



EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

January 26, 2021

Statement from Acting OMB Director Robert Fairweather

**Budgetary Impact Analysis for Executive Order Entitled
“Reforming Our Incarceration System to Eliminate the Use of Privately Operated
Criminal Detention Facilities”**

This executive order reduces profit-based incentives for incarceration by phasing out the Federal Government’s reliance on privately operated criminal detention facilities and directs the Attorney General to not renew Department of Justice contracts with privately operated criminal detention facilities, consistent with applicable law. Implementing this executive order would have de minimis impact on costs and revenues to the Federal Government. The benefits of this executive order include ensuring that our Nation’s incarceration and correctional systems are focused on rehabilitation and redemption and ensuring humane treatment of those in the Federal criminal justice system. Implementing this executive order would have de minimis impact on mandatory and discretionary obligations and outlays, as well as on revenues to the Federal Government, in the 5-year fiscal period beginning in fiscal year 2021. The agencies anticipated to be impacted by this executive order include the Department of Justice.