2

3

4

5

6

7

8

9

10

11

1213

14

15

16

17

18

1920

21

22

23

24

25

26

27

28

29

By the Committee on Rules

595-01994-12 20122038

A bill to be entitled An act relating to the privatization of correctional facilities; creating s. 944.7115, F.S.; requiring that the Department of Corrections privatize the management and operation of certain correctional facilities and assigned correctional units; requiring that the department issue one or more requests for proposals; providing a timeframe for proposals submitted in response to a request for proposals; providing certain cost-saving requirements for a request for proposals; requiring that the department determine the costs incurred for the 2010-2011 fiscal year for each correctional facility and assigned correctional unit according to a specified formula; limiting the costs to be incurred by the state in the second or subsequent contract years; providing that the provisions in a request for proposals which relate to cost savings are not subject to challenge in any protest of the specifications of a request for proposals; requiring that each contractor selected as a result of a request for proposals manage and operate the correctional facilities and all assigned correctional units at certain capacities; requiring that all activities regarding the classification of inmates remain under the department's supervision and direction; requiring that each facility's average daily population and medical and psychological grade population percentages remain unchanged from the

average daily population calculated for the 2010-2011

31

32

33

34

35

36

37

38

39

40 41

42

43

44

45

46

47

48

49

50

51

52

53

54

55

56

57

58

595-01994-12 20122038

fiscal year; requiring that certain participating accounts associated with the correctional facilities and assigned correctional units continue to be remitted to the General Revenue Fund; providing that certain statutory provisions regarding contractual arrangements with private entities for the operation and maintenance of correctional facilities and the certification of private correctional officers do not apply to a request for proposals or a contract authorized by the act; providing that s. 216.023, F.S., regarding legislative budget requests furnished to the Legislature, does not initially apply to the department with respect to the services required to be privatized under the act; providing requirements for a contract that results from a request for proposals; requiring that the department provide reports to the legislative appropriations committees regarding the performance of each contractor; requiring that the department prepare and submit to the Legislative Budget Commission proposed revisions to its operating budget; requiring that the department enter into a contract with one or more winning bidders after approval by the Legislative Budget Commission; requiring that current employees at each designated correctional facility and assigned correctional unit be given first preference for continued employment; requiring that the department make reasonable efforts for finding job placements for employees who wish to continue to be employed by the state; authorizing the

595-01994-12 20122038

department to adopt rules; repealing s. 944.719(1), F.S., relating to the adoption of rules by the Department of Corrections regarding contractual arrangements and standards for the operation of correctional facilities by private vendors; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Section 944.7115, Florida Statutes, is created to read:

(1) Notwithstanding s. 287.057(1)(b)1., the department

 <u>944.7115 Department of Corrections; Southern Florida</u>
Region; privatization of correctional facilities.—

shall, through the issuance of one or more requests for proposals, privatize the management and operation of all correctional facilities and assigned correctional units, including prisons, annexes, work camps, road prisons, and work

 release centers, which are operated by the department in the Southern Florida Region and located in Manatee, Hardee, Indian

 River, Okeechobee, Highlands, St. Lucie, DeSoto, Sarasota, Charlotte, Glades, Martin, Palm Beach, Hendry, Lee, Collier,

Broward, Miami-Dade, and Monroe Counties, excluding any correctional facility or assigned correctional unit that has been closed or scheduled for closure before June 30, 2012.

(2) The department shall issue its request for proposals no later than 30 days after the effective date of this act. The department shall require that any proposal submitted in response to a request for proposals be submitted no later than 30 days

89

90

91

92

93

94

95

96

97

98

99

100

101

102

103

104

105

106

107

108

109

110111

112113

114

115

116

595-01994-12 20122038

after the issuance of the request for proposals.

(3) Each request for proposals which is issued by the department must provide that the total cost of a responsive proposal to the department during the first year of the contract must result in actual cost savings to the state 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 correctional facilities and assigned correctional units included in the request for proposals. For each correctional facility and assigned correctional unit included in a request for proposals, the department shall determine the costs incurred by the state for the 2010-2011 fiscal year using the average daily population of each correctional facility and assigned correctional unit during the 2010-2011 fiscal year and the direct and distributed inmate per diem cost for each correctional facility and assigned correctional unit during the 2010-2011 fiscal year, reduced for the 3 percent retirement contribution now required by state employees under chapter 121, by inmate medical costs, and by the department's direct and personnel costs associated with inmate classification. The total costs to be incurred by the state in the second or subsequent years of the contract resulting from the request for proposals may increase by not more than the percentage increase in the Consumer Price Index; however, any such increase is contingent upon appropriation by the Legislature. Notwithstanding s. 120.57(3), the provisions in a request for proposals which relate to the cost savings required under this subsection are not subject to challenge in any protest of the specifications of the request for proposals.

(4) Each contractor selected as a result of a request for

595-01994-12 20122038

proposals must manage and operate each correctional facility and
the assigned correctional unit at capacities set forth in s.

944.023.

- (5) All activities regarding the classification of inmates shall remain under the department's supervision and direction as required by law. Each facility's average daily population, as well as medical and psychological grade population percentages, shall remain substantially unchanged from the average daily population calculated for the 2010-2011 fiscal year.
- (6) Notwithstanding ss. 944.72 and 945.215, funds from canteens, subsistence payments, and any other participating accounts associated with or located at the correctional facilities and all assigned correctional units shall continue to be remitted to the General Revenue Fund.
- (7) The provisions of s. 944.105(1), (6), and (7) do not apply to any request for proposals or contract authorized by this section. Section 216.023 does not apply to the department with respect to the services required to be privatized under this section until the department is required to submit its legislative budget request for the first fiscal year that begins after the department completely implements the privatization required under this section.
- (8) Any contract resulting from a request for proposals
 must:
- (a) Require compliance with all applicable federal, state, and local laws and all rules adopted by the department.
- (b) Require actual cost savings to the state of at least 7 percent of the costs incurred by the state for the 2010-2011 fiscal year for the provision of the required services at the

149

150

151

152

153

154

155

156

157

158

159

160

161

162

163

164

165

166167

168

169

170

171

172

173

174

595-01994-12 20122038

146 <u>correctional facilities and assigned correctional units included</u> 147 in the request for proposals.

- (c) Include specific performance measures and levels of expected performance for the contractor in order to ensure contractor performance and accountability, and require the contractor to provide the department with information concerning each performance measure for each separate correctional facility and assigned correctional unit for each month, calendar quarter, and year during the term of the contract, in the format specified by the department.
- 1. The required performance measures must include, but are
 not limited to:
- a. The number of batteries committed by inmates on one or more persons per 1,000 inmates;
- b. The number of inmates receiving major disciplinary reports per 1,000 inmates;
- c. The percentage of random inmate drug tests that are negative;
- d. The percentage of reported criminal incidents investigated by the proper authorities;
- $\underline{\text{e. The number of escapes from the secure perimeter of major}}$ institutions;
- f. The percentage of inmates placed in a facility that provides at least one of the inmate's primary program needs;
- g. The number of transition plans completed for inmates are released from prison;
- h. The number of release plans completed for inmates are released from prison;
 - i. The percentage of release plans completed for inmates

176

177

178

179

180

181

182

183

184

185186

187

188

189

190

191

192

193

194

195

196

197198

199

200

201

202

203

20122038 595-01994-12 released from prison; j. The percentage of inmates who successfully complete drug abuse education or treatment programs; k. The number of inmates who are receiving substance abuse services; 1. The percentage of inmates who complete mandatory literacy programs and who score at or above the 6th grade level on Tests of Adult Basic Education; m. The percentage of inmates who successfully complete mandatory literacy programs; n. The percentage of inmates who successfully complete education programs for the General Education Development (GED) test preparation; o. The percentage of inmates needing special education programs who participate in special education programs in accordance with federal law; p. The percentage of inmates who successfully complete vocational education programs; q. The average increase in grade level achieved by inmates participating in education programs every 3-month instructional period; and r. The percentage of inmates who successfully complete transition, rehabilitation, or support programs without subsequent recommitment to community supervision or prison for 24 months after release. 2. For work release centers, the required performance measures must also include, but are not limited to:

a. The percent of employment of supervised individuals;

b. The illegal substance use by supervised individuals;

595-01994-12 20122038

c. The victim restitution paid by supervised individuals;

- d. Compliance by supervised individuals without contact
 orders;
- <u>e. The number of serious incidents occurring at the</u> facility; and
 - f. The number of absconders.
- (9) The department shall provide reports to each chair of the legislative appropriations committees regarding the performance of each contractor which include, but are not limited to, information regarding each required performance measure in each contract resulting from the request for proposals for each contractor and for each correctional facility and assigned correctional unit.
- (10) After the department has issued its notice of intent to award a contract, resolved any bid protests, and concluded negotiation of a contract resulting from the request for proposals, the department must prepare and submit to the Legislative Budget Commission proposed revisions to its operating budget which demonstrate the 7 percent savings required under subsection (3), which must be attained during the first year of the term of the contract.
- (11) After approval by the Legislative Budget Commission, the department shall enter into a contract with one or more winning bidders.
- (12) Each current department employee at the designated correctional facility and assigned correctional unit who is affected by the privatization must be given first preference for continued employment by the contractor selected as a result of a request for proposals. The department shall make reasonable

ı	595-01994-12 20122038
233	efforts to find suitable job placements for employees who wish
234	to continue to be employed by the state.
235	(13) The department may adopt rules as necessary to
236	administer this section.
237	Section 2. Subsection (1) of section 944.719, Florida
238	Statutes, is repealed.
239	Section 3. This act shall take effect upon becoming a law.