

**Schedule C**  
**HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCES**  
**BUDGET (GAAP Basis) & ACTUAL - GENERAL & DEBT SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995**

Revenue	General Fund						1995
	Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual- Budget Basis	Variance- Favorable {Unfavorable}	Actual GAAP Basis	
<b>RENTAL INCOME:</b>							
Dwelling Rent	\$119,010.00	\$120,764.12		\$120,764.12	(\$1,754.12)		0.00
Excess Utilities			0.00	120,764.12	(1,754.12)		0.00
<b>Total Rental Income</b>	<b>119,010.00</b>	<b>120,764.12</b>	<b>0.00</b>	<b>120,764.12</b>	<b>(1,754.12)</b>		<b>0.00</b>
<b>NON-RENTAL INCOME:</b>							
Interest on General Funds	1,300.00	1,219.53		1,219.53	80.47		
Other	5,330.00	6,010.82		6,010.82	(680.82)		
<b>Total Non-rental Income</b>	<b>6,630.00</b>	<b>7,230.35</b>	<b>0.00</b>	<b>7,230.35</b>	<b>(600.35)</b>		<b>0.00</b>
<b>OTHER INCOME:</b>							
Intergovernmental							
<b>Total Other Income</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		<b>0.00</b>
<b>TOTAL REVENUE</b>	<b>\$125,640.00</b>	<b>\$127,994.47</b>	<b>\$0.00</b>	<b>\$127,994.47</b>	<b>(\$2,354.47)</b>		<b>\$0.00</b>

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

**I. INVENTORIES**

All purchased inventory items are valued at cost. Acquisition of materials and supplies are accounted for on the purchase method, that is, the expenditure is charged when the items are purchased. Housing Authorities of less than 500 units do not record the inventory in the general ledger.

**J. FIXED ASSETS**

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated cost if historical cost is not available.

**K. COMPENSATED ABSENCES**

The authority has the following policy relating to vacation and sick leave:

The authority follows Louisiana Civil Service regulations for accumulated annual and sick leave. Employees may accumulate up to 300 hours of annual leave which may be received upon termination or retirement. Sick leave hours accumulate, but the employee is not paid for them if not used by his/her retirement or termination date.

The cost of current leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the governmental funds when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death, while the cost of leave privileges not requiring current resources is recorded in the General Long Term Obligations Account Group. Leave benefits are based on accrued leave benefits or employees with ten (10) years service to a maximum of 25 days at their current annual salary.

**L. LONG-TERM OBLIGATIONS**

Long-term obligations expected to be financed from governmental funds are reported in the general long-term obligations account group. Expenditures for principal and interest payments for long-term obligations are recognized in the governmental funds when due.

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

2. The budgets are prepared on the modified accrual basis of accounting. All appropriations lapse at year end.
3. Encumbrances are not recognized within the accounting records for budgetary purposes.
4. Formal budget integration (within the accounting records) is employed as a management control device.
5. The Executive Director is authorized to transfer amounts between line items within any fund, with the exception of salaries, provided such does not change the total of any function. However, when actual revenues within a fund fail to meet budgeted revenues by 5% or more, a budget amendment is adopted by the authority in an open meeting. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

**F. ENCUMBRANCES**

Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed. However, outstanding purchase orders are taken into consideration before expenditures are incurred in order to assure that applicable appropriations are not exceeded.

**G. CASH AND CASH EQUIVALENTS AND INVESTMENTS**

Cash includes amounts in demand deposits and interest bearing demand deposits. Cash equivalents include amounts in time deposits and cash with fiscal agents. Under state law, the authority may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

**H. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMPREHENSIVE IMPROVEMENT ASSISTANCE PROGRAM (CIAP) ACTIVITY  
 JUNE 30, 1996

PROJECT: LA48-P070

	<u>904-95</u>
Funds Approved	\$ 125,000.00
Funds Advanced	( <u>96,095.00</u> )
Funds Remaining	\$ <u>28,905.00</u>
Funds Advanced	\$ 96,095.00
Funds Expended	( <u>85,237.80</u> )
Excess (Deficiency)	\$ <u>10,857.20</u>
Funds Spent, Fiscal Year Ended June 30, 1996	\$ <u>85,237.80</u>

These expenditures were tested and audited by Tom E. Brewster, CPA, during my audit of the fiscal year ended June 30, 1996.

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At June 30, 1996, the authority has \$106,891.81 in deposits (collected bank balances). These deposits are secured from risk by \$100,000.00 of federal deposit insurance and \$100,000.00 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 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.

**3. RECEIVABLES**

The receivables of \$2,321.41 at June 30, 1996, are as follows:

General Fund Local Sources:	
Tenants	\$ 1,700.41
Other	<u>621.00</u>
<b>Total</b>	<b>\$ <u>2,321.41</u></b>

**4. FIXED ASSETS**

The changes in general fixed assets are as follows:

Land, Structures, and Equipment	
Balance June 30, 1995	\$ 3,764,366.39
Additions - LS&E	7,128.90
Additions - CIAP	85,237.80
Deletions	<u>0.00</u>
<b>Balance June 30, 1996</b>	<b>\$ <u>3,856,733.09</u></b>

Fixed assets are mortgaged to HUD pursuant to the Annual Contributions Contract as collateral for obligations owed to the U. S. Government.

HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCES  
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS  
 YEAR ENDED JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995

	Governmental Fund Types				Fiduciary Fund Types	Totals	
	General	Special Revenue	Debt Service	Capital Projects		Expendable Trust	Memorandum Only
Other Credits / Charges							
<b>SURPLUS CREDITS / CHARGES:</b>							
Prior Year Adjustments	(15,228.00)					(15,228.00)	
Total Surplus Credits / Charges	(15,228.00)	0.00	0.00	0.00	0.00	(15,228.00)	0.00
<b>CAPITAL OUTLAY:</b>							
Modernization				85,237.80		85,237.80	
Replacement of Non-expendable Equipment	5,555.95					5,555.95	
Property Betterments & Additions	1,572.95					1,572.95	
Total Capital Outlay	7,128.90	0.00	0.00	85,237.80	0.00	92,366.70	0.00
<b>TOTAL EXPENDITURES</b>	<b>262,486.12</b>	<b>24,022.83</b>	<b>429,820.46</b>	<b>85,237.80</b>	<b>0.00</b>	<b>801,567.21</b>	<b>0.00</b>
<i>Excess of Revenues Over (Under)</i>							
Expenditures	(134,491.65)	(6,151.83)	0.00	10,827.20	0.00	(129,816.28)	0.00
<b>OTHER FINANCING SOURCES:</b>							
Rental Assistance Subsidy	162,826.00					162,826.00	
Total Other Financing Sources	162,826.00	0.00	0.00	0.00	0.00	162,826.00	0.00
<i>Excess of Revenues and Other Sources</i>							
Over (Under) Expenditures	\$28,334.35	(\$6,151.83)	\$0.00	\$10,827.20	\$0.00	\$33,009.72	\$0.00

\*\* - 1995 Memorandum totals not included in this first year GAAP presentation  
 See Notes to Financial Statement

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

**5. RETIREMENT SYSTEMS**

The authority does not participate in a retirement plan.

**6. ACCOUNTS, SALARIES, AND OTHER PAYABLES**

The payables of \$3,925.95 at June 30, 1996, are as follows:

General Fund:	
Payment in Lieu of Taxes	\$ <u>3,925.95</u>
Total	\$ <u>3,925.95</u>

**7. COMPENSATED ABSENCES**

At June 30, 1996, employees of the authority have accumulated and vested \$8,892.00 of employee leave benefits, which was computed in accordance with GASB Codification Section C60. This amount is not expected to be paid from current available resources; therefore the liability is recorded within general long-term obligations account group.

**8. CHANGES IN AGENCY FUND DEPOSITS DUE OTHERS**

A summary of changes in agency fund deposits due other follows:

Agency Funds: Tenants Security Deposits	
Balance, June 30, 1995	\$ 8,035.00
Additions - Net	<u>    300.00</u>
Balance June 30, 1996	\$ <u>8,335.00</u>

**9. CHANGES IN GENERAL LONG-TERM OBLIGATIONS**

The following is a summary of the long-term obligation transactions for the year ended June 30, 1996:

HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCES  
 BUDGET (GAAP Basis) & ACTUAL - GENERAL & DEBT SERVICE FUNDS  
 YEAR ENDED JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995

Expenditures	General Fund						1995
	Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual- Budget Basis	Variance- Favorable (Unfavorable)	Actual GAAP Basis	
<b>ADMINISTRATION:</b>							
Administrative Salaries	\$42,870.00	\$42,738.60		\$42,738.60	\$131.40		
Travel	2,546.00	2,712.29		2,712.29	(166.29)		
Accounting and Audit	6,900.00	4,650.00		4,650.00	2,250.00		
Sundry	5,304.00	5,309.02		5,309.02	(5.02)		
<b>Total Administrative</b>	<b>57,620.00</b>	<b>55,409.91</b>	<b>0.00</b>	<b>55,409.91</b>	<b>2,210.09</b>	<b>0.00</b>	
<b>TENANT SERVICES:</b>							
Salaries - Tenant Services							
Recreation, Publications, etc.							
Travel - Tenant Service Coordinator							
<b>Total Tenant Services</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
<b>UTILITIES:</b>							
Water	26,790.00	26,005.78		26,005.78	784.22		
Electricity	1,951.00	4,641.15		4,641.15	(2,690.15)		
Gas	25,277.00	25,388.35		25,388.35	(111.35)		
Sewerage							
Other Utilities Expense	26,232.00	25,469.39		25,469.39	762.61		
<b>Total Utilities</b>	<b>80,250.00</b>	<b>81,504.67</b>	<b>0.00</b>	<b>81,504.67</b>	<b>(1,254.67)</b>	<b>0.00</b>	
<b>ORDINARY MAINTENANCE:</b>							
Labor	36,690.00	34,213.48		34,213.48	2,476.52		
Materials	16,470.00	16,119.49		16,119.49	350.51		
Contract Costs	27,700.00	26,570.75		26,570.75	1,129.25		
<b>Total Ordinary Maintenance</b>	<b>80,860.00</b>	<b>76,903.72</b>	<b>0.00</b>	<b>76,903.72</b>	<b>3,956.28</b>	<b>0.00</b>	



HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCES  
 BUDGET (GAAP Basis) & ACTUAL - GENERAL & DEBT SERVICE FUNDS  
 YEAR ENDED JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995

Expenditures (cont.)	General Fund					1995
	Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual- Budget Basis	Variance- Favorable [Unfavorable]	
<b>GENERAL:</b>						
Insurance	40,420.00	35,687.00	0.00	35,687.00	4,733.00	0.00
Payment in Lieu of Taxes	3,880.00	3,925.95	0.00	3,925.95	(45.95)	0.00
Terminal Leave Payments						
Employee Benefit Contributions	17,530.00	17,153.97	0.00	17,153.97	376.03	0.00
Collection Losses	1,000.00	0.00	0.00	0.00	1,000.00	0.00
Other General Expenses						
<b>Total General</b>	<b>62,830.00</b>	<b>56,766.92</b>	<b>0.00</b>	<b>56,766.92</b>	<b>6,063.08</b>	<b>0.00</b>
<b>NON-ROUTINE:</b>						
Non-routine Maintenance						
<b>Total Non-routine</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>SUBTOTAL EXPENDITURES</b>	<b>281,560.00</b>	<b>270,585.22</b>	<b>0.00</b>	<b>270,585.22</b>	<b>10,974.78</b>	<b>0.00</b>

HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCES  
 BUDGET (GAAP Basis) & ACTUAL - GENERAL & DEBT SERVICE FUNDS  
 YEAR ENDED JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995

	General Fund					1995
	Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual- Budget Basis	Variance- Favorable (Unfavorable)	
<b>Other Credits / Charges</b>						
<b>SURPLUS CREDITS / CHARGES:</b>						
Prior Year Adjustments	(15,228.00)	(15,228.00)		(15,228.00)	0.00	0.00
Total Surplus Credits / Charges	<u>(15,228.00)</u>	<u>(15,228.00)</u>	<u>0.00</u>	<u>(15,228.00)</u>	<u>0.00</u>	<u>0.00</u>
<b>CAPITAL OUTLAY:</b>						
Replacement of Non-expendable Equipment	6,000.00	5,555.95		5,555.95	444.05	
Property Betterments & Additions	6,580.00	1,572.95		1,572.95	5,007.05	
Total Capital Outlay	<u>12,580.00</u>	<u>7,128.90</u>	<u>0.00</u>	<u>7,128.90</u>	<u>5,451.10</u>	<u>0.00</u>
<b>OTHER EXPENDITURES:</b>						
Debt Service						
Principal Retirement						
Interest	0.00	0.00	0.00	0.00	0.00	0.00
Total Other Expenditures	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<b>TOTAL EXPENDITURES</b>	<u>278,912.00</u>	<u>262,486.12</u>	<u>0.00</u>	<u>262,486.12</u>	<u>16,425.88</u>	<u>0.00</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	(153,272.00)	(134,491.65)	0.00	(134,491.65)	(18,780.35)	0.00
<b>OTHER FINANCING SOURCES:</b>						
Rental Assistance Subsidy	162,826.00	162,826.00		162,826.00	0.00	
Total Other Financing Sources	<u>162,826.00</u>	<u>162,826.00</u>	<u>0.00</u>	<u>162,826.00</u>	<u>0.00</u>	<u>0.00</u>
<b>Excess of Revenues and Other Sources Over (Under) Expenditures</b>	<u>\$9,554.00</u>	<u>\$28,334.35</u>	<u>\$0.00</u>	<u>\$28,334.35</u>	<u>(\$18,780.35)</u>	<u>\$0.00</u>

\*\* - 1995 Memorandum totals not included in this first year GAAP presentation  
 See Notes to Financial Statement

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON  
PATTERSON, LOUISIANA**

Notes to the Financial Statements  
As of and for the Year Ended June 30, 1996

**INTRODUCTION**

The Housing Authority of the Town of Patterson (authority) was created pursuant to the U.S. Housing Act of 1937 to engage in the acquisition, development, and administration of a low income housing program to provide safe, sanitary, and affordable housing to the citizens of Patterson, Louisiana. The Housing Authority must comply with Louisiana State reporting laws (LSA - R.S. 24:513 and 24:514) which requires financial statements to be prepared in accordance with generally accepted accounting principles (GAAP).

The authority is administered by a five member board appointed by the Mayor. Members of the board serve five year terms.

Under the United States Housing Act OF 1937, as amended, the U.S. Department of Housing and Urban Development (HUD) has direct responsibility for administering low rent housing programs in the United States. Accordingly, HUD has entered into an annual contributions contract with the authority for the purpose of assisting the authority in financing the acquisition, construction, and leasing of housing units and to make annual contributions (subsidies) to the authority for the purpose of maintaining this low rent character.

At June 30, 1996, the authority manages 104 public housing units and provides assistance to -0- Section 8 housing units. The authority has CIAP Modernization in progress (disclosed in the Capital Project Fund) and does administer a PHDEP drug elimination program (disclosed in the Special Revenue Fund).

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. BASIS OF PRESENTATION**

The accompanying financial statements of the authority have been prepared in conformity with generally accepted accounting principles (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.

**B. 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.

The authority is a related organization of the Town of Patterson, Louisiana since the Mayor appoints a voting majority of the authority's governing board. The Town of Patterson 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 benefit to, or impose financial burdens on, the Town of Patterson. Accordingly, the authority is not a component unit of the financial reporting entity of the Town of Patterson.

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, municipalities with 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 various tenant associations which are legally separate entities.

**C. 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

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that not recorded in the funds because they no not directly affect net expendable financial resources.

Funds of the authority are classified into three categories: governmental, proprietary and fiduciary, as applicable. Each category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund types follow:

**Governmental Funds**

Governmental funds account for all or most of the authority's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds include:

1. General Fund - the general operating fund of the authority accounts for all financial resources, except those required to be accounted for in other funds. The General Fund includes transactions of the low rent housing assistance programs.
2. Special revenue funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Special revenue funds contain transactions of the various Section 8 Housing Assistance Programs administered by the authority.
3. Debt service funds - account for transactions relating to resources retained and used for the payment of principal and interest on those long-term obligations recorded in the general long-term obligations account group. Debt service funds contain current year payments of principal and interest on project notes, federal financing bonds, and bonds payable (if applicable).
4. Capital projects funds - account for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds. Capital projects funds contain transactions relating to active modernization and development programs.

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

**Fiduciary Funds**

Fiduciary funds account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the authority.

The Tenants Security Deposits Agency Fund consists of various tenant security deposit accounts.

Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**D. BASIS OF ACCOUNTING**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by all governmental funds and agency funds. The governmental funds use the following practices in recording revenues and expenditures:

**Revenues**

Operating subsidies and the annual contributions received from HUD are recorded when available and measurable. Federal restricted grants are recorded when reimbursable expenditures have been incurred.

Rental income is recorded in the month earned.

Interest earnings on time deposits are recorded when the time deposits have matured and the interest is available. Interest income on interest bearing demand deposits is recorded each month when credited by the bank to the account.

Substantially all other revenues are recorded when they become available to the PHA.

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

**Expenditures**

Salaries are recorded as expenditures when paid. Purchases of various operating supplies are recorded as expenditures in the accounting period they are purchased. Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death, while the cost of leave privileges not requiring current resources is recorded in the general long term obligations account group.

Principal and interest on general long term debt are recognized when due.

Substantially all other expenditures are recognized when the related fund liability has been incurred.

**Other Financing Sources (Uses)**

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed assets, debt extinguishment, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

**Deferred Revenues**

The authority reports deferred revenues on its combined balance sheet. Deferred revenues arise when resources are received by the authority before it has a legal claim to them, as when grant monies are received before the incurrence 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 combined balance sheet and the revenue is recognized.

**E. BUDGETS**

The authority uses the following budget practices:

1. The authority adopted budgets for the General Fund and the Capital Projects Funds. The Capital Projects Funds budget comparison to actual has not been included since the capital project (modernization/CIAP) is a multiple year endeavor not requiring an annual expenditure budget.

HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCES  
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS  
 YEAR ENDED JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995

Expenditures (cont.)	Governmental Fund Types				Fiduciary Fund Types		Totals	
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	Memorandum Only	1996	1995
<b>GENERAL:</b>								
Insurance	35,687.00						35,687.00	
Payment in Lieu of Taxes	3,925.95						3,925.95	
Terminal Leave Payments								
Employee Benefit Contributions	17,153.97						17,153.97	
Collection Losses								
Other General Expenses								
<b>Total General</b>	<b>56,766.92</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		<b>56,766.92</b>	<b>0.00</b>
<b>NON-ROUTINE ITEMS:</b>								
Non-routine Maintenance								
<b>Total Non-routine Items</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		<b>0.00</b>	<b>0.00</b>
<b>OTHER EXPENDITURES:</b>								
Debt Service								
Principal			367,734.81				367,734.81	
Interest			62,085.65				62,085.65	
PHDEP program		24,022.83					24,022.83	
<b>Total Other Expenditures</b>	<b>0.00</b>	<b>24,022.83</b>	<b>429,820.46</b>	<b>0.00</b>	<b>0.00</b>		<b>453,843.29</b>	<b>0.00</b>
<b>SUBTOTAL EXPENDITURES</b>	<b>270,585.22</b>	<b>24,022.83</b>	<b>429,820.46</b>	<b>0.00</b>	<b>0.00</b>		<b>724,428.51</b>	<b>0.00</b>



**HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA**  
**COMBINED BALANCE SHEET FOR ALL FUND TYPES AND ACCOUNT GROUPS**  
**AS OF JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995**

Schedule A

Assets and Other Debits	Governmental Fund Types							Totals	
	Fiduciary Fund Types							Memorandum Only	
	General	Special Revenue	Debt Service	Capital Projects	Agency and Expendable Trust	General Fixed Assets	General Long-Term Debt	1996	1995
<b>CURRENT ASSETS:</b>									
Cash	\$61,832.22				\$8,335.00			\$70,167.22	
Tenant Accounts Receivable	1,700.41							1,700.41	
Other Accounts Receivable	621.00							621.00	
Total Current Assets	64,153.63	0.00	0.00	0.00	8,335.00	0.00	0.00	72,488.63	0.00
<b>INVESTMENTS:</b>									
General Fund	36,854.59							36,854.59	
Total Investments	36,854.59	0.00	0.00	0.00	0.00	0.00	0.00	36,854.59	0.00
<b>PREPAID EXPENDITURES:</b>									
Prepaid Taxes			28,755.00					28,755.00	
Prepaid Insurance									
Prepaid Interest									
Total Prepaid Expenditures			28,755.00	0.00	0.00	0.00	0.00	28,755.00	0.00
<b>DEBT SERVICE FUNDS:</b>									
Debt Service Fund				\$3,988.46				3,988.46	
HUD Annual Contributions Receivable				110,485.89				110,485.89	
Total Debt Service Funds				114,474.35				114,474.35	0.00
<b>FIXED ASSETS:</b>									
Land, Structures, & Equipment				\$85,237.80				85,237.80	
CIAP				0.00				0.00	
Total Fixed Assets				85,237.80				85,237.80	0.00
<b>OTHER DEBITS:</b>									
Amount to be Provided for Retirement of General Long Term Debt								\$1,081,713.35	1,081,713.35
Total Other Debits								1,081,713.35	1,081,713.35
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>\$129,763.22</b>	<b>\$0.00</b>	<b>\$114,474.35</b>	<b>\$85,237.80</b>	<b>\$8,335.00</b>	<b>\$3,771,495.29</b>	<b>\$1,081,713.35</b>	<b>\$5,181,019.01</b>	<b>\$0.00</b>

Ex. 25 (b)  
29-27

**TOM E. BREWSTER**  
**CERTIFIED PUBLIC ACCOUNTANT**  
**P. O. BOX 2900**  
**PENSACOLA, FLORIDA 32513**

Board of Commissioners  
Housing Authority of the  
Town of Patterson  
P. O. Box 329  
Patterson, Louisiana 70392

**REPORT ON THE INTERNAL CONTROL  
STRUCTURE BASED ON AN AUDIT OF  
GENERAL PURPOSE FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS  
[NO REPORTABLE CONDITIONS NOTED]**

I have audited the general purpose financial statements of the Housing Authority of the Town of Patterson, Louisiana, as of and for the year ended June 30, 1996, and have issued my report thereon dated October 8, 1996.

I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

The management of the Housing Authority is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing my audit of the general purpose financial statements of the Housing Authority of the Town of Patterson, Louisiana, for the year ended June 30, 1996, I obtained an understanding of the internal control structure. With respect to the internal control structure, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk in order to determine my auditing procedures for the purpose of expressing an opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, I do not express such an opinion.

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in financial statements being audited may occur and not be detected within a timely period by employees in amounts that would be material in relation to the general purpose 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. I noted no matters involving the internal control structure and its operations that I consider to be material weaknesses as defined above.

This report is intended for the information of the Board of Commissioners, management, and the U.S. Department of Housing and Urban Development. However, this report is a matter of public record and its distribution is not limited.



CERTIFIED PUBLIC ACCOUNTANT  
Pensacola, Florida  
October 8, 1996

Ex. 24

**TOM E. BREWSTER  
CERTIFIED PUBLIC ACCOUNTANT  
P. O. BOX 2900  
PENSACOLA, FLORIDA 32513**

Board of Commissioners  
Housing Authority of the  
Town of Patterson  
P. O. Box 329  
Patterson, Louisiana 70392

**REPORT ON COMPLIANCE WITH CERTAIN  
SPECIFIC REQUIREMENTS OF NONMAJOR  
FEDERAL FINANCIAL ASSISTANCE  
PROGRAMS**

I have audited the general purpose financial statements of the Housing Authority of the Town of Patterson, Louisiana, as of and for the year ended June 30, 1996, and have issued my report thereon dated October 8, 1996.

In connection with my audit of the general purpose financial statements of the Housing Authority of the Town of Patterson, Louisiana, and with my consideration of the Authority's control structure used to administer federal financial assistance programs, as required by the Office of Management and Budget Circular A-128, "Audits of State and Local Governments", and Public and Indian Housing Compliance Supplement, dated May 29, 1996, I selected certain transactions applicable to certain nonmajor federal financial assistance program(s) for the year ended June 30, 1996. As required by OMB Circular A-128 and PIH Compliance Supplement, I have performed auditing procedures to test compliance with the requirements governing:

**Specific Requirements:**

Notice 96-32  
Modernization and Development Program  
Procurement Policy  
Performance Funding System  
Public Housing Management Assessment Program  
Occupancy Function  
Drug Elimination Program

that are applicable to those transactions. My procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the compliance of the Housing Authority of the Town of Patterson, Louisiana, with these requirements. Accordingly, I do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to my attention that caused me to believe that the Housing Authority of the Town of Patterson, Louisiana, had not complied, in all material respects, with those requirements.

This report is intended for the information of the Board of Commissioners, management, and the U.S. Department of Housing and Urban Development. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in black ink, appearing to read "Tom E. Brewster". The signature is written in a cursive style with a large, sweeping initial "T".

CERTIFIED PUBLIC ACCOUNTANT  
Pensacola, Florida  
October 8, 1996

Ex. 26(e)

**TOM E. BREWSTER  
CERTIFIED PUBLIC ACCOUNTANT  
P. O. BOX 2900  
PENSACOLA, FLORIDA 32513**

Board of Commissioners  
Housing Authority of the  
Town of Patterson  
P. O. Box 329  
Patterson, Louisiana 70392

**SINGLE AUDIT REPORT ON THE  
INTERNAL CONTROL STRUCTURE USED  
IN ADMINISTERING FEDERAL  
FINANCIAL ASSISTANCE PROGRAMS -  
NO MAJOR PROGRAMS**

I have audited the general purpose financial statements of the Housing Authority of the Town of Patterson, Louisiana, as of and for the year ended June 30, 1996, and have issued my report thereon dated October 8, 1996.

I conducted my audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States; Office of Management and Budget Circular A-128, "Audits of State and Local Governments"; and Public and Indian Housing Compliance Supplement, dated May 29, 1996. Those standards and OMB Circular A-128 require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement and about whether the Housing Authority of the Town of Patterson, Louisiana, complied with laws and regulations, noncompliance with which would be material to its federal financial assistance program(s).

In planning and performing my audit for the year ended June 30, 1996, I considered the internal control structure of the Housing Authority of the Town of Patterson, Louisiana, in order to determine my auditing procedures for the purpose of expressing my opinions on the Authority's general purpose financial statements and to report on the internal control structure in accordance with OMB Circular A-128 and PIH Compliance Supplement. This report addresses my consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. I have addressed internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated October 8, 1996.

The management of the Housing Authority of the Town of Patterson, Louisiana, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that federal financial assistance program(s) are managed in compliance with applicable laws and regulations. Because of inherent

limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, I have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs into the following categories:

#### ACCOUNTING CONTROLS

Operating Budget	General Ledger
Cash Disbursements	Journal Vouchers
Cash Receipts	Operating Subsidy/PFS System
Purchasing and Procurement	Payroll

#### ADMINISTRATIVE CONTROLS

##### General Requirements:

Political Activity	Administrative Requirements
Cash Management and Policies	including Minutes, Resolutions
Drug-Free Workplace Act	and policies of the Board of
Civil Rights	Commissioners
Federal Financial Reports	Allowable Costs/Cost Principles
Davis-Bacon Act	

##### Specific Requirements:

- Notice 96-32
- Modernization and Development Program
- Procurement Policy
- Performance Funding System
- Public Housing Management Assessment Program
- Occupancy Function

For all of the internal control structure categories listed above, I obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and I assessed control risk.

During the year ended June 30, 1996, the Housing Authority of the Town of Patterson, Louisiana, had no major federal financial assistance program(s) and expended 100% of its total federal financial

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

**M. FUND EQUITY**  
**Reserves**

Reserves represent those portions of fund equity not appropriable for expenditures or legally segregated for a specific future use.

**N. INTERFUND TRANSACTIONS**

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**O. TOTAL COLUMNS ON COMBINED STATEMENTS**

The total columns on the combined statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**2. CASH AND CASH EQUIVALENTS**

At June 30, 1996, the authority has cash and cash equivalents (book balances) totaling \$70,167.22 as follows:

Demand deposits	\$	70,037.22
Interest-bearing demand deposits		36,854.59
Money market accounts		.00
Time deposits		<u>.00</u>
Total	\$	<u><b>106,891.81</b></u>



assistance under the nonmajor federal financial assistance program(s) as disclosed in the Schedule of Federal Financial Assistance.

I performed tests of controls, as required by OMB Circular A-128 and PIH Compliance Supplement, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that I have considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to each of the Authority's nonmajor federal financial assistance program(s), which are identified in the accompanying Schedule of Federal Financial Assistance. My procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, I do not express such an opinion.

This report is intended for the information of the Board of Commissioners, management, and the U.S. Department of Housing and Urban Development. However, this report is a matter of public record and its distribution is not limited.



CERTIFIED PUBLIC ACCOUNTANT  
Pensacola, Florida  
October 8, 1996

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**PATTERSON, LOUISIANA**  
Notes to Financial Statements (Continued)

Compensated Absences:		
Balance June 30, 1995	\$	<u>Not Available</u>
Balance June 30, 1996	\$	<u>8,892.00</u>
Long-term Debt:		
New Housing Agency Bond Payable	\$	989,330.39
FFB Notes		<u>92,382.96</u>
Total Long-term Debt	\$	<u>1,081,713.35</u>

The notes and bonds mature in series annually in varying amounts. All required debt service to maturity on the bonds, including principal and interest, is payable by HUD under a debt service contract with the entity.

Long-term debt is secured by the land and buildings of the entity.

Change in long-term debt is as follows:

Balance June 30, 1995	\$	1,449,448.16
Principal retirement		<u>367,734.81</u>
Balance June 30, 1996	\$	<u>1,081,713.35</u>

Schedule retirements of long-term debt is as follows:

	<u>Bonds</u>	<u>FFB Notes</u>
1997 *		
1998 *		
1999 *		
2000 *		
2001 *		
Thereafter		

\* The authority does not have the retirement schedule available. The information is available to the HUD Annual Contributions Branch as it is responsible for all required debt payments of principal and interest on behalf of the authority.

HOUSING AUTHORITY OF THE TOWN OF PATTERSON, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 1996

STATUS OF PRIOR AUDIT FINDINGS

The prior audit of June 30, 1995, disclosed no findings of noncompliance with laws, rules and regulations.

CURRENT AUDIT FINDINGS AND ITEMS OF NONCOMPLIANCE

The current audit, for the year ended June 30, 1996, disclosed no items of noncompliance with laws, rules and regulations.

QUESTIONED COSTS

The current audit for the year ended June 30, 1996, disclosed no costs that were questionable for allowability as program costs.

BOARD OF COMMISSIONERS

Ernest McMurry, Chairperson  
Hillard Smith, Vice Chairperson  
Randolph Picou  
Patrick La Salle  
Ned Stephens

EXECUTIVE DIRECTOR

Susan Mendoza

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**  
**Patterson, Louisiana**  
Contents, June 30, 1996

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**FINANCIAL STATEMENTS**

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON**

**PATTERSON, LOUISIANA**

**JUNE 30, 1996**

29-16

**TOM E. BREWSTER  
CERTIFIED PUBLIC ACCOUNTANT  
P. O. BOX 2900  
PENSACOLA, FLORIDA 32513**

Board of Commissioners  
Housing Authority of the  
Town of Patterson  
P. O. Box 329  
Patterson, Louisiana 70392

U.S. Department of Housing  
And Urban Development  
Area Field Office

**INDEPENDENT AUDITOR'S REPORT**

I have audited the accompanying general purpose financial statements listed in the Table of Contents of the Housing Authority of the Town of Patterson, Louisiana, as of June 30, 1996. These general purpose financial statements are the responsibility of the Housing Authority's management. My responsibility is to express an opinion on these financial statements based on my audit

I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that I 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 general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statement referred to above present fairly, in all material respects, the financial position of the Housing Authority of the Town of Patterson, Louisiana, as of June 30, 1996, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued a report dated October 8, 1996 on my consideration of the Housing Authority's internal control structure and a report dated October 8, 1996 on its compliance with laws and regulations.



**CERTIFIED PUBLIC ACCOUNTANT  
Pensacola, Florida  
October 8, 1996**

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON  
PATTERSON, LOUISIANA**

General Purpose Financial Statements  
As of and for the Year Ended June 30, 1996  
With Supplemental Information Schedules

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HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMBINED BALANCE SHEET FOR ALL FUND TYPES AND ACCOUNT GROUPS  
 AS OF JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995

Liabilities, Fund Equity, & Other Credits	Governmental Fund Types				Fiduciary Fund Types	Account Groups		Totals [Memorandum Only]	
	General	Special Revenue	Debt Service	Capital Projects		Agency and Expendable Trust	General Fixed Assets	General Long-Term Debt	1996
<b>ACCOUNTS PAYABLE:</b>									
Tenant Security Deposits	\$386.05				\$8,335.00			\$8,335.00	386.05
P/R Tax Withheld	386.05							8,721.05	0.00
<b>Total Accounts Payable</b>	<u>772.10</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>8,335.00</u>	<u>0.00</u>	<u>0.00</u>	<u>17,056.05</u>	<u>0.00</u>
<b>ACCRUED LIABILITIES:</b>									
Payments in Lieu of Taxes	3,925.95							3,925.95	
<b>Total Accrued Liabilities</b>	<u>3,925.95</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>3,925.95</u>	<u>0.00</u>
<b>DEFERRED CREDITS:</b>									
Prepaid Contribution									
Other Deferred Credits	0.00							0.00	0.00
<b>Total Deferred Credits</b>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<b>FIXED LIABILITIES:</b>									
Permanent Notes Payable - HUD								\$92,382.96	92,382.96
Notes Payable - FFB								1,465,000.00	1,465,000.00
Bonds Issued								(475,669.61)	(475,669.61)
Bonds Retired								1,081,713.35	1,081,713.35
<b>Total Fixed Liabilities</b>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>1,094,360.35</u>	<u>0.00</u>
<b>TOTAL LIABILITIES</b>	<u>4,312.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>8,335.00</u>	<u>0.00</u>	<u>1,081,713.35</u>	<u>1,094,360.35</u>	<u>0.00</u>



HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMBINED BALANCE SHEET FOR ALL FUND TYPES AND ACCOUNT GROUPS  
 AS OF JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995

	Governmental Fund Types				Fiduciary Fund Types		Account Groups		Totals [Memorandum Only]	
	General	Special Revenue	Debt Service	Capital Projects	Agency and Expendable Trust	General Fixed Assets	General Long-Term Debt	1996	1995	
<b>Liabilities, Fund Equity, &amp; Other Credits</b>										
<b>FUND EQUITY:</b>										
Operating Reserve	136,122.36					3,771,495.29		136,122.36		
Investments in Fixed Assets								3,771,495.29		
Reserve for Debt Service			\$114,474.35					114,474.35		
Cumulative Grants - CIAP								288.93		
PHDEP - Grant								(10,960.07)		
	136,411.29	(10,960.07)	114,474.35	0.00	0.00	3,771,495.29	0.00	4,011,420.86	0.00	
<b>OTHER CREDITS:</b>										
Other Credits	0.00	0.00	0.00	\$85,237.80	0.00	0.00	0.00	85,237.80	0.00	
<b>TOTAL FUND EQUITY AND OTHER CREDITS</b>	136,411.29	(10,960.07)	114,474.35	85,237.80	0.00	3,771,495.29	0.00	4,096,658.66	0.00	
<b>TOTAL LIABILITIES, FUND EQUITY, &amp; OTHER CREDITS</b>	\$140,723.29	(\$10,960.07)	\$114,474.35	\$85,237.80	\$8,335.00	\$3,771,495.29	\$1,081,713.35	\$5,191,019.01	\$0.00	

\*\* - 1995 Memorandum totals not included in this first year GAAP presentation  
 See Notes to Financial Statement

HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCES  
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS  
 YEAR ENDED JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995

Schedule B

Revenue	Governmental Fund Types				Fiduciary Fund Types		Totals	
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	[Memorandum Only]	1996	1995
<b>RENTAL INCOME:</b>								
Dwelling Rent	\$120,764.12						\$120,764.12	
Excess Utilities		0.00	0.00	0.00	0.00		120,764.12	0.00
<b>Total Rental Income</b>	<b>120,764.12</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		<b>120,764.12</b>	<b>0.00</b>
<b>NON-RENTAL INCOME:</b>								
Interest on General Funds	1,219.53						1,219.53	
Other	6,010.82						6,010.82	
<b>Total Non-Rental Income</b>	<b>7,230.35</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		<b>7,230.35</b>	<b>0.00</b>
<b>OTHER INCOME:</b>								
Federal Sources								
Grants - CIAP				\$96,065.00			96,065.00	
Grants - PHDEP		\$17,871.00					17,871.00	
Annual Contributions			\$429,820.46				429,820.46	
Operating Subsidies								
<b>Total Other Sources</b>	<b>0.00</b>	<b>17,871.00</b>	<b>429,820.46</b>	<b>96,065.00</b>	<b>0.00</b>		<b>543,756.46</b>	<b>0.00</b>
<b>TOTAL REVENUE</b>	<b>127,994.47</b>	<b>17,871.00</b>	<b>429,820.46</b>	<b>96,065.00</b>	<b>0.00</b>		<b>671,750.93</b>	<b>0.00</b>

HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, & CHANGES IN FUND BALANCES  
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS  
 YEAR ENDED JUNE 30, 1996 WITH COMPARATIVE TOTALS FOR 1995

Expenditures	Governmental Fund Types				Fiduciary Fund Types	Expendable Trust	Totals	
	General	Special Revenue	Debt Service	Capital Projects			1996	1995
<b>ADMINISTRATION:</b>								
Administrative Salaries	42,738.60						42,738.60	
Dues, Fees, & Publications	2,712.29						2,712.29	
Travel	4,650.00						4,650.00	
Accounting and Audit	5,309.02						5,309.02	
Sundry								
<b>Total Administrative</b>	<b>55,409.91</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>55,409.91</b>	<b>0.00</b>
<b>TENANT SERVICES:</b>								
Salaries - Tenant Services								
Recreation, Publications, etc.								
Travel - Tenant Service Coordinator								
<b>Total Tenant Services</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>UTILITIES:</b>								
Water	26,005.78						26,005.78	
Electricity	4,641.15						4,641.15	
Gas	25,388.35						25,388.35	
Sewerage								
Other Utilities Expense	25,469.39						25,469.39	
<b>Total Utilities</b>	<b>81,504.67</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>81,504.67</b>	<b>0.00</b>
<b>ORDINARY MAINTENANCE:</b>								
Labor	34,213.48						34,213.48	
Materials	16,119.49						16,119.49	
Contract Costs	26,570.75						26,570.75	
<b>Total Ordinary Maintenance</b>	<b>76,903.72</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>76,903.72</b>	<b>0.00</b>

This report is intended for the information of the audit committee, management, and the Department of Housing and Urban Development. However, this report is a matter of public record and its distribution is not limited.



CERTIFIED PUBLIC ACCOUNTANT  
Pensacola, Florida  
October 8, 1996

Ex. 23 (a)

**TOM E. BREWSTER  
CERTIFIED PUBLIC ACCOUNTANT  
P. O. BOX 2900  
PENSACOLA, FLORIDA 32513**

Board of Commissioners  
Housing Authority of the  
Town of Patterson  
P. O. Box 329  
Patterson, Louisiana 70392

**SINGLE AUDIT UNQUALIFIED REPORT ON  
COMPLIANCE WITH THE GENERAL  
REQUIREMENTS APPLICABLE TO FEDERAL  
FINANCIAL ASSISTANCE PROGRAMS**

I have audited the general purpose financial statements of the Housing Authority of the Town of Patterson, Louisiana, as of and for the year ended June 30, 1996, and have issued my report thereon dated October 8, 1996.

I have applied procedures to test the Housing Authority of the Town of Patterson, Louisiana's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the year ended June 30, 1996:

**General Requirements:**

Political Activity  
Civil Rights  
Cash Management  
Federal Financial Reports  
Allowable Costs/Cost Principles  
Drug-Free Workplace Act  
Administrative Requirements

My procedures were limited to the applicable procedures described in the "Office of Management and Budget's Compliance Supplement for Single Audits of State and Local Governments". My procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Housing Authority of the Town of Patterson, Louisiana's compliance with the requirements listed in the preceding paragraph. Accordingly, I do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to my attention that caused me to believe that the Housing Authority of the Town of Patterson, Louisiana, had not complied, in all material respects, with those requirements.

Ex. 17(a)  
29-22

**TOM E. BREWSTER**  
**CERTIFIED PUBLIC ACCOUNTANT**  
**P. O. BOX 2900**  
**PENSACOLA, FLORIDA 32513**

Board of Commissioners  
Housing Authority of the  
Town of Patterson  
P. O. Box 329  
Patterson, Louisiana 70392

**UNQUALIFIED REPORT ON COMPLIANCE  
BASED ON AN AUDIT OF GENERAL PURPOSE  
FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT  
AUDITING STANDARDS - NO REPORTABLE  
INSTANCES OF NONCOMPLIANCE**

I have audited the general purpose financial statements of the Housing Authority of the Town of Patterson, Louisiana, as of and for the year ended June 30, 1996, and have issued my report thereon dated October 8, 1996.

My audit was conducted in accordance with generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Housing Authority of the Town of Patterson, Louisiana, is the responsibility of the Housing Authority's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, I performed tests of the Authority's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of my audit of the general purpose financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, I do not express such an opinion.

The results of my tests disclosed no instances of noncompliance that are required to be reported herein under Government Auditing Standards.

This report is intended for the information of the Board of Commissioners, the management, and the U.S. Department of Housing and Urban Development. However, this report is a matter of public record and its distribution is not limited.



**CERTIFIED PUBLIC ACCOUNTANT**  
Pensacola, Florida  
October 8, 1996

**HOUSING AUTHORITY OF THE TOWN OF PATTERSON, LOUISIANA**

**SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

JUNE 30, 1996

<u>PROGRAM</u>	<u>CFA NO.</u>	<u>ASSISTANCE</u>	<u>EXPENDITURES</u>
U.S. Dept. of Housing and Urban Development:			
Conventional Public Housing Program			
HUD Operating Subsidy		\$ 178,054.00	\$ 178,054.00
HUD Annual Contribution	14.850*	<u>110,485.89</u>	<u>110,485.89</u>
Total		288,539.89	288,539.89
Comprehensive Improvement Assistance Program (CIAP)	14.852*	96,095.00	85,237.80
Public Housing Drug Elimination Program	14.854*	<u>17,871.00</u>	<u>24,022.83</u>
Total Federal Financial Assistance		\$ <u>402,505.89</u>	\$ <u>397,800.52</u>

\* As defined by OMB Circular A-128: This is a nonmajor program.

Ex. 16

**TOM E. BREWSTER  
CERTIFIED PUBLIC ACCOUNTANT  
P. O. BOX 2900  
PENSACOLA, FLORIDA 32513**

Board of Commissioners  
Housing Authority of the  
Town of Patterson  
P. O. Box 329  
Patterson, Louisiana 70392

**INDEPENDENT AUDITOR'S REPORT  
ON SUPPLEMENTARY SCHEDULE OF  
FEDERAL FINANCIAL ASSISTANCE**

I have audited the general purpose financial statements of the Housing Authority of the Town of Patterson, Louisiana, as of and for the year ended June 30, 1996, and have issued my report thereon dated October 8, 1996. These general purpose financial statements are the responsibility of the Housing Authority's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

My audit was made for the purpose of forming an opinion on the general purpose financial statements of the Housing Authority of the Town of Patterson, Louisiana, taken as a whole. The accompanying schedule of Federal Financial Assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.



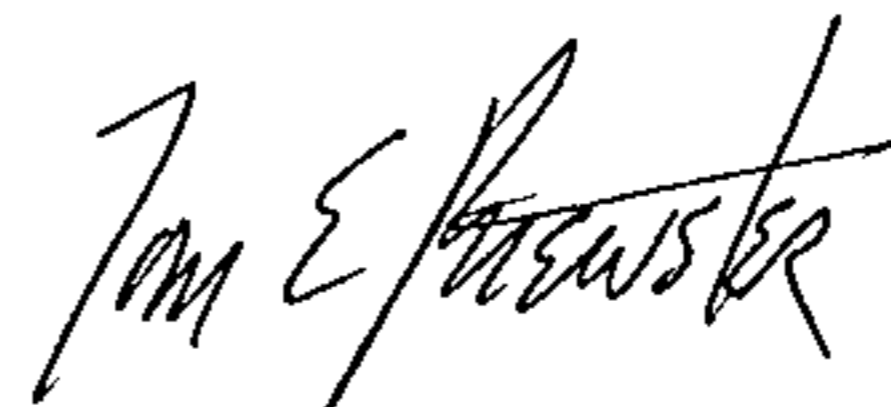
**CERTIFIED PUBLIC ACCOUNTANT**  
Pensacola, Florida  
October 8, 1996



**TOM E. BREWSTER  
CERTIFIED PUBLIC ACCOUNTANT  
P. O. BOX 2900  
PENSACOLA, FLORIDA 32513**

Board of Commissioners  
Housing Authority of the  
Town of Patterson  
P.O. Box 329  
Patterson, Louisiana 70392

I have audited the advances and costs of the Comprehensive Improvement Assistance Program (CIAP), for the year ended June 30, 1996, of the Housing Authority of the Town of Patterson. The details of the CIAP program are presented hereinafter.



**CERTIFIED PUBLIC ACCOUNTANT**  
Pensacola, Florida  
October 8, 1996

All principal and interest requirements are funded in accordance with Federal Law by the annual contributions contract from HUD. At June 30, 1996, the authority has accrued \$114,474.35 in the debt service funds for future debt requirements.

**10. INTERFUND ASSETS/LIABILITIES**

Interfund receivables/payables at June 30, 1996 are as follows: NONE

**11. COMMITMENTS AND CONTINGENCIES**

The authority participates in a number of federally assisted grant programs. Although the current grant programs have been audited in accordance with the Single Audit Act of 1994 through June 30, 1996, these programs are still subject to cognizant agency program compliance audits and reviews.

**12. GOING CONCERN**

The authority receives a major portion of its funding from HUD. While it is unlikely to happen, discontinuation of this funding source would seriously affect the authority's ability to continue operations.

**TOM E. BREWSTER**  
CERTIFIED PUBLIC ACCOUNTANT

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FINANCIAL STATEMENTS

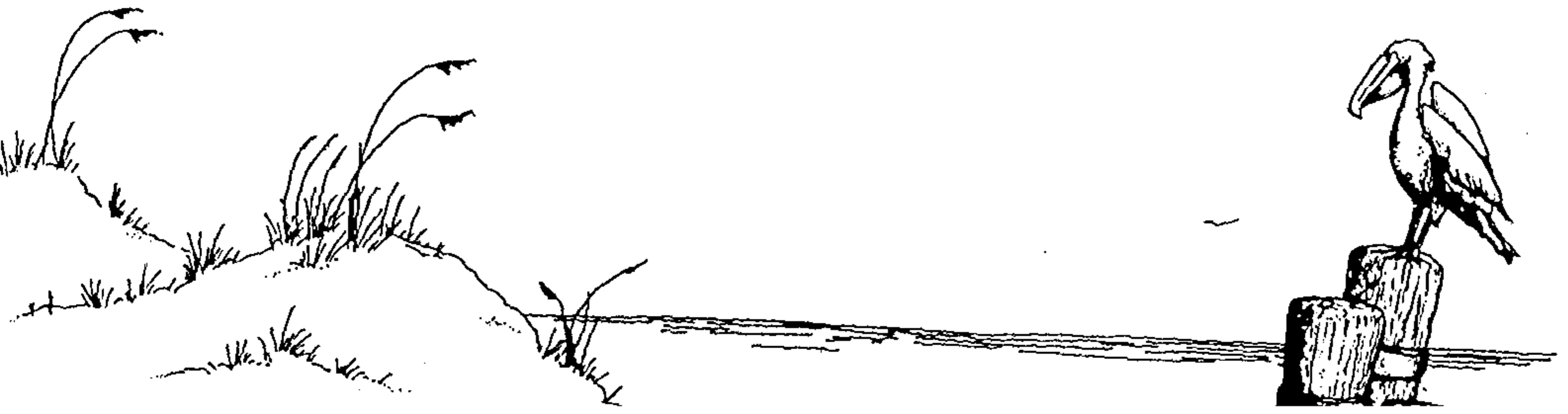
HOUSING AUTHORITY OF THE TOWN OF PATTERSON

PATTERSON, LOUISIANA

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, 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.

JUNE 30, 1996

Release Date DEC 18 1996



**TRANSMITTAL LETTER**

**GENERAL PURPOSE FINANCIAL STATEMENTS  
WITH SUPPLEMENTAL INFORMATION SCHEDULES**

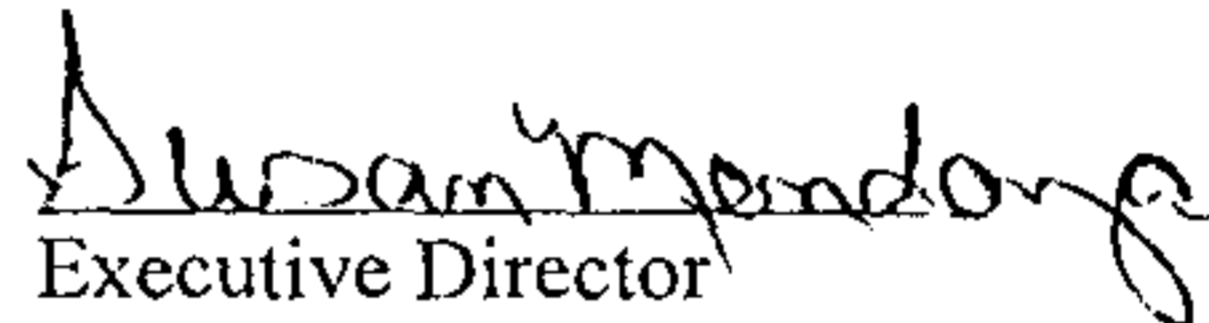
October 8, 1996

Office of Legislative Auditor  
Attention: Ms. Dorothy Milner  
1600 North Third Street  
Post Office Box 94397  
Baton Rouge, Louisiana 70804-9397

Dear Ms. Milner:

In accordance with Louisiana Revised Statute 24:514, enclosed are the general purpose financial statements, with supplemental information schedules, for the Housing Authority of the Town of Patterson as of and for the year ended June 30, 1996. The report includes all funds under the control and authority of the housing authority. The accompanying financial statements have been prepared in accordance with generally accepted accounting principles.

Sincerely,

  
Executive Director

Enclosure