



Ector County, Texas



Supplemental Grant Audit Reports
For the Year Ended September 30, 2019

**ECTOR COUNTY, TEXAS
SUPPLEMENTAL GRANT AUDIT REPORTS
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' 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>	3
Schedule of Expenditures of Federal/State Financial Awards	5-6
Notes to Schedule of Expenditures of Federal/State Financial Awards	7
Schedule of Findings and Questioned Costs	8
Status of Prior Year Findings and Questioned Costs	9



**INDEPENDENT AUDITORS' 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**

The Honorable County Judge and Members
of the Commissioners' Court
Ector 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 *Governmental Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the remaining fund information of Ector County, Texas as of and for the year ended September 30, 2019 and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and we have issued our report thereon dated March 24, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Ector County, Texas' (the "County") internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County'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 the County'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.

Other Matter

We performed tests designed to verify the District's compliance with the requirements of the Texas Public Funds Investment Act. During the year ended September 30, 2019, no instances of noncompliance were found.

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.

Johnson, Miller & Co., CPA's PC

Odessa, Texas
March 24, 2020

ECTOR COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL/STATE FINANCIAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019

Federal Grantor/Pass-Through Grantor Program Title	Period	CFDA Number	Grant Number	Expenditures
U. S. Department of Health and Human Services				
Pass-Through Permian Basin Regional Planning Commission Senior Citizen Title III C-1 and C-2	10/01/18 - 09/30/19	93.045	N/A	\$ 68,389
U. S. Department of Justice				
State Criminal Alien Assistance Program	10/01/16 - 09/30/17	16.606	N/A	23,097
Pass-Through City of Odessa Justice Assistance Grant	10/01/17-09/30/19	16.738	2008DJBX0184	11,417
Department of Family and Protective Services IV-E Legal Co Atty	10/01/18-09/30/19	93.658	23939985	43,057
U. S. Department of Transportation				
Texas Department of Transportation Routine Airport Maintenance Program FAA Reimbursement	09/01/17-08/31/18	20.106	1609ODESA	50,000
GENERAL SERVICES ADMINISTRATION				
Texas Department of Agriculture National School Lunch / Breakfast Program	07/01/18-06/30/19	10.555	1346	<u>63,203</u>
Total Federal Financial Assistance				<u>259,163</u>
STATE FINANCIAL AWARDS				
Pass-Through State of Texas Attorney General				
Victim Assistance –Attorney General - County Attorney	09/01/18-08/31/19		1986983	34,959
Victim Assistance – District Attorney Criminal Justice Division	10/01/18-09/30/19		3456601	41,265
Victim Assistance – County Attorney Criminal Justice Division	10/01/18-09/30/19		3288402	40,829
Victim Assistance–Attorney General – District Attorney	09/01/18-08/31/19		1986991	36,351
Victim Assistance–Attorney General – District Attorney	09/01/19-08/31/20		2098606	6,161
Texas Department of Criminal Justice				
Texas Juvenile Justice Department (“TJJD”)				
TJJD “A” Basic Supervision	09/01/18-08/31/19		Basic Supervision	184,831
TJJD “A” Basic Supervision	09/01/19-08/31/20		Basic Supervision	12,508
TJJD “A” Community Programs	09/01/18-08/31/19		Community Program	229,396
TJJD “A” Community Programs	09/01/19-08/31/20		Community Program	12,595
TJJD “A” Pre & Post	09/01/18-08/31/19		Pre & Post	72,746
TJJD “A” Pre & Post	09/01/19-08/31/20		Pre & Post	5,268
TJJD “A” Community Diversion	09/01/18-08/31/19		Community Diversion	228,307
TJJD “A” Community Diversion	09/01/19-08/31/20		Community Diversion	25,955
TJJD “A” Mental Health	09/01/18-08/31/19		Mental Health	127,173
TJJD “A” Mental Health	09/01/19-08/31/20		Mental Health	17,211
TJJD “S” Prevention and Intervention	09/01/18-08/31/19		Prevention and Intervention	71,594
TJJD “S” Prevention and Intervention	09/01/19-08/31/20		Prevention and Intervention	5,057
TJJD “R” Regionalization	09/01/18-08/31/19		Regionalization	7,293

ECTOR COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL/STATE FINANCIAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019 (Continued)

Federal Grantor/Pass-Through Grantor Program Title	Period	CFDA Number	Grant Number	Expenditures
The State of Texas				
Pass-through Texas Task Force On Indigent Defense	08/31/19		N/A	124,011
Regional Solid Waste Grant	GYE08/31/19		19-09-02	11,950
Department of State Health Services				
Special Immunization Grant	09/01/18-08/31/19		HHS00019700006	160,970
Epidemiology	09/01/18-08/31/19		537-18-0297-00001	88,092
BRLHO	09/01/19-08/31/20		537-18-0214-00001	3,250
BRLHO	09/01/18-08/31/19		537-18-0214-00001	27,429
Texas Health and Human Services Commission				
Medicaid Administrative Claim	10/01/18-09/30/19		N/A	36,208
Total State Financial Expenditures				<u>1,611,409</u>
Total Federal and State Financial Expenditures				<u>1,870,572</u>

**ECTOR COUNTY, TEXAS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL/STATE FINANCIAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

NOTE 1: GENERAL

The accompanying Schedule of Expenditures of Federal/State Financial Awards presents the activity of all federal/state financial assistance programs of Ector County, Texas. Ector County's reporting entity is defined in Note 1 to the County's basic financial statements. Federal/state financial assistance expended from funds received from federal agencies as well as federal/state financial assistance passed through other government agencies is included on the schedule. The value of federal/state awards expended in the form of non-cash assistance is zero. The value of loans or loan guarantees outstanding at the year ended September 30, 2019 is zero.

NOTE 2: BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal/State Financial Awards is presented using the modified accrual basis of accounting.

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

Federal/State financial assistance revenues are reported as intergovernmental revenues in the County's basic financial statements. The federal/state financial assistance revenues and expenditures are reported in the General Fund, Capital Projects Fund, and in Special Revenue Funds.

NOTE 4: STATE SINGLE AUDIT

For the purpose of determining state awards subject to the single audit, TJJD funds are excluded because they are audited separately for the state regulatory agency. For the fiscal year ended 2018, state awards subject to single audit requirements totaled \$1,094,260.

Reconciliation of state single audit expenditures:	
Total state financial expenditures	\$ 1,611,409
Less: TJJD funds subject to state program specific regulatory requirements	999,934
Total state expenditures subject to single audit	\$ 611,475

Because total state expenditures subject to single audit are less than \$750,000, a state single audit is not required.

**ECTOR COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters were reported.

**ECTOR COUNTY, TEXAS
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2018**

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters were reported.