



COMMONWEALTH of VIRGINIA

HAROLD W. CLARKE
DIRECTOR

Department of Corrections

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September 6, 2019

The Honorable Thomas K. Norment, Jr.
Co-Chairman, Senate Finance Committee
Pocahontas Building, Room E603
P.O. Box 396
Richmond, Virginia 23218

The Honorable Emmett W. Hanger, Jr.
Co-Chairman, Senate Finance Committee
Pocahontas Building, Room E507
P.O. Box 396
Richmond, Virginia 23218

The Honorable S. Chris Jones
Chairman, House Appropriations Committee
Pocahontas Building, Room W1312
Richmond, Virginia 23219

Daniel Timberlake, Director
Virginia Department of Planning and Budget
1111 East Broad Street
Room 5040
Richmond, Virginia 23219

Dear Senator Norment, Senator Hanger, Delegate Jones and Director Timberlake,

Chapter 854, Item 388 B. of the 2019 Virginia Acts of Assembly states that "The Department of Corrections shall provide an annual report on the status of jail construction and renovation projects as approved for funding by the General Assembly. The report shall be limited to those projects which increase bed capacity. The report shall include a brief summary description of each project, the total capital cost of the project and the approved state share of the capital cost, the number of beds approved, along with the net number of new beds if existing beds are to be removed, and the closure of any existing facilities, if applicable. The report shall include the six-year population forecast, as well as the double-bunking capacity compared to the rated capacity for each project

listed. The report shall also include the general fund impact on community corrections programs as reported by the Department of Criminal Justice Services, and the recommended financing arrangements and estimated general fund requirements for debt service as provided by the State Treasurer. Copies of the report shall be provided by October 1 of each year to the Chairmen of the Senate Finance and House Appropriations Committees and to the Director, Department of Planning and Budget.”

Please find attached the annual report of those jail projects approved by the General Assembly in 2019

Sincerely

A handwritten signature in blue ink, appearing to read "Harold W. Clarke", is written over the typed name below it.

Harold W. Clarke

HWC/REC

Attachment

cc: Dean Ricks

Emmanuel Fontenot

Bob Casey

File

Annual Report of General Assembly
Approved Jail Projects
October 1, 2019

Prepared by the
Compliance, Certification and Accreditation Unit of the
Virginia Department of Corrections
The Department of Criminal Justice Services and the Department of the Treasury

Table of Contents

Page 2	Table of Contents
Page 3	Introduction
Page 4	General Assembly Approved Projects
Page 5	Approved Funding
Page 6	Community Corrections Required Funding
Page 6	Recommended Financing

Introduction

Chapter 854, Item 388 B. of the 2018-2020 Biennium Budget Bill requires that “The Department of Corrections shall provide an annual report on the status of jail construction and renovation projects as approved for funding by the General Assembly. The report shall be limited to those projects which increase bed capacity. The report shall include a brief summary description of each project, the total capital cost of the project and the approved state share of the capital cost, the number of beds approved, along with the net number of new beds if existing beds are to be removed, and the closure of any existing facilities, if applicable. The report shall include the six-year population forecast, as well as the double-bunking capacity compared to the rated capacity for each project listed. The report shall also include the general fund impact on community corrections programs as reported by the Department of Criminal Justice Services, and the recommended financing arrangements and estimated general fund requirements for debt service as provided by the State Treasurer. Copies of the report shall be provided by October 1 of each year to the Chairmen of the Senate Finance and House Appropriations Committees and to the Director, Department of Planning and Budget.”

For the 2018-2020 Biennium Budget, no new projects were approved by the General Assembly that increased bed capacity.

Projects approved by the Board of Corrections in 2019 included increasing the scope of the Manassas-Prince William ADC expansion project to buildout shell space for an existing work release program, and a Minor Renovation Project for upgrades to the Riverside Regional Jail.

Currently Approved Projects by the General Assembly

The following projects have been approved by the General Assembly, and are either completed or under construction, or under design.

Central Virginia Regional Jail – Added 200 new beds – Completed August, 2016.

Chesapeake City Jail – Added 192 new beds – Completed September, 2018

Henry County Jail – Rated capacity 400 beds – Date of completion projected for November, 2022

Pamunkey Regional Jail – Added 12 new beds – Completed August, 2016

Prince William-Manassas Regional ADC – will add 204 new beds – date of completion projected for July, 2020.

Richmond City Jail – Rated capacity 1,032 beds – Main facility opened July, 2014
Community Custody facility opened December, 2014

RSW Regional Jail – Rated capacity 375 beds – Opened June, 2014

Southwest Virginia Regional Jail – Added 512 new beds – Completed February, 2015

Approved Funding

Funding included in the 2019-2020 Biennial Budget for the Commonwealth's reimbursement of a portion of the approved capital costs as determined by the Board of Corrections and other interest costs as provided in §§ 53.1-80 through 53.1-82.2 of the Code of Virginia, for the following:

Commonwealth's Share of Approved Capital Costs

Project

Prince William-Manassas Regional ADC (<i>204-Bed Expansion</i>)	\$21,032,421
Henry County Jail (<i>400-Bed New Jail</i>)	\$18,759,878
Chesapeake City Jail (<i>192-Bed Expansion</i>)	\$6,860,886
Piedmont Regional Jail (<i>Renovation and Addition of Intake Area</i>)	\$2,139,464
Rockbridge Regional Jail (<i>Jail Upgrades</i>)	\$103,693
Prince William-Manassas Regional ADC (<i>Temporary Building Life Safety Renovation</i>)	\$49,643
Northwestern Regional Jail Authority (<i>Security Control System Upgrade</i>)	\$1,198,915
Southside Regional Jail Authority (<i>Security Door Upgrade/Replacement</i>)	\$138,465
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Total Approved Capital Costs	\$50,283,365

Community Corrections Funding Required by Jail Expansion Plans Department of Criminal Justice Services

Pursuant to § 53.1-82.1 of the Code of Virginia, there are requirements to submit a community-based corrections plan to the Board of Corrections for approval of a jail project. Item 377.A6 of the Appropriation Act states that:

“If the Board of Corrections approves a request, the Department of Criminal Justice Services shall submit to the Department of Planning and Budget by October 1, a summary of the alternatives to incarceration included in the community-based corrections plan approved for the project, along with a projection of the state funds needed to implement these programs.”

A total of two projects were approved by the Board in 2019, however, neither of these two projects increased rated bed capacity or staffing requirements. Therefore, no community-based corrections plans were presented to the Board in 2019.

Recommended Financing Arrangements and Estimated General Fund Requirements for Debt Service as Provided by the Department of Treasury

Prince William – Manassas Regional ADC, 204-Bed Expansion – Based on approved costs of \$42,064,842, maximum annual debt service for the VPBA’s reimbursement of the \$21,032,421 State share would be approximately \$1,530,200 each year for 20 years.

Henry County Jail, 400-Bed New Jail – Based on approved costs of \$75,039,512, maximum annual debt service for the VPBA’s reimbursement of the \$18,759,878 State share would be approximately \$1,364,500 each year for 20 years.

Chesapeake City Jail, 192-Bed Expansion – Based on approved costs of \$27,443,544, maximum annual debt service for the VPBA’s reimbursement of the \$6,860,886 State share would be approximately \$500,800 each year for 20 years.

Piedmont Regional Jail, Renovation and Addition of Intake Area – Based on approved costs of \$4,278,928, maximum annual debt service for the VPBA’s reimbursement of the \$2,139,464 State share would be approximately \$158,200 each year for 20 years.

Rockbridge Regional Jail, Upgrade of Roof, HVAC, Boilers and Security Control System – Based on approved costs of \$207,385, maximum annual debt service for the VPBA’s reimbursement of the \$103,693 State share would be approximately \$10,200 each year for 20 years.

Prince William – Manassas Regional ADC, Temporary Building Life Safety Renovation – Based on approved costs of \$99,286, maximum annual debt service for the VPBA’s reimbursement of the \$49,643 State share would be approximately \$3,605 each year for 20 years.

Northwestern Regional Jail Authority Security Control System Upgrade – Based on approved costs of \$2,397,831, maximum annual debt service for the VPBA’s reimbursement of the \$1,198,916 State share would be approximately \$89,800 each year for 20 years.

Southside Regional Jail Authority Security Door Upgrade/Replacement – Based on approved costs of \$276,930, maximum annual debt service for the VPBA’s reimbursement of the \$138,465 State share would be approximately \$13,000 each year for 20 years.

All estimates were computed using a budgeted interest rate assumption of 4.00%. The actual interest rate will be based on market conditions at the time of the transaction. Also the estimates only relate to reimbursement of approved project costs and do not include reimbursement of the state's share of the regional authorities' financing (interest) costs from construction midpoint through completion, which will also be determined and at completion based on the timing and terms of their respective financings.

Since Board of Corrections approval has been obtained, the Department of Treasury will establish a file for each of these and monitor for General Assembly authorization during future sessions after which they will be added to our list of authorized jail projects.