

TO: Chair and Members

DATE: May 8, 2014

SUBJECT: Senate Bill 1022 Adult Local Criminal Justice Facilities Construction Financing Program Partial Conditional Awards Update of Tehama, Tulare, and Sacramento Counties. Requesting Approvals.

AGENDA ITEM: D

**ACTION: X
INFORMATION:**

**RESOURCE PERSON: Michael Scott
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Summary:

This agenda item updates the Board of State and Community Corrections (BSCC) on the acceptance status of the partial conditional awards to Tehama, Tulare and Sacramento counties. The counties requests and partial award amounts are shown:

County	Set-Aside	Requested	Offered	Response
Tehama	Small	\$20,000,000	\$6,526,000	Postpone Acceptance until 07/14
Tulare	Medium	\$40,000,000	\$33,352,000	Postpone Acceptance until 09/14
Sacramento	Large	\$80,000,000	\$56,432,000	Accept award with amended project scope

Background:

Senate Bill 1022 (Chapter 42, Statutes of 2012) provided for \$500 million in lease-revenue bond financing for the construction of adult local criminal justice facilities, with the funding authority divided into three set-asides. The BSCC conditionally awarded full funding to 12 counties and partial funding to three counties in each set-aside in March 2014.

On March 18, 2014, letters were sent to Tehama, Tulare and Sacramento counties to notify them of their partial awards and to outline several options as noted below for accepting or declining the partial awards.

1. Maintaining the current project by providing additional county funding to compensate for the funding shortfall.
2. Amending the project scope commensurate with the amount of available funding.
3. Declining the partial conditional award amount.
4. Adding partial additional county funding and amending.

Tehama and Tulare counties were unable to respond to the conditional award, and have requested additional time to further investigate these options in order to proceed with a viable project.

Sacramento County has elected to follow option 2, “Amending the project scope commensurate with the amount of available funding,” and has provided an amended project scope commensurate with the amount of available funding. The reduced project scope includes a new intake/medical clinic/control/medical and mental health treatment building, fenced corridor to kitchen/intake/existing facility, water well and infrastructure, parking, and a new kitchen/pharmacy building.

Recommendation/Action Needed:

Staff recommends the BSCC take the following actions:

1. Approve the request from Tehama County and Tulare County for a time extension of four and two months respectively for their response for accepting the partial conditional awards.
2. Approve the modified project scope for Sacramento County commensurate with their partial award amount.

Attachments Included:

- A. Tehama County Letter Dated April 15, 2014, Extension Request.
- B. Tulare County Letter Dated April 17, 2014, Extension Request.
- C. Sacramento County Letter Dated April 9, 2014, Acceptance of Funding