

Director: Michael Branham

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	FY 2004 Actual	FY 2005 Estimate	FY 2006 Approved
OPERATING BUDGET			
Full Time Equivalent Positions	1,239.4	1,247.9	1,163.7
Personal Services	38,148,200	41,502,900	44,499,400
Employee Related Expenditures	11,080,100	12,133,700	13,988,600
Professional and Outside Services	7,577,900	7,857,500	8,498,400
Travel - In State	678,600	778,100	768,900
Travel - Out of State	17,900	20,200	20,200
Other Operating Expenditures	8,278,700	8,426,600 ^{1/}	7,183,500
Food	624,900	619,700	510,200
Equipment	1,373,000	935,200	578,900
AGENCY TOTAL	67,779,300	72,273,900	76,048,100 ^{2/3/4/5/6}

FUND SOURCES

General Fund	63,943,800	68,592,000 ^{7/}	69,801,300
<u>Other Appropriated Funds</u>			
Criminal Justice Enhancement Fund	584,800	585,300	585,300
State Charitable, Penal and Reformatory Institutions Land Fund	360,000	360,000	3,360,000
State Education Fund for Committed Youth	2,890,700	2,736,600	2,301,500
SUBTOTAL - Other Appropriated Funds	3,835,500	3,681,900	6,246,800
SUBTOTAL - Appropriated Funds	67,779,300	72,273,900	76,048,100
<u>Other Non-Appropriated Funds</u>			
Federal Funds	497,100	672,400	672,400
TOTAL - ALL SOURCES	71,953,000	77,008,900	80,783,100

AGENCY DESCRIPTION — The Department of Juvenile Corrections (DJC) is responsible for the care and treatment of youth offenders adjudicated to be delinquent and remanded to the custody of the department. DJC has jurisdiction over youths until they are released from custody or reach age 18.

- ^{1/} Laws 2005, Chapter 3 reduced the department's FY 2005 General Fund appropriation by \$(500,000) due to a lower-than-budgeted juvenile population in FY 2005.
- ^{2/} The department shall provide a travel stipend to all Southwest Regional Juvenile Correction Complex staff whose residence is at least 20 miles from work. (General Appropriation Act footnote)
- ^{3/} General Appropriation Act funds are appropriated as a Lump Sum by Agency.
- ^{4/} Twenty-five percent of land earnings and interest from the State Charitable, Penal and Reformatory Institutions Land Fund shall be distributed to the Department of Juvenile Corrections, in compliance with Section 25 of the Enabling Act and with the Constitution of Arizona, to be used for the support of state juvenile institutions and reformatories. (General Appropriation Act footnote)
- ^{5/} Before the expenditure of any State Education Fund for Committed Youth receipts in excess of \$2,301,500, the Department of Juvenile Corrections shall report the intended use of the monies to the Director of the Joint Legislative Budget Committee. (General Appropriation Act footnote, as adjusted for statewide allocations.)
- ^{6/} The lump sum appropriation of \$76,048,100 includes \$6,674,800 of additional monies to address operating and capital expenses related to a federal audit. The department may use these monies for audit-related education, health and safety renovation projects after review of the Joint Committee on Capital Review. (General Appropriation Act footnote, as adjusted for statewide allocations)
- ^{7/} Laws 2005, Chapter 3 allows the department to use up to \$646,000 of its FY 2005 General Fund appropriation for health facility upgrades at the Adobe Mountain Campus.

PERFORMANCE MEASURES	FY 2003	FY 2004	FY 2006
	Actual	Actual	Approved
• Escapes from DJC secure care facilities	0	0	0
• Juveniles passing the General Equivalence Degree language test	89	87	92
• % of juveniles who show progress in their primary treatment problem area	64	68	80
• % of juveniles returned to custody within 12 months of release	18	18	18

Comments: Juveniles are showing some progress in their primary treatment problem areas, which the department attributes to an increase of individual staff contact. The department continues to facilitate a high percentage of juveniles passing the language portion of the General Equivalence Degree. No juveniles successfully escaped from the juvenile correctional facilities in FY 2003 or FY 2004.

Operating Budget

The budget provides \$76,048,100 for the operating budget in FY 2006. This amount consists of:

	FY 2006
General Fund	\$69,801,300
Criminal Justice Enhancement Fund	585,300
State Charitable, Penal and Reformatory Institutions Land Fund	3,360,000
State Education Fund for Committed Youth	2,301,500

These amounts include the following adjustments:

The approved amount includes an increase of \$2,286,200 from the General Fund and \$77,400 from the State Charitable, Penal and Reformatory Institutions Land Fund in FY 2006 for statewide adjustments. *(Please see the Statewide Adjustments section at the end of this Appropriations Report for details.)*

Vacant FTE Position Reduction

The approved amount includes a decrease of \$(637,300) and (132.7) FTE Positions from the General Fund in FY 2006 for the elimination of vacant FTE Positions. By reducing the number of vacant FTE Positions, the budget reduced the amount of money appropriated for health, dental, and life insurance. These monies are passed through directly to the Arizona Department of Administration for statewide insurance costs and will not affect the amount of monies the agency has for other purposes. All other funding for these vacant positions had been previously eliminated.

CRIPA

The budget provides an increase of \$6,674,800 and 134.5 FTE Positions from the General Fund in FY 2006 to address operating and capital expenses related to a FY 2004 Civil Rights of Institutionalized Persons Act (CRIPA) investigation. The investigation was conducted by the U.S. Department of Justice (DOJ) at 3 DJC facilities

due to 3 youth suicides and reports of abuse. A March 2005 report issued by Department of Justice consultants in charge of monitoring DJC progress identified further needed improvements.

The department may use monies for audit-related education, health, and safety renovation projects after the review of the Joint Committee on Capital Review.

The following summarizes the major items:

- \$1,824,700 and 49 FTE Positions to increase the line staff ratio at juvenile correctional facilities. This amount includes 42 additional youth correctional officer FTE Positions to provide an additional overnight officer in each housing unit and 7 youth program officer FTE Positions for close supervision of youth on suicide watch.
- \$1,767,200 and 41 FTE Positions for special education compliance. Additional funding will include 1 school psychologist, 4 teachers for parole opportunity classrooms, and 23 special education teachers.
- \$1,256,600 and 27 FTE Positions for behavioral health staffing. This amount includes an additional caseworker for each housing unit to improve the staff-to-juvenile ratio.
- \$772,100 and 9.5 FTE Positions for staff development and training. This amount includes monies to extend a pre-service academy from 7 to 8 weeks, which was partially funded in FY 2005. This amount also includes overtime pay for 32 additional hours of in-service training for direct care staff.
- \$733,700 of one-time monies for completion of suicide prevention renovations of secure-care facilities. Building modifications began in FY 2003 and will be completed in FY 2006.
- \$320,500 and 8 FTE Positions to provide continuous nursing coverage at juvenile facilities. The department previously did not have overnight nurses and this funding will provide each facility with 2 nurses for the night shift.

In addition to the \$6.7 million added in FY 2006, the budget continues \$4.2 million of funding provided in FY 2005 to address the federal audit. As a result, the department's budget includes a total of \$10.9 million and 208 FTE Positions for CRIPA expenses.

<u>CRIPA Issue</u>	<u>FTE</u>	<u>FY 2006</u>
Overnight Officer Staffing and Suicide Observation	49.0	\$ 1,824,700
Special Education	41.0	1,767,200
Behavioral Health Staffing	27.0	1,256,600
Staff Development and Training	9.5	772,100
Suicide Renovations	0.0	733,700
Nursing Coverage	8.0	320,500
Total FY 2006	134.5	\$ 6,674,800
Ongoing FY 2005 monies	73.5	4,179,700 ^{1/}
Total CRIPA Funding	208.0	\$10,854,500

^{1/} The FY 2005 budget included a total of \$5.1 million for federal audit-related issues, of which \$936,100 was one-time monies. (Please see the FY 2005 Appropriations Report for more details.)

Decreased Population

The budget provides a decrease of \$(3,890,800) and (86) FTE Positions in FY 2006 due to a reduced juvenile population. The approved amount includes \$(3,378,300) and (75) FTE Positions from the General Fund and \$(512,500) and (11) FTE Positions from the State Education Fund for Committed Youth. In FY 2005, DJC was funded to operate a total of 743 secure care beds. As of June 3, 2005, the department's population was 631. The budget provides funding for 623 beds.

As a result of this population reduction, education funding also declined. The department receives funding from the Department of Education (ADE) based on the number of enrolled students. The FY 2006 budget reflects the declining student population as based on ADE projections. Laws 2005, Chapter 3 also reduced the department's FY 2005 General Fund appropriation by \$(500,000) due to a reduced juvenile population.

Eliminate One-Time Monies

The budget provides a decrease of \$(936,100) from the General Fund in FY 2006 for the elimination of one-time FY 2005 monies, including surveillance equipment, suicide renovation projects, and various administrative start-up costs.

Officer Training Adjustment

The budget provides a decrease of \$(200,000) from the General Fund in FY 2006 due to a double appropriation of monies to fund an extension of officer training from 4 to 6 weeks.

Special Education Stipend Adjustment

The budget provides a decrease of \$(100,000) from the General Fund in FY 2006 for special education teacher stipends. The department will fund teacher stipends with federal monies in FY 2006.

State Charitable Land Trust

The budget provides a decrease of \$(3,000,000) from the General Fund and a corresponding increase of \$3,000,000 from the State Charitable, Penal and Reformatory Institutions Land Fund due to a recent state trust land sale that resulted in the department annually receiving an additional \$1,500,000 in revenues to its appropriated State Charitable Land Fund. As a result, the fund has an additional \$3,000,000, including the unspent FY 2005 monies, available in FY 2006. Of the appropriated amount, \$1,500,000 is one-time monies for capital projects.