

**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, 2015**

(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, 2015 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 includes 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 Board's Texas Juvenile Justice Department Grant Funds for the year ended August 31, 2015, 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 Board'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 December 2, 2015, on our consideration of the Board'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.



Wayne M. M... CPA

December 2, 2015

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, 2015

	A-2015-002		
	Budgeted	Actual	Variance
Revenues			
TJJJ Funds	\$ 141,291	141,256	(35)
Total Revenues	<u>141,291</u>	<u>141,256</u>	<u>(35)</u>
Expenditures			
Salaries and Fringe Benefits	23,683	23,683	-
Travel	10,185	10,183	2
Operating Expenditures	21,798	21,765	33
Inter-County Contracts	15,406	15,406	-
External Contracts	70,219	70,219	-
Total Expenditures	<u>141,291</u>	<u>141,256</u>	<u>35</u>
Excess Revenues Over (Under) Expenditures	-	-	-
Fund Balance, 9-01-14	-	3,582	3,582
Prior Period Adjustment**	-	(3,582)	(3,582)
Fund Balance, 8-31-15	<u>\$ -</u>	<u>-</u>	<u>-</u>

Additional Information: Refunds Paid to TJJJ

11/2014	\$32
12/2015 (to be paid)	\$35

** See Note 6 in the notes to the financial statements for further information.

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

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, 2015

	C-2015-002			N-2015-002		
	Budgeted	Actual	Variance	Budgeted	Actual	Variance
Revenues						
TJJD Funds	\$ 12,500	12,500	-	\$ 16,800	16,800	-
Total Revenues	<u>12,500</u>	<u>12,500</u>	<u>-</u>	<u>16,800</u>	<u>16,800</u>	<u>-</u>
Expenditures						
Salaries and Fringe Benefits	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Operating Expenditures	-	-	-	-	-	-
Inter-County Contracts	-	-	-	-	-	-
External Contracts	12,500	12,500	-	16,800	16,800	-
Total Expenditures	<u>12,500</u>	<u>12,500</u>	<u>-</u>	<u>16,800</u>	<u>16,800</u>	<u>-</u>
Excess Revenues Over (Under) Expenditures	-	-	-	-	-	-
Fund Balance, 9-01-14	-	-	-	-	-	-
Fund Balance, 8-31-15	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>

Additional Information: Refunds Paid to TJJD

None

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, 2015

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting 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 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 2015	Interest Earned Title IV-E Funds – FY 2015	Total Interest
Beginning balance, September 1, 2014	\$ 40	11,761	11,801
Interest earned on funds received from the period of 09/01/14 – 08/31/15	3	-	3
Total interest at August 31, 2015	43	11,761	11,804
Minus interest expenditures in FY 2015	-	-	-
Ending balance, August 31, 2015	\$ 43	11,761	11,804

**Andrews County Juvenile Probation Board
Notes to Financial Statements
For the Year Ended August 31, 2015**

(3) OPERATING COST FOR A SECURE JUVENILE FACILITY OPERATED BY ANDREWS COUNTY

The Andrews County Juvenile Probation Board does not operate a secure juvenile facility.

(4) FEDERAL FINANCIAL ASSISTANCE

The Texas Juvenile Justice Department administers along with the Texas Department of Family and Protective Services, the Title IV-E Program (CFDA 93.658). TJJD disburses funds to Andrews County on a cost reimbursement basis. A confirmation of revenue received in the year ending August 31, 2015 is required and presented below. This includes receipts for direct and enhanced administrative foster care claims.

Title IV-E Contract Number	Amount Received (cash basis) August 31, 2015
E-2009-002	\$ -

(5) FINANCIAL MATCH REQUIREMENTS

To receive Texas Juvenile Justice Department state funds, the juvenile probation departments are required to certify that the amount of local or county funds expended for juvenile services is at least equal to or greater than the amount spent in the 2006 county fiscal year excluding construction and capital outlay expenses. A confirmation of local funds for the year ending August 31, 2015 is required and presented below:

	Local Funding Expended (less construction and capital outlay)
FY 2015	\$ 415,489
FY 2006	\$ 263,565

The juvenile probation department certified the financial match requirements were fulfilled in FY 2015.

(6) PRIOR PERIOD ADJUSTMENTS AND REFUNDS

Revenue in the fiscal year ended August 31, 2015 exceeded expenditures by \$35 in Grant A-2015-002 and was subsequently refunded to the Texas Juvenile Justice Department.

Prior period adjustment to fund balance due to prior year refunds recorded in balance sheet accounts subsequently adjusted in the current year.

(7) SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 2, 2015, the date that the financial statements were available to be issued.

**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**

December 2, 2015

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 December 2, 2015.

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.

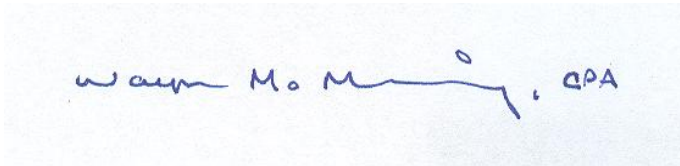
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

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

Wayne M. Manning, CPA

**ANDREWS COUNTY JUVENILE PROBATION BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2015**

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, 2015**

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