

Banking Authority of the State of Virginia  
 Virginia, UNITED STATES

Analysis of Surplus - Historical Basis  
 Year Ended September 30, 1999

ANNUAL CONTRIBUTION PROGRAM FOR 1999

|                                     |                         |
|-------------------------------------|-------------------------|
| Unassigned surplus                  |                         |
| Balance per 9-30-98 audit           | \$ 21,877,988.00        |
| 1999 net(A) AMI subsequently earned | 78,888.00               |
| Net Income (Loss) FY 9-30-99        | ± 181,221.00            |
| On provision FY 9-30-99             | 6,120.00                |
| Balance at 9-30-99                  | <u>\$ 22,884,217.00</u> |
|                                     |                         |
| Assigned surplus                    |                         |
| Balance per 9-30-98 audit           | \$ 188,411.00           |
| On provision FY 9-30-99             | ± 6,490.00              |
| Balance at 9-30-99                  | <u>\$ 194,901.00</u>    |
|                                     |                         |
| Residual contribution from AMI      |                         |
| Balance per 9-30-98 audit           | \$ 2,058,588.87         |
| Contributions FY 9-30-99            | 78,480.47               |
| Operating surplus FY 9-30-99        | 88,884.00               |
| Balance at 9-30-99                  | <u>\$ 2,226,953.34</u>  |
|                                     |                         |
| Total surplus                       | <u>\$ 254,664.34</u>    |

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 none 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 18, 1987

Walter R. Johnson & Miller, Ltd.  
Walter R. Johnson & Miller, Ltd.  
Certified Public Accountants

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

Board of Commissioners  
Housing Authority of the Town of Vivian  
609 Hedrick Court  
Vivian, LA 71378

We have audited the general purpose financial statements of Housing Authority of the Town of Vivian as of and for the year ended September 30, 1996, and have issued our report thereon dated January 18, 1997.

We have also audited Housing Authority of the Town of Vivian compliance with the specific program requirements governing types of services allowed or disallowed; eligibility; reporting; 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 Vivian 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-105, "Audits of State and Local Governments" and the provisions of the Public and Indian Housing Compliance Supplement dated May 25, 1996. These standards and the OMB Circular A-105 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred 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 referred to above, which are described in the accompanying schedule of findings and questioned costs. We considered those 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 Vivian 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.

January 18, 1997

*VanRheenen & Miller, Ltd.*  
VANRHEENEN & MILLER, LTD.  
Certified Public Accountants

Financial Statements of the State of Florida  
 Florida, Louisiana

Statement of General Fund Cash Balance  
 September 30, 1988

Annual Contributions Contract 88-1001

Assets and Other Items

|                               |           |                   |
|-------------------------------|-----------|-------------------|
| Cash                          | \$        | 124,394.74        |
| Accounts receivable/contracts |           | 1,200.00          |
| Prepaid insurance             |           | 1,953.00          |
| Investments                   |           | 81,975.84         |
| <b>Total</b>                  | <b>\$</b> | <b>144,794.74</b> |

Liabilities, Reserves, and Other Items

|                                      |           |                   |
|--------------------------------------|-----------|-------------------|
| Accounts' security deposits          | \$        | 1,200.00          |
| Accounts payable/contracts           |           | 1,978.00          |
| Accrued and withheld payroll taxes   |           | 177.00            |
| Accrued FICA                         |           | 1,121.00          |
| Operating reserve per FSA            |           | 189,881.00        |
| Adjustments affecting BS (added net) | \$        | 489,892.00        |
| <b>Total</b>                         | <b>\$</b> | <b>189,794.74</b> |

Housing Authority of the Town of Indian  
Wet., Louisiana

Careed Housing Program

Adjusting Journal Entries  
September 30, 1985

Annual Contributions Contract PW-1210

|   | Acct. #<br>for audit<br>report | Acct. #<br>for posting<br>by PHA | Debit       | Credit      |
|---|--------------------------------|----------------------------------|-------------|-------------|
| (1)   |                                |                                  |             |             |
| Cash  | 1111.01                        | 1111.01                          | \$ 1,000.19 |             |
| Prior Year Adj. Acc. RR                                       | 6010                           | 6010                             |             | \$ 1,000.19 |
| To write-off checks outstanding<br>for over twelve months.    |                                |                                  |             |             |
| (2)   |                                |                                  |             |             |
| Water   | 4310                           | 000                              | 1,000.00    |             |
| Other Utilities   | 4300                           |                                  | 1,010.00    |             |
| Maint. Contract Costs   | 4400                           | NCIT                             | 780.00      |             |
| Electricity   | 4300                           |                                  | 135.33      |             |
| Maintenance Materials   | 4400                           |                                  | 378.44      |             |
| Accounts Payable  | 3111                           | BOOK                             |             | 3,679.66    |
| To record accounts payable for<br>report purposes.            |                                |                                  |             |             |
| (3)   |                                |                                  |             |             |
| Prior Year Adj. Acc. RR.                                      | 6010                           | 000                              | 1,028.19    |             |
| Casualty Losses   | 4800                           |                                  |             | 1,000.00    |
| Maintenance Materials   | 4400                           | NCIT                             |             | 681.20      |
| Water   | 4310                           |                                  |             | 1,288.60    |
| Other Utilities   | 4300                           |                                  |             | 860.00      |
| Maintenance Contract Costs                                    | 4400                           |                                  |             | 730.00      |
| Electricity   | 4320                           | BOOK                             |             | 67.38       |
| To record prior year accounts<br>payable for report purposes. |                                |                                  |             |             |
| (4)   |                                |                                  |             |             |
| Deferred Charges - Other                                      | 2200                           | 2200                             | 1,708.14    |             |
| Prior Year Adj. Acc RR.                                       | 6010                           | 6010                             |             | 1,708.14    |
| To remove unutilized liability<br>from previous years.        |                                |                                  |             |             |
| (5)   |                                |                                  |             |             |
| Property Betterments & Additions                              | 7540                           | 6810                             | 68.88       |             |
| Property - Cante  | 7530                           | 6820                             |             | 68.88       |
| To correct property additions<br>and balances the BSA.        |                                |                                  |             |             |
| (6)   |                                |                                  |             |             |
| Project Notes   | 2011                           | 2011                             | 1.32        |             |
| Cumulative HUD Cante  | 2040                           | 2040                             |             | 1.32        |
| To correct project notes and<br>balance the BSA.              |                                |                                  |             |             |

## NON-FINANCIAL SECTION

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

Board of Commissioners  
Housing Authority of the Town of Vivian  
808 Federal Courts  
Vivian, LA 71882

We have audited the general purpose financial statements of Housing Authority of the Town of Vivian as of and for the year ended September 30, 1986, and have issued our report thereon dated January 18, 1987.

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 Vivian 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 10, 1987

Alan VanRheenen & Miller, Ltd.  
VanRheenen & Miller, Ltd.  
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 Vivian  
608 Redwood Courts  
Vivian, LA 71082

We have audited the general purpose financial statements of Housing Authority of the Town of Vivian as of and for the year ended September 30, 1998, and have issued our report thereon dated January 10, 1997.

We have applied procedures to test Housing Authority of the Town of Vivian 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  
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 Supplement for Single Audits of State and Local Governments. Our procedures were substantially less in scope than an audit, 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 listed, the results of these 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 Vivian 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 10, 1997

VanRheenen & Miller, Ltd.  
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 Vivian  
509 Redbud Courts  
Vivian, LA 71892

We have audited the general purpose financial statements of Housing Authority of the Town of Vivian as of and for the year ended September 30, 1995, and have issued our report thereon dated January 10, 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.

The management of Housing Authority of the Town of Vivian 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, preparation 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 Vivian 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 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 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 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.

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 10, 1997

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

#### Activity Cycles

- Treasury or financing
- Revenue receipts
- Purchasing/Disbursements
- External financial reporting
- Payroll/personnel

#### General Requirements

- Political activity
- Civil rights
- Cash management
- Federal financial reports
- Allowable cost/audit principles
- Drug-free workplace
- Administrative requirements

#### Specific Requirements

- Types of services stored or uncollected
- Eligibility
- Reporting
- 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, 1988, Housing Authority of the Town of Milan expended 180 percent of its total federal financial assistance under major federal financial assistance programs.

We performed tests of controls, as required by OBRA Circular A-133, 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 statements. Our procedures were not in scope that 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 law 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 also disclosed reportable conditions relating to unencumbered deposits, unexp. flow, and PHMAP, which are disclosed in the accompanying schedule of findings and questioned costs.

Housing Authority of the Town of Metairie  
Metairie, Louisiana

Independent Auditor's Schedule of Findings and Questioned Costs  
For the Year Ended September 30, 1997

Questioned  
Costs

1. UNCOLLATERALIZED DEPOSITS ABOVE FDIC LIMITS

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**Finding**

Low Rent Housing Financial Management Handbook #P475.1, Chapter 4, Section 2, page 1, states that FHA's shall require their depositories to continuously and fully secure all deposits in excess of amount regularly insured by providing certain specified collateral. As of FYE 9/30/96, deposits in Citibank did exceed insured maximums, but collateral as required was not provided.

**Recommendation**

The FHA should request the financial institution to provide the required collateral.

**Reply**

We have obtained the required collateral effective 12/31/96.

2. TENANT FILES

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**Findings**

Based on six files selected, we noted five files contained unsigned applications for continued occupancy, one expired HUD-9888, one file without income verification, and one file did not contain annual re-examination.

**Recommendation**

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

**Reply**

We will correct the deficiencies.

3. PHRAP ASSESSMENT FACTORS

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**Findings**

HUD Notice PH 98-32 requires auditors to review several PHRAP indicators as reported to HUD with the supporting documentation. Supporting documentation was not available for the audit period covered. In addition, the submission date of January 3, 1997 was after the 90 day submission deadline.

**Recommendation**

Review the requirements of HUD Notice PH 98-32 and comply with its directives.

**Reply**

We have a tracking system in place for the current fiscal year and should be able to produce reliable data for the next fiscal audit.

Housing Authority of the Town of Vinton  
Vinton, Louisiana

Independent Auditors' General Comments  
September 30, 1998

1. There were two findings in the next preceding audit as follows:

| <u>Findings</u>              | <u>Repletion</u>                                    |
|------------------------------|---|
| a. Tenant file deficiencies. | a. See current findings for continued deficiencies. |
| b. PHMAP reporting           | b. See current findings for continued deficiencies. |

2. The PHA administers 60 units of public housing.

3. HUD recommends that tenants' accounts receivable for units in possession should not exceed 10% of the average monthly rental charges. At September 30, 1998, the balance of tenants' accounts receivable was 23% of the average monthly rental charges.

Banking Authority of the State of Texas  
 Dallas, Texas

Statement of Income and Expense - Statutory Basis  
 General Banking Program  
 Year Ended September 30, 1990

MONETARY CONTRIBUTIONS COLLECTED 89-1014

|   |                        |
|---|------------------------|
| Operating Income                                      |                        |
| Interest earned                                       | \$ 71,000.07           |
| Interest on general fund investments                  | 1,892.10               |
| Other Income  | 1,002.00               |
| <b>Total operating income</b>                         | <b>\$ 73,894.17</b>    |
| <hr/>   |                        |
| Operating Expenses                                    |                        |
| Administration  | \$ 24,682.87           |
| Utilities   | 24,442.00              |
| Telephone instruments and operation                   | 20,000.00              |
| General expense                                       | 21,570.00              |
| Miscellaneous maintenance                             | 1,000.00               |
| <b>Total operating expenses</b>                       | <b>\$ 111,696.87</b>   |
| <hr/>   |                        |
| <b>Net operating income (loss) before other items</b> | <b>\$ ( 37,802.70)</b> |
| <hr/>   |                        |
| Other charges (credits)                               |                        |
| Interest expense                                      | \$ 41,000.00           |
| Prior year adjustments affecting BI                   | 1,400.00               |
| Prior year adjustments not affecting BI               | 74,000.00              |
| <b>Total other charges (credits)</b>                  | <b>\$ 116,400.00</b>   |
| <hr/>   |                        |
| <b>Net Income (Loss)</b>                              | <b>\$ ( 10,792.70)</b> |

**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 Vidon  
608 Medical Courts  
Vidon, LA 71082

We have audited the general purpose financial statements of Housing Authority of the Town of Vidon for the year ended September 30, 1990, and have issued our report thereon dated January 10, 1991. We have also audited Housing Authority of the Town of Vidon's compliance with requirements applicable to major federal financial assistance programs and have issued our report thereon dated January 10, 1991.

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-128, **Audits 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 general purpose financial statements are free of material misstatement and about whether Housing Authority of the Town of Vidon 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, 1990, 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-128. 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 10, 1991.

The management of Housing Authority of the Town of Vidon 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 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:

**Independent Auditors' Report**

Board of Commissioners  
Housing Authority of the Town of Vivian  
608 Redoubt Court  
Vivian, LA 71502

We have audited the accompanying general purpose financial statements of Housing Authority of the Town of Vivian as of September 30, 1996, 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 Vivian as of September 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, we have also issued a report dated January 10, 1997 on our consideration of Housing Authority of the Town of Vivian's internal control structure and a report dated January 10, 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 Vivian. 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 18, 1997

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

Boeing Industry of the State of Illinois  
 1974-75 Audited

Balance Sheet - Historical Basis  
 September 30, 1975

Annual Contribution Contract 89-1200

| Assets                                |                        |
|---------------------------------------|------------------------|
| Cash                                  | \$ 109,100.07          |
| Accounts receivable-invoice           | 1,000.00               |
| Prepaid Insurance                     | 3,000.00               |
| Investments                           | 10,000.00              |
| State contribution funds              | 19,000.00              |
| Other assets                          | 2,559,111.73           |
|                                       | <hr/>                  |
| <b>Total assets</b>                   | <b>\$ 2,691,211.80</b> |
|                                       | <hr/>                  |
| Liabilities and Equities              |                        |
| Unsettled accounts payable            | \$ 6,011.00            |
| Accounts payable-other                | 3,000.00               |
| Accrued and withheld payroll taxes    | 874.00                 |
| Accrued PERS                          | 7,000.00               |
| Other liabilities                     | 1,445,174.80           |
|                                       | <hr/>                  |
| State contribution                    | \$ 1,445,000.00        |
| Reserve                               | 800,000.00             |
|                                       | <hr/>                  |
| <b>Total liabilities and equities</b> | <b>\$ 2,691,211.80</b> |
|                                       | <hr/>                  |

Working Activity of the Dept of Wildlife  
Louisiana, Louisiana

Comparison of Recycled Receipts and Accounting Annual Contributions  
Owens Working Program  
Year Ended September 30, 1994

Annual contribution contract 94-014

Comparison of Recycled Receipts

|  |                      |
|--|----------------------|
| Operating receipts                                 |                      |
| Sponsorship income                                 | \$ 79,000.00         |
| WMA operating receipts                             | 91,000.00            |
| <b>Total operating receipts</b>                    | <b>\$ 170,000.00</b> |
| Operating expenditures                             |                      |
| Specialty expenses                                 | \$ 141,000.00        |
| Prior year adjustments affecting recycled receipts | 1,000.00             |
| Capital expenditures                               | 39,000.00            |
| <b>Total operating expenditures</b>                | <b>\$ 181,000.00</b> |
| Net before provision for reserves, per WMA         | \$ (11,000.00)       |
| WMA adjustments (added - net)                      | 400.00               |
| Net before provision for reserves, per WMA         | \$ (10,600.00)       |
| Provision for operating reserves                   | 1,000.00             |
| <b>Recycled receipts per WMA</b>                   | <b>\$ .00</b>        |

Comparison of Accounting Annual Contributions

|   |                     |
|---|---------------------|
| WMA annual contribution                 | \$ 74,000.00        |
| Less (added) surplus                    | 100.00              |
| <b>Total annual contribution annual</b> | <b>\$ 74,100.00</b> |
| Less amount furnished for reduction of  |                     |
| annual contribution - 94, above         | .00                 |
| <b>Accounting annual contribution</b>   | <b>\$ 74,100.00</b> |

\*Subject to adjustment by WMA.

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**Housing Authority of the Town of Yvian  
Yvian, Louisiana**

**Financial Statements and Supplemental Financial Information  
Year Ended September 30, 1986**

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 has been submitted to the auditor, 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, when appropriate, at the office of the parish clerk of court.

Release Date APR 16 1987

WaltWhessen & Miller, Ltd.  
Certified Public Accountants  
1009 East Race Avenue  
Baton Rouge, Louisiana 70803

## FINANCIAL SECTION

Budgetary Accounting of the State of Florida  
Division, Legislature

Detailed Balance Sheet - All Fund Types and Special Groups  
September 30, 2009

|   | Governmental Fund Types |                     | MOBILE GROUPS          |                        |                        |
|---|-------------------------|---------------------|------------------------|------------------------|------------------------|
|   | Special Revenue         | Other Services      | General Fund Assets    | General Long-term Debt | Total                  |
| <b>ASSETS AND OTHER DEBITS</b>                              |                         |                     |                        |                        |                        |
| <b>ASSETS</b>   |                         |                     |                        |                        |                        |
| Cash  | \$ 114,000.00           | \$ .00              | \$ .00                 | \$ .00                 | \$ 114,000.00          |
| Investments   | 11,070.00               | .00                 | .00                    | .00                    | 11,070.00              |
| Receivables:  |                         |                     |                        |                        |                        |
| Accounts  | 1,000.00                | .00                 | .00                    | .00                    | 1,000.00               |
| intergovernmental   | .00                     | 70,400.00           | .00                    | .00                    | 70,400.00              |
| franchise taxes   | 1,000.00                | .00                 | .00                    | .00                    | 1,000.00               |
| Miscellaneous accounts                                      |                         |                     |                        |                        |                        |
| Cash  | .00                     | 51.00               | .00                    | .00                    | 51.00                  |
| Fixed assets  | .00                     | .00                 | 1,111,000.00           | .00                    | 1,111,000.00           |
| Other debits:   |                         |                     |                        |                        |                        |
| Amount available to other services Fund                     | .00                     | .00                 | .00                    | 70,400.00              | 70,400.00              |
| Net to be provided for retirement of general long term debt | .00                     | .00                 | .00                    | 1,270,000.00           | 1,270,000.00           |
| <b>TOTAL ASSETS AND OTHER DEBITS</b>                        | <b>\$ 128,070.00</b>    | <b>\$ 70,400.00</b> | <b>\$ 1,111,000.00</b> | <b>\$ 1,340,400.00</b> | <b>\$ 1,649,870.00</b> |
| <b>LIABILITIES, EQUITY, AND OTHER CREDITS</b>               |                         |                     |                        |                        |                        |
| <b>Liabilities</b>  |                         |                     |                        |                        |                        |
| Accounts payable:   |                         |                     |                        |                        |                        |
| Vendors   | \$ 4,100.00             | \$ .00              | \$ .00                 | \$ .00                 | \$ 4,100.00            |
| Interfund payables  | 4,000.00                | .00                 | .00                    | .00                    | 4,000.00               |
| Unearned FIDM   | 5,000.00                | .00                 | .00                    | .00                    | 1,000.00               |
| Funds liabilities   | .00                     | .00                 | .00                    | 1,265,000.00           | 1,265,000.00           |
| <b>TOTAL LIABILITIES</b>                                    | <b>\$ 13,100.00</b>     | <b>\$ .00</b>       | <b>\$ .00</b>          | <b>\$ 1,265,000.00</b> | <b>\$ 1,278,100.00</b> |
| <b>Equity and Other Credits</b>                             |                         |                     |                        |                        |                        |
| Reserves in general fund assets                             | \$ .00                  | \$ .00              | \$ 1,111,000.00        | \$ .00                 | \$ 1,111,000.00        |
| Net amount:   |                         |                     |                        |                        |                        |
| Reserved for debt service                                   | .00                     | 70,400.00           | .00                    | .00                    | 70,400.00              |
| Reserved for projects                                       | 1,000.00                | .00                 | .00                    | .00                    | 1,000.00               |
| Unreserved, unassigned                                      | 100,000.00              | .00                 | .00                    | .00                    | 100,000.00             |
| <b>TOTAL EQUITY AND OTHER CREDITS</b>                       | <b>\$ 100,000.00</b>    | <b>\$ 70,400.00</b> | <b>\$ 1,111,000.00</b> | <b>\$ .00</b>          | <b>\$ 1,341,400.00</b> |
| <b>NET CASH, EQUITY AND OTHER CREDITS</b>                   | <b>\$ 100,000.00</b>    | <b>\$ 70,400.00</b> | <b>\$ 1,111,000.00</b> | <b>\$ 1,340,400.00</b> | <b>\$ 1,641,800.00</b> |

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

Working Account of the Year of Fiscal  
1934-35, Andhra

Consolidated Statement of Receipts, Expenditures, and Balance in Fund Accounts—  
R.G. Developmental, Fund Types  
Year ended September 30, 1935

|   | Developmental Fund Types |                     |                      |
|---|--------------------------|---------------------|----------------------|
|   | Special<br>Accounts      | Main<br>Accounts    | Total<br>Fund Types  |
| <b>Receipts:</b>                            |                          |                     |                      |
| <b>From:</b>                                |                          |                     |                      |
| Government contributions                    | \$ 75,000.00             | .00                 | \$ 75,000.00         |
| Interest                                    | 85,000.00                | 71,000.00           | 156,000.00           |
| Miscellaneous                               | 5,000.00                 | .00                 | 5,000.00             |
| Miscellaneous                               | 1,000.00                 | .00                 | 1,000.00             |
| <b>Total Receipts</b>                       | <b>\$ 176,000.00</b>     | <b>\$ 71,000.00</b> | <b>\$ 247,000.00</b> |
| <b>Expenditures:</b>                        |                          |                     |                      |
| <b>For:</b>                                 |                          |                     |                      |
| Working expenses                            | \$ 100,000.00            | .00                 | \$ 100,000.00        |
| Capital outlay                              | 80,000.00                | .00                 | 80,000.00            |
| Miscellaneous                               | .00                      | 50,000.00           | 50,000.00            |
| Interest                                    | .00                      | 40,000.00           | 40,000.00            |
| <b>Total Expenditures</b>                   | <b>\$ 180,000.00</b>     | <b>\$ 90,000.00</b> | <b>\$ 270,000.00</b> |
| <b>Balance of Receipts and Expenditures</b> | <b>\$ 1,000.00</b>       | <b>\$ 19,000.00</b> | <b>\$ 20,000.00</b>  |
| <b>Balance of Receipts and Expenditures</b> | <b>\$ 1,000.00</b>       | <b>\$ 19,000.00</b> | <b>\$ 20,000.00</b>  |
| <b>Total balance, beginning of period</b>   | <b>295,000.00</b>        | <b>75,000.00</b>    | <b>370,000.00</b>    |
| <b>Total balance, end of period</b>         | <b>\$ 296,000.00</b>     | <b>\$ 94,000.00</b> | <b>\$ 390,000.00</b> |

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

**Accounting Authority of the Taxes of Mexico**  
Mexico, Louisiana

Consolidated Statement of Revenues, Expenditures, and Changes in Fund Balances  
Budget and Actual - All Governmental Fund Types  
Year Ended September 30, 1990

|  | Special Revenue Funds |                      |                                      |
|--|-----------------------|----------------------|--------------------------------------|
|  | Budget                | Actual               | Variance<br>Favorable<br>Unfavorable |
| <b>Revenues</b>  |                       |                      |                                      |
| Income   | \$ 18,000.00          | \$ 18,000.00         | \$ 0.00                              |
| operational activities/grants  | 85,000.00             | 85,000.00            | .00                                  |
| interest   | 2,000.00              | 2,000.00             | 0.00                                 |
| miscellaneous  | 800.00                | 1,100.00             | 300.00                               |
| <b>total revenues</b>  | <b>\$ 100,800.00</b>  | <b>\$ 106,100.00</b> | <b>\$ 5,300.00</b>                   |
| <b>Expenditures</b>  |                       |                      |                                      |
| Current  |                       |                      |                                      |
| administrative salaries  | \$ 88,000.00          | \$ 88,000.00         | \$ .00                               |
| professional fees  | 2,000.00              | 2,000.00             | 000.00                               |
| travel   | 2,000.00              | 1,000.00             | 1,000.00                             |
| utility administration   | 2,000.00              | 3,001.77             | (1,001.77)                           |
| supplies   | 10,000.00             | 10,000.00            | 0.00                                 |
| maintenance salaries   | 10,000.00             | 10,000.00            | 0.00                                 |
| maintenance materials  | 5,000.00              | 14,000.00            | (9,000.00)                           |
| water and sewer service  | 10,000.00             | 10,000.00            | 0.00                                 |
| insurance  | 10,000.00             | 10,000.00            | 0.00                                 |
| rent   | 5,000.00              | 5,000.00             | 0.00                                 |
| depreciation   | 5,000.00              | 1,000.00             | 4,000.00                             |
| contractual services   | .00                   | 800.00               | (800.00)                             |
| miscellaneous  | .00                   | 1,000.00             | (1,000.00)                           |
| capital expenditures   | 20,000.00             | 10,000.00            | 10,000.00                            |
| <b>total expenditures</b>  | <b>\$ 181,000.00</b>  | <b>\$ 180,178.77</b> | <b>\$ 821.23</b>                     |
| <b>excess of revenues and sources over<br/>(under) expenditures and uses</b> | <b>\$ (80,200.00)</b> | <b>\$ 25,921.23</b>  | <b>\$ 106,121.23</b>                 |
| <b>fund balance, beginning of period</b>                                     |                       | <b>89,244.00</b>     |                                      |
| <b>total revenues, end of period</b>   |                       | <b>\$ 106,100.00</b> |                                      |

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

Housing Authority of the Town of Vidler  
Vidler, Louisiana

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

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 separate any "infrastructure" assets (roads, curbs, sidewalks, drainage systems, and similar assets that are innovative) 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 financed 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.

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 wages and sick pay which are not accrued, and (2) principal and interest on general long-term debt which is recognized when due.

The entity does not utilize encumbrance accounting.

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

5. **Supplemental financial information - statutory basis.** The supplemental financial information - statutory basis has been prepared in conformity with the accounting practices prescribed by HUD, which differ 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 collection losses only after the latest has vacated 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 wages and sick leave is not accrued.
- g. Financial statements formats vary from GAMP.
- h. The entity does not utilize encumbrance accounting.
- i. Expenditures under HUD's Comprehensive Improvements Assistance Program (CIAP) and similar borrower programs are fully capitalized, notwithstanding the fact that expenditures are normally in nature of repair, replacement 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-1986 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.

Housing Authority of the Town of Metairie  
Metairie, Louisiana

Notes to the Financial Statements (Continued)  
September 30, 1986

4. **Comparative data.** Comparative total data for the prior year have not been presented in the accompanying financial statements due to change in financial statement presentation from statutory basis to generally accepted accounting principles.
5. **Total columns on combined statements.** Total columns on the combined statements are captioned (Items) Tables 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 the data.
6. **Budget.** The entity follows these procedures in establishing the budgetary data reflected in the financial statements:
1. The entity prepares annual budgets for each fund (except Debt Service 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 Debt Service Fund are not prepared inasmuch as all revenues and expenditures of this fund are controlled by and processed by HUD. The entity receives Debt Service Fund disbursements from documents supplied by HUD.
7. **Income taxes.** The entity is not subject to federal or state income taxes.
8. **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 equivalent.
9. **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 equivalent.

**NOTE 2 - CASH DEPOSITS WITH FINANCIAL INSTITUTIONS**

It is the entity's policy for deposits to be secured by collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The entity's deposits are categorized to give an indication of the level of risk assumed by the entity at September 30, 1986. 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 trust department or agent in the entity's name.  
Category 3 - Uncollateralized.

Cash Deposits, categorized by level of risk, are:

| Total<br>Risk Balance | Category      |         |             |
|-----------------------|---------------|---------|-------------|
|                       | 1             | 2       | 3           |
| \$ 186,262.97         | \$ 186,262.15 | \$ 0.80 | \$ 3,200.72 |

Housing Authority of the Town of Water  
 Walkin, Louisiana

Notes to the Financial Statements (Continued)  
 September 30, 1999

During the fiscal year ended September 30, 1999, certain deposits (deposits) the entity's bank balance in excess FDIC insured maximums. The entity did not have sufficient collateral to cover these excess deposits at all times during the fiscal year ending September 30, 1999.

**NOTE 3 - RESTRICTED CASH**

Restricted cash consists of the following:

|                   | Dedicated Housing<br>Program |
|-------------------|------------------------------|
| Debt Service Fund | <u>\$ 38.12</u>              |

**NOTE 4 - FIXED ASSETS**

Changes in fixed assets are as follows:

|                      | Beg. of Period         | Additions           | Deletions      | End of Period          |
|----------------------|------------------------|---------------------|----------------|------------------------|
| Land, land interests | \$ 319,422.82          | \$ 0.00             | \$ 0.00        | \$ 319,422.82          |
| Buildings            | 988,637.89             | 0.00                | 0.00           | 988,637.89             |
| Equipment            | 85,155.15              | 32,888.58           | 0.00           | 117,233.73             |
| Constr. in progress  | 722,717.80             | 0.00                | 0.00           | 722,717.80             |
| Total                | <u>\$ 2,095,933.54</u> | <u>\$ 32,888.58</u> | <u>\$ 0.00</u> | <u>\$ 2,128,722.73</u> |

Construction in progress is comprised of expenditures related to major renovation of certain buildings owned by the entity, said renovation having a planned total cost of \$722,717.80 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.

**NOTE 5 - FINANCIAL LIABILITIES**

Financial liabilities consist of the following:

|                                      | Interest<br>Rate | Principal<br>Balance   |
|--------------------------------------|------------------|------------------------|
| HUD notes payable                    | various          | \$ 768,838.58          |
| FFB note (dated April 10, 1997)      | 6.000%           | 784,873.88             |
| FFB note (dated December 10, 1992)   | 6.000%           | 252,519.25             |
| Bonds payable, August 1, 1997 series | 4.875%           | 228,254.08             |
| Total                                |                  | <u>\$ 1,441,714.59</u> |

HUD notes payable are held and guaranteed by HUD. Under provisions of the federal Debt Forgiveness Act of 1985, these notes and accrued interest on these notes are to be forgiven by HUD. Timing of this action is uncertain.

The Federal Financing Bank notes are payable in annual installments of \$28,051.72 and \$28,385.85, including principal and interest. All annual installments to maturity are payable by HUD. The notes mature November 1, 2011, and November 1, 2008, respectively.

The bonds mature in semi-annual 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 HUD under a debt service contract with the entity.

Housing Authority of the Town of Metairie  
Metairie, Louisiana

Notes to the Financial Statements (Continued)  
September 30, 1999

Changes in fixed liabilities are as follows:

|                              | FFB Notes            | HAC Notes            | Totals                 |
|------------------------------|----------------------|----------------------|------------------------|
| Balance, beginning of period | \$ 485,811.45        | \$ 788,838.32        | \$ 1,274,649.77        |
| Principal retirement         | (77,837.32)          | (1,732)              | (79,569.64)            |
| Balance, end of period       | <u>\$ 407,974.13</u> | <u>\$ 787,106.30</u> | <u>\$ 1,195,080.43</u> |

Scheduled retirements of fixed liabilities are as follows:

|                    | FFB Notes    | Bonds        | Interest     | Total        |
|--------------------|--------------|--------------|--------------|--------------|
| Within one year    | \$ 15,758.58 | \$ 14,818.92 | \$ 40,824.08 | \$ 71,401.58 |
| Within second year | 20,028.58    | 19,418.21    | 28,788.85    | 74,235.64    |
| Within third year  | 21,347.28    | 19,413.81    | 38,707.71    | 79,468.80    |
| Within fourth year | 22,756.18    | 19,808.11    | 34,498.78    | 77,063.07    |
| Within fifth year  | 24,192.85    | 18,408.08    | 32,218.82    | 74,819.75    |
| Thereafter         | 340,853.43   | 147,208.01   | 183,878.14   | 671,939.58   |

**NOTE 6 - CONTINGENCIES**

This 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.

**SUPPLEMENTAL FINANCIAL INFORMATION**

Housing Authority of the Town of Metairie,  
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 Metairie, a primary government. There 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 consolidated 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. Revenues 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 conducted. 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.

Special reporting treatments are applied in governmental funds when prepaid items are present to indicate that they do not represent "available spendable 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 spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

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

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Spending authority of the State of Virginia  
FISCAL YEAR 2000

Division of General Financial Management  
Year Ended September 30, 2000

| Federal/State/<br>Program Title                           | Fiscal<br>Year | Federal<br>Title | Current<br>Year<br>Budget<br>Amount | Expenses<br>for - Total/<br>Applicable<br>Federal | Current<br>Year<br>Expenses or<br>Receipts | Current<br>Year<br>Balance | Balance<br>End of Fiscal<br>Year/Available<br>Funds |
|---|----------------|------------------|-------------------------------------|---|--|----------------------------|---|
|   |                |                  |                                     |   |  |                            |   |
| <b>U.S. Department of Housing &amp; Urban Development</b> |                |                  |                                     |   |  |                            |   |
| <b>Grant Programs</b>                                     |                |                  |                                     |   |  |                            |   |
| Low Income Housing  |                |                  | \$4,400,000                         | \$4,400,000                                       | \$4,400,000                                | \$0                        | \$4,400,000   |
| Public Housing  |                |                  | 20,000,000                          | 20,000,000  | 20,000,000                                 | 0                          | 20,000,000  |
|   |                |                  | \$24,400,000                        | \$24,400,000                                      | \$24,400,000                               | \$0                        | \$24,400,000  |
| <b>Total Low-Income Housing and Grant Total</b>           |                |                  |                                     |   |  |                            |   |
|   |                |                  | \$24,400,000                        | \$24,400,000                                      | \$24,400,000                               | \$0                        | \$24,400,000  |

\* Major program is defined by OMB number 4110.  
 \*\* Operations by OMB 4110, Federal Register 98-14, pp. 406, 11-19-97, 9-7 and 8-11. The following operating procedures govern the  
 program with the following major program title: 4110-000-0000  
 See also the Financial Statements.

**SUPPLEMENTAL FINANCIAL INFORMATION - STATUTORY BASIS**