SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

[X] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934.

For the quarterly period ended September 27, 1998

OR

[ ] TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934.

For the transition period from to

COMMISSION FILE NUMBER 1-14260

WACKENHUT CORRECTIONS CORPORATION

(Exact name of registrant as specified in its charter)

Florida	65-0043078
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)
4200 Wackenhut Drive #100, Palm Beach Gardens, Florida	33410-4243
(Address of principal executive offices)	(Zip code)

(561) 622-5656

(Registrant's telephone number, including area code)

Not Applicable

Former name, former address and former fiscal year, if changed since last report.

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding twelve (12) months (or for such shorter period that the registrant was required to file such report), and (2) has been subject to such filing requirements for the past 90 days.

Yes /X/   No / /

At November 9, 1998, 21,856,197 shares of the registrant's Common Stock were issued and outstanding.

WACKENHUT CORRECTIONS CORPORATION

PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

The following consolidated financial statements of Wackenhut Corrections Corporation, a Florida corporation (the "Corporation") have been prepared in accordance with the instructions to Form 10-Q and, therefore, omit or condense certain footnotes and other information normally included in financial statements prepared in accordance with generally accepted accounting principles. In the opinion of management, all adjustments (consisting only of normal recurring accruals) necessary for a fair presentation of the financial information for the interim periods reported have been made. Results of operations for the thirty-nine weeks ended September 27, 1998 are not necessarily indicative of the results for the entire fiscal year ending January 3, 1999.

WACKENHUT CORRECTIONS CORPORATION
CONSOLIDATED STATEMENTS OF INCOME
FOR THE THIRTEEN AND THIRTY-NINE WEEKS ENDED
SEPTEMBER 27, 1998 AND SEPTEMBER 28, 1997
(IN THOUSANDS EXCEPT PER SHARE DATA)
(UNAUDITED)

	THIRTEEN WEEKS ENDED		THIRTY-NINE WEEKS ENDED	
	1998	1997	1998	1997
Revenues	$ 78,177	$ 55,104	$ 224,063	$ 147,840
Operating expenses (including amounts related to Parent of $1,846, $803, $5,854 and $3,531)	65,713	45,594	188,158	123,160
Depreciation and amortization	2,409	1,947	8,023	4,605
Contribution from operations	10,055	7,563	27,882	20,075
G&A expense (including amounts related to Parent of $542, $396, $1,653 and $1,167)	3,732	2,762	10,675	8,213
Operating income	6,323	4,801	17,207	11,862
Interest income (including amounts related to Parent of $0, $58, $72 and ($50))	586	128	1,395	946
Income before income taxes and equity income of affiliate	6,909	4,929	18,602	12,808
Provision for income taxes	2,914	1,923	7,675	4,995
Income before equity income of affiliate	3,995	3,006	10,927	7,813
Equity income of affiliate, net of income tax provision of $305, $123, $825 and $434	470	182	1,269	679
Net income	$ 4,465	$ 3,188	$ 12,196	$ 8,492
Earnings per share				
Basic	$ 0.20	$ 0.14	$ 0.55	$ 0.39
Diluted	$ 0.20	$ 0.14	$ 0.54	$ 0.37
Weighted average shares outstanding				
Basic	22,145	22,002	22,188	21,968
Diluted	22,681	22,770	22,769	22,655

The accompanying notes to unaudited consolidated financial statements are an integral part of these statements.

WACKENHUT CORRECTIONS CORPORATION
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 27, 1998 AND DECEMBER 28, 1997
(IN THOUSANDS EXCEPT SHARE DATA)

	SEPTEMBER 27, 1998	DECEMBER 28, 1997
	(UNAUDITED)	
ASSETS		
Current Assets:		
Cash	$ 46,734	$ 28,960
Accounts receivable, net	47,474	36,755
Other	15,983	9,457
Total current assets	110,191	75,172
Property and equipment, net	21,953	38,754
Investments in and advances to affiliates	11,559	7,325
Deferred charges, net	12,808	14,218
Unamortized cost in excess of net assets of acquired companies, net	1,894	2,359
Other	2,775	1,375
	$ 161,180	$ 139,203
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities:		
Accounts payable	$ 4,927	$ 6,160
Accrued payroll and related taxes	7,321	8,316
Accrued expenses	17,391	11,717
Current portion of long-term debt	12	12
Deferred income tax liability, net	1,020	391
Total current liabilities	30,671	26,596
Deferred income tax liability, net	2,814	10,099
Long-term debt	204	213
Deferred revenue from sale to CVP REIT	15,189	---
Shareholders' equity:		
Preferred stock, $.01 par value, 10,000,000 shares authorized	---	---
Common stock, $.01 par value, 60,000,000 shares authorized, 22,019,797 and 22,168,542 shares issued and outstanding	220	222
Additional paid-in capital	81,338	78,006
Retained earnings	38,419	26,223
Cumulative translation adjustment	(3,820)	(2,156)
Treasury stock	(3,855)	---
Total shareholders' equity	112,302	102,295
	$ 161,180	$ 139,203

The accompanying notes to unaudited consolidated financial statements are an integral part of these balance sheets.

WACKENHUT CORRECTIONS CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THIRTY-NINE WEEKS ENDED
SEPTEMBER 27, 1998 AND SEPTEMBER 28, 1997
(IN THOUSANDS)
(UNAUDITED)

	THIRTY-NINE WEEKS ENDED	
	SEPTEMBER 27, 1998	SEPTEMBER 28, 1997
CASH FLOWS FROM OPERATING ACTIVITIES:		
NET INCOME	$ 12,196	$ 8,492
Adjustments to reconcile net income to net cash provided by operating activities--		
Depreciation and amortization expense	8,023	4,605
Equity income of affiliates	(2,094)	(1,113)
Changes in assets and liabilities --		
Increase in assets:		
Accounts receivable	(11,207)	(8,208)
Other current assets	(4,417)	(1,496)
Other assets	(1,796)	(927)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	2,244	3,345
Accrued payroll and related taxes	(820)	96
Deferred income tax liability, net	(4,554)	5,234
NET CASH (USED IN) PROVIDED BY OPERATING ACTIVITIES	$ (2,425)	$ 10,028
CASH FLOWS FROM INVESTING ACTIVITIES:		
Investments in affiliates	(2,155)	(2,844)
Capital expenditures	(10,307)	(18,278)
Proceeds from sale of facilities to CPV	41,768	---
Deferred charge expenditures	(5,557)	(9,599)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	$ 23,749	$ (30,721)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from exercise of stock options	$ 1,227	$ 1,073
Payment of debt	(9)	(21)
Proceeds from debt	---	201
Advances from Parent	112,650	62,614
Repayments to Parent	(112,650)	(62,308)
Repurchases of common stock	(3,855)	---
NET CASH (USED IN) PROVIDED BY FINANCING ACTIVITIES	$ (2,637)	$ 1,559
Effect of exchange rate changes on cash	(913)	(345)
Net increase (decrease) in cash	17,774	(19,479)
Cash, beginning of period	28,960	44,368
CASH, END OF PERIOD	$ 46,734	$ 24,889

The accompanying notes to unaudited consolidated financial statements are an integral part of these statements.

WACKENHUT CORRECTIONS CORPORATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

1. GENERAL

The consolidated financial statements of the Company are unaudited and, in the opinion of management, include all adjustments necessary to fairly present the Company's financial condition, results of operations and cash flows for the interim period. The results for the thirty-nine weeks ended September 27, 1998 are not necessarily indicative of the results of operations to be expected for the full year. These statements should be read in conjunction with the financial statements and notes thereto included in the Company's Annual Report on Form 10-K for the year ended December 28, 1997.

The accounting policies followed for the quarterly financial reporting are the same as those disclosed in Note 2 of the Notes To Consolidated Financial Statements included in the Corporation's Form 10-K filed with the Securities and Exchange Commission on February 20, 1998 for the fiscal years ended December 28, 1997, December 29, 1996 and December 31, 1995. Certain prior year amounts have been reclassified to conform with current year financial statement presentation.

2. DOMESTIC AND INTERNATIONAL OPERATIONS

A summary of domestic and international operations is presented below (dollars in thousands):

	THIRTY-NINE WEEKS ENDED	
	SEPTEMBER 27, 1998	SEPTEMBER 28, 1997
REVENUES		
Domestic operations	$ 187,990	$ 120,291
International operations	36,073	27,549
Total revenues	$ 224,063	$ 147,840
OPERATING INCOME		
Domestic operations	$ 14,286	$ 8,847
International operations	2,921	3,015
Total operating income	$ 17,207	$ 11,862

	SEPTEMBER 27, 1998	DECEMBER 28, 1997
IDENTIFIABLE ASSETS		
Domestic operations	$ 138,738	$ 120,538
International operations	22,442	18,665
Total identifiable assets	$ 161,180	$ 139,203

3. DEFERRED CHARGES

Through December 28, 1997, the Company capitalized and amortized facility start-up costs, consisting of costs of initial employee training, travel and other direct expenses incurred in connection with the opening of new facilities, on a straight-line basis over the lesser of the original contract term plus renewals or five years. Effective December 29, 1997, the Company modified this policy to amortize

WACKENHUT CORRECTIONS CORPORATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

facility start-up costs over the lesser of the initial contract term or five years. Had this policy been followed in prior periods, the impact would have been immaterial.

In April 1998, the Financial Accounting Standards Board issued Statement of Position 98-5 ("SOP 98-5") on Accounting for Costs of Start-up Activities. SOP 98-5 requires the expensing of start-up costs, defined as pre-opening, pre-operating and pre-contract type costs, as incurred and is effective for fiscal years beginning after December 15, 1998. If adopted by the Company in fiscal 1998, the Company anticipates a pre-tax write-off of existing unamortized start-up costs of approximately $19 million (or $11.5 million after-tax) to record the cumulative effect of the change in accounting principle.

Also, upon adoption, the Company will reverse start-up amortization expense recorded during the year and expense start-up costs previously deferred during the year. Pre-tax income will be negatively impacted to the extent start-up costs exceed reversed amortization expenses. If adopted in 1998, the Company expects an impact, over and above the one-time write-off of approximately $19 million, of approximately ($800,000) depending upon the results of start-up activities during the fourth quarter.

4. COMPREHENSIVE INCOME

The Company adopted Statement of Financial Accounting Standards No. 130 ("SFAS 130"), "Reporting Comprehensive Income," effective December 29, 1997. SFAS 130 establishes standards for reporting and display of comprehensive income and its components in financial statements. The components of the Company's comprehensive income are as follows (dollars in thousands):

	THIRTY-NINE WEEKS ENDED	
	SEPTEMBER 27, 1998	SEPTEMBER 28, 1997
Net Income	$ 12,196	$ 8,492
Foreign currency translation adjustments, net of income tax expense $1,170 and $394, respectively.	(1,664)	(616)
Comprehensive income	$ 10,532	$ 7,876

5. SALE OF FACILITIES TO CORRECTIONAL PROPERTIES TRUST

On April 28, 1998, Correctional Properties Trust ("CPV"), a Maryland real estate investment trust, sold 6.2 million shares of common stock at $20.00 per share in an initial public offering. Approximately $113.0 million of the net proceeds of the offering were used to acquire eight correctional and detention facilities operated by the Company. The Company received approximately $42 million for the three facilities owned by it and for its right to acquire four of the other five facilities and realized a profit on the sale of approximately $18 million which is being amortized over the ten-year lease term. The eighth facility was purchased directly from the government entity. Subsequent to the purchase, CPV is leasing these eight facilities to the Company. CPV was also granted the option to acquire three additional correctional facilities currently under development by the Company and the fifteen-year right to acquire and lease back future correctional and detention facilities developed or acquired by the Company.

On October 30, 1998, CPV acquired the Lea County Correctional Facility in Hobbs, New Mexico. Simultaneous with the purchase, the Company entered into a ten-year lease of the facility from CPV. The future minimum lease commitments under the leases for these nine facilities are as follows (in thousands):

Fiscal Year	Annual Rental
1999	$ 13,483
2000	13,888
2001	14,058
2002	14,058
2003	14,058
Thereafter	62,091
	$131,636

WACKENHUT CORRECTIONS CORPORATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

6. EARNINGS PER SHARE

The following table shows the amounts used in computing earnings per share in accordance with Statement of Financial Accounting Standards No. 128 and the effects on income and the weighted average number of shares of potential dilutive common stock (in thousands, except share data).

	THIRTEEN WEEKS ENDED					
	SEPTEMBER 27, 1998			SEPTEMBER 28, 1997		
	INCOME	SHARES	PER SHARE AMOUNT	INCOME	SHARES	PER SHARE AMOUNT
Net Income	$ 4,465			$ 3,188		
Basic EPS:						
Income available to common shareholders	$ 4,465	22,145	$ 0.20	$ 3,188	22,002	$ 0.14
Effect of Dilutive Securities:		536	$ 0.00		768	$ 0.00
Diluted EPS:						
Income available to common shareholders	$ 4,465	22,681	$ 0.20	$ 3,188	22,770	$ 0.14

	THIRTY-NINE WEEKS ENDED					
	SEPTEMBER 27, 1998			SEPTEMBER 28, 1997		
	INCOME	SHARES	PER SHARE AMOUNT	INCOME	SHARES	PER SHARE AMOUNT
Net Income	$ 12,196			$ 8,492		
Basic EPS:						
Income available to common shareholders	$ 12,196	22,188	$ 0.55	$ 8,492	21,968	$ 0.39
Effect of Dilutive Securities:		581	$ (0.01)		687	$ (0.02)
Diluted EPS:						
Income available to common shareholders	$ 12,196	22,769	$ 0.54	$ 8,492	22,655	$ 0.37

Options to purchase 356,000 shares of the Company's common stock at prices ranging from $20.25 to $29.56 per share were outstanding during the first three quarters of 1998 but were not included in the computation of diluted EPS because their effect would be anti-dilutive. The options, which expire between the years 2006 and 2008, were still outstanding at September 27, 1998. There were no options outstanding during the first three quarters of 1997 that were anti-dilutive.

WACKENHUT CORRECTIONS CORPORATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

7. STATEMENT OF FINANCIAL ACCOUNTING STANDARDS NO. 133

In June 1998, the Financial Accounting Standards Board issued Statement of Financial Accounting Standards No. 133, "Accounting for Derivative Instruments and Hedging Activities." The Statement establishes accounting and reporting standards requiring that every derivative instrument (including certain derivative instruments embedded in other contracts) be recorded in the balance sheet as either an asset or liability measured at its fair value. SFAS 133 requires that changes in the derivative's fair value be recognized currently in earnings unless specific hedge accounting criteria are met. SFAS 133 is effective for fiscal years beginning after June 15, 1999. In management's opinion, the impact of adopting this statement in 2000 will not have a material impact upon the Company's results of operations or financial position.

8. TREASURY STOCK

On August 7, 1998, the Board of Directors of the Company authorized the repurchase, at the discretion of the senior management, of up to 500,000 shares of the Company's common stock. The Company's repurchases of shares of common stock are recorded as treasury stock and result in a reduction of stockholders' equity.

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

FINANCIAL CONDITION

Reference is made to Item 7, Part II of the Company's Annual Report on Form 10-K for the fiscal year ended December 28, 1997, filed with the Securities and Exchange Commission on February 20, 1998, for further discussion and analysis of information pertaining to the Company's results of operations, liquidity and capital resources.

On April 28, 1998, the Company sold three correctional and detention facilities, and its right to acquire four additional facilities, to Correctional Properties Trust ("CPV") for approximately $42 million. The resulting net profit of approximately $18 million will be amortized over the ten-year lease term entered into by the Company and CPV.

Forward-Looking Statements

The management's discussion and analysis of financial condition and results of operations and the October 22, 1998 press release contain forward-looking statements that are based on current expectations, estimates and projections about the segments in which the Company operates. This section of the quarterly report also includes management's beliefs and assumptions made by management. Words such as "expects," "anticipates," "intends," "plans," "believes," "seeks," "estimates," "potential," and variations of such words and similar expressions are intended to identify such forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties and assumptions ("Future Factors") which are difficult to predict. Therefore, actual outcomes and results may differ materially from what is expressed or forecasted in such forward-looking statements. The Company undertakes no obligation to update publicly any forward-looking statements, whether as a result of new information, future events or otherwise.

Future Factors include increasing price and product/service competition by foreign and domestic competitors, including new entrants; rapid technological developments and changes; the ability to continue to introduce competitive new products and services on a timely, cost effective basis; the mix of products/services; the achievement of lower costs and expenses; domestic and foreign governmental and public policy changes including environmental regulations; protection and validity of patent and other intellectual property rights; reliance on large customers; technological, implementation and cost/financial risk in increasing use of large, multi-year contracts; the outcome of pending and future litigation and governmental proceedings and continued availability of financing; financial instruments and financial resources in the amounts, at the times and on the terms required to support the Company's future business. These are representative of the Future Factors that could affect the outcome of the forward-looking statements. In addition, such statements could be affected by general industry and market conditions and growth rates, general domestic and international economic conditions including interest rate and currency rate fluctuations and other future factors

YEAR 2000

During the third quarter of 1998, management continued its review of the installation of new systems hardware and software and determined that the installation is on schedule for completion before the year 2000. This review also encompasses other systems including embedded technology, such as security systems.

There are five phases that describe the Company's process in becoming Year 2000 compliant. The awareness phase encompasses developing a budget and project plan. The assessment phase identifies mission-critical systems to check for compliance. Both of these phases have been completed. The Company is at various stages in the three remaining phases: renovation, validation and implementation. Renovation is the design of the systems to be Year 2000 compliant. Validation is testing the system followed by implementation.

Implementation of the Company's Year 2000 compliant financial operating system has begun and is scheduled for complete implementation in early 1999. Implementation of all other major Year 2000 compliant systems is scheduled for completion in 1999. Although the Company has not completely determined the effect of expenditures related to the Year 2000 issue, they are not expected to be significant and will be expensed as incurred.

The state of Year 2000 readiness for third parties with who the Company shares a material relationship, such as banks and vendors used by the company, is being reviewed by management. At this time, the Company is unaware of any third party Year 2000 issues that would materially affect these relationships.

The Company expects to be Year 2000 compliant in 1999 for all major systems. If the most reasonably likely worst case Year 2000 scenario were to occur, the company is assessing its risks and full impact on operations. In conjunction with this, the Company is developing contingency plans and expects to complete the development of the plans in 1999.

RESULTS OF OPERATIONS

The following discussion and analysis should be read in conjunction with the Corporation's consolidated financial statements and the notes thereto.

COMPARISON OF THIRTEEN WEEKS ENDED SEPTEMBER 27, 1998 AND THIRTEEN WEEKS ENDED SEPTEMBER 28, 1997:

Revenues increased by 41.8% to $78.2 million in the thirteen weeks ended September 27, 1998 ("Third Quarter 1998") from $55.1 million in the thirteen weeks ended September 28, 1997 ("Third Quarter 1997"). Approximately $21.5 million of the increase in revenues in Third Quarter 1998 compared to Third Quarter 1997 is primarily attributable to increased compensated resident days resulting from the opening of eight facilities in 1997 (Villawood Detention Center, Sydney, Australia in October 1997; Taft Correctional Institution, Taft, California in December 1997; Maribyrnong Detention Center, Melbourne, Australia in December 1997; Perth Detention Centre, Perth, Australia in December 1997; and Port Hedland Detention Centre, Port Hedland, Australia in December 1997; Central Valley Community Correctional Facility, McFarland, California in December 1997; Desert View Community Facility, Adelanto, California in December 1997; and Golden State Community Correctional Facility, McFarland, California in December 1997), and six facilities opened in 1998: (Ronald McPherson Correctional Facility, Newport, Arkansas in January 1998; Scott Grimes Correctional Facility, Newport, Arkansas in January 1998; Karnes County Correctional Center, Karnes City, Texas, in January 1998; Broward Work Release Center, Broward County, Florida in February 1998; Lea County Correctional Facility, Lea County, New Mexico in May 1998; and Lawton, Oklahoma in July 1998). The balance of the increase in revenues was attributable to facilities open during all of both periods.

The number of compensated resident days in domestic facilities increased to 1,674,768 in Third Quarter 1998 from 1,156,912 in Third Quarter 1997 and average facility occupancy in domestic facilities decreased to 96.0% of capacity in Third Quarter 1998 compared to 97.0% in the same period in 1997. In addition, compensated resident days in Australian facilities increased to 189,881 from 162,158 for the comparable periods.

Operating expenses increased by 44.1% to $65.7 million in Third Quarter 1998 compared to $45.6 million in Third Quarter 1997. The increase primarily reflected the fourteen facilities that opened in 1997 and 1998, as described above.

Depreciation and amortization increased by 23.7% to $2.4 million in Third Quarter 1998 from $1.9 million in Third Quarter 1997. This increase is primarily attributable to an increase in deferred charge amortization for the fourteen facilities opened in 1997 and 1998.

Contribution from operations increased 33.0% to $10.1 million in Third Quarter 1998 from $7.6 million in Third Quarter 1997. As discussed above, this increase is primarily attributable to fourteen new facilities that opened in 1997 and 1998. As a percentage of revenue, contribution from operations decreased to 12.9% in Third Quarter 1998 from 13.7% in Third Quarter 1997. This decrease is primarily due to the increase in deferred charge amortization and lease payments to CPV partially offset by recognition of deferred gain on sale related to the sale of seven facilities to CPV as discussed above.

General and administrative expenses increased 35.1% to $3.7 million in Third Quarter 1998 from $2.8 million in Third Quarter 1997. This increase reflects costs related to additional infrastructure and continued growth in the Company's business development efforts. As a percentage of revenue, general and administrative expenses decreased to 4.8% in the Third Quarter 1998 from 5.0% in the Third Quarter 1997.

Operating income increased by 31.7% to $6.3 million in Third Quarter 1998 from $4.8 million in Third Quarter 1997. As a percentage of revenue operating income decreased slightly to 8.1% in Third Quarter 1998 from 8.7% in Third Quarter 1997 due to the increase in deferred charge amortization and lease payments to CPV as discussed above, offset by the continued leveraging of overheads.

Interest income increased 358.6% to $587,000 in Third Quarter 1998 from $128,000 in Third Quarter 1997. This increase corresponds directly to an increase in average invested cash as a result of the sale of facilities to CPV in Second Quarter 1998.

Income before taxes and equity income increased by 40.2% to $6.9 million in Third Quarter 1998 from $4.9 million in Third Quarter 1997 due to the factors described above.

Provision for income taxes increased to $2.9 million in Third Quarter 1998 from $1.9 million in Third Quarter 1997 due to higher taxable income, and an estimated increase in the Company's effective tax rate.

Equity income of affiliates increased 158.2% to $470,000 in Third Quarter 1998 from $182,000 in Third Quarter 1997. Current and prior year performance reflects the activities of the Company's United Kingdom joint ventures, and results from the opening of H.M. Prison Lowdham Grange (Nottinghamshire, England) in February 1998 and improved performance of existing prison and prisoner transport operations.

Net income increased by 40.1% to $4.5 million in Third Quarter 1998 from $3.2 million in Third Quarter 1997 as a result of the factors described above.

COMPARISON OF THIRTY-NINE WEEKS ENDED SEPTEMBER 27, 1998 AND THIRTY-NINE WEEKS ENDED SEPTEMBER 28, 1997.

Revenues increased by 51.6% to $224.1 million in the thirty-nine weeks ended September 27, 1998 ("Nine Months 1998") from $147.8 million in the thirty-nine weeks ended September 28, 1997 ("Nine Months 1997"). Approximately $65.8 million of the increase in revenues in Nine Months 1998 compared to Nine Months 1997 is attributable to increased compensated resident days resulting from the opening of thirteen facilities in 1997 (South Bay Correctional Facility, South Bay, Florida in February 1997; Travis County Community Justice Center, Travis County, Texas in March 1997; Bayamon Regional Detention Center, Bayamon, Puerto Rico in March 1997; Queens Private Correctional Facility, Queens, New York in March 1997; Fulham Correctional Center, Victoria, Australia in April, 1997; Villawood Detention Center, Sydney, Australia in October 1997; Taft Correctional Institution, Taft, California in December 1997; Maribyrnong Detention Center, Melbourne, Australia in December 1997; Perth Detention Centre, Perth, Australia in December 1997; and Port Hedland Detention Centre, Port Hedland, Australia in December 1997; Central Valley Community Correctional Facility, McFarland, California in December 1997; Desert View Community Correctional Facility, Adelanto, California in December 1997; and Golden State Community Correctional Facility, McFarland, California in December 1997), and six facilities opened in the Nine Months 1998 (Ronald McPherson Correctional Facility, Newport, Arkansas in January 1998; Scott Grimes Correctional Facility, Newport, Arkansas in January 1998; Karnes County Correctional Center, Karnes City, Texas, in January 1998; Broward Work Release Center, Broward County, Florida in February 1998; Lea County Correctional Facility, Lea County, New Mexico in May 1998; and Lawton Correctional Facility, Lawton, Oklahoma in July 1998). The balance of the increase in revenues was attributable to facilities open during all of both periods.

The number of compensated resident days in domestic facilities increased to 4,853,591 in Nine Months 1998 from 3,262,307 in Nine Months 1997 and average facility occupancy decreased to 96.1% of capacity in Nine Months of 1998 compared to 96.9% in 1997. In addition, compensated resident days in Australian facilities increased to 602,099 from 412,196 for the comparable periods.

Operating expenses increased by 52.8% to $188.2 million in Nine Months 1998 compared to $123.2 million in Nine Months 1997. The increase primarily reflected the nineteen facilities that opened in 1997 and 1998, as described above.

Depreciation and amortization increased by 74.2% to $8.0 million in the Nine Months 1998 from $4.6 million in the Nine Months 1997. This increase is primarily attributable to an increase in deferred charge amortization for the nineteen facilities opened in 1997 and 1998.

Contribution from operations increased by 38.9% to $27.9 million in Nine Months 1998 from $20.1 million in Nine Months 1997. As discussed above, this increase is primarily attributable to nineteen new facilities that opened in 1997 and 1998. As a percentage of revenue, contribution from operations decreased to 12.4% in Nine Months 1998 from 13.6% in Nine Months 1997. This decrease is primarily due to the increase in deferred charge amortization and lease payments.

General and administrative expenses increased by 30.0% to $10.7 million in Nine Months 1998 from $8.2 million in Nine Months 1997. This increase reflects costs related to additional infrastructure and continued growth in the Company's business development efforts. As a percentage of revenue, general and administrative expenses decreased to 4.8% in the Nine Months 1998 from 5.6% in the Nine Months 1997.

Operating income increased by 45.1% to $17.2 million in Nine Months 1998 from $11.9 million in Nine Months 1997. As a percentage of revenue operating income decreased slightly to 7.7% in Nine Months 1998 from 8.0% in Nine Months 1997 due to the increase in deferred charge amortization and lease payments to CPV offset by the continued leveraging of overheads.

Interest income increased 47.8% to $1,396,000 in Nine Months 1998 from $946,000 in Nine Months 1997. This increase corresponds to an increase in average invested cash as a result of the sale of facilities to CPV in Second Quarter 1998.

Income before taxes and equity income increased by 45.2% to $18.6 million in Nine Months 1998 from $12.8 million in Nine Months 1997 due to the factors described above.

Provision for income taxes increased to $7.7 million in Nine Months 1998 from $5.0 million in Nine Months 1997 due to higher taxable income, and an estimated increase in the Company's effective tax rate.

Equity income of affiliates increased 86.9% to $1,269,000 for Nine Months 1998 versus $679,000 in Nine Months 1997. Current and prior year performance reflects the activities of the Company's United Kingdom joint ventures and results from the opening of H.M. Prison Lowdham Grange (Nottinghamshire, England) in February 1998 and improved performance of existing prison and prisoner transport operations.

Net income increased by 43.6% to $12.2 million in Nine Months 1998 from $8.5 million in Nine Months 1997 as a result of the factors described above.

ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK

Not applicable.

WACKENHUT CORRECTIONS CORPORATION

PART II - OTHER INFORMATION

ITEM 1. LEGAL PROCEEDINGS

The nature of the Corporation's business results in claims or litigation against the Corporation for damages arising from the conduct of its employees or others.

Except for routine litigation incidental to the business of the Corporation, there are no pending material legal proceedings to which the Corporation or any of its subsidiaries is a party or to which any of their property is subject. The Corporation believes that the outcome of the proceedings to which it is currently a party will not have a material adverse effect upon its operations or financial condition.

ITEM 2. CHANGES IN SECURITIES

Not applicable

ITEM 3. DEFAULTS UPON SENIOR SECURITIES

Not applicable.

ITEM 4. SUBMISSION OF MATTERS TO A VOTE OF SECURITYHOLDERS

Not applicable

ITEM 5. OTHER INFORMATION

Not applicable.

ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

(a) Exhibits - 27...Financial Data Schedule (for SEC use only).

(b) Reports on Form 8-K - The Corporation did not file a Form 8-K during the third quarter of 1998.

WACKENHUT CORRECTIONS CORPORATION

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

November 11, 1998	/s/ John G. O'Rourke
	John G. O'Rourke Senior Vice President - Finance, Chief Financial Officer and Treasurer

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THIS SCHEDULE CONTAINS SUMMARY FINANCIAL INFORMATION EXTRACTED FROM THE CONSOLIDATED BALANCE SHEET AT SEPTEMBER 27, 1998 AND THE CONSOLIDATED STATEMENT OF INCOME FOR THE FISCAL PERIOD ENDING SEPTEMBER 27, 1998 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

1,000

YEAR
JAN-03-1999
DEC-29-1997
SEP-27-1998
46,734
0
47,578
104
0
110,191
26,490
4,537
161,180
30,671
216
0
0
222
112,080
161,180
0
224,063
0
196,181
0
79,379
0
18,602
7,675
12,196
0
0
0
12,196
0.55
0.54