

# JRJDC AGENCY FUND: THREE YEAR FORECAST

## REVENUES AND EXPENDITURES

### DESCRIPTION

The JRJDC Agency Fund, created in December 1998, accounts for revenues and expenditures related to the James River Juvenile Detention Center (JRJDC). The JRJDC Commission includes Goochland, Powhatan, and Henrico counties. Henrico, as the majority partner, serves as fiscal agent for the Commission, thereby eliminating duplicate administrative functions for personnel, procurement, accounting, and budget responsibilities.

### ASSUMPTIONS

- Revenues for this fund are received from both the Commonwealth of Virginia and all partner localities.
  - Annual revenue from the Commonwealth is forecasted flat at \$1,600,085 for all forecast years.
    - Continued caution for this estimate is warranted due to the effect that a diminishing average daily population at the facility may have on State funding.
  - Goochland and Powhatan both fund a 6.7% share of operating costs of the facility.
    - Combined revenues from Goochland and Powhatan are budgeted at \$588,826 for FY24. Projected 5.0% annual increases would yield \$618,268 in FY25 and \$649,180 in FY26.
  - Henrico County is responsible for 86.6% of operating costs of the facility.
    - The transfer from the General Fund is forecast to be \$3,805,410 in FY24, \$3,995,681 in FY25 and \$4,195,465 in FY26, this represents projected increases of 5.0% each year.
- Retained earnings represent any anticipated difference between revenues and expenditures.
  - The Use of Fund Equity is budgeted at \$321,714 for FY24, and projected to be \$375,508 in FY25 and \$469,287 in FY26.
  - It should be noted that historically, use of fund equity has been markedly less than projections, due to expenditure savings as well as the realization of miscellaneous revenues that are not reliable enough to fall within the budget structure of the JRJDC.
- Expenditure forecasts include personnel, operating, and capital expenditures required to operate the facility.
  - An annual growth rate of 5.0% for expenditures is used for the FY25 and FY26 projections.
- At a January 23, 2023, meeting, as part of the budget approval, the Commission approved a continuation of its plan to appropriate \$100,000 of facility maintenance funding in the annual budget to provide funding for capital projects necessary to maintain the facility as it ages.

## JRJDC AGENCY FUND FORECAST

	<u>FY22</u> <u>Actual</u>	<u>FY23</u> <u>Original</u>	<u>FY24</u> <u>Forecast</u>	<u>FY25</u> <u>Forecast</u>	<u>FY26</u> <u>Forecast</u>
<b>Revenues:</b>					
Revenue from Commonwealth	\$ 1,712,962	\$ 1,528,567	\$ 1,600,085	\$ 1,600,085	\$ 1,600,085
Revenue from Federal Govt	59,746	0	0	0	0
Revenue from Goochland	267,041	280,393	294,413	309,134	324,590
Revenue from Powhatan	267,041	280,393	294,413	309,134	324,590
Other Localities	27,700	0	0	0	0
Interest Income	<u>(23,205)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	<u>\$ 2,311,285</u>	<u>\$ 2,089,353</u>	<u>\$ 2,188,911</u>	<u>\$ 2,218,352</u>	<u>\$ 2,249,266</u>
<b>Plus:</b>					
(To) From Construction Subfund	0	0	0	0	0
(To) From General Fund	3,451,088	3,624,201	3,805,410	3,995,681	4,195,465
(To) From Retained Earnings	<u>(19,685)</u>	<u>467,494</u>	<u>321,714</u>	<u>375,508</u>	<u>469,287</u>
Total Resources	<u>\$ 5,742,688</u>	<u>\$ 6,181,048</u>	<u>\$ 6,316,035</u>	<u>\$ 6,589,541</u>	<u>\$ 6,914,018</u>
<b>Expenditures:</b>					
James River Juvenile Detention Center	\$ 5,560,466	\$ 6,081,048	\$ 6,216,035	\$ 6,489,541	\$ 6,814,018
Facility Maintenance Funding	<u>182,222</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Total Expenditures	<u>\$ 5,742,688</u>	<u>\$ 6,181,048</u>	<u>\$ 6,316,035</u>	<u>\$ 6,589,541</u>	<u>\$ 6,914,018</u>
Ending Retained Earnings	<u>\$ 4,052,448</u>	<u>\$ 3,584,954</u>	<u>\$ 3,263,240</u>	<u>\$ 2,887,732</u>	<u>\$ 2,418,445</u>