

TO: Chairman and Members

DATE: November 14, 2013

**SUBJECT: Redirection of Colusa County's SB 81 Local Youthful
Offender Rehabilitative Facilities Construction
Financing Program Conditional Award to Yuba County**

AGENDA ITEM: L

**ACTION: X
INFORMATION:**

RESOURCE PERSON: Robert Oates

Summary:

The Corrections Standards Authority (CSA) Board conditionally awarded Colusa County \$5,655,740 in Senate Bill (SB) 81 Local Youthful Offender Rehabilitative Facility Construction lease-revenue bond financing in November 2010. Colusa County is requesting that their conditional award be redirected to Yuba County. Signed by Governor Brown on October 7, 2013, SB 365 (Chapter 627, Statutes of 2013), allows a county that has been conditionally awarded financing to redirect their conditional award to another county that would be the lead county for a regional facility in conjunction with the original county and, potentially, other counties.

Background:

The 2007 Budget Act, signed by Governor Schwarzenegger in August 2007 included \$100 million in lease-revenue bond financing to implement the SB 81 Local Youthful Offender Rehabilitative Facility Construction Financing Program. In July 2008, the CSA Board approved the Request for Proposals and it was released to the field with a due date of January 6, 2009. In October 2010, Governor Schwarzenegger signed Assembly Bill 1628 adding \$200 million in lease-revenue bond financing to this construction financing program. By November 2010, the Board fully funded all 14 of the counties that submitted proposals.

The CSA Board conditionally awarded Colusa County \$5,655,740 in SB 81 lease-revenue bond financing in November 2010. Citing the fiscal concerns of constructing and operating a small juvenile hall, the County approached Board staff about the possibility of forwarding their award to Yuba County for their use to refurbish/renovate/build beds at the Yuba-Sutter Juvenile Hall. The County felt that this would benefit Colusa County by providing beds for their youth in an already established regional facility.

With the advent of SB 365, Colusa County is applying to the Board of State and Community Corrections (BSCC) to redirect their conditional award to Yuba County. (Please see Attachment A.) Yuba County would be the lead county for a regional facility that includes Colusa County and Sutter County.

If the Board determines that the redirection of Colusa's conditional award "...will result in cost savings, regional efficiencies, increased services, and improved outcomes, and that the design of the

joint facility will enhance program delivery, health and mental health services, and the safety and security of minors, the BSCC may authorize the redirection of the conditional award.”¹

The Board’s approval of Colusa County’s request will be the first step in the process. Pursuant to the construction program regulations in Title 15, Section 1830, Yuba, as the lead county, will be required to submit the following:

- A proposal that consists of, but is not be limited to:
 - A signed Board of Supervisors’ resolution authorizing submission of the proposal;
 - A description of the project need;
 - An estimated budget; and
 - A description of the proposed scope of work.
- A needs assessment if adding 25 or more beds.

Once submitted, Board staff will perform a technical review of both the proposal and needs assessment. Upon determination of technical compliance, Board staff will work with Yuba County to develop the necessary submittals required to begin the State’s lease-revenue bond construction financing process.

Recommendation/Action Needed:

1. The Board approve Colusa’s request to redirect their SB 81 Local Youthful Offender Rehabilitative Facility Construction conditional award to Yuba County.

¹ Senate Bill 365 (Chapter 627, Statutes of 2013).
P:\Board Agenda Item L (RO)