

June 17, 2021

To: Oklahoma County Criminal Justice Authority
From: Mark McCubbin, CFO

The income statement for the OCCJA for April and for the ten months ending 4/30/21 is attached.

REVENUE

Total income in April was \$3,198,000 compared to budget of \$3,099,000 for a favorable variance to budget of \$99,000. Major variances for the month were:

- Boarding revenue from the Department of Corrections was \$46,000 ahead of plan for the month and is \$883,000 ahead for the year. DOC population has decreased over the last several months, and we expect to see this category track closer to budget in the future.
- Telephone revenue was \$48,000 ahead of plan, as the new contract with GTL/Telmate is now in effect.

Year-to-date revenue is \$34,113,000 against budget of \$32,213,000 (+\$1,900,000 to budget). Of the \$1.9 million favorable variance \$923,000 was received in March, a special allocation from Oklahoma County for the ongoing Willo lock project. The funds have been received but not yet expended.

EXPENSES

Total expenses for March were \$3,141,000 compared to budget of \$3,073,000, an unfavorable variance of \$68,000.

Salaries, Wages & Benefits

Salaries, wages and benefits totaled \$1,669,000 for the month compared to budget of \$1,706,000 (\$37,000 under budget).

Maintenance & Operations

Total of \$1,459,000 in April vs. budget of \$1,320,000 (\$139,000 over budget). For the year M&O expense is \$105,000 over budget. Major variances to plan in April were:

- Our worker's compensation policy renewed in April, and a deposit of \$218,000 was paid that month. When we prepared the budget, I hadn't factored in an upfront deposit at renewal time and will do so when preparing the FY21-22 budget.
- Total utility costs were \$35,000 less than budgeted and are \$256,000 under budget year-to-date.

- Pharmacy and offsite medical expense for detainees (Prisoner Care-Cap) was \$30,000 under budget in April and is \$165,000 over plan for the year.
- The Building & Grounds Maintenance and Supplies categories were \$27,000 over budget in April, driven primarily by necessary elevator repairs and fire alarm and sprinkler inspections.

Summary

For the month of April, net income was \$57,000 versus a budgeted surplus of \$26,000. Year-to-date net income was \$4,346,000 against budget of \$1,074,000.

Looking at the balance of the fiscal year:

1. A 10% pay increase for all full-time jail staff went into effect in February and hiring additional staff is top priority. As staffing levels increase, the favorable variance to budget we have seen throughout much of the year will decrease.
2. Recall that we had a favorable variance in personnel costs of \$417,000 last July, due to the difference between how we budgeted for payroll versus the county's actual payroll cycle. We will carry this variance throughout the fiscal year and will "catch up" this June, when most if not all of this favorable difference will be reversed.
3. As noted earlier, of the year-to-date surplus \$923,000 of that is earmarked for the Willock project and will be expended upon completion.