4511 E. 46th Avenue Dahlia Facility Purchase and Sale Agreement

Finance and Governance Committee April 4, 2023 Resolution Request #23-0336



Background

- In 2019, City Council took action that required a transition away from for-profit, private organizations as community corrections providers.
- Denver Community Corrections commenced a thoughtful, responsible transition strategy in 2019:
 - Williams Street Center (GEO) closed October 2019
 - Tooley Hall (GEO) closed December 2019
 - Columbine (CoreCivic) closed June 2020
 - Ulster (CoreCivic) closed April 2021
 - Fox (CoreCivic) closed December 2021



Planning for Change

- Community Corrections Advisory Group (CCAG) was formed in late 2019. They
 developed 10 recommendations and two additional concepts for exploration.
- Recommendation #03: Feasibility of lease or purchase and identification of additional service providers:
 - The City should explore the possibility of leasing or purchasing one or more CoreCivic community corrections zoned properties.
 - The City should also explore opportunities to identify additional service providers including promising or emerging operators expressing an interest in the provision of community corrections services.



4511 E. 46th Avenue







Proposed Acquisition

- The Division of Real Estate proposes the acquisition of the Dahlia Facility located at 4511 E. 46th Avenue, Denver, Colorado.
 - Purchase Price: \$8,000,000
 - Seller: Correctional Management, Inc.
 - Premises Size: Approx. 20,000 square feet ("SF")
 - Bed Capacity: Up to 100 beds
 - Tenant Improvements include ADA restroom; Seller may construct fire life safety features if required; City will pay actual cost
 - Approximate closing in Q1 2024
 - Council District 8



Requested Council Action

RR 23-0336: Approves the Purchase and Sale Agreement with Correctional Management, Inc. to purchase a building located at 4511 E. 46th Avenue, Denver, Colorado.



Questions?

