

DEPARTMENT OF PUBLIC SAFETY & CORRECTIONS -
YOUTH SERVICES - OFFICE OF JUVENILE JUSTICE
STATE OF LOUISIANA



FINANCIAL AUDIT SERVICES
MANAGEMENT LETTER
ISSUED FEBRUARY 28, 2018

**LOUISIANA LEGISLATIVE AUDITOR
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Louisiana Legislative Auditor

Daryl G. Purpera, CPA, CFE



Department of Public Safety & Corrections -
Youth Services - Office of Juvenile Justice

February 2018

Audit Control # 80170138

Introduction

As a part of the Single Audit of the State of Louisiana (Single Audit) for the fiscal year ended June 30, 2017, we performed procedures at the Department of Public Safety & Corrections - Youth Services - Office of Juvenile Justice (OJJ) to determine whether OJJ has taken actions to correct the finding reported in the prior year.

OJJ is a component of the State of Louisiana created within the executive branch of government. OJJ serves youth who have been adjudicated delinquent or families in need of services. OJJ is responsible for youth assigned to its care by the court system, either for supervision or custody in residential placement or secure care. OJJ's mission is to protect the public by providing safe and effective individualized services to youth, who will become productive, law-abiding citizens.

Results of Our Procedures

Follow-up on Prior-year Findings

Our auditors reviewed the status of the prior-year finding, reported in the OJJ management letter dated December 7, 2016, related to a Failure to Establish Approved Rates for Residential Care Facilities. We determined that management has resolved this prior-year finding.

Federal Compliance - Single Audit of the State of Louisiana

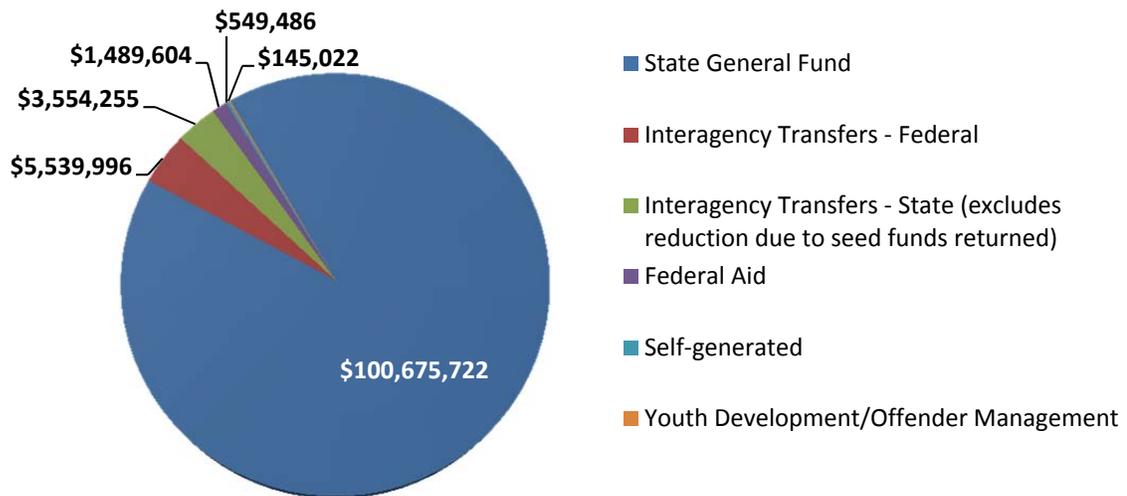
As a part of the Single Audit for the year ended June 30, 2017, we performed procedures as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) on information submitted by OJJ to the Division of Administration's Office of Statewide Reporting and Accounting Policy on the status of the prior-year findings for the preparation of the state's Summary Schedule of Prior Audit Findings.

Based on the results of these Single Audit procedures, OJJ's information submitted for the preparation of the state's Summary Schedule of Prior Audit Findings, as adjusted, is materially correct.

Trend Analysis

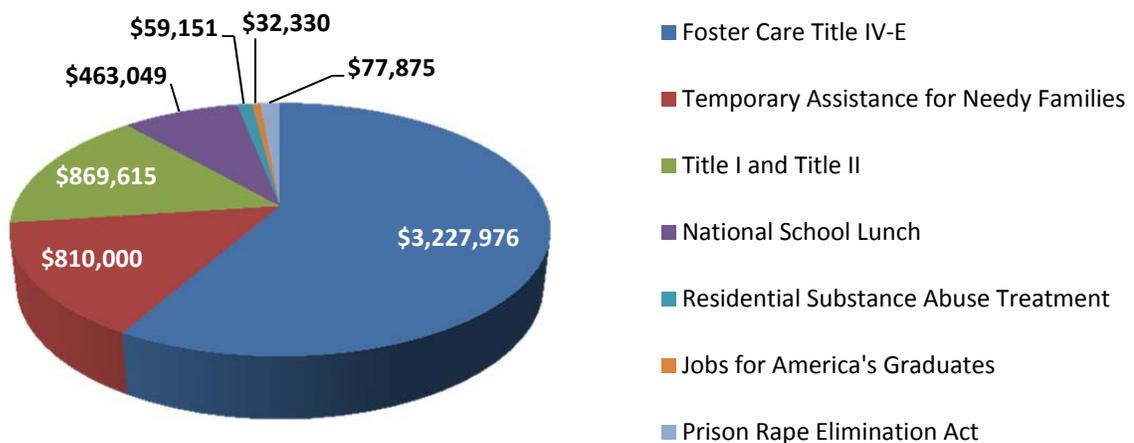
We prepared an analysis of OJJ revenues using the current-year Annual Fiscal Report and/or system generated reports. We found that of \$112 million in total revenue, OJJ received 89.9%, or \$100.7 million, in state General Fund appropriations. Of \$9.1 million in interagency revenues, \$5.5 million are federal funds received from other state agencies, of which 58.3%, or \$3.2 million, is for the Foster Care program.

Fiscal Year 2017 Revenue, by Source
Total: \$111,954,085



Source: Fiscal Year 2017 OJJ Annual Fiscal Report and Business Objects Report provided by agency

Fiscal Year 2017 IAT Federal Revenue, by Program
Total: \$5,539,996



Source: Fiscal Year 2017 OJJ Business Objects Report provided by agency

Under Louisiana Revised Statute 24:513, this letter is a public document, and it has been distributed to appropriate public officials.

Respectfully submitted,

A handwritten signature in blue ink that reads "Daryl G. Purpera". The signature is written in a cursive style with a large, stylized initial "D".

Daryl G. Purpera, CPA, CFE
Legislative Auditor

KJ:AD:WDG:EFS:aa

OJJ 2017

APPENDIX A: SCOPE AND METHODOLOGY

We performed certain procedures at the Department of Public Safety & Corrections - Youth Services - Office of Juvenile Justice (OJJ) for the period from July 1, 2016, through June 30, 2017, to determine whether OJJ has taken actions to correct the finding reported in the prior year. Our procedures, summarized below, are a part of the Single Audit of the State of Louisiana (Single Audit) for the year ended June 30, 2017.

- We performed procedures on the status of prior-year findings for the preparation of the State's Summary Schedule of Prior Audit Findings for the year ended June 30, 2017, as part of the 2017 Single Audit.
- We prepared an analysis of current-year revenues using OJJ's Annual Fiscal Reports and/or system-generated reports to identify trends.

The purpose of this report is solely to describe the scope of our work at OJJ and not to provide an opinion on the effectiveness of OJJ's internal control over financial reporting or on compliance. Accordingly, this report is not intended to be, and should not be, used for any other purposes.

We did not audit or review OJJ's Annual Fiscal Report, and accordingly, we do not express an opinion on that report. OJJ's accounts are an integral part of the State of Louisiana's financial statements, upon which the Louisiana Legislative Auditor expresses opinions.