

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 to be \$1,631,880 in FY25. This is a 2.0% increase over the FY24 level of funding. Increases of 2.0% are projected for both FY26 and FY27.
 - 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 \$624,156 for FY25. Projected 7.0% annual increases would yield \$667,846 in FY26 and \$714,596 in FY27.
 - Henrico County is responsible for 86.6% of operating costs of the facility.
 - The transfer from the General Fund is \$4,033,734 in FY25. It is forecast to be \$4,316,095 in FY26 and \$4,618,222 in FY27, representing projected increases of 7.0% each year.
- Retained earnings represent any anticipated difference between revenues and expenditures.
 - The Use of Fund Equity is budgeted at \$551,528 for FY25 and is projected to decrease to \$460,490 in FY26 and \$356,682 in FY27.
 - 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 FY26 and FY27 projections.
- At a January 3, 2024, meeting, as part of the budget approval, the Commission approved a continuation of its plan to appropriate \$150,000 of facility maintenance funding in the annual budget to provide funding for capital projects necessary to maintain the facility as it ages. This is a 50.0% increase over the previous level of funding for facility maintenance.

JRJDC AGENCY FUND FORECAST

	<u>FY23</u> <u>Actual</u>	<u>FY24</u> <u>Original</u>	<u>FY25</u> <u>Forecast</u>	<u>FY26</u> <u>Forecast</u>	<u>FY27</u> <u>Forecast</u>
Revenues:					
Revenue from Commonwealth	\$ 1,817,703	\$ 1,600,085	\$ 1,631,880	\$ 1,664,518	\$ 1,697,808
Revenue from Federal Govt	144,877	0	0	0	0
Revenue from Goochland	280,393	294,413	312,078	333,923	357,298
Revenue from Powhatan	280,393	294,413	312,078	333,923	357,298
Other Localities	116,833	0	0	0	0
Interest Income	222,640	0	0	0	0
Total Revenues	<u>\$ 2,862,839</u>	<u>\$ 2,188,911</u>	<u>\$ 2,256,036</u>	<u>\$ 2,332,365</u>	<u>\$ 2,412,404</u>
Plus:					
(To) From Construction Subfund	0	0	0	0	0
(To) From General Fund	3,624,201	3,805,410	4,033,734	4,316,095	4,618,222
(To) From Retained Earnings	(416,399)	321,714	551,528	460,490	356,682
Total Resources	<u>\$ 6,070,641</u>	<u>\$ 6,316,035</u>	<u>\$ 6,841,298</u>	<u>\$ 7,108,950</u>	<u>\$ 7,387,308</u>
Expenditures:					
James River Juvenile Detention Center	\$ 5,988,560	\$ 6,216,035	\$ 6,691,298	\$ 6,958,950	\$ 7,237,308
Facility Maintenance Funding	82,081	100,000	150,000	150,000	150,000
Total Expenditures	<u>\$ 6,070,641</u>	<u>\$ 6,316,035</u>	<u>\$ 6,841,298</u>	<u>\$ 7,108,950</u>	<u>\$ 7,387,308</u>
Ending Retained Earnings	<u>\$ 4,380,550</u>	<u>\$ 4,058,836</u>	<u>\$ 3,507,308</u>	<u>\$ 3,046,818</u>	<u>\$ 2,690,136</u>