

Arizona Department of Corrections



JANICE K. BREWER
GOVERNOR

1801 WEST JEFFERSON
PHOENIX, ARIZONA 85007
(602) 542-8487
www.azcorrections.gov



CHARLES L. RYAN
DIRECTOR

July 30, 2010

The Honorable Robert Burns, President
Arizona State Senate
1700 West Washington
Phoenix, Arizona 85007

Dear President Burns:

Arizona Revised Statute § 41.1604.03 requires an annual report containing a full and complete account of special services fund transactions relating to the inmate telephone system and the telephonic victim notification system for the preceding fiscal year. I am pleased to provide the report for Fiscal Year 2010.

Should you have any questions regarding our submission, kindly contact me at (602) 542-5225 or Michael P. Kearns, Division Director, Administrative Services Division, at (602) 542-1160.

Sincerely,

A handwritten signature in black ink, appearing to read "Charles L. Ryan".

Charles L. Ryan
Director

CLR/MPK/cv

Enclosures

Arizona Department of Corrections



JANICE K. BREWER
GOVERNOR

1801 WEST JEFFERSON
PHOENIX, ARIZONA 85007
(602) 542-5497
www.azcorrections.gov



CHARLES L. RYAN
DIRECTOR

July 30, 2010

The Honorable Kirk Adams, Speaker
Arizona House of Representatives
1700 West Washington
Phoenix, Arizona 85007

Dear Speaker Adams:

Arizona Revised Statute § 41.1604.03 requires an annual report containing a full and complete account of special services fund transactions relating to the inmate telephone system and the telephonic victim notification system for the preceding fiscal year. I am pleased to provide the report for Fiscal Year 2010.

Should you have any questions regarding our submission, kindly contact me at (602) 542-5225 or Michael P. Kearns, Division Director, Administrative Services Division, at (602) 542-1160.

Sincerely,

A handwritten signature in black ink, appearing to read "Charles L. Ryan", with a long, sweeping horizontal line extending to the right.

Charles L. Ryan
Director

CLR/MPK/cv

Enclosures

SPECIAL SERVICES FUND

Establishment of Fund and Annual Report

A.R.S. § 41.1604.03 requires that the Arizona Department of Corrections (ADC) establish a special services fund and submit an annual report to the President of the Senate and to the Speaker of the House of Representatives, regarding special services fund transactions relating to the inmate telephone system and the telephonic victim notification system.

Funding Sources

A primary funding source of the special services fund (commonly known as the inmate activities and recreation fund) is the inmate telephone system. This system, which is used by inmates for their personal phone calls, is a prepaid or collect-call system. The contracted long-distance telephone service provider allocates a portion of the revenues generated by these calls to the Arizona Department of Corrections. ADC deposits these revenues in the special services fund.

Fund Uses

The special services fund is used to purchase items and services for the "benefit, education and welfare of committed offenders," and to pay the costs of a telephonic victim notification system.

This packet contains the following information:

- Enclosure A shows the FY 2010 commissions generated by the inmate telephone system and the expenditures charged against these commissions.
- Enclosure B details the expenditures listed in Enclosure A.
- Enclosure C details projected expenditures for FY 2011.

**ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FUND
TELEPHONE COMMISSION AND EXPENDITURES**

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

| COMMISSION INMATE TELEPHONE SYSTEM | |
|---|-----------------------|
| Prior Year Ending Balance | \$518,024.19 |
| Fiscal Year 2010 - Commissions from Inmate Telephone Contract Revenue | \$3,673,173.64 |
| Fiscal Year 2010 - Interest Earned | \$124,236.27 |
| TOTAL FUNDS AVAILABLE | \$4,315,434.10 |
| EXPENDITURES CHARGED AGAINST COMMISSION FROM THE INMATE TELEPHONE SYSTEM | |
| Paralegal | \$151,673.67 |
| Law Library | \$171,336.32 |
| Community Colleges (Work Based Education) | \$1,821,647.49 |
| General Education Diploma Testing | \$114,848.67 |
| Supplies | \$10,835.67 |
| Miscellaneous | \$59,034.24 |
| Transfer Phone Commissions to Private Prisons | \$220,000.00 |
| Transferred to General Fund | \$729,200.00 |
| WBE Equipment | \$557.49 |
| Transfer Out | \$166,199.54 |
| TOTAL FUNDS EXPENDED | \$3,245,333.09 |
| BALANCE | \$1,070,101.01 |

† As stated in the FY 2007 report, the VINE contract expired and was not renewed. The ADC Victim Services Bureau has assumed responsibility for the victim notification process.

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ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FUND
DETAILS REGARDING
TELEPHONE COMMISSION AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

| | | |
|--|---|-----------------------|
| Paralegals | | |
| | The Department ensures that all inmates have direct access to the courts in all legal claims involving direct appeals from the conviction for which they are incarcerated, habeas petitions, civil rights actions, or conditions of confinement. The Department facilitates this access by providing paralegal services to all inmates. | \$151,673.67 |
| Law Library | | |
| | The Department provides law library supplies to inmates. | \$171,336.32 |
| Community Colleges (Work Based Education) | | |
| | Inmate education contract due to general fund appropriation shortage. | \$1,621,647.49 |
| General Education Diploma Testing | | |
| | Program Services Division transfer of testing expenditures. | \$114,848.67 |
| Supplies | | |
| | Printing expenses for Inmate Trust Account | \$10,835.67 |
| Miscellaneous | | |
| | Carondolet Health Care – Inmate Assault Medical Care | \$59,034.24 |
| Transfer to Private Prisons | | |
| | Distribution of phone commissions to The GEO Group for Central Arizona Correctional Facility, ASP-Florence West and ASP-Phoenix-West, and to Management Training Corporation for ASP-Kingman and APS-Marana | \$220,000.00 |
| Transfers to General Fund | | |
| | Transfers of funds to the General Fund per legislation | \$729,200.00 |
| WBE Equipment | | |
| | Purchases of equipment for the Work based Education program | \$557.49 |
| Transfers Out | | |
| | Transfers to Institutional A&R Funds | \$166,199.54 |
| Total Expenditures | | \$3,245,333.09 |

**ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FUND
TELEPHONE COMMISSION AND EXPENDITURES**

PROJECTED BUDGET FOR FY11

| INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
|---|--------------------|
| Fiscal Year 2011 – Beginning Balance | \$1,070,100 |
| Interest (Earned throughout the year) | \$30,000 |
| Inmate Telephone | \$3,700,000 |
| TOTAL FUNDS AVAILABLE | \$4,800,100 |
| EXPENDITURES CHARGED AGAINST THE INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
| FY10 Unpaid Obligations | \$400,000 |
| Paralegals | \$180,000 |
| Law Library | \$170,000 |
| Community Colleges (Work Based Education) | \$2,600,000 |
| General Education Diploma Testing | \$180,000 |
| Intake Test of Adult Basic Education (TABE) | \$100,000 |
| Supplies | \$10,000 |
| Assault Reimbursement | \$350,000 |
| Inmate Closed Circuit Television Upgrades | \$300,000 |
| Transfer Phone Revenue Earned by Private Prisons | \$400,000 |
| TOTAL FUNDS EXPENDED | \$4,670,000 |
| Balance: | \$130,100 |

Arizona Department of Corrections



JANICE K. BREWER
GOVERNOR

1601 WEST JEFFERSON
PHOENIX, ARIZONA 85007
(602) 542-5497
www.azcorrections.gov



CHARLES L. RYAN
DIRECTOR

July 29, 2011

The Honorable Andy Tobin, Speaker
Arizona House of Representatives
1700 West Washington
Phoenix, Arizona 85007

Dear Speaker Tobin:

Arizona Revised Statute § 41.1604.03 requires an annual report containing a full and complete account of special services fund transactions relating to the inmate telephone system and the telephonic victim notification system for the preceding fiscal year. I am pleased to provide the report for Fiscal Year 2011.

Should you have any questions regarding our submission, kindly contact me at (602) 542-5225 or Sheryl R. Bodmer, Chief Financial Officer, Administrative Services Division, at (602) 364-3371.

Sincerely,

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Charles L. Ryan
Director

Enclosures

Arizona Department of Corrections



JANICE K. BREWER
GOVERNOR

1801 WEST JEFFERSON
PHOENIX, ARIZONA 85007
(602) 542-6487
www.azcorrections.gov



CHARLES L. RYAN
DIRECTOR

July 29, 2011

The Honorable Russell Pearce, President
Arizona State Senate
1700 West Washington
Phoenix, Arizona 85007

Dear President Pearce:

Arizona Revised Statute § 41.1604.03 requires an annual report containing a full and complete account of special services fund transactions relating to the inmate telephone system and the telephonic victim notification system for the preceding fiscal year. I am pleased to provide the report for Fiscal Year 2011.

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Charles L. Ryan
Director

Enclosures

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Funding Sources

A primary funding source of the special services fund (commonly known as the inmate activities and recreation fund) is the inmate telephone system. This system, which is used by inmates for their personal phone calls, is a prepaid or collect-call system. The contracted long-distance telephone service provider allocates a portion of the revenues generated by these calls to the Arizona Department of Corrections. ADC deposits these revenues in the special services fund.

Fund Uses

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This packet contains the following information:

- Enclosure A shows the FY 2011 commissions generated by the inmate telephone system and the expenditures charged against these commissions.
- Enclosure B details the expenditures listed in Enclosure A.
- Enclosure C details projected expenditures for FY 2012.

ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FU
TELEPHONE COMMISSION AND EXPENDITURES

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

| INMATE TELEPHONE SYSTEM | |
|---|-----------------------|
| Prior Year Ending Balance | \$1,070,101.01 |
| Fiscal Year 2011 – Commissions from Inmate Telephone Contrace Revenue | \$3,884,803.11 |
| Fiscal Year 2011 – Interest Earned | \$85,708.51 |
| TOTAL FUNDS AVAILABLE | \$5,040,612.63 |
| EXPENDITURES CHARGED AGAINST COMMISSION FROM THE INMATE TELEPHONE SYSTEM | |
| Paralegal | \$171,077.45 |
| Law Library | \$124,650.09 |
| Community Colleges (Work Based Education) | \$2,151,059.09 |
| General Education Diploma Testing | \$17,853.88 |
| Supplies | \$3,702.46 |
| Miscellaneous | 0 |
| Transfer Phone Commissions to Private Prisons | \$50,000.00 |
| Transfer from Private Prisons | (\$402,611.60) |
| Transferred to General Fund | 0 |
| Intake Test of Adult Basic Education (TABE) | \$46,496.91 |
| Work Based Education Equipment | 0 |
| Transfer Out | 0 |
| TOTAL FUNDS EXPENDED | \$2,162,228.28 |
| BALANCE | \$2,878,384.35 |

*As stated in the FY 2007 report, the VINE contract expired and was not renewed. The ADC Victim Services Bureau has assumed responsibility of the victim notification process.

ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FUND
DETAILS REGARDING
TELEPHONE COMMISSION AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

| | |
|---|-----------------------|
| Paralegals | |
| The Department ensures that all inmates have direct access to the courts in all legal claims involving direct appeals from the conviction for which they are incarcerated, habeas petitions, civil rights actions, or conditions of confinement. The Department facilitates this access by providing paralegal services to all inmates. | \$171,077.45 |
| Law Library | |
| The Department provides law library supplies to inmates. | \$124,650.09 |
| Community Colleges (Work Based Education) | |
| Inmate education contract due to general fund appropriation shortage. | \$2,151,059.09 |
| General Education Diploma Testing | |
| Program Services Division transfer of testing expenditures. | \$17,853.88 |
| Supplies | \$3,702.46 |
| Printing expenses for Inmate Trust Account | |
| Miscellaneous | 0 |
| Transfer to Private Prisons | \$50,000.00 |
| Distribution of phone commissions to Management Training Corporation for ASP-Kingman. | |
| Transfer from Private Prisons | (\$402,611.60) |
| Return of funds from close out of Diamondback, OK (\$400,065.41) and transfer of funds from Great Plains, OK (\$2,546.19) | |
| Intake Test of Adult Basic Education (TABE) | \$46,496.91 |
| Classification testing during initial Department intake | |
| WBE Equipment | 0 |
| Purchase of equipment for the Work Based Education program | |
| Transfers Out | 0 |
| Transfers to institutional A&R Funds | |
| Transfers to General Fund | 0 |
| Transfers to the General Fund per legislation | |
| Total Expenditures | \$2,162,228.28 |

**ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FUND
TELEPHONE COMMISSION AND EXPENDITURES**

PROJECTED BUDGET FOR FY12

| INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
|--|--------------------|
| Fiscal Year 2012 – Beginning Balance | \$2,878,000 |
| Interest (Earned throughout the year) | \$75,000 |
| Inmate Telephone | \$3,600,000 |
| TOTAL | \$6,553,000 |
| EXPENDITURES CHARGED AGAINST THE INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
| FY11 Unpaid Obligations | \$6,000 |
| Paralegals | \$200,000 |
| Law Library | \$130,000 |
| Community Colleges (Work Based Education) | \$3,000,000 |
| General Education Diploma Testing | \$25,000 |
| Intake Test of Adult Basic Education (TABE) | \$60,000 |
| Supplies | \$5,000 |
| Eagle Point Electrical Upgrade | \$250,000 |
| Assault Reimbursement | \$300,000 |
| Transfer to Private Prisons | \$450,000 |
| Transfer to General Fund | \$500,000 |
| TOTAL | \$4,926,000 |
| Balance: | \$1,627,000 |



JANICE K. BREWER
GOVERNOR

Arizona Department of Corrections

1801 WEST JEFFERSON
PHOENIX, ARIZONA 85007
(602) 542-5497
www.azcorrections.gov



CHARLES L. RYAN
DIRECTOR

October 3, 2012

The Honorable Andy Tobin, Speaker
Arizona House of Representatives
1700 West Washington
Phoenix, Arizona 85007

Dear Speaker Tobin:

Pursuant to Arizona Revised Statute § 41.1604.03, enclosed is the annual report for FY 2012 of the Special Services Fund, relating to the inmate telephone system and the telephonic victim notification system. The report is due August 1 of each year. We apologize for the delay of the report.

Should you have any questions regarding our submission, kindly contact me at (602) 542-5225 or Sheryl R. Bodmer, Chief Financial Officer, Administrative Services Division, at (602) 364-3371.

Sincerely,


Charles L. Ryan
Director

Enclosures

SPECIAL SERVICES FUND

Establishment of Fund and Annual Report

A.R.S. § 41.1604.03 requires that the Arizona Department of Corrections (ADC) establish a special services fund and submit an annual report to the President of the Senate and to the Speaker of the House of Representatives, regarding special services fund transactions relating to the inmate telephone system and the telephonic victim notification system.

Funding Sources

A primary funding source of the special services fund (commonly known as the inmate activities and recreation fund) is the inmate telephone system. This system, which is used by inmates for their personal phone calls, is a prepaid or collect-call system. The contracted long-distance telephone service provider allocates a portion of the revenues generated by these calls to the Arizona Department of Corrections. ADC deposits these revenues in the special services fund.

Fund Uses

The special services fund is used to purchase items and services for the "benefit, education and welfare of committed offenders," and to pay the costs of a telephonic victim notification system.

This packet contains the following information:

- Enclosure A shows the FY 2012 commissions generated by the inmate telephone system and the expenditures charged against these commissions.
- Enclosure B details the expenditures listed in Enclosure A.
- Enclosure C details projected expenditures for FY 2013.

ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FU
TELEPHONE COMMISSION AND EXPENDITURES

FOR THE FISCAL YEAR ENDED JUNE 30, 2012

| COMMISSION INMATE TELEPHONE SYSTEM | |
|---|-----------------------|
| Prior Year Ending Balance | \$2,878,384.35 |
| Fiscal Year 2012 – Commissions from Inmate Telephone Contrace Revenue | \$4,120,893.95 |
| Fiscal Year 2012 – Interest Earned | \$135,325.29 |
| TOTAL FUNDS AVAILABLE | \$7,134,603.59 |
| EXPENDITURES CHARGED AGAINST COMMISSION FROM THE INMATE TELEPHONE SYSTEM | |
| Paralegal | \$152,823.75 |
| Law Library | \$85,328.04 |
| Community Colleges (Work Based Education) | \$2,259,489.67 |
| General Education Diploma Testing | \$16,003.96 |
| Supplies | \$8421.77 |
| Transferred to Building Renewal Fund | \$500,000.00 |
| Intake Test of Adult Basic Education (TABE) | \$48,643.29 |
| TOTAL FUNDS EXPENDED | \$3,070,710.48 |
| BALANCE | \$4,063,893.11 |

*As stated in the FY 2007 report, the VINE contract expired and was not renewed. The ADC Victim Services Bureau has assumed responsibility of the victim notification process.

ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FUND
DETAILS REGARDING
TELEPHONE COMMISSION AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Paralegals

The Department ensures that all inmates have direct access to the courts in all legal claims involving direct appeals from the conviction for which they are incarcerated, habeas petitions, civil rights actions, or conditions of confinement. The Department facilitates this access by providing paralegal services to all inmates. \$152,823.75

Law Library

The Department provides law library supplies to inmates. \$85,328.04

Community Colleges (Work Based Education)

Inmate education contract due to general fund appropriation shortage. \$2,259,489.67

General Education Diploma Testing

Program Services Division transfer of testing expenditures. \$16,003.96

Supplies

Printing expenses for Inmate Trust Account \$8,421.77

Intake Test of Adult Basic Education (TABE)

Classification testing during initial Department intake \$48,643.29

Transfers to Building Renewal Fund

Transfers to the Building Renewal Fund per legislation \$500,000.00

Total Expenditures**\$3,070,710.48**

**ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FUND
TELEPHONE COMMISSION AND EXPENDITURES**

PROJECTED BUDGET FOR FY13

| INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
|---|--------------------|
| Fiscal Year 2013 – Beginning Balance | \$4,064,000 |
| Interest (Earned throughout the year) | \$135,000 |
| Inmate Telephone | \$4,121,000 |
| TOTAL | \$8,320,000 |
| EXPENDITURES CHARGED AGAINST THE INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
| Paralegals | \$200,000 |
| Law Library | \$130,000 |
| Community Colleges (Work Based Education) | \$3,200,000 |
| General Education Diploma Testing | \$150,000 |
| Intake Test of Adult Basic Education (TABE) | \$60,000 |
| Special Projects & Unpaid FY12 | \$350,000 |
| Supplies/Release Cards | \$115,000 |
| Transfer to Private Prisons | \$200,000 |
| Transfer to Building Renewal and Preventive Maintenance Fund | \$500,000 |
| TOTAL | \$4,905,000 |
| Balance: | \$3,415,000 |

Arizona Department of Corrections



JANICE K. BREWER
GOVERNOR

1601 WEST JEFFERSON
PHOENIX, ARIZONA 85007
(602) 542-5497
www.azcorrections.gov



CHARLES L. RYAN
DIRECTOR

July 26, 2013

The Honorable Andy Biggs, President
Arizona State Senate
1700 West Washington
Phoenix, Arizona 85007

Dear President Biggs:

Arizona Revised Statute § 41.1604.03 requires an annual report containing a full and complete account of special services fund transactions relating to the inmate telephone system and the telephonic victim notification system for the preceding fiscal year. I am pleased to provide the report for Fiscal Year 2013.

Should you have any questions regarding our submission, kindly contact me at (602) 542-5225 or Sheryl R. Bodmer, Chief Financial Officer, Administrative Services Division, at (602) 364-3371.

Sincerely,

A handwritten signature in black ink, appearing to read "Charles L. Ryan".

Charles L. Ryan
Director

CLR/MKP/sb

Enclosures

cc: The Honorable Don Shooter, Arizona State Senate
The Honorable John Kavanagh, Arizona House of Representatives
John Arnold, Director, Governor's Office of Strategic Planning and Budgeting
Richard Stavneak, Director, Joint Legislative Budget Committee
Sheryl Bodmer, ADC Chief Financial Officer

SPECIAL SERVICES FUND

Establishment of Fund and Annual Report

A.R.S. § 41.1604.03 requires that the Arizona Department of Corrections (ADC) establish a special services fund and submit an annual report to the President of the Senate and to the Speaker of the House of Representatives, regarding special services fund transactions relating to the inmate telephone system and the telephonic victim notification system.

Funding Sources

A primary funding source of the special services fund (commonly known as the inmate activities and recreation fund) is the inmate telephone system. This system, which is used by inmates for their personal phone calls, is a prepaid or collect-call system. The contracted long-distance telephone service provider allocates a portion of the revenues generated by these calls to the Arizona Department of Corrections. ADC deposits these revenues in the special services fund.

Fund Uses

The special services fund is used to purchase items and services for the benefit, education and welfare of committed offenders.

This packet contains the following information:

- Enclosure A shows the FY 2013 commissions generated by the inmate telephone system and the expenditures charged against these commissions.
- Enclosure B details the expenditures listed in Enclosure A.
- Enclosure C details projected expenditures for FY 2014.

ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FU
TELEPHONE COMMISSION AND EXPENDITURES

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

| COMMISSION INMATE TELEPHONE SYSTEM | |
|---|-----------------------|
| Prior Year Ending Balance | \$4,063,893.11 |
| Fiscal Year 2013 – Commissions from Inmate Telephone Contract Revenue | \$4,401,853.80 |
| Transfer from Private Prisons | \$91,551.20 |
| Fiscal Year 2013 – Interest Earned | \$130,686.66 |
| TOTAL FUNDS AVAILABLE | \$8,687,984.77 |
| EXPENDITURES CHARGED AGAINST COMMISSION FROM THE INMATE TELEPHONE SYSTEM | |
| Paralegal | \$127,954.40 |
| Law Library | \$87,129.96 |
| Community Colleges (Work Based Education) | \$1,371,813.51 |
| General Education Diploma (GED) | \$33,700.91 |
| Test Adult Basic Education (TABE)-Intake | \$66,322.30 |
| ITA Debit Card Charges | \$48,943.50 |
| Inmate Trust Account Supplies | \$7,438.93 |
| Building Renewal Fund | \$500,000.00 |
| Complex Projects | \$151,446.83 |
| TOTAL FUNDS EXPENDED | \$2,394,750.34 |
| BALANCE | \$6,293,234.43 |

ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FUND
DETAILS REGARDING
TELEPHONE COMMISSION AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Paralegals

The Department ensures that all inmates have direct access to the courts in all legal claims involving direct appeals from the conviction for which they are incarcerated, habeas petitions, civil rights actions, or conditions of confinement. The Department facilitates this access by providing paralegal services to all inmates. \$127,954.40

Law Library

The Department provides law library supplies to inmates. \$87,129.96

Community Colleges (Work Based Education)

Inmate education contracts. \$1,371,813.51

General Education Diploma Testing

Inmate diploma testing expenditures \$33,700.91

ITA Debit Card Charges

Bank charges for the Inmate Release Card Program \$48,943.50

Inmate Trust Account Supplies

Printing costs for Inmate Trust Accounts \$7,438.93

Intake Test of Adult Basic Education (TABE)

Classification testing during initial Department intake \$66,322.30

Complex Projects

Inmate Cable TV Upgrade at Eagle Point Unit \$151,446.83

Transfers to the Building Renewal and Preventive Maintenance Fund

Transfers to the Building Renewal Fund per legislation \$500,000.00

Total Expenditures

\$2,394,750.34

**ARIZONA DEPARTMENT OF CORRECTIONS
INMATE ACTIVITIES & RECREATION FUND
TELEPHONE COMMISSION AND EXPENDITURES**

PROJECTED BUDGET FOR FY14

| INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
|---|------------------------|
| Fiscal Year 2013 – Beginning Balance | \$6,293,234.43 |
| Interest (Earned throughout the year) | \$135,000 |
| Inmate Telephone | \$4,400,000 |
| TOTAL | \$10,828,234.43 |
| EXPENDITURES CHARGED AGAINST THE INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
| Paralegals | \$200,000 |
| Law Library | \$130,000 |
| Community Colleges (Work Based Education) | \$3,200,000 |
| General Education Diploma Testing | \$150,000 |
| Intake Test of Adult Basic Education (TABE) | \$70,000 |
| Special Projects & Unpaid FY13 | \$250,000 |
| ITA Supplies | \$20,000 |
| Release Cards | \$60,000 |
| Transfer to Private Prisons | \$200,000 |
| Transfer to Complex A&R funds | \$200,000 |
| Transfer to Building Renewal and Preventive Maintenance Fund | \$500,000 |
| TOTAL | \$4,980,000 |
| Balance: | \$5,848,234 |



Arizona Department of Corrections

1601 WEST JEFFERSON
PHOENIX, ARIZONA 85007
(602) 542-5497
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JANICE K. BREWER
GOVERNOR

CHARLES L. RYAN
DIRECTOR

July 28, 2014

The Honorable Andy Tobin, Speaker
Arizona House of Representatives
1700 West Washington
Phoenix, Arizona 85007

Dear Speaker Tobin:

Arizona Revised Statute § 41.1604.03 requires an annual report containing a full and complete account of special services fund transactions relating to the inmate telephone system and the telephonic victim notification system for the preceding fiscal year. I am pleased to provide the report for Fiscal Year 2014.

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Sincerely,

A handwritten signature in black ink, appearing to read "Charles L. Ryan", written over a large, stylized flourish.

Charles L. Ryan
Director

Enclosures

cc: John Arnold, OSPB Director
Richard Stavneak, JLBC Director

SPECIAL SERVICES FUND

Establishment of Fund and Annual Report

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- Enclosure C details projected expenditures for FY 2015.

ARIZONA DEPARTMENT OF CORRECTIONS
SPECIAL SERVICES FUND
TELEPHONE COMMISSION AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| COMMISSION | |
|---|------------------------|
| INMATE TELEPHONE SYSTEM | |
| Prior Year Ending Balance | \$6,293,234.43 |
| Fiscal Year 2014 – Commissions from Inmate Telephone Contract Revenue | \$4,124,033.35 |
| Fiscal Year 2014 – Interest Earned | \$157,206.56 |
| TOTAL FUNDS AVAILABLE | \$10,574,474.34 |
| EXPENDITURES CHARGED AGAINST | |
| COMMISSION FROM THE INMATE TELEPHONE SYSTEM | |
| Paralegals | \$135,062.24 |
| Law Library | \$99,600.86 |
| Community Colleges (Work Based Education) | \$636,684.65 |
| General Education Diploma (GED) | \$61,340.05 |
| Test Adult Basic Education (TABE)-Intake | \$62,552.16 |
| ITA Debit Card Charges | \$28,177.50 |
| Inmate Trust Account Supplies | \$27,141.98 |
| Building Renewal Fund and Automation Project Fund | \$531,700.00 |
| Complex Projects | \$112,859.96 |
| TOTAL FUNDS EXPENDED | \$1,695,119.40 |
| BALANCE | \$8,879,354.94 |

ARIZONA DEPARTMENT OF CORRECTIONS
SPECIAL SERVICES FUND
DETAILS REGARDING
TELEPHONE COMMISSION AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Paralegals

The Department ensures that all inmates have direct access to the courts in all legal claims involving direct appeals from the conviction for which they are incarcerated, habeas petitions, civil rights actions, or conditions of confinement. The Department facilitates this access by providing paralegal services to all inmates. \$135,062.24

Law Library

The Department provides law library supplies to inmates. \$99,600.86

Community Colleges (Work Based Education)

Inmate education contracts. \$636,684.85

General Education Diploma Testing

Inmate diploma testing expenditures \$61,340.05

ITA Debit Card Charges

Bank charges for the Inmate Release Card Program \$28,177.50

Inmate Trust Account Supplies

Printing costs for Inmate Trust Accounts \$27,141.98

Intake Test of Adult Basic Education (TABE)

Classification testing during initial Department intake \$62,552.16

Complex Projects

ASPC-Eyman and ASPC-Lewis inmate cable TV upgrade/repair \$112,859.96
ASPC-Eyman washers and dryers for inmate use
ASPC-Eyman maximum units special programs furniture

Transfers to the Building Renewal Fund and Automation Project Fund

Transfers to Building Renewal and Automation Project Funds per legislation \$531,700.00

Total Expenditures**\$1,695,119.60**

**ARIZONA DEPARTMENT OF CORRECTIONS
SPECIAL SERVICES FUND
TELEPHONE COMMISSION AND EXPENDITURES**

PROJECTED BUDGET FOR FY15

| INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
|---|---------------------|
| Fiscal Year 2014 – Beginning Balance | \$8,879,355 |
| Interest (Earned throughout the year) | \$160,000 |
| Inmate Telephone | \$4,000,000 |
| TOTAL | \$13,039,355 |
| EXPENDITURES CHARGED AGAINST THE INMATE TELEPHONE SYSTEM COMMISSION AND OTHER REVENUES | |
| Paralegals | \$200,000 |
| Law Library | \$130,000 |
| Community Colleges (Work Based Education) | \$3,200,000 |
| General Education Diploma Testing | \$150,000 |
| Intake Test of Adult Basic Education (TABE) | \$70,000 |
| ITA Supplies | \$30,000 |
| Release Cards | \$60,000 |
| Special Projects and Complex Projects | \$450,000 |
| Transfer to Private Prisons | \$200,000 |
| Transfer to Building Renewal Fund | \$500,000 |
| TOTAL | \$4,990,000 |
| Balance: | \$8,049,355 |