

# BUDGET NARRATIVE

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## Capital Improvements

### Program Description

#### Purpose

Capital Improvements are expenditures for acquisition or construction of a new asset or, for existing assets; the expenditure significantly increases the value, extends the life, or makes it adaptable for a different use. Capital improvements also include non-routine maintenance or repair of an asset. The completed project cost must be less than \$1 million.

#### How Achieved

The Department of Corrections (DOC) is responsible for maintaining 14 institutions and over 4.6 million square feet of building space within its correctional facilities. Base Capital Improvement funding will allow the agency to perform only the most critical and immediate asset protection activities on DOC's \$970 million investment in real property.

The February 2012 Legislative Session added \$413,449 Other Funds for a solar water heater improvement at Eastern Oregon Correctional Institution in Pendleton. This was a one-time grant from the Oregon Department of Energy. The project has been completed so the funding is phased out for 2013-15.

### Agency Request Budget

#### Staffing Impact

None

#### Revenue Source

General Fund	\$2,698,675
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# BUDGET NARRATIVE

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## Capital Improvements

### 022 Phase-out Pgm & One-time Costs

#### Package Description

##### Purpose

This package includes eliminating the budget for programs that were terminated or phased-out during the prior biennium. Extraordinary one-time expenditures are also reduced in this package.

##### How Achieved

Capital Outlay equipment and supplies from one-time increases are eliminated here. During 2011-13, Capital Improvements was given limitation from the February 2012 session for a solar water heater project at Easter Oregon Correctional Institution. The project was completed during 2011-13 so the funds were removed for the 2013-15 budget.

#### Agency Request Budget

##### Staffing Impact

None

##### Revenue Source

Other Funds	(\$413,449)
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#### 2015-17 Fiscal Impact

The actions reflected in this package will not affect the 2015-17 budget since they address the elimination of one-time expenditures.

**ESSENTIAL AND POLICY PACKAGE FISCAL IMPACT SUMMARY**

Corrections, Dept of  
Pkg: 022 - Phase-out Pgm & One-time Costs

Cross Reference Name: Capital Improvements  
Cross Reference Number: 29100-088-00-00-00000

<i>Description</i>	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	All Funds
<b>Revenues</b>							
Federal Revenues	-	-	(413,449)	-	-	-	(413,449)
<b>Total Revenues</b>	-	-	<b>(\$413,449)</b>	-	-	-	<b>(\$413,449)</b>
<b>Capital Outlay</b>							
Equipment - Part of Building	-	-	(413,449)	-	-	-	(413,449)
<b>Total Capital Outlay</b>	-	-	<b>(\$413,449)</b>	-	-	-	<b>(\$413,449)</b>
<b>Total Expenditures</b>							
Total Expenditures	-	-	(413,449)	-	-	-	(413,449)
<b>Total Expenditures</b>	-	-	<b>(\$413,449)</b>	-	-	-	<b>(\$413,449)</b>
<b>Ending Balance</b>							
Ending Balance	-	-	-	-	-	-	-
<b>Total Ending Balance</b>	-	-	-	-	-	-	-

# BUDGET NARRATIVE

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## Capital Improvements

### 031 Standard Inflation

#### Package Description

##### Purpose

This package includes funding for inflation and adjustments to reflect the Price List of Goods and Services issued by DAS. The prescribed standard inflation factors were used for all accounts in this Division.

##### How Achieved

For 2013-15, inflation factors include 2.4% for standard inflation. Inflation requested in this package is based on the 2013-15 Base Budget.

#### Agency Request Budget

##### Staffing Impact

None

##### Revenue Source

General Fund	\$63,250
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##### 2015-17 Fiscal Impact

The actions included in this package will become part of the Base Budget for 2015-17.

**ESSENTIAL AND POLICY PACKAGE FISCAL IMPACT SUMMARY**

Corrections, Dept of  
Pkg: 031 - Standard Inflation

Cross Reference Name: Capital Improvements  
Cross Reference Number: 29100-088-00-00-00000

<i>Description</i>	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	All Funds
<b>Revenues</b>							
General Fund Appropriation	63,250	-	-	-	-	-	63,250
<b>Total Revenues</b>	<b>\$63,250</b>	-	-	-	-	-	<b>\$63,250</b>
<b>Capital Outlay</b>							
Land and Improvements	62,011	-	-	-	-	-	62,011
Professional Services	1,239	-	-	-	-	-	1,239
<b>Total Capital Outlay</b>	<b>\$63,250</b>	-	-	-	-	-	<b>\$63,250</b>
<b>Total Expenditures</b>							
Total Expenditures	63,250	-	-	-	-	-	63,250
<b>Total Expenditures</b>	<b>\$63,250</b>	-	-	-	-	-	<b>\$63,250</b>
<b>Ending Balance</b>							
Ending Balance	-	-	-	-	-	-	-
<b>Total Ending Balance</b>	-	-	-	-	-	-	-

**DETAIL OF LOTTERY FUNDS, OTHER FUNDS, AND FEDERAL FUNDS REVENUE**

Corrections, Dept of  
2013-15 Biennium

Agency Number: 29100

Cross Reference Number: 29100-088-00-00-00000

<i>Source</i>	2009-11 Actuals	2011-13 Leg Adopted Budget	2011-13 Leg Approved Budget	2013-15 Agency Request Budget	2013-15 Governor's Rec. Budget	2013-15 Leg Adopted Budget
<b>Other Funds</b>						
Federal Revenues	-	-	413,449	-	-	-
Tsfr From Energy, Dept of	36,891	-	-	-	-	-
<b>Total Other Funds</b>	<b>\$36,891</b>	-	<b>\$413,449</b>	-	-	-

# DETAIL OF LOTTERY FUNDS, OTHER FUNDS, AND FEDERAL FUNDS REVENUE

Source	Fund	ORBITS Revenue Acct	2009-11 Actual	2011-13 Legislatively Adopted	2011-13 Estimated	2013-15		
						Agency Request	Governor's Balanced	Legislatively Adopted
Federal Revenues	Other	0355	\$0	\$0	\$392,121	\$0	\$0	\$0
Transfer from Department of Energy	Other	1330	36,891	0	0	0	0	0

Program Unit Appropriated Fund Group and Category Summary  
 2013-15 Biennium  
 Capital Improvements

Version: V - 01 - Agency Request Budget  
 Cross Reference Number: 29100-088-00-00-00000

Description	2009-11 Actuals	2011-13 Leg Adopted Budget	2011-13 Leg Approved Budget	2013-15 Agency Request Budget	2013-15 Governor's Rec. Budget	2013-15 Leg Adopted Budget
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**CAPITAL IMPROVEMENT (Excluding Packages)**

**PERSONAL SERVICES**

General Fund	11,921	-	-	-	-	-
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**SERVICES & SUPPLIES**

General Fund	1,419,128	-	-	-	-	-
Other Funds	340	-	-	-	-	-
All Funds	1,419,468	-	-	-	-	-

**CAPITAL OUTLAY**

General Fund	724,545	2,543,185	2,635,425	2,635,425	-	-
Other Funds	36,551	-	413,449	413,449	-	-
All Funds	761,096	2,543,185	3,048,874	3,048,874	-	-

**TOTAL CAPITAL IMPROVEMENT (Excluding Package**

General Fund	2,155,594	2,543,185	2,635,425	2,635,425	-	-
Other Funds	36,891	-	413,449	413,449	-	-
All Funds	2,192,485	2,543,185	3,048,874	3,048,874	-	-

**CAPITAL IMPROVEMENT (Essential Packages)**

**022 PHASE-OUT PGM & ONE-TIME COSTS**

**CAPITAL OUTLAY**

Other Funds	-	-	-	(413,449)	-	-
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**031 STANDARD INFLATION**

**CAPITAL OUTLAY**

Program Unit Appropriated Fund Group and Category Summary  
 2013-15 Biennium  
 Capital Improvements

Version: V - 01 - Agency Request Budget  
 Cross Reference Number: 29100-088-00-00-00000

Description	2009-11 Actuals	2011-13 Leg Adopted Budget	2011-13 Leg Approved Budget	2013-15 Agency Request Budget	2013-15 Governor's Rec. Budget	2013-15 Leg Adopted Budget
General Fund	-	-	-	63,250	-	-
<b>TOTAL CAPITAL IMPROVEMENT (Essential Package:</b>						
General Fund	-	-	-	63,250	-	-
Other Funds	-	-	-	(413,449)	-	-
All Funds	-	-	-	(350,199)	-	-
<b>CAPITAL IMPROVEMENT (Current Service Level)</b>						
General Fund	2,155,594	2,543,185	2,635,425	2,698,675	-	-
Other Funds	36,891	-	413,449	-	-	-
All Funds	2,192,485	2,543,185	3,048,874	2,698,675	-	-
<b>TOTAL CAPITAL IMPROVEMENT (Including Package:</b>						
General Fund	2,155,594	2,543,185	2,635,425	2,698,675	-	-
Other Funds	36,891	-	413,449	-	-	-
All Funds	2,192,485	2,543,185	3,048,874	2,698,675	-	-
<b>TOTAL BUDGET</b>						
General Fund	2,155,594	2,543,185	2,635,425	2,698,675	-	-
Other Funds	36,891	-	413,449	-	-	-
All Funds	2,192,485	2,543,185	3,048,874	2,698,675	-	-