

**ANDREWS COUNTY
JUVENILE PROBATION BOARD
ANDREWS COUNTY, TEXAS**

**Statement of Revenues, Expenditures and
Changes in Fund Balance by Contract
Budget and Actual
Regulatory Basis
August 31, 2016**

(With Report of Independent Certified Public Accountant Thereon)

Report of Independent Certified Public Accountant

Members of the Board
Andrews County Juvenile Probation Board
Andrews County, Texas

We have audited the accompanying financial statements of the Texas Juvenile Justice Department Grant Funds of Andrews County Juvenile Probation Board (“Department”), which comprise the statement of revenues, expenditures and changes in fund balances – budget and actual – regulatory basis for the year ended August 31, 2016 and the related notes to the financial statements.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Texas Juvenile Justice Department. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

Auditor’s Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the revenue earned and expenditures incurred compared to budgeted revenues and expenditures of the Department's Texas Juvenile Justice Department Grant Funds for the year ended August 31, 2016, in accordance with the financial reporting provisions of the Texas Juvenile Justice Department as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the basis of the financial reporting provisions of the Texas Juvenile Justice Department, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Texas Juvenile Justice Department. Our opinion is not modified with respect to that matter.

Emphasis of Matter

As discussed in Note 1, the financial statement presents the results of operations of the Department's Texas Juvenile Justice Department Grant Funds only and is not intended to present fairly the results of operations of the County in conformity with accounting principles generally accepted in the United States of America.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated November 4, 2016, on our consideration of the Department's internal control over financial reporting and on our tests of its compliance with certain laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Andrews County's internal control over financial reporting and compliance.

Restriction on Use

This report is intended solely for the information and use of management, Andrews County, others within Andrews County Juvenile Probation Board and the Texas Juvenile Justice Department and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in blue ink that reads "Wayne M. Manning, CPA". The signature is written in a cursive style with a horizontal line extending from the end.

Wayne M. Manning, CPA

Andrews, Texas
November 4, 2016

Andrews County, Texas
Texas Juvenile Justice Department Grant Funds
Statement of Revenues, Expenditures and Changes in
Fund Balance by Contract
Budget and Actual (Regulatory Basis)
For the Year Ended August 31, 2016

	A-2016-002		
	Final Budget	Actual	Variance
Revenues			
TJJD Funds	\$ 174,546	174,546	-
Total Revenues	174,546	174,546	-
Expenditures			
Basic Probation Services	34,069	34,069	-
Community Programs	27,085	27,085	-
Pre Post Adjudications	49,313	49,313	-
Commitment Diversion	12,261	12,261	-
Mental Health Services	51,818	51,818	-
Total Expenditures	174,546	174,546	-
Excess Revenues Over (Under) Expenditures	-	-	-
Fund Balance, beginning of year	-	-	-
Fund Balance, end of year	\$ -	-	-

Additional Information: Refunds Paid to TJJD

12/2015 \$35

The accompanying notes are an integral part of these financial statements.

Andrews County Juvenile Probation Board
Notes to Financial Statements
For the Year Ended August 31, 2016

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Entity

The Texas Juvenile Justice Department Grant Funds of Andrews County were established to account for juvenile probation services funded by the Texas Juvenile Justice Department (TJJD) in Andrews County.

The Funds provide separate accountability as required under the State Financial Assistance Contract, by TJJD. The funds are used to account for each separate program, matching funds and all related expenditures incurred.

Basis of Accounting

The financial statements were prepared in conformity with the accounting practices prescribed by TJJD, which prescribes policies and procedures for county probation departments, which is a comprehensive basis of accounting other than generally accepted accounting principles. These accounting practices include the following:

- The financial statements are reported using the accrual basis of accounting. Revenues are recorded when all eligibility requirements have been met and expenditures are recorded when incurred.
- The accompanying financial statements do not represent financial statements prepared in accordance with provisions for governmental funds as prescribed by the Governmental Accounting Standards Board.
- The accompanying financial statements are prepared in a format to facilitate uniform financial reporting by county probation departments.

(2) RECONCILIATION OF INTEREST EARNED

Idle funds were maintained in an interest bearing account. The reconciliation of interest earned on funds received from TJJD is as follows:

	Interest Earned TJJD Funds – FY 2016	Interest Earned Title IV-E Funds – FY 2016	Total Interest
Beginning balance, September 1, 2015	\$ 43	11,761	11,804
Interest earned on funds received from the period of 09/01/15 – 08/31/16	1	-	1
Total interest at August 31, 2016	44	11,761	11,805
Minus interest expenditures in FY 2016	-	-	-
Ending balance, August 31, 2016	\$ 44	11,761	11,805

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Report of Independent Certified Public Accountant

Members of the Board
Andrews County Juvenile Probation Board
Andrews County, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Texas Juvenile Justice Department Grant Funds of Andrews County Juvenile Probation Board, and have issued our report thereon dated November 4, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Andrews County Juvenile Probation Board's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Andrews County Juvenile Probation Board's internal control. Accordingly, we do not express an opinion on the effectiveness of Andrews County Juvenile Probation Board's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Andrews County Juvenile Probation Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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Wayne M. Manning, CPA

Andrews, Texas
November 4, 2016

**ANDREWS COUNTY JUVENILE PROBATION BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2016**

There were no findings or questioned costs in the current year.

**ANDREWS COUNTY JUVENILE PROBATION BOARD
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2016**

There were no findings or questioned costs in the prior year.