

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

342



FROM: Economic Development Agency / Facilities Management

SUBMITTAL DATE:
June 28, 2011

SUBJECT: Completion of the Larry D. Smith Correctional Facility Expansion No. 3 Support Projects

RECOMMENDED MOTION: That the Board of Supervisors:

1. Accept the Larry D. Smith (LDS) Correctional Facility Expansion No. 3 support projects as complete;
2. Ratify the Owner Controlled Insurance Program (OCIP); and
3. Authorize the reimbursement of all other funds expended to the Economic Development Agency (EDA).

BACKGROUND: (Commences on Page 2)

Robert Field

Robert Field
Assistant County Executive Officer/EDA

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 3,161,214	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 3,161,214	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2011/12

COMPANION ITEM ON BOARD OF DIRECTORS AGENDA: No

SOURCE OF FUNDS: Savings from previously approved funding sources.	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION: APPROVE

County Executive Office Signature

BY: *Jennifer L. Sargent*
Jennifer L. Sargent

Prev. Agn. Ref.: 3.17 of 6/10/08

District: 5

Agenda Number: **3.57**

REVIEWED BY CIP
Christopher Hans
Department: Christopher Hans

FISCAL PROCEDURES APPROVED
PAUL ANGULO, CPA, AUDITOR-CONTROLLER
BY: *Samuel Wong* 6/28/11
SAMUEL WONG

Consent
 Policy
 Per Exec. Ofc.:
 Policy

BACKGROUND:

On June 10, 2008, the Board of Supervisors approved the LDS Correctional Facility Expansion No. 3 support projects in-principle for six capital projects including a video visitation center, staff locker room expansion, briefing room, and parking lot expansion. These projects were required to comply with the State of California Corrections Standards Authority.

Final expenditures for the LDS support projects are as follows:

<u>Project Name and Project Number</u>	<u>Total Project Budget</u>	<u>Total Expenses</u>
LDS Correctional Facility Expansion No. 3 (FM08250003738)	73,951,906	74,570,003
Video Visitation (FM08110003894)	2,025,982	1,701,083
Staff Locker Room Expansion (FM08250003910)	0	140,158
Briefing Room (FM08250003928)	0	59,333
Parking Lot Hargrave (FM08250003970)	959,500	472,163
LDS Kitchen (FM08110003889)	1,600,000	1,448,982
Real Estate/Land Costs (FM0411100027)	<u>2,085,031</u>	<u>2,065,936</u>
TOTAL	\$80,622,419	\$80,457,658

The approved project budget amount for all six projects, including real estate and land costs, totaled \$80,622,419 with expenditures totaling \$80,457,658; the end result of a net savings cost of \$164,761. Included within the total expenses is a \$664,208 credit the county will be receiving from the OCIP provider which represents loss funds savings resulting from the county's participation in the Owner Controlled Insurance Program (OCIP). These savings should be forwarded to EDA because insurance is a project cost, and these funds are required to cover the project's total expenses. Out of the total expenditures of \$80,457,658, the department has received reimbursements of \$77,296,444 plus the pending reimbursement of \$644,208 netting to a balance due of \$3,161,214.

The OCIP provided worker's compensation and commercial general liability coverage for the county and all contractors on the project. In addition to generally providing a savings on a large project's insurance cost, an OCIP provides higher limits of liability, a single point of defense for all claims, and a central focus of all safety efforts at the jobsite.

The LDS support projects have been inspected and found to comply with all contract requirements. This Board action will authorize reimbursing EDA for costs expended.