

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

<b>Bill No.:</b>	<b>SB 210</b>
<b>Version:</b>	<b>INT</b>
<b>Request No.:</b>	<b>987</b>
<b>Author:</b>	<b>Sen. Thompson</b>
<b>Date:</b>	<b>01/09/2019</b>

**Bill Analysis**

SB 210 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.

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**Fiscal Analysis**

FY '20 impact - Indeterminable  
Full year impact - Indeterminable

This bill allows any agency or agencies to enter into a public/private contract to achieve specified performance goals which would result in the private entity receiving performance payments. Since this bill contains permission language and allows the entities creating the contract to determine the amount of the performance payments, a fiscal impact is currently indeterminable.

Source of impact: Senate Staff