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LOUISIANA DISABLED PERSONS FINANCE CORPORATION
FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
PROJECT NUMBER 044-97201-A18-1841-815

Year Ended June 30, 1988

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, where appropriate, at the office of the parish clerk of court.

Release Date ~~SIR-1-6-1988~~

CONTENTS

	PAGE
INDEPENDENT AUDITORS' REPORT	3
FINANCIAL STATEMENTS	
STATEMENT OF FINANCIAL POSITION	4-5
STATEMENT OF ACTIVITY	6
STATEMENT OF CASH FLOWS	7
NOTES TO FINANCIAL STATEMENTS	8-11
SUPPLEMENTAL INFORMATION REQUIRED BY THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT	
SUPPORTING DATA REQUIRED BY THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT	12-13
STATEMENT OF PROFIT AND LOSS	16-17
COMPUTATION OF SURPLUS CASE, DISTRIBUTIONS AND RESIDUAL RECEIPTS	18
STATEMENT OF RECEIPTS AND DISBURSEMENTS	19
SCHEDULE OF CHANGES IN FIXED ASSET ACCOUNTS	20-21
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	22
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	23-24
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-123	25-26
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	27-28
CERTIFICATE OF MORTGAGEE	29
MANAGEMENT AGENTS CERTIFICATION	30
CORRECTIVE ACTION PLAN	31-32

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July 31, 1998

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying statement of financial position of Louisiana Disabled Persons Finance Corporation, a nonprofit organization, FDDI Project No. 864-131158A, AAR-TRAS-812 as of June 30, 1998, and the related statements of activity 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 the standards applicable to financial audits contained in 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 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.

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, 1998 and the changes in its net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated July 31, 1998, on our consideration of the Corporation's internal controls over financial reporting, and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

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 12 through 22 is prepared for the purpose of additional analysis and is not a required part of the basic financial statements of Louisiana Disabled Persons Finance Corporation. The income paying schedule of expenditures of federal assets is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Amits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. 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.


Raymond C. Gibby, Jr.
Lead Auditor, Registered, C.P.A.

LIABILITIES AND NET ASSETS (DEFICIT)

Account
Number

CURRENT LIABILITIES		
2120	Current portion of mortgage payable	\$ 3,582
2110	Accounts payable	876
2130	Accrued interest payable	4,340
2190	Due to affiliate	<u>21,000</u>
	TOTAL CURRENT LIABILITIES	49,800
2191	TENANTS' SECURITY DEPOSITS	1,215
2320	MORTGAGE NOTE PAYABLE, less current portion	575,000
2130	NET ASSETS (DEFICIT), UNRESTRICTED	<u>(137,810)</u>
		\$ <u>479,195</u>

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
 U.S. DEPARTMENT OF HOUSING AND URBAN
 DEVELOPMENT PROJECT NUMBER 86-11126/LA8-7841-813

STATEMENT OF ACTIVITY

Year Ended June 30, 1998

REVENUES		
Housing assistance payments	\$ 41,341	
Rental	40,912	
Other	<u>3,881</u>	
TOTAL REVENUE		\$ 86,134
EXPENSES		
Administrative	18,573	
Utilities	12,581	
Operating and maintenance	8,287	
Depreciation	19,561	
Insurance	8,441	
Interest	<u>52,289</u>	
TOTAL EXPENSES		118,522
CHANGE IN NET ASSETS		(32,388)
NET ASSETS (DEFICIT), JUNE 30, 1997		(113,289)
NET ASSETS (DEFICIT), JUNE 30, 1998		<u>\$ (145,677)</u>

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 OH-1003-PL-44-TH-013

STATEMENT OF CASH FLOWS

Year Ended June 30, 1998

CASH FLOWS FROM OPERATING ACTIVITIES		
Decrease in net assets		\$(25,798)
Adjustments to reconcile decrease in net assets to net cash provided (used) by operating activities:		
Depreciation and amortization	\$ 18,581	
Change in assets and liabilities:		
Increase (decrease) in accounts receivable	(128)	
Increase (decrease) in accounts payable	185	
Increase (decrease) in accounts receivable	(4,631)	
Increase (decrease) in accrued interest	____(25)	
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		(9,000)
CASH FLOWS FROM INVESTING ACTIVITIES		
Deposits to reserve for replacement and interest retained in account	(2,891)	
Withdrawals from reserve for replacements	____218	
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES		(1,010)
CASH FLOWS FROM FINANCING ACTIVITIES		
Mortgage principal payments	(1,284)	
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES		(1,284)
		NET INCREASE (DECREASE) IN CASH
		(11,415)
CASH AND CASH EQUIVALENTS AT JUNE 30, 1997		28,127
CASH AND CASH EQUIVALENTS AT JUNE 30, 1998		\$ 16,712

Interest paid for the year ended June 30, 1998 amounted to \$51,245.

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 64-111281-418-101-015

NOTES TO FINANCIAL STATEMENTS

June 30, 1998

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 2202(b)(2) of the National Housing Act. The Corporation acquired the apartment project on July 1, 1989 and rents apartments to mentally and physically-handicapped individuals in Southwest Louisiana. A portion of the tenant's costs are subsidized by the U.S. Department of Housing and Urban Development (HUD).

2. Use of 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. Financial Statement Presentation

During the year ended June 30, 1998, the Corporation adopted Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-For-Profit Organizations". Under SFAS No. 117, the Corporation is required to report information regarding the nature and amount of its net assets. The corporation has discontinued its use of fund accounting and, accordingly, has reclassified its financial statements to present net assets.

Continued

LOUISIANA DISABLED PERSONS FINANCE CORPORATION

U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER 96-011561A48-1941-013

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 1998

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

4. Depreciation

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

	Years
Building	5-30
Fixed equipment	15
Portable equipment	5

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

5. 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 not-for-profit operating foundation as defined in Federal Internal Revenue Code Section 4943(g)(2).

6. Cash and Cash Equivalents

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

7. Reserve for Replacements

The Corporation is required by HUD to establish a separate reserve fund in a federally insured depository. The Corporation must make monthly deposits of \$1.50 into the reserve fund. The funds may only be used after approval is obtained from HUD.

Continued

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
 U.S. DEPARTMENT OF HOUSING AND URBAN
 DEVELOPMENT PROJECT NUMBER 065-01115/LA-87-101-011

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 1998

NOTE B - MORTGAGE NOTE PAYABLE

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 \$4,627 (including interest at June 30, 1998 8% per annum) to the year 2029	\$ 178,693
Less current maturities	1,592
	<u>\$ 177,101</u>

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

June 30, 1999	\$ 1,592
June 30, 2000	\$ 3,929
June 30, 2001	\$ 4,296
June 30, 2002	\$ 4,764
June 30, 2003	\$ 5,142

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 Calcasieu Association for Retarded Citizens, Inc. (CARC). Any change in the relationship of these organizations could result in changes in financial position significantly different from that reported in these financial statements. Included in the financial statements is a liability to CARC of \$11,480, representing amounts advanced by CARC for operations in previous years. Also, included in accounts payable at June 30, 1998 is \$876 of expenses which have been paid by CARC, but were not yet reimbursed as of the date of the balance sheet. These amounts are due on demand by CARC.

Continued

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENTAL PROJECT NUMBER 064-EH049LA48-1041-015

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 1988

NOTE D - RELATED PARTY TRANSACTIONS - CONTINUED

CMRC acts as the Corporation's management agent and, as such, provides a substantial amount of support to the Corporation for its management fee based on 3% of the Corporation's residential income from the apartment complex. For the year ended June 30, 1988, CMRC's management fee was \$4,088.

NOTE E - CONCENTRATIONS

The Corporation's operations are concentrated in the real estate market. In addition, the Corporation operates in a heavily regulated environment. The operations of the Corporation are subject to the administrative directives, rules and regulations of federal, state and local regulatory agencies, including, but not limited to, HUD. Such administrative directives, rules and regulations are subject to change by an act of congress or an administrative change mandated by HUD. Such changes may occur with little notice or inadequate funding to pay for the related costs, including the additional administrative burden, to comply with a change.

NOTE F - RENT INCREASES

Under the regulatory agreement, the Corporation may not increase rents charged to tenants without HUD approval.

SUPPLEMENTAL INFORMATION RECEIVED 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 86-411091-A-B-1041-013

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

Year Ended June 30, 1998

Accounts and notes receivable (other than from regular tenants):

None \$ 0

Delinquent tenant accounts receivable:

Delinquent 30 days \$ 128

Mortgage escrow deposits:

None \$ 0

Tenant security deposits:

Tenant 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. As June 30, 1998, the account consisted of \$1,466 in cash. Interest earned on the account does not inure to the tenants.

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, 1997	\$ 12,565
Deposits	1,896
Interest earned	195
Distributions	(1,773)
Balance, June 30, 1998	\$ <u>12,883</u>

Continued

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER 854-141 206LA-81-181-813
SUPPORTING DATA REQUIRED BY THE U.S. DEPARTMENT
OF HOUSING AND URBAN DEVELOPMENT - CONTINUED

Year Ended June 30, 1988

Accounts payable (other than trade accounts)

As of June 30, 1988, accounts payable totaled \$876 and were for miscellaneous supplies and repairs.

Management fees payable:

As of June 30, 1988, no management fees were due to the Columbia Association for Retarded Citizens, Inc.

Accrued taxes:

As of June 30, 1988, there were no accrued taxes.

Leases (other than leased mortgages) and notes payable:

None

Commitments and statement of good faith:

None

Compensation of officers:

There was no compensation of officers for the year ended June 30, 1988.

Identify all interest companies:

None

Donations, Subsidy Payments and Founder's Fees:

Amounts received during the year ended June 30, 1988 are as follows:

Charitable contributions	\$ 1,747
Section 8 rent subsidy	32,731
	<u>\$ 34,478</u>

Changes in ownership interests:

Not applicable

Continued

LOUISIANA HOUSING FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER 64-55007L-43-2011-015

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

Year Ended June 30, 1968

Distributions paid to the owners:

Not applicable

Unauthorized distributions paid to the owners:

Not applicable

**Statement of
Profit and Loss**

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

OMB APPROVAL NO. 2520-0047 (03-01) (2000)

Public reporting burden for this statement of operations questionnaire averages 1 hour per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to our Report Management Office, Paperwork Reduction Project (2520-0047), U.S. Department of Housing and Urban Development, Washington, D.C. 20512-9902. The agency may not collect the information and you will not respond to any parts of this form unless it displays a currently valid OMB control number.

Be prepared to file this form in the above address.

U.S. Department of Housing and Urban Development
Approved: 07/97

FORM 06/90

Report Number
06-1813A (Rev. 09-01-03)

Form Name
RESIDENTIAL HOUSING FINANCE CORPORATION

Part	Description	Unit No.	Amount	
Rental Revenue \$100	Resident's in-Member Dues/Charges (Dues)	4,488	\$	30,399
	Deduct: Apartment Payments	4,471	\$	43,381
	Furniture and Equipment	4,481	\$	
	Other and Commercial	4,481	\$	
	Storage and Parking Spaces	5,181	\$	
	Freight (Subsidy Income)	1,000	\$	
	Memberships (Agency)	1,000	\$	
	Total Rental Revenue (Rental Revenue Less Expenses)	1,000	\$	11,787
	Furniture and Equipment	1,000	\$	
	Other and Commercial	1,000	\$	
Residence Cost	Storage and Parking Spaces	1,000	\$	
	Memberships (Agency)	1,000	\$	
	Total Residence Cost			11,787
	Net Rental Revenue (Rental Revenue Less Residence Cost)			80,152
Financial Revenue \$417	Early and Progression Services Income - 2000			
	Total Financial Revenue (Financial Revenue)	1,000	\$	
	Home Income - Paper Operations	1,000	\$	417
	Home Income Investments - Financial Receipts	1,000	\$	
	Home Loan Investments - Income for Replacement	1,000	\$	
Home Loan Investments - Administration	1,000	\$		
Total Financial Revenue				417
Other Revenue \$938	Security and Bonding	1,000	\$	568
	App and Late Charges	1,000	\$	25
	Storage and Parking Fees	1,000	\$	500
	Forward Rental Security Deposits	1,000	\$	
	Other Revenue (Agency)	1,000	\$	1,838
	Total Other Revenue			
Total Revenue				96,189
Administrative Expenses \$10,500	Advertising	1,000	\$	
	Other Administrative Expenses	1,000	\$	
	Office Salaries	1,000	\$	
	Office Supplies	1,000	\$	51
	Office or Home Apartment Repair	1,000	\$	
	Management	1,000	\$	4,186
	Manager - Independent (Internal)	1,000	\$	
	Manager - Independent (Part-time) (2nd)	1,000	\$	
	Other Expenses (Project)	1,000	\$	11
	Printing Expenses (Project)	1,000	\$	4,126
	Processing Financial/Accounting Services	1,000	\$	
	Telephone and Accounting Services	1,000	\$	516
	Ball Games	1,000	\$	
	Insurance Administrative Expenses (2000-2001) (2001-2002), 11/20/01	1,000	\$	1,763
Total Administrative Expenses	1,000	\$	10,500	
Interest Expenses \$800	Loan Interest	1,000	\$	
	Security and Accounting Fees	1,000	\$	9,506
	Other	1,000	\$	1,208
	Net	1,000	\$	9,213
	Other	1,000	\$	273
	Total Interest Expenses			

* Amounts in this column should be presented either in US dollars.

Operating and Maintenance Expenses	Janitor and Cleaning Payroll	6000	\$	
	Janitor and Cleaning Supplies	6000	\$	80
	Janitor and Cleaning Contract	6000	\$	154
	Restrooming Payroll/Contract	6000	\$	1,322
	Restrooming Supplies	6000	\$	695
	Garbage and Trash Removal	6000	\$	1,500
	Security Payroll/Contract	6000	\$	
	Security Payroll	6000	\$	
	Security Supplies	6000	\$	
	Security Contract	6000	\$	1,384
	Signs & Plaques	6000	\$	
	Signs & Material	6000	\$	1,004
	Signage Contract	6000	\$	
	Exterior Maintenance/Contract	6000	\$	
	Roofing/Coating Repairs and Maintenance	6000	\$	240
	Painting/Paint Maintenance/Contract	6000	\$	
	Signs Personnel	6000	\$	
Restrooming Payroll/Contract	6000	\$		
Restrooming Supplies	6000	\$		
Other	6000	\$		
Miscellaneous Operating and Maintenance Expenses	6000	\$	347	
Total Operating and Maintenance Expenses				\$ 6,787
Taxes and Insurance	Real Estate Taxes	6700	\$	
	Payroll Taxes (FICA)	6700	\$	
	Miscellaneous Taxes, Licenses and Permits	6700	\$	
	Property and Liability Insurance (Hazard)	6700	\$	4,441
	Liability Bond Insurance	6700	\$	
	Workers Compensation	6700	\$	
	Health Insurance and Other Employee Benefits	6700	\$	
	Other Insurance (Surety)	6700	\$	
Total Taxes and Insurance				\$ 4,441
Financial Expenses	Interest on Notes Payable	6800	\$	
	Interest on Mortgage Payable	6800	\$	52,200
	Interest on Notes Payable (Long Term)	6800	\$	
	Interest on Notes Payable (Short Term)	6800	\$	
	Mortgage Insurance Premium/Service Charge	6800	\$	
	Maintenance Personnel Expenses	6800	\$	
	Total Financial Expenses			
Entry & Comptroller Service Expenses	Total Service Expenses—Contractor/Contract	6900	\$	
	Total Cost of Operations Before Depreciation			\$ 80,862
	Profit (Loss) Before Depreciation			\$ (4,178)
	Depreciation (Loss)—(Beneficial/Property)	6900	\$	\$ 79,684
Operating Profit or (Loss)				\$ (23,299)
Corporate or Noncorporate Taxes Expenses	Other (Income)	7000	\$	
	State Expenses (Entry)	7000	\$	
	Taxes (Federal/State/Local)	7000	\$	
	Other Expenses (State)	7000	\$	
	Total Corporate Expenses			
Net Profit or (Loss)				\$ (23,299)

Warning: HUD requires late claims and statements. Condemnation may result in denial under regulations. (19 F.R.C. 1905, 1906, 1907, 1910, 1911, 1912, 1913, 1914, 1915, 1916, 1917, 1918, 1919, 1920, 1921, 1922, 1923, 1924, 1925, 1926, 1927, 1928, 1929, 1930, 1931, 1932, 1933, 1934, 1935, 1936, 1937, 1938, 1939, 1940, 1941, 1942, 1943, 1944, 1945, 1946, 1947, 1948, 1949, 1950, 1951, 1952, 1953, 1954, 1955, 1956, 1957, 1958, 1959, 1960, 1961, 1962, 1963, 1964, 1965, 1966, 1967, 1968, 1969, 1970, 1971, 1972, 1973, 1974, 1975, 1976, 1977, 1978, 1979, 1980, 1981, 1982, 1983, 1984, 1985, 1986, 1987, 1988, 1989, 1990, 1991, 1992, 1993, 1994, 1995, 1996, 1997, 1998, 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2007, 2008, 2009, 2010, 2011, 2012, 2013, 2014, 2015, 2016, 2017, 2018, 2019, 2020, 2021, 2022, 2023, 2024, 2025, 2026, 2027, 2028, 2029, 2030, 2031, 2032, 2033, 2034, 2035, 2036, 2037, 2038, 2039, 2040, 2041, 2042, 2043, 2044, 2045, 2046, 2047, 2048, 2049, 2050, 2051, 2052, 2053, 2054, 2055, 2056, 2057, 2058, 2059, 2060, 2061, 2062, 2063, 2064, 2065, 2066, 2067, 2068, 2069, 2070, 2071, 2072, 2073, 2074, 2075, 2076, 2077, 2078, 2079, 2080, 2081, 2082, 2083, 2084, 2085, 2086, 2087, 2088, 2089, 2090, 2091, 2092, 2093, 2094, 2095, 2096, 2097, 2098, 2099, 2100, 2101, 2102, 2103, 2104, 2105, 2106, 2107, 2108, 2109, 2110, 2111, 2112, 2113, 2114, 2115, 2116, 2117, 2118, 2119, 2120, 2121, 2122, 2123, 2124, 2125, 2126, 2127, 2128, 2129, 2130, 2131, 2132, 2133, 2134, 2135, 2136, 2137, 2138, 2139, 2140, 2141, 2142, 2143, 2144, 2145, 2146, 2147, 2148, 2149, 2150, 2151, 2152, 2153, 2154, 2155, 2156, 2157, 2158, 2159, 2160, 2161, 2162, 2163, 2164, 2165, 2166, 2167, 2168, 2169, 2170, 2171, 2172, 2173, 2174, 2175, 2176, 2177, 2178, 2179, 2180, 2181, 2182, 2183, 2184, 2185, 2186, 2187, 2188, 2189, 2190, 2191, 2192, 2193, 2194, 2195, 2196, 2197, 2198, 2199, 2200, 2201, 2202, 2203, 2204, 2205, 2206, 2207, 2208, 2209, 2210, 2211, 2212, 2213, 2214, 2215, 2216, 2217, 2218, 2219, 2220, 2221, 2222, 2223, 2224, 2225, 2226, 2227, 2228, 2229, 2230, 2231, 2232, 2233, 2234, 2235, 2236, 2237, 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3566, 3567, 3568, 3569, 3570, 3571, 3572, 3573, 3574, 3575, 3576, 3577, 3578, 3579, 3580, 3581, 3582, 3583, 3584, 3

**Computation of Surplus Cash,
Distributions and Residual
Receipts**

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

Property: **1115/1515 DEWITT PLACE** Total Period(s): **06/01/00 - 06/30/00** Project Number: **04-08-015-001-001-001**
FUND: INTEREST

Part A - Property Surplus Cash

Cash		
1. Cash Accounts (101, 102, 103, 104)	\$	15,817
2. Tenant/owner accounts due for period covered by financial statement	\$	308
3. Other (describe)	\$	
(b) Total Cash (Sum Lines 1, 2, and 3)	\$	16,125

Current Liabilities		
4. Account (long-term/short-term) payable	\$	6,360
5. Delinquent mortgage interest payments	\$	
6. Delinquent deposits/fees due to replacement	\$	
7. Accounts payable (due within 90 days)	\$	816
8. Loans and notes payable (due within 90 days)	\$	260
9. Delinquent tax insurance or other amounts payable	\$	
10. Account payable (not otherwise)	\$	
11. Prepaid Period/Account (20%)	\$	
12. Tenant/owner deposits (fully/assured/20%)	\$	1,315
13. Other (describe) DUE TO AFFILIATE	\$	31,600
(b) Total Current Liabilities (Sum Lines 4 through 13)	\$	38,178
(c) Surplus Cash (Difference of Line (b) minus Line (a))	\$	(22,053)

Part B - Property Contributions to Property and Required Payment to Resident Mortgage

1. Surplus Cash	\$	0
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United States/Other Assets		
14. Annual Distribution Earned During Fiscal Period Covered by this Statement	\$	
15. Distribution Account and unpaid due at the end of the Prior Fiscal Period	\$	
16. Distributions Paid During/Fiscal Period Covered by Statement	\$	
17. Amounts to be Cleared in Balance Sheet as Distribution (Residual) unpaid (provide page # of financial)	\$	
18. Amount Available for Distribution (During/Fiscal Period)	\$	0
19. Capital Gains/Residual Receipts (Amounts reported with Mortgage account separation Fiscal Period ending)	\$	

Prepared By	Date	Reviewed By	Date

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER 96A-FY91-945-964-015

STATEMENT OF RECEIPTS AND DISBURSEMENTS

Year ended June 30, 1998

Cash receipts:		
Housing assistance payments	\$ 41,248	
Rental of apartments	40,084	
Other income	<u>3,831</u>	\$ 85,163
Cash disbursements:		
Admin salaries	15,206	
Utilities	11,801	
Operating and maintenance	8,661	
Insurance	6,443	
Interest	22,345	
Principal payments on mortgage	3,784	
Increase in reserve for replacements	<u>1,313</u>	109,553
EXCESS OF DISBURSEMENTS OVER RECEIPTS		(13,601)
Cash balance at June 30, 1997		<u>28,177</u>
Cash balance at June 30, 1998		\$ <u>14,576</u>

Balance July 31, 1997	Accumulated Depreciation		Balance June 30, 1998	Net Carrying Amount June 30, 1998
	Buildings	Equipment		
\$ 127,584	\$ 19,851	\$ -	\$ 147,435	\$ 382,478
11,888	1,570	-	13,458	10,317
<u>139,472</u>	<u>21,421</u>	<u>-</u>	<u>160,893</u>	<u>392,795</u>
158,817	19,561	-	178,378	382,807
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,698</u>
<u>\$ 139,472</u>	<u>\$ 19,561</u>	<u>\$ -</u>	<u>\$ 178,378</u>	<u>\$ 421,503</u>

LOUISIANA REHABILITATION FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT PROJECT NUMBER 964-EH1591A48-TR41-R13

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 1998

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Expenditures/Com Balance
U.S. Department of Housing and Urban Development Section 202 Direct Loan	N/A	\$ 578,699
Section 8 Housing Assistance Payments	14.999	<u>43,241</u>
Total		\$ <u>621,940</u>

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THIS FILING PLAN, MADE FOR
PUBLIC USE, IS NOT
LAW. CONTACT INFORMATION SHOULD BE
OBTAINED FROM THE SEC. AND
EXAMINED UNDER LOCAL LAW.

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER
FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS

July 31, 1998

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

We have audited the financial statements of Louisiana Disabled Persons Finance Corporation, IRID Project No. 064-E111581-A48-T841-815 for the year ended June 30, 1998, and have issued our report dated July 31, 1998. 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 Louisiana Disabled Persons Finance Corporation's 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 these 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 Louisiana Disabled Persons Finance Corporation, IRID Project Number 064-E111581-A48-T841-815's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the Corporation's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs as item D-1.

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 are not detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

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



GRAGSON, STARBUCK & GUTHRIE, L.L.P.

REGISTERED PUBLIC ACCOUNTANTS

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

July 30, 1998

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

Compliance

We have audited the compliance of Louisiana Disabled Persons Finance Corporation, HUD Project No. 96-4-EH129L-A48-TB1-011 with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal program for the year ended June 30, 1998. The Corporation's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Corporation's management. Our responsibility is to express an opinion on the Corporation's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audit of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Louisiana Disabled Persons Finance Corporation's compliance with these requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Corporation's compliance with these requirements.

In our opinion, Louisiana Disabled Persons Finance Corporation complied, in all material aspects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 1998.

Internal Control Over Compliance

The management of Louisiana Disabled Persons Finance Corporation is responsible for establishing and maintaining a flexible internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Corporation's internal control over compliance with requirements that would have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMBG type A-133.

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the Corporation's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. The reportable condition is described in the accompanying schedule of findings and questioned costs as item C-1.

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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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 over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all material weaknesses that we also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

This report is intended for the information of management and Federal funding agencies. However, this report is a matter of public record and its distribution is not limited.



LOUISIANA DISABLED PERSONS FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
PROJECT NUMBER 084-EH5WLA48-T841-813

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 1998

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the financial statements of Louisiana Disabled Persons Finance Corporation.
2. No material weaknesses were identified during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of Louisiana Disabled Persons Finance Corporation were disclosed during the audit.
4. No material weaknesses were identified during the audit of the major federal award programs.
5. The auditors' report on compliance for the major federal award programs for Louisiana Disabled Persons Finance Corporation expresses an unqualified opinion.
6. Audit findings relative to the major federal award programs for Louisiana Disabled Persons Finance Corporation are reported in Part C of this Schedule.
7. The program tested as the only major program was Section 202 Direct Loans.
8. The threshold for distinguishing Types A and B programs was \$380,000.
9. Louisiana Disabled Persons Finance Corporation was determined to be a high-risk auditee.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

QUESTIONED
COSTS

1. **Statement of Condition** - One individual is responsible for preparing the bank deposits, reconciling the bank statements, and recording transactions.

Criteria - Segregation of duties is a key to proper internal control.

Effect - Higher risk of errors or irregularities in amounts involving cash receipts and disbursements could occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Cause - The condition results from small number of office personnel assigned to the financial accounting function.

Continued

LOUISIANA DISABLED PERSONS FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
PROJECT NUMBER 64-CH129LA48-T941-013

CERTIFICATE OF MORTGAGES

Year Ended June 30, 1968

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 Toumbis
Finance Director



Howard Simons, Jr., Esq.
Executive Director
Copier No. 12-0979104

LEVELENA DISABLED PERSONS FINANCE CORPORATION
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
PROJECT NUMBER 6648HUPWJ48-TRU-813
MANAGEMENT AGENT'S CERTIFICATION

Year Ended June 30, 1978

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



Albert Tsozade
Finance Director
California Association for
Retarded Citizens, Inc.



Howard Stewart, Jr., Ed. D.
Executive Director
California Association for
Retarded Citizens, Inc.

CORRECTIVE ACTION PLAN

July 31, 1998

U.S. Department of Housing and Urban Development
Project Number 854-CR019/LA48-TB41-813

Louisiana Disabled Persons Finance Corporation respectfully submits the following corrective action plan for the year ended June 30, 1998.

Audit Firm: Gagners, Cookley, & Gullery, CPAs
P.O. Drawer 1847
Lake Charles, LA 70602

Audit Period: Year Ended June 30, 1998

The finding for the June 30, 1998 schedule of findings and questioned costs is discussed below. Section A of the schedule, Summary of Audit Results does not include findings and is not addressed.

B. Finding - Financial Statement Audit

1. Recommendation: Because of the small size of accounting/financial staff, it is impractical to have complete segregation of duties. Management should, however, work to segregate duties to the extent possible. In addition, management should remain abreast of day-to-day operations of the project.
2. Action Taken: Because of the small size of accounting/financial staff, we feel it impractical to achieve complete segregation of duties. However, we plan to segregate the preparation of bank deposits from the record keeping of the bank accounts and recording of transactions. We also plan to have the Finance Director and Executive Director carefully scrutinize such transactions to lower the risk of error or irregularities.

C. Findings - Federal Award Programs Audit

Department of Housing and Urban Development

Section 202, CFDA N/A - Finding No. 1

1. Recommendation: Because of the small size of accounting/financial staff, it is impractical to have complete segregation of duties. Management should, however, work to segregate duties to the extent possible. In addition, management should remain abreast of day-to-day operations of the project.

2. Action Taken: Because of the small size of accounting/financial staff, we feel it impractical to achieve complete segregation of duties. However, we plan to segregate the preparation of bank deposits from the reconciliation of the bank account and recording of transactions. We also plan to have the Finance Director and Executive Director carefully scrutinize cash transactions to lower the risk of errors or irregularities.

If the U.S. Department of Housing and Urban Development has questions regarding this plan, please call Al Taubert at (318)433-7620.

Sincerely,



Howard Street, Jr.
Executive Director