

CC-C: CAPITAL CONSTRUCTION REQUEST FOR FY 2011-12

Project Title:		Centennial Correctional Facility Expansion Certificates of Participation Annual Payment		State Controller Project No. P1018		Name and Email of Preparer: richard.gordon@doc.state. CO.MB		
Project Year(s):		FY 2010-11 to FY 2020-21		Signature of Department or Institution Approval: <i>Kal...</i>		Date: 8/25/2010		
Agency or Institution:		Department of Corrections		Signature CCHE Approval: N/A		Date:		
Agency or Institution Priority Number: 1				Signature OSPB Approval: <i>Amuz...</i>		Date: 8/27/2010		
Revision? Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	If yes, test submission date: _____	Total Project Costs	Prior-Year Appropriation(s)	Current Request FY 2011-12	Year 2 Request	Year 3 Request	Year 4 Request	Year 5 Request
<b>A. Land Acquisition</b>								
(1) Land/Building Acquisition		\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>B. Professional Services</b>								
(1) Master Plan/PP		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(2) Site Surveys, Investigations, Reports		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(3) Architectural/Engineering/ Basic Services		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(4) Code Review/Inspection		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(5) Construction Management		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(6) Advertisements		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(7a) Inflation for Professional Services		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(7b) Inflation Percentage Applied			0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
(8) Other		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(9) Total Professional Services		\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>C. Construction or Improvement</b>								
(1) Infrastructure		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(a) Service/Utilities		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(b) Site Improvements		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(2) Structure/Systems/ Components								
(a) New (GSF):		\$0	\$0	\$0	\$0	\$0	\$0	\$0
New \$ /GSF								
(b) Renovate GSF:		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Renovate \$ /GSF								
(3) Other (Specify)		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(4) High Performance Certification Program		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(5a) Inflation for Construction		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(5b) Inflation Percentage Applied			0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
(6) Total Construction Costs		\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>D. Equipment and Furnishings</b>								
(1) Equipment		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(2) Furnishings		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(3) Communications		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(4a) Inflation on Equipment and Furnishings		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(4b) Inflation Percentage Applied			0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
(5) Total Equipment and Furnishings Cost		\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>E. Miscellaneous</b>								
(1) Art in Public Places=1% of State Total Construction Costs (see SB 10-94)		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(2) Annual Payment for Certificates of Participation		\$103,061,417	\$10,903,467	\$18,434,900	\$18,430,500	\$18,431,100	\$18,430,950	\$18,430,500
(3) Relocation Costs		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(4) Other Costs (specify)		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(5) Other Costs (specify)		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(6) Other Costs (specify)		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(7) Other Costs (specify)		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(8) Total Misc. Costs		\$103,061,417	\$10,903,467	\$18,434,900	\$18,430,500	\$18,431,100	\$18,430,950	\$18,430,500
<b>F. Total Project Costs</b>		<b>\$103,061,417</b>	<b>\$10,903,467</b>	<b>\$18,434,900</b>	<b>\$18,430,500</b>	<b>\$18,431,100</b>	<b>\$18,430,950</b>	<b>\$18,430,500</b>
<b>G. Project Contingency</b>								
(1) 5% for New		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(2) 10% for Renovation		\$0	\$0	\$0	\$0	\$0	\$0	\$0
(3) Total Contingency		\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>H. Total Budget Request</b>		<b>\$103,061,417</b>	<b>\$10,903,467</b>	<b>\$18,434,900</b>	<b>\$18,430,500</b>	<b>\$18,431,100</b>	<b>\$18,430,950</b>	<b>\$18,430,500</b>
<b>I. Source of Funds</b>								
CCF		\$94,626,680	\$4,248,635	\$17,141,139	\$17,942,356	\$18,431,100	\$18,430,950	\$18,430,500
CF		\$8,436,737	\$6,654,832	\$1,293,761	\$488,144	\$0	\$0	\$0
RF		\$0	\$0	\$0	\$0	\$0	\$0	\$0
FF		\$0	\$0	\$0	\$0	\$0	\$0	\$0

## CC-C: CAPITAL CONSTRUCTION REQUEST FY 2011-12

1. SUMMARY INFORMATION	Complete Every Row in this Column
a. Agency or Institution Name:	Department of Corrections
b. Project Name:	<b>Centennial Correctional Facility Expansion Certificates of Participation Annual Payment</b>
c. State Controller Project Number:	P 0905 P1018
d. Project's Year (1, 2, etc.):	2 of 11
e. Date Sent to DHE:	N/A
f. Date Sent to OSPB:	8-26-2010
g. Date Sent to CDC with copy to JBC:	9-1-2010
h. Date of Project's Most Recent Program Plan:	11-01-2002 CCF-CSP II High-Custody Expansion – Facility Program Plan
i. Date of Governing Board Approval (for institutions of higher education):	_____ or <input checked="" type="checkbox"/> Not an institution of higher education
j. Continuation Project (there is a corresponding project appropriated in prior year)	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No If yes, list project numbers here: # HB 10-1376 \$8,048,292 #P1018 _____ # _____
k. Request 6-month encumbrance waiver?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (If yes, justify below)
l. Anticipated Project Completion Date:	Construction July-2010; Future COP Payments through FY 2020-21
m. Purpose Code	A(1) – State Financial Obligations – Certificates of Participation
n. New construction or modification?	<input checked="" type="checkbox"/> New <input type="checkbox"/> Modification
o. Facility Condition Index Score	N/A Date reported to the State Architect: ___/___/_____
p. Total Square Footage	_____ASF CSP II 801,601 GSF; Gatehouse 1,209 GSF; Warehouse 3,517 GSF
q. Cost per Square Foot (using construction cost per section C of CC-C form and GSF)	\$ N/A

2. TYPE OF REQUEST	“X” <u>All</u> that Apply	Instructions
a. State-funded Project – Higher Education		Requires CDHE then OSPB approval before submission to CDC and JBC. Use CC-C Excel Form and CC-C Word form.
b. State-funded Project – Non Higher Education	X	Requires OSPB approval only before submission to CDC and JBC. Use CC-C Excel Form and CC-C Word form.
c. 100% Cash Funded Project for higher education institution participating in the Intercept Program		Requires CDHE approval only before submission to CDC. Use CC-C Excel Form and CC-C Word form.
d. Under 100% Cash-Funded Project – Higher Education		Requires CDHE then OSPB approval before submission to CDC and JBC. Use CC-C Excel Form and CC-C Word form.
e. Cash-Funded Project – Non Higher Education	X	Requires OSPB approval only before submission to CDC and JBC. Use CC-C Excel Form and CC-C Word form.
f. Federally Funded Project		Requires CDHE (if Higher Ed) then OSPB approval before submission to CDC and JBC. Use CC-C Excel Form and Word form.
g. IT Project		Use CC-IT Excel form and CC-C Word form. Non Higher Ed agencies must approve with OIT before submission to OSPB.

<b>3. CRITERIA FOR FY 2011-12 PROJECT</b>	<b>“X” Applicable Item(s)</b>	<b>Describe How Criterion is Met for Marked Items</b>
a. 100% Cash or Federally Funded Project		
b. Priority #1 for department or #1-5 for DHS		
c. Meets Priority Criteria for Higher Education		
d. Project Originally in HJR 08-1042		
e. Continuation Project from FY 2010-11 CCF Appropriation		
f. Statutorily required COP payment for capital construction	X	This is the annual payment for the Centennial Correctional Facility expansion (formerly Colorado State Penitentiary II) Certificates of Participation
g. Project requires CDHE approval for program review but does not meet FY 11-12 criteria for submission to OSPB. This request does not have OSPB review.		

<b>4. BRIEF SUMMARY OF FY 2011-12 CAPITAL PROJECT</b>	<b>Enter summary below, this column</b>
State exactly what is requested, why, for how much, over what period of time.	<p>This project has been affected by the refinancing of the Certificates of Participation annual payment announced by the Governor in October 2009. The request seeks the spending authority for State Capital Construction funding of \$18,434,900 to be applied to the Certificates of Participation (COP) for the Centennial Correctional Facility expansion (formerly Colorado State Penitentiary II High-Custody Expansion project (P0340-CSPII)). Under the refinancing, this payment is the third year of twelve years of the State Capital Construction funding for payments toward the COP.</p> <p>Refer to Sections 7 and 8 of this Project Request narrative for further breakdown of payment schedule.</p>

<b>5. CONTINUATION HISTORY</b>	If this is a continuation project (a project with a former appropriation), complete the following table including all appropriations and expenditures. Include the bill numbers for each appropriation. If not a continuation project, mark here: <input type="checkbox"/> N/A				
	<b>FY 2007-08 Appropriated</b>	<b>FY 2008-09 Appropriated</b>	<b>FY 2009-10 Appropriated</b>	<b>Spent to Date</b>	<b>FY 2010-11 Appropriated</b>
Total Funds	\$0	\$0	\$2,855,175	\$2,855,175	\$8,048,292
General Fund	\$0	\$0	\$2,855,175	\$0	\$1,393,460
Cash Funds	\$0	\$0	\$0	\$0	\$6,654,832
Cash Funds Exempt / Reappropriated Funds	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0
Bill Number(s)			June, 2010 1331 Supplemental		HB 10-1376 P1018

<b>6. OBJECTIVES</b>	<b>Enter summary below, this column</b>
a. List key objectives of the entire project – big picture  This row not applicable as this is a single year project: <input type="checkbox"/> N/A	Strategic Plan, Colorado Dept. of Corrections, 2009-2013, Aug. 31, 2009: Objective: Have 100% of beds needed for the number of High-Custody and Special Needs Male Offenders Strategy: Continue implementation of Bed Plan proposal for expansion and operation of State/Private Prison system, consistent with the projected offender population growth over a five-year planning period (by July 2011). Expand the High Risk Offender Management Program for male administrative segregation and close-custody offenders to better manage the high risk offender return to a general population setting and community re-entry.
List key objectives of this year’s specific request - detailed	Colorado Department of Corrections payment obligation toward the Lease Purchase/Certificates of Participation for Centennial Correctional Facility Expansion (formerly CSP II High-Custody Expansion project).

<b>7. ESTIMATED ENTIRE PROJECT TIMETABLE:</b>			
Delineate how many years this project crosses from start to finish, describing what portion of the project each year will accomplish.			
Steps to be Completed	Start Date(s)	Completion Date(s)	Year
Annual Payment on Certificates of Participation	8-15-2010	2-15-2021	11 years
Participation Payments:			
First Payment (for each Fiscal Year)	08-15		
Second Payment (for each Fiscal Year)	02-15		

Note: Two payments toward the COP are due within each Fiscal Year on August 15<sup>th</sup> and February 15<sup>th</sup>.

<b>8. FY 2011-12 SPECIFIC TIMETABLE:</b>		
Delineate the steps that will be taken in FY 2011-12 to complete this project or this phase of the project.		
Steps to be Completed	Start Date(s)	Completion Date(s)
FY 2011-12 Annual Payment on Certificates of Participation		
First Payment	8-15-2011	
Second Payment	2-15-2012	
Total FY 2011-12 Payment - \$18,434,900		

- Notes:
1. Payments will be made by the State to the Trustee on the 15<sup>th</sup> day of February for a March 1 Payment Due Date and on the 15<sup>th</sup> day of August for a September 1 Payment Due Date.
  2. Refer to Section 15, “Additional Information” for Scheduled Base Rentals table.

<b>9. IMPACT</b>	<b>Enter summary below, this column</b>
a. Describe actual impact to program if this year's project is not funded	<p>The impact of not funding the requested project will result in:</p> <ul style="list-style-type: none"> <li>• State default on COP obligation;</li> <li>• An increasing deficit of appropriately secure high-secure beds for offenders with behavioral, predatory, violent, or escape-risk tendencies;</li> <li>• Increasingly insecure lower custody facilities with more 'hard' offenders; and</li> <li>• Increased potential for jail backlog</li> </ul> <p>The proposed project is a step towards the concerted effort to prudently respond to the high-custody adult offender bed needs of the State of Colorado.</p>
b. Describe how this project will affect State operating expenditures, including dollars and FTE for each project component.	<p>This request is for the Certificates of Participation (HB 03-1256) annual lease payment for the Centennial Correctional Facility Expansion (formerly CSP II High-Custody Expansion (P0340)) project. There is no Operating or FTE dollar impact projected for this Capital Construction request.</p>
c. Describe consistency with Agency or Institutional Master Plan and 5-Year Capital Improvement Plan Schedule, explain variances	<p>The Centennial Correctional Facility Expansion (formerly CSP II High-Custody Expansion) project has consistently been included in the Department's Master Plan and 5-Year Capital Improvement Plan Schedule since its inception. This project represents the majority of the high-custody facility expansion beds planned to address the actual and projected shortages in High-Custody male beds.</p> <p>Variance from the original Program Plan was the identification of a need for an additional 192 cells, resulting in a total of 948 cells.</p>

<b>10. JUSTIFICATION</b>	<b>Enter summary below, this column</b>
<p>Fully justify and defend this request. This will be the most lengthy section of the request. Include all necessary detail and specific scope of work. Describe how much space is needed, what types of rooms or equipment are included in the request and why, and illustrate where on campus the project will be executed. Explain what is wrong with the current situation and why a new or different building or capital expenditure is needed. Focus more on why the current facilities are insufficient, less on why the current programs are driving change.</p>	<p>The Centennial Correctional Facility Expansion (formerly CSP II High-Custody Expansion (P0340)) project represents over two-thirds of the high-custody facility expansion projects planned to accommodate the worst of the States' convicted offenders. Centennial Correctional Facility (CCF) Expansion project will provide high-custody beds for the central region of the state. This facility will be operated as a sub-management unit of the Colorado State Penitentiary (CSP) prison complex. Locating 948 additional high-custody beds proximate to CSP is intended to reduce the transportation costs and security concerns associated with transporting offenders across the State as they progress through the five <b>Progressive Reintegration Opportunity (PRO)</b> Unit levels.</p> <p>Pursuant to C.R.S. 17-1-105(2), the executive director of the DOC is authorized to execute a lease-purchase agreement for up to fifteen years to finance the construction of a high-custody facility for the Centennial Correctional Facility (formerly Colorado State Penitentiary II) and ancillary facilities.</p>

	<p>While balancing the State’s operating budget may or may not have the Department considering the modification of implementation plans for the CCF Expansion, these plans in no way mitigate the Department’s obligation to pay the annual payments for the building of the facility.</p>																								
	<p><b>Justification Table</b>  <b>CDOC Adult Male Population by Custody Level</b>  <b>(Population Projections - FY 2008-09 thru FY 2012-13)</b></p> <table border="1" style="width: 100%; border-collapse: collapse; margin: auto;"> <thead> <tr> <th style="text-align: center;">Program Services Population</th> <th style="text-align: center;">Actual FY2008-09</th> <th style="text-align: center;">Actual FY2009-10</th> <th style="text-align: center;">Estimated FY2010-11</th> <th style="text-align: center;">Projected FY2011-12</th> <th style="text-align: center;">Projected FY2012-13</th> </tr> </thead> <tbody> <tr> <td>Total Adult Male Population</td> <td style="text-align: center;">20,896 as of 06/30/09</td> <td style="text-align: center;">20,766 as of 06/30/10</td> <td style="text-align: center;">19,690 as of 06/30/11</td> <td style="text-align: center;">19,582 as of 06/30/12</td> <td style="text-align: center;">19,764 as of 06/30/13</td> </tr> <tr> <td>Admin. Seg. Population</td> <td style="text-align: center;">1,137 as of 06/30/09</td> <td style="text-align: center;">1,150 as of 06/30/10</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Close-Custody Population</td> <td style="text-align: center;">3,192 as of 06/30/09</td> <td style="text-align: center;">3,199 as of 06/30/10</td> <td></td> <td></td> <td></td> </tr> </tbody> </table> <p>Notes: 1. Population projections based on Colorado Division of Criminal Justice Correctional Population Forecasts, January 2010</p>	Program Services Population	Actual FY2008-09	Actual FY2009-10	Estimated FY2010-11	Projected FY2011-12	Projected FY2012-13	Total Adult Male Population	20,896 as of 06/30/09	20,766 as of 06/30/10	19,690 as of 06/30/11	19,582 as of 06/30/12	19,764 as of 06/30/13	Admin. Seg. Population	1,137 as of 06/30/09	1,150 as of 06/30/10				Close-Custody Population	3,192 as of 06/30/09	3,199 as of 06/30/10			
Program Services Population	Actual FY2008-09	Actual FY2009-10	Estimated FY2010-11	Projected FY2011-12	Projected FY2012-13																				
Total Adult Male Population	20,896 as of 06/30/09	20,766 as of 06/30/10	19,690 as of 06/30/11	19,582 as of 06/30/12	19,764 as of 06/30/13																				
Admin. Seg. Population	1,137 as of 06/30/09	1,150 as of 06/30/10																							
Close-Custody Population	3,192 as of 06/30/09	3,199 as of 06/30/10																							

<b>11. CALCULATIONS</b>	<b>Describe how the numbers on the CC-C Excel form were calculated; describe in this column, FY 2011-12 only. Out years will be requested separately</b>
Assumptions and calculations for land purchase	
Assumptions and calculations for professional services	
Assumptions and calculations for construction	
Provide list of equipment and furnishings to total on CC-C Excel form	
Art in public places: describe what portions of project apply and calculation used. The calculation should apply only to State funds (see SB 10-94)	
Discuss all inflation assumptions, as delineated on the CC-C form, by year and by component (professional services, construction or improvement, and equipment and furnishings)	
Discuss HPCP cost assumptions	
Other: COP Annual Payment	The payments toward the refinance of the Lease Purchase Certificates of Participation for the Centennial Correctional Facility Expansion (formerly CSPII High-Custody Expansion (P0340)) project were determined and calculated by the State Treasurer’s Office and its consultants. The final annual payments are scheduled in the “Official Statement, Relating to the \$33,000,000 Refunding Certificates of Participation, Series 2010 (Colorado State Penitentiary II Project)”. Refer to the Scheduled Base Rentals, taken from the “Official Statement”, located in Section 15, Additional Information of this Project Request narrative.
Other	

<b>12. CASH FUND PROJECTION</b>					
Does request include cash funds?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No      (If no, proceed to question #13)				
If the project is being financed, describe the terms of the bond, including the length of the bond, the expected interest rate, when the agency plans to go to market, and the expected average annual payment.	<input type="checkbox"/> N/A				
<b>Cash Fund Sources Lists</b> <i>(list all separately; projected balances must account for other obligations)</i>	<b>Actual FY 2009-10 Cash Fund Balance</b>	<b>End Fund Balance FY 2009-10</b>	<b>Projected FY 2010-11 End Cash Fund Balance</b>	<b>Projected End Cash Fund Balance FY 2011-12</b>	<b>Projected End Cash Fund Balance FY 2012-13</b>
a. Fund Number: <b>461</b>					
<b>Cash Funds</b>	\$	\$	\$	\$1,293,761	\$488,144
Described how revenue accrues to the fund	<b>(CERF) Corrections Expansion Reserve Fund created in Section 17-1-116, C.R.S.</b>				
Describe other obligations and encumbrances to the fund					
b. Fund Number:					
<b>Cash Funds</b>	\$	\$	\$	\$	\$
Described how revenue accrues to the fund					
Describe other obligations and encumbrances to the fund					

**Note 1. Projected End Cash Fund Balance is taken from Table CC-A “General Fund Transfer Forecast for Capital Construction June 2010”, OSPB June 2010 Capital Projection.**

<b>13. RELATED PROJECTS</b>		<u><a href="#">Delineate capital construction and controlled maintenance projects for this department, DHS Office, or higher education institution appropriated since FY 2007-08. 100% cash funded projects for higher education do not need to be listed.</a></u>		
Year	Project #	Item	CCF Cost	Pending Underway, or Requested
2005-06			\$	
2006-07	P0340	CSPII Expansion	\$36,911,874	Underway
2007-08			\$	
2008-09	P0340	CSPII Moveable Equipment	\$2,000,000	Underway
2009-10	P0340	CSPII Moveable Equipment	\$2,000,000	Underway
2009-10	P1018	CSPII COP Payment	\$2,855,175	Complete
2010-11	P1018	CSPII COP Payment	\$8,048,292	Underway
2011-12	P1018	CSPII COP Payment	\$18,436,900	This Request

**14. PROGRAM PLAN**

Describe any changes to this project on the Program Plan, Master Plan, or Five Year Plan since its submission to the Capital Development Committee

No changes

Changes are described below

**15. ADDITIONAL INFORMATION**

Provide any additional information to best justify the request.

**As of June 30, 2010, the COP Series 2006B construction funds had a balance of approximately \$4.6 million less a drawdown of \$0.6 million in July 2010 leaving a balance of about \$4 million. However, only about \$1.0 million is available for the project spending. There is an arbitrage obligation of approximately \$3.0 million. The Department anticipates spending down the remaining available COP funds by October 2010. There will be CSPII general funds unexpended in FY 2011 that could cover the trustee fees for FY 2011 (normally come due in April).**

**Scheduled Base Rentals** (taken from the “Official Statement Related to the \$33,000,000 Refunding Certificates of Participation, Series 2010 (Colorado State Penitentiary II Project)

The following table sets forth the State’s combined Base Rental obligations under the Lease after the execution and delivery of the Series 2010 Certificates (assuming that the State chooses not to terminate the Lease during the Lease Term which it has an annual option to do).



Fiscal Year Ended June 30	Unrefunded Series 2006B Certificates <sup>1</sup>		Series 2010 Certificates <sup>1</sup>		Total Base Rentals <sup>4</sup>	Fiscal Year
	Base Rentals Principal Component	Base Rentals Interest Component	Base Rentals Principal Component <sup>2</sup>	Base Rentals Interest Component <sup>3</sup>		
2011	\$0	\$4,393,850	\$1,545,000	\$2,109,441.67	\$8,048,291.67	FY10-11
2012	\$8,640,000	\$4,393,850	\$3,235,000	\$2,166,050.00	\$18,434,900.00	FY11-12
2013	\$8,985,000	\$4,048,250	\$3,055,000	\$2,342,250.00	\$18,430,500.00	FY12-13
2014	\$9,435,000	\$3,599,000	\$3,065,000	\$2,332,100.00	\$18,431,100.00	FY13-14
2015	\$9,905,000	\$3,127,250	\$3,330,000	\$2,068,700.00	\$18,430,950.00	FY14-15
2016	\$10,400,000	\$2,632,000	\$4,460,000	\$938,500.00	\$18,430,500.00	FY15-16
2017	\$7,645,000	\$2,112,000	\$7,960,000	\$715,500.00	\$18,432,500.00	FY16-17
2018	\$8,025,000	\$1,729,750	\$6,350,000	\$317,500.00	\$16,422,250.00	FY17-18
2029	\$8,430,000	\$1,328,500	\$0	\$0	\$9,758,500.00	FY18-19
2020	\$8,850,000	\$907,000	\$0	\$0	\$9,757,000.00	FY19-20
2021	\$9,290,000	\$464,500	\$0	\$0	\$9,754,500.00	FY20-21
	<b>\$89,605,000</b>	<b>\$28,735,950</b>	<b>\$33,000,000</b>	<b>\$12,990,041.67</b>	<b>\$164,330,991.67</b>	

<sup>4</sup> Amount is shown for Fiscal Year ending June 30 of the year indicated.

From OSPB Forecast:

**Table CC - F  
State of Colorado Refinancing Department of Corrections' Colorado State Penitentiary II  
Certificates of Participation, Series 2009**

June 2010				
Year	Fiscal Year Ending	Previous Payment Schedule	Payment Schedule	Savings
1	FY 2009-10	\$13,942,350	\$2,857,175	\$11,085,175
2	FY 2010-11	\$13,940,350	\$8,048,292	\$5,892,058
3	FY 2011-12	\$13,938,850	\$18,434,900	(\$4,496,050)
4	FY 2012-13	\$13,983,250	\$18,430,500	(\$4,447,250)
5	FY 2013-14	\$13,939,000	\$18,431,100	(\$4,492,100)
6	FY 2014-15	\$13,937,250	\$18,430,950	(\$4,493,700)
7	FY 2015-16	\$13,937,000	\$18,430,500	(\$4,493,500)
8	FY 2016-17	\$13,937,000	\$18,432,500	(\$4,495,500)
9	FY 2017-18	\$13,936,000	\$16,422,250	(\$2,486,250)
10	FY 2018-19	\$13,937,750	\$9,758,500	\$4,179,250
11	FY 2019-20	\$13,935,750	\$9,757,000	\$4,178,750
12	FY 2020-21	\$13,938,750	\$9,754,500	\$4,184,250
	<b>Sum of All Years</b>	<b>\$164,401,125</b>	<b>\$164,330,992</b>	

## Additional Certificates

So long as no Event of Indenture Default, Event of Nonappropriation or Event of Lease Default has occurred and is continuing and the Lease Term is in effect, one or more series of Additional Certificates may be executed and delivered upon the terms and conditions as provided in the Indenture without the consent of or notice to the Owners of outstanding Series 2010 Certificates. See "APPENDIX – B – SUMMARY OF CERTAIN PROVISIONS OF THE INDENTURE – Additional Certificates."

## BASE RENTALS

### Scheduled Base Rentals

The following table sets forth the State's combined Base Rental obligations under the Lease after the execution and delivery of the Series 2010 Certificates (assuming that the State chooses not to terminate the Lease during the Lease Term which it has an annual option to do).

Fiscal Year Ended <u>June 30</u>	Unrefunded Series 2006B Certificates <sup>1</sup>		Series 2010 Certificates <sup>1</sup>		Total Base Rentals <sup>4</sup>
	Base Rentals Principal Component	Base Rentals Interest Component	Base Rentals Principal Component <sup>2</sup>	Base Rentals Interest Component <sup>3</sup>	
	2011	--	\$ 4,393,850	\$ 1,545,000	
2012	\$ 8,640,000	4,393,850	3,235,000	\$ 2,166,050.00	18,434,900.00
2013	8,985,000	4,048,250	3,055,000	2,342,250.00	18,430,500.00
2014	9,435,000	3,599,000	3,065,000	2,332,100.00	18,431,100.00
2015	9,905,000	3,127,250	3,330,000	2,068,700.00	18,430,950.00
2016	10,400,000	2,632,000	4,460,000	938,500.00	18,430,500.00
2017	7,645,000	2,112,000	7,960,000	715,500.00	18,432,500.00
2018	8,025,000	1,729,750	6,350,000	317,500.00	16,422,250.00
2019	8,430,000	1,328,500	--	--	9,758,500.00
2020	8,850,000	907,000	--	--	9,757,000.00
2021	9,290,000	464,500	--	--	9,754,500.00
	<u>\$89,605,000</u>	<u>\$28,735,950</u>	<u>\$33,000,000</u>	<u>\$12,990,041.67</u>	<u>\$164,330,991.67</u>

<sup>1</sup> Payments will be made by the State to the Trustee on the 15<sup>th</sup> day of February for a March 1 Payment Date and on the 15<sup>th</sup> day of August for a September 1 Payment Date.

<sup>2</sup> These amounts include the original principal amount of the Series 2010 Capital Appreciation Certificates and the principal amount of the Series 2010 Current Interest Certificates.

<sup>3</sup> These amounts include the capital appreciation (maturity value less the original principal amount) of the Series 2010 Capital Appreciation Certificates and the interest on the Series 2010 Current Interest Certificates.

<sup>4</sup> Amount is shown for Fiscal Year ending June 30 of the year indicated.

### Optional Prepayments

The State has the option to purchase the Leased Property if an Event of Lease Default or an Event of Nonappropriation has not occurred and is continuing. The State must pay, as part of the Purchase Option Price, all fees and expenses due to the Trust and the Trustee. Subject to the approval of Special Counsel, the State also has the option to prepay any portion of the Base Rentals due under the Lease with respect to the Certificates. See "APPENDIX B – SUMMARIES OF CERTAIN PROVISIONS OF THE SITE LEASE, THE LEASE AND THE JOINT OPERATING AGREEMENT – THE LEASE – Purchase Option."