

**COKE COUNTY DISTRICT
TEXAS JUVENILE JUSTICE
DEPARTMENT GRANT FUNDS**

FINANCIAL AND COMPLIANCE AUDIT REPORTS

**FOR THE YEAR ENDED
AUGUST 31, 2019**

**GRANT TJJD-A-19-041
GRANT TJJD-R-19-041**

THIS PAGE LEFT BLANK INTENTIONALLY

**COKE COUNTY DISTRICT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS**

TABLE OF CONTENTS

AUGUST 31, 2019

	<u>Page Number</u>
Independent Auditor’s Report	1 – 2
 FINANCIAL SECTION	
Statement of Revenues, Expenditures and Changes in Fund Balance by Contract – Budget and Actual – Regulatory Basis.....	3 – 4
Notes to Financial Statements.....	5 – 6
 COMPLIANCE SECTION	
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	7 – 8
Schedule of Findings and Questioned Costs	9
Schedule of Prior Year Findings and Questioned Costs	10

THIS PAGE LEFT BLANK INTENTIONALLY

FINANCIAL SECTION

THIS PAGE LEFT BLANK INTENTIONALLY

**COKE COUNTY DISTRICT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS**

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE BY CONTRACT
BUDGET AND ACTUAL - REGULATORY BASIS

FOR THE YEAR ENDED AUGUST 31, 2019

	A-19-041		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE			
TJJJ grant funds	\$ 178,483	\$ 178,483	\$ -
Total Revenue	178,483	178,483	-
EXPENDITURES			
Basic Probation Services	105,837	105,837	-
Community Programs	44,422	44,422	-
Pre Post Adjudications	7,331	7,331	-
Commitment Diversion	7,233	7,233	-
Mental Health Services	13,660	13,660	-
Region	-	-	-
Total Expenditures	178,483	178,483	-
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	-	-	-
FUND BALANCE, BEGINNING OF YEAR	-	-	-
FUND BALANCE, END OF YEAR	\$ -	\$ -	\$ -

ADDITIONAL INFORMATION: Refunds Paid to TJJJ.

10/02/2019

\$ 10,000

R-19-041

Budget	Actual	Variance Favorable (Unfavorable)
\$ 3,030	\$ 3,030	\$ -
3,030	3,030	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
3,030	3,030	-
3,030	3,030	-
-	-	-
-	-	-
\$ -	\$ -	\$ -
	\$ 1,810	

**COKE COUNTY DISTRICT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS**

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Entity

The Texas Juvenile Justice Department Grant Funds of Coke County District (the "Funds") were established to account for juvenile probation services funded by the Texas Juvenile Justice Department (TJJD) in the Coke County District. The counties included with Coke County District are Coke, Runnels, Sterling, Schleicher, Irion, and Concho.

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 2019	Interest Earned Title IV-E Funds FY 2019	Total Interest
Beginning balance, Sept 1, 2018	\$ 11,078	\$ 8,837	\$ 19,915
Interest earned on funds received from the period of 9/01/18 - 8/31/19	<u>450</u>	<u>422</u>	<u>872</u>
Total interest at Aug 31, 2019	11,528	9,259	20,787
Minus interest expenditures in FY 2019	<u>-</u>	<u>-</u>	<u>-</u>
Ending balance, Aug 31, 2019	\$ <u>11,528</u>	\$ <u>9,259</u>	\$ <u>20,787</u>

3. OPERATING COSTS FOR A SECURE JUVENILE FACILITY

Coke County Juvenile District does not operate a secure juvenile facility.

4. FEDERAL FINANCIAL ASSISTANCE

The Texas Juvenile Justice Department administers along with the Texas Department of Family Protective Services, the Title IV-E Program (CFDA 93.658). TJJD disburses funds to Coke County on a cost reimbursement basis. A confirmation of revenue received in the year ending August 31, 2019 is required. This includes receipts for direct and enhanced administrative foster care claims. The Department did not receive any Title IV-E reimbursements for the fiscal year ended August 31, 2019.

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, 2019 is required and presented below.

	<u>Local Funding Expended (less construction and capital outlay)</u>
FY 2019	\$ 20,630
FY 2006	20,629

The Juvenile Probation Department certified the financial match requirements were fulfilled in FY 2019.

COMPLIANCE SECTION

THIS PAGE LEFT BLANK INTENTIONALLY

**INDEPENDENT AUDITOR'S 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***

Juvenile Board and
Director of Juvenile Probation Department
Coke 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 Coke County Juvenile Probation (Department), and have issued our report thereon dated January 27, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Coke County Juvenile Probation Department'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 the Department's internal control. Accordingly, we do not express an opinion on the effectiveness of the Department'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 Coke County Juvenile Probation Department'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.

Pattillo, Brown & Hill, L.L.P.

Waco, Texas
January 27, 2020

**COKE COUNTY DISTRICT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED AUGUST 31, 2019

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

**COKE COUNTY DISTRICT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS**

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED AUGUST 31, 2019

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