Average,
52	all items not seasonally adjusted or successor reports, for the
53	preceding December as initially reported by the United States
54	Department of Labor, Bureau of Labor Statistics; however, any
55	such increase is contingent upon appropriation by the
56	Legislature. Notwithstanding s. 120.57(3), the provisions in a
57	request for proposals which relate to the cost savings required
58	under this subsection are not subject to challenge in any
59	protest of the specifications of the request for proposals.
60	(4) Each contractor selected as a result of a request for
61	proposals must manage and operate each correctional facility and
62	the assigned correctional unit at capacities set forth in s.
63	944.023.
64	(5) All activities regarding the classification of inmates
65	shall remain under the Department of Corrections' supervision
66	and direction as required by law. Each facility's average daily
67	population, as well as medical and psychological grade
68	population percentages, shall remain substantially unchanged
69	from the average daily population calculated for the 2010-2011
70	fiscal year.
71	(6) Notwithstanding ss. 944.72 and 945.215, funds from
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72	canteens, subsistence payments, and any other participating
73	accounts associated with or located at the correctional
74	facilities and all assigned correctional units shall continue to
75	be remitted to the General Revenue Fund.
76	(7) The provisions of ss. 944.105(1) and (7) and 944.719(2)
77	do not apply to any request for proposals or contract authorized
78	by this section. Section 216.023 does not apply to the
79	Department of Corrections or the Department of Management
80	Services with respect to the services required to be privatized
81	under this section until the Department of Corrections is
82	required to submit its legislative budget request for the first
83	fiscal year that begins after the the privatization required
84	under this section has been implemented.
85	(8) Any contract entered into by the Department of
86	Management Services resulting from a request for proposals must:
87	(a) Require compliance with all applicable federal, state,
88	and local laws and all rules adopted by the department.
89	(b) Require actual cost savings to the state of at least $7$
90	percent of the costs incurred by the state for the 2010-2011
91	fiscal year for the provision of the required services at the
92	correctional facilities and assigned correctional units included
93	in the request for proposals.
94	(c) Be for a term not to exceed 5 years, which may be
95	renewed as provided in s. 287.057.
96	(d) Require the selection and appointment of a full-time
97	contract monitor. The contract monitor shall be appointed and
98	supervised by the Department of Management Services. The
99	contractor shall reimburse the Department of Management Services
100	for the salary and expenses of the contract monitor. It is the

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101	obligation of the contractor to provide suitable office space
102	for the contract monitor at the correctional facility. The
102	
	contract monitor shall have unlimited access to the correctional
104	facilities and assigned correctional units.
105	(e) Require the certification of private correctional
106	officers pursuant to s. 943.1395 at the contractor's expense,
107	and all such officers must meet the minimum qualifications
108	established in s. 943.13. All other employees of the contractor
109	who perform their duties at the private correctional facility
110	shall, at a minimum, receive the same quality and quantity of
111	training required by the state for employees of state-operated
112	correctional facilities. All training expenses are the
113	responsibility of the contractor. The Department of Corrections
114	shall be the contributor and recipient of all criminal
115	background information necessary for certification by the
116	Criminal Justice Standards and Training Commission.
117	(f) Include specific performance measures and levels of
118	expected performance for the contractor in order to ensure
119	contractor performance and accountability, and require the
120	contractor to provide the department with information concerning
121	each performance measure for each separate correctional facility
122	and assigned correctional unit for each month, calendar quarter,
123	and year during the term of the contract, in the format
124	specified by the department.
125	1. The required performance measures must include, but are
126	not limited to:
127	a. The number of batteries committed by inmates on one or
128	more persons per 1,000 inmates;
129	b. The number of inmates receiving major disciplinary

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130	reports per 1,000 inmates;
131	c. The percentage of random inmate drug tests that are
132	negative;
133	d. The percentage of reported criminal incidents
134	investigated by the proper authorities;
135	e. The number of escapes from the secure perimeter of major
136	institutions;
137	f. The percentage of inmates placed in a facility that
138	provides at least one of the inmate's primary program needs;
139	g. The number of transition plans completed for inmates who
140	are released from prison;
141	h. The number of release plans completed for inmates who
142	are released from prison;
143	i. The percentage of release plans completed for inmates
144	who are released from prison;
145	j. The percentage of inmates who successfully complete drug
146	abuse education or treatment programs;
147	k. The number of inmates who are receiving substance abuse
148	services;
149	1. The percentage of inmates who complete mandatory
150	literacy programs and who score at or above the 6th grade level
151	on Tests of Adult Basic Education;
152	m. The percentage of inmates who successfully complete
153	mandatory literacy programs;
154	n. The percentage of inmates who successfully complete
155	education programs for the General Education Development (GED)
156	test preparation;
157	o. The percentage of inmates needing special education
158	programs who participate in special education programs in

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159	accordance with federal law;
160	p. The percentage of inmates who successfully complete
161	vocational education programs;
162	q. The average increase in grade level achieved by inmates
163	participating in education programs every 3-month instructional
164	period; and
165	r. The percentage of inmates who successfully complete
166	transition, rehabilitation, or support programs without
167	subsequent recommitment to community supervision or prison for
168	24 months after release.
169	2. For work release centers, the required performance
170	measures must also include, but are not limited to:
171	a. The percent of employment of supervised individuals;
172	b. The illegal substance use by supervised individuals;
173	c. The victim restitution paid by supervised individuals;
174	d. Compliance by supervised individuals with no-contact
175	orders;
176	e. The number of serious incidents occurring at the
177	facility; and
178	f. The number of absconders.
179	(9) The Department of Management Services shall provide
180	reports to each chair of the legislative appropriations
181	committees regarding the performance of each contractor which
182	include, but are not limited to, information regarding each
183	required performance measure in each contract resulting from the
184	request for proposals for each contractor and for each
185	correctional facility and assigned correctional unit.
186	(10) After the Department of Management Services has issued
187	its notice of intent to award a contract, resolved any bid

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188 protests, and concluded negotiation of a contract resulting from the request for proposals, the Department of Corrections must 189 190 prepare and submit to the Legislative Budget Commission proposed 191 revisions to its operating budget which demonstrate the 7 192 percent savings required under subsection (3), which must be 193 attained during the first year of the term of the contract. 194 (11) After approval by the Legislative Budget Commission, 195 the Department of Management Services shall enter into a 196 contract with one or more winning bidders. 197 (12) Each current Department of Corrections employee at the designated correctional facility and assigned correctional unit 198 199 who is affected by the privatization must be given first 200 preference for continued employment by the contractor selected 201 as a result of a request for proposals. The Department of 202 Corrections shall make reasonable efforts to find suitable job 203 placements for employees who wish to continue to be employed by 204 the state. 205 (13) The request for appropriation of funds to make 206 payments pursuant to contracts entered into by the Department of 207 Management Services for the operation and maintenance of the 208 correctional facilities and assigned correctional units as 209 authorized by this section shall be made by the Department of 210 Management Services in a request to the Department of 211 Corrections. The Department of Corrections shall include such 212 request in its legislative budget request to the Legislature as 213 a separately identified item and shall forward the request of 214 the Department of Management Services without change. After an 215 appropriation has been made by the Legislature to the Department of Corrections for the correctional facilities and assigned 216

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217	correctional units, the Department of Corrections shall have no
218	authority over such funds other than to pay from such
219	appropriation to the appropriate contractor such amounts as are
220	certified for payment by the Department of Management Services.
221	(14) The Department of Management Services and the
222	Department of Corrections may adopt rules as necessary to
223	administer this section.
224	
225	=========== T I T L E A M E N D M E N T =================================
226	And the title is amended as follows:
227	Delete lines 2 - 63
228	and insert:
229	An act relating to the privatization of correctional
230	facilities; creating s. 944.7115, F.S.; requiring that
231	the Department of Management Services, working with
232	the Department of Corrections, privatize the
233	management and operation of certain correctional
234	facilities and assigned correctional units; requiring
235	that the Department of Management Services issue two
236	or more requests for proposals; providing a timeframe
237	for proposals submitted in response to a request for
238	proposals; requiring the department to prepare a
239	business case for the privatization before issuing the
240	requests for proposals; providing certain cost-saving
241	requirements; requiring that the Department of
242	Corrections determine the costs incurred for the 2010-
243	2011 fiscal year for each correctional facility and
244	assigned correctional unit according to a specified
245	formula; limiting the costs to be incurred by the

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Florida Senate - 2012 Bill No. CS for SB 2038



246 state in the second or subsequent contract years; 247 providing that the provisions in a request for 248 proposals which relate to cost savings are not subject 249 to challenge in any protest of the specifications of a 250 request for proposals; requiring that each contractor 251 selected as a result of a request for proposals manage 252 and operate the correctional facilities and all 253 assigned correctional units at certain capacities; 254 requiring that all activities regarding the 255 classification of inmates remain under the supervision 256 and direction of the Department of Corrections; 257 requiring that each facility's average daily 258 population and medical and psychological grade 259 population percentages remain unchanged from the 260 average daily population calculated for the 2010-2011 261 fiscal year; requiring that certain accounts 262 associated with the correctional facilities and 263 assigned correctional units continue to be remitted to 264 the General Revenue Fund; providing that certain 265 statutory provisions regarding contractual 266 arrangements with private entities for the operation 267 and maintenance of correctional facilities and the 268 certification of private correctional officers do not 269 apply to a request for proposals or a contract 270 authorized by the act; providing that s. 216.023, F.S., regarding legislative budget requests furnished 271 272 to the Legislature, does not initially apply to the 273 Department of Corrections or the Department of 274 Management Services with respect to the services

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275 required to be privatized under the act; requiring the 276 appointment of a contract monitor; providing 277 requirements for the certification of private 278 correctional officers at the contractor's expense; 279 providing required performance measures for a contract 280 that results from a request for proposals; requiring 281 that the Department of Management Services provide 282 reports to the legislative appropriations committees 283 regarding the performance of each contractor; 284 requiring that the Department of Corrections prepare 285 and submit to the Legislative Budget Commission 286 proposed revisions to its operating budget; requiring 287 that the Department of Management Services enter into 288 a contract with one or more winning bidders after 289 approval by the Legislative Budget Commission; 290 requiring that current employees at each designated 291 correctional facility and assigned correctional unit 292 be given first preference for continued employment; 293 requiring that the Department of Corrections make 294 reasonable efforts for finding job placements for 295 employees who wish to continue to be employed by the 296 state; providing requirements for the request for 297 appropriation of funds; limiting the authority of the 298 Department of Corrections with respect to such 299 appropriation; authorizing the Department of 300 Management Services and the Department of Corrections 301 to adopt rules; providing