

**Bill Summary**  
1<sup>st</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 946</b>
<b>Version:</b>	<b>INT</b>
<b>Request No.:</b>	<b>1724</b>
<b>Author:</b>	<b>Sen. Floyd</b>
<b>Date:</b>	<b>02/01/2019</b>

**Bill Analysis**

SB 946 creates the Pay for Success Act. The measure authorizes agencies to enter into public-private partnerships contingent upon services or programs meeting specified performance targets and outcome measures. To pay for these services, the measure creates the Pay-for-Success Innovation Fund. The Office of Management and Enterprise Services will administer the Fund.

After an agency head determines that a contract will result in a public benefit, an agency may contract a private entity to secure up-front capital from private investors to fund a state service or program. In addition to securing private funding, the pay-for success contracts must contain a method to secure a third-party to provide status reports, identify a payment schedule, and identify success metrics for a project.

Prepared by: Kalen Taylor