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LOUISIANA DISABLED PERSONS FINANCE CORPORATION
FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT
FEDERAL RESERVE ADMINISTRATION
FEDERAL NUMBER 044-80128/1418-1941-113
YEAR Ended June 30, 1997

Under provisions of state law, this report is a public document. A copy of the report, free of charge, is made available to the public, or reviewed, with the following exceptions: public officials. The report is available for public inspection at the State House office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date **SEP 10 1997**

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CRABSON, CASHDAY & CULLOHY, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

W. JAMES CRABSON, C.P.A.
WILLIAM W. CASHDAY, C.P.A. (SINCE
RETIRED) (MEMBER, I.A.A.C.P.A.)

W. JAMES CULLOHY, C.P.A.
JAMES A. CRABSON, C.P.A.
JAMES W. CASHDAY, C.P.A.
JAMES W. CULLOHY, C.P.A.
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July 10, 1997

INDEPENDENT AUDITORS' REPORT

The Board of Directors
Louisiana Disabled Persons
Finance Corporation
Lake Charles, Louisiana

We have audited the accompanying balance sheet of Louisiana Disabled Persons Finance Corporation (a nonprofit organization), 500 Project No. 44a, 5000/LAAS-7841-013 as of June 30, 1997, and the related statements of operations and fund balance and cash flows for the year then ended. These financial statements are the responsibility of the Corporation'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 General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes assessing, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Louisiana Disabled Persons Finance Corporation as of June 30, 1997 and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental information required by the U.S. Department of Housing and Urban Development on pages 13 through 21 is presented for the purpose of additional analysis and is not a required part of the basic financial statements of Louisiana Disabled Persons Finance Corporation. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

In accordance with Government Auditing standards, we have also issued a report dated July 28, 1997, on our consideration of the corporation's internal control structure and a report dated July 28, 1997, on its compliance with laws and regulations.

Federal Employee ID #71-284880
Lead Auditor: Raymond Guillory, Jr., CPA

Raymond, Guilloery, Jr.

LOUISIANA DISASTER REPAIR FINANCE CORPORATION
 U. S. DEPARTMENT OF HOUSING AND URBAN
 DEVELOPMENT PROJECT NUMBER 64-00010/LA48-TR41-813

BALANCE SHEET

June 30, 1997

ASSETS

| | | | |
|---------------------------------------|----------------------------------|----------------|-------------------|
| CURRENT ASSETS | | | |
| | Cash | | |
| 0100 | Unrestricted | | \$ 28,177 |
| 0150 | Restricted for tenants' deposits | | <u> 88</u> |
| | Total current assets | | 28,265 |
| RESTRICTED DEPOSITS AND FUNDS RESERVE | | | |
| 1320 | Reserve for replacements | | 12,940 |
| PROPERTY AND EQUIPMENT | | | |
| 2400 | Buildings | \$ 818,000 | |
| 2400 | Fixed equipment | 52,947 | |
| 2470 | Portable equipment | <u>10,836</u> | |
| | | 881,783 | |
| 6100 | Less accumulated depreciation | <u>128,832</u> | |
| | | 752,951 | |
| 2610 | Land | <u>28,838</u> | 781,789 |
| | | | <u>\$ 110,728</u> |

The accompanying notes are an integral part of this statement.

LIABILITIES AND FUND BALANCE

| | | |
|------------------------|--------------------------------------|------------------|
| CURRENT LIABILITIES | | |
| 2100 | Current maturities of long term debt | \$ 1,384 |
| 2110 | Accounts payable | 480 |
| 2111 | Management fees payable | 4,479 |
| 2101 | Tennessee security deposits | 989 |
| 2110 | Accrued interest payable | 4,385 |
| 2190 | Due to affiliate | <u>12,458</u> |
| | Total current liabilities | 48,325 |
| LONG-TERM OBLIGATIONS | | |
| 2120 | Mortgage note payable | 578,600 |
| FUND BALANCE (DEFICIT) | | |
| | Unreserved and undesignated | <u>(111,200)</u> |
| | | \$ 510,705 |

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
 U. S. DEPARTMENT OF HOUSING AND URBAN
 DEVELOPMENT PROJECT NUMBER OH-82113/LA44-T941-813

STATEMENT OF OPERATIONS AND FUND BALANCE

Year Ended June 30, 1997

| | | |
|---------------------------------------|---------------|---------------------|
| REVENUE | | |
| Housing assistance payments | \$ 88,248 | |
| Rental | 48,734 | |
| Other | <u>2,283</u> | \$ 139,265 |
| EXPENSES | | |
| Administrative | 12,248 | |
| Utilities | 14,880 | |
| Operating and maintenance | 10,198 | |
| Depreciation | 18,843 | |
| Insurance | 4,800 | |
| Interest | <u>52,538</u> | \$ 113,407 |
| NET INCOME (LOSS) | | 25,858 |
| fund balance (deficit), June 30, 1996 | | <u>183,357</u> |
| Fund balance (deficit), June 30, 1997 | | \$ <u>(133,289)</u> |

The accompanying notes are an integral part of this statement.

LOUISIANA DISSEMINATED SERVICES FINANCE CORPORATION
 U.S. DEPARTMENT OF HOUSING AND URBAN
 DEVELOPMENT PROJECT NUMBER 944-DELIS/LOAS-7841-813

STATEMENT OF CASH FLOW

YEAR ENDED JUNE 30, 1997

CASH FLOW FROM OPERATING ACTIVITIES

| | | |
|---|-----------|-----------|
| Net income (loss) for the year | | \$129,847 |
| Adjustments to reconcile net income to net cash provided based by operating activities: | | |
| Depreciation and amortization | \$ 12,843 | |
| Changes in assets and liabilities: | | |
| (Increase) decrease in accounts receivable | 18 | |
| (Increase) decrease in reserve for replacements | 2,714 | |
| Increase (decrease) in accounts payable | (62) | |
| Increase (decrease) in management fees payable | 4,873 | |
| Increase (decrease) in accrued interest | (52) | |
| Net cash provided based by operating activities | | 150,688 |
| | | 6,842 |

CASH FLOW FROM FINANCING ACTIVITIES

| | | |
|---|---------|------------|
| Principal payment of long-term debt | (2,800) | |
| Net cash provided based by financing activities | | (2,800) |
| Net increase (decrease) in cash | | 147,888 |
| Unrestricted cash and cash equivalents at June 30, 1996 | | 14,313 |
| Unrestricted cash and cash equivalents at June 30, 1997 | | \$ 147,121 |

Interest paid for the year ended June 30, 1997 amounted to \$50,517.

The accompanying notes are an integral part of this statement.

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER HM-8833/1448-FR41-611

NOTES TO FINANCIAL STATEMENTS

June 30, 1977

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Louisiana Disabled Persons Finance Corporation (the Corporation) is presented to assist in understanding the Corporation's financial statements. The financial statements and notes are representations of the Corporation's management, who is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

1. Organization

Louisiana Disabled Persons Finance Corporation was organized as a nonprofit organization formed to acquire and operate an apartment project, located in Lake Charles, Louisiana, under the provisions of Section 501(c)(4) of the National Housing Act. The Corporation acquired the apartment project on July 1, 1973 and rents apartments to mentally and physically-handicapped individuals in Southwest Louisiana. A portion of the tenants' rents are subsidized by the U.S. Department of Housing and Urban Development (HUD).

2. ESTATE ESTIMATES

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

3. DEPRECIATION

Property and equipment is stated at cost. Depreciation is provided for in amounts sufficient to relate the cost of assets to operations over the following estimated useful lives on the straight-line method.

| | Years |
|--------------------|-------|
| Buildings | 5-10 |
| Fixed equipment | 15 |
| Portable equipment | 5 |

The property and equipment of the Corporation may not be disposed of without the prior approval of HUD.

LOUISIANA HOUSING PERSONS FINANCIAL CORPORATION

U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER 804-88020/1A48-1843-013

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 1987

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

4. Income Taxes

The corporation is a nonprofit organization generally not subject to income taxes according to the provisions of Federal Internal Revenue Code Section 501(c)(3) and Louisiana State Income Tax laws and regulations and is classified as a private operating foundation as defined in Federal Internal Revenue Code Section 4842(j)(1)(C).

5. Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents include time deposits and all highly liquid debt instruments with original maturities of three months or less.

6. Reserve for Contingencies

The Corporation is required by HUD to establish a separate Reserve Fund in a Federally insured depository. The Corporation must make monthly deposits of \$100 into the reserve fund. The funds may only be used after approval is obtained from HUD.

NOTE B - MORTGAGE NOTE PORTFOLIO

U.S. Department of Housing and Urban Development:

First mortgage note, issued by the U.S.

Department of Housing and Urban Development;

secured by property and equipment, payable in

monthly installments of principal and

interest of 14.4% (including interest at

1% per annum) to the year 2022

\$ 381,977

Less unearned discounts

3,284

\$ 378,693

The following are maturities of long-term debt for each of the next five years:

| | |
|---------------|----------|
| June 30, 1988 | \$ 1,384 |
| June 30, 1989 | \$ 1,384 |
| June 30, 1990 | \$ 1,384 |
| June 30, 2001 | \$ 4,384 |
| June 30, 2002 | \$ 4,781 |

Continued

GRADY, CLARK & GRADY, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

LOUISIANA DISABLED PERSONS FINANCE CORPORATION

U. S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER: 04-88134-1248-1841-011

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 1997

NOTE C - COMMITMENTS AND CONTINGENCIES

Louisiana Disabled Persons Finance Corporation receives a substantial amount of its support from the U.S. Department of Housing and Urban Development. A significant reduction in the level of this support, if this were to occur, may have a material effect on the Corporation's programs and activities.

NOTE D - RELATED PARTY TRANSACTIONS

The Corporation shares a common Board of Directors with California Association for Handicapped Citizens, Inc. (CAHC). Any change in the relationship of these organizations could result in changes in financial position significantly differing from those reported in these financial statements. Included in the financial statements is a liability to CAHC of \$21,408, representing amounts advanced by CAHC for operations in previous years. Also, included in accounts payable at June 30, 1997 is \$280 of expenses which have been paid by CAHC but were not yet reimbursed as of the date of the Balance sheet. These amounts are due on demand by CAHC.

CAHC acts as the Corporation's management agent and, as such, provides a substantial amount of support to the Corporation for a management fee based on 5% of the Corporation's residential income from the apartment complex. Prior to July 1, 1998, because of its relationship with the Corporation, CAHC had waived the management fee. However, for the fiscal year ended June 30, 1997, the management fee was reinstated. Included in the accompanying financial statements is a liability of \$8,878 owed to CAHC for accrued management fees.

SUPPLEMENTAL INFORMATION REQUESTED BY THE U.S. DEPARTMENT
OF HOUSING AND URBAN DEVELOPMENT

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
U. S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER 04-88(2)/LAA8-7841-012

SUPPORTING DATA REQUIRED BY THE U. S. DEPARTMENT
OF HOUSING AND URBAN DEVELOPMENT

June 30, 1987

Accounts and notes receivable other than tenants:

None \$ 0.00

Delinquent tenant accounts receivable:

Delinquent 18 days \$ 0.00

Notes and notes receivable:

None

Tenants' security deposits:

Tenants' security deposits are held in a separate bank account in
the name of the project by First Federal Savings and Loan
Association, Lake Charles, Louisiana.

Reserve for replacements:

In accordance with the provision of the Regulatory Agreement,
restricted cash is held by First Federal Savings and Loan
Association to be used for replacement of property with the approval
of HUD as follows:

| | |
|------------------------|------------------|
| Balance, July 1, 1986 | \$ 54,890 |
| Deposits | 1,890 |
| Interest earned | 220 |
| Disbursements | <u>15,410</u> |
| Balance, June 30, 1987 | \$ <u>41,590</u> |

Continued

LOUISIANA DISABLED DESIGNER FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER 84-0015/1648-TR41-113

SUPPORTING DATA REQUIRED BY THE U.S. DEPARTMENT
OF HOUSING AND URBAN DEVELOPMENT - CONTINUED

June 30, 1987

Accounts Payable:

As of June 30, 1987, accounts payable totaled \$498 and were for miscellaneous supplies and repairs.

Management Fees Payable:

As of June 30, 1987, management fees of \$4,473 were due to the Orleans Association for Retarded Citizens, Inc.

Accrued Liabilities:

As of June 30, 1987, there were no accrued taxes.

Compensation of Officers:

There was no compensation of officers for the year ended June 30, 1987.

Identifications of Interest Companies:

None

**Statement of
Profit and Loss**

U.S. Department of Housing
and Urban Development
Office of Housing
Federal Housing Commissioner

OMB Approval No. 2502-0002 Rev. 10/1991

This Reporting System for the collection of information is estimated to average 1.5 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, reviewing and reporting the collection of information, sending comments regarding the burden estimate or any other aspect of this collection of information, including suggestions for reducing the burden, to the Office of Management and Budget, Paperwork Reduction Project (2502-0002), Washington, D.C. 20503. Do not send this completed form to either of these addresses.

| Fiscal Year | Category or Account | Unit | Amount | |
|------------------------------------|--|------------------------|--------|--------------------|
| | | | 1991 | 1990 |
| Federal Income Taxes | Apartment or Mobile (excluding Charges/Comps) | 1138 | \$ | 44,286.0 |
| | Tenant Assistance Payments | 1321 | \$ | 30,344.4 |
| | Furniture and Equipment | 1130 | \$ | |
| | Stores and Commodities | 1140 | \$ | |
| | Garage and Parking Spaces | 1120 | \$ | |
| | Miscellaneous (Specify) | 1100 | \$ | |
| | Total Total Revenue Potential (100% Occupancy) | | | \$ 75,000.0 |
| Vacancies | Apartments | 1200 | | 1,081.1 |
| | Furniture and Equipment | 1200 | | |
| | Stores and Commodities | 1200 | | |
| | Garage and Parking Spaces | 1200 | | |
| | Miscellaneous (Specify) | 1200 | | |
| | | Total Vacancies | | |
| | Total Rental Revenue (Total Revenue Less Vacancies) | | | \$ 73,918.9 |
| Financial Income | Interest and Dividends Income - 100% | 1300 | | |
| | Total Service Income (Schedule A - Attached) | 1400 | \$ | 1,100.0 |
| | Interest Income - Program Operations | 1400 | \$ | |
| | Income from Investments - Financial Resources | 1400 | \$ | |
| Other Revenue | Income from Investments - Revenue for Replacement | 1400 | \$ | |
| | Income from Investments - Miscellaneous | 1400 | \$ | |
| | Total Financial Revenue | | | 1,100.0 |
| | Security and Bonding | 1500 | \$ | 64.2 |
| W/P and Labor Charges | 1500 | \$ | 1.0 | |
| Damage and Clearing Fees | 1500 | \$ | 2.5 | |
| Public Relations/Security Expenses | 1500 | \$ | | |
| Other Revenue (Specify) | 1500 | \$ | | |
| | Total Other Revenue | | | 1.00 |
| | Total Revenue | | | \$ 75,000.0 |
| Administrative Expenses | Accounting | 1600 | \$ | |
| | Office Administrative Expense | 1600 | \$ | |
| | Office Salaries | 1610 | \$ | |
| | Office Supplies | 1620 | \$ | 1.5 |
| | Office Rental/Equipment Rent | 1630 | \$ | |
| | Miscellaneous | 1640 | \$ | 6,673.0 |
| | Manager or Supervisors Salaries | 1650 | \$ | |
| | Manager or Supervisors Base Plus Cost | 1660 | \$ | |
| | Legal Expenses (Project) | 1670 | \$ | 1.0 |
| | Auditing Expenses (Project) | 1680 | \$ | 4,300.0 |
| | Bookkeeping/Accounting Services | 1690 | \$ | 1.25 |
| | Telephone and Printing Service | 1700 | \$ | 6.25 |
| | Gas Costs | 1710 | \$ | |
| | Miscellaneous Administrative Expenses (Specify) (Specify) | 1720 | \$ | 1,863.0 |
| | Total Administrative Expenses | | | \$ 17,260.0 |
| Utilities Expenses | Fuel/Oil/Gas | 1800 | \$ | |
| | Electricity (Light and Heat, Power) | 1810 | \$ | 1,600.0 |
| | Water | 1820 | \$ | 1,338.0 |
| | Gas | 1830 | \$ | 2,814.0 |
| | Other | 1840 | \$ | 14.2 |
| | Total Utilities Expense | | | \$ 5,766.2 |

* All amounts must be reported in the nearest dollar (1.00 and over round up; .50 and below round down).

| | | | | | |
|---|---|------|-----|---------------|---------------|
| Operating and Maintenance Expenses 6000 | Auto and Cleaning Payroll | 4275 | \$ | 10,350 | |
| | Auto and Cleaning Fuel/Other | 4275 | \$ | | |
| | Auto and Cleaning Contract | 4275 | \$ | | |
| | Advertising Payroll/Contract | 4275 | \$ | | 1,550 |
| | Advertising Supplies | 4275 | \$ | | |
| | Gasoline and Fuel Expenses | 4545 | \$ | | 1,320 |
| | Security Payroll/Contract | 4545 | \$ | | |
| | Security Payroll | 4545 | \$ | | |
| | Security Supplies | 4545 | \$ | | |
| | Security Contract | 4545 | \$ | | |
| | Repair Payroll | 4545 | \$ | | |
| | Repair Material | 4545 | \$ | | 6,460 |
| | Repair Contract | 4545 | \$ | | |
| | Equipment Maintenance/Contract | 4545 | \$ | | |
| | Printing/Printing Payroll and Materials | 4545 | \$ | | 2,400 |
| Printing/Print Maintenance/Contract | 4545 | \$ | | | |
| Tools Material | 4545 | \$ | | | |
| Traveling Payroll/Contract | 4545 | \$ | | | |
| Traveling Supplies | 4545 | \$ | | | |
| Other | 4545 | \$ | | | |
| Maintenance-Cleaning and Maintenance Expenses | 4545 | \$ | 580 | | |
| Total Operating and Maintenance Expenses | | | | 10,350 | |
| Taxes and Insurance 6000 | Real Estate Taxes | 4770 | \$ | 4,800 | |
| | Payroll Taxes (FICA) | 4770 | \$ | | |
| | Mortgage Taxes, Licenses and Permits | 4770 | \$ | | |
| | Property and Liability Insurance (Contract) | 4770 | \$ | | 4,800 |
| | Fidelity Bond Insurance | 4770 | \$ | | |
| | Workers' Compensation | 4770 | \$ | | |
| | Health Insurance and Other Employee Benefits | 4770 | \$ | | |
| | Other Payroll-EE (FICA) | 4770 | \$ | | |
| | Total Taxes and Insurance | | | | 4,800 |
| Financial Expenses 6000 | Interest on Bonds Payable | 4800 | \$ | 32,300 | |
| | Interest on Mortgage Payable | 4800 | \$ | | 31,500 |
| | Interest on Notes Payable (Long Term) | 4800 | \$ | | |
| | Interest on Notes Payable (Short Term) | 4800 | \$ | | |
| | Storage Insurance/Insurance Charge | 4800 | \$ | | |
| | Miscellaneous Financial Expenses | 4800 | \$ | | |
| | Total Financial Expenses | | | | 32,300 |
| Gently & Corporate Service Expenses 6000 | Total Service Expenses - Schedule B-2002 | 4800 | \$ | 48,620 | |
| | Total Cost of Operations Before Depreciation | | | 90,620 | |
| | Profit/Loss Before Depreciation | | | 1,880 | |
| Corporate & Mortgage Living Expenses 7100 | Depreciation (Total - 6000) (partly) | 6000 | \$ | 19,560 | |
| | Operating Profit or (Loss) | | | 19,840 | |
| | Other Earnings | 7100 | \$ | | |
| | Legal Expenses (Total) | 7100 | \$ | | |
| | Taxes (Federal/State/Local) | 7100 | \$ | | |
| Other Expenses (Total) | 7100 | \$ | | | |
| Total Corporate Expenses | | | | -0- | |
| Net Profit or (Loss) | | | | 19,840 | |

Notwithstanding to whomsoever the amounts shown herein may be payable, this schedule shall remain the property of the taxpayer and shall not be loaned, copied, or otherwise disseminated without the taxpayer's written consent.

Instructions: This schedule should be prepared for each business, partnership, or other activity that is a separate entity for tax purposes. It should be prepared for each business, partnership, or other activity that is a separate entity for tax purposes. It should be prepared for each business, partnership, or other activity that is a separate entity for tax purposes.

| | | |
|---|----|----------|
| 1. Total annual payments required under the mortgage, with 100% of the debt service being paid in the first year of the mortgage. | \$ | 3,100.00 |
| 2. Payment of the principal payments required by the Regulatory Agreement or Amortization Schedule, with 100% of the debt service being paid in the first year of the mortgage. | \$ | 1,850.00 |
| 3. Payment of the Principal Payments required by the Regulatory Agreement or Amortization Schedule, with 100% of the debt service being paid in the first year of the mortgage. | \$ | 0.00 |
| 4. Payment of the Principal Payments required by the Regulatory Agreement or Amortization Schedule, with 100% of the debt service being paid in the first year of the mortgage. | \$ | 0.00 |

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
 FEDERAL HOUSING ADMINISTRATION
 OFFICE OF MULTIFAMILY HOUSING MANAGEMENT AND OCCUPANCY
**COMPUTATION OF SURPLUS CASH, DISTRIBUTIONS AND
 RESIDUAL RECEIPTS**

| | | |
|-------------|--|-------------------------------------|
| RECORD NAME | FISCAL PERIOD ENDING: <u>06/30/87</u> | PROJECT NUMBER: <u>044-08139</u> |
|-------------|--|-------------------------------------|

PART A - COMPUTE SURPLUS CASH

| | | | | |
|--|---|----|--------------------|--|
| CASH | 1. Cash (Accounts 1700, 1120, 1081, 1082) | \$ | 20,077 | |
| | 2. Tenant liability accounts due for period covered by financial statements | \$ | | |
| | 3. Other (describe) | \$ | | |
| (a) Total Cash (Add lines 1, 2, and 3) | | | \$ 20,077 | |
| CURRENT OBLIGATIONS | 4. Advanced mortgage interest payable | \$ | 4,365 | |
| | 5. Delinquent mortgage principal payments | \$ | | |
| | 6. Delinquent deposits to reserves for replacements | \$ | | |
| | 7. Accounts payable (due within 30 days) | \$ | 850 | |
| | 8. Liab. and notes payable - (due within 30 days) | \$ | 363 | |
| | 9. Unpaid tax liabilities in RRF Service Deposits | \$ | | |
| | 10. Renewal expenses (not prorated) | \$ | 6,673 | |
| | 11. Prepaid items (Accounts 2000) | \$ | | |
| | 12. Tenant security deposits (Account 2080) | \$ | 928 | |
| | 13. Other liability due to affiliate | \$ | 30,400 | |
| (b) Less Total Current Obligations (Add lines 4 through 13) | | | \$ 42,283 | |
| (c) Surplus Cash (Difference) (Line (a) minus Line (b)) | | | \$ (22,206) | |

PART B - COMPUTE DISTRIBUTIONS TO OWNERS AND INCREASE DEPOSIT TO RESIDUAL RECEIPTS

| | | | | |
|---|--|----|---------------------|--|
| PROPERTY OWNER RECEIPTS | 1. Surplus Cash | \$ | -0- | |
| | 2a. Annual Distribution Earned During Fiscal Period Covered by the Statement | \$ | | |
| | 2b. Distribution Approved and Unpaid at the End of the Prior Fiscal Period | \$ | | |
| | 2c. Distributions Paid During Fiscal Period Covered by Statement | \$ | | |
| 3. Amount to be Carried on Balance Sheet as Distribution (Sum of Unpaid (Line 2b) plus 2c minus 2d) | | | \$ | |
| 4. Amount Available for Cash Dividend During Next Fiscal Period | | | \$ -0- | |
| 5. Deposit (See Residual Payments (Must be allocated with Mortgage within 30 days after Fiscal Period ends)) | | | \$ | |
| PREPARED BY: | | | REVIEWED BY: | |
| DATE: | | | DATE: | |

See Chapter for instructions

HUD Form 9420

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
 U. S. DEPARTMENT OF HOUSING AND URBAN
 DEVELOPMENT PROJECT NUMBER OH-0112/1448-T841-813

STATEMENT OF RECEIPTS AND DISBURSEMENTS

Year Ended June 30, 1987

| | | |
|---|--------------|------------------|
| Cash receipts | | |
| Housing assistance payments | \$ 50,244 | |
| Rental of apartments | 92,744 | |
| Other income | 1,280 | |
| Decrease in reserves for replacements | <u>3,331</u> | \$ 64,700 |
| Cash Disbursements | | |
| Administrative | 7,872 | |
| Utilities | 14,880 | |
| Operating and maintenance | 18,584 | |
| Insurance | 4,840 | |
| Interest | 22,227 | |
| Principal payments on mortgage | <u>3,322</u> | <u>63,887</u> |
| EXCESS OF RECEIPTS OVER DISBURSEMENTS | | 1,813 |
| Unrestricted cash balance at June 30, 1986* | | <u>24,313</u> |
| Unrestricted cash balance at June 30, 1987* | | \$ <u>26,126</u> |

*This does not include tenants' security deposits held in trust.

LOUISIANA GUARANTEED PERSONS FINANCE CORPORATION

U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER 584-DE119/LEAS-DE41-011

SCHEDULE OF CHANGES IN FIXED ASSET ACCOUNTS

Year ended June 30, 1967

| FIXED ASSETS | Assets | | | Balance June 30, 1967 |
|-------------------------------|----------------------------|-----------|-----------|-----------------------------|
| | Balance July 1, 1966 | Additions | Disposals | |
| Buildings | \$ 128,000 | \$ - | \$ - | \$ 128,000 |
| Fixed equipment | 22,947 | - | - | 22,947 |
| Portable equipment | 18,488 | - | - | 18,488 |
| TOTAL DEPRECIABLE PROPERTY | 169,435 | - | - | 169,435 |
| Land | 28,635 | - | - | 28,635 |
| | \$ 198,070 | \$ - | \$ - | \$ 198,070 |

| Accumulated Depreciation | | | | Net Carrying Amount June 30, 1987 |
|----------------------------|---------------|-------------|-----------------------------|--|
| Balance July 1, 1986 | Additions | Retirements | Balance June 30, 1987 | |
| \$ 183,470 | \$ 18,001 | \$ - | \$ 201,471 | \$ 408,281 |
| 8,500 | 1,528 | - | 11,028 | 11,028 |
| <u>191,970</u> | <u>19,529</u> | <u>-</u> | <u>211,500</u> | <u>-</u> |
| 183,470 | 18,001 | - | 201,471 | 418,298 |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>20,028</u> |
| \$ 183,470 | \$ 18,001 | \$ - | \$ 201,471 | \$ 438,326 |

LOUISIANA DISABLED PERSONS FINANCE CORPORATION

U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER (44-8814-1A44-1943-01)

SCHEDULE OF FUNDS IN FINANCIAL INSTITUTIONS

June 18, 1987

| | |
|--|----------------------|
| Funds held by Mortgagee: | |
| First Federal Savings and Loan Association, Special Agency Account | \$ 28,109 |
| First Federal Savings and Loan Association, Security Deposit Account | 1,100 |
| First Federal Savings and Loan Association, Replacement Reserve Account | 22,564 |
| Total funds held by mortgagee | <u>51,773</u> |
| TOTAL FUNDS IN FINANCIAL INSTITUTIONS | \$ <u>51,773</u> |

BRADSHAW, CASHEAY & GULLBERT, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

11. BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P. (CAFO)
MEMPHIS BRANCH, 201 S.P.A.

12. BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P.

13. BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P.
BRADSHAW, CASHEAY & GULLBERT, L.L.P.

Independent Auditor's Combined Report on the Internal Control Structure

July 18, 1987

The Board of Directors
Louisiana Disabled Persons
Finance Corporation
Lake Charles, Louisiana

We have audited the financial statements of Louisiana Disabled Persons Finance Corporation, HUD Project No. 041-88148/1448-7841-013 as of and for the year ended June 30, 1987, and have issued our report thereon dated July 18, 1987. We have also audited the Corporation's compliance with requirements applicable to HUD-assisted programs and have issued our reports thereon dated July 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 and the Consolidated Audit Guide for Audits of HUD Programs, (the Guide), issued by the U.S. Department of Housing and Urban Development, Office of the Inspector General in July 1985. These standards and the Guide require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement and about whether the Corporation complied with laws and regulations, noncompliance with which would be material to a HUD-assisted program.

In planning and performing our audit of the financial statements of the Louisiana Disabled Persons Finance Corporation, HUD Project Number 041-88148/1448-7841-013, for the year ended June 30, 1987, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinions on the basic financial statements and on its compliance with specific requirements applicable to its major HUD-assisted programs and not to provide assurance on the internal control structure.

The management of the Louisiana Disabled Persons Finance Corporation 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 recorded in accordance with management's

authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles and that HUD-assisted 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 in the following categories:

- Revenue/recognition
- Purchases/disbursements
- General ledger
- Administration of compliance with laws and regulations

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 June 30, 1997, the Corporation had major HUD-assisted programs consisting of 64% of total HUD-assisted programs.

We performed tests of controls as required by the guide 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 applicable to the Corporation's major HUD-assisted programs. Our procedures were less in scope than would be necessary to render an opinion on internal control structure policy and procedures. Accordingly, we do not express an opinion on these policies and procedures.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited or that noncompliance with laws and regulations that would be material to a HUD-assisted program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

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

CLARSON, CANNON & GUILLOU, L.L.P.
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Independent Auditors' Report on Compliance With Laws
and Regulations Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards

July 15, 1997

The Board of Directors
Louisiana Disabled Persons
Finance Corporation
Lake Charles, Louisiana

We have audited the financial statements of Louisiana Disabled Persons Finance Corporation as of and for the year ended June 30, 1997 and have issued our report thereon dated July 15, 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 financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to Louisiana Disabled Persons Finance Corporation is the responsibility of the corporation's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Corporation's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the 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 non-compliance that are required to be reported under government auditing standards.

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

Clarson, Cannon & Guilou

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Independent Auditors' Report on Compliance With
Specific Requirements Applicable to Certain HUD Programs

July 15, 1997

The Board of Directors
Louisiana Disabled Persons
Finance Corporation
Lake Charles, Louisiana

We have audited the financial statements of Louisiana Disabled Persons Finance Corporation, HUD Project No. 049-88138/1448-TW41-813 as of and for the year ended June 30, 1997, and have issued our report thereon dated July 21, 1997. In addition, we have audited the Louisiana Disabled Persons Finance Corporation's compliance with the specific program requirements governing federal financial reports, mortgage status, the replacement reserves, the residual receipts, tenant security deposits, cash receipts and disbursements, tenant applications, eligibility and securitization, and management functions that are applicable to its major HUD-assisted program, for the year ended June 30, 1997. The management of the Louisiana Disabled Persons Finance Corporation is responsible for compliance with these requirements. Our responsibility is to express an opinion on compliance with these requirements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the July 1993 Comptroller's Audit Guide for Audits of HUD Programs (The Guide), issued by the United States Department of Housing and Urban Development, Office of Inspector General. These standards and the Guide 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 Corporation's compliance with these requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our procedures disclosed that during the fiscal year, a management review and physical inspection performed by a HUD contractor noted various findings which the Corporation is currently resolving. We considered these findings in forming our opinion on compliance, which is expressed in the following paragraph.

In our opinion, the Louisiana Disabled Persons Finance Corporation, HUD Project No. 44-98136/LA48-7841-111 complied, in all material respects, with the requirements described above that are applicable to its major HUD-assisted program for the year ended June 30, 1977.

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

Angus, Cassidy & Gilberg

CRAGGSON, CANNISAY & GUILLOREY, L.L.P.
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**Independent Auditor's Report on Compliance With Specific
Requirements Applicable to Housing and Program Transactions**

July 28, 1997

The Board of Directors
Louisiana Disabled Persons
Finance Corporation
Lake Charles, Louisiana

We have audited the financial statements of Louisiana Disabled Persons Finance Corporation as of and for the year ended June 30, 1997, and have issued our report thereon dated July 28, 1997.

In connection with our audit of the financial statements of Louisiana Disabled Persons Finance Corporation, HUD Project No. 641-84132/LA95-7841-211 and with our consideration of the Corporation's internal control structure used to administer HUD programs, as required by the Comptroller's Audit Guide for Audits of HUD Programs, (the Guide), issued by the U.S. Department of Housing and Urban Development in July 1992, we selected certain transactions applicable to its mortgage HUD program for the year ended June 30, 1997.

As required by the Guide, we performed auditing procedures to test compliance with the requirements governing marketing/advertising/leasing, management, maintenance and replacement reserves, federal financial reports, application, eligibility and reassignment of tenants, and security deposits, that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Corporation's compliance with those requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of our procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Corporation had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed that during the fiscal year a management review and physical inspection performed by a HUD contractor noted various findings which the Corporation is currently resolving. These findings are deemed immaterial to the financial statements.

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

Ernst, Casper & Company

CHAMBERLAIN, CARLISLE & GIBBOLSON, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditors' Report on Compliance With Specific
Requirements Applicable to Affirmative Fair Housing

July 15, 1987

The Board of Directors
Louisiana Disabled Persons
Finance Corporation
Lake Charles, Louisiana

We have audited the financial statements of Louisiana Disabled Persons Finance Corporation as of and for the year ended June 30, 1987, and have issued our report thereon dated July 15, 1987.

We have applied procedures to test the Corporation's compliance with the Affirmative Fair Housing requirements applicable to the HUD-assisted program, for the year ended June 30, 1987.

Our procedures were limited to the applicable compliance requirement described in the populated audit guide for Auditing of HUD Programs issued by the U.S. Department of Housing and Urban Development, Office of Inspector General in July 1983. Our procedures were substantially less in scope than an audit, the objective of which would be the expression of an opinion on the Corporation's compliance with the Affirmative Fair Housing requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of these procedures disclosed no material instances of noncompliance with the Affirmative Fair Housing requirements. With respect to items not tested, nothing came to our attention that caused us to believe that the Corporation had not complied, in all material respects, with these requirements. However, the results of our procedures disclosed that during the fiscal year a management review and physical inspection performed by a HUD contractor noted various findings which the Corporation is currently resolving. These findings are deemed immaterial to the financial statements.

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

Chamberlain, Carlisle & Gibbons

LOUISIANA DISABLED PERSONS FINANCE CORPORATION

FEDERAL RESERVE ADMINISTRATION
PROJECT NUMBER 044-88019/1444-7041-003

CERTIFICATE OF NOTORIOUS

We hereby certify that we have examined the accompanying financial statements and supplemental data of Louisiana Disabled Persons Finance Corporation, and to the best of our knowledge and belief, the same is complete and accurate.

Albert Touche

Albert Touche
Finance Director

Howard Stong, Jr.

HOWARD STONG, JR., M.D.
Executive Director
Corporation 518 Northside