

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

## SCHEDULE OF ADJUSTING JOURNAL ENTRIES

SEPTEMBER 30, 1997

		ACCT. # FOR AUDIT REPORT PURPOSES	DR	CR	ACCT. # FOR POSTING TO PHA BOOKS
<1>	PILOT	0107	8,987.08		0107
	Prior year adjustments - affecting residual receipts	0010		8,987.05	0010

To adjust for PILOT waiver for year ended September 30, 1996.

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

## *Estes and Associates*

Fort Worth, Texas  
December 17, 1997

**ESTER & ASSOCIATES**  
COMPANIES OF PUBLIC ACCOUNTANTS  
2400 EASTERN PARKWAY • SUITE 100  
HOUSTON, TEXAS 77057

MEMPHIS  
MEMPHIS OFFICE  
240 EAST MAIN STREET  
MEMPHIS, TENNESSEE 38102

MEMPHIS  
MEMPHIS OFFICE OF THE COMPTROLLER  
PUBLIC ACCOUNTANTS

MEMPHIS OFFICE OF

**Report on Compliance and on Internal Control Over Financial  
Reporting Based on an Audit of Financial Statements Performed in  
Accordance with Government Auditing Standards**

Housing Authority of the  
City of Rayville  
Rayville, Louisiana

We have audited the financial statements of the Housing Authority of the City of Rayville, Louisiana as of and for the year ended September 30, 1987, and have issued our report thereon dated December 17, 1987. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

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

**Internal Control Over Financial Reporting**

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

In our opinion, the Housing Authority of the City of Rayville, Louisiana 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 September 30, 1997.

### **Internal Control Over Compliance**

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

Our 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. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

*Estes and Associates*

Port Worth, Texas  
December 17, 1997

ESTES & ASSOCIATES  
CERTIFIED PUBLIC ACCOUNTANTS  
2000 AIRPORT FREEWAY - SUITE 100  
BOURNE WOODS, MISSISSIPPI 39207

601-833-8220  
601-833-8222  
FAX 601-833-8222

MEMBER  
AMERICAN INSTITUTE OF CERTIFIED  
PUBLIC ACCOUNTANTS

2000 STATE ST. SUITE 100

**Report on Compliance with Requirements Applicable to Each  
Major Program and Internal Control Over Compliance in  
Accordance with OMB Circular A-133**

Housing Authority of the  
City of Rayville  
Rayville, Louisiana

**Compliance**

We have audited the compliance of the Housing Authority of the City of Rayville, Louisiana with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and HUD Notice PIH 99-53 that are applicable to each of its major federal programs for the year ended September 30, 1997. The Housing Authority of the City of Rayville, Louisiana'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 Housing Authority of the City of Rayville, Louisiana's management. Our responsibility is to express an opinion on the Housing Authority of the City of Rayville, Louisiana's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Governments 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* and HUD Notice PIH 99-53. These standards and OMB Circular A-133 require that we 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 Housing Authority of the City of Rayville, Louisiana's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Housing Authority of the City of Rayville, Louisiana's compliance with those requirements.

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

## SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE

YEAR ENDED SEPTEMBER 30, 1997

<u>FEDERAL GRANTOR</u> <u>PROGRAM TITLE</u>	<u>GDFA</u> <u>NO.</u>	<u>GRANT</u> <u>ID NO.</u>	<u>AWARD</u> <u>AMOUNT</u>	<u>PROGRAM</u> <u>EXPENDITURES</u>
U.S. Department of Housing and Urban Development				
Direct Programs:				
Low-Income Housing				
Annual Contribution	14.850	FW- 1276	\$ 104,236.72	\$ 104,236.72
Operating Subsidy	14.850	FW- 1276	117,464.00	117,464.00
Major Program Total 1/			221,700.72	221,700.72
Section 8 Hag -				
New Construction	14.158	FW- 1276	324,998.00	324,998.00
Major Program Total			324,998.00	324,998.00
Comprehensive Improvement Assistance Program				
Project 1995	14.852	FW- 1276	701,941.28	757,491.00
Major Program Total			701,941.28	757,491.00
Total HUD			\$ 1,248,640.00	\$ 1,304,186.72

1/ The Department of Housing and Urban Development has guarantees through the Annual Contribution Contract of the Housing Authority of Rayville's bonded indebtedness. This bonded indebtedness was \$ 976,326.77 at September 30, 1997.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE  
 ANALYSIS OF GENERAL FUND CASH BALANCE  
 ANNUAL CONTRIBUTION CONTRACT  
FY - 2169

<b>Composition Before Adjustments</b>	
Not operating receipts retained:	
Operating reserves - Exhibit C(2)	\$ (1,386.00)
	<u>(1,386.00)</u>
<b>Adjustments</b>	
Expenses/credits not paid:	
Accounts payable	5,206.46
Income not received:	
Accounts receivable	<u>(4,323.75)</u>
General Fund Cash Available	<u>(109.30)</u>
General Fund Cash - Exhibit A(2)	\$ <u>(109.30)</u>

HOUSING AUTHORITY OF THE CITY OF RAYVILLE  
 ANALYSIS OF GENERAL FUND CASH BALANCE  
 ANNUAL CONTRIBUTION CONTRACT  
FY 2012-2013

Composition Before Adjustments

Net operating receipts retained:	
Operating revenues - Exhibit C(1)	\$ 90,359.20
Audit adjustments to net operating receipts "backed out"	6,397.05
Deferred credits	393.81
Excess modernization funds - Exhibit E(1)	<u>(95,589.72)</u>
	41,510.34

Adjustments

Expenses/Costs not paid:	
Accounts payable	10,708.44
Accrued payments in lieu of taxes	5,014.20

Income not received:	
Accounts receivable	<u>(7,498.43)</u>

General Fund Cash Available	50,719.65
-----------------------------	-----------

General Fund Cash:	
Invested	(20,054.62)
Applied to deferred charges (prepaid insurance, inventories, etc.)	<u>(5,559.16)</u>

General Fund Cash - Exhibit A(1)	\$ <u>18,162.87</u>
----------------------------------	---------------------



HOUSING AUTHORITY OF THE CITY OF RAYVILLE  
 STATEMENT OF MODERNIZATION COSTS — UNCOMPLETED  
 SEPTEMBER 30, 1967

		Project 1965
Funds Approved	\$	<u>797,421.00</u>
Funds Expended		<u>797,421.00</u>
Excess of Funds Approved	\$	<u>0.00</u>
Funds Advanced	\$	741,631.39
Funds Expended		<u>797,421.00</u>
Excess of Funds Advanced - Exhibit F(1)	\$	<u>(55,789.72)</u>

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

COMPUTATION OF ANNUAL CONTRIBUTIONS EARNED AND  
PROJECT ACCOUNT -- OPERATING RESERVE CHANGES  
HOUSING ASSISTANCE PAYMENTS PROGRAMANNUAL CONTRIBUTION CONTRACT  
ER# 2169

	Year Ended
	<u>09-30-87</u>
Status of Project Account	
Project account balance at the beginning of fiscal year	\$ 58,000.00
Increase (decrease) during fiscal year - Exhibit C(2)	12,271.00
	<u>70,271.00</u>
Provision for Operating Reserves	
Operating receipts	
Operating income - Exhibit B(2)	389.00
Annual contributions earned	324,998.00
	<u>325,387.00</u>
Operating Expenditures	
Operating expenses -Exhibit B(2)	326,951.00
	<u>326,951.00</u>
Residual receipts (deficit) before provision for operating reserves	(1,564.00)
Audit adjustments - backed out	
(Provision for) reduction of operating reserve - Exhibit C(2)	1,564.00
Residual receipts (deficit) per PHA	\$ <u>0.00</u>

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

COMPUTATION OF ANNUAL CONTRIBUTIONS EARNED AND  
PROJECT ACCOUNT — OPERATING RESERVE CHANGES  
HOUSING ASSISTANCE PAYMENTS PROGRAMANNUAL CONTRIBUTION CONTRACT  
FY — 2188

		<u>Year Ended</u>
		<u>09-30-87</u>
<b>Maximum Contribution Available</b>		
Maximum annual contribution authorized	\$	337,269.00
Project account balance at beginning of fiscal year		<u>58,399.00</u>
Total Annual Contribution Available		<u>395,668.00</u>
<b>Annual Contribution Required</b>		
Housing assistance payments		310,365.00
Administrative fee		14,371.00
Independent public accountant audit costs		<u>500.00</u>
		<u>325,236.00</u>
Project receipts other than annual contribution		<u>358.00</u>
Total Contribution Required - Exhibit C(2)		<u>324,998.00</u>
Excess in Annual Contribution Available	\$	<u>70,670.00</u>
<b>Year-end Settlement</b>		
Annual contribution due for fiscal year		324,998.00
Total partial payments received by PHA for fiscal year		<u>322,352.00</u>
(Over) Under Payment Due (4-UD) PHA	\$	<u>2,646.00</u>

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

## COMPUTATION OF RESIDUAL RECEIPTS AND ACCRUING ANNUAL CONTRIBUTIONS

## ANNUAL CONTRIBUTION CONTRACT

EW - 1276

		<u>Year Ended</u>
		<u>09-30-07</u>
<u>Computation of Accruing Annual</u>		
<u>Contributions</u>		
Filed annual contribution	\$	<u>104,296.72</u>
Total Annual Contribution - Exhibit C(1)	\$	<u>104,296.72</u>

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

## COMPUTATION OF RESIDUAL RECEIPTS AND ACCRUING ANNUAL CONTRIBUTIONS

## ANNUAL CONTRIBUTION CONTRACT

EW - 1278

	Year Ended
	<u>03-30-07</u>
<b>Computation of Residual Receipts</b>	
<b>Operating Receipts</b>	
Operating Income - Exhibit B(1)	\$ 145,400.00
HUD operating subsidy	117,464.00
<b>Total Operating Receipts</b>	<u>262,864.00</u>
<b>Operating Expenditures</b>	
Operating expenses - Exhibit B(1)	212,275.64
Capital expenditures:	
Property betterments and additions	1,313.00
Prior year adjustments - affecting residual receipts	997.51
<b>Total Operating Expenditures</b>	<u>214,586.15</u>
Residual receipts (deficit) per audit before provision for reserve	48,277.85
Audit adjustments (backed out)	_____
Residual receipts per PHA before provision for reserve	48,277.85
(Provision for) or reduction of operating reserve - Exhibit C(1)	<u>(48,277.85)</u>
<b>Residual receipts per PHA</b>	<b>\$ 0.00</b>

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

ANALYSIS OF SURPLUS — STATUTORY BASIS  
 TWELVE MONTHS ENDED SEPTEMBER 30, 1997

ANNUAL CONTRIBUTION CONTRACT  
FW — 2182

Project Account

Balance per prior audit at 09-30-96	\$	95,399.00
Provision for (reduction of) Project Account for the year ended 09-30-97 - Exhibit D(2)		<u>12,271.00</u>
Balance at 09-30-97		<u>70,879.00</u>

Cumulative H.A.C. Contributions

Balance per prior audit at 09-30-96		5,352,135.77
Annual contribution for year ended 09-30-97 - Exhibit D(2)		<u>324,998.00</u>
Balance at 09-30-97		<u>5,677,133.77</u>
Total Surplus - Exhibit A(2)	\$	<u>816.28</u>

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

ANALYSIS OF SURPLUS — STATUTORY BASIS  
TWELVE MONTHS ENDED SEPTEMBER 30, 1997ANNUAL CONTRIBUTION CONTRACT  
FW — 2168Unreserved Surplus

Balance per prior audit at 09-30-96	\$	(5,408,330.40)
Net loss for the year ended 09-30-97 - Exhibit B(2)		(305,532.00)
(Provision for) reduction of Operating Reserve for year ended 09-30-97 - Exhibit D(2)		1,994.00
(Provision for) reduction of Project Account for year ended 09-30-97 - Exhibit D(2)		(12,271.00)
Balance at 09-30-97		<u>(5,745,699.40)</u>

Reserved Surplus - Operating Reserve

Balance per prior audit at 09-30-96		208.00
Provision for (reduction of) Operating Reserve for the year ended 09-30-97 - Exhibit D(2)		(1,994.00)
Balance at 09-30-97 - Exhibit F(2)	\$	<u>(1,999.00)</u>

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

ANALYSIS OF SURPLUS — STATUTORY BASIS  
TWELVE MONTHS ENDED SEPTEMBER 30, 1997

## ANNUAL CONTRIBUTION CONTRACT

EW-1278Cumulative HUD Contributions

Balance per prior audit at 09-30-95	\$	4,088,552.50
Annual contribution for year ended 09-30-97 - Exhibit D(1)		104,236.72
Operating subsidy for year ended 09-30-97		117,404.00
Balance at 09-30-97		<u>4,280,253.00</u>

Cumulative HUD Grants

Balance per prior audit at 09-30-95		327,521.00
Advances for year ended 09-30-97		701,341.28
Balance at 09-30-97		<u>1,028,932.58</u>
Total Surplus - Exhibit A(1)	\$	<u>2,813,433.44</u>



## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

ANALYSIS OF SURPLUS -- STATUTORY BASIS  
TWELVE MONTHS ENDED SEPTEMBER 30, 1997

## ANNUAL CONTRIBUTION CONTRACT

PW - 1273Unreserved Surplus

Balance per prior audit at 09-30-96	\$	(3,199,691.35)
Net loss for the year ended 09-30-97 - Exhibit B(1)		(137,866.93)
(Provision for) reduction of Operating Reserve for year ended 09-30-97 - Exhibit D(1)		(48,408.16)
Balance at 09-30-97		<u>(3,385,966.44)</u>

Reserved Surplus - Operating Reserve

Balance per prior audit at 09-30-96		41,901.04
Provision for (reduction of) Operating Reserve for the year ended 09-30-97 - Exhibit D(1)		48,408.16
Balance at 09-30-97 - Exhibit F(1)	\$	<u>90,309.20</u>

HOUSING AUTHORITY OF THE CITY OF RAYVILLE  
 STATEMENT OF INCOME AND EXPENSES — STATUTORY BASIS  
 ANNUAL CONTRIBUTION CONTRACT  
PW — 2188

		<u>Year Ended</u>
		<u>08-30-97</u>
Operating Income		
Interest Income	\$	<u>359.00</u>
Total Operating Income - Exhibit D(2)		<u>359.00</u>
Operating Expenses		
Administration		15,966.00
Housing assistance payments		310,285.00
Independent public accountant audit costs		<u>600.00</u>
Total Operating Expense - Exhibit D(2)		<u>326,851.00</u>
Net Operating Income (Loss)		<u>(326,492.00)</u>
Net Loss - Exhibit C(2)	\$	<u>(326,492.00)</u>

HOUSING AUTHORITY OF THE CITY OF RAYVILLE  
 STATEMENT OF INCOME AND EXPENSES – STATUTORY BASIS  
 ANNUAL CONTRIBUTION CONTRACT  
PW – 1275

	Year Ended
	06-30-07
Operating Income	
Dwelling rental	\$ 81,658.00
Interest on general fund investments	939.12
Other income	62,803.51
Total Operating Income - Exhibit D(1)	145,400.63
Operating Expenses	
Administration	60,419.79
Utilities	17,667.64
Ordinary maintenance and operation	73,762.34
General expense	58,762.94
Nonroutine maintenance	11,623.32
Total Operating Expense - Exhibit D(1)	212,275.84
Net Operating Income (Loss)	(66,875.21)
Other Charges	
Interest on notes and bonds payable	66,759.42
Gain or loss from disposition of nonexpendable equipment	17,851.64
Total Other Charges	78,611.06
Other Credits	
Prior year adjustments - affecting residual receipts	5,529.44
Total Other Credits	5,529.44
Net Loss - Exhibit C(1)	\$ (137,956.83)

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

BALANCE SHEET — STATUTORY BASIS  
SEPTEMBER 30, 1997ANNUAL CONTRIBUTION CONTRACT  
FR — 2189ASSETS

Cash - Exhibit F(2)	\$	(109.30)
Accounts receivable - HUD - Exhibit D(2)		2,649.00
Accounts receivable - HUD - prior year		2,293.76
Land, structures and equipment		<u>2,204.28</u>
Total Assets	\$	<u>7,024.74</u>

LIABILITIES AND SURPLUS

Accounts payable - Low Rent	\$	<u>6,206.46</u>
Total Liabilities		6,206.46
Surplus - Exhibit D(2)		<u>818.28</u>
Total Liabilities and Surplus	\$	<u>7,024.74</u>

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

BALANCE SHEET — STATUTORY BASIS  
SEPTEMBER 30, 1997ANNUAL CONTRIBUTION CONTRACT  
FR — 1978ASSETS

Cash - Exhibit F(1)	\$	16,182.87
Accounts receivable - tenants		1,250.00
Accounts receivable - Section 8		6,206.43
Investments - Note B		29,054.52
Debt amortization funds		104,348.74
Deferred charges		5,559.16
Land, structures and equipment		<u>2,844,309.94</u>
Total Assets	\$	<u>3,056,891.76</u>

LIABILITIES AND SURPLUS

Accounts payable	\$	10,708.44
Accrued liabilities		6,014.30
Deferred credits		399.81
Flood liabilities		<u>976,306.77</u>
Total Liabilities		993,429.32
Surplus - Exhibit C(1)		<u>2,013,438.44</u>
Total Liabilities and Surplus	\$	<u>3,006,867.76</u>

HOUSING AUTHORITY OF THE CITY OF RAYVILLE  
 FIDUCIARY FUNDS  
 SCHEDULE OF CHANGES IN DEPOSITS DUE TO OTHERS  
 SEPTEMBER 30, 1997

	<u>Agency Funds</u>	
	<u>Tenant Security Deposit Funds</u>	<u>Total Fiduciary Funds</u>
DEPOSIT BALANCES AT BEGINNING OF YEAR	\$ 4,790.00	\$ 4,790.00
ADDITIONS		
Receipts from tenants	<u>2,604.00</u>	<u>2,604.00</u>
Total Additions	<u>2,604.00</u>	<u>2,604.00</u>
DEPOSIT BALANCES AT END OF YEAR	<u>\$ 7,394.00</u>	<u>\$ 7,394.00</u>

The Notes to Financial Statements are an integral part of these statements.

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

FIDUCIARY FUNDS  
COMBINED BALANCE SHEET  
SEPTEMBER 30, 1997

---

	<u>Agency Funds</u>	
	<u>Tenant Security Deposit Funds</u>	<u>Total Fiduciary Funds</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ <u>7,394.00</u>	\$ <u>7,394.00</u>
Total Assets	\$ <u>7,394.00</u>	\$ <u>7,394.00</u>
<b>LIABILITIES</b>		
Due to tenants	\$ <u>7,394.00</u>	\$ <u>7,394.00</u>
Total Liabilities	\$ <u>7,394.00</u>	\$ <u>7,394.00</u>

The Notes to Financial Statements are an integral part of these statements.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE

CAPITAL PROJECT FUND TYPES  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 SEPTEMBER 30, 1997

	CMP Housing Program	
	CMP 1998	Total
REVENUES		
Intergovernmental	\$ 79,241.28	\$ 79,241.28
Total Revenues	<u>79,241.28</u>	<u>79,241.28</u>
EXPENDITURES		
Capital expenditures	257,491.28	797,491.28
Total Expenditures	<u>257,491.28</u>	<u>797,491.28</u>
Excess (shortage) of revenues over (under) expenditures	\$ 88,148.72	\$ 88,148.72
FUND BALANCE, beginning of year	88,148.00	88,148.00
FUND BALANCE, end of year	<u>\$ 176,296.72</u>	<u>\$ 176,296.72</u>

The Notes to Financial Statements are an integral part of these statements.



HOUSING AUTHORITY OF THE CITY OF RAYVILLE

SPECIAL REVENUE FUND TYPES

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SEPTEMBER 30, 1997

	Assisted Housing Programs	
	Five Construction Programs	Total
REVENUES		
Intergovernmental	\$ 204,888.00	\$ 204,888.00
Interest	393.00	393.00
Total Revenue	205,281.00	205,281.00
EXPENDITURES		
Administration	18,085.00	18,085.00
Housing assistance payments	910,300.00	910,300.00
Total Expenditures	928,385.00	928,385.00
Excess (deficiency) of revenues over (under) expenditures	1,694.00	1,694.00
FUND BALANCE, beginning of year	209.00	209.00
FUND BALANCE, end of year	\$ 1,903.00	\$ 1,903.00

The Notes to Financial Statements are an integral part of these statements.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE  
 SPECIAL REVENUE FUND TYPES  
 COMPARING BALANCE SHEET  
 SEPTEMBER 30, 1987

	Amended Housing Programs	
	New Construction Program	Total
<b>ASSETS</b>		
Cash and cash equivalents	\$ (108.00)	\$ (108.00)
Due from:		8.00
Other funds	4,809.18	4,809.18
<b>Total Assets</b>	\$ 4,809.18	\$ 4,809.18
<b>LIABILITIES AND FUND EQUITY</b>		
<b>LIABILITIES</b>		
Due to:		0.00
Other funds	8,206.46	8,206.46
<b>Total liabilities</b>	8,206.46	8,206.46
<b>FUND EQUITY</b>		
Borrowed and undesignated	(1,298.80)	(1,298.80)
<b>Total fund equity</b>	(1,298.80)	(1,298.80)
<b>Total liabilities and fund equity</b>	\$ 6,907.66	\$ 6,907.66

The Notes to Financial Statements are an integral part of these statements.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE

NOTES TO FINANCIAL STATEMENTS

(Continued)

SEPTEMBER 30, 1997

**NOTE J - USE OF ESTIMATES IN THE PREPARATION OF FINANCIAL STATEMENTS**

The preparation of these financial statements requires the use of estimates by management. No significant estimates have been made by management that require disclosure.

The Notes to Financial Statements are an integral part of these statements.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE

NOTES TO FINANCIAL STATEMENTS

(Continued)

SEPTEMBER 30, 1997

**NOTE G - RETIREMENT PLAN**

The entity provides benefits for all of its full-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. The entity contributes 6% of the employee's base salary each month. The entity's contributions for each employee (and interest allocated to the employee's account) are vested 20% annually for each year of participation. An employee is fully vested after 5 years of participation.

The entity's total payroll in fiscal year-ended September 30, 1997 was \$ 95,524.93. The entity's contributions were calculated using the base salary amount of \$ 93,958.03. Contributions to the plan were \$ 7,515.71.

**NOTE H - DISCLOSURES ABOUT FAIR VALUE OF FINANCIAL INSTRUMENTS**

The following methods and assumptions were used to estimate the fair value of each class of financial instruments for which it is practicable to estimate that value:

Cash and Investments

The carrying amount approximates fair value because of the short maturity of these instruments.

Long Term Debt

It is not possible to estimate the fair value of long term debt owed to the federal government by this governmental entity, a housing authority. The housing authority is unable, by law, to secure long term financing from any other source. FASB 107 describes fair value of a financial instrument as the amount at which the instrument could be exchanged in a current transaction between willing parties.

**NOTE I - ACCOUNTING FOR THE IMPAIRMENT OF LONG - LIVED ASSETS**

The full amount of the carrying value of buildings and land improvements are deemed recoverable from future cash flows.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE

NOTES TO FINANCIAL STATEMENTS

(Continued)

SEPTEMBER 30, 1987

NOTES F - LONG-TERM DEBT

Long-term debt consists of the following:

	<u>Interest Rate</u>		<u>Principal Balance</u>
Bond payable, August 1, 1970 series	5.75%	\$	<u>876,306.97</u>

The bonds mature in series annually in varying amounts with the final maturity date in 2011. All required debt service to maturity on the bonds, including principal and interest, is payable by HUD under a debt service contract with the entity.

Long-term debt is secured by the land and buildings of the entity.

Changes in long-term debt is as follows:

		<u>Bonds</u>
Balance, beginning of period	\$	1,021,903.02
Principal retirement		<u>45,596.05</u>
Balance, end of period	\$	<u>876,306.97</u>

Schedule retirements of long-term debt is as follows:

1988	\$	48,178.23
1989		53,790.41
2000		53,682.72
2001		54,665.26
2002		60,077.60
Thereafter		706,712.65

The Notes to Financial Statements are an integral part of these statements.

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

## NOTES TO FINANCIAL STATEMENTS

(Continued)

SEPTEMBER 30, 1997

## NOTE C - ACTIVITIES OF THE PHA

At September 30, 1997, the PHA was managing 100 units of low-rent in one project under Program FW - 1276, and 60 units of Section 8 New Construction under Program FW - 2109.

## NOTE D - CONTINGENCIES

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

## NOTE E - PROPERTY, PLANT AND EQUIPMENT

Changes in the general fixed assets account group are as follows:

	<u>Beg. of Period</u>		<u>Additions</u>		<u>Deletions</u>		<u>End of Period</u>
Land and Buildings	\$ 1,726,897.22	\$	253,209.38	\$		\$	1,979,096.59
Equipment	73,863.67		1,070.00				74,893.67
Total	<u>\$ 1,799,760.89</u>	\$	<u>254,279.38</u>	\$	<u>0.00</u>	\$	<u>2,049,039.26</u>

All land and building are encumbered by a Declaration of Trust in favor of the United States of America as security for obligations guaranteed by the government and to protect other interests of the government.

The Notes to Financial Statements are an integral part of these statements.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE

NOTES TO FINANCIAL STATEMENTS

(Continued)

SEPTEMBER 30, 1987

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Costs of completed Modernization projects are reported as construction-in-progress until audited cost certification reports are submitted to HUD, at which time such costs are transferred to the appropriate property categories.

(10) General Long-Term Debt

All long-term indebtedness of the Authority is accounted for in the General Long-Term Debt Account Group and is intended to be paid through the Debt Service Fund.

(11) Compensated Absences

Authority employees accrue personal leave, or compensated absences, by a prescribed formula based on length of service. The cost of this has not been accrued due to immateriality.

(12) Total Columns on Combined Statements

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 generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE B - CASH AND INVESTMENTS

At September 30, 1987, the Authority had invested excess funds as follows:

	<u>Amount</u>
Certificate of Deposits	\$ 29,054.62
	<u>\$ 29,054.62</u>

Cash and investments are insured as follows:

FDIC Insurance	\$ 45,108.19
	<u>\$ 45,108.19</u>

The Notes to Financial Statements are an integral part of these statements.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE

NOTES TO FINANCIAL STATEMENTS

(Continued)

SEPTEMBER 30, 1997

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Authority is under a limited budget review from HUD with the control category of total operating expenditures. If there are no overruns of the total operating expenditures, then HUD does not require budget revisions other than when there are substantial additions to nonroutine expenditures, such as reinstatement of prior-year encumbrances. The Board and HUD must approve fund appropriation increases. Any unspent appropriations lapse at yearend. Budgeted amounts are as originally adopted or as amended by the Board and HUD.

The original budget has been amended throughout the year to reflect changes in revenue and expenditure estimates.

The budget is prepared on a statutory (HUD) basis and does not contain a provision for uncollectible tenant receivables. The difference is not considered materially different from generally accepted accounting principles.

(6) Cash and Cash Equivalents

The entity defines cash and cash equivalents to include certificates of deposit, money market funds, savings accounts, and demand deposits.

(7) Tenant Receivables

Receivables for rentals and service charges are reported in the General Fund, net of allowances for doubtful accounts amounting to \$\_\_\_\_ at September 30, 1997.

(8) Interfund Transactions

During the course of normal operations, the Authority has numerous transactions between funds to provide services, construct assets, and service debt. These transactions are generally reflected as operating transfers except for transactions reimbursing a fund for expenditures made by it for the benefit of another fund. Such transactions are recorded as expenditures in the disbursing fund and as a reduction of expenditures in the receiving fund.

(9) General Fixed Assets

General Fixed Assets have been acquired for general governmental purposes. Assets purchased are recorded as expenditures in the Governmental Funds and capitalized at cost in the General Fixed Assets Account Group. Contributed fixed assets are recorded at estimated fair market value at the time received. Depreciation is not recorded on general fixed assets. Public domain general fixed assets (infrastructure) consisting of certain improvements other than buildings, including roads, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are capitalized along with other general fixed assets.

The Notes to Financial Statements are an integral part of these statements.



HOUSING AUTHORITY OF THE CITY OF RAYVILLE

NOTES TO FINANCIAL STATEMENTS

(Continued)

SEPTEMBER 30, 1997

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

**ACCOUNT GROUPS**

Account groups are used to establish accounting control and accountability for the Authority's general fixed assets and general long-term debt for governmental fund types. These are not "funds." They are concerned only with the measurement of financial position and not with results of operations. The following are the Authority's account groups:

**General Fixed Assets Account Group** - This account group is established to account for all fixed assets of the Authority.

**General Long-Term Debt Account Group** - This account group is established to account for all long-term debt of the Authority.

**(4) Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All Governmental and Agency Funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Revenues are considered "measurable" when received in cash, except for certain revenues which are accrued when they are both measurable and available or have not been received at the normal time of receipt. Certain grant revenues are accrued when funds are expended. Revenues susceptible to accrual are federal grants, interest on investments, and other miscellaneous revenues which are both measurable and available to finance expenditures of the current period. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

Agency Funds are custodial in nature and do not measure results of operations. They are clearing accounts whose assets at all times are equally offset by related liabilities.

**(5) Budgetary Control**

The Authority is required by its HUD Annual Contributions Contracts to adopt annual budgets for the Low-Rent Housing Program, included in the General Fund, and all Assisted Housing (Section 8) Programs, included in Special Revenue Funds. Annual budgets are not required for Capital Projects Funds as their budgets are approved for the length of the project. Both annual and project length budgets require grantor approval.

The Notes to Financial Statements are an integral part of these statements.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE

NOTES TO FINANCIAL STATEMENTS

(Continued)

SEPTEMBER 30, 1997

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(3) Fund Accounting (continued)

**GOVERNMENTAL FUNDS**

Governmental Funds are those through which most governmental functions of the Authority are financed. The measurement focus is on determination of financial position and changes in financial position rather than on net income determination. The following are the Authority's governmental fund types:

General Fund - The General Fund is the general operating fund of the Authority. The General Fund is used to account for all revenues and expenditures applicable to the general operations of the Authority which are not properly accounted for in another fund. All general operating revenues which are not restricted or designated as to their use by outside sources are recorded in the General Fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for the payment of interest, principal, and related costs of general long-term debt.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition, construction, or rehabilitation of major capital facilities.

**FIDUCIARY FUNDS**

Fiduciary Funds are used to account for assets held by the Authority as an agent for individuals, private organizations, other governmental units, and/or other funds. The following is the Authority's fiduciary fund type:

Agency Funds - Agency Funds include Tenant Security Deposit Fund. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of result of operations.

The Notes to Financial Statements are an integral part of these statements.

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

### NOTES TO FINANCIAL STATEMENTS SEPTEMBER 30, 1997

#### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Housing Authority of Rayville, Louisiana (the Authority), a public corporate body, was organized for the purpose of providing decent, safe, and sanitary dwelling accommodations for persons of low income.

The Authority is engaged in the acquisition, modernization, and administration of low-rent housing. In addition, the Authority has administrative responsibility for various other community development programs whose primary purpose is the development of viable urban communities by providing decent housing, a suitable living environment, and economic opportunities principally for persons of low and moderate income.

The Authority is administered by a governing Board of Commissioners (the Board), whose members are appointed by the Mayor of the City of Rayville, Louisiana. Each member serves a five-year term on a rotating basis. Substantially all of the Authority's revenues is derived from subsidy contracts with the U.S. Department of Housing and Urban Development (HUD). The Annual Contributions Contracts entered into by the Authority and HUD provide operating subsidies for Authority-owned public housing facilities, housing assistance payments for eligible individuals, and receipt of annual debt service requirements for HUD-related long-term debt.

#### (1) Financial Reporting Entity

Generally accepted accounting principles require that the financial statements present the accounts and operations of the Authority and its component units, entities for which the Authority is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the Authority's operations and data from these units, if any, are combined with data of the Authority. Each discretely presented component unit, if any, would be reported in a separate column in the combined financial statements to emphasize that it is legally separate from the Authority. As of September 30, 1997, and for the fiscal year then ended, the Authority had no discretely presented component units or any component units required to be blended in these financial statements.

#### (2) Fund Accounting

The accounts of the Authority are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. The various funds are grouped by type and broad categories in the financial statements as follows:

The Notes to Financial Statements are an integral part of these statements.

## HOUSING AUTHORITY OF THE CITY OF DAYVILLE

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHARGES IN FUND BALANCES  
 BUDGET (DAMP BASIS) AND ACTUAL  
 DEBT SERVICE AND CAPITAL PROJECTS FUNDS  
 YEAR ENDED SEPTEMBER 30, 1997

	Debt Service Fund		Capital Projects Fund		Over (Under) Budget
	Budget	Actual	Budget	Actual	
<b>REVENUES</b>					
Bonds	\$104,298.72	\$104,298.72	\$	\$	0.00
Intergovernmental			370,341.28	370,341.28	0.00
Total Revenues	104,298.72	104,298.72	370,341.28	370,341.28	0.00
<b>EXPENDITURES</b>					
Capital expenditures			757,491.00	757,491.00	0.00
Debt Service:					
Principal retirement	45,586.28	45,586.28			0.00
Interest	98,712.52	98,712.42			0.10
Total Expenditures	104,302.80	104,302.80	757,491.00	757,491.00	0.00
Excess (deficiency) of revenues over (under) expenditures	\$	\$	\$	\$	\$
Transfer of net income to unreserved equity	188.08	(84.08)	0.00	(84.08)	0.00
<b>FUND BALANCES, beginning of year</b>		60,437.58			60.00
<b>FUND BALANCES, end of year</b>		<u>\$60,353.50</u>		<u>\$60,353.50</u>	<u>\$60.00</u>

The Notes to Financial Statements are an integral part of these statements.

## HOUSING AUTHORITY OF THE CITY OF FAYETTE

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET (GAAP BASIS) AND ACTUAL,  
GENERAL FUND AND SPECIAL REVENUE FUNDS  
YEAR ENDED SEPTEMBER 30, 1997

	General Fund			Special Revenue Funds		
	Budget	Actual	Over (Under) Budget	Budget	Actual	Over (Under) Budget
<b>REVENUES</b>						
Fees	\$ 80,700.00	\$ 81,608.00	\$ 907.00	\$	\$	\$ 0.00
Intergovernmental	11,700.00	117,484.00	105,784.00	243,007.00	554,898.00	(16,888.00)
Interest	1,000.00	878.12	(121.88)		208.00	208.00
Other income	82,800.00	82,800.00	0.00	0.00	0.00	0.00
Total Revenues	186,200.00	282,770.12	96,570.12	243,007.00	554,898.00	(16,210.00)
<b>EXPENDITURES</b>						
Administration	55,000.00	61,288.27	6,288.27	15,000.00	18,586.58	3,586.58
Utilities	18,700.00	17,987.54	(712.46)		0.00	0.00
Ordinary maintenance	81,000.00	73,780.58	(7,219.42)		0.00	0.00
Tenant rentals	300.00	300.00	0.00		500.00	500.00
General expenditures	99,000.00	52,385.89	(46,614.11)		0.00	0.00
Subsidiary maintenance	11,800.00	17,626.28	5,826.28		0.00	0.00
Housing assistance payments				580,418.00	215,288.00	(365,130.00)
Capital expenditures	1,200.00	1,200.00	0.00		0.00	0.00
Total Expenditures	268,900.00	235,088.56	(33,811.44)	580,418.00	215,288.00	(365,130.00)
Excess (deficiency) of revenues over (under) expenditures				\$ 84,989.00	\$ 339,610.00	\$ (17,420.00)
Transfer of net income to unreserved fund						
FUND BALANCES, beginning of year				\$ 119,881.21	\$ 151,000	\$ (31,118.79)
FUND BALANCES, end of year						
		41,801.00			208.00	
		\$ 86,796.58			\$ 11,208.00	

The Notes to Financial Statements are an integral part of these statements.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
ALL GOVERNMENTAL FUND TYPES  
YEAR ENDED SEPTEMBER 30, 1997

	Governmental Fund Types				Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	
<b>REVENUES</b>					
Fees	\$ 81,858.00				\$ 81,858.00
Intergovernmental	117,484.00	324,990.00	104,338.72	791,341.28	1,348,568.00
Interest	898.12	250.00			1,298.12
Other	62,803.51				62,803.51
<b>Total Revenues</b>	<u>262,944.63</u>	<u>325,240.00</u>	<u>104,338.72</u>	<u>791,341.28</u>	<u>1,383,764.63</u>
<b>EXPENDITURES</b>					
Administration	87,284.21	16,568.00			103,852.21
Utilities	17,687.24				17,687.24
Ordinary maintenance	73,782.24				73,782.24
General expenditures	82,385.89				82,385.89
Extraordinary maintenance	11,625.32				11,625.32
Housing assistance payments		210,285.00			210,285.00
Capital expenditures				797,481.00	797,481.00
Debt service:					
Principal retirement			48,868.28		48,868.28
Interest			58,799.42		58,799.42
<b>Total expenditures</b>	<u>238,818.42</u>	<u>326,853.00</u>	<u>104,338.67</u>	<u>797,481.00</u>	<u>1,366,501.09</u>
Excess (deficiency) of revenues over (under) expenditures	<u>24,126.21</u>	<u>(1,613.00)</u>	<u>(99.95)</u>	<u>(6,140.72)</u>	<u>(3,027.46)</u>
<b>OTHER FINANCING SOURCES(USES)</b>					
Operating transfers in					0.00
Operating transfers out					0.00
<b>Total other financing sources(uses)</b>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<b>FUND BALANCE, beginning of year</b>	41,261.24	208.00	184,437.89	883.08	147,190.21
<b>FUND BALANCE, end of year</b>	<u>\$ 65,387.45</u>	<u>\$ (1,405.00)</u>	<u>\$ 184,338.74</u>	<u>\$ (6,140.72)</u>	<u>\$ 144,279.27</u>

The Notes to Financial Statements are an integral part of these statements.

## HOUSING AUTHORITY OF THE CITY OF RAYVILLE

COMBINED BALANCE SHEET  
ALL FUND TYPES AND ACCOUNT GROUPS (Continued)  
SEPTEMBER 30, 1997

	Governmental Fund Types				County Fund		Account Groups		Total (Macroschedule Only)
	General		Special		Total and	General		General Liabilities Total	
	Revenue	Expenses	Projects	Services		Assets	Liabilities		
<b>LIABILITIES</b>	\$	\$	\$	\$	\$	\$	\$	\$	\$
Accounts payable	3,294.44								3,294.44
Accrued liabilities	6,074.30								6,074.30
Due to:									
Tenants					7,294.08				7,294.08
Other funds		6,808.48		84,888.73					91,697.21
Deferred revenues	393.87								393.87
General obligation bonds payable and other liabilities									
<b>Total Liabilities</b>	<b>9,762.61</b>	<b>6,808.48</b>	<b>0.00</b>	<b>85,888.73</b>	<b>7,294.08</b>	<b>0.00</b>	<b>0.00</b>	<b>878,008.77</b>	<b>1,058,299.59</b>
<b>FUND EQUITY</b>									
Investment in general fund assets							2,048,889.22		2,048,889.22
Fund balances:									
Reserved for capital projects				(85,888.73)					(85,888.73)
Reserved for debt service			104,348.74						104,348.74
Unreserved:									
Undesignated	98,795.25	(1,986.03)							96,809.22
<b>Total Fund Equity</b>	<b>98,795.25</b>	<b>(1,986.03)</b>	<b>104,348.74</b>	<b>(85,888.73)</b>	<b>0.00</b>	<b>2,048,889.22</b>	<b>0.00</b>	<b>878,008.77</b>	<b>2,246,021.80</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 98,420.85</b>	<b>\$ 4,822.45</b>	<b>\$ 104,348.74</b>	<b>\$ 0.00</b>	<b>\$ 7,294.08</b>	<b>\$ 2,048,889.22</b>	<b>\$ 878,008.77</b>	<b>\$ 2,246,021.80</b>	

The Notes to Financial Statements are an integral part of these statements.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE  
 COMBINED BALANCE SHEET  
 ALL FUND TYPES AND ACCOUNT GROUPS  
 SEPTEMBER 30, 1997

	Governmental Fund Types				Fiduciary Fund Types		Account Groups		Total (Major/Minor Only)
	General	Special Revenue	Debt Service	Capital Projects	Trust and Agency	General Fund Assets	General Liability Debt		
<b>ASSETS</b>									
Cash and cash equivalents	\$ 8,768.67	\$ 168.36	\$	\$	\$ 7,354.00	\$	\$	\$	\$ 15,291.03
Investments	28,874.62								28,874.62
Receivables, net of allowances:									
Rentals	1,250.00								1,250.00
Due from:									
Other funds	61,796.15								61,796.15
Other governments	4,828.18		104,348.74						109,176.92
Prepaid expenditures	3,486.95								3,486.95
Property, plant and equipment									8,008.18
Amount to be provided for retirement of General Long-Term Debt						2,048,080.02			2,048,080.02
<b>Total Assets</b>	<b>\$ 104,418.60</b>	<b>\$ 4,836.69</b>	<b>\$ 104,348.74</b>	<b>\$ 0.00</b>	<b>\$ 7,354.00</b>	<b>\$ 2,048,080.02</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 2,264,827.46</b>

The Notes to Financial Statements are an integral part of these statements.



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

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statement of the Housing Authority of the City of Rayville, taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audit 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 our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

*Estes and Associates*

Fort Worth, Texas  
December 17, 1997

**ESTES & ASSOCIATES**  
CERTIFIED PUBLIC ACCOUNTANTS  
4800 AIRPORT FREEWAY - SUITE 300  
IRVING, TEXAS 75037

OFF: 972-652-0000  
FAX: 972-652-0000

MEMBER  
AMERICAN INSTITUTE OF CERTIFIED  
PUBLIC ACCOUNTANTS

HOUSING AUTHORITY OF

Independent Auditor's Report

Board of Commissioners  
Housing Authority of the  
City of Rayville  
Rayville, Louisiana

Regional Inspector General for Audit  
Office of Inspector General  
Department of Housing and Urban  
Development

We have audited the accompanying general-purpose financial statements and the combining and individual fund and account group financial statements of the Housing Authority of the City of Rayville, Louisiana as of and for the year ended September 30, 1997, as listed in the table of contents. These general-purpose financial statements are the responsibility of the Housing Authority of the City of Rayville, Louisiana management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

As described in Note A, the authority's policy is to prepare its financial statements on the basis of accounting practices prescribed or permitted by the Department of Housing and Urban Development, which is a comprehensive basis of accounting other than generally accepted accounting principles. This report is intended solely for filing with the Department of Housing and Urban Development and is not intended for any other purpose.

In our opinion, the general-purpose financial statements and the combining and individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of the Housing Authority of the City of Rayville, Louisiana as of September 30, 1997 and the results of its operations and changes in its surplus for the year then ended, on the basis of accounting described in Note A.

HOUSING AUTHORITY OF THE CITY OF RAYVILLE  
SUMMARY OF AUDITOR'S RESULTS AND  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Summary of Auditor's Results

- A. We issued an unqualified opinion on the Housing Authority of Rayville, Louisiana for the audit of its financial statements for the year ended September 30, 1987.
- B. No reportable conditions in internal control were disclosed by our audit of the financial statements.
- C. The audit did not disclose any noncompliance which is material to the financial statements.
- D. No reportable conditions in internal control were disclosed by our audit over major programs.
- E. We issued an unqualified opinion on compliance for major programs.
- F. Our audit disclosed no audit findings that we are required to report under 510(a) of OMB Circular A-133. Our audit procedures also included those of HUD Notice PIH 96-53.
- G. Major programs are as follows, and see Schedule of Federal Expenditures for CFDA numbers and amounts:
  - 1. Low Income Housing
  - 2. Section 8 HAP -- New Construction
  - 3. CLAP
- H. The dollar threshold to distinguish Type A and Type B programs is \$ 300,000.
- I. The Housing Authority of Rayville, Louisiana qualified for the year ended September 30, 1987 as a low-risk auditee.

Schedule of Findings and Questioned Costs

- J. There are no findings in these financial statements that are required to be reported in accordance with GAO/AE.
- K. There are no audit findings or questioned costs for Federal awards which shall include audit findings as described in 515(a) of OMB Circular A-133. Our audit procedures also included those of HUD Notice PIH 96-53.

**TABLE OF CONTENTS (Continued)**

	<b><u>EXHIBIT</u></b>	<b><u>PAGE</u></b>
<b>SUPPLEMENTARY INFORMATION</b>		
Balance Sheet	A	24 - 25
Statement of Income and Expenses	B	26 - 27
Analysis of Surplus	C	28 - 31
Computation of Residual Receipts and Accruing Annual Contribution	D	32 - 35
Statement of Modernization Costs -- Uncompleted	E	36
Analysis of General Fund Cash Balance	F	37 - 38
Schedule of Expenditures for Federal Awards		39
Report on Compliance Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133		40 - 41
Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards		42 - 43
Adjusting Journal Entries		44

## TABLE OF CONTENTS

	EXHIBIT	PAGE
SUMMARY OF AUDITOR'S RESULTS AND SCHEDULE OF FINDINGS AND QUESTIONED COSTS		1
INDEPENDENT AUDITOR'S REPORT		2 - 3
FINANCIAL STATEMENTS		
GENERAL PURPOSE FINANCIAL STATEMENTS (COMBINED STATEMENTS - OVERVIEW)		
Combined Balance Sheet -- All Fund Types and Account Groups		4 - 5
Combined Statement of Revenues, Expenditures and Changes in Fund Balances -- All Governmental Fund Types		6
Combined Statement of Revenues, Expenditures and Changes in Fund Balances -- Budget (GAAP Basis) and Actual -- General Fund and Special Revenue Funds		7
Combined Statement of Revenues, Expenditures and Changes in Fund Balances -- Budget (GAAP Basis) and Actual -- Debt Service and Capital Projects Funds		8
Notes to Financial Statements		9 - 17
Special Revenue Fund Types -- Combining Balance Sheet		18
Special Revenue Fund Types -- Combining Statement of Revenues, Expenditures and Changes in Fund Balances		19
Capital Project Fund Types -- Combining Balance Sheet		20
Capital Project Fund Types -- Combining Statement of Revenues, Expenditures and Changes in Fund Balances		21
Fiduciary Funds -- Combining Balance Sheet		22
Fiduciary Funds -- Schedule of Changes in Deposits Due to Offsets		23

4088

**OFFICIAL  
FILE COPY**  
**DO NOT SEND OUT**  
(When received,  
return to the  
office and PLACE  
BACK IN FILE)

HOUSING AUTHORITY OF THE CITY OF RAYVILLE, LOUISIANA

**REPORT ON EXAMINATION OF  
FINANCIAL STATEMENTS AND SUPPLEMENTAL DATA**

**TWELVE MONTHS ENDED SEPTEMBER 30, 1997**

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

Release Date MAR. 04 1998

**ESTES & ASSOCIATES**  
CERTIFIED PUBLIC ACCOUNTANTS