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CORRECTIVE ACTION PLAN

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INDEPENDENT AUDITOR'S REPORT
UNQUALIFIED OPINION ON GENERAL PURPOSE
FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES
OF EXPENDITURES OF FEDERAL AWARDS

BOARD OF COMMISSIONERS
HOUSING AUTHORITY OF THE CITY OF THIBODOUX
THIBODOUX, LOUISIANA 70301

I have audited the accompanying general purpose financial statements of the Housing Authority of The City of Thibodaux (PHA) 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 PHA's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

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. These 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.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Housing Authority of The City of Chicago as of December 31, 1997, 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 19, 1998 on my consideration of the FRA'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 FRA 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 FRA, and for filing with the Department of HUD and should not be used for any other purpose.

William Daniel McLaughlin, CPA
A Professional Accounting Corporation

June 19, 1998

MILWAUKEE, WI 53233

ALL NUMERICAL AMOUNTS SHOWN

UNLESS INDICATED OTHERWISE IN EXHIBIT B, 100'

ACCOUNT AND OTHER CREDIT	*****GENERAL FUND*****			*****CAPITAL PROJECTS*****		*****UTILITY FUNDS-AGENCY FUNDS*****		*****GENERAL FUND*****		Total (Interim/Actual 2017)
	General Fund	Special Revenue Fund	Service Fund	Capital Projects Fund	Utility Agency Funds	General Fund Assets	General Long Term Obligations			
Account:										
Cash and Cash Equivalents	271,975.88	0.00	1,184.40	0.00	14,875.80	0.00	0.00	0.00	288,036.08	
Receivables	11,760.28	0.00	776,544.70	0.00	0.00	0.00	0.00	0.00	788,305.00	
Interest Receivables	14,052.44	0.00	0.00	359,181.87	0.00	0.00	0.00	0.00	373,133.71	
Special Insurance	1,027.19	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,027.19	
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Land, Structures & Equipment	0.00	0.00	0.00	0.00	0.00	14,387,484.37	0.00	0.00	14,387,484.37	
Other Assets										
Not Available to Debt Service Fund	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Not 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	0.00	
TOTAL ASSETS AND OTHER CREDITS	\$298,866.70	\$0.00	\$174,829.10	\$359,181.87	\$14,875.80	\$14,387,484.37	\$0.00	\$0.00	\$14,831,202.84	
LIABILITIES, EQUITY AND OTHER CREDITS										
Liabilities:										
Accounts Payable	28,544.26	0.00	0.00	0.00	0.00	0.00	0.00	0.00	28,544.26	
Unrecorded Payables	261,181.88	0.00	0.00	11,490.91	0.00	0.00	0.00	0.00	272,672.80	
Deposits Due Others	0.00	0.00	0.00	0.00	26,875.80	0.00	0.00	0.00	26,875.80	
Deferred Revenues	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Compensated Absences Payable	0.00	0.00	0.00	0.00	0.00	0.00	0.00	26,421.90	26,421.90	
Notes & Bonds Payable	0.00	0.00	0.00	1,174,206.11	0.00	0.00	0.00	1,776,364.11	1,174,206.11	
Total Liabilities	289,726.14	0.00	0.00	1,185,697.02	26,875.80	0.00	0.00	1,802,786.01	1,792,508.00	
Equity & Other Credits:										
Investment in General Fund Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Fund Balance:										
Assigned for Other	1.14	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Assigned for Debt Repaym.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Unassigned & Unexpended	279,724.90	0.00	776,544.70	0.00	0.00	14,387,484.37	0.00	0.00	11,173,759.67	
Total Equity & Other Credits	279,726.04	0.00	776,544.70	0.00	0.00	14,387,484.37	0.00	0.00	11,173,759.67	
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$298,866.70	\$0.00	\$174,829.10	\$1,185,697.02	\$26,875.80	\$14,387,484.37	\$0.00	\$0.00	\$14,831,202.84	

SEE NOTE 10 TO FINANCIAL STATEMENTS

Operating Authority of the City of Pittsburgh

EXHIBIT B

September 30, 2008

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND TRANSFERS IN FUND BALANCE

FOR THE YEAR ENDED DECEMBER 31, 2007

REVENUES	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total (non-audited only)
Local Revenues					
Devotion Rental	483,734.71	0.00	0.00	0.00	483,734.71
Customer Charges	4,358.17	0.00	0.00	0.00	4,358.17
Revenues from the Sale of Governmental Assets	14,229.04	0.00	0.00	0.00	14,229.04
Federal Revenues					
Operating Subsidy	127,479.04				127,479.04
Special Contributions		0.00	178,144.71	0.00	178,144.71
Grants				163,141.25	163,141.25
Total Revenues	644,791.96	0.00	178,144.71	163,141.25	1,086,077.91
EXPENDITURES					
Debt Service					
Amortization	121,283.06	0.00	0.00	0.00	121,283.06
Interest	104,227.88	0.00	0.00	0.00	104,227.88
Voluntary Refinance / Issuance	124,229.50	0.00	0.00	0.00	124,229.50
Revenue Services	0.00	0.00	0.00	0.00	0.00
Special Appointments	184,763.07	0.00	0.00	0.00	184,763.07
Employee Maintenance	1782.71	0.00	0.00	0.00	1,782.71
Tax & Fee Abatement Tax Waiver	144,447.09	0.00	0.00	0.00	144,447.09
Facilities Acquisition & Construction	0.00	0.00	0.00	147,718.11	147,718.11
Total Debt Service			0.00	147,718.11	147,718.11
Physical Plant			17,888.17		17,888.17
Program & Bank Charges			11,261.74		11,261.74
Total Expenditures	629,444.27	0.00	18,149.91	147,718.11	1,000,000.00
TRANSFERS (REVENUES OF OTHERS AND EXPENDITURES OF OTHER FUNDS) (NET OF TRANSFERS TO OTHER FUNDS)	14,714.00	0.00	(1,707.11)	(4,000.74)	14,714.00
Operating Transfers To			0.00		0.00
Operating Transfers From			0.00		0.00
Total Other Financial Sources (Uses)	0.00	0.00	0.00	0.00	0.00
TRANSFERS (REVENUES OF OTHERS AND EXPENDITURES OF OTHER FUNDS) (NET OF TRANSFERS TO OTHER FUNDS)	14,714.00	0.00	(1,707.11)	(4,000.74)	14,714.00
FUND BALANCE AT BEGINNING OF YEAR	274,144.58	0.00	0,403.75	163,141.25	541,790.58
CHANGES (DECREASES)	(259,430.42)	0.00	1,100.42	(28,141.10)	(286,471.10)
FUND BALANCE AT END OF YEAR	14,714.16	0.00	1,303.33	135,000.15	155,317.64

see notes to financial statements

County Authority of the City of Madison

EXHIBIT C

Madison, IA 53701

COMPARISON STATEMENT OF EXPENSES, EXPENDITURES AND CHANGES IN FUND BALANCES--BUDGET VS. ACTUAL

GENERAL FUND FOR THE YEAR ENDED DECEMBER 31, 1997

ACCOUNT	*****		
	Budget	Actual	Variance
Local Revenue:			
Building Rental	402,100.00	404,766.17	(2,666.17)
License Charges	23,400.00	1,400.00	23,000.00
Receipts from the Sale of Equipment			
Other	1,100.00	14,320.00	(13,220.00)
Federal Revenue:			
Insurance (Madison)	227,400.00	227,371.00	29.00
Annual Contributions			
Total Revenue	633,900.00	647,857.17	(13,957.17)
EXPENDITURES			
Current:			
Administration	144,700.00	144,200.00	500.00
Utilities	119,000.00	120,237.00	(1,237.00)
Information Systems & Operations	119,000.00	124,000.00	(5,000.00)
Travel Services	0.00	0.00	0.00
General Expenditures	211,000.00	198,700.00	12,300.00
Pay to Madison Gas Company	10,100.00	10,100.00	0.00
Miscellaneous Materials	0.00	(200.00)	200.00
Particular Expenditures & Construction	0.00	0.00	0.00
Debt Service:			
Principal Retirement			
Interest & Bond Charges			
Total Expenditures	635,800.00	628,440.00	7,360.00
Income (DEFICIT) OF EXPENSES OVER EXPENDITURES	(1,900.00)	10,417.17	12,317.17
OTHER FUNDING SOURCES (USES)			
Operating Transfers In			
Operating Transfers Out			
Total Other Funding Sources (Uses)	0.00	0.00	0.00
NET INCOME (DEFICIT) OF EXPENSES	(1,900.00)	10,417.17	12,317.17
NET INCOME BY ACCOUNTS OF YEAR	174,900.00	174,440.00	460.00
NET BALANCE AT END OF YEAR	140,700.00	124,444.00	16,256.00

SEE NOTE TO FINANCIAL STATEMENTS

**THE HOUSING AUTHORITY OF THE CITY OF THIBODOUX
THIBODOUX, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS**

Housing Authorities are chartered as a public corporation under the laws (118-28 4219) of the State of Louisiana for the purpose of providing safe and sanitary dwelling accommodations for the residents of Thibodaux, Louisiana. This creation was contingent upon the local governing body of the city or parish. The FHA is governed by a five member Board of Commissioners. The members, appointed by the Mayor of Thibodaux, Louisiana, serve a four year staggered term.

Under the United States Housing Act of 1937, as amended, the HUD 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 FHA for the purpose of assisting the FHA in financing the acquisition, construction and leasing of housing units and to make annual contributions (subsidies) to the FHA for the purpose of maintaining this low rent character.

The FHA has the following programs under management:

	ACC Number	Number of Units
FHA Owned Housing	FM-2005	380

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying financial statements of the FHA 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

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

Certain units of local government over which the FHA exercised 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 FHA.

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 government 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 of construction of general fixed assets, and the servicing of several 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 those long term obligations recorded in the general long term obligations account group.
3. **Capital Projects Funds**--accounts 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:

1. **Tenant Security Deposits**--accounts for assets held by the PMA as an agent for the individual residents. Tenant 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 as used by all governmental funds and agency funds. The governmental funds use the following practices in recording revenues and expenditures:

Revenues--Federal entitlements are recorded as unrestricted grants-in-aid when available and measurable. 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 PWA.

Expenditures--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 are denied or denied 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 reason, 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 PWA reports deferred revenue on its combined balance sheet. Deferred revenues arise when resources are received by the PWA 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 PWA has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and the revenue is recognized.

E. BUDGETS

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

1. The PWA adopted budgets for the general fund, the special Revenue Fund and the Capital Projects Funds. The Capital Projects Funds budget comparison to actual has not been included since the work 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 fall in most budgeted revenues by 1% or more, a budget amendment is adopted by the PMA in an open meeting. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.

D. ENCUMBRANCES

Encumbrance 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 approved in order to assure that applicable appropriations are not exceeded. In addition, the monthly budget reports are reviewed to ensure 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 PMA 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.

B. 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 listed by a fund balance receive 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.

F. 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 works or infrastructures such as sidewalks and parking lots are capitalized. Interest expenses during construction is capitalized. Depreciation has not been provided on general fixed assets.

G. COMPENSATED ABSENCE

The FRB follows Louisiana Civil Service regulations for accumulated unused and sick leave. Employees may accumulate up to 300 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 accrued leave privileges, computed in accordance with GASB Codification Section 350, is recognized as a current year expenditure in the governmental funds when leave is actually taken by those employees (or leave) are paid for accrued leave upon retirement or death, while the cost of leave privileges not requiring actual resources is recorded in the general long term obligations account group. Leave benefits are based on accrued leave benefits of employees with 10 years service to a maximum of 25 days at their current annual salary.

H. 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.

I. FUND EQUITY

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

J. INTERFUND TRANSACTIONS

Transactions that constitute reimbursements to 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. Nonrecurrent or non routine permanent transfers of assets are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

K. TOTAL COLUMNS ON 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 those columns do not present financial position, results of operations, or changes in financial position in conformity with GAAP. Further, in each 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 PRA has cash and cash equivalents totaling \$494,236.17 as follows:

Interest Bearing Demand Deposits	\$137,133.79
Noninterest Bearing Demand Deposits	21,734.08
Time Deposits	233,844.08
petty Cash	25.00
Cash With Fiscal Agent	1,299.02
Total	\$494,236.17

These deposits are stated 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 PRA has \$482,247.08 in deposits collected bank balances. These deposits are secured from risk by \$108,000 of Federal Deposit Insurance and \$364,247.08 of pledged securities held by the custodial bank in the name of the fiscal agent bank (CASS category 1). Even though the pledger securities are considered uncollateralized (Category 2) under the provisions of GASB Statement 3, Louisiana Revised statute 19:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 18 days of being notified by the PRA that the fiscal agent has failed to pay deposited funds on demand.

NOTE 3--RECEIVABLES

The receivables of \$290,074.39 at December 31, 1997 are as follows:

Tenant Accounts Receivable	13,798.08
Debt Service Fund:	
Due From LRA	176,286.51
Total	\$290,074.39

NOTE 4--FIXED ASSETS

The changes in general fixed assets are as follows:

Land, structures, and equipment	
Balance 12-31-98	13,129,930.87
Net Additions	463,380.80
Balance 12-31-99	13,603,319.67
MOU 702-1994	
Balance 12-31-98	458,000.24
Net Additions	3,875.76
Amount Closed to L.S. & E	449,300.00
Balance 12-31-97	0.00
MOU 783-1995	
Balance 12-31-96	186,825.35
Net Additions	181,605.18
Balance 12-31-97	368,430.53
MOU 784-1998	
Net Additions and Balance 9-30-97	71,304.13
MOU 785-1990	
Net Additions and Balance 9-30-97	1,773.08
Total	14,500,883.27

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 20% of ineligible expenditures as determined by HUD.

NOTE 5--RETIREMENT SYSTEM

The PRA participates in the Housing National and Local Agency Retirement Plan which is a defined contribution plan. Through this plan, the PRA provides pension benefits for all of its full time employees. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. All regular and full time employees are eligible to participate in the plan on the first day of the month after completing 6 months of continuous or uninterrupted employment. Each participant in the plan is required to make a monthly contribution equal to 3.5% of each participant's basic compensation. The PRA's contribution for each employee and income allocated to the employee's account are fully vested after 5 years of continuous service. The PRA's contributions and interest earned by employees who leave employment before 5 years of service are used to offset future contributions of the PRA.

The PRA's total payroll for fiscal year ended December 31, 1997 was \$219,893.47. The PRA's contributions were calculated using the base salary amount of \$213,693.42. Both the PRA and the covered employees made the required contributions for the year ended December 31, 1997. Employee contributions to the plan totaled \$12,094.14. The PRA contributions totaled \$13,581.47 for the year ended December 31, 1997.

NOTE 6--ACCOUNTS PAYABLE

The payables of \$30,328.86 at December 31, 1987 are as follows:

Other Payable	1,304.00
Payment in Lieu of Taxes	29,024.86
Total	\$0,328.86

NOTE 7--COMPUTERIZED ABSENCES

At December 31, 1987, employees of the PMA have accumulated and vested \$26,415.98 of employee leave benefits, which was computed in accordance with OASD Civilianization Section 050. 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	
Agency Security Deposits 12-31-86	17,080.00
Net Debitors	125.00
Balance 7-30-87	18,375.00

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, 1987:

Computerized Absences:	
Balance 12-31-86	24,997.25
Net Additions	3,518.73
Balance 12-31-87	\$0,415.98

The following notes and bonds are outstanding at December 31, 1987, are HUD guaranteed. Bond principal and interest payable in the next fiscal year are not payable. The individual issues are as follows:

New Agency Bonds:	
Original Issue Amount	1,132,800.00
Retirements Through 12-31-86	1,264,399.80
Retirements During the Year	87,844.07
Total	1,778,956.13

(A) Project Notes--the HUD are obligations due HUD. The Debt Forgiveness Act of 1986 forgives these notes. PMA's that executed a revised MCC in 1988 have accomplished the debt forgiveness. The PMA has not accrued interest on Project Sales-Bid 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 PMA has accumulated \$2,188.61 in the debt service funds for future debt requirements.

NOTE 10--INTERFUND ASSETS/LIABILITIES

Interfund receivables/payables at December 31, 1997 are as follows:

Due from General Fund	105,814.18
Due to Capital Projects Fund	105,814.18

NOTE 11-- UNCONFIRMED ACCOUNTS AND LITIGATION

Account 0298, Other Deferred Charges, has had activity as follows:

Balance carried forward from 12-31-96:

1993 CIAP	4,257.36
1994 CIAP	4,074.80
1995 CIAP	533.88
1999 CIAP	10,805.68
Balance @ 12-31-98	19,772.42
Change to 1994 CIAP	-3,879.76
Balance 12-31-97	15,892.66

I could not confirm why these balances are in this account. Additionally, I could not confirm that the amounts of previously closed CIAP's per the AMCC's agreed with the PHA's general ledger.

As well, the PHA has closed out and drawn down all monies from LOCCS for an old CIAP, but has withheld \$60,794.71 plus interest of \$1,317.63, for a total of \$62,772.34 from a contractor. The PHA is litigating this amount and has performed the LOCCS drawdown with the approval of HUD. The PHA has invested these funds pending the outcome of the litigation.

I do not understand how, from an accounting standpoint, the PHA has recorded costs equal to the approved funding level without actually spending the monies and wonder what account the credit offset to this amount went to.

I strongly suggest that the PHA have their fee accountant reconcile all CIAP's from 1988 to current, comparing the amount recorded on the general ledger to the AMCC's.

County Authority of the City of Milwaukee

SCHEDULE 1

Milwaukee, WI 53208

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

CAPITAL PROJECTS FUND FOR THE YEAR ENDED DECEMBER 31, 1997

	BUDGET	PROJECT	BUDGET	PROJECT	PROJECT	PROJECT	BUDGET	ACTUAL
	700-04	700-05	704-04	704-07	700-03	007-0000	700	7000
REVENUES								
Local Sources								
Federal Sources-Grants	1.00	100,000.00	11,475.27	0.00	0.00	0.00	0.00	100,000.00
Total Revenues	1.00	100,000.00	11,475.27	0.00	0.00	0.00	0.00	100,000.00
EXPENDITURES								
Debits:								
DEPARTMENTAL								
General Expenses								
Municipal Maintenance and Conservation	1,270.70	100,000.00	0,000.00	1,700.00	0.00	1.00	0.00	200,700.00
Total Expenditures	1,270.70	100,000.00	0,000.00	1,700.00	0.00	1.00	0.00	200,700.00
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES								
	(1,270.70)	0.00	11,475.27	(1,700.00)	0.00	0.00	0.00	(1,270.70)
FUND BALANCE AT BEGINNING OF YEAR								
	1,270.70	0,000.00	0,000.00	1.00	60,000.00	10,000.00	(1,700.00)	100,000.00
CHANGES IN FUND BALANCE								
								(10,000.00)
FUND BALANCE AT END OF YEAR								
	1.00	0,000.00	11,475.27	(1,700.00)	60,000.00	10,000.00	(1,700.00)	100,000.00

SEE SHEET 54 FOR OTHER INFORMATION

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

SCHEDULE 11

FEDERAL AGENCY:	CFDA NO.	Federal Award Expenditures
U S Department of Housing and Urban Development Direct Program:		
Low Income Housing:		
Operating Subsidy		227,573.80
Leased Development		
Total Low Income Housing	14,956	227,573.80
Section 8 Cluster:		
Vouchers	14,956	
Certification	14,957	
Moderate Rehabilitation	14,956	
New Construction	14,182	
Substantial Rehabilitation	14,182	
Total Section 8 Cluster		
Comprehensive Grants	14,956	304,630.80
CIAP	14,957	
Public Housing Drug Elimination Program:		
PRIDE		
Youth Specific		
Total PRIDE	14,954	
shelter - care	14,238	
more	14,950	
HOME	14,239	
Child Care Food Program (USDA)	10,688	
TOTAL FEDERAL EXPENDITURES		622,205.80

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.

Issuing Authority of the City of Thibodaux
Thibodaux, LA 70081
BALANCE SHEET-Statutory Basis
Annual Contributions Contract FW-2083
December 31, 1997

SCHEDULE III

ASSETS

Cash	\$124,488.89
Investments	312,758.57
Accounts Receivable	13,796.29
Debt Amortization Funds	179,371.32
Deferred Charges	28,728.92
Land, Structures and Equipment	14,102,883.17
TOTAL ASSETS	\$14,659,313.85

LIABILITIES AND SURPLUS

LIABILITIES:	
Accounts Payable	29,289.71
Notes Payable	0.00
Assured Liabilities	28,954.88
Deferred Credits	0.00
Fixed Liabilities	1,770,856.13
TOTAL LIABILITIES	1,829,100.72
Surplus	32,832,143.18
TOTAL LIABILITIES AND SURPLUS	\$14,659,313.85

see notes to financial statements

Housing Authority of the City of Thibodaux

Thibodaux, LA 70301

SCHEDULE IV

STATEMENT OF INCOME AND EXPENSES-PSA OWNED HOUSING-Statutory Basis

Annual Contributions Contract FM-2000

For the year ended December 31, 1997

OPERATING INCOME:

Dwelling Rental	8409,744.17
Interest Income	4,988.07
Other Income	36,328.80

Total Operating Income	852,853.04

OPERATING EXPENSES:

Administration	\$128,283.98
Tenant Services	9.00
Utilities	328,217.66
Ordinary Maintenance and Operations	228,028.33
General Expense	188,782.07
Non-Routine Maintenance	(292.83)

Total Operating Expenses	874,052.87

NET OPERATING DEFICIT	(221,400.87)
-----------------------	--------------

OTHER CHARGES:

Interest on Notes and Bonds	693,851.76
Prior Period Adjustments Affecting Residual Receipts	(44,487.88)
Prior Period Adjustments Not Affecting Residual Receipts	9.00

TOTAL OTHER CHARGES	48,372.88

DEFICIT	(270,044.84)

see notes to financial statements

Heating Authority of the City of Thibodaux
Thibodaux, LA 70301
ANALYSIS OF SURPLUS-Statutory Basis
For the year Ended December 31, 1997

SCHEDULE F

ANNUAL CONTRIBUTION CONTRACT
FW OWNED (FW-2003)

Unreserved Surplus Balance Per FWA § 12-31-95	(4,166,983.44)
Deficit for the Year Ended @ 12-31-97	(279,944.86)
Provision for Operating Reserve	(58,578.92)
Balance 12-31-97	(4,505,507.22)
Reserved Surplus--Operating Reserve 12-31-96	174,063.50
Provision for Operating Reserve	58,578.92
Balance 12-31-97	232,642.42
Cumulative MWB Contributions: Balance Per FWA § 12-31-96	18,527,964.88
Amort Contribution for 12-31-97	178,368.73
Operating Subsidy for 12-31-97	227,532.08
Contributions for Modernization Activities	399,079.35
Balance 12-31-97	19,332,944.04
Total Surplus 12-31-97	12,832,143.18

see notes to financial statements

Housing Authority of the City of Thibodaux
 Thibodaux, LA 70301
 FHA's Statement and Certification of Actual Modernization Costs
 COMPLETED PROJECT LA48PO44702
 Annual Contributions Contract FA-3803
 For The Year Ended December 31, 1997

1. The actual modernization costs of the project are as follows:

	PROJECT LA48PO44702
Funds Approved	9463,300.00
Funds Expended	462,300.00 -----
Excess of Funds Approved	0.00 -----

FUNDS ADVANCED

FHA	462,380.00
Funds Expended	462,380.00 -----
Excess of Funds Advanced	0.00 -----

1. The distribution of costs by project as shown on the Fiscal Statement of Modernization Cost dated 12-8-96 accompanying the Actual Modernization Cost Certificate submitted to FHA for approval is in agreement with the FHA's records.

2. All modernization costs have been paid and all related liabilities have been discharged through payment.

see notes to the financial statements

WILLIAM DANIEL MCCASKILL, CPA
J. ROBERTSON ACCOUNT REPORTER

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1988
FEDERAL GOVT OF LA
LOUISIANA GOVT OF LA
MISSISSIPPI GOVT OF LA

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 SUPERVISORS
MEMBER AUTHORITY OF THE CITY OF THIBODOX
THIBODOX, LOUISIANA 70081

I have audited the financial statements of the Member Authority of the City of Thibodaux (PRA), as of and for the year ended December 31, 1987, and have issued my report thereon dated June 10, 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 PRA'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 no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the PCA'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. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

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

June 19, 2008



William Daniel McCaskill, CPA
A Professional Accounting Corporation

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

BOARD OF COMMISSIONERS
SEMINAR AUTHORITY OF THE CITY OF THIBODOX
THIBODOX, LOUISIANA 70310

Compliance

I have audited the compliance of the Seminar Authority of The City of Thibodaux (PMA) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Requirements that are applicable to each of its major federal programs for the year ended December 31, 1997. The PMA'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 PMA's management. My responsibility is to express an opinion on the PMA'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 PMA'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 as to the PMA's compliance with those requirements.

In my opinion, 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, 1997.

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.

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that 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. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

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



William Daniel McGaskill, CPA
A Professional Accounting Corporation

June 19, 1988

THE HOUSING AUTHORITY OF THE CITY OF TRINGDAUX
TRINGDAUX, LOUISIANA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

There were no findings in the prior audit.

THE HUMANITY AUTHORITY OF THE CITY OF THIBODOX
THIBODOX, LOUISIANA

SCHEDULE OF CURRENT AUDIT FINDINGS AND QUESTIONED COSTS

Per A-133, Section 505(d)

1. Summary Schedule of Auditors Results:

- i. The report includes an unqualified opinion on the financial statements.
- ii. There were no reportable conditions in internal controls found required to be disclosed at the financial statement level.
- iii. The audit disclosed no noncompliance which is material to the financial statements.
- iv. No reportable conditions in internal control over major programs, as required by A-133, were disclosed by the audit.
- v. The compliance report issued for major programs was unqualified.
- vi. The report disclosed no audit findings required to be reported under Section 505a of A-133.
- vii. All major programs have oversight by HHD and are identified as follows:

CFDA #	Name of Program
14.858	227,872
14.859	224,428
- viii. The dollar threshold used to distinguish between Type B and Type C programs was \$500,000.00.
- ix. The auditor was not considered a low risk auditor.

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

None

3. Findings and questioned costs for Federal awards, as defined in A-133, Section 510a, all with HHD oversight:

None

THE HOUSING AUTHORITY OF THE CITY OF THIBODOUNE
THIBODOUNE, LOUISIANA

CORRECTIVE ACTION PLAN

NONE