

Housing Authority of the Town of Cottageport
Summary Schedule of Prior Audit Findings
Year Ended June 30, 1997

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

1995 - FINDING NO. 1: PHMAP ASSESSMENT FACTORS

Condition: PHMAP indicators were not supported by adequate documentation.

Recommendation: Review the requirements of HUD Notice PIH 89-02 and comply with its directives.

Current Status: No deficiencies noted in the current year.

1995 - FINDING NO. 2: PAYROLL

Condition: The special pay supplement for employees covered under Louisiana state civil service was not appropriately withheld.

Recommendation: Amend appropriate reports to correct and pay as required under state and federal payroll tax guidelines.

Current Status: No similar findings were noted in the 1997 audit.

1996 - FINDING NO. 3: CMAP COSTS

Condition: Individual line items on the Final Progress Report filed with the Actual Modernization Cost Certificate were not in agreement with the general ledger.

Recommendation: Reconcile the general ledger and Final Progress Report.

Current Status: All CMAPs have been closed by HUD.

**Opinion on Compliance and an Internal Control Over Financial Reporting 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 Cotterport
926 Jacob Drive
Cotterport, LA 71127

We have audited the general purpose financial statements of Housing Authority of the Town of Cotterport as of and for the year ended June 30, 1997, and have issued our report thereon dated September 17, 1997. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Housing Authority of the Town of Cotterport's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Housing Authority of the Town of Cotterport's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the information of the Board of Commissioners, management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.


Kasper E. Miller, CPA
Certified Public Accountant

September 17, 1997

NON-FINANCIAL SECTION

Housing Authority of the Town of Coltonport
Coltonport, Louisiana

Owned Housing Program

Adjusting Journal Entries
June 30, 1997

Annual Contributions Contract FHS-852

	Acct. # for credit report	Acct. # for posting by FHS	Debit	Credit
(I)				
Debt Service Fund	1171	1171	\$ 298.01	
Cumulative HUD Annual Contrib.	2940	2940	294.58	
HUD Accounts Receivable	1179	1179		\$ 194.87
Interest Expense	9810	9829		440.50
To adjust debt service accounts at June 30, 1997.				
(II)				
Administrative Sundry	4190	DO	98.99	
Electricity	4200		114.27	
Dwelling Equipment	1485.1		612.06	
Maintenance Materials	4420		683.83	
Maintenance Contracts	4430	NOT	442.57	
Other Utilities Expense	4280		3.75	
Water	4210		8.00	
Employer Benefit Contribution	4540		48.51	
Gas	4320		11.09	
Accounts Payable	2111	BOOK		2,018.57
To record accounts payable at June 30, 1997.				
(III)				
Prior Year Adj. Affecting FHS	8010	DO	1,280.84	
Administrative Sundry	4190			159.49
Water	4210	NOT		21.50
Maintenance Materials	4420			440.84
Employer Benefit Contribution	4540	BOOK		640.83
To reverse prior year accounts payable.				

Working Authority of the Trust of the United
 Employees' Association

Balance of General Fund Cash Balance
 June 30, 1993

Annual Appropriation (Current Period)

Assets and Other Items

Cash	\$ 11,000.00
Accounts payable-interest	200.00
Unpaid insurance	7,000.00
Insurance premium	11,000.00
Interest charges	200.00
Total	\$ 30,400.00

Liabilities, Reserves, and Other Items

Accounts payable	\$ 2,000.00
Insurance security deposits	1,000.00
Accrued and withheld payroll taxes	200.00
Accrued PERS	1,000.00
Operating reserve per law	11,000.00
Adjustments attributable to closed unit	0 2,000.00
Total	\$ 16,200.00

Accounting Summary of the Work of Managers
 Pittsburgh, Louisiana

Computation of Residual Receipts and Residual Annual Contributions
 Annual Funding Program
 Year Ended June 30, 1980

Annual Contributions Schedule, P-402

Computation of Residual Receipts

Operating Receipts		
Operating Income	\$	53,554.77
RR operating subsidy		43,684.00
Price zone adjustments affecting residual receipts		8,589.13
Total operating receipts	\$	105,827.90
Operating expenditures		
Operating expenses	\$	88,587.71
Capital expenditures		5,471.00
Total operating expenditures	\$	94,058.71
RR income provided for reserves, per 402F (with adjustments deemed not)	\$ (1,888.81
RR income provided for reserves, per 402F provided for operating reserves	\$	188.88
	(188.88
Residual receipts per RR	\$.00

Computation of Residual Annual Contributions

Funded annual contributions less retained savings	\$	11,000.00 *
		206.00
Total annual contribution received	\$	11,206.00
Less annual available for reduction of annual contributions - RR, above		.00
Residual annual contribution	\$	11,206.00

*Subject to adjustment by RR.

Balance Sheet of the City of Chicago
 December 31, 1931

Analysis of Assets - Monetary Items
 1931 1930 1929 1928

General Governmental Account 19-222

Investment securities				
Balance per 12-31-30 audit				\$ 12,124,218.00
Transfers made from accompanying account				0
New issues (gross) less discounts				0
On purchase 1931 1930-31				0
On purchase 1929 1928-29				0
On purchase 1928 1927-28				0
Balance at 12-31-31				\$ 12,124,218.00
				<hr/>
Investment securities				
Balance per 12-31-30 audit				\$ 11,475.00
On purchase 1931 1930-31				0
On purchase 1929 1928-29				0
On purchase 1928 1927-28				0
Balance at 12-31-31				\$ 11,475.00
				<hr/>
Investment securities				
Balance per 12-31-30 audit				\$ 1,400,218.11
Transfers made from accompanying account				11,475.00
New issues (gross) less discounts				0
On purchase 1931 1930-31				0
On purchase 1929 1928-29				0
On purchase 1928 1927-28				0
Balance at 12-31-31				\$ 1,411,693.11
				<hr/>
Transfers from other				
Balance per 12-31-30 audit				\$ 400,000.00
Transfers made from accompanying account				0
Balance at 12-31-31				\$ 400,000.00
				<hr/>
Total assets				\$ 1,826,111.00

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

BONDING RECEIPTS OF THE DEPT. OF COLLEGE &
EDUCATION, LOUISIANA

STATEMENT OF REVENUE AND EXPENSES - STATUTORY BASIS
BOND ISSUING PROGRAM
YEAR ENDING JUNE 30, 1987

Annual Expenditures Contract #9-143

Operating Income			
Bonding credit	\$	98,471.80	
Increase in general fund investments		579.47	
Other income		3,507.10	
		102,558.37	
Total Operating Income	\$	102,558.37	
Operating Expenses			
Indemnification	\$	20,000.00	
Salaries		1,400.00	
Statutory requirements and operations		41,000.00	
General expense		10,700.00	
		73,100.00	
Total operating expenses	\$	73,100.00	
Net operating income (loss) before other items	\$	29,458.37	
Other charges (credits)			
Interest expense	\$	1,700.00	
Fiduciary fees attributable to issuing BB	(6,700.00)	
Loss from disposition of equipment		1,000.00	
		(6,000.00)	
Total other charges (credits)	\$	(6,000.00)	
Net Income (Loss)	\$	23,458.37	

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

Balance Sheet of the State of Louisiana
 Government, Louisiana

Balance Sheet - Statistical Data
 June 30, 1997

Annual Contributions Unearned, P-402

Assets	
Cash	\$ 88,388.88
Accounts receivable-current	485.00
Prepaid insurance	7,899.43
Monetary Inventory (FIM) cash	36,894.34
net investment type	33,174.33
Deferred charges	686.50
Fund assets	2,066,875.44
	<hr/>
Total Assets	\$ 2,186,329.98
	<hr/>
Liabilities and Equity	
Accounts payable	\$ 4,466.17
Monetary liability payable	4,879.50
Account and -FIM(FIM) payable -cash	388.00
Monetary FIM	4,896.88
Fund liabilities	88,466.88
	<hr/>
Total Liabilities	\$ 98,097.43
Equity	2,088,232.55
	<hr/>
Total Liabilities and Equity	\$ 2,186,465.00
	<hr/>

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

SUPPLEMENTAL FINANCIAL INFORMATION - STATUTORY BASIS

Housing Authority of the Town of Cotterport
Cotterport, Louisiana

Notes to the Financial Statements (Continued)
June 30, 1987

NOTES - CONTINGENCIES

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

Housing Authority of the Town of Collierville
Collierville, Louisiana

Notes to the Financial Statements (Continued)
June 30, 1987

NOTE 3 - RESTRICTED CASH

Restricted cash consists of the following:

	Owed Housing Program
Debt Service Fund	<u>\$ 407.50</u>

NOTE 4 - FIXED ASSETS

Changes in fixed assets are as follows:

	Ray of Period	Additions	Deletions	End of Period
Land, land impvts.	\$ 284,837.50	\$.00	\$.00	\$ 284,837.50
Building	1,758,371.00	.00	.00	1,758,371.00
Equipment	58,100.79	4,458.00	1,211.00	61,347.79
Total	<u>\$ 2,099,309.29</u>	<u>\$ 4,458.00</u>	<u>\$ 1,211.00</u>	<u>\$ 2,099,556.29</u>

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 - FIXED LIABILITIES

Fixed liabilities consist of the following:

	Interest Rate	Principal Balance
Bonds payable, June 1, 1983, \$654 Total	<u>7.5%</u>	<u>\$ 68,485.50</u>

The bonds mature in series annually in varying amounts with the final maturity date in 2004. 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.

Changes in fixed liabilities are as follows:

	Bonds	Payroll Related Cash
Bal., beg. of period	\$ 78,251.00	\$ 1,445.12
Principal retirement	(9,765.50)	.00
Net Change	.00	(1,445.12)
Bal., end of period	<u>\$ 68,485.50</u>	<u>\$.00</u>

Scheduled retirements of fixed liabilities are as follows:

	Bonds	Interest	Total
Within one year	\$ 8,702.97	\$ 2,622.39	\$ 11,325.36
Within second year	8,049.79	2,188.79	10,238.58
Within third year	10,287.00	1,782.82	12,069.82
Within fourth year	10,287.00	1,398.12	11,685.12
Within fifth year	10,287.00	1,034.23	11,321.23
Thereafter	18,102.28	858.48	18,960.76

Housing Authority of the Town of Calhounport
Calhounport, Louisiana

Notes to the Financial Statements (Continued)
June 30, 1997

- 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.
- K. **Total amounts on combined statements.** Total amounts on the combined statements are captioned "Items Total." It is noted that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.
- L. **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 and the Capital Projects Fund). Prior to the beginning of each budget year, the entity's annual budget is approved by the entity's governing body. Budgetary amendments require approval by the governing body. Budget amounts shown in the financial statements are the final authorized amounts for the year. All budgetary appropriations lapse at the end of each fiscal year.
 2. Budgets for the Debt Service Fund are not prepared inasmuch as all revenues and expenditures of this fund are controlled by and processed by HUD. The entity records Debt Service Fund transactions from accounts supplied by HUD.
- M. **Income taxes.** The entity is not subject to federal or state income taxes.
- N. **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.

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 June 30, 1997. 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 principal financial institution's trust department or agent in the entity's name.
- Category 3 - Uncollateralized.

Cash Deposits, categorized by level of risk, are:

	Category		
Total Bank Balances	1	2	3
\$ 16,311.43	\$ 16,311.43	\$.00	\$.00

Hoarding Authority of the Town of Cottopost
Cottopost, Louisiana

Notes to the Financial Statements (Continued)
June 30, 1997

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their estimated fair value on the date donated. The entity does not capitalize any "infrastructure" assets (streets, curbs, sidewalks, drainage system, and similar assets that are inseparable) 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 vacation and sick pay which are not accrued, and (2) principal and interest on general long-term debt which is recognized when due.

Vacated and earned vacation and sick leave that are not accrued are reported in the general long-term debt account group. No expenditure is reported for those advances. No liability is recorded for accruing accumulating rights to receive sick pay benefits.

Inventory are valued using FIFO (first-in, first out) cost flow assumption.

The entity does not utilize encumbrance accounting.

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:

- Governmental fund accounting principles are not utilized.
- Accounts receivable are stated without an allowance for doubtful accounts. Accounts are written off as collection losses only after the billed has vacated the unit and the entity has taken reasonable actions to collect.
- Annual Contributions and subsidies earned and/or received from HUD are recorded as contributions in surplus and are not included in the Statement of Income and Expenses.
- Items of routinely recurring expenses are recognized when paid and are therefore not accrued.
- Premiums and/or discounts on bonds are recognized in income or expense in the year bonds are sold.
- The cost of accumulated unpaid vacation and sick leave is not accrued.
- Financial statement formats vary from GAAP.
- The entity does not utilize encumbrance accounting.
- Expenditures under HUD's Comprehensive Improvements Assistance Program (CIAP) and similar for-fee-for programs are fully capitalized, notwithstanding the fact that expenditures are normally a mixture of repairs, replacements and improvements. Consequently, some amounts represented as Fixed Assets may include costs substantially in excess of value.

Housing Authority of the Town of Cottageport
Cottageport, Louisiana

Notes to the Financial Statements
June 30, 1997

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 fiscally 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 Cottageport, 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 considered to be a separate accounting unit. The operations of each fund are reported in a separate set of self-balancing accounts which are composed of each fund's assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Resources are allocated to and for individual funds based upon the purposes for which they are to be spent and the means by which spending activities are 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 treatment is also applied in governmental funds when inventories and 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 net fixed assets and current liabilities are generally included in their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present inflows (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 spending resources" during a period.

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

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances

All Governmental Fund Types
 Year Ended June 30, 1997

	Governmental Fund Types			
	Special Revenues	Fees, Services	State Grants and	Local Grants
Revenues:				
Fees	\$ 88,276.00	\$.00	\$ 50,487.00	\$ 50,487.00
Contractual, intergovernmental	\$ 4,076.00	\$ 10,413.00	\$ 13,487.00	\$ 27,976.00
Interest	\$ 976.47	\$.00	\$ 101.47	\$ 1,077.94
Miscellaneous	\$ 1,237.10	\$.00	\$ 1,617.10	\$ 2,854.20
Total Revenues	\$ 94,565.57	\$ 10,413.00	\$ 75,002.57	\$ 90,440.20
Expenditures:				
Operating expenditures	\$ 86,187.70	\$.00	\$ 44,887.74	\$ 131,075.44
Capital outlay	\$ 4,874.40	\$.00	\$ 1,070.00	\$ 5,944.40
Debt services:				
Principal	.00	\$ 4,706.14	\$ 4,466.10	\$ 9,172.24
Interest	.00	\$ 1,706.78	\$ 1,188.78	\$ 2,895.26
Total Expenditures	\$ 91,062.10	\$ 6,412.92	\$ 51,612.62	\$ 149,987.82
Excess of Revenues over (under)				
Revenues	\$ 3,503.47	\$ 3,999.08	\$ 23,389.95	\$ 4,392.38
Fund Balances, beginning of period	\$ 11,076.49	\$ 14,864.47	\$ 49,774.28	\$ 85,975.74
Fund Balances, end of period	\$ 14,579.96	\$ 18,863.55	\$ 73,164.23	\$ 90,368.12

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

Working Capital of the Bank of Montreal
 Statement - Continued

Consolidated Balance Sheet - 12 Months Ended and Annual Report
 June 30, 1979

	Reinvested Cash Flows		Interest Receipts			
	1979	1978	1979	1978	1977	1976
	\$ mil.	\$ mil.	\$ mil.	\$ mil.	\$ mil.	\$ mil.
ASSETS AND OTHER DEBITS						
Assets	\$	\$	\$	\$	\$	\$
Cash	10,000.00	20	20	20	10,000.00	10,000.00
Reinvested:						
Deposits	200.00	20	20	20	200.00	2,000.00
Other contributions	20	10,000.00	20	20	10,000.00	10,000.00
Other	20	20	20	20	20	20
Interest for 1979 (net)	10,000.00	20	20	20	10,000.00	10,000.00
Transfer from	5,000.00	20	20	20	5,000.00	5,000.00
Reinvested interest:						
Cash	20	200.00	20	20	200.00	20
Total assets	20	20	2,000,000.00	20	2,000,000.00	2,000,000.00
Other debits						
Assets, U.S.A., in 1979 interest free	20	20	20	10,000.00	10,000.00	10,000.00
Net, in 1979 interest free (continued)	20	20	20	15,000.00	15,000.00	15,000.00
TOTAL ASSETS AND OTHER DEBITS	\$	\$	\$	\$	\$	\$
	10,000.00	10,000.00	2,000,000.00	20,000.00	2,000,000.00	2,000,000.00
LIABILITIES, RESERVE AND OTHER CREDITS						
Liabilities						
Reserve payable:						
Cash	1,000.00	20	20	20	1,000.00	1,000.00
Security deposits	1,000.00	20	20	20	1,000.00	1,000.00
Interest 1979	1,000.00	20	20	20	1,000.00	1,000.00
Other contributions	20	20	20	20,000.00	20,000.00	20,000.00
Total liabilities	\$	\$	\$	\$	\$	\$
	1,000.00	20	20	20,000.00	20,000.00	20,000.00
Reserve and Other Credits						
Reserve in general fund assets	20	20	2,000,000.00	20	2,000,000.00	2,000,000.00
Reserve for 1979 (net)	20	10,000.00	20	20	10,000.00	10,000.00
Net - for 1979 interest free (continued)	10,000.00	20	20	20	10,000.00	10,000.00
Reserve, unallocated	1,000.00	20	20	20	1,000.00	1,000.00
Total Reserve and Other Credits	\$	\$	\$	\$	\$	\$
	10,000.00	10,000.00	2,000,000.00	20	2,000,000.00	2,000,000.00
NET, U.S.A., INTEREST FREE ASSETS AND OTHER DEBITS	\$	\$	\$	\$	\$	\$
	10,000.00	10,000.00	2,000,000.00	20,000.00	2,000,000.00	2,000,000.00

THE INFORMATION HEREIN IS AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

GENERAL PURPOSE FINANCIAL STATEMENTS

Independent Auditor's Report

Board of Commissioners
Housing Authority of the Town of Cottonport
850 Jacob Drive
Cottonport, LA 71527

We have audited the accompanying general purpose financial statements of Housing Authority of the Town of Cottonport as of June 30, 1997, and for the year then ended, as listed in the table of contents. These general purpose financial statements and the 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 general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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 Cottonport as of June 30, 1997, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated September 17, 1997 on our consideration of Housing Authority of the Town of Cottonport's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements. The accompanying financial information listed as 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 Cottonport. 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 base 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 financial statements and, in our opinion, is fairly presented in all material respects in conformity with the comprehensive base of accounting described in Note 1.

September 17, 1997


VanHeenen & Miller, Ltd.
Certified Public Accountants

FINANCIAL SECTION

TABLE OF CONTENTS

	PAGE
Financial Section	3
Independent Auditors' Report	4
General Purpose Financial Statements	5
Combined Balance Sheet - All Fund Types and Account Groups	6
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types	7
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types	8
Notes to the Financial Statements	9
Supplemental Financial Information - Statutory Basis	14
Balance Sheet - Statutory Basis	15
Statement of Income and Expenses - Statutory Basis - Dorned Housing Program	16
Analysis of Surplus - Statutory Basis	17
Computation of Residual Receipts and Accounting Annual Contributions - Dorned Housing Program	18
Analysis of General Fund Cash Balance	19
Adjusting Journal Entries	20
Non-Financial Section	21
Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of General Purpose Financial Statements Performed in Accordance with Government Auditing Standards	22
Summary Schedule of Prior Audit Findings	23

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Class: 100-100-000
Project: 100-100-000
Subproject: 100-100-000

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

100-100-000-000

**Financial Statements and Supplemental Financial Information
Year Ended June 30, 1987**
with
**Reports of Certified Public Accountants
on Financial and Compliance Examinations**

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

Release Date: **MAR 04 1988**

VanRheenen & Miles, Ltd.
Certified Public Accountants
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Bossier, Arkansas 72143

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