

FOR IMMEDIATE RELEASE:
July 1, 2014

CONTACT: Michele Kane
(916) 358-1802

CALIFORNIA PRISON INDUSTRY AUTHORITY MAINTAINS PROFITABILITY AND SELF-SUFFICIENCY

FOLSOM - In accordance with California Penal Code Section 2808(d), the California Prison Industry Authority (CALPIA) publicly presented its 2014-15 Annual Plan to the Prison Industry Board at their June 25, 2014 meeting for review and approval. The Prison Industry Board unanimously approved the Annual Plan. www.calpia.ca.gov/pdf/Public_Affairs/2014-July/Annual_Plan_2014-15.pdf

The Annual Plan outlines CALPIA's operational expectations for the upcoming fiscal year beginning on July 1, 2014. The Annual Plan contains a balanced budget and is CALPIA's best projection of revenues and expenditures at the time the plan was developed. The Annual Plan takes into consideration known changes in the economy, legislation, the State budget, and state offender populations.

The Annual Plan as approved, includes revenues of \$196.3 million (M), an increase of 15.6 percent from the 2013-14 Mid-Year Revise (MYR), and fully funds 95 individual CALPIA correctional industry enterprises at 34 California Department of Corrections and Rehabilitation (CDCR) institutions, an increase of 33 correctional industry enterprises and 9 CDCR locations. The Annual Plan includes \$2.6 M to fund 12 CALPIA Career Technical Education programs at 6 CDCR institutions, and provides a \$0.4 M net profit. The Annual Plan anticipates utilizing an average of 6,696 offender positions, an increase of 611 positions (10.0 percent) from the 2013-2014 MYR. The Annual Plan also anticipates funding 775 civil service positions, an increase of 192 positions (32.9 percent) from the MYR.

The anticipated increases to revenue, offender positions and civil service positions primarily result from the expansion of the CALPIA Construction Services and Facilities Maintenance (CSFM) enterprise that will provide specialized healthcare facilities maintenance at all CDCR institutions and employ over 900 offenders. The CSFM expansion will provide \$18.8 M of additional revenue.

The California Penal Code Section 2801(c) requires CALPIA to operate a work program for state prisoners which will ultimately be self-supporting by generating sufficient funds from the sale of products and services to pay all the expenses of the program, and one which will provide goods and services which are or will be used by government entities, thereby reducing the cost of its operation.

CALPIA is a self-supporting state entity that provides training and productive work assignments for approximately 7,000 offenders in California. CALPIA receives all of its revenue from the sale of the products it manufactures. The recidivism rate among CALPIA's programs is 26-38 percent lower than the general prison population, a success attributed to the job skills and industry certifications obtained by participating in the program.