

HOUSE BILL NO. 912

Introduced: 03/17/83

Referred to Committee on Appropriations: 03/17/83  
Died in Committee

1 *House* BILL NO. *912*  
2 INTRODUCED BY *Colin Raylan*  
3

4 A BILL FOR AN ACT ENTITLED: "AN ACT APPROPRIATING FUNDS TO  
5 STUDY ALTERNATIVES FOR FINANCING PRISON FACILITIES; AND  
6 PROVIDING AN IMMEDIATE EFFECTIVE DATE."

7  
8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

9 Section 1. Prison facilities -- financing  
10 alternatives. (1) The budget director shall contract with a  
11 qualified consultant to explore financing alternatives for  
12 maximum security prison facilities for the State of Montana  
13 to determine the financing method that minimizes expense to  
14 the State.

15 (2) The contract must require that the consultant  
16 report an analysis of at least the following:

17 (a) future and present value financing cost of an  
18 addition to the "new prison" (opened 1977) by sale of State  
19 of Montana general obligation bonds;

20 (b) financing cost, future and present value, for  
21 rehabilitation of the old Montana territorial prison by sale  
22 of State of Montana general obligation bonds;

23 (c) lease payments by the State should a new facility  
24 be built or rehabilitated by the private sector through  
25 private sector financing;

1 (d) buyback provisions and cost to the State for  
2 purchase of privately owned or privately financed maximum  
3 security facilities;

4 (e) tax revenue generated to the State and local  
5 taxing jurisdictions through private ownership; and

6 (f) marketability of the old Montana territorial  
7 prison for use other than as a penal institution.

8 Section 2. Appropriation. There is appropriated  
9 \$200,000 from the bond proceeds and insurance clearance  
10 account to the Office of Budget and Program Planning for the  
11 purposes of section 1.

12 Section 3. Effective date. This act is effective on  
13 passage and approval.

-End-

-2- INTRODUCED BILL  
HB 912