

**FINANCIAL REPORT OF
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS
OF ATASCOSA COUNTY JUVENILE PROBATION DEPARTMENT -
ATASCOSA COUNTY, TEXAS
REGULATORY BASIS**

For The Year Ended August 31, 2024

(With Independent Auditor's Report Thereon)

**TEXAS JUVENILE JUSTICE DEPARTMENT
GRANT FUNDS OF
FRIO COUNTY JUVENILE PROBATION DEPARTMENT
ATASCOSA COUNTY, TEXAS
REGULATORY BASIS**

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INDEPENDENT AUDITOR'S REPORT

To the Honorable County Judge
Juvenile Board of Atascosa 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 Texas Juvenile Justice Department Grant Funds of Atascosa County, Texas (the "Department") for the year ended August 31, 2024, and the related notes to the aggregate financial statement, which collectively comprise the Department's aggregate financial statement as listed in the table of contents. In our opinion, the accompanying aggregate financial statement referred to above represents fairly, in all material respects, the revenues earned and expenditures incurred compared to budgeted revenues and expenditures of the Department for the year ended August 31, 2024 in accordance 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 Standard). 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 Atascosa County, Texas (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 Department is intended to present the revenues earned and expenditures incurred and changes in fund balance budget and actual of only that portion of the government activities, each major fund and the aggregate remaining fund information of the County that is attributable to the transactions of the Department. They do not purport to, and do not, present fairly the financial position of the County as of August 31, 2024 or the changes in financial position for the year then ended in accordance 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 financial reporting provisions of TJJJ; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of aggregate financial statement that are 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 are 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 judgement 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 Department's internal control. Accordingly, no such opinion is expressed. Evaluate the appropriateness of accounting polices 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 accompanying supplementary information, representing the individual grant information, is presented for purposes of additional analysis and is not a 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 themselves, 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, 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 a report dated February 28, 2025 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not provide an opinion on the effectiveness of the Atascosa County Juvenile Probation Department'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 Atascosa County's internal control over financial reporting and compliance.

Restriction on Use

This report is intended solely for the information and use of the TJJD, the Board of Criminal Court Judges of Atascosa County, Texas, Atascosa County Commissioners Court, and others with in the Department and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Seal & Carter, P.C." The signature is written in a cursive, flowing style.

February 28, 2025

ATASCOSA COUNTY
Atascosa, 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, 2024

	Texas Juvenile Probation Commission Contract No.					
	<u>A-2024-007</u>			<u>R-2024-007</u>		
	Budget	Actual	Variance Fav (Unfav)	Budget	Actual	Variance Fav (Unfav)
<i>Revenues</i>						
TJJD Funds	\$ 628,492	\$ 628,492	\$ (0)	\$ 4,224	\$ 4,224	\$ -
<i>Expenditures</i>						
Basic Probation Services	448,778	451,950	(3,172)	-	-	-
Community Programs	79,248	74,957	4,291	-	-	-
Pre&Post Adjudication	71,698	71,703	(5)	-	-	-
Commitment Diversion	-	-	-	-	-	-
Mental Health Services	28,768	25,768	3,000	-	-	-
Prevention and Intervention	-	-	-	-	-	-
Regionalization	-	-	-	4,224	4,224	-
Total Expenditures	628,492	624,378	4,114	4,224	4,224	-
Excess (Deficiency) of Revenues Over Expenditures	-	4,114	-	-	-	-
Fund Balance - Beginning of Year	-	(30,072)	-	-	-	-
Refunds to TJJD	-	-	-	-	-	-
Fund Balance - End of Year	\$ -	\$ (25,958)	\$ -	-	-	-

See Accompanying Notes To Financial Statements

ATASCOSA COUNTY
Atascosa, 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, 2024

	Texas Juvenile Probation Commission Contract No.		
	<u>W-2024-007</u>		
	Budget	Actual	Variance Fav (Unfav)
<i>Revenues</i>			
TJJJ Funds	\$ 50,000	\$ 50,000	\$ -
<i>Expenditures</i>			
Salaries and Fringe Benefits	50,000	43,099	6,901
Travel	-	-	-
Operating Expenditures	-	-	-
Inter-County Contracts	-	-	-
External Contracts	-	-	-
	-	-	-
Total Expenditures	50,000	43,099	6,901
Excess (Deficiency) of Revenues Over Expenditures	-	6,901	(6,901)
Fund Balance - Beginning of Year	-	50,000	(50,000)
Refunds to TJJJ	-	-	-
Fund Balance - End of Year	\$ -	\$ 56,901	\$ (56,901)

See Accompanying Notes To Financial Statements

**ATASCOSA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
For The Year Ended August 31, 2024**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Reporting Entity

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

b) Basis of Accounting

The financial statements were prepared in conformity with the accounting practices prescribed by TJJD, 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.

2. RECONCILIATION OF INTEREST EARNED

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

	Interest earned TJJD Funds FY 2024	Interest earned Title IV-E Funds FY 2024	Total Interest
	<hr/>	<hr/>	<hr/>
Beginning balance, Sept 1, 2024	\$ 4,950	\$ 39	\$ 4,989
Interest earned on funds received from the period of 9/01/23-8/31/24	\$ -	\$ -	\$ -
Total Interest at Aug 31, 2024	<hr/> \$ 4,950	<hr/> \$ 39	<hr/> \$ 4,989
Minus interest expenditures in FY 24	\$ -	\$ -	\$ -
Ending balance, Aug 31, 2024	<hr/> \$ 4,950	<hr/> \$ 39	<hr/> \$ 4,989

**ATASCOSA COUNTY JUVENILE PROBATION DEPARTMENT
 NOTES TO FINANCIAL STATEMENTS
 For The Year Ended August 31, 2024**

3. OPERATING COST FOR A SECURE JUVENILE FACILITY OPERATED BY YOUR COUNTY

Operating Costs
 Texas County Pre-Adjudication Juvenile Facility
 For the Year Ended August 31, 2024

Expenditures	TJJD Funding*	Local Funding	Total
Salary and Fringe	560,016.00	260,973.46	820,989.46
Travel and Training	-	11,161.47	11,161.47
Operating Expenses	107,461.00	28,379.90	135,840.90
Inter-County Contracts	-	214,671.67	214,671.67
External Contracts	4,224.00	17,809.16	22,033.16
Total Operating Expenditures	<u>671,701.00</u>	<u>532,995.66</u>	<u>1,204,696.66</u>

TJJD Funding is provided from:
 Grant A - \$624,378
 Grant R - \$4,224
 Grant W - \$43,099

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 (Assistance Listing 93.658). TJJD disburses funds to Atascosa County on a cost reimbursement basis. A confirmation of revenue received in the year ending August 31, 2024, is required and presented below. This includes receipts for direct and enhanced administrative foster care claims.

Title IV-E <u>Contract Number</u>	(Cash Basis) <u>August 31, 2024</u>
E-20-007	\$0.00
E-22-007	\$0.00
E-24-007	\$0.00
TOTAL	\$0.00

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 the local funds for the year ending August 31, 2024 is required and presented below:

Local Funding Expended (less construction and capital outlay)	
FY 2022	\$532,995.43
FY 1994	\$25,052.00

The financial match requirement was not achieved. Please see schedule of findings and questioned costs for the current year.

**ATASCOSA COUNTY JUVENILE PROBATION DEPARTMENT
 NOTES TO FINANCIAL STATEMENTS
 For The Year Ended August 31, 2024**

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 ending August 31, 2024 is required and presented below.

The Department did not receive any JJAEP funds in FY2024.

- 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.

<u>Contract Number</u>	<u>Amount Carried Forward Fiscal Year August 31, 2024</u>	<u>Amount Carried Forward Fiscal Year August 31, 2022</u>
W-22-007		\$0.00
W-24-007	\$0.00	

- c. The Texas Juvenile Justice Department provided the County the following funds for the Grant R-Regional Diversion Alternatives (RDA) Program Reimbursement Grant funds. A confirmation of revenue received in the year ending August 31, 2024 is required and presented below.

<u>Contract Number</u>	<u>Amounts Received (Cash Basis) August 31, 2024</u>
R-24-007	\$0.00
TOTAL	\$0.00

- d. The Texas Juvenile Justice Department provided the County the following funds for the Grant R-Travis County JPD Regionalization Program Reimbursement Grant Funds. A confirmation of revenue received in the year ending August 31, 2024 is required and presented below.

The Department did not receive any Grant R-Travis County JPD Regionalization Program reimbursement funds in FY2024.

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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*

INDEPENDENT AUDITOR'S REPORT

To the Honorable County Judge
The Atascosa County Juvenile Board
Atascosa 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 aggregate statement of revenues, expenditures, and changes in fund balance-budget and actual-regulatory basis (the "aggregate financial statement") of Texas Juvenile Justice Department (TJJD) Grant Funds of Atascosa County (the "Department") for the year ended August 31, 2024, and the related notes to the aggregate financial statement, which collectively comprise the Department's aggregate financial statement, and have issued our report there on dated February 28, 2025.

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 Department'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 an opinion on the effectiveness of 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 Department'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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs an item 2024-1 that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Department's aggregate financial statement is free from material statements, 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 a 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 a opinion on the effectiveness of the Department'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 Department's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Seal & Carter, P.C.

San Antonio, Texas
February 28, 2025

**ATASCOSA COUNTY
JUVENILE PROBATION DEPARTMENT**

Schedule of Findings and Questioned Costs

For The Year Ended August 31, 2024

FINDING NO. 2024-1

Affected Grant:
Local Funds

Criteria

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.

Condition:

The County did not meet the local expenditures match requirements.

Cause

The Detention Center was taken over by the Commissioners Court and is no longer part of the Probation Departments Budget.

Effect

As a result of this finding, Department was not able to meet the Local Expenditures Match requirement.

Recommendation:

The individual responsible for approving grant expenditures should review monthly expenditure reports and current obligations.

Questioned Cost:

N/A

Corrective Action Plan/Management Response:

The Juvenile Probation is in the process of requesting a waiver for the local match requirements.

Person Responsible for Finding Resolution
Chief Financial Officer

Target Completion Date
February 28, 2025

**ATASCOSA COUNTY
JUVENILE PROBATION DEPARTMENT**

Schedule of Prior Year Findings and Questioned Costs

For The Year Ended August 31, 2024

There were no findings or questioned costs in FY 2022.