

Fiscal Year 2009-10 Capital Construction Request

Corrections

Correctional Industries -- Miscellaneous Small Projects

PROGRAM PLAN STATUS

1998-016

Approved Program Plan? Date Approved:

The request is in conformance with the departmental operating strategic plan approved on July 13, 2007.

PRIORITY NUMBERS

Prioritized By	Priority
Dept/Inst	9 of 10
OSPB	N/A of 44

OSPB recommends that all cash projects be funded, but also assigned cash priorities.

PRIOR APPROPRIATION AND REQUEST INFORMATION

Fund Source	Prior Approp.	FY 2009-10	FY 2010-11	Future Requests	Total Cost
CF	\$307,000	\$1,048,000	\$350,000	\$1,050,000	\$2,755,000
CFE	\$3,371,000	\$0	\$0	\$0	\$3,371,000
Total	\$3,678,000	\$1,048,000	\$350,000	\$1,050,000	\$6,126,000

ITEMIZED COST INFORMATION

Cost Item	Prior Approp.	FY 2009-10	FY 2010-11	Future Requests	Total Cost
Land Acquisition	\$0	\$0	\$0	\$0	\$0
Professional Services	\$0	\$0	\$0	\$0	\$0
Construction	\$3,678,000	\$1,048,000	\$350,000	\$1,050,000	\$6,126,000
Equipment	\$0	\$0	\$0	\$0	\$0
Miscellaneous	\$0	\$0	\$0	\$0	\$0
Contingency	\$0	\$0	\$0	\$0	\$0
Total	\$3,678,000	\$1,048,000	\$350,000	\$1,050,000	\$6,126,000

PROJECT DESCRIPTION / SCOPE OF WORK

The Department of Corrections (DOC) is requesting cash funds spending authority to address various small Colorado Correctional Industries (CCI) projects. This is an ongoing request that allows the department to expand CCI where needed to accommodate new business or maintain current operations. The department says other projects that are identified in the future may become more urgent than those listed. Criteria that determine such urgency are economic opportunity, life safety and security issues, and more stringent building code requirements due to program changes.

The DOC anticipates the projects listed below will be addressed through the FY 2009-10 request.

1. East Canon City Prison Complex (ECCPC) dairy cooler for milk distribution - a new pre-manufactured cold room structure is needed to continue to supply milk to inmate kitchens (\$50,000).
2. ECCPC dairy lagoons - the project will add concrete lining to primary lagoons, enlarge the evaporation surface, and create secure overflow areas in order to operate the dairy within federal regulations (\$60,000).
3. Fremont Correctional Facility (FCF) metal shop storage area - a new building is needed for storage of metal products (\$134,000).

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4. ECCPC green house fishery - new poly structures for fish rearing will be added to expand the existing program. The project will include land preparation, fence and security installation, and a reinforced plastic structure to serve as a greenhouse (\$250,000).
5. ECCPC goat dairy, feed storage II - a new storage facility will be constructed to store feed (\$100,000).
6. ECCPC wild horse inmate program horse corrals - additional corrals will be built to house and feed more horses for the Bureau of Land Management (\$250,000).
7. ECCPC farm complex equipment shelter - an equipment shelter will be erected to house and protect specialized farm equipment (\$100,000).
8. ECCPC auto body repair facility - the project will select and prepare a site for repair and painting of motor vehicles, including a spray booth (\$70,000).
9. ECCPC - miscellaneous small projects (\$34,000).

Total - \$1,048,000

PROJECT JUSTIFICATION

The department says spending authority to conduct various minor construction projects allows it to dynamically respond to the needs of the DOC during a given fiscal period. The DOC reports that the demand for more products/inmate employment or product changes/replacements is influenced not only by specific facility population increases, but also by changes in the market. Market changes require product line changes, which influences physical plant requirements that support these functions. An example of this is an increased demand for goat milk and fish.

If spending authority is not granted, then projects will have to wait for later funding, which could impact production and meaningful inmate work assignments, says DOC.

PROGRAM INFORMATION

CCI produces inmate-manufactured goods that are sold to state, federal, county, city, and nonprofit agencies, as well as retailers, private entities, and individuals in Colorado.

LEED CERTIFICATION INFORMATION

The project is not required to comply with the provisions of Senate Bill 07-051 because no state funds are requested for the project.

PROJECT STATUS

This is an ongoing request. Following is the status, as of August 25, 2008, of work completed or in progress with appropriations from the last two years.

FY 2007-08

- ECCPC goat milking program - old agricultural buildings have been converted for use as goat shelters and a hospital barn/nursery for newly born kids. The access and drainage have been upgraded to provide access for fire trucks and emergency equipment. A barn has been erected for hay storage.

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- ECCPC fish program - excavation, installation of tanks, plumbing and walkways are substantially complete. Fish are being raised through the various stages.
- Fremont Correctional Facility (FCF) metal products - metal shop staging area: additional sheltered staging space is required at the metal fabrication unit at FCF. In addition to the 60-by-60 foot staging area (complete) and the installation of fire sprinklers and the welding and powder coating areas (in progress), there is a need for a 200-by-60 foot storage area to protect materials and products until these products can be installed. This is in addition to numerous other storage areas already utilized.
- ECCPC Four Mile Dairy feed storage - building complete and in use.
- FCF fiberglass products - final stage of the original building rehabilitation is in preparation: Storage areas originally slated for demolition will receive a new roof and be brought up to code. Construction of an additional production building is on hold until a firm order with adequate cash flow is secured.

FY 2006-07

- ECCPC goat milking program - outside lighting, septic tanks, leach fields, and building trim is complete.
- ECCPC fish program - major construction work complete.
- FCF metal products - building complete, wet fire sprinkler system for new and old building under way.
- FCF fiberglass products - project deferred to FY 2008-09.

SOURCE OF CASH FUNDS

The source of cash funds for the project is revenue generated by CCI manufacturing operations. The department projects CCI sales of \$45 million each for FY 2008-09 and FY 2009-10. The revenue generated by all CCI operations is used for the ongoing costs of operations including personnel, raw materials, inmate pay, and indirect costs. In addition, CCI pays for maintenance and upgrades to the physical plant and for the capital needs of existing and new programs.

STAFF QUESTIONS AND ISSUES

1. Please provide the current balance for the Colorado Correctional Industries fund. How much is available for this project?

The department must constantly monitor expenses and projected revenues to ensure sufficient cash to operate correctional industries. Based on the latest estimate, the correctional industries fund balance should have enough resources to fund the small projects. If not, the small projects will be delayed until there are enough resources.

2. What is the status of work funded in FY 2008-09?

Status of Colorado Correctional Industries (CCI) projects approved for FY 2008-09

*1) East Canon City Prison Complex (ECCPC)--
Dairy--*

Dairy lagoons – finishing work took place throughout summer and fall – lagoon work now complete \$20,000 (Work to keep the dairy in compliance with Confined Animal Feeding Operation (CAFO) regulations).

A cooler for milk storage & distribution is installed and operational – \$64,000

*The office area was extended and is functionally complete and in use. Ventilation to be completed before summer.
\$14,000*

Project approximately 86% complete

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2) Fremont Correctional Facility (FCF), Metal Shop storage area –
New metal building--

The building components are on site, and the contractor started erection work on 29 December 2008 Bid at \$134,000, the project is scheduled for completion in February 2009.
Project approximately 75% complete

3) ECCPC, Green House Fishery--

Existing installation – infrastructure is now complete. The project is functional and producing fish. \$10,000
Project 100% complete

4) ECCPC, Green House Fishery –
New poly structures for fish rearing –

The project is the expansion of an existing program – components are: land preparation by CCI, fence and security installation by CCI, and installation of greenhouse poly structures by contractor. External cost projected at \$43,000 for this year, with \$49,000 in the 2009/2010 year - \$92,000 total. The poly structures and operating equipment will be funded by the private joint venture.

Project approximately 85% complete for FY2008-09 work

5) ECCPC, Goat Dairy –

Loafing sheds, security lights: Portable shelters used for now. Program is still growing, will re-visit in future. No capital expenses.

6) ECCPC, Miscellaneous. small projects –

Auto body repair facility –

Prepare an existing area to allow for the repair and painting of motor vehicles. The reduced scope of the project calls for using an existing spray booth, approved enclosure and ventilation will be relocated/added to an existing building. \$22,000 cash funds.

Project approximately 10% complete

Total amount spent or encumbered on 31 December 2008 is \$307,000 of the \$307,000 approved.

IMPACT ON OPERATING BUDGET

	1st Year	2nd Year	3rd Year	Total
Personnel Services	The project has no impact on state operating costs.			
Maintenance				
Utilities				
Supplies/Equipment				
Other				

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PROJECT SCHEDULE

	Start Date	Completion Date
Physical Planning Construction Equipment Occupancy	A project schedule is not applicable to this request.	

