

32

**MUNICIPAL
FILE COPY**
NO POST 1980 DATE
PLEASE RETURN TO
CITY AND PLANT
OFFICE IN 1981

1981
1980
1981

98001514
4094

**HOUSING AUTHORITY OF THE TOWN OF SIMMESPORT
SIMMESPORT, LOUISIANA**

**GENERAL PURPOSE FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS REPORTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 1980
WITH SUPPLEMENTAL INFORMATION SCHEDULED**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, orally 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.

SLIP D 2 1980

Return Date _____

WILLIAM DANIEL McBRIDE, CPA
A PROFESSIONAL CERTIFIED ACCOUNTANT

111 PINEVILLE ROAD
MEMPHIS, TENNESSEE 38103

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT ON GENERAL PURPOSE FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

EXHIBITS -- FINANCIAL STATEMENTS

- A COMBINED BALANCE SHEET AT DECEMBER 31, 1997, ALL FUND TYPES AND ACCOUNT GROUPS
- B COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--FOR THE YEAR ENDED DECEMBER 31, 1997
- C COMBINED STATEMENT OF REVENUES, EXPENDITURES, A AND CHANGES IN FUND BALANCES--BUDGET (GAAP BASIS) AND ACTUAL--GENERAL AND SPECIAL REVENUE FUNDS

NOTES TO THE FINANCIAL STATEMENTS AND ACCOMPANYING INFORMATION

SUPPLEMENTARY INFORMATION SCHEDULES--GAAP BASIS

- I SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

SUPPLEMENTARY INFORMATION SCHEDULES--STATUTORY BASIS

- II BALANCE SHEET--STATUTORY BASIS
- III STATEMENT OF REVENUES AND EXPENDITURES--STATUTORY BASIS--ANNUAL CONTRIBUTIONS CONTRACT PW-514
- IV ANALYSIS OF SURPLUS--STATUTORY BASIS

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

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

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS--NONE

SCHEDULE OF ADJUSTING JOURNAL ENTRIES--NONE

SCHEDULE OF CURRENT FINDINGS AND QUESTIONED COSTS

CORRECTIVE ACTION PLAN

WILLIAM DANIEL MOONSKILL, CPA

A PROFESSIONAL ACCOUNTING CORPORATION

**100 WINDY HILL
BIRMINGHAM, ALABAMA 35202**

**MEMBERSHIP NO. 000-170
ONE MONROE CENTER
COURT SUITE 1000
BIRMINGHAM, ALABAMA 35202**

**MEMBER
CERTIFIED PUBLIC ACCOUNTANT
MEMBER, SOCIETY OF CPAs
MEMBER, INSTITUTE OF CPAs**

**INDEPENDENT AUDITOR'S REPORT
QUALIFIED OPINION ON GENERAL PURPOSE
FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULE
OF EXPENDITURES OF FEDERAL AWARDS**

**BOARD OF COMMISSIONERS
HOUSING AUTHORITY OF THE TOWN OF SIMMSPORT
SIMMSPORT, LOUISIANA 71269**

I have audited the accompanying general purpose financial statements of the Housing Authority of The Town of Simmsport (HHA) as of and for the year ended December 31, 1997, as listed in the table of contents. These general purpose financial statements are the responsibility of the HHA's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

Except as discussed in the following paragraph, I conducted my 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 I 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 the significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

I was unable to verify the equipment inventory nor was I able to satisfy myself as to the accuracy of the equipment recorded on the books of accounts by other auditing procedures. These assets are included in the General Fixed Assets Account Group and represent 8% of the assets of that Account Group.

In my opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had I been able to verify the inventory balances, or had I been able to satisfy myself as to the accuracy of the account balances by other auditing procedures, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Housing Authority of The Town of Simmesport as of December 31, 1967, and the results of its operations and changes in its surplus for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued a report dated June 12, 1968 on my consideration of the HHA's internal control over financial reporting and my tests of its compliance with certain laws, regulations, contracts and grants.

My audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the HHA taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non Profit Organizations, and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly presented in all material respects in relation to the financial statements and any other included supplementary information taken as a whole.

This report is intended solely for the information and use of the Board of Commissioners of the HHA, and for filing with the Department of HUD and should not be used for any other purpose.



William Daniel McCaskill, CPA
A Professional Accounting Corporation

June 12, 1968

Account Authority of the Town of Alameda

EXHIBIT A

ALAMEDA, CA 94601

ALL FUND TYPES AND ACCOUNT GROUPS

COMBINED BALANCE SHEET AS OF DECEMBER 31, 1997

ACCOUNTS AND OTHER DEBITS	GENERAL FUND		SERVICES		CAPITAL PROJECTS		LIBRARY		GENERAL FUND		Total (Amount in \$)
	General Fund	Reserve	Service Fund	Project Fund	Library Fund	General Fund	Capital Projects	Library	General Fund		
Cash and Cash Equivalents	34,794.12	0.00	282.79	0.00	0.00	0.00	0.00	0.00	0.00	35,076.91	
Receivables	1,141.70	0.00	79,440.18	0.00	0.00	0.00	0.00	0.00	0.00	79,581.88	
Interfund Receivables	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Prepaid Insurance	1,007.64	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,007.64	
INVT	480.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	480.00	
LEAS, Licenses & Equipment	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,037,199.00	0.00	1,037,199.00	
Other Debits											
Amount Available in Debt Service Fund	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	280.79	280.79	
Amount to be Provided for Retirement of General Long Term Obligations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	721,999.00	721,999.00	
TOTAL ASSETS AND OTHER DEBITS	40,323.46	0.00	87,722.97	0.00	0.00	0.00	0.00	1,037,199.00	0.00	1,125,245.43	
LIABILITIES, DEBITS AND OTHER CREDITS	*****										
Accounts Payable	1,184.47	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,184.47	
Interfund Payables	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Payables Due Others	0.00	0.00	0.00	0.00	0.00	1,070.00	0.00	0.00	0.00	1,070.00	
Deferred Revenues	0.00	0.00	79,440.18	0.00	0.00	0.00	0.00	0.00	0.00	79,440.18	
Unencumbered Available Amounts	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Notes to Bonds Payable	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	721,999.00	721,999.00	
Total Liabilities	1,184.47	0.00	79,440.18	0.00	0.00	1,070.00	0.00	0.00	721,999.00	803,693.65	
Other Credits											
Retained in General Fund Assets Type Subaccount	0.00	0.00	0.00	0.00	0.00	0.00	1,037,199.00	0.00	0.00	1,037,199.00	
Reserves for Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Reserves for Debt Payment	0.00	0.00	280.79	0.00	0.00	0.00	0.00	0.00	0.00	280.79	
Unencumbered & Unexpended	37,225.11	0.00	11,000.00	0.00	0.00	0.00	0.00	0.00	0.00	48,225.11	
Total Credits & Other Credits	37,225.11	0.00	11,280.79	0.00	0.00	0.00	1,037,199.00	0.00	0.00	1,185,704.90	
TOTAL LIABILITIES, DEBITS AND OTHER CREDITS	40,323.46	0.00	87,121.97	0.00	0.00	0.00	1,037,199.00	0.00	0.00	1,125,245.43	

Activity Statement of the Board of Directors

ANNEX 2

Statement of 14 11/20

CONTAINS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED DECEMBER 31, 1987

	General Fund	Special Revenue Fund	1986 Special Fund	Capital Fund	Total (Balance)
REVENUE					
Local Sources:					
Milling (Mills)	48,296.00	0.00	0.00	0.00	48,296.00
Interest Charges	829.00	0.00	0.00	0.00	829.00
Receipts from the Sale of Equipment					
Other	175.00	0.00	0.00	0.00	175.00
Special Sources:					
Operating Subsidies	29,100.00				29,100.00
Special Contributions			70,000.00	0.00	70,000.00
Grants				31,000.00	31,000.00
Total revenues	78,495.00	0.00	70,000.00	31,000.00	179,495.00
EXPENDITURES					
Current:					
Administration	21,287.00	0.00	0.00	0.00	21,287.00
Utilities	1,900.00	0.00	0.00	0.00	1,900.00
Public Assistance & Operations	22,860.00	0.00	0.00	0.00	22,860.00
Devolutive Services	17,497.77	0.00	0.00	0.00	17,497.77
General Equipment	0.00	0.00	0.00	0.00	0.00
Specialized Maintenance	0.00	0.00	0.00	0.00	0.00
Public Assistance Payments			0.00	0.00	0.00
Facilities Acquisition & Construction	200.00		0.00	87,714.40	87,914.40
Special Services:					
Medical Retirement			14,200.00		14,200.00
Interest & Bank Charges			48,800.00		48,800.00
Total Special Services	0.00	0.00	63,000.00	87,714.40	150,714.40
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	10,208.00	0.00	7,000.00	(56,714.40)	(39,506.40)
CHANGES IN FUND BALANCE					
Operating Transfers In			0.00		0.00
Operating Transfers Out			0.00		0.00
Total Other Financing Sources (Uses)	0.00	0.00	0.00	0.00	0.00
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER CHANGES IN FUND BALANCE	10,208.00	0.00	7,000.00	(56,714.40)	(39,506.40)
FUND BALANCE AT BEGINNING OF YEAR	10,279.20	0.00	290.00	25,704.40	36,273.60
FUND BALANCE AT END OF YEAR	20,487.20	0.00	290.00	(31,010.00)	(10,232.80)

see notes to financial statements

Boarding Authority of the Town of Gloucester

(BUDGET)

Comparison, in Dollars
 Computed Amounts of REVENUES, EXPENDITURES AND BALANCE IN FUND BALANCE--BUDGET vs. ACTUAL
 GENERAL FUND FOR THE YEAR ENDED DECEMBER 31, 1997

REVENUE	GENERAL FUND, FUND BALANCE		
	Budget	Actual	Variance
Local sources:			
Sailing Rental	11,790.00	10,796.00	(994.00)
(Miscellaneous) Charges	1,177.00	879.00	(298.00)
Receipts from the Sale of Equipment			
Other	0.00	270.00	270.00
Federal Sources:			
Sailing License	11,000.00	11,000.00	0.00
Annual Contributions			
Other			
Total Revenue	22,967.00	22,945.00	(22.00)
EXPENDITURE:			
Personnel:			
Administration	19,000.00	19,000.00	0.00
Utilities	1,000.00	1,000.00	0.00
Facilities Maintenance & Operations	21,000.00	21,000.00	0.00
Contractual Services	0.00	0.00	0.00
Benefits (Social Security)	10,000.00	10,000.00	0.00
Insurance (Automobile)	0.00	0.00	0.00
Required Assistance Payments			
Facilities Acquisition & Construction	0.00	200.00	200.00
Other Services:			
Principal Retirement			
Interest & Bank Charges			
Total Expenditures	50,000.00	50,000.00	0.00
(EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES)	6,967.00	6,945.00	(22.00)
(NET FINANCIAL (BANK) GAIN)			
Operating Transfers In			
Operating Transfers Out			
Total Other Financing Sources (Uses)	0.00	0.00	0.00
Net (excess) (deficiency) of Revenues	6,967.00	6,945.00	(22.00)
FUND BALANCE AT BEGINNING OF YEAR	10,000.00	10,000.00	0.00
FUND BALANCE AT END OF YEAR	17,000.00	17,000.00	0.00

SEE ALSO THE FINANCIAL STATEMENTS

**THE HOUSING AUTHORITY OF THE TOWN OF SHREVEPORT
SHREVEPORT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS**

Housing Authorities are chartered as a public corporation under the laws (LSA-RS 48:3811) of the State of Louisiana for the purpose of providing safe and sanitary dwelling accommodations for the residents of Shreveport, Louisiana. This creation was contingent upon the local governing body of the city or parish. The PMA is governed by a five member Board of Commissioners. The members, appointed by the Mayor of Shreveport, Louisiana, serve a four year staggered term.

Under the United States Housing Act of 1937, as amended, the US Department of HUD has direct responsibility for administering low rent housing programs in the United States. Accordingly, HUD has entered into an annual contribution contract with the PMA for the purpose of assisting the PMA in financing the acquisition, construction and leasing of housing units and to make annual contributions (subsidies) to the PMA for the purpose of maintaining the low rent structure.

The PMA has the following programs under management:

	ACC Number	Number of Units
PMA Owned Housing	888-514	56

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. BASIS OF PRESENTATION

The accompanying financial statements of the PMA have been prepared in conformity with GAAP as applied to governmental units. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

GASB Statement Number 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the PMA is legally separate and fiscally independent by being solely accountable for fiscal matters, including (1) budget authority, (2) responsibility for funding deficits and operating deficiencies, (3) fiscal management for controlling the collection and disbursement of funds, (4) authority to issue debt, the PMA is a separate governmental reporting entity. The PMA includes all funds, account groups, activities that are within the oversight responsibility of the PMA.

Certain units of local government over which the PMA assumed no oversight responsibility, such as the school boards, parish police jury, other independently elected parish officials, and municipalities within the parish, are excluded from the accompanying financial statements. These units of government are considered separate entities and issue financial statements separate from those of the PMA.

C. FUND ACCOUNTING

The PMA uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain governmental functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net spendable financial resources.

Funds of the PMA are classified in three categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental funds—Governmental funds account for all or most of the PMA's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds include:

1. **General Fund**—the general operating fund of the PMA accounts for all financial resources, except those required to be accounted for in other funds.
2. **Debt Service Fund**—accounts for transactions relating to resources retained and used for the payment of principal and interest on their long-term obligations recorded in the general long-term obligations account group.
3. **Capital Projects Funds**—account for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

Fiduciary Funds—Fiduciary funds account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the PMA. Fiduciary funds include:

5. **Taxant Security Deposits**—accounts for assets held by the PMA as an agent for the individual residents. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

D. BASIS OF ACCOUNTING

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating Statements of these funds present increases and decreases in net current assets. The modified accrual basis of accounting is used by all governmental funds and agency funds. The governmental funds use the following practices in recording revenues and expenditures:

Reimbursements—Federal reimbursements are recorded as unrestricted grants-in-aid when available and receivable. Federal restricted grants are recorded when the reimbursable expenditures have been incurred.

Rental Income is recorded in the month earned.

Interest earnings on time deposits are recorded when the time deposits have matured and the interest is available. Interest income on interest bearing demand deposits is recorded each month when credited by the bank to the account.

Substantially all other revenues are recorded when they become available to the PMA.

Expenses—Salaries are recorded as expenditures when paid.

Purchases of various operating supplies are recorded as expenditures in the accounting period they are purchased.

Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death, while the cost of leave privileges not requiring current resources is recorded in the general long term obligations account group.

Principal and interest on general long term debt are recognized when due.

Substantially all other expenditures are recognized when the related fund liability has been incurred.

Other Financing Sources (Uses)—Transfers between funds that are not expected to be repaid for any other type, such as capital lease transactions, sale of fixed assets, debt extinguishments, long term debt proceeds, and the like are accounted for as other financing sources (uses). These other financing sources are recognized at the time the underlying events occur.

Deferred Revenues—The PMA reports deferred revenues on its combined balance sheet. Deferred revenues arise when resources are received by the PMA before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the PMA has a legal claim to the resources, the liability for deferred revenues is removed from the combined balance sheet and the revenue is recognized.

8. BUDGETS

The following summarizes the budget activities of the PMA during the fiscal year:

1. The PMA adopted budgets for the General Fund, the Special Revenue Fund and the Capital Projects Fund. The Capital Projects Fund's budget comparison to actual has not been included since the cash project is a multiple year endeavor.
2. The budgets are prepared on the modified accrual basis of accounting. All appropriations lapse at year end.
3. Encumbrances are not recognized within the accounting records for budgetary purposes.

4. Formal budget integration (within the accounting records) is employed as a management control device.

5. The Executive Director is authorized to transfer amounts between line items within any fund, with the exception of salaries, provided such does not change the total of any function. However, when actual revenues within a fund fail to meet budgeted amounts by 5% or more, a budget amendment is adopted by the PFA in an open meeting. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

F. INCUMBRANCES

Incurrence accounting, under which purchase orders are recorded in order to reserve that portion of the applicable appropriation, is not employed. However, outstanding purchase orders are taken into consideration before expenditures are incurred in order to assure that applicable appropriations are not exceeded. In addition, the monthly budget reports are reviewed to assure compliance with the budget, and where necessary, revisions to the budget are made.

G. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits and interest bearing demand deposits. Cash equivalents include amounts in time deposits and cash with fiscal agents. Under state law, the PFA may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana Law and national banks having their principal offices in Louisiana.

H. SHORT TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short term interfund loans are classified as interfund receivables/payables.

I. INVENTORY

All purchased inventory items are valued at the lower of cost (first in, first out) or market. Purchased inventories are offset by a fund balance reserve which indicates that these do not constitute "available spendable resources", even though they are a component of total assets.

Acquisition of materials and supplies are accounted for on the purchase method, that is, the expenditure is charged when the items are purchased.

J. FIXED ASSETS

Fixed assets of governmental funds are recorded as expenditures at the time they are purchased or constructed, and the related assets are capitalized (reported) in the general fixed assets account group. Public domain or infrastructure, such as streets and parking lots are capitalized. Interest expense during construction is capitalized. Depreciation has not been provided on general fixed assets.

K. COMPENSATED ABSENCES

The PMA follows Louisiana Civil Service regulations for accumulated annual and sick leave. Employees may accumulate up to 200 hours of annual leave which may be received upon termination or retirement. Sick leave hours accumulate, but the employee is not paid for them if not used by his/her retirement or termination date.

The cost of current leave privileges, computed in accordance with GASB Codification Section 590, is recognized as a current year expenditure in the governmental funds when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death, while the cost of leave privileges not requiring current resources is recorded in the general long term obligations account group. Leave benefits are based on accrued leave benefits or employees with 10 years service to a maximum of 25 days at their current annual salary.

L. LONG TERM OBLIGATIONS

Long term obligations expected to be financed from governmental funds are reported in the general long term obligations account group. Expenditures for principal and interest payments for long term obligations are recognized in the governmental funds when due.

M. FUND EQUITY

Reserves represent those portions of fund equity not appropriate for expenditures or legally segregated for a specific future use.

N. INTERFUND TRANSACTIONS

Transactions that constitute reimbursements in a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions are reported as transfers. Nonrecuring or non routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

O. TOTAL COLUMNS OR COMBINED STATEMENTS

The total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with GAAP. Further, if such data comparable to a consolidation, interfund eliminations have not been made in the aggregation of this data.

NOTE 2 -- CASH AND CASH EQUIVALENTS

At December 31, 1997, the PMA has cash and cash equivalents totaling 438,889.51 as follows:

Interest Bearing General Deposits	438,403.72
Time Deposits	0.00
Petty Cash	0.00
Cash With Fiscal Agent	285.79
Total	438,889.51

These deposits are valued at cost, which approximates market. Under state law, these deposits for the resulting bank balances must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 1997, the PMA has 438,403.72 in deposits (insured bank balances). These deposits are secured from risk by \$100,000 of federal deposit insurance and \$338.4 of pledged securities held by the custodial bank in the name of the fiscal agent bank GRAB Company II. Even though the pledged securities are considered uncollateralized (Category III under the provisions of GASB Statement 3, Louisiana Revised Statute 28:1229 imposes a statutory requirement on the custodial bank to administer and sell the pledged securities within 10 days of being notified by the PMA that the fiscal agent has failed to pay deposited funds on demand.

NOTE 3--RECEIVABLES

The receivables of 436,402.87 at December 31, 1997 are as follows:

General Fund	
Texas Accounts Receivable	4,262.00
Other Accounts Receivable	589.82
Total General Fund	4,851.82
Debt Service Fund	
Due from PMA	38,550.15
PMA Total	38,402.87

NOTE 4--FIXED ASSETS

The changes in general fixed assets are as follows:

Land, Structures, & Equipment	
Balance 12-31-96	1,693,087.89
Net Additions	307,336.00
Balance 12-31-97	2,000,423.89

MOO 985, 1985	
Balance 12-31-88	328,285.50
Net Additions	87,718.42
Balance moved to L, S, & E	387,000.00
Balance 12-31-89	0.00
Total	2,030,288.89

Fixed assets are mortgaged to HUD pursuant to the Annual Contributions Contract as collateral for obligations owed to the US Government. The building cost includes 10% of eligible expenditures as determined by HUD.

NOTE 5-RETIREMENT SYSTEM

The PMA has a full time maintenance man and a part time Executive Director, neither of which is under Civil Service. The PMA pays no retirement benefits.

NOTE 6-ACCOUNTS PAYABLE

The payables of \$4,956.47 at December 31, 1989 are as follows:

General Fund	
Payment in Lieu of Taxes	4,956.47

NOTE 7-COMPENSATED ABSENCES

At December 31, 1989, employees of the PMA have accumulated and vested 16.00 of employee leave benefits, which was computed in accordance with GASS Certification Section C80. This amount is not expected to be paid from current available resources; therefore the liability is recorded within general long term obligations account group.

NOTE 8-CHANGES IN AGENCY FUND DEPOSITS DUE OTHERS

Agency Funds	
Tenant Security Deposits 12-31-88	3,475.00
Net Additions	50.00
Balance 12-31-89	3,475.00

NOTE 9-CHANGES IN GENERAL LONG TERM OBLIGATIONS

The following is a summary of the long term obligation transactions of the year ended December 31, 1989:

Compensated Absences	
Balance 12-31-88 & 12-31-89	0.00

The following notes and bonds are outstanding at December 31, 1989, are HUD guaranteed. Bond principal and interest payable in the next fiscal year are not available. The individual issues are as follows:

Federal Financing Bank Notes

Balance 12-31-86	629,450.51
Retirements During the Year	15,335.92
Balance 12-31-87	614,114.59

New Agency Bonds

Original Issue Amount	280,000.00
Retirements through 12-31-86	188,838.89
Retirements During the Year	9,004.00
Balance 12-31-87	82,157.11

Total Notes and Bonds	696,271.70
------------------------------	-------------------

14) Project Moneys-Non HUD are obligations due HUD. The Debt Forgiveness Act of 1985 forgives these notes. PHA's that executed a revised SCC in 1985 have accomplished the debt forgiveness. The PHA has not accrued interest on Project Moneys-Non HUD.

All principal and interest requirements are funded in accordance with Federal law by the annual contributions from the US Department of HUD. At December 31, 1987, the PHA has accumulated \$282.78 in the debt service funds for future debt requirements.

In a departure from GAAP, I am not able to calculate the future required and interest cost of this debt. Recently, HUD has instructed all PHA's to write off the debt since HUD services it directly. This will probably be done in the current fiscal year.

NOTE 10-INTERFUND ASSETS/LIABILITIES

Interfund receivables/payables at December 31, 1987 is as follows:

None!

NOTE 11-COMMITMENTS AND CONTINGENCIES

There are no major construction projects at December 31, 1987. There was a CWP program that completed during the fiscal year. As approved by HUD these projects are being funded by HUD. Funds are requested periodically as the cost is incurred. I was not able to verify that equipment purchased utilizing grant funds was at the PHA. The PHA submitted an Asset Modernization Cost Certificate (AMCC) for this program on 4/29/87. This form 53001 is not supposed to be signed by HUD until the IPA certifies the program close out. HUD signed this form on 12-18-87. I am not verifying the AMCC because of finding 97.2.

Housing Authority of City of Simmsport
 City of Simmsport
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the year ended December 31, 1997

SCHEDULE 2

FEDERAL AGENCY:	CFDA NO.	Federal Award Expenditures
U S Department of Housing and Urban Development Direct Programs:		
Low Income Housing:		
Operating Subsidy		29,100.00
Leased Development		
Total Low Income Housing	14,850	29,100.00
Section 8 Cluster:		
Vouchers	14,850	
Certificates	14,857	
Moderate Rehabilitation	14,856	
New Construction	14,103	
Substantial Rehabilitation	14,103	
Total Section 8 Cluster		
Comprehensive Grants	14,859	
CIAP	14,853	85,325.00
Public Housing Drug Elimination Program:		
PHDEP		
Youth Speaks		
Total PHDEP	14,854	
Shelter + Care	14,238	
SSCC	14,858	
SSCC	14,239	
Child Care Food Program (CCFFP)	10,500	
TOTAL FEDERAL EXPENDITURES		124,815.00

NOTE: This schedule of expenditures of federal awards is prepared on the HUD regulatory basis of accounting, which is an other comprehensive basis of accounting.

see notes to financial statements

Housing Authority of the Town of Hinghamport
Hinghamport, MA Fiscal
BALANCE SHEET--Statutory Basis
Housngl Contributions Contract PW-514
December 31, 1997

SCHEDULE 11

ASSETS

Cash	638,181.50
Investments	0.00
Accounts Receivable	8,861.92
Self Amortization Funds	71,122.94
Deferred Charges	2,809.68
Land, Structures and Equipment	1,607,399.80
TOTAL ASSETS	22,154,975.84

LIABILITIES AND SURPLUS

LIABILITIES:

Accounts Payable	3,478.00
Notes Payable	0.00
Accrued Liabilities	6,056.47
Deferred Credits	0.00
Fixed Liabilities	724,272.17
TOTAL LIABILITIES	933,806.64

Surplus	1,422,173.00
TOTAL LIABILITIES AND SURPLUS	22,154,975.64

see notes to financial statements

Housing Authority of the Town of Simeonport
Simeonport, MA 01969

SCHEDULE III

STATEMENT OF INCOME & EXPENSES-VIA OTHER HOUSING-Statutory Basis

Annual Contributions Contract PM-504

For the year ended December 31, 1997

OPERATING INCOME:	
Dwelling Rental	\$60,436.00
Interest Income	829.39
Other Income	175.00

Total Operating Income	61,440.39
OPERATING EXPENSES:	
Administration	\$23,187.67
Tenant Services	0.00
Utilities	7,931.30
Ordinary Maintenance and Operations	22,042.50
General Expense	23,487.77
Non-Revenue Maintenance	0.00

Total Operating Expenses	81,649.24

NET OPERATING DEFICIT	(\$20,208.85)
OTHER CHANGES:	
Interest on Notes and Bonds	\$48,412.73
Prior Period Adjustments Affecting Residual Receipts	0.00
Prior Period Adjustments Not Affecting Residual Receipts	0.00

TOTAL OTHER CHANGES	48,412.73

DEFICIT	(\$58,372.55)

see notes to financial statements

Sealing Authority of the Town of Simmesport
Simmesport, LA 71289
ANALYSIS OF SURPLUS--Statutory Basis
For the year Ended December 31, 1997

SCHEDULE IV

ANNUAL CONTRIBUTION CONTRACT
FM-638

Unreserved Surplus Balance Per FSA 12-31-96	(1,446,058.90)
Deficit this fiscal year	(58,373.56)
Provision for Operating Reserve	116,982.18
Balance 12-31-97	(1,583,413.68)
Reserved Surplus--Operating Reserve Balance per FSA 12-31-96	20,839.23
Provision for Operating Reserve	16,962.18
Balance 12-31-97	37,801.41
Cumulative HUD Annual Contributions Balance Per FSA 12-31-96	2,173,681.07
Operating subsidy	29,180.00
Debt Service	70,840.13
Contributions for Modernization Activities	31,888.00
Adjustments During the Year	63.99
Balance 12-31-97	2,985,549.20
Total Surplus	1,421,173.00

see notes to financial statements

WILLIAM DANIEL MCCABELL, CPA
A CERTIFIED PUBLIC ACCOUNTANT

111 WHELAN WAY
MONROE, LOUISIANA 70501

ISSUED BY THE
FIRM OFFICE AND
FIRM'S TAX OFFICE
FIRM'S ACCOUNTING FIRM

ISSUED BY THE
FIRM'S OFFICE OF THE
FIRM'S OFFICE OF THE
FIRM'S OFFICE OF THE

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

BOARD OF COMMISSIONERS
HOUSING AUTHORITY OF THE TOWN OF MONROE
MONROE, LOUISIANA 70501

I have audited the financial statements of the Housing Authority of the Town of Monroe (HMA), as of and for the year ended December 31, 1987, and have issued my report thereon dated June 12, 1988. I conducted my 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 the HMA's financial statements are free of material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed instances of noncompliance that are required to be reported under Government Auditing Standards, which are described in the accompanying schedule of findings and questioned costs as item 87-1a.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the PMA's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, I noted certain matters involving the internal control over financial reporting and its operation that I consider to be reportable conditions. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in my judgement, could adversely affect the firm's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as item 97-2a.

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. My 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, of the reportable conditions described above, I consider item 97-2a to be material weaknesses.

This report is intended for the information of the audit committee, management, and for HUD. However, this report is a matter of public record and its distribution is not limited.

April 14, 1998



William Daniel McCall III, CPA
A Professional Accounting Corporation

WILLIAM DANIEL MCCABE, CPA

A PROFESSIONAL CERTIFIED ACCOUNTANT

401 PINECREST LANE
MONROE, LOUISIANA 70471

REPORT NUMBER 77-11
DATE 02/28/1980
PERIOD 01/01/79-12/31/79
CLIENT HOUSING AUTHORITY

TOWN OF
HOUSING AUTHORITY OF THE TOWN OF
SIMPSON, LOUISIANA 70469
PERIOD 01/01/79-12/31/79

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

BOARD OF COMMISSIONERS
HOUSING AUTHORITY OF THE TOWN OF SIMPSON
SIMPSON, LOUISIANA 70469

Compliance

I have audited the compliance of the Housing Authority of the Town of Simpson (PHA) 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 each of its major federal programs for the year ended December 31, 1979. The PHA's major federal programs are identified in the summary of auditor's 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 PHA's management. My responsibility is to express an opinion on the PHA's compliance based on my audit.

I conducted my 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, Audits of States, Local Governments, and Non Profit Organizations. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance 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 the PHA's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the PHA's compliance with those requirements.

As described in Items 97-1, 97-2, 97-3 and 97-4 in the accompanying schedule of findings and questioned costs, the PMA did not comply with requirements regarding Reporting, Asset Management, Disbursements, and Administrative Requirements that are applicable to its Low Income Housing Trust audited as a major program and CIAP. Compliance with such requirements is necessary, in my opinion, for the PMA to comply with requirements applicable to these programs.

In my opinion, except for the noncompliance described in the preceding paragraph, the PMA complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 1987.

Internal Control Over Compliance

The management of the PMA is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered the PMA's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

I noted certain matters involving the internal control over compliance and its operation that I consider to be reportable conditions. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in my judgement, could adversely affect the PMA's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 97-1 through 97-4.

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. My 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 reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, I consider items 97-1 through 97-4 to be material weaknesses.

This report is intended for the information of the audit committee, management, and SIB. However, this report is a matter of public record and its distribution is not limited.



William Daniel McConkell, CPA
A Professional Accounting Corporation

June 12, 1998

THE HOUSING AUTHORITY OF THE TOWN OF SIMMSPORT
SIMMSPORT, LOUISIANA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

There were no findings in the prior audit.

THE HOUSING AUTHORITY OF THE TOWN OF SHREVEPORT
SHREVEPORT, LOUISIANA

SCHEDULE OF CURRENT AUDIT FINDINGS AND QUESTIONED COSTS

For A-133, Section 505.040

1. Summary Schedule of Auditors Results.

- i. The report includes a qualified opinion on the financial statements.
- ii. Reportable conditions in internal controls found at the financial statements level were disclosed by the audit of the financial statements and were considered material weaknesses.
- iii. The audit disclosed noncompliance which is material to the financial statements.
- iv. Reportable conditions in internal control over major programs were disclosed by the audit.
- v. The compliance report issued for major programs was qualified.
- vi. The report disclosed audit findings required to be reported under SECTION 510A of A-133.
- vii. All major programs have oversight by SHH and are identified as follows:

CFDA #	Name of Program
14.052	CIAP
- viii. The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.00.
- ix. The auditor was not considered a low risk auditor.

2. Findings relating to the financial statements required to be reported with OIGAS are as follows:

Due to requirements of the Single Audit Act of 1996, Finding Number 97-2 is repeated under OIGAS as finding 97-2a. The details of the finding are described in Finding Number 97-2.

Finding Number 97-2a

Statement of Conditions--The FEA purchasing and asset control systems are deficient. See finding number 97-2 for details.

Criteria--See finding 97-2 for details.

Effect--See finding 97-2 for details.

Cause--See finding 97-2 for details.

FEA Response--The FEA concurs in the finding.

3. Findings and questioned costs for Federal awards as defined in 4-132, Section 310a, all with HUD oversight.

Finding 93-1

1. Name of Program--Low Income Housing & CIAP
Identification Number--PW-918 & LHAHP071904-98
CFDA Title and Number--14.850 & 14.850
Federal Award Number & Year--
Name of Federal Agency--HUD
Name of Pass Through Entity--None
2. Criteria--This audit had a deadline of 6-30-97 per State law.
3. Condition--Since the audit is being completed in August 1998, it is late.
4. Amount of questioned costs and how they were computed--None
5. The finding is systemic to this FEA.
6. Effect--The report value is diminished with time.
7. Recommendations to prevent future occurrences of the finding are readily not appropriate. The cause of the late report is that Finding number 93-2 is still unresolved. The FEA and the audit firm, in an understanding with HUD and the Legislative Auditor's Office, delayed the report in an attempt to get a resolution of Finding Number 2 but that will take longer to accomplish than we envisioned.
8. FEA officials agree with the finding.

Finding 77-2

1. Name of Program--Low Income Housing & CIAP
Identification Number--PW-514 & LA-8407286G-25
DBA Title and Number--14.880 & 14.880
Federal Award Number & Year--
Name of Federal Agency--HUD
Name of Pass Through Entity--None
2. Criteria--
 - A. Only equipment needed for use by the PMA should be purchased in the name of the PMA.
 - B. The PMA should maintain an inventory system in order to safeguard PMA assets.
3. Condition--PMA staff violated laws relating to equipment purchases and the protection of PMA assets as follows:
 - A. Equipment was ordered from vendors in the name of the PMA and paid for by the PMA staff personally. Some of this equipment was then sold to third parties including at least 1 PMA staff member, a current Commissioner, and others. This method of procurement is probably in violation of State and Federal law and causes the State to not collect any sales tax.
 - B. The PMA has no record of taking a physical inventory during the fiscal year. The inventory card system that has been in use for many years at this PMA is missing. At this time, the PMA cannot determine if all equipment purchased by the PMA is still in it's possession.
4. Amount of questioned costs and how they were computed--None at this time.
5. We were not able to complete an analysis of equipment purchases and are not able to quantify this finding at this time.
6. Effect--
 - A. This method of procurement is probably in violation of State and Federal law and causes the State to not collect any sales tax.
 - B. The PMA is not adequately safeguarding assets.
7. Recommendations to prevent future occurrences of the finding include discontinuing the practice of purchasing any equipment not needed by the PMA and implementing an adequate method on inventorying it's equipment.
8. PMA officials agree with the finding.

Finding 97-1

1. Name of Program--Low Income Housing
Identification Number--PW-514
CFDA Title and Number--14.058
Federal Award Number & Year--
Name of Federal Agency--HUD
Name of Pass Through Entity--None
2. Criteria--The FHA should not allow kickbacks of any kind.
3. Conditions--A FHA staff member indicates that a former FHA staff member required the kickback of \$100.00 a number of years ago.
4. Amount of questioned costs and how they were computed--None
5. As far as we are aware, this is a one time occurrence.
6. Effect--Kickbacks are a violation of law.
7. Recommendations to prevent future occurrences of the finding include instructing staff members to contact the Board Chairman in the case of any future kickback requirements.
8. FHA officials agree with the finding.

Finding 99-4

1. Name of Program--Low Income Scoring
Identification Number--PW-618
CFDA Title and Number--18.880
Federal Award Number & Year--
Name of Federal Agency--HHS
Name of Pass Through Entity--None
2. Criteria--The PMA should retain adequate documentation to properly complete and support all responses to the PFMF form.
3. Condition--The PMA lacked PFMF documentation as follows.
 - A. Indicator #3, Component F, Unit Turnaround -- The PMA does not have an adequate system to track unit turnaround.
 - B. Indicator #3, Waste Uncollected -- The PMA does not have an adequate system to calculate Line 8 B , Waste Collected.
 - C. Indicator #4, Work Orders -- The PMA does not utilize work orders.
 - D. Indicator #5, Annual Inspection of Units -- The PMA has not implemented an adequate inspection program.
4. Amount of questioned costs and how they were computed--None
5. The finding does not relate to dollars but relates to PFMF scoring. There are 4 indicators that the PMA is required to complete, 4 of which they are not able to do.
6. Effect--The effect of items A through D should be a presumptive "F" scoring on each of these indicators.
7. Recommendations to prevent future occurrences of the finding include staff training in PFMF and the implementation of adequate systems for each indicator.
8. PMA officials agree with the finding.

THE HOUSING AUTHORITY OF THE TOWN OF SIMMSPORT
SIMMSPORT, LOUISIANA

CORRECTIVE ACTION PLAN

Our corrective action plan is as follows.

Finding 22-1

Contact Person Responsible for Action--Ms. Quanita Whitmore

Anticipated Completion Date--6-30-99

Corrective Action Planned--The PMA is presently under an audit contract for yrs 12-92-98. We will have the report completed by 6-30-99.

Finding 22-2

Contact Person Responsible for Action--Ms. Quanita Whitmore

Anticipated Completion Date--11-30-98

Corrective Action Planned--The PMA is in the process of completing an accurate physical inventory. It will then compare equipment in possession to invoices identifying equipment purchased for the last few years in an effort to determine if all equipment purchased is at the PMA. It has been difficult to get the equipment vendors to send lists of serial numbers of equipment purchased but the PMA believes it can get this done.

The PMA will refer the matter of past purchases in the name of the PMA of equipment intended for use by others either to the District Attorney or to the HUD OIG.

Finding 22-3

Contact Person Responsible for Action--Ms. Quanita Whitmore

Anticipated Completion Date--12-31-98

Corrective Action Planned--The PMA will refer the matter to the District Attorney or to the HUD OIG.

Finding 22-4

Contact Person Responsible for Action--Ms. Quanita Whitmore

Anticipated Completion Date--11-31-99

Corrective Action Planned--The PMA will schedule PHRAP training for staff and implement the necessary procedures to comply with PHRAP.