

## Department of Juvenile Corrections

	FY 2022 ACTUAL	FY 2023 ESTIMATE	FY 2024 BASELINE
<b>OPERATING BUDGET</b>			
<i>Full Time Equivalent Positions</i>	738.5	738.5	738.5
Personal Services	20,367,700	27,033,400	27,033,400
Employee Related Expenditures	11,459,400	20,562,500	20,562,500
Professional and Outside Services	1,225,300	882,000	882,000
Travel - In State	256,000	297,000	297,000
Travel - Out of State	26,700	14,800	14,800
Other Operating Expenditures	5,854,300	4,820,300	4,820,300
Equipment	357,500	67,700	67,700
<b>AGENCY TOTAL</b>	<b>39,546,900</b>	<b>53,677,700</b>	<b>53,677,700 <sup>1/2/</sup></b>
<b>FUND SOURCES</b>			
General Fund	28,188,600	38,607,700	38,607,700
<u>Other Appropriated Funds</u>			
Criminal Justice Enhancement Fund	522,400	538,500	538,500
Department of Juvenile Corrections Local Cost Sharing Fund	8,450,900	8,450,900	8,450,900
State Charitable, Penal and Reformatory Institutions Land Fund	1,778,200	4,125,400	4,125,400
State Education Fund for Committed Youth	606,800	1,955,200	1,955,200
SUBTOTAL - Other Appropriated Funds	11,358,300	15,070,000	15,070,000
<b>SUBTOTAL - Appropriated Funds</b>	<b>39,546,900</b>	<b>53,677,700</b>	<b>53,677,700</b>
Other Non-Appropriated Funds	136,900	136,700	136,700
Federal Funds	3,192,300	882,100	882,100
<b>TOTAL - ALL SOURCES</b>	<b>42,876,100</b>	<b>54,696,500</b>	<b>54,696,500</b>

**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.

### FOOTNOTES

- <sup>1/</sup> 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 the Constitution of Arizona, to be used to support state juvenile institutions and reformatories. (General Appropriation Act footnote)
- <sup>2/</sup> General Appropriation Act funds are appropriated as a Lump Sum by Agency.

### Operating Budget

The Baseline includes \$53,677,700 and 738.5 FTE Positions in FY 2024 for the operating budget. These amounts consist of:

State Charitable, Penal and Reformatory Institutions Land Fund 4,125,400  
State Education Fund for Committed Youth 1,955,200

These amounts are unchanged from FY 2023.

	<b>FY 2024</b>
General Fund	\$38,607,700
Criminal Justice Enhancement Fund (CJEF)	538,500
Department of Juvenile Corrections Local Cost Sharing Fund	8,450,900

**Other Issues**

**Local Cost Sharing**

Under permanent law, Maricopa and Pima Counties are required to pay a total of \$8,450,900 into the DJC Local Cost Sharing Fund to defray a portion of the department's operating expenses. Maricopa County will contribute \$6,724,000 while Pima County will contribute \$1,726,900. These amounts are unchanged from FY 2023. (See the FY 2023 Appropriations Report for the history of this fund.)

**Population Counts**

Table 1 lists the DJC population by category since FY 2020. From FY 2020 to FY 2022, the housed population decreased from 223 to 144, or (35.4)% while the parole population has decreased from 116 to 115, or (0.9)%.

Through September of FY 2023, the housed population has increased from 144 to 147, or 2.1%. At the same time, the parole population decreased from 115 to 112, or (2.6)%.

	FY 2020 Average Population	FY 2021 Average Population	FY 2022 Average Population	Population as of September 30, 2022
<b>Housed Population</b>				
Adobe Mountain	223	182	144	147
<b>Parole Population</b>				
Parole	41	62	45	24
Interstate Compact (Inside Arizona) <sup>1/</sup>	<u>75</u>	<u>68</u>	<u>70</u>	<u>88</u>
Total Parole Population	<u>116</u>	<u>130</u>	<u>115</u>	<u>112</u>
<b>Total DJC Population</b>	<b>339</b>	<b>312</b>	<b>259</b>	<b>259</b>

<sup>1/</sup> The Interstate Compact is an agreement between states to supervise parolees in each other's state. "Inside Arizona" means parolees from other states living in Arizona and "Outside Arizona" means Arizona parolees living in other states. There were no reported Arizona parolees outside of Arizona in FY 2022 or the first 3 months of FY 2023.

SUMMARY OF FUNDS	FY 2022 Actual	FY 2023 Estimate
<b>Coronavirus State and Local Fiscal Recovery Fund (DJA2985/U.S. P.L. 117-2)</b>		<b>Federal Funds</b>
<b>Source of Revenue:</b> Federal monies appropriated in the American Rescue Plan Act (P.L. 117-2).		
<b>Purpose of Fund:</b> To provide emergency support to households, small businesses, nonprofits, workers performing essential work, and certain industries negatively impacted by the COVID-19 pandemic. To extend government services that received a reduction in revenue as a result of the COVID-19 pandemic. To make investments in water, sewer, and broadband infrastructure.		
<b>Funds Expended</b>	2,268,500	0
<b>Year-End Fund Balance</b>	282,800	282,800
<b>Criminal Justice Enhancement Fund (DJA2281/A.R.S. § 41-2401)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Receives 3.57% of state Criminal Justice Enhancement Fund (CJEF) revenues. CJEF consists of a 42% 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.		
<b>Purpose of Fund:</b> For treatment and rehabilitation of youth who have committed drug-related offenses.		
<b>Funds Expended</b>	522,400	538,500
<b>Year-End Fund Balance</b>	812,200	696,700

SUMMARY OF FUNDS	FY 2022 Actual	FY 2023 Estimate
<b>Department of Juvenile Corrections Local Cost Sharing Fund (DJA3007/A.R.S. § 41-2833)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Maricopa and Pima Counties are required to pay a proportional share of \$8,450,900 based on their share of the state population according to the 2010 decennial census.		
<b>Purpose of Fund:</b> To fund the operational costs of DJC.		
<b>Funds Expended</b>	8,450,900	8,450,900
<b>Year-End Fund Balance</b>	118,700	118,700
<b>DJC Restitution Fund (DJA2476/A.R.S. § 41-2826)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federal, state, and local appropriations distributed by the director from the DJC Career Technical Education Fund, in addition to grants, gifts, and other donations from any public or private source.		
<b>Purpose of Fund:</b> For the payment of restitution and monetary assessments by youths who are ordered to make such payments but who are financially unable to pay. In a committed youth work program or a community work program, youth participate and receive payment through the Restitution Fund, a portion of which is distributed in the form of restitution payments to victims or the court.		
<b>Funds Expended</b>	3,600	3,600
<b>Year-End Fund Balance</b>	97,200	150,400
<b>Employee Recognition Fund (DJA2449/A.R.S. § 41-709)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Gifts and donations from public and private entities.		
<b>Purpose of Fund:</b> Employee recognition programs that recognize and award the performance, achievement, longevity or major life event of department employees.		
<b>Funds Expended</b>	3,400	1,300
<b>Year-End Fund Balance</b>	1,400	3,600
<b>Federal Funds (DJA2000/A.R.S. § 35-142)</b>		<b>Federal Funds</b>
<b>Source of Revenue:</b> Federal Grants.		
<b>Purpose of Fund:</b> For the National School Breakfast and Lunch Program, Special Education, Career Technology Education, substance abuse, and other federal programs.		
<b>Funds Expended</b>	923,800	882,100
<b>Year-End Fund Balance</b>	8,500	8,500
<b>Indirect Cost Recovery Fund (DJA9000/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Charges made to interagency agreements and monies transferred from the department's appropriated and non-appropriated funds.		
<b>Purpose of Fund:</b> To pay departmentwide administrative and overhead costs.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	206,600	206,600
<b>Instructional Improvement Fund (DJA2492/A.R.S. § 15-979)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> 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. (See ADE section for more information.)		
<b>Purpose of Fund:</b> To fund teacher compensation increases, class size reduction, dropout prevention, and instructional improvement.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	0	0
<b>Juvenile Corrections Fund (DJA3024/A.R.S. § 41-2810)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Donations by individuals and businesses, proceeds from vending machines, and fund-raising efforts.		
<b>Purpose of Fund:</b> For additional supplies and department conferences, for purposes agreed upon by donors and the agency Director, or for special student activities.		
<b>Funds Expended</b>	9,400	9,100
<b>Year-End Fund Balance</b>	24,600	15,500

SUMMARY OF FUNDS	FY 2022 Actual	FY 2023 Estimate
<b>State Charitable, Penal and Reformatory Institutions Land Fund (DJA3029/A.R.S. § 37-525)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Earnings on state lands and interest on the investment of the Permanent Land Fund. As approved by voters in May 2016, Proposition 123 increased the Treasurer's annual distribution rate from the Permanent Land Fund from 2.5% to 6.9% from FY 2016 to FY 2025.		
<b>Purpose of Fund:</b> To help defray costs of operating juvenile correctional facilities.		
<b>Funds Expended</b>	1,778,200	4,125,400
<b>Year-End Fund Balance</b>	5,377,100	4,663,600
<b>State Education Fund for Committed Youth (DJA2323/A.R.S. § 15-1371)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> The state's statutory K-12 Basic State Aid formula provides funding based on the DJC population.		
<b>Purpose of Fund:</b> To help provide for the education of committed youth.		
<b>Funds Expended</b>	606,800	1,955,200
<b>Year-End Fund Balance</b>	502,800	(564,700)
<b>State Education System for Committed Youth Classroom Site Fund (DJA2487/A.R.S. § 15-1373)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Classroom Site Fund monies received from the ADE, pursuant to A.R.S. § 15-977. The Classroom Site Fund receives monies from a 0.6% sales tax.		
<b>Purpose of Fund:</b> To provide additional funding for teacher compensation increases based on performance (40%); teacher base salary increases and employment related expenses (20%); and class size reduction, teacher compensation increases, AIMS intervention programs, teacher development, dropout prevention, and teacher liability insurance premiums (40%).		
<b>Funds Expended</b>	118,900	121,900
<b>Year-End Fund Balance</b>	490,000	569,800
<b>Statewide Donations Fund (DJA2025/A.R.S. § 35-142)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Gifts and donations from public and private entities.		
<b>Purpose of Fund:</b> Employee recognition programs or for the specified purpose for which they were donated.		
<b>Funds Expended</b>	1,600	800
<b>Year-End Fund Balance</b>	200	100