

4099

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT

HOUMA-TERRIBONNE
HOUSING AUTHORITY

YEAR ENDED SEPTEMBER 30, 2003

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4-21-04

Houma-Terrebonne Housing Authority

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INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Houma-Terrebonne Housing Authority

We have audited the accompanying basic financial statements of Houma-Terrebonne Housing Authority as of and for the year ended September 30, 2003, as listed in the table of contents. These basic financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements 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. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Houma-Terrebonne Housing Authority as of September 30, 2003, and the changes in financial position and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

As described in Note A to the basic financial statements, The Authority adopted the provisions of Governmental Accounting Standards Board/Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - For State and Local Governments," as of October 1, 2002.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2003, on our consideration of the Authority's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. 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.

The Management's Discussion and Analysis on pages 5 to 11 is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures that consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and we express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of Housing-Terrace Housing Authority taken as a whole. The accompanying supplemental information on pages 34 through 42, including the schedule of expenditures of federal awards as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," and the Financial Data Schedule required by the U.S. Department of Housing and Urban Development, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Charlotte, North Carolina
December 17, 2003

Houma-Terrebonne Housing Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2003

(Unaudited)

Our discussion and analysis of the Houma-Terrebonne Housing Authority's financial performance provides an overview of the Authority's financial activities for the fiscal year ended September 30, 2003. Please read it in conjunction with the financial statements, which begin on page 12.

FINANCIAL HIGHLIGHTS

- The assets of the Authority exceeded its liabilities at September 30, 2003 by approximately \$4,585,808 (net assets), an increase of 34.8% from September 30, 2002.
- The Authority's unrestricted cash balance at September 30, 2003 was approximately \$1,115,000, representing an increase of approximately \$826,000, or 287.6%, from September 30, 2002.
- The Authority had total revenue of approximately \$4,019,000, including capital grants revenues of approximately \$1,467,000, and total expenses of approximately \$2,795,000 for the year ended September 30, 2003.
- Net assets increased by approximately \$1,654,000 for the year.
- The Authority's fixed asset additions for the year were approximately \$1,725,000.

USING THIS ANNUAL REPORT

This discussion and analysis is intended to serve as an introduction to the Authority's basic financial statements. The Authority's basic financial statements are comprised of two components: (1) fund financial statements, and (2) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. The Authority is a special-purpose government engaged only in business-type activities. Accordingly, only fund financial statements are presented as the basic financial statements.

The financial statements are designed to provide readers with a broad overview of the Authority's finances in a manner similar to a private sector business.

The balance sheet presents information on all of the Authority's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Authority is improving or deteriorating, or otherwise changing in a dramatic manner.

Houma-Terrebonne Housing Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED

September 30, 2000
(Unaudited)

The *statement of revenue, expense and changes in net assets* presents information detailing how the Authority's net assets changed during the fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., depreciation and earned but unused vacation leave).

The *statement of cash flows* provides information about the Authority's cash receipts and cash payments during the reporting period. The statement reports cash receipts, cash payments, and net changes in cash resulting from operations, investing, and financing activities.

These financial statements report on the functions of the Authority that are principally supported by intergovernmental revenues. The Authority's function is to provide decent, safe, and sanitary housing to low-income and special needs populations, which is primarily funded with grant revenue received from the U.S. Department of Housing and Urban Development (HUD).

MAJOR PROGRAMS

The Authority has many programs that are consolidated into a single enterprise fund. The major programs consist of the following:

Low- Income Public Housing - Under the Conventional Public Housing Program, the Authority rents units it owns to low-income families. The Conventional Public Housing Program is operated under an Annual Contribution Contract (ACC) with HUD, and HUD provides an Operating Subsidy to enable the Authority to provide housing at a rent that is based upon 30% of adjusted gross household income.

Comprehensive Grant Program (CGP) - The Conventional Public Housing Program also included the CGP, which was the primary funding source for physical and management improvements to the Authority's properties until the Capital Fund Program replaced this program in federal fiscal year 2000. CGP funding was based on a formula allocation that took into consideration the size and age of the Authority's housing stock.

Capital Fund Program (CFP) - As noted above, CFP is the current primary funding source for the Authority's physical and management improvements. While the formula funding methodology used for the CGP was revised for the CFP, funds are still provided by formula allocation and based on size and age of the Authority's units.

Harris-Terrebonne Housing Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED

September 30, 2003

(Unaudited)

FINANCIAL ANALYSIS

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Authority has only one fund type, namely an enterprise fund which is a proprietary fund type. The financial statements can be found on pages 12 through 16 of this report.

Notes to the Financial Statements

Notes provide additional information essential to a full understanding of the data provided in the financial statements. Notes to the financial statements can be found on pages 17 through 27 of this report.

Houma-Terrebonne Housing Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED

September 30, 2003

(Unaudited)

Balance Sheet

The following table represents a condensed Balance Sheet as of September 30, 2003:

Current assets	\$ 4,443,670
Fixed assets	<u>3,591,484</u>
Total Assets	\$ 7,997,154
Current liabilities	\$ 3,388,079
Long-term liabilities	<u>22,673</u>
Total Liabilities	<u>3,411,752</u>
Net assets:	
Invested in capital assets	3,591,484
Unrestricted net assets	<u>1,033,918</u>
Total Net Assets	<u>4,585,402</u>
Total Liabilities and Net Assets	\$ 7,997,154

Fiscal year 2003 is the first year the Authority has implemented Governmental Accounting Standards Board (GASB) Statement No. 34; accordingly, a comparative analysis of current and prior year balances is not included. However, such an analysis will exist in subsequent years.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Authority, assets exceeded liabilities by approximately \$4,585,402 at September 30, 2003.

By far the largest portion of the Authority's net assets reflects its investments in capital assets (e.g., buildings, machinery, and equipment). The Authority uses these capital assets to provide housing services to residents; consequently, these assets are not available for future spending. The unrestricted net assets of the Authority are available for future use to provide program services.

Housa-Tennessen Housing Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED

September 30, 2005

(Unaudited)

Statement of Revenues, Expenses, and Changes in Net Assets

The following table reflects the condensed Statement of Revenues, Expenses, and Changes in Net Assets for the year ended September 30, 2005.

Program revenue	\$ 4,532,340
Other revenue	<u>194,287</u>
Total Revenue	<u>4,726,627</u>
Operating expenses	2,128,840
Depreciation expense	<u>668,258</u>
Total Expenses	<u>2,797,098</u>
Net Increase	<u>\$ 1,929,529</u>

The net assets of the Authority decreased by approximately \$1,624,808 during the year ended September 30, 2005. The Authority's revenues are largely governmental revenues received from cost reimbursement grants. The Authority draws down monies from the grants' awards for allowable program expenses, except for non-cash transactions, such as depreciation expense and charges in compensated absences. The Authority's governmental revenues and charges for services were sufficient to cover all expenses incurred during the year.

Houma-Terrebonne Housing Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED

September 30, 2003

(Unaudited)

CAPITAL ASSETS

As of September 30, 2003, the Authority's investment in capital assets for its business-type activities was approximately \$1,551,000 (net of accumulated depreciation) as reflected in the following schedule.

Land	\$	356,728
Buildings and improvements		18,896,607
Furniture and equipment - dwelling		542,370
Furniture and equipment - administrative		496,710
Leasehold improvements		1,867,583
Construction in progress		473,352
Accumulated depreciation		<u>(18,241,305)</u>
Total	\$	<u>1,551,004</u>

Major capital asset purchases during the year ended September 30, 2003 include dwelling structure improvements.

Additional information on the Authority's capital assets can be found in Note F on page 24 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Authority is primarily dependent upon HUD for the funding of operations; therefore, the Authority is affected more by the Federal budget than by local economic conditions. The budgets for 2003-2004 have already been approved by HUD.

Houma-Terrebonne Housing Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED

September 30, 2015
(Unaudited)

FUTURE EVENTS THAT WILL FINANCIALLY IMPACT THE AUTHORITY

Approximately 75% of the Authority's revenues come from governmental grants. The Authority is engaged in a comprehensive redevelopment project that encompasses its Square Circle community. This redevelopment project requires the demolition of 64 low-income housing units, the rehabilitation of 60 buildings and the conversion of 35 buildings to 18 larger units, resulting in a net loss of 72 units, or approximately 13% of the Authority's housing portfolio.

CONTACTING THE AUTHORITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Authority's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Executive Director, Houma-Terrebonne Housing Authority, 7491 Park Avenue, Houma, LA 70363, or call (883) 878-4735.

Houma Terrebonne Housing Authority

BALANCE SHEET

September 30, 2003

ASSETS

Current Assets

Cash and cash equivalents - unrestricted	\$ 1,113,087
Cash and cash equivalents - restricted	90,334
Investments	2,790,688
Accounts receivable - tenants	1,050
Accounts receivable - HUD	367,138
Accrued interest receivable	3,289
Prepaid expenses	138,280
	<hr/>
Total Current Assets	4,445,670

Fixed Assets

Land	556,728
Buildings and improvements	18,886,047
Furniture, equipment and machinery - dwelling	542,370
Furniture, equipment and machinery - administration	466,710
Leasehold improvements	1,887,583
Construction in progress	473,152
	<hr/>
	22,792,790
Less: Accumulated depreciation	(19,241,386)

Total Fixed Assets 3,551,404

Total Assets \$ 7,997,154

See notes to financial statements

Hours-Terrebonne Housing Authority

BALANCE SHEET - CONTINUED

September 30, 2003

LIABILITIES AND NET ASSETS

Current Liabilities	
Accounts payable	\$ 494,639
Accounts payable - HUD	60,437
Accrued expenses	97,414
Deferred revenue	2,677,440
Accrued compensated absences - current portion	7,891
Tenant security deposits/escrow deposits	<u>93,738</u>
Total Current Liabilities	3,388,099
Long-Term Liabilities	
Accrued compensated absences - net of current portion	<u>23,633</u>
Total Liabilities	<u>3,411,732</u>
Net Assets	
Invested in capital assets	3,351,484
Unrestricted	<u>1,633,918</u>
Total Net Assets	<u>4,985,402</u>
Total Liabilities and Net Assets	<u>\$ 7,997,134</u>

See notes to financial statements

Huam-Terrebonne Housing Authority

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS

For the year ended September 30, 2003

Operating Revenues	
Dwelling rent	\$ 808,783
Operating subsidy and grant revenue	3,213,557
Interest income	4,960
Other income	<u>191,327</u>
Total Operating Revenue	<u>4,418,627</u>
Operating Expenses	
Administrative	471,604
Tenant services	26,003
Utilities	363,517
Ordinary maintenance and operations	486,666
Protective services	30,748
General	283,802
Depreciation	<u>608,208</u>
Total Operating Expense	<u>2,794,908</u>
Net Income	<u>1,623,719</u>
Net Assets - Beginning	<u>2,967,683</u>
Net Assets - Ending	<u>\$ 4,591,402</u>

See notes to financial statements

Houma-Terrebonne Housing Authority

STATEMENT OF CASH FLOWS

For the year ended September 30, 2003

Cash flows from operating activities	
Dwelling rent receipts	\$ 862,531
Operating subsidy and grant receipts	6,078,911
Other income receipts	164,584
Interest income receipts	1,671
Total receipts	<u>7,087,697</u>
Administrative expenses paid	539,543
Tenant services expenses paid	86,089
Utilities expenses paid	799,525
Ordinary maintenance and operations expenses paid	345,182
Protective services expenses paid	30,748
General expenses paid	74,186
Total disbursements	<u>1,887,283</u>
Net cash provided by operating activities	<u>5,240,414</u>
Cash flows from investing activities	
Increase in investments	(2,694,688)
Fixed asset additions	<u>(1,725,088)</u>
Net cash used by investing activities	<u>(4,419,776)</u>
NET INCREASE (DECREASE) IN CASH	820,714
Cash and cash equivalents, beginning	<u>342,191</u>
Cash and cash equivalents, ending	<u>\$ 1,163,385</u>

(Continued)

Houma-Terrebonne Housing Authority

STATEMENT OF CASH FLOWS - CONTINUED

For the year ended September 30, 2003

Reconciliation of net income to net cash provided by operating activities	
Net income (loss)	<u>\$ 1,623,719</u>
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	688,768
Changes in asset and liability accounts	
(Increase) decrease in assets	
Accounts receivable - tenants	3,592
Accounts receivable - HUD	120,253
Interest receivable	(3,289)
Prepaid expenses	(52,617)
Increase (decrease) in liabilities	
Accounts payable	364,736
Accounts payable - HUD	(58,358)
Accrued wages/taxes payable	3,279
Settlements, judgments and contingencies	(133,408)
Accrued expenses	13,182
Trust security deposits	(5,622)
Deferred revenue	3,666,177
Accrued compensated absences	<u>3,792</u>
Total adjustments	<u>3,618,691</u>
Net cash provided by operating activities	<u>\$ 5,242,410</u>

See notes to financial statements

Houma-Terrebonne Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS

September 30, 2003

NOTE A - ORGANIZATION

Organization

The Houma-Terrebonne Housing Authority (the "Authority") was created by Act 88 of the 2001 Regular Session of the Louisiana Legislature and is the successor to the Housing Authority of the City of Houma. The Authority, a public corporate body, was organized solely for the purpose of providing decent, safe and sanitary dwelling accommodations for persons of low income.

The Authority is engaged in the acquisition, modernization and administration of low-cost housing. In addition, the Authority has administrative responsibility for various other community development programs whose primary purpose is the development of viable urban communities by providing decent housing, a suitable living environment and economic opportunities principally for persons of low and moderate incomes.

The Authority is administered by a five-member governing Board of Commissioners (the "Board"), whose members are appointed by the President of the Terrebonne Parish Consolidated Government. At least one commissioner appointed shall be a resident living in a housing development property operated by the Authority. Each member serves a five-year term on a rotating basis. Board members do not receive compensation for their service to the Authority.

A significant amount of the Authority's revenue is derived from subsidy contracts with the U.S. Department of Housing and Urban Development ("HUD"). The Annual Contributions Contracts entered into by the Authority and HUD provide operation subsidies for Authority-owned public housing facilities and housing assistance payments for eligible individuals. As of September 30, 2003, the Authority operates 680 public housing units. The Authority also participates in HUD's Comprehensive Grant/Capital Fund and Drug Elimination Programs.

Reporting Entity

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the Authority is legally separate and fiscally independent, the Authority is a separate governmental reporting entity.

Houma-Terrebonne Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2003

NOTE A - ORGANIZATION (Continued)

The Authority is a related organization of the Terrebonne Parish Consolidated Government since its President appoints a voting majority of the Authority's governing board. The Terrebonne Parish Consolidated Government is not financially accountable for the Authority as it cannot impose its will on the Authority and there is no potential for the Authority to provide financial benefits to, or impose financial burdens on, the Terrebonne Parish Consolidated Government. Accordingly, the Authority is not a component unit of the financial reporting entity of the Terrebonne Parish Consolidated Government.

The Authority includes all funds, account groups, activities, et cetera, that are within the oversight responsibility of the Authority.

Certain units of local government over which the Authority exercises no oversight responsibility, such as the parish police jury, school board, and municipalities within the parish, are excluded from the accompanying financial statements. These units of government are considered separate reporting entities and issue financial statements separate from those of the Authority. In addition, the accompanying financial statements do not include any various tenant associations that may exist, which are legally separate entities.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Base Of Presentation

In accordance with both the Louisiana State Reporting Law (LS-R.S.24:514) and the uniform financial reporting standards for HUD housing programs, the accompanying financial statements of the Authority have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

Fund Accounting

The Authority uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

Huama-Terrebonne Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2003

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Based upon compelling reasons offered by the U.S. Department of HUD, the Authority reports under the governmental proprietary fund type (enterprise fund). Enterprise funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. The focus for enterprise funds is an income measurement, which, together with the maintenance of equity, is an important financial indicator.

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

All proprietary funds are accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary funds use the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred.

GASB Statement No. 34

Effective for the year ended September 30, 2003, the Authority adopted GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. The primary changes to the Authority’s reporting are:

- Fund Equity that had been classified as contributed capital and retained earnings is now reported as Net Assets and classified as either (a) invested in capital assets, net of related debt, (b) restricted net assets, or (c) unrestricted net assets.
- The financial statements of the primary government must be shown separate from the financial statements of any component units.
- Management is required to present a discussion and analysis, which accompanies the financial statements.

Hoama-Terrebonne Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2009

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets

The Authority is required by its HUD Annual Contributions Contracts to adopt annual budgets for the Low-Rent Housing Program. Annual budgets are not required for Capital Grant Program, Capital Fund Program or Drug Elimination Program grants as their budgets are approved for the length of the project. Both annual and project length budgets require greater approval.

The Authority is under a limited budget review from HUD with the control category of total operating expenditures. If there are no overruns of the total operating expenditures, then HUD does not require budget revisions other than when there are substantial additions to nonrecurring expenditures.

The budget is prepared on a statutory (HUD) basis and does not contain a provision for uncollectible tenant receivables or depreciation.

Encumbrances

The Authority does not utilize encumbrance accounting.

Cash And Cash Equivalents

Cash and cash equivalents includes amounts in demand deposits, interest-bearing demand deposits, and time deposits and other investments with original maturities of 90 days or less. Under state law, the Authority may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

Investments

Investments are limited by R.S. 33:2915 and the Authority's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are carried at fair market value.

Huana-Tararua Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2003

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These interfund receivables and payables have been eliminated in the combined balance sheet.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Fixed Assets

Land, buildings, furniture, equipment, machinery and leasehold improvements are carried at historical costs. Donated assets are recorded at fair market value at the date of donation. Depreciation is recorded on the straight-line method over the following estimated useful lives:

Buildings	15 years
Building improvements	15 years
Furniture, equipment and machinery	1 - 7 years
Leasehold improvements	15 years

Deferred Revenues

The Authority reports deferred revenues on its balance sheet. Deferred revenues arise when resources are received by the Authority before it has legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the Authority has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

Compensated Absences

The Authority employees accrue personal leave, or compensated absences, by a prescribed formula based on length of service.

Home-Townhome Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2003

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

NOTE C - CASH AND CASH EQUIVALENTS

It is the Authority's policy for deposits to be secured by collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The Authority's deposits are categorized to give an indication of the level of risk assumed by the Authority. The categories are described as follows:

- Category 1 - Insured or collateralized with securities held by the Authority or by its agent in the Authority's name.
- Category 2 - Collateralized with securities held by the pledging financial institution's trust department or agent in the Authority's name.
- Category 3 - Uncollateralized, which includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the Authority's name.

Cash balances at September 30, 2003, categorized by level of risk, were as follows:

Cash Balances				
Category				
1	2	3	Total	Carrying Amount
\$ 1,502,823	\$ -	\$ -	\$ 1,502,823	\$ 1,163,305

Houma-Terrebonne Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2003

NOTE C - CASH AND CASH EQUIVALENTS (Continued)

Cash and cash equivalents are reported on the balance sheet as follows:

Cash and cash equivalents - unrestricted	\$ 1,113,967
Cash and cash equivalents - restricted	<u>48,218</u>
Total cash and cash equivalents	<u>\$ 1,162,185</u>

Even though pledged securities would be considered uncollateralized (Category 3) under the provisions of GASB Statement 3, R.S. 38:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Authority that the fiscal agent has failed to pay deposited funds upon demand.

NOTE D - INVESTMENTS

Investments are categorized into these three categories of credit risk:

1. Issued or registered, or securities held by the Authority or its agent in the Authority's name
2. Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the Authority's name
3. Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the Authority's name

At fiscal year-end, the Authority's investment balances were as follows:

Type of Investment	Category			Carrying Amount	Cost
	1	2	3		
Certificate of deposit or federally insured depository	<u>\$ 1,794,688</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,794,688</u>	<u>\$ 1,782,472</u>

Hoama-Terrebonne Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2003

NOTE E - RECEIVABLES

The receivables at September 30, 2003, are as follows:

<u>Class of Receivables</u>	<u>Low Rent</u>	<u>Comprehensive Grant Programs</u>	<u>Capital Fund Programs</u>	<u>Total</u>
Local sources:				
Tenants	\$ 31,900	\$ -	\$ -	\$ 31,900
Less allowance for doubtful accounts	(30,880)	-	-	(30,880)
	1,020	-	-	1,020
Federal sources:				
Due from HUD	120,095	-	347,843	367,138
Total	\$ 121,115	\$ -	\$ 347,843	\$ 368,188

NOTE F - FIXED ASSETS

The changes in fixed assets follow:

	<u>Balance</u> <u>Jan. 30, 2002</u>	<u>Additions</u>	<u>Reclassifications</u>	<u>Deletions</u>	<u>Balance</u> <u>Sep. 30, 2003</u>
Land	\$ 256,738	\$ -	\$ -	\$ -	\$ 256,738
Buildings and improvements	17,088,811	913,138	-	-	18,001,949
Furniture, equipment and machinery:					
Housing	462,867	111,233	-	(271,238)	302,862
Administration	340,291	65,813	-	(111,988)	294,116
Leasehold improvements	1,867,561	-	-	-	1,867,561
Construction in progress	-	473,133	-	-	473,133
Total	20,345,207	1,743,274	-	(383,226)	21,705,255
Accumulated depreciation:	(8,855,552)	(654,138)	-	91,138	(9,418,552)
Fixed assets - net	\$ 11,489,655	\$ 1,089,136	\$ -	\$ -	\$ 12,578,703

Housa-Terrebonne Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2003

NOTE G - RETIREMENT SYSTEMS

The Authority provides retirement benefits for all of its full-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. Employees are eligible to participate after a six month exclusionary period. The employee may contribute 7% and the Authority contributes 3% of the participating employee's base salary each month. The Authority's contributions for each employee, and interest allocated to the employee's account, are vested after 3 years of participation.

The Authority's total payroll during the year ended September 30, 2003 was approximately \$353,600. The Authority's contributions were calculated using the base salary amount of approximately \$92,800. Contributions to the plan were \$2,762 and \$1,684 by the employees and the Authority, respectively.

NOTE H - ACCOUNTS PAYABLE AND ACCRUED EXPENSES

Accounts payable and accrued expenses at September 30, 2003, are as follows:

	Low Rent	Comprehensive Grant Program	Capital Fund Program	Total
Accounts payable				
Vendors	\$ 271,287	\$ -	\$ 223,352	\$ 494,639
HUD	60,437	-	-	60,437
	<u>331,724</u>	<u>-</u>	<u>223,352</u>	<u>555,096</u>
Accrued expenses				
Payroll	11,094	-	-	11,094
Accrued utilities	76,120	-	-	76,120
	<u>87,214</u>	<u>-</u>	<u>-</u>	<u>87,214</u>
Total	<u>\$ 428,938</u>	<u>\$ -</u>	<u>\$ 223,352</u>	<u>\$ 652,290</u>

House-Terrebonne Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2003

NOTE I - DEFERRED REVENUE

Deferred revenue as of September 30, 2003 was \$2,677,448.

NOTE J - INTERFUND ASSETS/LIABILITIES

Interfund receivables and payables that have been eliminated in the combined balance sheet as of September 30, 2003 were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Low-cost	Capital Fund Program	\$ 20,891

NOTE K - RISK MANAGEMENT

The authority is subject to the normal risks associated with rental and business activities and purchases insurance to protect against the risk of loss.

NOTE L - LITIGATION AND CLAIMS

During the year ended September 30, 2003, a lawsuit filed against the Authority was resolved for \$88,408 less than had been accrued as an estimate of the potential liability. This amount has been included in other income on the accompanying financial statements.

NOTE M - FEDERAL COMPLIANCE CONTINGENCIES

The Authority is subject to possible examinations made by federal regulators who determine compliance with terms, conditions, laws and regulations governing grants given to the Authority in the current and prior years. These examinations may result in required refunds by the Authority to federal grantors and/or program beneficiaries.

NOTE N - ECONOMIC DEPENDENCY

The Authority is economically dependent upon annual contributions and grants from HUD. For the year ended September 30, 2003, HUD provided approximately 77% of the Authority's revenue.

Wawa-Terrebonne Housing Authority

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 2003

NOTE D - CONSTRUCTION AGREEMENT

The Authority has entered into a contract with Horrell Technology Incorporated to perform independent contractor and consultant services in conjunction with the demolition, conversion and rehabilitation of housing units. The contract amounts to \$7,141,131. As of December 31, 2000, \$479,152 has been incurred and \$233,102 remains payable.



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL
CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

To the Board of Directors
Houma-Terrebonne Housing Authority

We have audited the financial statements of Houma-Terrebonne Housing Authority as of and for the year ended September 30, 2003, and have issued our report thereon dated December 17, 2003. 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.

Compliance

As part of obtaining reasonable assurance about whether Houma-Terrebonne Housing Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Houma-Terrebonne Housing Authority's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements 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.

This report is intended solely for the information and use of the Board of Commissioners, management and federal awarding agencies and pass-through entities and is not intended to be used should not be used by anyone other than these specified parties.

Reginald F. Little, III

Charlotte, North Carolina
December 17, 2003



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Directors
Houma-Terrebonne Housing Authority

Compliance

We have audited the compliance of Houma-Terrebonne Housing Authority with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended September 30, 2005. Houma-Terrebonne Housing Authority's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Houma-Terrebonne Housing Authority's management. Our responsibility is to express an opinion on Houma-Terrebonne Housing Authority's compliance based on our audit.

We conducted our audit 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 OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Those standards and OMB Circular A-133 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 federal program occurred. An audit includes examining, on a test basis, evidence about Houma-Terrebonne Housing Authority'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. Our audit does not provide a legal determination on Houma-Terrebonne Housing Authority's compliance with these requirements.

In our opinion, Houma-Terrebonne Housing Authority complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 2005.

Internal Control Over Compliance

The management of Housing-Terrebonne Housing Authority is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Housing-Terrebonne Housing Authority's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control 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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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 compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board of Commissioners, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.



Charlotte, North Carolina
December 17, 2009

Houma-Terrebonne Housing Authority
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended September 30, 2003

Summary of Auditors' Results

1. The auditors' report expresses an unqualified opinion on the basic financial statements of Houma-Terrebonne Housing Authority.
2. No reportable conditions were identified during the audit of the basic financial statements.
3. No instances of noncompliance material to the basic financial statements of Houma-Terrebonne Housing Authority were disclosed during the audit.
4. No reportable conditions were identified during the audit of the major federal award programs.
5. The auditors' report on compliance for the major federal award programs for Houma-Terrebonne Housing Authority expresses an unqualified opinion.
6. The programs tested as major programs include:
 - + CFDA #14.850 Low Rent Public Housing-Operating Subsidy
 - + CFDA #14.872 Public Housing Capital Fund Program
7. The threshold for distinguishing Type A and B programs was \$100,000.
8. Houma-Terrebonne Housing Authority was not determined to be a low-risk auditee.

Housa-Tenbrunsel Housing Authority
SCHEDULE OF FISCAL YEAR AUDIT FINDINGS

Year ended September 30, 2005

Fiscal Year Finding Initially Reported	Description of Finding	Corrective Action Taken	Planned Corrective Action or Partial Corrective Action Taken
Section I - Internal Control and Compliance Material to the Financial Statements			
(3)	2000 SECURITY DEVICES Certain security systems were not functioning properly.	YES	
Section II - Internal Control and Compliance Material to Federal Awards			
34	2000 PREVAILING WAGE RATES (DAVIS BACON ACT) The Housing Authority could not produce any evidence of its monitoring of contractor's compliance with the WDA determined wage rates in the contract.	YES	
1	2000 TENANT WAITING LIST The Housing Authority did not have adequate internal control over tenant admission process to insure that sufficient documentation of compliance with its established policies was maintained.	YES	

SUPPLEMENTAL INFORMATION

Home Development Housing Authority

FINANCIAL DATA SUBMISSION SUMMARY
COMBINING BALANCE SHEET ACCOUNTS

September 30, 2008

	Local Gov	CFP	CFP	Wing	TOTAL
	1,000	0000	14,000	0000	
ASSETS					
CURRENT ASSETS					
Cash					
Cash - restricted	\$ 1,014,000	\$ -	\$ -	\$ -	\$ 1,014,000
Cash - unrestricted deposits	16,700	-	-	-	16,700
Cash Total	<u>1,030,700</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,030,700</u>
Accounts payable/receivable					
Accounts receivable - HUD - other projects	1,000,000	-	84,000	-	1,084,000
Accounts receivable - customer - affordable housing	16,000	-	-	-	16,000
Accounts receivable - HUD - affordable housing - affordable housing	1,000,000	-	-	-	1,000,000
Accounts receivable - HUD - affordable housing	16,000	-	-	-	16,000
Accounts receivable - HUD - affordable housing	16,000	-	1,000	-	17,000
Cash receivable - net	<u>1,034,000</u>	<u>-</u>	<u>85,000</u>	<u>-</u>	<u>1,119,000</u>
Other investments					
Investments - restricted	1,000,000	-	-	-	1,000,000
Investments - restricted	-	-	85,000	-	85,000
Other current assets	-	-	-	-	-
Capital surplus and other items	1,100,000	-	-	-	1,100,000
Other, restricted assets	<u>1,100,000</u>	<u>-</u>	<u>85,000</u>	<u>-</u>	<u>1,185,000</u>
NON-CURRENT ASSETS					
Fixed assets					
Land	100,000	-	-	-	100,000
Buildings	10,000,000	10,000	100,000	-	10,110,000
Equipment, equipment & machinery - building	400,000	-	100,000	-	500,000
Equipment, equipment & machinery - administrative	200,000	10,000	100,000	-	310,000
Accumulated depreciation	(1,000,000)	(1,000)	(100,000)	-	(1,101,000)
Construction in progress	100,000	-	100,000	-	200,000
Accumulated depreciation	(1,000,000)	(10,000)	(100,000)	-	(1,110,000)
Fixed investments - net	<u>1,000,000</u>	<u>9,000</u>	<u>100,000</u>	<u>-</u>	<u>1,109,000</u>
TOTAL ASSETS	\$ 1,030,700	\$ 16,000	\$ 1,000,000	\$ -	\$ 2,046,700

Housa-Terribona Housing Authority

FINANCIAL DATA SUBMISSION SUMMARY
COMBINED BALANCE SHEET ACCOUNTS

September 30, 2003

	Line Item	EXP	EXP	EXP	EXP	TOTAL
	0-000	1-000	2-000	3-000	4-000	5-000
LIABILITIES AND NET ASSETS						
LIABILITIES						
CURRENT LIABILITIES						
Accounts payable - all types	\$ 55,000	\$ -	\$ 55,000	\$ -	\$ -	\$ 110,000
Accounts payable/retentionable	2,000	-	-	-	-	2,000
Accounts receivable/charges - current	700	-	-	-	-	700
Accounts payable - BLA/PHA programs	46,600	-	-	-	-	46,600
Tenant security deposits	30,000	-	-	-	-	30,000
Deferred income	1,800,000	-	170,000	-	-	1,970,000
Accounts payable - other	75,000	-	-	-	-	75,000
Unexpended checks	-	-	20,000	-	-	20,000
TOTAL CURRENT LIABILITIES	1,870,300	-	1,720,000	-	-	3,590,300
NON-CURRENT LIABILITIES						
Accounts receivable/charges - non-current	20,000	-	-	-	-	20,000
TOTAL NON-CURRENT LIABILITIES	20,000	-	-	-	-	20,000
TOTAL LIABILITIES	1,890,300	-	1,720,000	-	-	3,610,300
NET ASSETS						
Investments capital assets, net of related debt	2,800,000	72,000	1,000,000	-	-	3,600,000
Unrestricted net assets	800,000	-	-	-	-	800,000
TOTAL NET ASSETS	3,600,000	72,000	1,000,000	-	-	5,072,000
TOTAL LIABILITIES AND NET ASSETS	\$ 5,490,300	\$ 72,000	\$ 2,720,000	\$ -	\$ -	\$ 8,282,300

State Finance Board Activity

FINANCIAL STATEMENT SUMMARY
COMBINED INCORPORATED ACCOUNTS

Year ended September 30, 2004

	2004 Actual	2003 Actual	2002 Actual	2001 Actual	2000 Actual
ASSETS					
Current Assets					
Cash	\$ 49,964	\$ -	\$ -	\$ -	\$ 49,964
Trade Receivable	1,400	-	-	-	1,400
Prepaid Expenses	28,500	-	-	-	28,500
Investment Assets	1,000,000	1,000,000	1,000,000	-	1,000,000
Accounts Receivable - Unsettled	1,000	2,000	(2,000)	-	1,000
Accounts Receivable - Settled	10,000	-	-	-	10,000
Total Current Assets	<u>1,119,464</u>	<u>1,002,000</u>	<u>1,000,000</u>	<u>-</u>	<u>1,119,464</u>
Fixed Assets					
Investment Assets	20,000	200	200	-	20,000
Equipment	10,000	-	-	-	10,000
Capital Improvements - Buildings	10,000	-	-	-	10,000
Capital Improvements - Equipment	10,000	1,000	1,000	-	10,000
Total Fixed Assets	<u>50,000</u>	<u>1,200</u>	<u>2,200</u>	<u>-</u>	<u>50,000</u>
Other Assets					
Trade Payable - Other	5,000	-	-	-	5,000
Accounts Payable	10,000	-	10,000	-	10,000
Accounts Receivable - Other Parties	10,000	-	-	-	10,000
Accounts Payable - Other Parties	1,000	-	-	-	1,000
Due From/To Other Parties	1,000	-	2,000	-	1,000
Total Other Assets	<u>28,000</u>	<u>-</u>	<u>12,000</u>	<u>-</u>	<u>28,000</u>
Total	<u>\$1,197,464</u>	<u>\$1,003,200</u>	<u>\$1,014,200</u>	<u>\$-</u>	<u>\$1,197,464</u>
Liabilities					
Accounts Payable	10,000	-	-	-	10,000
Due To Other Parties	10,000	-	-	-	10,000
Due From Other Parties	10,000	-	-	-	10,000
Total Liabilities	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,000</u>
Equity					
Retained Earnings	1,167,464	1,003,200	1,014,200	-	1,167,464
Total Equity	<u>1,167,464</u>	<u>1,003,200</u>	<u>1,014,200</u>	<u>-</u>	<u>1,167,464</u>
Total Liabilities and Equity	<u>\$1,197,464</u>	<u>\$1,003,200</u>	<u>\$1,014,200</u>	<u>\$-</u>	<u>\$1,197,464</u>
LIABILITIES AND EQUITY					
Liabilities					
Accounts Payable	10,000	-	-	-	10,000
Due To Other Parties	10,000	-	-	-	10,000
Due From Other Parties	10,000	-	-	-	10,000
Total Liabilities	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,000</u>
Equity					
Retained Earnings	1,167,464	1,003,200	1,014,200	-	1,167,464
Total Equity	<u>1,167,464</u>	<u>1,003,200</u>	<u>1,014,200</u>	<u>-</u>	<u>1,167,464</u>
Total Liabilities and Equity	<u>\$1,197,464</u>	<u>\$1,003,200</u>	<u>\$1,014,200</u>	<u>\$-</u>	<u>\$1,197,464</u>

Housa-Tenobase Housing Authority

STATEMENT OF EXPENDITURES OF FEDERAL FINANCIAL AWARDS

Year ended September 30, 2003

	<u>Type</u>	<u>Federal CFDA #</u>	<u>Expenditures</u>
U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT:			
Public Housing			
Operating Subsidy	A - Major	14.838	\$ 1,399,603
Comprehensive Grant Program	B - Nonmajor	14.839	19,078
Capital Fund program	A - Major	14.872	<u>1,814,836</u>
TOTAL FEDERAL FINANCIAL AWARDS			<u>\$ 3,213,517</u>

Housa-Tireehouse Housing Authority

PUBLIC HOUSING BUDGET VS. ACTUAL COMPARISON

Year ended September 30, 2003

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:			
Net tenant rental revenue	\$ 1,642,955	\$ 908,750	\$ (734,172)
HUD PHA grants	1,258,387	1,399,600	141,213
Investment income - unrestricted	12,940	4,960	(7,980)
Other revenue	<u>58,360</u>	<u>191,327</u>	<u>132,967</u>
TOTAL REVENUES	<u>2,972,642</u>	<u>2,504,637</u>	<u>(468,005)</u>
OPERATING EXPENSES:			
Administrative	415,620	371,228	44,392
Tenant services	325,519	75,284	250,235
Utilities	729,073	763,817	(34,744)
Ordinary maintenance & operation	573,546	485,484	88,062
Protective services	128,000	1,400	126,600
General expenses	251,961	283,800	(31,841)
Nonroutine maintenance	<u>78,530</u>	<u>-</u>	<u>78,530</u>
TOTAL OPERATING EXPENSES BEFORE DEPRECIATION	<u>2,904,769</u>	<u>1,981,013</u>	<u>923,756</u>
NET OPERATING INCOME BEFORE DEPRECIATION	<u>\$ 68,873</u>	<u>\$ 523,624</u>	<u>\$ 454,751</u>
DEPRECIATION EXPENSE NOT BUDGETED		<u>597,591</u>	
NET OPERATING LOSS AFTER DEPRECIATION		<u>\$ (74,967)</u>	

Bayana-Terehoma Housing Authority

STATEMENT OF COMPREHENSIVE GRANT AND
CAPITAL FUND COSTS - UNCOMPLETED

Year ended September 30, 2005

	Capital Fund Program LA-4890001-00	Capital Fund Program LA-4890001-01	Capital Fund Program LA-4890001-02	Capital Fund Program LA-4890001-03	Capital Fund Program LA-4890001-04	Capital Fund Program LA-4890001-05
Funds approved	\$ 115,000	\$ 1,100,000	\$ 810,000	\$ -	\$ 801,500	\$ 4,150,000
Funds on hand	115,000	700,000	88,000	-	7,700	979,000
Income of funds approved	\$ -	\$ 1,000,000	\$ 750,000	\$ -	\$ 814,700	\$ 1,154,700
Funds advanced	\$ 115,000	\$ 1,000,000	\$ 140,400	\$ -	\$ -	\$ 750,400
Program income - interest	-	1,110	1,700	-	-	-
Funds on hand	115,000	1,001,100	300,000	301,000	-	152,100
Income funds advanced (interest)	\$ -	\$ 400,000	\$ 88,000	\$ 360,000	\$ 7,700	\$ 1,034,400