

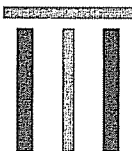
**TEXAS JUVENILE PROBATION COMMISSION GRANT FUNDS
OF TARRANT COUNTY, TEXAS**

FINANCIAL REPORT

AUGUST 31, 2005

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L.L.P.

CERTIFIED PUBLIC
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INDEPENDENT AUDITOR'S REPORT

The Tarrant County Juvenile Board
Tarrant County, Texas

We have audited the combined statement of revenues, expenditures and changes in fund balance (regulatory basis) - budget and actual, of the Texas Juvenile Probation Commission Grant Funds of Tarrant County, Texas (the Funds), for the year ended August 31, 2005. This combined statement of revenues, expenditures and changes in fund balance (regulatory basis) - budget and actual (the Statement), is the responsibility of the Funds' management. Our responsibility is to express an opinion on this statement based on our audit.

We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, this statement was prepared with the accrual basis of accounting used for reporting to the Texas Juvenile Probation Commission, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As discussed in Note 1, the statement presents only the activity of the Texas Juvenile Probation Commission Special Revenue Grant Funds of Tarrant County, Texas, and is not intended to present fairly the financial position of Tarrant County, Texas, and the result of its operations in conformity with accounting principles generally accepted in the United States of America.

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In our opinion, the Statement referred to above presents fairly, in all material respects, the revenues, expenditures and changes in fund balance (regulatory basis) - budget and actual, of the Texas Juvenile Probation Commission Grant Funds of Tarrant County, Texas, for the year ended August 31, 2005, on the basis of accounting described in Note 1.

Our audit was conducted for the purpose of forming an opinion on the statement of revenues, expenditures and changes in fund balance (regulatory basis) - budget and actual, taken as a whole. The supplemental information representing individual fund financial information is presented for additional analysis of the financial statement and is not a required part of the financial statement. This

The Tarrant County Juvenile Board

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supplemental information is the responsibility of the Funds' management. Such supplemental information has been subjected to the auditing procedures applied in our audit of the financial statement and, in our opinion, is fairly presented in all material respects when considered in relation to the financial statement taken as a whole.

In accordance with Government Auditing Standards, we have also issued our report dated February 3, 2006, on our consideration of the Tarrant County Juvenile Probation Department's internal control over financial reporting and our tests of its compliance and other matters. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

This report is intended solely for the information and use of management of Tarrant County and for filing with the Texas Juvenile Probation Commission (TJPC) and is not intended to be and should not be used by anyone other than these specified parties.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
February 3, 2006

FINANCIAL STATEMENT

**TEXAS JUVENILE PROBATION COMMISSION GRANT FUNDS OF TARRANT COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
(REGULATORY BASIS) - BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2005**

	Supplemental Information			Supplemental Information					
	Special Needs Diversionary			Progressive Sanctions ISP			Community Corrections		
	TJPC-M-2005-220			TJPC-O-2005-220			TJPC-Y-2005-220		
	Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance	Budget	Actual	Favorable (Unfavorable) Variance
GRANT RECEIPTS:									
Commission Grant Funds	\$ 271,000	\$ 271,000	\$ -	\$ 187,728	\$ 187,728	\$ -	\$ 1,533,397	\$ 1,533,397	\$ -
County Match	-	-	-	-	-	-	-	-	-
Total Revenue	271,000	271,000	-	187,728	187,728	-	1,533,397	1,533,397	-
EXPENDITURES:									
Salaries and Fringe Benefits	257,304	254,745	2,559	187,728	187,728	-	205,828	211,879	(6,051)
Travel	13,696	16,255	(2,559)	-	-	-	-	-	-
Operating Expenditures	-	-	-	-	-	-	-	-	-
Non-Residential Services	-	-	-	-	-	-	235,000	290,033	(55,033)
Residential Services	-	-	-	-	-	-	1,092,569	1,031,485	61,084
Total Expenditures	271,000	271,000	-	187,728	187,728	-	1,533,397	1,533,397	-
EXCESS REVENUES OVER EXPENDITURES	-	-	-	-	-	-	-	-	-
Fund Balance:									
Beginning of period	-	-	-	-	-	-	-	-	-
End of period	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See notes to combined statement of revenues, expenditures and changes in fund balance - regulatory basis.

**TEXAS JUVENILE PROBATION COMMISSION GRANT FUNDS OF TARRANT COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
(REGULATORY BASIS) - BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2005**

	Supplemental Information								
	State Aid TJPC-A-2005-220			Progressive Sanctions JPO TJPC-F-2005-220			Progressive Sanctions 1-2-3 TJPC-G-2005-220		
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable) <u>Variance</u>	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable) <u>Variance</u>	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable) <u>Variance</u>
GRANT RECEIPTS:									
Commission Grant Funds	\$ 635,942	\$ 635,942	\$ -	\$ 619,758	\$ 619,758	\$ -	\$ 202,053	\$ 202,053	\$ -
County Match	-	-	-	-	-	-	-	-	-
Total Revenue	635,942	635,942	-	619,758	619,758	-	202,053	202,053	-
EXPENDITURES:									
Salaries and Fringe Benefits	404,193	402,741	1,452	619,758	619,758	-	182,053	189,421	(7,368)
Travel	24,000	24,000	-	-	-	-	-	-	-
Operating Expenditures	20,000	21,452	(1,452)	-	-	-	-	-	-
Non-Residential Services	187,749	187,749	-	-	-	-	20,000	12,632	7,368
Residential Services	-	-	-	-	-	-	-	-	-
Total Expenditures	635,942	635,942	-	619,758	619,758	-	202,053	202,053	-
EXCESS REVENUES OVER EXPENDITURES	-	-	-	-	-	-	-	-	-
Fund Balance:									
Beginning of period	-	-	-	-	-	-	-	-	-
End of period	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See notes to combined statement of revenues, expenditures and changes in fund balance - regulatory basis.

TEXAS JUVENILE PROBATION COMMISSION GRANT FUNDS OF TARRANT COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
(REGULATORY BASIS) - BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2005
(Continued)

	Supplemental Information					
	Salary Adjustment TJPC-Z-2005-220			Total		
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable) <u>Variance</u>	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable) <u>Variance</u>
GRANT RECEIPTS:						
Commission Grant Funds	\$ 501,600	\$ 501,062	(\$ 538)	\$ 3,951,478	\$ 3,950,940	(\$ 538)
County Match						
Total Revenue	501,600	501,062	(538)	3,951,478	3,950,940	(538)
EXPENDITURES:						
Salaries and Fringe Benefits	501,600	501,062	538	2,358,464	2,367,334	(8,870)
Travel	-	-	-	37,696	40,255	(2,559)
Operating Expenditures	-	-	-	20,000	21,452	(1,452)
Non-Residential Services	-	-	-	442,749	490,414	(47,665)
Residential Services	-	-	-	1,092,569	1,031,485	61,084
Total Expenditures	501,600	501,062	538	3,951,478	3,950,940	538
EXCESS REVENUES OVER EXPENDITURES	-	-	-	-	-	-
Fund Balance:						
Beginning of period	-	-	-	-	-	-
End of period	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See notes to combined statement of revenues, expenditures and changes in fund balance - regulatory basis.

**TEXAS JUVENILE PROBATION COMMISSION GRANT FUNDS
OF TARRANT COUNTY, TEXAS
NOTES TO COMBINED STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES (REGULATORY BASIS) – BUDGET AND ACTUAL**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Entity

The Texas Juvenile Probation Commission Grant Funds of Tarrant County (the Funds) were established to account for juvenile probation services funded by the Texas Juvenile Probation Commission (TJPC) in Tarrant County.

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

Basis of Accounting

The combined financial statements are recorded with the accrual basis of accounting used for reporting to the TJPC, which is a comprehensive basis of accounting other than generally accepted accounting principals.

NOTE 2. RECONCILIATION OF ACCRUED INTEREST

Interest accrued on funds received from TJPC shall be considered generated income and shall be reported to the Commission as such.

	<u>Interest Earned Commission Funds Fiscal Year 2005</u>	<u>Interest Earned Title IV E Funds Fiscal Year 2005</u>	<u>Totals</u>
Beginning balance-September 1, 2004	\$ 18,974	\$ 148,342	\$ 167,316
Interest accrued on funds received from TJPC in the period of September 1, 2004 to August 31, 2005	<u>12,165</u>	<u>55,478</u>	<u>67,643</u>
Total accrued interest at August 31, 2005	31,139	203,820	234,959
Minus expenditures in fiscal year 2005	<u>11,162</u>	<u>-</u>	<u>11,162</u>
Ending balance-August 31, 2005	<u>\$ 19,977</u>	<u>\$ 203,820</u>	<u>\$ 223,797</u>

NOTE 3. TEXAS JUVENILE PROBATION COMMISSION PROGRESSIVE SANCTIONS OFFICERS

The following shows the funding awarded to Tarrant County for the Progressive Sanctions Officers, in fiscal years 1996-1999, expenditures and any unexpended balance. Total positions by award are listed within the State Financial Assistance Contract under 4.1.1.4

**TEXAS JUVENILE PROBATION COMMISSION GRANT FUNDS
OF TARRANT COUNTY, TEXAS
NOTES TO COMBINED STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES (REGULATORY BASIS) – BUDGET AND ACTUAL**

NOTE 3. TEXAS JUVENILE PROBATION COMMISSION PROGRESSIVE SANCTIONS OFFICERS – continued

for (Grant "F") - Progressive Sanctions JPO and 4.1.1.7 for (Grant "O") Progressive Sanctions ISJPO. Funds that become available during the term of the State Financial Assistance Contract due to vacant Progressive Sanctions positions shall be returned to the Commission at the end of the State Financial Assistance Contract term.

Contract Section	<u>Awarded Funding</u>	<u>Expenditures</u>
Grant F – FY 2005		
Progressive Sanctions JPO		
B. Basic PSO fiscal year 96-97 \$22,179	\$ 399,222	\$ 399,222
C. Basic PSO fiscal year 98-99 \$27,567	220,536	220,536
Grant O – FY 2005		
Progressive Sanctions ISJPO		
B. ISP PSO fiscal year 96-97 \$26,502	106,008	106,008
C. ISP PSO fiscal year 98-99 \$27,240	<u>81,720</u>	<u>81,720</u>
Total	<u>\$ 807,486</u>	<u>\$ 807,486</u>

NOTE 4. OPERATING COST FOR A SECURE JUVENILE FACILITY OPERATED BY TARRANT COUNTY

The following disclosure is supplemental information included in this audit to support registration of the secure facility with TJPC for Tarrant County.

Operating Costs Tarrant County Pre-Adjudication Juvenile Facility Ending August 31, 2005:

	<u>TJPC Funding</u>	<u>Local Funding</u>	<u>Total</u>
Salary-related expenditures	\$ -	\$ 3,746,905	\$ 3,746,905
Student-related expenditures	34,819	232,340	267,159
Facility expenditures	<u>900</u>	<u>71,667</u>	<u>72,567</u>
Total operating expenditures	<u>\$ 35,719</u>	<u>\$ 4,050,912</u>	<u>\$ 4,086,631</u>

Operating Costs Tarrant County Post-Adjudication Juvenile Facility Ending August 31, 2005:

	<u>TJPC Funding</u>	<u>Local Funding</u>	<u>Total</u>
Salary-related expenditures	\$ 1,014,281	\$ 76,893	\$ 1,091,174
Student-related expenditures	129,977	38,396	168,373
Facility expenditures	<u>2,015</u>	<u>9,790</u>	<u>11,805</u>
Total operating expenditures	<u>\$ 1,146,273</u>	<u>\$ 125,079</u>	<u>\$ 1,271,352</u>

**TEXAS JUVENILE PROBATION COMMISSION GRANT FUNDS
OF TARRANT COUNTY, TEXAS
NOTES TO COMBINED STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES (REGULATORY BASIS) – BUDGET AND ACTUAL**

NOTE 5. FEDERAL FINANCIAL ASSISTANCE

The Texas Juvenile Probation Commission administers, along with the Texas Department of Family and Protective Services, the Title IV-E Foster Care Program (CFDA 93.658). The Commission disburses funds to Tarrant County on a cost reimbursement basis. A confirmation of revenue received in the year ended August 31, 2005 is required and presented below. This includes receipts for direct and enhanced administrative foster care claiming.

<u>Title IV-E Foster Care Contract Number</u>	<u>Amount Received (Cash Basis) August 31, 2005</u>
TJPC-E-2003-220	\$ 1,015
TJPC-E-2004-220	3,107,779
TJPC-E-2005-220	<u>43,403</u>
Total	<u>\$ 3,152,197</u>

NOTE 6. SALARY ADJUSTMENT

The grant Funds made available for salary adjustments under Article IV of this grant were used only to provide salary adjustments not exceeding \$3,000 for eligible full-time certified juvenile probation officers and \$1,500 for eligible full-time certified juvenile detention officers including fringe benefits. All funds not used for this purpose were returned to the Commission in accordance with the Unexpended Balances and Refunds Due provision of the General Grant requirements. Our auditor-determined results of the Salary Adjustment Compliance testing for 2005 are as follows:

Total population:	168 Certified JPOs 106 Certified JDOs
Sample size:	17 Certified JPOs 11 Certified JDOs

Results: All positions tested for compliance with contract assurance shown above were correctly certified and paid. Due to the Departments payment policy it received \$538 more than what was actually paid to its officers. This amount was refunded to TJPC.



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

The Tarrant County Juvenile Board
Tarrant County, Texas

We have audited the combined statement of revenues, expenditures and changes in fund balance (regulatory basis) - budget and actual (the statement or financial statement) of the Texas Juvenile Probation Commission Grant Funds (the Funds) of Tarrant County (the County) for the year ended August 31, 2005, and have issued our report thereon dated February 3, 2006. We conducted our audit in accordance with 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Tarrant County Juvenile Probation Department's (the Department) internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statement and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily, disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce, to a relatively low level, the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As a part of obtaining reasonable assurance about whether the Department's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements; and general financial, progressive sanctions, salary adjustment, JJAEP and IV-E assurances, 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. Compliance with laws, regulations, contracts, grants and requirements of the Texas *Juvenile Probation Commission Audit Requirements* is the responsibility of the management of the Department. The results of our tests disclosed no material instances of

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noncompliance that are required to be reported herein under Government Auditing Standards and Texas Juvenile Probation Commission Audit Requirements.

This report is intended solely for the information and use of Tarrant County, Texas, and the Texas Juvenile Probation Commission, and is not intended to be and should not be used by anyone other than these specified parties.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
February 3, 2006

**TEXAS JUVENILE PROBATION COMMISSION
GRANT FUNDS OF TARRANT COUNTY, TEXAS**

Schedule of Findings and Questioned Costs
Year Ended August 31, 2005

No Current Year Findings

No Prior Year Findings