

AMENDMENT # 1

By Rep. Croft

OFFERED IN THE HOUSE

TO: CSHB 498(FIN)

- 1 Page 1, line 7: *(title amendment)*
2 Delete "in the City of Bethel"
3
4 Page 1, line 8:
5 Delete "for that project"
6
7 Page 2, line 1, following "INTENT."
8 Insert "(a)"
9
10 Page 2, following line 14:
11 Insert a new subsection to read:
12 "(b) It is the intent of the legislature in secs. 4 and 5 of this Act, that the weighted
13 average per diem cost at the publicly operated facilities (excluding costs related to major
14 medical, prescription medication, and transportation of prisoners and other services excluded
15 in contracts for Alaska prisoner care and custody in privately operated facilities outside the
16 state) will be less than \$79 in current dollars."
17
18 Page 3, line 4:
19 Delete "1,000"
20 Insert "250"
21
22 Page 3, line 10:
23 Delete "1,000"
24 Insert "250"

1

2 Page 5, following line 9:

3 Insert a new bill section to read:

4 **"* Sec. 5.** The uncodified law of the State of Alaska is amended by adding a new section to
5 read:6 AUTHORIZATION TO LEASE CORRECTIONAL FACILITY SPACE WITH
7 MUNICIPALITIES. (a) To relieve overcrowding of existing correctional facilities in the
8 state and the extensive use of out-of-state correctional facilities, the Department of
9 Corrections may enter into agreements with the following municipalities for expanded
10 correctional facilities:11 (1) Fairbanks North Star Borough - expansion of existing facility by up to 100
12 beds;13 (2) Matanuska-Susitna Borough - expansion of existing facilities by up to 250
14 beds;

15 (3) Seward - expansion of existing facility by up to 150 beds;

16 (4) City of Kenai - expansion of existing facility by up to 250 beds.

17 (b) The authorizations given by (a) of this section are subject to the following
18 conditions:19 (1) the average capital cost for all beds may not exceed \$155,000 a bed,
20 adjusted for inflation at the rate of three percent a year from the effective date of this Act;21 (2) the state shall enter into a joint ownership agreement with the municipality
22 of the expanded facility, enter into a long-term lease not to exceed 20 years of the
23 municipality's interest in the facility, and operate the facility; payments under the lease may
24 not exceed \$16,700 a bed;25 (3) the agreement to lease must contain terms providing that the commissioner
26 of corrections may terminate for cause any contract for operating the facility."
27

28 Renumber the following bill sections accordingly.

29

30 Page 5, lines 11 - 14:

31 Delete all material.

- 1
- 2 Renumber the following bill sections accordingly.
- 3
- 4 Page 5, line 15:
 - 5 Delete "Sections 1 - 3 and 5"
 - 6 Insert "Sections 1 - 3 and 6"
 - 7
- 8 Page 5, lines 16 - 18:
 - 9 Delete all material.