As Amended by House Committee

Session of 2021

HOUSE BILL No. 2401

By Committee on Appropriations

2-18

AN ACT concerning the department of corrections; authorizing the secretary of corrections to enter agreements for public-private partnerships for projects for new or renovated buildings at correctional institutions for education, skills-building and spiritual needs programs; establishing a nonprofit corporation to receive gifts, donations, grants and other moneys and engage in fundraising projects for funding such projects; amending K.S.A. 75-3739 and repealing the existing section.

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WHEREAS, The Legislature finds that it is in the public's interest to prepare incarcerated persons to be ready to meet Kansas workforce needs when released, by providing education and skills-building programs and services; and

WHEREAS, There is a public need for the construction or renovation of facilities that are used predominantly for education and skills-building programs and services for persons housed in adult correctional institutions, to prepare incarcerated persons for employment and successful reentry after incarceration; and

WHEREAS, It is in the public interest to authorize, encourage and incentivize public-private partnerships to support projects to raise funds for and construct or renovate buildings to provide space to deliver education and skills-building programs and services; and

WHEREAS, It is the intent of the Legislature to encourage investment in the state by private entities, to facilitate various bond financing mechanisms, private capital and other funding sources for constructing and upgrading buildings for education and skills-building programs at correctional institutions and to provide the greatest possible flexibility to public and private entities for entering public-private partnerships for that purpose; and

WHEREAS, It is the intent of the Legislature to encourage and enable partnerships with faith-based organizations to address the spiritual needs of incarcerated persons:

Now, therefore:

Be it enacted by the Legislature of the State of Kansas:

New Section 1. As used in K.S.A. 75-3739, and amendments thereto, and sections 1 through 5, and amendments thereto:

(a) "Private entity" means any partnership, firm, association,

Proposed amendment
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Prepared by the Office of Revisor of Statutes

corporation, sole proprietorship or other business organization, whether organized for profit or not-for-profit and includes any faith-based organization.

- (b) "Secretary" means the secretary of corrections.
- (c) "Public-private partnership" means the relationship established between the department of corrections and a private entity by contracting for the performance of any combination of specified functions or responsibilities to develop, finance, construct or renovate a building at a correctional institution where the department of corrections cost for development, finance, construction or renovation of such building does not exceed 25% of the total cost of the developing, financing, constructing or renovating such building.
- (d) "Correctional institution" means the Lansing correctional facility, Hutchinson correctional facility, Topeka correctional facility, Norton correctional facility, Ellsworth correctional facility, Winfield correctional facility, Osawatomie correctional facility, Larned correctional mental health facility, Toronto correctional work facility, Stockton correctional facility, Wichita work release facility, El Dorado correctional facility, any juvenile correctional facility or institution as defined in K.S.A. 2020 Supp. 38-2302, and amendments thereto, and any other correctional institution established by the state for the confinement of adult or juvenile offenders under control of the secretary.
- (e) "Public-private project" means the project to develop, finance, construct or renovate a building at a correctional institution pursuant to a public-private partnership.
- (f) "Faith-based organization" means any religious, charitable and other organization as defined by article 17 of chapter 17 of the Kansas Statutes Annotated, and amendments thereto, or any other organization whose values are based on faith and beliefs, or both, that has a mission based on social values of the particular faith and whose members are from a particular faith group.
- (g) "Spiritual needs" means any program or service that addresses any issue related to sincerely held religious beliefs.
- New Sec. 2. (a) The secretary is hereby authorized to enter agreements with private entities for public-private project for the purpose of funding new or renovated buildings at a correctional institution for:
 - (1) Education and skills-building programs and services; and
 - (2) purposes of addressing the spiritual needs of incarcerated persons.
- (b) The secretary shall determine whether the project is suitable for a public-private partnership agreement, by conducting an analysis of the feasibility, desirability and the convenience to the public of the project and whether the project furthers the public policy goals of the department of corrections. The secretary shall consult with the secretary of administration

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for input from the office of facilities and property management when conducting such analysis.

- (c) Prior to commencement of a public-private project, the secretary shall advise and consult with the joint committee on state building construction concerning such project, including the budget for such project.
- (d) Nothing in this act shall be construed to mean that a public-private partnership may be established for the purpose of developing, financing or construction of a privately operated correctional institution.
- (e) The secretary may request approval for the issuance of bonds for a public-private project from the department of administration for the purposes of K.S.A. 74-8905(b), and amendments thereto, and the authorization of the issuance of bonds by the Kansas development finance authority in accordance with K.S.A. 74-8905, and amendments thereto.
- New Sec. 3. (a) For any proposed public-private project, the secretary shall cause to be prepared a budget for the project.
- (b) The budget shall reflect the source of the funds and set out with particularity the full cost of construction and acquisition of such project. The budget may, but is not required to, include operational costs of such project.
- (c) The secretary shall include any department of corrections costs for such projects in budget estimates pursuant to K.S.A. 75-3717 and 75-3717b, and amendments thereto, and clearly indicate the portion to be paid by the state and the portion to be paid by private funds.
- (d) The secretary is authorized to establish a nonprofit corporation organized under section 501(c)(3) of the internal revenue code of 1986. The board of directors of the nonprofit corporation shall consist of representatives of the department of corrections and department of administration. The purpose of the nonprofit corporation shall be to receive gifts, donations, grants and other moneys and engage in fundraising to fund new or renovated building projects for education, skills-building and spiritual needs programs at any correctional institution.
- New Sec. 4. (a) In any public-private partnership, the secretary shall ensure the private entity is qualified to carry out the project, including, but not limited to, ensuring that the private entity:
- (1) Has available such lawful sources of funding, capital, securities or other financial resources as are necessary to carry out the project;
- (2) possesses either through its staff, subcontractors, a consortium or joint venture agreement the managerial, organizational, technical capacity and experience in the type of project undertaken;
 - (3) is qualified to lawfully conduct business in Kansas;
- (4) certifies that no director, officer, partner, owner or other individual with direct and significant control over the policy of the private entity has

(f) The secretary shall submit to the house of representatives committee on corrections and juvenile justice and the senate committee on judiciary at the beginning of the regular session of the legislature in 2022 and annually thereafter a report of the following: Status of any public-private project entered into; funds raised for the education, skills-building and spiritual needs programs and services; buildings renovated or constructed for such programs or services; names of all education and skills-building program and service providers; brief description of the programs and services offered; number of inmates enrolled in an education or skills-building program or service; and graduation or completion outcomes of each education or skills-building program or service