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## IBERIA HOME MORTGAGE AUTHORITY

BASIC FINANCIAL STATEMENTS  
(Audited)

March 31, 2004

Under provisions of state law this report is a public document. Copy of the report has been submitted to the press and other appropriate public officials. The report is available for public inspection at the State House office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 10-04-2011

BERIA HOME MORTGAGE AUTHORITY  
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March 31, 2004

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**INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS**

TRUSTEES,  
IBERIA HOME MORTGAGE AUTHORITY  
New Iberia, Louisiana

I have audited the accompanying basic financial statements of IBERIA HOME MORTGAGE AUTHORITY (A Louisiana Public Trust), a component unit of the City of New Iberia, Louisiana, at March 31, 2004, and for the year then ended as listed in the financial information section of the foregoing table of contents. These basic financial statements are the responsibility of the management of the IBERIA HOME MORTGAGE AUTHORITY. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the Louisiana Governmental Audit Guide. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the basic financial statements referred to above present fairly in all material respects the financial position of IBERIA HOME MORTGAGE AUTHORITY at March 31, 2004, and the results of its operations and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, I have also issued my reports dated September 20, 2004, on my consideration of the IHMA's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, and contracts. Those reports are an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of my audit.

New Iberia, Louisiana  
September 20, 2004



IBERIA HOME MORTGAGE AUTHORITY  
MANAGEMENT'S DISCUSSION AND ANALYSIS

The management's discussion and analysis of the Iberia Home Mortgage Authority's financial performance presents a narrative overview and analysis of the authority's financial activities for the year ended March 31, 2004. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this information in conjunction with the authority's basic financial statements, which begin on page 5.

#### FINANCIAL HIGHLIGHTS

- The authority's assets exceeded its liabilities at the close of fiscal year 2004 by \$190,341. The net assets decreased by \$8,128.
- The authority's operating revenue continues to decline as its mortgage loans are reduced. Twelve loans were paid off this year.

#### OVERVIEW OF THE FINANCIAL STATEMENTS

These financial statements consist of three sections: Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and supplementary information.

##### Basic Financial Statements

The basic financial statements present information for the authority, as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Assets; the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

The Statement of Net Assets presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the authority's financial position is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets presents information showing how the authority's assets change as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, transactions are included that will not affect cash until future fiscal periods.

The Statement of Cash Flows presents information showing how the authority's cash changed as a result of current year operations. The cash flows statement is prepared using the direct method and includes the reconciliation of operating income (loss) to net cash provided (used) by operating activities (indirect method) as required by GASB 34.

IBERIA HOME MORTGAGE AUTHORITY  
MANAGEMENT'S DISCUSSION AND ANALYSIS

FINANCIAL ANALYSIS OF THE AUTHORITY

Statement of Net Assets

March 31, 2004

|   |                   |
|---|-------------------|
| Current and other assets                | \$ 809,666        |
| Capital assets                          | —                 |
| Total assets                            | <u>809,666</u>    |
| Other liabilities                       | 18,052            |
| Long-term debt outstanding              | <u>683,560</u>    |
| Total liabilities                       | <u>701,612</u>    |
| Net assets:                             |                   |
| Invested in capital assets, net of debt | —                 |
| Restricted                              | —                 |
| Unrestricted                            | <u>108,054</u>    |
| Total net assets                        | <u>\$ 108,054</u> |

Unrestricted net assets are those that do not have any limitations on what these amounts may be used.

Statement of Revenues, Expenses, and  
Changes in Fund Net Assets

March 31, 2004

|   |                   |
|---|-------------------|
| Operating revenues                      | \$ 81,734         |
| Operating expenses                      | <u>83,862</u>     |
| Operating income (loss)                 | (2,128)           |
| Nonoperating revenues (expenses)        | —                 |
| Loss before contributions and transfers | <u>(2,128)</u>    |
| Capital contributions                   | —                 |
| Net increase (decrease) in net assets   | <u>\$ (2,128)</u> |

CAPITAL ASSETS

The Authority has no capital assets.

**IBERIA HOME MORTGAGE AUTHORITY  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**DEBT ADMINISTRATION**

The authority has \$995,000 of bonds outstanding at March 31, 2004. The debt was reduced \$365,000 this year.

The authority had no claims and judgments at current year-end.

**CONTACTING THE IBERIA HOME MORTGAGE  
AUTHORITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide residents, taxpayers, customers, and investors and creditors with a general overview of the Iberia Home Mortgage Authority's finances and to show the authority's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Ruth Fontenot, Mayor, at 457 E. Main Street, Suite 300, New Iberia, Louisiana 70560-3700.

IBERIA HOME MORTGAGE AUTHORITY  
 PROPRIETARY FUND-ENTERPRISE FUND  
 STATEMENT OF NET ASSETS  
 March 31, 2004

**ASSETS**

|                              |                   |
|------------------------------|-------------------|
| <b>CURRENT ASSETS:</b>       |                   |
| Cash                         | \$ 48,544         |
| Investments (At Cost)        | 83,442            |
| Mortgage Loans Receivable    | 108,010           |
| Unamortized Debt Issue Costs | 37,243            |
| Accrued Interest Receivable  | 5,404             |
| Prepaid Expenditures         | <u>711</u>        |
| <b>TOTAL CURRENT ASSETS</b>  | <b>\$ 282,213</b> |
| <b>NONCURRENT ASSETS:</b>    |                   |
| Mortgage Loans Receivable    | <u>527,683</u>    |
| <b>TOTAL ASSETS</b>          | <b>\$ 809,896</b> |

**LIABILITIES**

|   |                   |
|---|-------------------|
| <b>CURRENT LIABILITIES:</b>   |                   |
| Accrued Expenditures  | \$ 18,088         |
| Bonds Payable, Including Unamortized Premium of \$6,727<br>and Less Unamortized Deferred Amount on Refunding of \$3,641   | <u>77,688</u>     |
| <b>TOTAL CURRENT LIABILITIES</b>  | <b>\$ 95,776</b>  |
| <b>NONCURRENT LIABILITIES:</b>  |                   |
| Bonds Payable, Including Unamortized Premium of \$45,066<br>and Less Unamortized Deferred Amount on Refunding of \$28,643 | <u>609,414</u>    |
| <b>TOTAL LIABILITIES</b>  | <b>\$ 692,555</b> |

**NET ASSETS**

|                         |                   |
|-------------------------|-------------------|
| <b>UNRESTRICTED</b>     | <u>118,341</u>    |
| <b>TOTAL NET ASSETS</b> | <b>\$ 118,341</b> |

The accompanying notes are an integral part of this financial statement.

BERNA HOME MORTGAGE AUTHORITY  
 PROPRIETARY FUND-ENTERPRISE FUND  
 STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND NET ASSETS  
 For the Year Ended March 31, 2004

|  |                          |
|--|--------------------------|
| <b>OPERATING REVENUES</b>              |                          |
| Interest Income - Mortgage Loans       | \$ 75,943                |
| Interest Income - Investments          | <u>5,872</u>             |
| Total Operating Revenues               | <u>81,815</u>            |
| <b>OPERATING EXPENDITURES</b>          |                          |
| Interest Expense                       | 60,090                   |
| Servicing Fees                         | 3,089                    |
| Trustee's Fees                         | 1,044                    |
| Insurance                              | 3,025                    |
| Amortization of Bond Issuance Costs    | 14,544                   |
| Legal and Accounting                   | <u>3,920</u>             |
| Total Operating Expenditures           | <u>86,612</u>            |
| <b>CHANGE (DECREASE) IN NET ASSETS</b> | <b>(4,797)</b>           |
| <b>NET ASSETS, Beginning of Year</b>   | <b><u>116,433</u></b>    |
| <b>NET ASSETS, End of Year</b>         | <b><u>\$ 111,636</u></b> |

The accompanying notes are an integral part of this financial statement.



**ISERA HOME MORTGAGE AUTHORITY  
 PROPRIETARY FUND-ENTERPRISE FUND  
 STATEMENT OF CASH FLOWS  
 For the Year Ended March 31, 2004**

|   |                          |
|---|--------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>  |                          |
| Interest earnings   | \$ 5,973                 |
| Mortgage Loan payments from customers including interest  | 384,007                  |
| Cash interest payments  | (97,235)                 |
| Other Cash payments for services  | <u>(14,835)</u>          |
| Net Cash Provided By Operating Activities:  | <u>307,938</u>           |
| <b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>   |                          |
| Bonds paid and redeemed   | <u>(355,000)</u>         |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                          |
| Purchase of Investments   | (329,135)                |
| Proceeds from sale of investments   | <u>408,921</u>           |
| Net Cash Provided By (Used In) Investing Activities   | <u>79,786</u>            |
| Net Increase in cash and cash equivalents   | 28,298                   |
| CASH AT BEGINNING OF YEAR   | <u>10,240</u>            |
| CASH AT THE END OF YEAR   | <u>\$ 40,538</u>         |
| <b>RECONCILIATION OF OPERATING INCOME (LOSS) TO<br/>   NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b> |                          |
| Change in net assets (loss)   | \$ (8,128)               |
| Adjustments to reconcile operating income (loss) to net cash  |                          |
| Amortization of Bond Issuance Costs   | 14,544                   |
| Amortization of Premium on Bonds Payable  | (27,110)                 |
| Amortization of Deferred Amount on Refunding  | 17,239                   |
| Changes in assets and liabilities:  |                          |
| (Increase) decrease in receivables  | 316,645                  |
| (Increase) decrease in accrued interest receivable  | 2,478                    |
| (Increase) decrease in prepaid expenses   | 245                      |
| Increase (decrease) in accrued expenses   | <u>(8,977)</u>           |
| <b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>  | <b><u>\$ 307,938</u></b> |

The accompanying notes are an integral part of this financial statement.

IBERIA HOME MORTGAGE AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
March 31, 2004

NOTE 1: GENERAL INFORMATION

The IBERIA HOME MORTGAGE AUTHORITY is a Louisiana Public Trust created pursuant to Chapter 2-A of Title 9 of the Louisiana Revised Statutes of 1950, as amended, and a Trust Indenture dated January 10, 1979 with the City of New Iberia, Iberia Parish, Louisiana as beneficiary. The Authority was formed for the purpose of issuing bonds to provide funds to acquire mortgage notes secured by first mortgage liens on certain residential properties located in Iberia Parish, Louisiana. The authority is governed and administered by a Board of Trustees consisting of ten Trustees, which ten-member Board shall be composed of the Mayor and Board of Trustees of the City, the Mayor of the City of Jeanerette, State of Louisiana, and the President of the Police Jury of the Parish. The financial statements of Iberia Home Mortgage Authority have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Authority's accounting and procedures also follow the guidelines set forth in the Louisiana Municipal Audit and Accounting Guide and the industry audit guide, Guide of State and Local Governments published by the American Institute of Certified Public Accountants. The more significant of the Authority's accounting policies are described below.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity-In evaluating how to define the governmental unit, for financial reporting purposes, consideration has been given to the following criteria as set forth by GASB Statement No. 14:

- a. Financial interdependence
- b. Selection of governing authority
- c. Accountability for fiscal matters

Based on the above criteria, the Authority is considered to be a component unit, and an integral part of the City of New Iberia, Louisiana (the reporting entity). These financial statements include only the operations of the Authority.

Basis of Presentation

Proprietary Fund Financial Statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major proprietary fund and non-major funds aggregated.

IBERIA HOME MORTGAGE AUTHORITY  
NOTES TO FINANCIAL STATEMENTS, CONTINUED  
March 31, 2004

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES, Continued

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets presents increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund.

Budgetary Practices-Because no financial activity was planned for the years the Authority did not adopt a budget for the year ended March 31, 2004. Therefore these financial statements do not contain a comparison of actual to budgeted activity.

Investments-Investments are stated at cost, plus discount adjustments. Because these securities are purchased for investment purposes, and the quoted market values fluctuate during the investment period, gains and losses are recognized (based on the specific identification method) either upon realization, or when securities' values are deemed to have been permanently impaired.

Intangible Assets-The costs of issuing the bonds and the deferred amount on refunding are being amortized over the life of the bonds using the allocated cost method. The premium received from the refunding bonds is being amortized over the life of the bonds using the effective interest method.

IBERIA HOME MORTGAGE AUTHORITY  
 NOTES TO FINANCIAL STATEMENTS, CONTINUED  
 March 31, 2004

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES, Continued

*Use of Estimates*—Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. The use of estimates and assumptions is a normal practice followed by all entities preparing financial statements in accordance with generally accepted accounting principles.

NOTE 3: CASH AND INVESTMENTS

Cash and investments at March 31, 2004 consist of the following:

|                              | <u>Cash</u>      | <u>Investments<br/>at Cost</u> | <u>Total</u>     |
|------------------------------|------------------|--------------------------------|------------------|
| Trustee's Accounts:          |                  |                                |                  |
| Debit Reserve Account        | \$ -             | \$ 49,250                      | \$ 49,250        |
| Principal Prepayment Account | -                | 2,060                          | 2,060            |
| Bond Account                 | 48,544           | 38,020                         | 86,564           |
| Expense Account              | -                | 5,912                          | 5,912            |
| Total                        | <u>\$ 48,544</u> | <u>\$ 95,242</u>               | <u>\$143,786</u> |

The indenture restricts the funds in the various accounts to be used for certain, specific purposes. In addition, minimum balances in cash and investments amounting to \$83,011 and \$183,341 were required at March 31, 2004 by the indenture.

The investments consist of:

|  | <u>Face Amount (Maturity Value)</u> |
|--|-------------------------------------|
| Guaranteed Investment Certificates at<br>4% to 5.05% interest with final<br>maturity in 2010 | <u>\$ 93,442</u>                    |

IBERIA HOME MORTGAGE AUTHORITY  
NOTES TO FINANCIAL STATEMENTS, CONTINUED  
March 31, 2004

NOTE 3: CASH AND INVESTMENTS, Continued

Market value of the above securities at March 31, 2004 approximated cost.

The above cash and securities are pledged as security for the Authority's bonds payable.

The Authority's cash as of March 31, 2004 is fully insured and collateralized by securities held by the Authority.

For the purpose of the Statement of Net Assets, and Statement of Cash Flows, cash includes all demand, savings accounts, and certificates of deposits of the Authority with an original maturity of 90 days or less.

NOTE 4: MORTGAGE LOANS RECEIVABLE

Mortgage loans receivable consist of 8-14% real estate notes secured by first liens on residential properties located in Iberia Parish, Louisiana. These loans were originated by participating mortgage lending institutions in accordance with the then current standards established by FHMA and FHMC guides. The participants are now servicing these loans which mature by the year 2011. All loans are considered to be collectible at March 31, 2004. These mortgage loans receivable are pledged as security for the Authority's bonds payable.

NOTE 5: BOND ISSUANCE COSTS

Bond issuance costs consist of the following:

|                                      |                  |
|--------------------------------------|------------------|
| Underwriters' Fees                   | \$ 194,825       |
| Other (Printing, legal, rating fees) | <u>117,144</u>   |
| Total                                | 312,000          |
| Accumulated Amortization             | <u>(285,825)</u> |
| Unamortized Bond Issuance Costs      | \$ <u>27,243</u> |

NOTE 6: BONDS PAYABLE

On July 7, 1993, the Authority issued \$7,620,000 in Iberia Home Mortgage Authority Single Family Mortgage Revenue Bonds dated July 1, 1993, with interest ranging from 3.75% to 7.38% to refund \$6,685,000 of the outstanding 1979 Series Bonds. The proceeds of \$7,600,000 including a premium of \$25,000 (after payment of \$312,000 in underwriting fees, insurance and other issuance costs) plus proceeds from sale of investments were used to retire the 1979 Series Bonds.

**BERIA HOME MORTGAGE AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS, CONTINUED**  
March 31, 2004

**NOTE 6: BONDS PAYABLE, Continued**

The refunding resulted in a difference of \$399,901 between the reacquisition price and the net carrying amount of the old debt (deferred amount on refunding). This difference, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to operations through the year 2010 using the allocated cost method.

The Authority completed the refunding to reduce its total debt service payments over the next 17 years by \$2.9 million.

The bonds are secured by an assignment and pledge of and security interest in all mortgage loans acquired with bond proceeds and the income therefrom, all monies and investments held under the indenture, and all of the Authority's rights and interest.

Scheduled bond maturities through 2009 are as follows:

|      |           |
|------|-----------|
| 2006 | \$ 75,000 |
| 2006 | \$ 90,000 |
| 2007 | \$ 90,000 |
| 2008 | \$ 95,000 |
| 2009 | \$100,000 |

The Authority's trust instrument contains certain provisions requiring that should excess funds be accumulated by the Authority, they be used to redeem a mandatory early retirement of the Authority's bonds payable. This situation existed in 2004 and in addition to the scheduled maturities, \$260,000 was retired.

**NOTE 7: ACCRUED EXPENDITURES**

Accrued expenditures consist of the following:

|                            |                        |
|----------------------------|------------------------|
| Accrued interest           | \$ 12,291              |
| Other accrued expenditures | <u>3,798</u>           |
| <b>Totals</b>              | <b><u>\$16,089</u></b> |

**NOTE 8: COMPENSATION OF BOARD MEMBERS**

During the year ended March 31, 2004, no per diem were paid to the trustees of the Authority.

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

**TRUSTEES  
BERIA HOME MORTGAGE AUTHORITY  
New Iberia, Louisiana**

I have audited the financial statements of the **BERIA HOME MORTGAGE AUTHORITY** as of and for the year ended March 31, 2004, and have issued my report thereon dated September 28, 2004.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In planning and performing my audit of the financial statements of **BERIA HOME MORTGAGE AUTHORITY** for the year ended March 31, 2004, I considered its internal control structure 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 structure.

The trustees of **BERIA HOME MORTGAGE AUTHORITY** are responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objective of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

TRUSTEES  
IBERIA HOME MORTGAGE AUTHORITY  
Page 2

For the purpose of this report, I have classified the significant internal control structure policies and procedures in the following categories:

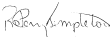
Treasury and Investing  
Cash Receipts  
Cash Disbursements

For all of the internal control structure categories listed above, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk.

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities 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 structure and its operations that I consider to be material weaknesses as defined above.

This report is intended for the information of the audit committee, management, and others within the organization and the Louisiana Legislature Auditor's office. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

New Iberia, Louisiana  
September 20, 2004





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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH  
LAWS AND REGULATIONS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

**TRUSTEES**

**IBERIA HOME MORTGAGE AUTHORITY**

New Iberia, Louisiana

I have audited the financial statements of the **IBERIA HOME MORTGAGE AUTHORITY**, as of and for the year ended March 31, 2004, and have issued my report thereon dated September 20, 2004.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, and contracts applicable to the **IBERIA HOME MORTGAGE AUTHORITY** is the responsibility of management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, I performed tests of the Authority's compliance with certain provisions of laws, regulations, and contracts. However, my objective was not to provide an opinion on overall compliance with such provisions.

The results of our tests indicate that, with respect to the items tested, the Authority, complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Authority had not complied, in all material respects, with those provisions.

This report is intended for the information of the audit committee, management, and the Louisiana Legislative Auditor's office. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

New Iberia, Louisiana

September 20, 2004



**IBERIA HOME MORTGAGE AUTHORITY**  
**SUMMARY OF CORRECTIVE ACTION TAKEN ON PRIOR YEAR FINDINGS**  
**FOR THE YEAR ENDED MARCH 31, 2004**

**Section I. Internal Control and Compliance Material to the Financial Statements**

No Prior Year Findings.

**Section II. Internal Control and Compliance Material to Federal Awards**

No Prior Year Findings.

**Section III. Management Letter**

No Prior Year Findings.

**IBERIA HOME MORTGAGE AUTHORITY  
SUMMARY OF CURRENT YEAR FINDINGS  
FOR THE YEAR ENDED MARCH 31, 2004**

**Section I. Internal Control and Compliance Material to the Financial Statements**

**No Current Year Findings.**

**Section II. Internal Control and Compliance Material to Federal Awards**

**No Current Year Findings.**

**Section III. Management Letter**

**No Current Year Findings.**