

April 20, 2009

Corrections Corporation of America  
10 Burton Hills Boulevard  
Nashville, TN 37215

Dear Sir or Madam:

The Project On Government Oversight (POGO) has updated its Federal Contractor Misconduct Database (<http://www.contractormisconduct.org/>), a compilation of information from public resources regarding government contractors, including Corrections Corporation of America. I have enclosed the findings relevant to your company, and I am seeking verification of this data.

Any response would be greatly appreciated, as the accuracy of this information is in the best interest of all parties. Out of fairness to Corrections Corporation of America, please be assured that any response received by POGO will be posted on the website along with the data. Please note that the database includes pending instances, but these are kept separate from resolved instances and are not included in the totals.

If you have any questions, I can be reached at (202) 347-1122. Thank you for your time and consideration.

Sincerely,

Neil Gordon  
Investigator

Enclosure

## **Instances**

McKnight v. CCA (Jail Assault)

Date: 12/13/2002 (Date of Settlement)

Misconduct Type: Other

Enforcement Agency: Non-Governmental

Contracting Party: None

Court Type: Civil

Amount: Undisclosed

Disposition: Settlement

Synopsis: Brandon McKnight was attacked and beaten by an inmate at the Tulsa County jail, a facility managed by Corrections Corporation of America. He accused CCA of negligently placing McKnight and his assailant in the same holding cell. In December 2002 CCA settled the lawsuit for an undisclosed amount. (In his complaint, McKnight asked for \$75,000 in damages, plus fees, costs and interest.)

William P. vs. CCA (Juvenile Facility Abuse)

Date: 12/14/2000 (Date of Verdict)

Misconduct Type: Human Rights

Enforcement Agency: Non-Governmental

Contracting Party: None

Court Type: Civil

Amount: \$3,125,000

Disposition: Judgment Against Defendant

Synopsis: A lawsuit was filed on behalf of William P., a 14-year-old boy who claimed he was physically abused by guards at a CCA-managed juvenile detention facility in Richland, South Carolina. In December 2000, a federal jury awarded him \$125,000 in actual damages and \$3 million in punitive damages.

Northeast Ohio Correctional Center Class Action

Date: 03/01/1999 (Date of Settlement)

Misconduct Type: Human Rights

Enforcement Agency: Non-Governmental

Contracting Party: None

Court Type: Civil

Amount: \$2,406,000

Disposition: Settlement

Synopsis: Washington, D.C. inmates who were transferred to the CCA-managed Northeast Ohio Correctional Center filed a lawsuit claiming they were physically abused, not adequately protected and denied adequate medical care at the facility. In March 1999, CCA agreed to pay \$1.65 million plus \$756,000 in fees and expenses to settle the lawsuit.

Doe v. TransCor America (Sexual Assault)

Date: 04/23/2002 (Date of Settlement Announcement)

Misconduct Type: Human Rights

Enforcement Agency: Non-Governmental

Contracting Party: None

Court Type: Civil

Amount: Undisclosed

Disposition: Settlement

Synopsis: The ACLU filed a lawsuit against CCA's TransCor America subsidiary on behalf of a female prisoner who claimed she was sexually assaulted by a TransCor guard while being transported from Texas to Colorado. In April, 2002, TransCor settled the lawsuit for an undisclosed amount.

Settlement of 1997 IRS Audit

Date: 10/24/2002 (Date of Settlement)

Misconduct Type: Tax

Enforcement Agency: Treasury – IRS

Contracting Party: None

Court Type: Administrative

Amount: \$54,000,000

Disposition: Settlement

Synopsis: In October 2002 CCA entered into a settlement agreement with the Internal Revenue Service in connection with the IRS's audit of a 1997 federal income tax return filed by CCA's corporate predecessor. Under the terms of the settlement, CCA paid approximately \$54 million.