

Tarrant County, Texas

State Single Audit Report for the Year Ended
September 30, 2021

TARRANT COUNTY, TEXAS

TABLE OF CONTENTS

	Page
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>	1–2
REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF STATE AWARDS REQUIRED BY THE STATE OF TEXAS UNIFORM GRANT MANAGEMENT STANDARDS	3–5
SCHEDULE OF EXPENDITURES OF STATE AWARDS FOR THE YEAR ENDED SEPTEMBER 30, 2021	6–7
NOTES TO THE SCHEDULES OF EXPENDITURES OF STATE AWARDS	8
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	9–10
STATUS OF PRIOR YEAR FINDINGS	11

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 Commissioners' Court
Tarrant County, Texas

Independent Auditors' Report

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 governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Tarrant County, Texas (the County), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 30, 2022. Our report includes a reference to other auditors who audited the financial statements of the Tarrant County Hospital District (TCHD) and the My Health My Resources of Tarrant County (MHMRTC), which represent all of the aggregate discretely presented component units, as described in our report on Tarrant County's financial statements. This report does not include the result of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those other auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County'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 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 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 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 financial statements. 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 County'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.

Deloitte & Touche LLP

March 30, 2022

REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND REPORT ON SCHEDULE OF EXPENDITURES OF STATE AWARDS REQUIRED BY THE STATE OF TEXAS UNIFORM GRANT MANAGEMENT STANDARDS

To the Honorable County Judge and Commissioners Court Tarrant County, Texas

Report on Compliance for Each Major State Program

We have audited Tarrant County's (the "County") compliance with the types of compliance requirements described in the State of Texas Uniform Grant Management Standards (UGMS) that could have a direct and material effect on each of the County's major state programs for the year ended September 30, 2021. The County's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements include the operations of the Tarrant County Hospital District and My Health My Resources of Tarrant County, which received state awards not included in the County's Schedule of Expenditures of State Awards for the year ended September 30, 2021. Our audit, described below, did not include the operations of the Tarrant County Hospital District or My Health My Resources of Tarrant County because the entities engaged other auditors to perform audits in accordance with UGMS, as applicable. This report does not include the results of the other auditors' testing of internal control over compliance or over compliance that are reported on separately by those auditors.

Management's Responsibility

Management is responsible for compliance with state statutes, regulations and the terms and conditions of its state awards applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and UGMS. Those standards and UGMS require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major State Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended September 30, 2021.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with UGMS, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the UGMS. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of State Awards Required by the UGMS

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of and for the year ended September 30, 2021, and the related notes to financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 30, 2022, which contained an unmodified opinion on those financial statements. Our report includes reference to other auditors who audited the financial statements of the Tarrant County Hospital District and My Health My Resources of Tarrant County, which represent all of the aggregate discretely presented component units, as described in our report in the County's financial

statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state awards is presented for purposes of additional analysis as required by the UGMS and is not a required part of the financial statements. 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of state awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Deloitte & Touche LLP

June 28, 2022

TARRANT COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF STATE AWARDS FOR THE YEAR ENDED SEPTEMBER 30, 2021

State Grantor Pass-Through Grantor Program Title	Grant/Contract Number	State Expenditures	State Amounts Passed- Through to Subrecipients
TEXAS DEPARTMENT OF STATE HEALTH SERVICES/HHSC			
State Services	537-18-0013-00001-04	\$ 444,418	\$ 397,172
State Services	537-18-0013-00001-05	16,340	16,340
HIV Care Formula Grants (Ryan White Part B)	537-17-0161-0001-04	583,511	361,260
HIV Care Formula Grants (Ryan White Part B)	537-17-0161-0001-05	445,840	270,989
Infectious Disease Surveillance and Epidemiology	HHS000436300024	175,666	
Infectious Disease Surveillance and Epidemiology	HHS000436300024-02	16,136	
STD/HIV Prevention	HHS000288900007	176,238	
STD/HIV Prevention	HHS000288900007-03	747,089	
TB/PC-Tuberculosis Control	HHS000483300001-01	235	
TB/PC-Tuberculosis Control	HHS000483300001-02	671,116	
TB/PC-Tuberculosis Control	HHS000483300001-02	66,372	
Immunization Division	HHS000108600001-02	533,115	
Immunization Division	HHS000108600001-03	58,715	
Infectious Disease Control Unit/FLU Lab	HHS000442100006	4,633	
Healthy Texas Mothers and Babies Community Coalitions	537-18-0362-00001-03	50,000	
Healthy Texas Mothers and Babies Community Coalitions	537-18-0362-00001-04	2,877	
Preventive Health and Health Services Block Grant	HHS000485600055	52,742	
Preventive Health and Health Services Block Grant	HHS001029400001	25,911	
		<u>4,070,954</u>	<u>1,045,761</u>
Total Texas Department of State Health Services			
OFFICE OF THE GOVERNOR, CRIMINAL JUSTICE DIVISION			
Veterans Court Project	2285212	181,519	
Veterans Court Project	2285213	17,242	
Reaching Independence through Self Empowerment (RISE)	2589509	148,184	
Reaching Independence through Self Empowerment (RISE)	2589510	13,307	
DIRECT Court Program	2985206	164,830	
DIRECT Court Program	2985207	14,888	
Mental Health Diversion Court Program	1828915	91,271	
Mental Health Diversion Court Program	1828916	8,467	
		<u>639,708</u>	<u>-</u>
Total Office of the Governor, Criminal Justice Division			
THE STATE OF TEXAS MOTOR VEHICLE CRIME PREVENTION AUTHORITY			
Tarrant Regional Auto Crimes Task Force	608-20-2200000	(546)	
Tarrant Regional Auto Crimes Task Force	608-21-2200000	1,031,395	
Tarrant Regional Auto Crimes Task Force	608-22-2200000	61,217	
		<u>1,092,066</u>	<u>-</u>
Total State of Texas Motor Vehicle Crime Prevention Authority			

(Continued)

TARRANT COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF STATE AWARDS FOR THE YEAR ENDED SEPTEMBER 30, 2021

State Grantor Pass-Through Grantor Program Title	Grant/Contract Number	State Expenditures	State Amounts Passed- Through to Subrecipients
TEXAS DEPARTMENT OF TRANSPORTATION			
County Transportation Infrastructure Fund Grant Program	CITF_023_220	\$ 96,392	\$ -
County Transportation Infrastructure Fund Grant Program	CITF_023_220	51,731	
County Transportation Infrastructure Fund Grant Program	CITF_023_220	32,881	
Highway Planning & Construction - Courtesy Patrol Program	02-9XXF5001	(65)	
Highway Planning & Construction - Courtesy Patrol Program	02-0XXF5001	419,975	
Highway Planning & Construction - Courtesy Patrol Program	02-0XXF5001	31,359	
Total Department of Transportation		<u>632,273</u>	<u>-</u>
TEXAS COMMISSION ON ENVIRONMENTAL QUALITY			
TCEQ-Volkswagon Environmental Mitigation Program	582-20-13776-VW	470,178	
TCEQ-Volkswagon Environmental Mitigation Program	582-20-13775-VW	97,031	
TCEQ-Volkswagon Environmental Mitigation Program	582-20-14200-VW	144,568	
TCEQ-Volkswagon Environmental Mitigation Program	582-20-13754-VW	168,483	
TCEQ-Volkswagon Environmental Mitigation Program	582-20-13753-VW	142,912	
Total Texas Commission on Environmental Quality		<u>1,023,172</u>	<u>-</u>
TEXAS JUDICIAL COMMISSION ON MENTAL HEALTH			
Tarrant County Mental Health Diversion Program-Program Development & Court Improvement	201-20-055	3,242	
Total Texas Judicial Commission on Mental Health		<u>3,242</u>	<u>-</u>
OFFICE OF THE ATTORNEY GENERAL			
Bilingual Victims Assistance Coordinator	2107308	38,500	
Bilingual Victims Assistance Coordinator	2215218	3,736	
Texas Statewide Automated Victim Notification Service (SAVNS)	2111839	59,139	
Total Office of the Attorney General		<u>101,375</u>	<u>-</u>
TEXAS INDIGENT DEFENSE COMMISSION			
Indigent Defense Formula Grant	212-21-220	1,318,760	
Total Texas Indigent Defense Commission		<u>1,318,760</u>	<u>-</u>
TEXAS DEPARTMENT OF FAMILY AND PROTECTIVE SERVICES			
Promoting Safe and Stable Families - CYD Project	24427016	341,496	318,553
Promoting Safe and Stable Families - CYD Project	HHS000841700005	12,952	
Total Texas Department of Family and Protective Services		<u>354,448</u>	<u>318,553</u>
TEXAS VETERANS COMMISSION FUND			
Tarrant County Veterans Court	GT-VTC20-010	(14,948)	
Tarrant County Veterans Court	GT-VTC21-004	197,301	
Total Texas Veterans Commission Fund		<u>182,353</u>	<u>-</u>
TOTAL STATE FINANCIAL ASSISTANCE		<u>\$9,418,351</u>	<u>\$1,364,314</u>
See notes to Schedule of Expenditures of State Awards			(Concluded)

TARRANT COUNTY, TEXAS

NOTES TO SCHEDULES OF EXPENDITURES OF STATE AWARDS YEAR ENDED SEPTEMBER 30, 2021

1. Basis of Accounting—The schedule of expenditures of state awards (the “Schedule”) was prepared on the modified accrual basis of accounting. Amounts reported as expenditures in the accompanying Schedule may not agree with the amounts reported in the related state financial reports filed with the grantor agencies because of accruals, which would be included in the next report filed with the agency.

State grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and accordingly, when such funds are received, they are recorded as unavailable revenues until earned. The accompanying Schedule is presented on the modified accrual basis of accounting.

2. The period of availability for state grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the state project period extends 30 to 90 days beyond the state project period ending date, in accordance with provisions in the *UGMS*.
3. The County participates in numerous state grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustments by the grantor agencies; therefore, to the extent that the County has not complied with rules and regulations governing the grants, refund of any money received may be required and the collectability of any related receivable at year-end maybe impaired.

TARRANT COUNTY, TEXAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED SEPTEMBER 30, 2021

Section I—Summary of Auditors' Results

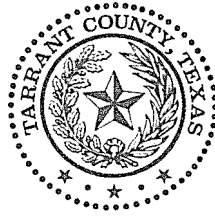
- Financial Statements
 - Type of auditors' report issued on whether financial statements were prepared in accordance with GAAP: Unmodified
 - Internal control over financial reporting:
 - Material weakness(es) identified? _____ Yes X No
 - Significant deficiency(ies) identified? _____ Yes X None reported
 - Noncompliance material to financial statements noted? _____ Yes X No
- State Awards
 - Internal control over major programs:
 - Material weakness(es) identified? _____ Yes X No
 - Significant deficiency(ies) identified that are not considered to be material weakness(es)? _____ Yes X None reported
 - Type of auditors' report issued on compliance for major programs: Unmodified
 - Any audit findings disclosed that are required to be reported in accordance with UGMS? _____ Yes X No
 - Identification of major programs:
 - HHS000288900007/-03 - STD/HIV Prevention
 - 608-21/22-2200000 - Tarrant Regional Auto Crimes Task Force
 - 212-21-220 - Indigent Defense Formula Grant
 - 582-20-13753/4-VW & 582-20-13775/6-VW & 582-20-14200-VW- TCEQ-Volkswagon Environmental Mitigation Program
 - 537-18-0013-00001-04/05 - State Services
 - Dollar threshold used to distinguish between type A and type B programs: \$300,000
 - Auditee qualified as low-risk auditee? _____ Yes X No

Section II—Financial Statements Findings

None reported.

Section III—Award Findings and Questioned Costs

None reported.



TARRANT COUNTY

**TARRANT COUNTY ADMINISTRATION BUILDING - ROOM 506
100 E. WEATHERFORD
FORT WORTH, TEXAS 76196-0103
817/884-1205
Fax 817/884-1104**

**S. RENEE TIDWELL, CPA
COUNTY AUDITOR
rtidwell@tarrantcounty.com**

**KIM BUCHANAN, CPA
FIRST ASSISTANT COUNTY AUDITOR
kmbuchanan@tarrantcounty.com**

**STATUS OF PRIOR YEAR FINDINGS (AS PREPARED BY COUNTY
MANAGEMENT) FOR THE YEAR ENDED SEPTEMBER 30, 2021**

2020-001 HHS000288900007 – STD/HIV Prevention

**Allowable Cost – Material Weakness in Controls over Compliance and
Material Noncompliance.**

Status – Corrected