

Working Statement of the Year of the Year
 1914-1915

GENERAL ACCOUNT STATE - ALL THE YEAR AND MONTHLY STATE
 JANUARY 1915

	General Account State			General Account		
	General Account	Year Balance	Capital Fundings	General Fund Balance	General Fundings Total	Total Balance
GENERAL ACCOUNT STATE						
1914	\$ 10,000.00	100	100	100	100	\$ 10,300.00
1915	10,000.00	100	100	100	100	10,300.00
GENERAL ACCOUNT						
1914	100	100,000.00	100,000.00	100	100	200,100.00
1915	100,000.00	100	100	100	100	200,100.00
GENERAL STATE						
1914	100	100	100	100	100	400
1915	100	100	100	100	100	400
TOTAL GENERAL STATE	\$ 20,000.00	\$ 200,200.00	\$ 200,200.00	\$ 200,200.00	\$ 200,200.00	\$ 400,400.00
GENERAL STATE						
1914	100	100	100	100	100	400
1915	100	100	100	100	100	400
TOTAL GENERAL STATE	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 800,000.00
GENERAL STATE						
1914	100	100	100	100	100	400
1915	100	100	100	100	100	400
TOTAL GENERAL STATE	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 800,000.00
GENERAL STATE						
1914	100	100	100	100	100	400
1915	100	100	100	100	100	400
TOTAL GENERAL STATE	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 800,000.00

By working statement and on account of the General Account.

GENERAL PURPOSE FINANCIAL STATEMENTS

Independent Auditor's Report

Board of Commissioners
Housing Authority of the Town of Old City
P. O. Box 208
Old City, Louisiana 71081

We have audited the accompanying general purpose financial statements of Housing Authority of the Town of Old City as of September 30, 1997, and for the year then ended. These general purpose financial statements and the supplemental financial information and supplemental financial information - statutory basis referred to below 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 generally accepted auditing standards and Government Auditing Standards issued by the Comptroller of the United States, and the provisions of Office of Management and Budget (OMB) Circular A-128, "Audit of State and Local Governments". Those standards and OMB Circular A-128 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.

As discussed in Note 1 to the financial statements, in the current year the authority implemented financial reporting under generally accepted accounting principles and discontinued regulatory basis financial reporting.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Housing Authority of the Town of Old City as of September 30, 1997, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated January 20, 1997 on our consideration of Housing Authority of the Town of Old City's internal control structure and a report dated January 22, 1997 on its compliance with laws and regulations.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as supplemental financial information and supplemental financial information - statutory basis in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of Housing Authority of the Town of Old City. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole. As described in Note 1, the supplemental financial information - statutory basis was prepared in conformity with the accounting practices prescribed by the U.S. Department of Housing and Urban Development, which is a comprehensive basis of accounting other than generally accepted accounting principles. Such supplemental financial information - statutory basis has been subjected to the auditing procedures applied in the audit of the general purpose statements and, in our opinion, is fairly presented in all material respects in conformity with the comprehensive basis of accounting described in Note 1.

January 23, 1997

VanRheenen & Miller, Ltd.
VanRheenen & Miller, Ltd.
Certified Public Accountants

Housing Authority of the Town of Oil City
Oil City, Louisiana

Independent Auditor's General Comments
September 30, 1990

1. There were no findings in the audit preceding audit.
2. The PHA administers the following programs: 77 units of public housing and CLAP programs.

FINANCIAL SECTION

Independent Auditor's Report on Compliance with Specific Requirements
Applicable to Major HUD Programs

Board of Commissioners
Housing Authority of the Town of Oil City
P. O. Box 208
Oil City, Louisiana 70661

We have audited the general purpose financial statements of Housing Authority of the Town of Oil City as of and for the year ended September 30, 1996, and have issued our report thereon dated January 23, 1997.

We have also audited Housing Authority of the Town of Oil City compliance with the specific program requirements governing types of services allowed or disallowed; eligibility; reporting; cost allocation; claims for advances and reimbursements; and special test and provisions that are applicable to each of its major HUD-assisted programs, for the year ended September 30, 1996. The management of Housing Authority of the Town of Oil City is responsible for the authority's compliance with these requirements. Our responsibility is to express an opinion on compliance with these requirements based on our audit.

We conducted our audit of compliance with these requirements 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-133, "Audits of State and Local Governments" and the provisions of the Single and Internal Controls Compliance Supplement dated May 28, 1996. These standards and the OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements related to above occurred. An audit includes examining, on a test basis, evidence about the authority's compliance with these requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed immaterial instances of noncompliance with the requirements related to above, which are described in the accompanying schedule of findings and questioned costs. We considered these instances of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph:

In our opinion, Housing Authority of the Town of Oil City complied, in all material respects, with the requirements described above that are applicable to each of its HUD-assisted programs for the year ended September 30, 1996.

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

James C. Miller II, CPA
VanRheenen & Miller, Ltd.
Certified Public Accountants

January 23, 1997

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**Housing Authority of the Town of Oil City
Oil City, Louisiana**

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**Financial Statements and Supplemental Financial Information
Year Ended September 30, 1980
with
Reports of Certified Public Accountants
on Financial and Compliance Examination**

Under provisions of state law, this report is a public document. A copy of the report is to be submitted to the parish, or school, or other governmental public officials. This report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, when appropriate, at the office of the parish clerk of court.

Release Date: APRIL 16, 1982

VanRheenen & Miles, Ltd.
Certified Public Accountants
1009 East Pine Avenue
Bossier, Louisiana 71443

Activity Cycles

- Treasury or financing
- Revenue/receipts
- Purchases/disbursements
- External financial reporting
- Payroll/personnel

General Requirements

- Political ethics
- Debarment Act
- Civil rights
- Cost management
- Federal financial reports
- Allowable cost/price principles
- Drug-free workplace
- Administrative requirements

Specific Requirements

- Types of services allowed or unallowed
- Eligibility
- Reporting
- Cost allocation
- Special tests and provisions

Claims for Advances and Reimbursements

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

During the year ended September 30, 1995, Housing Authority of the Town of Oil City expended 100 percent of its total federal financial assistance under major federal financial assistance programs.

We performed tests of controls, as required by GAO Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we 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 major federal financial assistance programs, which are identified in the accompanying schedule of federal financial assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the authority's ability to administer federal financial assistance programs in accordance with applicable laws and regulations.

Our study of the authority's internal control structure disclosed a reportable condition in internal controls relating to segregation of duties. Due to its limited size, the entity does not have the personnel to adequately separate the internal accounting control duties. The segregation of duties is a decision that must be made by management on a cost-benefit basis. Management must determine if the costs of implementing an adequate internal control system will outweigh the benefits derived from such a system. This reportable condition is inherent in all small entities, and should not be considered as a failure in proper management. We concur with management's opinion that the costs incurred to implement an adequate internal control system would exceed the benefits derived from such a system. Consequently, this should not be considered a controlled audit finding. Our study of the authority's internal control structure and its operation disclosed a reportable condition relating to travel fees - which is disclosed in the accompanying schedule of findings and questioned costs.

Housing Authority of the Town of Oil City
Oil City, Louisiana

Independent Auditor's Schedule of Findings and Questioned Costs
For the Year Ended September 30, 1998

Questioned
Costs

1. TENANT FILES

\$ 80

Finding

Based on 8 files selected, we noted 2 files did not contain adequate verification of income and medical deductions, one file did not have an annual re-examination (14 months between re-examinations), and one file did not have documentation to support a change in rent.

Recommendation

A thorough review of tenants' files should be made for the purpose of eliminating the deficiencies.

Reply

We will work to avoid these deficiencies in the future. We had been documenting these items in the past.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe some of the reportable conditions described above are material weaknesses.

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

January 23, 1987

Wong, Gilman & Potts, L.P.
Wong, Gilman & Potts, L.P.
Certified Public Accountants

**Independent Auditor's Report on Compliance with the General Requirements
Applicable to Federal Financial Assistance Programs**

Board of Commissioners
Housing Authority of the Town of Oil City
P. O. Box 208
Oil City, Louisiana 71661

We have audited the general purpose financial statements of Housing Authority of the Town of Oil City as of and for the year ended September 30, 1998, and have issued our report thereon dated January 23, 1997.

We have applied procedures to test Housing Authority of the Town of Oil City compliance with the following requirements applicable to each of its federal financial assistance programs, which are identified in the schedule of federal financial assistance, for the year ended September 30, 1998:

Political Activity
Davis-Bacon Act
Civil Rights
Cash Management
Federal Financial Reports (Claims for Advances and Reimbursements)
Allowable costs/Cost principles
Drug-Free Workplace Act
Administrative requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Requirements for Single Audits of State and Local Governments. Our procedures were substantially less in scope than are such, the objective of which is the expression of an opinion on the authority's compliance with the requirements listed in the preceding paragraph. Accordingly, we 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 our attention that caused us to believe that Housing Authority of the Town of Oil City had not complied, in all material respects, with those requirements.

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

January 23, 1997

C. Mark Sanderson & Steven E. Miller, Jr.
VanRheenen & Miller, Ltd.
Certified Public Accountants

**Independent Auditor's Report on the Internal Control Structure Based on an Audit of
General Purpose Financial Statements Performed in Accordance with Government Auditing Standards**

Board of Commissioners
Housing Authority of the Town of Oil City
P. O. Box 298
Oil City, Louisiana 71961

We have audited the general purpose financial statements of Housing Authority of the Town of Oil City as of and for the year ended September 30, 1995, and have issued our report thereon dated January 23, 1997.

We conducted our audit in accordance with generally accepted auditing standards and 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 general purpose financial statements are free of material misstatement.

The management of Housing Authority of the Town of Oil City 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 our audit of the general purpose financial statements of Housing Authority of the Town of Oil City for the year ended September 30, 1995, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters comprising our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

Our study of the authority's internal control structure disclosed a reportable condition in internal controls relating to segregation of duties. Due to its limited size, the entity does not have the personnel to adequately separate the internal accounting control duties. The segregation of duties is a device that must be made by management on a cost benefit basis. Management must determine if the costs of implementing an adequate internal control system will outweigh the benefits derived from such a system. This reportable condition is inherent in all small entities, and should not be considered as a failure in proper management. We concur with management's opinion that the costs incurred to implement an adequate internal control system would exceed the benefits derived from such a system. Consequently, this should not be considered a control risk finding.

A material weakness is a reportable 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 and irregularities 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.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe none of the reportable conditions described above is a material weakness.

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

January 23, 1997

Van Orman & Miller, Ltd.
Van Orman & Miller, Ltd.
Certified Public Accountants

**Independent Auditor's Report on the Internal Control Structure Used in
Administering Federal Financial Assistance Programs**

Board of Commissioners
Housing Authority of the Town of Oil City
P. O. Box 280
Oil City, Louisiana 71661

We have audited the general purpose financial statements of Housing Authority of the Town of Oil City for the year ended September 30, 1986, and have issued our report thereon dated January 23, 1987. We have also audited Housing Authority of the Town of Oil City compliance with requirements applicable to major federal financial assistance programs and have issued our report thereon dated January 23, 1987.

We conducted our audits in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget (OMB) Circular A-133, *Audit of State and Local Governments*. These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement and about whether Housing Authority of the Town of Oil City complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audits for the year ended September 30, 1986, we considered the authority's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the authority's general purpose financial statements and on its compliance with requirements applicable to major programs, and to report on the internal control structure in accordance with OMB Circular A-133. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated January 23, 1987.

The management of Housing Authority of the Town of Oil City 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 recorded in accordance with management's authorization and recorded properly in permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs 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, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs in the following categories:

Housing Authority of the Town of Oil City
Oil City, Louisiana

Notes to the Financial Statements
September 30, 1998

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A. Organization.** The entity is chartered as a public corporation for the purpose of administering housing programs for low income families.

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 income housing programs in the United States. Accordingly, HUD has contracted with the entity to administer certain HUD funds.

- B. Financial reporting.** The financial reporting policies of the entity conform to generally accepted accounting principles.

Specific accounting policies. The following is a summary of significant accounting policies:

- 1. Financial reporting entity.** The entity is a public corporation, legally separate and financially independent. As required by generally accepted accounting principles, these financial statements present the financial position and results of operations of Housing Authority of the Town of Oil City, a primary government. These are no component units to be included herewith, but this report does include all funds, account groups, and programs which are controlled by the entity's governing body.
- 2. Fund accounting.** The accounts of the entity are organized on the basis of funds or account groups, each of which is considered to be a separate accounting unit. The operations of each fund are reported as a separate set of self-balancing accounts which are composed of each fund's assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Resources are allocated to and for individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into one general fund type (governmental) and the following broad fund categories:

Governmental Fund Types

Special revenue fund. The special revenue funds are used to account for specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Debt service fund. The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term principal, interest, and related costs.

Capital projects fund. The capital projects fund is used to account for financial resources to be used for the acquisition, construction, and major alterations of major capital facilities.

Special reporting treatment is also applied in governmental funds where prepaid items are present to indicate that they do not represent "available spending resources", even though they are a component of net current assets. Such amounts are offset by fund balance reserve accounts.

- 3. Fixed assets and long-term liabilities.** The accounting and reporting treatment applied to fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental fund types are accounted for on a spending "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spending resources". Governmental fund spending statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are used to present a summary of sources and uses of "available spending resources" during a period.

Working Authority of the Board of Directors
 All Corp., Inc./Canada

Analysis of Expenses - statutory basis
 Year Ended September 30, 1988

Annex 2 - Statutory Basis - Continues PG 182

Research expense	
Salaries per 9-30-88 audit	\$ 11,470,000.00
Ret. (20000) (1000) PPE 9-30-88	1 80,000.00
GR provision PSE 9-30-88	1 25,000.00
Balance at 9-30-88	\$ 11,575,000.00
Research expense	
Salaries per 9-30-88 audit	\$ 70,780.47
GR provision PSE 9-30-88	25,000.00
Balance at 9-30-88	\$ 95,780.47
Production expenditures from 1988	
Salaries per 9-30-88 audit	\$ 1,083,507.00
Overhead/Ret. to support	241.00
Depr. Amortization PPE 9-30-88	600,000.00
Construction PSE 9-30-88	185,000.00
Operating surplus PSE 9-30-88	60,000.00
Balance at 9-30-88	\$ 1,970,000.00
Change from 1987	
Balance per 9-30-87 audit	\$ 1,080,000.00
Change PSE 9-30-88	890,000.00
Balance at 9-30-88	\$ 1,970,000.00
Total Expenses	\$ 1,970,000.00

SUPPLEMENTAL FINANCIAL INFORMATION - STATUTORY BASIS

MONTHLY STATEMENT OF THE DEPT OF GOV
 OIL CITY, LOUISIANA

Balance Sheet - Inventory Month
 December 31, 1958

ASSET STATEMENTS (Continued) (IN \$'000)

ASSETS	
CASH	\$ 71,876.81
Prepaid Insurance	9,876.00
Investments	71,000.00
Debt amortization funds	105,000.00
Deferred charges	400.00
Fixed assets	1,461,000.00
	<hr/>
TOTAL ASSETS	\$ 1,700,152.81
	<hr/>
LIABILITIES AND EQUITY	
Unpaid security deposits	\$ 6,000.00
Deferred revenues	60,000.00
Accounts payable-vendors	50,000.00
accrued and unearned payroll taxes	400.00
accrued FICA	5,000.00
Unpaid prepaid costs	100.00
Fixed liabilities	1,000,000.00
	<hr/>
NET INVESTMENT	\$ 1,050,111.73
Reserve	644,000.00
	<hr/>
Total liabilities and equity	\$ 1,700,111.73
	<hr/>

SUPPLEMENTAL FINANCIAL INFORMATION

Housing Authority of the Town of Oil City
Oil City, Louisiana

Notes to the Financial Statements (Continued)
September 30, 1998

NOTE 5 - FIXED LIABILITIES

Fixed liabilities consist of the following:

	Interest Rate	Principal Balance
Payroll related costs		\$ 3,813.76
FFB note dated March 11, 1990	6.00%	778,502.10
Bonds payable, August 1, 1970 series	6.75%	317,703.00
Total		<u>\$ 1,099,018.86</u>

The Federal Financing Bank note is payable in annual installments of \$73,828.86, including principal and interest. All annual installments to maturity are payable by H.A.O. The note matures November 1, 2014.

The bonds mature in series annually in varying amounts with the final maturity date in 2011. All required debt service to maturity on the bonds, including principal and interest, is payable by H.A.O. under a debt service contract with the entity.

Changes in fixed liabilities are as follows:

	FFB Notes	H.A.O. Notes	Bonds	Payroll Related Costs
Bal., beg. of period	\$ 793,780.25	\$ 408,085.12	\$ 301,898.81	\$ 1,680.41
Principal retirement	(20,281.19)	0.00	(33,888.79)	0.00
Debt forgiveness	0.00	(408,085.12)	0.00	0.00
Net Change	(20,281.19)	(408,085.12)	0.00	0.00
Bal., end of period	<u>\$ 773,499.06</u>	<u>\$ 0.00</u>	<u>\$ 317,703.00</u>	<u>\$ 3,813.76</u>

Scheduled retirements of fixed liabilities are as follows:

	FFB Notes	Bonds	Interest	Total
Within one year	\$ 21,447.88	\$ 14,166.25	\$ 89,458.80	\$ 125,072.93
Within second year	23,360.00	14,976.00	87,088.84	125,424.84
Within third year	24,321.00	15,790.40	84,799.47	124,910.87
Within fourth year	25,108.00	16,604.72	82,180.10	123,892.82
Within fifth year	27,192.48	17,688.28	78,920.71	123,801.47
Thereafter	680,847.08	338,398.08	448,757.16	1,468,002.32

NOTE 6 - RETIREMENT PLAN

The entity provides pension 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 entity contributes 8% of the employee's base salary each month. The entity's contributions for each employee (and interest allocated to the employee's account) are vested 20% annually for each year of participation. An employee is fully vested after 5 years of participation.

The entity's total payroll in fiscal year ended September 30, 1998 was \$38,734.36. The entity's contributions were calculated using the base salary amount of \$38,717.80. Contributions to the plan were \$2,898.36.

NOTE 7 - CONTINGENCIES

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

Housing Authority of the Town of Oil City
Oil City, Louisiana

Notes to the Financial Statements (Continued)
September 30, 1998

Cash Deposits, categorized by level of risk, are:

Total Bank Balances	Category		
	1	2	3
\$ 126,176.42	\$ 175,178.42	\$ 0.00	\$ 0.00

NOTE 3 - RESTRICTED CASH

Restricted cash consists of the following:

	Comd Housing Program
Debt Service Fund	\$ 60.47

NOTE 4 - INTERFUND RECEIVABLES AND PAYABLES

The following schedule as of September 30, 1998 represents interfund receivables and payables:

Fund Type	Interfund Receivables	Interfund Payables
Special Revenue:		
Comd Housing	\$ 75,000.00	\$ 0.00
Capital Projects	0.00	75,000.00
Total	\$ 75,000.00	\$ 75,000.00

NOTE 5 - FIXED ASSETS

Changes in fixed assets are as follows:

	Beg. of Period	Additions	Deletions	End of Period
Land, land inputs	\$ 383,857.52	\$ 118,375.47	\$ 0.00	\$ 502,232.99
Building	2,125,800.52	540,132.50	0.00	2,665,932.02
Equipment	107,828.58	85,795.08	10,828.08	182,795.58
Const. in progress	733,104.89	584,172.08	688,203.08	629,073.89
Total	\$ 3,350,591.51	\$ 1,328,475.13	\$ 1,688,231.08	\$ 3,690,835.56

Construction in progress is composed of expenditures related to major renovation of certain buildings owned by the entity, said renovation having a planned total cost of \$688,203.08 to be fully financed by grants from HUD.

All land and buildings are encumbered by a Declaration of Trust in favor of the United States of America as security for obligations guaranteed by the federal government and to protect other interests of the federal government.

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Housing Authority of the Town of Oil City
Oil City, Louisiana

Notes to the Financial Statements (Continued)
September 30, 1996

- i. Expenditures under HUD's Comprehensive Improvement Assistance Program (CIAP) and similar Sectioner programs, are fully capitalized, notwithstanding the fact that expenditures are normally a matter of repairs, replacements and improvements. Consequently, some amounts represented as Fixed Assets may include costs substantially in excess of value.
 - j. During project development, interest expenditures are capitalized under pre-1987 financing agreements. Post 1988 capital projects are being financed by grants from HUD. Consequently, there are no interest expenditures to capitalize. Subsequent to completion of Pre-1987 financed developments, interest expenditures are not accrued but are recognized when paid.
8. **Comparative data.** Comparative total data for the prior year have not been presented in accompanying financial statements due to the conversion to GAAP financial reporting from statutory reporting in the prior fiscal year.
9. **Total columns on combined statements.** Total columns on the combined statements are captioned Memo Totals 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 computation. Interfund eliminations have not been made in the aggregation of this data.
- G. Budget.** The entity follows these procedures in establishing the budgetary data reflected in the financial statements:
1. The entity presents annual budgets for each fund (except Debt Service Fund and the Capital Projects Fund). Prior to the beginning of each budget year, the entity's annual budget is approved by the entity's governing body. Budgetary amendments require approval by the governing body. Budget amounts shown in the financial statements are the final authorized amounts for the year. All budgetary appropriations lapse at the end of each fiscal year.
 2. Budgets for the Capital Projects Fund are prepared on a project-life basis rather than on an annual basis and, therefore, have been omitted from the accompanying financial statements.
 3. Budgets for the Debt Service Fund are not prepared inasmuch as all revenues and expenditures of this fund are controlled by and processed by HUD. The entity records Debt Service Fund transactions from documents supplied by HUD.
- H. Income taxes.** The entity is not subject to federal or state income taxes.
- I. Cash and cash equivalents.** The entity defines cash to include certificates of deposit, money market funds, savings accounts, and demand deposits, and other short-term securities with maturities of three months or less. Consequently, the cost, carrying value, and market value are equated.
- J. Investments.** The entity defines investments to include certificates of deposit with maturities of greater than three months, consequently, the cost, carrying value, and market value are equated.

NOTE 2 - CASH DEPOSITS WITH FINANCIAL INSTITUTIONS

It is the entity's policy to 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 entity's deposits are categorized to give an indication of the level of risk assumed by the entity as of September 30, 1996. The categories are described as follows:

- Category 1 - Insured or collateralized with securities held by the entity or by its agent in the entity's name.
- Category 2 - Collateralized with securities held by the pledging financial institution's local department or agent in the entity's name.
- Category 3 - Uncollateralized.

Monthly Inventory of the Stock of OIL CRUISE
OIL CRUISE, 1964-1965

Summary Statement of Revenues, Expenditures, and Changes in Fund Balances—
Oil Governmental Fund Types
Year Ending September 30, 1965

	Governmental Fund Types			
	Special Revenues	Inter- Service	Capital Projects	Other Funds 1965
Revenues:				
State	\$ 89,875.50	\$.00	\$.00	\$ 89,875.50
Operational subfund allocations	89,000.00	561,761.00	594,170.00	1,044,936.00
Transfer	6,493.28	.00	.00	6,493.28
Other revenues	18,067.75	.00	.00	18,067.75
Total Revenues	\$ 193,436.53	\$ 561,761.00	\$ 594,170.00	\$ 1,349,367.53
Expenditures:				
Current:				
Operating expenses	\$ 100,884.76	\$.00	\$.00	\$ 100,884.76
Capital outlay	.00	.00	594,170.00	594,170.00
Inter-service	.00	470,540.00	.00	470,540.00
Principal	.00	71,166.04	.00	71,166.04
Interest	.00	71,166.04	.00	71,166.04
Total Expenditures	\$ 100,884.76	\$ 641,766.04	\$ 594,170.00	\$ 1,336,820.80
Change in fund balances:				
Transfers of balances from general fund revenues	\$ 43,549.76	\$ 2,000.00	\$.00	\$ 45,549.76
Fund balances, beginning of period	71,784.97	593,400.00	.00	171,000.00
Fund balances, end of period	\$ 115,334.73	\$ 595,400.00	\$.00	\$ 712,549.76

The accompanying notes are an integral part of the financial statements.

Housing Authority of the Town of Oil City
Oil City, Louisiana

Notes to the Financial Statements (Continued)
September 30, 1998

Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group. No depreciation has been provided on such assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their estimated fair value on the date donated. The entity does not capitalize any "infrastructure" assets (roads, curbs, sidewalks, drainage systems, and similar assets) but are immovable which are paid for by the entity. During project development, interest expenditures were capitalized under pre-1987 financing arrangements. Post-1986 capital projects are being financed by grants from HUD. Consequently, there are no interest expenditures to capitalize. Subsequent to financial developments, interest expenditures are not accrued but are recorded when paid.

Long-term liabilities expected to be financed from governmental fund types are accounted for in the General Long-Term Debt Account Group. Expenditures related to such debt are reflected in the Debt Service Fund.

The two above-named account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with the measurement of results of operations.

In the current year, the entity implemented financial reporting under generally accepted accounting principles and discontinued Regulatory basis reporting.

4. **Basis of accounting.** All governmental fund types are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. All significant revenue sources are susceptible to accrual.

Expenditures in governmental fund types are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) accumulated unpaid vacation and sick pay which are not accrued, and (2) principal and interest on general long-term debt which is recognized when due.

Vested and earned vacation and sick leave (but are not accrued) are reported in the general long-term debt account group. No expenditure is reported for these amounts. No liability is recorded for converting accumulating rights to receive sick pay benefits.

The entity does not utilize encumbrance accounting.

5. **Supplemental financial information - statutory basis.** The governmental financial information - statutory basis has been prepared in conformity with the accounting practices prescribed by HUD, which differs from generally accepted accounting principles as follows:

- a. Governmental fund accounting principles are not utilized.
- b. Accounts receivable are stated without an allowance for doubtful accounts. Accounts are written off as collectible losses only after the board has visited the unit and the entity has taken reasonable actions to collect.
- c. Annual Contributions and subsidies earned and/or received from HUD are recorded as contributions to surplus and are not included in the Statement of Income and Expenses.
- d. Items of routinely recurring expenses are recognized when paid and are therefore not accrued.
- e. Premiums and/or discounts on bonds are recognized in income or expense in the year bonds are sold.
- f. The cost of accumulated unpaid vacation and sick leave is not accrued.
- g. Financial statement formats vary from GAAP.
- h. The entity does not utilize encumbrance accounting.

Working Inventory of the State of New York
 1941-1942, continued

Statement of Income and Expenses - Operating Items
 - Civil Control Program
 Year ended September 30, 1942

Annual Appropriation Account No. 1002

Operating Income		
Working capital	\$	44,000.00
Interest on Federal Fund Investments		4,000.00
Other income		4,000.00
Total operating income	\$	52,000.00
Operating Expenses		
Administration	\$	35,000.00
Travel services		1,000.00
Utilities		4,115.00
Contract maintenance and operation		35,000.00
General expense		30,000.00
Total operating expenses	\$	105,115.00
Net operating income (loss) before other items	\$	(53,115.00)
Other charges (credits)		
Interest expense	\$	70,000.00
Profit year adjustments affecting net		10,000.00
Profit year adjustments not affecting net		6,750.00
Loss from disposition of equipment		10,000.00
Total other charges (credits)	\$	76,750.00
Net income (loss)	\$	\$6,635.00

Working Indicator of the Form of Oil City
Oil Corp. Statement

Comparison of Monthly Receipts and Working Annual Contributions
(Based Working Program
Year Ended December 31, 1944)

Annual Contributions (Current Period)

Comparison of Monthly Receipts

Operating receipts	
Operating income	\$ 50,000.00
Oil operating subsidy	20,000.00
Other year adjustments affecting monthly receipts	10,000.00
Total operating receipts	\$ 80,000.00
Operating expenditures	
Operating expense	\$ 60,000.00
Total operating expenditures	\$ 60,000.00
Oil bonus provision for reserves, per acre ¹	\$ 20,000.00
Other adjustments (debit and)) 5,000.00
Oil bonus provision for reserves, per acre	\$ 20,000.00
Provision for operating reserves) 20,000.00
Reserves (debit) per acre	\$.00

Comparison of Working Annual Contributions

From annual contribution	\$ 20,000.00
Less interest savings	100.00
Total annual contribution received	\$ 19,900.00
Less amount available for collection of annual contribution - Oil bonus	.00
Working annual contribution	\$ 19,900.00
Debt Requirement	
Current debt requirements by Oil	\$ 100,000.00

¹ Subject to adjustments by Oil.

Reading Authority of the Board of Civil Control
 Civil Control, Incubation

Statement of Rehabilitation Costs - Completed
 September 30, 1955

Annual Rehabilitation Contract FY-1955

	LA 0012000001	LA 0012000002	Total
1. Funds approved	\$ 400,000.00	\$ 100,000.00	\$ 500,000.00
Funds expended	190,000.00	80,000.00	270,000.00
Balance of funds approved	\$ 210,000.00	\$ 20,000.00	\$ 230,000.00
2. Funds advanced	\$ 240,000.00	\$ 170,000.00	\$ 410,000.00
Funds expended	240,000.00	100,000.00	340,000.00
Balance (percentage) of funds advanced	\$ 0	\$ 70,000.00	\$ 70,000.00

Annual Statement of the State of Michigan
 1941-1942, continued

REVENUE AND EXPENDITURES OF SPECIAL REPRESENTATION COSTS
 September 30, 1942

Special Contributions Contract, PW-1242

	<u>1941-1942</u>
1. Funds approved	\$ 400,000.00
Funds expended	400,000.00
	<hr/>
Excess of funds approved	\$.00
	<hr/>
2. Funds advanced	\$ 400,000.00
Funds expended	400,000.00
	<hr/>
Excess (deficiency) of funds advanced	\$.00
	<hr/>
3. The distribution of costs by project as shown on the Final Statement of Representation Cost accompanying the annual representation cost certification dated 5/21/42, submitted to SAC for approval is in agreement with the final records. All representation costs have been paid and all related liabilities have been discharged through payment.	

Issuing Authority of the State of Michigan
 301 City, Ann Arbor

Analysis of General Fund Debt Balance
 September 30, 1999

Annual Contributions Interest 99-122

Assets and Other Items

Cash	\$ 24,853.00
Investments for debt funding	71,000.00
Prepaid insurance	4,076.00
Investments	74,480.24
Interest charges	800.00
Total	\$ 175,209.24

Liabilities, Reserves, and Other Items

General account deposits	\$ 4,364.00
General reserves	60,744.00
Accounts payable-vendors	60,770.00
Accrued and withheld payroll taxes	80.00
Accrued interest	5,744.00
General prepaid costs	134.00
Operating reserves per 1998	600,000.00
Adjustments arising on (closed) acc.	7,000.00
Total	\$ 1,338,836.00

Housing Authority of the Town of Oil City
Oil City, Louisiana

General Housing Program

Adjusting Journal Entries
September 30, 1999

Annual Contributions Contract FHM-1062

	Acct. # for debit entry	Acct. # for posting to FHM	Debit	Credit
(1)				
Cumulative HUD Annual Contrib.	2840	2840	\$ 184,702.54	
F. F. B. Rates	2312	2312		\$ 20,251.18
Bonds Retired	2340	2342		52,808.81
Interest Expense	5510	5528		72,458.76
To adjust debt services accounts at 9/30/99.				
(2)				
Investment C.O. 74255688	1182.3	1182.3	1,487.80	
Investment C.O. 4134882	1182.5	1182.5	23,187.87	
Investment C.O. 118288910	1182.6	1182.8	881.79	
Investment C.O. 118288914	1182.7	1182.7	808.87	
Investment C.O. 4718272	1182.4	1182.4		20,000.00
Investment C.O. 4718270	1182.5	1182.5		10,000.00
Interest Income	8010	8010		6,325.21
To adjust C.O.s at 9/30/99 per bank confirmations.				
(3)				
Travel Expense	4180	5020N	314.58	
Insurance Expense	4810	500N		314.58
To correct account coding on CV 208 dated 6/8/99.				
(4)				
Prepaid Insurance	1211	1211	1,188.68	
Insurance Expense	4818	6810	8,878.08	
Pre Year Adjustments All FHM	6010	6810		11,067.66
To adjust prepaid rent and insurance expense from prior year being to accrue prepaid insurance.				
(5)				
OWP	921408	00	87,536.80	
Contract Retention	2112	NOT		8,752.80
Accounts Payable - Other	2110	BOOK		80,782.40
To record contractor request at 9/30/99 that was subsequently paid 1/8/99.				

Housing Authority of the Town of Oil City
Oil City, Louisiana

Debt (Housing Program)

Adjusting Journal Entries (Continued)
September 30, 1998

Annual Contributions Contract PW-1992

	<u>Acct. #</u> for audit 1998	<u>Acct. #</u> for posting by PHS	<u>Debit</u>	<u>Credit</u>
101				
Administrative Salaries	4110	DD	\$ 668.80	
Maintenance Labor	4450		658.20	
GAAP Salaries	861410		125.20	
Federal Withholding	0117.1			\$ 209.08
State Withholding	0117.2	NDIT		44.08
Social Security	0117.3			125.20
Retirement	0117.5			11.16
Child Support	0117.8			108.28
Other Income	3890			1.80
Accounts Payable - Other	2018	BOOK		1,058.51
To record payroll payable as of 9/30/98.				

NON-EMERGENCY SECTION

**Independent Auditor's Report on Compliance Based on an Audit of Financial
Statements Performed in Accordance with Government Auditing Standards**

Board of Commissioners
Housing Authority of the Town of Oil City
P. O. Box 200
Oil City, Louisiana 71601

We have audited the general purpose financial statements of Housing Authority of the Town of Oil City as of and for the year ended September 30, 1989, and have issued our report thereon dated January 23, 1997.

We conducted our 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 we 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 Housing Authority of the Town of Oil City is the responsibility of the authority's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the authority's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the general purpose financial statements was not to provide an opinion on overall compliance with such provisions. 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.

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

January 23, 1997

Mark VanRheenen & Bryan L. Miller, Ltd.
VanRheenen & Miller, Ltd.
Certified Public Accountants

Working Activity of the Year of the City
 000 - 1111 - 10000000

Financial Statement of Revenues, Expenditures, and Changes in Fund Balance -
 Budget and Actual - 000 Environmental Fund Types
 Year Ended September 30, 1996

	Special Revenue Funds		
	Budget	Actual	Percentage Favorable Disfavorable
Revenues:			
State	\$ 54,000.00	\$ 55,000.00	\$ 1,000.00
operational maintenance	42,000.00	42,000.00	.00
transfers	4,000.00	4,000.00	0.00.00
Other Revenues	0.000.00	10,000.00	0,000.00
Total Revenues	\$ 100,000.00	\$ 111,000.00	\$ 11,000.00
Expenditures			
(Current):			
Administrative services	\$ 10,000.00	\$ 11,000.00	\$ 1,000.00
Development fees	4,000.00	3,000.00	1,000.00
Fuel	1,000.00	1,000.00	0.00.00
Utility and maintenance	1,000.00	1,000.00	0.00.00
Public services	1,000.00	1,000.00	0.00.00
Travel	1,000.00	0.000.00	1,000.00
Telephone services	10,000.00	10,000.00	0.000.00
Professional services	10,000.00	9,000.00	1,000.00
Other maintenance costs	10,000.00	9,000.00	1,000.00
Insurance	20,000.00	20,000.00	0.000.00
PLANT	1,000.00	1,000.00	0.000.00
Employee benefits	10,000.00	1,000.00	9,000.00
miscellaneous items	0.000.00	0.00	0.00.00
Total Expenditures	\$ 100,000.00	\$ 103,000.00	\$ 3,000.00
Balance of Revenues over current expenditures	\$ 0.000.00	\$ 8,000.00	\$ 8,000.00
Fund Balance, beginning of period		11,000.00	
Fund Balance, end of period		\$ 19,000.00	

The accompanying notes are an integral part of the financial statements.