

Department of Juvenile Corrections

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DESCRIPTION	FY 2006 ACTUAL	FY 2007 ESTIMATE	FY 2008 JLBC
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	1,163.7	1,183.7	1,163.7
Personal Services	44,701,900	50,333,800	49,783,100
Employee Related Expenditures	13,553,500	16,624,000	15,747,900
Professional and Outside Services	5,563,500	6,949,000	6,439,500
Travel - In State	959,300	946,000	942,700
Travel - Out of State	43,000	69,800	69,800
Other Operating Expenditures	9,634,700	7,939,900	7,504,500
Food	564,300	516,300	488,300
Equipment	2,311,000	888,000	888,000
OPERATING SUBTOTAL	77,331,200	84,266,800	81,863,800
SPECIAL LINE ITEMS			
Adobe Mountain Well Renovation	0	340,000	0
AGENCY TOTAL	77,331,200	84,606,800	81,863,800

FUND SOURCES			
General Fund	70,909,800	79,848,300	77,401,400
<u>Other Appropriated Funds</u>			
ADOA Risk Management Fund	0	340,000	0
Criminal Justice Enhancement Fund	585,300	685,300	685,200
State Charitable, Penal and Reformatory Institutions Land Fund	3,360,100	1,094,900	1,094,700
State Education Fund for Committed Youth	2,476,000	2,638,300	2,682,500
SUBTOTAL - Other Appropriated Funds	6,421,400	4,758,500	4,462,400
SUBTOTAL - Appropriated Funds	77,331,200	84,606,800	81,863,800
Other Non-Appropriated Funds	872,100	777,700	777,700
Federal Funds	3,192,500	2,949,700	2,949,700
TOTAL - ALL SOURCES	81,395,800	88,334,200	85,591,200

CHANGE IN FUNDING SUMMARY	FY 2007 to FY 2008 JLBC	
	\$ Change	% Change
General Fund	(2,446,900)	(3.1%)
Other Appropriated Funds	(296,100)	(6.2%)
Total Appropriated Funds	(2,743,000)	(3.2%)
Non Appropriated Funds	0	0.0%
Total - All Sources	(2,743,000)	(3.1%)

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 youth until they are released from custody or reach age 18.

PERFORMANCE MEASURES	FY 2004 Actual	FY 2005 Actual	FY 2006 Actual	FY 2008 JLBC
• Escapes from DJC secure care facilities Comments: According to DJC, one youth escaped beyond the Black Canyon Girls School campus fence perimeter in FY 2006, but was apprehended within minutes of escape.	0	0	1	0
• % of juveniles passing the General Equivalence Degree language test	87	83	86	89
• % of juveniles who show progress in their primary treatment problem area Comments: In April 2005, DJC began utilizing a new process for assessment of juvenile problem areas, which resulted in more extensive assessments and improved treatment plans.	68	76	73	75
• % of juveniles returned to custody within 12 months of release Comments: According to DJC, a greater percentage of juveniles returned to custody due to stricter enforcement of parole violations in FY 2006. DJC plans to provide improved community transitioning programming in an effort to reduce the number of youth returns to custody.	18	23.5	33.7	20

CHANGES FROM FY 2007

Operating Budget

The JLBC includes \$81,863,800 and 1,163.7 FTE Positions for the operating budget in FY 2008. This amount consists of:

	FY 2008
General Fund	\$77,401,400
Criminal Justice Enhancement Fund	685,200
State Charitable, Penal and Reformatory Institutions Land Fund	1,094,700
State Education Fund for Committed Youth	2,682,500

These amounts would fund the following adjustments:

Standard Changes	GF	(122,500)
	OF	(4,800)

The JLBC includes a decrease of \$(127,300) in FY 2008 for standard changes. This amount consists of:

General Fund	(122,500)
Criminal Justice Enhancement Fund	(100)
State Charitable, Penal and Reformatory Institutions Land Fund	(200)
State Education Fund for Committed Youth	(4,500)

One-Time AZNet Appropriation GF (330,900)

The JLBC includes a decrease of \$(330,900) from the General Fund in FY 2008 to reflect the one-time appropriation for AZNet telecommunication charges.

Rebase Retirement Rates GF (580,500)

The JLBC includes a decrease of \$(580,500) from the General Fund in FY 2008 for rebasing Correctional Officer Retirement Plan (CORP) retirement rates at actual FY 2007 levels. The actual rates that will be charged to

the agency in FY 2007 are lower than were assumed in the FY 2007 budget; this reduction leaves sufficient funds to pay the actual rates. Increases for FY 2008 changes to rates are funded separately as a statewide item and would be distributed to agencies at a later time.

Decreased Population GF (918,000)

The JLBC includes a decrease of \$(918,000) and (20) FTE Positions from the General Fund in FY 2008 due to a reduced juvenile population. In FY 2007, DJC was funded to operate a total of 655 secure care beds. The FY 2007 first quarter average population was 605. This change would close 32 beds at Adobe Mountain Campus and provide funding for 623 beds.

One-Time Renovation Monies GF (495,000)

The JLBC includes a decrease of \$(495,000) from the General Fund in FY 2008 to reflect one-time FY 2007 suicide renovation project monies.

In FY 2003, as the result of 3 youth suicides and a subsequent federal audit, the DJC began facility modifications to reduce the potential for youth suicides. From FY 2003 to FY 2007, DJC spent a total of \$3.5 million on housing unit renovations at 4 youth correctional facilities and, at this time, no longer requires further suicide renovation funding. Suicide renovation monies were used for replacement of items with potential anchor point hazards such as shower fixtures, hinges, ventilation grilles, window bars, and furniture and plumbing with exposed bolts or other hazards.

Educational Increase OF 48,700

The JLBC includes an increase of \$48,700 from the State Education Fund for Committed Youth in FY 2008 in order to provide educational programming to a higher juvenile population and for a per pupil base adjustment.

DJC receives funding from the Department of Education (ADE) based on the number of students participating in DJC's K-12 institutional programs. The funding allocation provided to DJC is similar to that of a regular school district since DJC receives that funding on a per pupil basis. In FY 2008, the ADE projection includes funding for an additional 7 students and increases the per pupil base funding by 2%. The ADE monies are undesignated in nature and can be used for any type of institutional purpose including the hiring of teachers, diagnosticians and general pupil expenses. (See the Arizona Department of Education narrative for more information.)

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FORMAT — Operating Lump Sum with Special Line Items by Agency

FOOTNOTES

Standard Footnotes

The department shall provide a travel stipend to all Southwest Regional Juvenile Correction Complex staff whose residence is at least 20 miles from work.

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.

Before the expenditure of any State Education Fund for Committed Youth receipts in excess of \$2,682,500, the Department of Juvenile Corrections shall report the intended use of the monies to the Director of the Joint Legislative Budget Committee.

Deletion of Prior Year Footnotes

The JLBC deletes the footnote requiring review of the Joint Committee on Capital Review prior to expending \$495,000 for completion of suicide prevention renovation projects. No additional renovations are anticipated.

The JLBC deletes the footnote regarding the Youth Correctional Officer series salary increase beginning July 1, 2006. Increases have been implemented.

Special Line Items

Adobe Mountain Well Renovation

The JLBC includes no funding for the Adobe Mountain Well Renovation in FY 2008. This amount would fund the following adjustments:

Eliminate One-Time Monies OF (340,000)

The JLBC includes a decrease of \$(340,000) from the Arizona Department of Administration Risk Management Fund in FY 2008 for the elimination of one-time monies for an Adobe Mountain Well Renovation project.

The Adobe Mountain Well Renovation line item includes FY 2007 monies to bring a well at Adobe Mountain School into compliance with new federal arsenic regulations. Beginning January 2006, the U.S. Department of Environmental Quality began requiring all public water systems to further reduce arsenic levels in drinking water by an additional 80%.

SUMMARY OF FUNDS	FY 2006 Actual	FY 2007 Estimate
ADOA Risk Management Fund (ADA4216/A.R.S. § 41-622)		Appropriated
Source of Revenue: Risk Management Fund monies received from the Arizona Department of Administration. The ADOA Risk Management Fund receives actuarial charges assessed to agencies insured under the state's risk management system and recoveries by the state through litigation. (See the ADOA section for more information.)		
Purpose of Fund: To complete a well renovation project at Adobe Mountain School for compliance with new federal arsenic regulations.		
Funds Expended	0	340,000
Year-End Fund Balance	0	0
Corrections Fund (DJA2088/A.R.S. § 41-1641)		Non-Appropriated
Source of Revenue: Luxury taxes on alcohol and tobacco products.		
Purpose of Fund: For the construction, major maintenance, purchase or lease of correctional or state-operated juvenile facilities. The Legislature may also appropriate monies in this fund for the operation of these facilities.		
Funds Expended	0	0
Year-End Fund Balance	0	0

SUMMARY OF FUNDS	FY 2006 Actual	FY 2007 Estimate
Criminal Justice Enhancement Fund (DJA2281/A.R.S. § 41-2401)		Appropriated
Source of Revenue: Receives 1.61% of state Criminal Justice Enhancement Fund (CJEF). CJEF consists of a 47% assessment added on to every fine, penalty and forfeiture collected by the courts for criminal offenses, and civil penalties imposed for traffic violations and motor vehicle violations.		
Purpose of Fund: For treatment and rehabilitation of youth who have committed drug-related offenses.		
Funds Expended	585,300	685,300
Year-End Fund Balance	247,600	272,900
Federal Funds (DJA2000/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: Federal Grants.		
Purpose of Fund: For the National School Breakfast and Lunch Program, Special Education, Job Training Partnership Act, substance abuse, and other federal programs.		
Funds Expended	3,192,500	2,949,700
Year-End Fund Balance	466,400	631,000
IGA and ISA Fund (DJA2500/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: Monies received through intergovernmental and interagency agreements.		
Purpose of Fund: To provide training to DJC staff in behavioral therapy, motivational interviewing, and child and family teams, and some supplemental funding for attainment of juvenile treatment goals.		
Funds Expended	639,100	336,700
Year-End Fund Balance	673,400	336,700
Indirect Cost Recovery Fund (DJA9000/A.R.S. § 41-1604)		Non-Appropriated
Source of Revenue: Charges made to interagency agreements and monies transferred from the department's appropriated and non-appropriated funds.		
Purpose of Fund: To pay departmentwide administrative and overhead costs.		
Funds Expended	16,700	87,900
Year-End Fund Balance	53,300	35,400
Instructional Improvement Fund (DJA2492/A.R.S. § 15-979)		Non-Appropriated
Source of Revenue: Shared revenue from Indian gaming received through the Arizona Department of Education (ADE). The ADE Instructional Improvement Fund receives 56% of total shared revenue, as authorized by Proposition 202 from the 2002 General Election. <i>(See ADE section for more information.)</i>		
Purpose of Fund: To fund teacher compensation increases, class size reductions, dropout prevention, and instructional improvement programs.		
Funds Expended	0	26,400
Year-End Fund Balance	54,100	47,700
Juvenile Corrections Fund (DJA3024/A.R.S. § 41-2810)		Non-Appropriated
Source of Revenue: Donations by individuals and businesses, proceeds from vending machines, and fund-raising efforts.		
Purpose of Fund: For additional supplies and department conferences, for purposes agreed upon by donors and the agency Director, or for special student activities.		
Funds Expended	85,400	122,200
Year-End Fund Balance	49,400	8,200
State Charitable, Penal and Reformatory Institutions Land Fund (DJA3029/A.R.S. § 37-525)		Appropriated
Source of Revenue: Earnings on state lands and interest on the investment of the Permanent Land Fund.		
Purpose of Fund: To help defray costs of operating juvenile correctional facilities.		
Funds Expended	3,360,100	1,094,900
Year-End Fund Balance	719,600	1,065,700

SUMMARY OF FUNDS	FY 2006 Actual	FY 2007 Estimate
State Education Fund for Committed Youth (DJA2323/A.R.S. § 15-1371)		Appropriated
Source of Revenue: The state's statutory K-12 Basic State Aid formula provides funding based on the DJC population.		
Purpose of Fund: To help provide for the education of committed youth.		
Funds Expended	2,476,000	2,638,300
Year-End Fund Balance	81,200	70,100
State Education System for Committed Youth Classroom Site Fund (DJA2487/A.R.S. § 15-1373)		Non-Appropriated
Source of Revenue: Classroom Site Fund monies received from the Arizona Department of Education, pursuant to A.R.S. § 15-977. The Classroom Site Fund received monies from a 0.6% sales tax approved by the voters in the November 2000 General Election (Proposition 301).		
Purpose of Fund: To provide additional funding for teacher compensation increases based on performance (40%); teacher base salary increases (20%); and class size reduction, AIMS intervention programs, teacher development, dropout prevention, and teacher liability insurance premiums (40%).		
Funds Expended	121,500	204,500
Year-End Fund Balance	414,100	424,600
Statewide Employee Recognition Gifts/Donations Fund (DJA2025/DJA2449/A.R.S. § 35-142)		Non-Appropriated
Source of Revenue: Gifts and donations from public and private entities.		
Purpose of Fund: For employee recognition programs that recognize and award the performance, achievement, longevity or major life event of department employees.		
Funds Expended	3,600	0
Year-End Fund Balance	8,600	8,600
Training Institute Fund (DJA2001/A.R.S. § 41-2824)		Non-Appropriated
Source of Revenue: Monies received from grants, gifts, donations, services or other financial assistance.		
Purpose of Fund: To train tribal personnel who have limited access to training within their jurisdictions.		
Funds Expended	5,800	0
Year-End Fund Balance	0	0