

FISCAL ESTIMATE FORM

1999 Session

X ORIGINAL

UPDATED

LRB # - 3148/1

CORRECTED

SUPPLEMENTAL

INTRODUCTION # AB0539

Admin. Rule #

Subject

Consturction of private prisons

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

X Increase Costs - May be possible to Absorb Within Agency's Budget Yes No

X Increase Existing Appropriation

Increase Existing Revenues

Decrease Existing Appropriation

Decrease Existing Revenues

Decrease Costs

Create New Appropriation

Local: No local government costs

1. Increase Costs

Permissive Mandatory

3. Increase Revenues

Permissive Mandatory

5. Types of Local Governmental Units Affected:

Towns Villages Cities

2. Decrease Costs

Permissive Mandatory

4. Decrease Revenues

Permissive Mandatory

Counties Others _____

School Districts WTCS Districts

Fund Sources Affected

GPR FED PRO XPRS SEG SEG-S

Affected Ch. 20 Appropriations

20.505(1)(kc)

Assumptions Used in Arriving at Fiscal Estimate:

The bill would authorize the Building Commission to regulate the construction of additional correctional facilities by private persons by requiring a state lease or state acquisition of the facility. For such projects it is assumed the Building Commission would require construction supervision to be performed as a state function to assure state standards are met during the construction. Major prison facilities require 1-2 construction superintendents for the length of the project. Variables such as size and security level determine the length and complexity of construction. An experienced construction representative would cost \$57,000 to \$64,000 annually in salary and benefits. The actual cost for expenditures would depend on the number and complexity of projects proposed by private persons.

To acquire such prisons enumeration of their purchase price would be required.

Long-Range Fiscal Implications:

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