
JUVENILE BOARD OF TARRANT COUNTY, TEXAS
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS

Statement of Revenues, Expenditures and Changes in
Fund Balance by Contract - Budget and Actual (Regulatory Basis)

August 31, 2023

(With Independent Auditor's Report Thereon)

TARRANT COUNTY JUVENILE SERVICES DEPARTMENT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS
FOR THE YEAR ENDED AUGUST 31, 2023

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INDEPENDENT AUDITOR'S REPORT

Members of the Tarrant County Juvenile Board
Tarrant County Juvenile Services Department
Tarrant County, Texas

Report on the Audit of the Aggregate Financial Statement

Opinion

We have audited the aggregate statement of revenues, expenditures, and changes in fund balance – budget and actual – regulatory basis, (the “aggregate financial statement”) of the Tarrant County Juvenile Services Department (the “TCJSD”) Texas Juvenile Justice Department Grant Funds (the “Grant Funds”) of Tarrant County (the “County”) for the year ended August 31, 2023, and the related notes to the aggregate financial statement, which collectively comprise the TCJSD Grant Fund’s aggregate financial statement as listed in the table of contents.

In our opinion, the accompanying aggregate financial statement referred to above presents fairly, in all material respects, the revenues earned, and expenditures incurred compared to budgeted revenues and expenditures of the TCJSD Grant Funds for the year ended August 31, 2023 in accordance with the financial reporting provisions of the Texas Juvenile Justice Department (TJJD) as described in Note 1.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Aggregate Financial Statement section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter—Basis of Accounting

We draw attention to Note 1 of the aggregate financial statement, which describes the basis of accounting. The aggregate financial statement is prepared on the basis of the financial reporting provisions of the TJJD, 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 TJJD. Our opinion is not modified with respect to this matter.

Emphasis of Matter—Presentation

As discussed in Note 1, the aggregate financial statement of the TCJSD Grant Funds is intended to present the revenues earned, expenditures incurred, and changes in fund balance budget and actual of only that portion of the governmental activities, business-type activities, each major fund, and

aggregate remaining fund information of Tarrant County that is attributable to the transactions of the TCJSD Grant Funds. They do not purport to, and do not, present fairly the financial position of Tarrant County, as of August 31, 2023, the changes in its financial position, or where applicable, its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Aggregate Financial Statement

Management is responsible for the preparation and fair presentation of the aggregate financial statement in accordance with the financial reporting provisions of the TJJD, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the aggregate financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Aggregate Financial Statement

Our objectives are to obtain reasonable assurance about whether the aggregate financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the aggregate financial statement.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the aggregate financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the aggregate financial statement.
- obtain an understanding of internal control relevant to the audit 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 TCJSD's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the aggregate financial statement.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the aggregate financial statement as a whole. The supplementary information, representing the individual grant information, is presented for purposes of additional analysis and is not required part of the aggregate financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the aggregate financial statement. The information has been subjected to the auditing procedures applied in the audit of the aggregate financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the aggregate financial statement or to the aggregate financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying individual grant information is fairly stated, in all material respects, in relation to the aggregate financial statement as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 28, 2024, on our consideration of the TCJSD's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the TCJSD's 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 TCJSD's internal control over financial reporting and compliance.

Restriction on Use

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

Deloitte & Touche LLP

February 28, 2024

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*

Members of the Tarrant County Juvenile Board
Tarrant County Juvenile Services Department
Tarrant 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 (*Government Auditing Standards*), the aggregate statement of revenues, expenditures, and changes in fund balance—budget and actual—regulatory basis (the “aggregate financial statement”) of the Texas Juvenile Justice Department Grant Funds of Tarrant County (the “Funds”) of Tarrant County (the “County”), as of and for the year ended August 31, 2023 and the related notes to the financial statement which collectively comprise the Tarrant County Juvenile Services Department (the “TCJSD”)’s aggregate financial statement, and have issued our report thereon dated February 28, 2024 which includes emphasis of matter paragraphs related to the use of another comprehensive basis of accounting and to the intent to present only the operations of the TCJSD grant funds and not the operations of Tarrant County or TCJSD, as a whole.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the aggregate financial statement and tests of compliance with provisions of laws, regulations, contracts, and grant agreements, including the specific financial assurances contained in Section VIII.J of the General Grant Requirements, we considered the TCJSD’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the aggregate financial statement, but not for the purpose of expressing an opinion on the effectiveness of the TCJSD’s internal control. Accordingly, we do not express an opinion on the effectiveness of the TCJSD’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 TCJSD’s aggregate financial statement 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the TCJSD's aggregate financial statement is 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 aggregate financial statement. 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 TCJSD'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 TCJSD's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Deloitte & Touche LLP

February 28, 2024

**TARRANT COUNTY
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE BY CONTRACT
BUDGET AND ACTUAL (REGULATORY BASIS)**

**STATE AID (P11, P14, P21, P28, P111, P211)
GRANT-A-2023-220**

FOR THE YEAR ENDED AUGUST 31, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:			
TJJD Funds	\$ 6,340,221	\$ 6,340,221	\$ -
Total Revenues	<u>\$ 6,340,221</u>	<u>\$ 6,340,221</u>	<u>\$ -</u>
EXPENDITURES:			
Basic Probation Supervision	\$ 1,169,542	\$ 1,169,542	\$ -
Community Programs	2,023,590	2,023,590	-
Pre Post-Adjudication	359,746	359,746	-
Commitment Diversion	1,190,712	1,190,712	-
Mental Health Services	1,596,631	1,596,631	-
Prevention and Intervention	-	-	-
Region	-	-	-
Total Expenditures	<u>\$ 6,340,221</u>	<u>\$ 6,340,221</u>	<u>\$ -</u>
EXCESS REVENUES OVER EXPENDITURES	-	-	-
Fund Balance-Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance-End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

**TARRANT COUNTY
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE BY CONTRACT
BUDGET AND ACTUAL (REGULATORY BASIS)**

**SPECIAL NEEDS DIVERSIONARY PROGRAM (P16)
GRANT-M-2023-220**

FOR THE YEAR ENDED AUGUST 31, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:			
TJJD Funds	\$ 216,800	\$ 216,800	\$ -
Total Revenues	<u>\$ 216,800</u>	<u>\$ 216,800</u>	<u>\$ -</u>
EXPENDITURES:			
Basic Probation Supervision	\$ -	\$ -	\$ -
Community Programs	-	-	-
Pre Post-Adjudication	-	-	-
Commitment Diversion	216,800	216,800	-
Mental Health Services	-	-	-
Prevention and Intervention	-	-	-
Region	-	-	-
Total Expenditures	<u>\$ 216,800</u>	<u>\$ 216,800</u>	<u>\$ -</u>
EXCESS REVENUES OVER EXPENDITURES	-	-	-
Fund Balance-Beginning of Year	-	-	-
Fund Balance-End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

**TARRANT COUNTY
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS**

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE BY CONTRACT
BUDGET AND ACTUAL (REGULATORY BASIS)**

**REGIONALIZATION (P30)
GRANT-R-2023-220**

FOR THE YEAR ENDED AUGUST 31, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:			
TJJD Funds	\$ 28,107	\$ 28,107	\$ -
Total Revenues	<u>\$ 28,107</u>	<u>\$ 28,107</u>	<u>\$ -</u>
EXPENDITURES:			
Basic Probation Supervision	\$ -	\$ -	\$ -
Community Programs	-	-	-
Pre Post-Adjudication	-	-	-
Commitment Diversion	-	-	-
Mental Health Services	-	-	-
Prevention and Intervention	-	-	-
Region	28,107	28,107	-
Total Expenditures	<u>\$ 28,107</u>	<u>\$ 28,107</u>	<u>\$ -</u>
EXCESS REVENUES OVER EXPENDITURES	-	-	-
Fund Balance-Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance-End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

**TARRANT COUNTY JUVENILE PROBATION DEPARTMENT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2023**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) ENTITY

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

The Funds provide separate accountability as required by TJJJD under the State Financial Assistance Contract. The funds are used to account for each separate program, matching funds and all related expenditures incurred. The aggregate financial statements present the revenues, expenditures, and changes in fund balance of the Tarrant County Texas Juvenile Justice Department Grant funds only and are not intended to present fairly the results of operations of Tarrant County in conformity with accounting principles generally accepted in the United States.

(B) BASIS OF ACCOUNTING

The financial statements were prepared in conformity with the accounting practices prescribed by TJJJD, which prescribe policies and procedures for county probation departments and which constitute 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.

NOTE 2: RECONCILIATION OF INTEREST EARNED

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

	Interest Earned TJJJD Funds Fiscal Year 2023	Interest Earned IV-E Funds Fiscal Year 2023	Total Interest
Beginning balance, September 1, 2022	\$64,093	\$ -	\$64,093
Interest earned on funds received from the period of 9/01/22 - 8/31/23	72,481	51	72,532
Total Interest at August 31, 2023	136,574	51	136,625
Minus interest expenditures in FY 2023	-	51	51
Ending Balance, August 31, 2023	\$136,574	\$ -	\$136,574

**TARRANT COUNTY JUVENILE PROBATION DEPARTMENT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2023**

NOTE 3: OPERATING COST FOR A SECURE JUVENILE FACILITY OPERATED BY TARRANT COUNTY

The Juvenile Board of Tarrant County does not operate a secure juvenile facility.

NOTE 4: FEDERAL FINANCIAL ASSISTANCE

The Texas Juvenile Justice Department, along with the Texas Department of Family and Protective Services, administers the Title IV-E Program (CFDA 93.658). TJJD disburses funds to Tarrant County on a cost reimbursement basis. A confirmation of revenue receipted in the year ended August 31, 2023 is required and presented below. This includes receipts for direct and enhanced administrative foster care claims.

Title IV-E Foster Care Contract Number	Amount Received (Cash Basis) August 31, 2023
TJJJD-E-2019-220	\$ 9,333
TJJJD-E-2021-220	25,816
TJJJD-E-2022-220	<u>631</u>
Total	<u>\$ 35,780</u>

NOTE 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 equal to or greater than the amount spent in the 2006 county fiscal year, excluding construction and capital outlay expenses unless waived in accordance with provisions of the State Financial Assistance Fund grant. A confirmation of local funds for the year ending August 31, 2023, is required and presented below:

<u>Local Funding Expended (less construction and capital outlay)</u>	
FY2023	\$27,070,430
FY2006	\$13,137,214

The juvenile probation department certified the financial match requirements were fulfilled in FY 2023.

**TARRANT COUNTY JUVENILE PROBATION DEPARTMENT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2023**

NOTE 6: STATE FINANCIAL ASSISTANCE

- a. The Texas Juvenile Justice Department provided the County the following funds for the JJAEP Juvenile Reimbursement Grant funds. A confirmation of revenue received in the year ended August 31, 2023, is required and presented below.

Contract Number	Amount Received (Cash Basis) August 31, 2023
TJJD-P-2022-220	\$ 144,222
TJJD-P-2023-220	<u>1,103,380</u>
Total	<u>\$1,247,602</u>

- b. The Texas Juvenile Justice Department provided approval for the County for the following funds: Grant W Juvenile Justice Alternative Education Program Discretionary Grant funds that can be used over a two-year period. The following indicates the amounts that are available to be carried forward to the subsequent year and amounts that were expended from prior-year contracts.

Contract Number	Amount Carried Forward to Fiscal Year Ended August 31, 2023	Amount Brought Forward from Fiscal Year Ended August 31, 2022
TJJD-W-2019-220	\$17	\$17

- c. The Texas Juvenile Justice Department provided the County the following funds for the SB30 Detention Supplement funds. A confirmation of revenue received in the year ended August 31, 2023, is required and presented below.

Senate Bill	Amount Received (Cash Basis) August 31, 2023
TJJD-SB30-Detention Supplement	<u>1,801,074</u>
Total	<u>\$1,801,074</u>

**TARRANT COUNTY JUVENILE PROBATION DEPARTMENT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2023**

Current Year Findings

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

Prior Year Findings

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