

**Housing Authority of the City of Lafayette
Lafayette, Louisiana**

**Financial Report
Year Ended September 30, 2022**

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Basic Financial Statements
As of and for the Year Ended September 30, 2022
With Supplemental Information Schedules

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THIBODEAUX ACCOUNTING COMPANY

A LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

P. O. BOX 34 • 801 THE BOULEVARD, SUITE B • RAYNE, LOUISIANA 70578 • (337) 334-7251 FAX (337) 334-7002

Independent Auditor's Report

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

Opinions

We have audited the accompanying financial statements of the business-type activities of the Housing Authority of the City of Lafayette (the Authority) as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and discretely presented component units of the Housing Authority of the City of Lafayette as of September 30, 2022, and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United State of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit or the Financial Statements section of our report. We are required to be independent of the Housing Authority of the City of Lafayette, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparations and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Government Audit Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events considered in the aggregate that raise substantial doubt about the Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5-9 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the Authority's basic financial statements. The accompanying Financial Data Schedule, required by HUD, and supplementary schedules and statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. Additionally, the accompanying Schedule of Compensation, Benefits and Other Payments to the Executive Director is presented for the Office of the Louisiana Legislative Auditor's information and is not a required part of the basic financial statements. Such information is the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Financial Data Schedule, Schedule of Compensation, Benefits and Other Payments to the Executive Director, and Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2023, on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.

Thibodeaux Accounting Company
A Limited Liability Company

December 28, 2023

Required Supplemental Information

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Management's Discussion and Analysis (MD&A)
For the Years Ended September 30, 2022

As management of the Housing Authority, we offer readers of the Housing Authority's financial statements this narrative overview and analysis of the financial activities of the Housing Authority for the fiscal year ended September 30, 2022. Certain comparative information between the current year and prior year is required to be presented in the MD&A. Unless stated otherwise, information presented in the MD&A is in thousands.

Financial Highlights

- The assets of the Housing Authority exceeded its liabilities at the close of the most recent fiscal year by \$10,454,484 (*net position*). Of this amount, \$2,499,915 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of the close of the 2022 fiscal year, the Housing Authority's enterprise funds reported combined ending net position \$10,454,484, an increase of \$505,189. Approximately 24% of this total amount is *available for spending* at the Housing Authority's discretion (*unrestricted net position*).
- The discretely presented component units consist of the St. Antoine Gardens, L.P. and Villa Gardens, L.P. in which the fiscal year ended December 31, 2021 was reported. The total operating revenues for the fiscal year ended December 31, 2021 were \$676,387 and the total operating expenditures were \$897,109. The total nonoperating expenses were \$241,793. The change in net positions decreased \$462,515. A copy of the St. Antoine, L.P.'s and Villa Gardens, L.P.'s audit reports may be obtained from the Housing Authority.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Housing Authority's basic financial statements. The Housing Authority's basic financial statements comprise two components: (1) fund financial statements, and (2) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. The Housing Authority is a special-purpose government engaged only in business-type activities. Accordingly, only fund financial statements are presented as the basic financial statements.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Housing Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the Housing Authority are reported as propriety fund types.

Using this Annual Report

The Housing Authority's annual report consists of financial statements that show information about the Housing Authority's activities, which include the Public Housing program, Section 8 tenant based programs, Capital Fund program, and other enterprise activities.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Management's Discussion and Analysis (MD&A)
For the Years Ended September 30, 2022

Financial Section

Required Supplementary Information

Management's Discussion & Analysis (MD&A)

Basic Financial Statements

Fund Financial Statements

Notes to the Basic Financial Statements

Supplementary Information

Financial Data Schedule

Schedule of Compensation, Benefits and Other Payments to Agency Head

Single Audit Information

Other Information

A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts of this report.

Reporting the Housing Authority's funds

The Housing Authority's financial statements provide detailed information about the funds. Some funds are required to be established by the Department of Housing and Urban Development (HUD). However, the Housing Authority establishes other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using grants and other money. The Housing Authority's enterprise funds use the following accounting approach:

Proprietary funds – All of the Housing Authority's services are reported in enterprise funds. They are reported using the full accrual method of accounting in which all assets, liabilities and deferred inflows/outflows of resources associated with the operation of these funds are included in the Statement of Net Position. The focus of proprietary funds is on income measurement, which, together with the maintenance of equity, is an important financial indication.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Management's Discussion and Analysis (MD&A)
For the Years Ended September 30, 2022

Financial Analysis

The Housing Authority's net position was \$10,454,484 at September 30, 2022. Of this amount \$2,499,915 was unrestricted. Our analysis below focuses on the net position and the change in net position of the Housing Authority as a whole.

Table 1
Net Position
September 30,
(in thousands)

	<u>2022</u>	<u>2021</u>	<u>Variance</u>
Assets:			
Current assets	\$ 6,943	\$ 8,441	\$ (1,498)
Restricted current assets	130	105	25
Capital assets, net	6,340	5,234	1,106
Non current assets	692	691	1
Total Assets	<u>14,105</u>	<u>14,471</u>	<u>(366)</u>
Liabilities:			
Current liabilities	3,447	4,230	(783)
Current liabilities, payable from current restricted assets	130	105	25
Long-term liabilities	74	122	(48)
Total Liabilities	<u>3,651</u>	<u>4,457</u>	<u>(806)</u>
Net Position:			
Net investment in capital assets	6,340	5,234	1,106
Restricted for HAP	785	784	1
Restricted	830	510	320
Unrestricted	2,499	2,172	327
Total Net Position	<u>\$ 10,454</u>	<u>\$ 10,014</u>	<u>\$ 440</u>

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Management's Discussion and Analysis (MD&A)
For the Years Ended September 30, 2022

Table 2
Changes in Net Position
For the Years Ended September 30,
(in thousands)

	2022	2021	Variance
Revenues/capital contributions:			
Operating Revenues			
Dwelling rental	\$ 860	\$ 991	\$ (131)
Other	635	681	(46)
Federal grants	13,930	15,211	(1,281)
Nonoperating revenues			
Interest earnings	9	3	6
Miscellaneous	165	1,185	(1,020)
Gain on sale of capital assets	-	-	-
Capital contributions	-	-	-
Total revenues/capital contributions	<u>15,599</u>	<u>18,071</u>	<u>(2,472)</u>
Expenses:			
Operating expenses			
Administration	2,050	1,895	155
Tenant services	22	22	-
Utilities	419	396	23
Maintenance	1,400	1,221	179
Protective services	10	7	3
General expenses	765	822	(57)
Housing assistance payments	11,428	11,369	59
Depreciation	433	466	(33)
Total operating expenses	<u>16,527</u>	<u>16,198</u>	<u>329</u>
Non operating expense:			
Interest expense	-	-	-
Total expense	<u>16,527</u>	<u>16,198</u>	<u>329</u>
Capital Contribution	1,486	751	735
Special item	(53)	(1,372)	1,319
Increase (decrease) in net position	<u>\$ 505</u>	<u>\$ 1,252</u>	<u>\$ (4,120)</u>

Total revenues decreased by \$2,472 (thousand):

- Dwelling rental decreased \$131 thousand.
- Other revenue decreased \$46 thousand.
- Federal Grants decreased \$1,281 thousand due to additional CARES funding in 2021 that the Housing Authority received from HUD in response to COVID-19 pandemic. Additionally, the PSB had a full year of Mainstream 5 voucher program and was awarded additional Mainstream vouchers and awarded new Emergency Housing Vouchers in 2021.
- Miscellaneous non-operating revenue decreased \$1,021 thousand due to an increase in insurance proceeds received in 2021.

Total expenses increased \$329 (thousand):

- Administration increased \$155 thousand due to across the board 3% COLA as well as increased the employer's contribution rate for retirement from 3% to 7%.
- Maintenance expenses increased \$179 thousand due to the Housing Authority having repairs due to damage that occurred and was reimbursed with insurance proceeds.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Management's Discussion and Analysis (MD&A)
For the Years Ended September 30, 2022

- General expenses decreased \$57 thousand due to a combination of increase in insurance premiums and compensated absences earned which occurred in 2021.
- Depreciation decreased \$33 thousand due to the removal of AMP 10 development that was converted to RAD and is no longer on the Housing Authority's books.

Capital Asset and Debt Administration

Capital Assets

At September 30, 2022, the Housing Authority had \$6,340 (thousand) invested in a broad range of capital assets, including, land, buildings, and furniture and equipment. This amount represents a net increase (including additions, deductions and depreciation) of \$1,107 (thousand) or 21% between 2022 and 2021. See Note 3 to the financial statements for more detail on capital assets.

	2022	2021
Land	\$ 964	\$ 964
Site improvements and buildings	4,794	3,213
Furniture and equipment	227	142
Construction in Progress	355	914
Totals	<u>\$ 6,340</u>	<u>\$ 5,233</u>

Debt

Our long-term debt includes accrued annual and sick leave (compensated absences payable) as of September 30, 2022 in the amount of \$74 (thousand). We present more detail about our long-term liabilities in the Note 4 to the financial statements.

Economic Factors

The Housing Authority is primarily dependent upon HUD for the funding of operations; therefore, the Housing Authority is affected more by the Federal budget than by local economic conditions.

Contacting the Housing Authority's Financial Management

Our financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the Housing Authority's finances and to show the Housing Authority's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Ms. Lydia Bergeron, Executive Director, at the Housing Authority of the City of Lafayette, 115 Kattie Drive, Lafayette, Louisiana 70501, telephone number (337) 233-1327.

Basic Financial Statements

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

ENTERPRISE FUNDS
STATEMENT OF NET POSITION
For the Year Ended September 30, 2022

Statement A

2022

ASSETS	<u>TOTAL PRIMARY GOVERNMENT</u>	<u>DISCRETE COMPONENT UNITS</u>
Current Assets		
Cash and interest bearing deposits	\$ 5,336,637	\$ 49,529
Accounts receivable other government	30,296	-
Accounts receivable HUD	50,475	-
Accounts receivable tenants, net	6,742	-
Due from component units, net	-	-
Accounts receivable, miscellaneous, net	1,010,740	23,310
Prepaid items and other assets	338,075	32,506
Inventory	169,489	-
Restricted deposits	130,739	525,280
Total Current Assets	<u>\$ 7,073,193</u>	<u>\$ 630,625</u>
Noncurrent Assets		
Other assets	<u>-</u>	<u>50,740</u>
Capital Assets:		
Land and construction in progress	\$ 1,319,200	\$ 513,824
Buildings, improvements, equipment and infrastructure (net of accumulated depreciation)	5,020,869	8,297,531
Notes receivable from component unit	435,924	-
Due from component units	191,844	-
Unearned developer fee receivable from component unit	64,750	-
Total Noncurrent Assets	<u>\$ 7,032,587</u>	<u>\$ 8,862,095</u>
 TOTAL ASSETS	 <u>\$ 14,105,780</u>	 <u>\$ 9,492,720</u>

(continued)

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA
ENTERPRISE FUNDS
STATEMENT OF NET POSITION
For the Year Ended September 30, 2022

Statement A

	2022	
	<u>TOTAL PRIMARY GOVERNMENT</u>	<u>DISCRETE COMPONENT UNITS</u>
LIABILITIES		
Current Liabilities:		
Accounts payable	\$ 112,650	\$ 99,072
Payable to other governments	60,325	-
Unearned revenue	26,239	17,205
Accrued wages payable	58,605	-
Interest payable	-	11,896
HUD liability	139,378	-
Current portion of compensated absences	102,286	-
Other liability	2,992,791	-
Current portion of long-term debt	-	46,132
Deposits due others	85,249	54,005
Total Current Liabilities	<u>\$ 3,577,523</u>	<u>\$ 228,310</u>
Noncurrent Liabilities:		
Compensated absences payable	73,773	-
Note payable to primary government	-	1,269,452
Interest payable to primary government	-	623,303
Interest payable to developer	-	40,669
Fee payable	-	215,200
Due to primary government	-	550,458
Unearned developer fee payable to primary government	-	97,456
Long-term debt	-	2,259,253
Total Noncurrent Liabilities	<u>73,773</u>	<u>5,055,791</u>
TOTAL LIABILITIES	<u>3,651,296</u>	<u>5,284,101</u>
NET POSITION:		
Net investment in capital assets	\$ 6,340,069	\$ 5,274,462
Restricted for HAP	784,505	-
Restricted	829,995	-
Unrestricted	2,499,915	(1,065,843)
TOTAL NET POSITION	<u>\$ 10,454,484</u>	<u>\$ 4,208,619</u>
		(concluded)

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA
ENTERPRISE FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the Year Ended September 30, 2022

Statement B

	2022	
	<u>TOTAL PRIMARY GOVERNMENT</u>	<u>DISCRETE COMPONENT UNITS</u>
Operating Revenues:		
Dwelling rental	\$ 860,657	\$ 672,031
Other operating	635,728	4,356
Federal grants	13,930,590	-
Total operating revenues	<u>\$ 15,426,975</u>	<u>\$ 676,387</u>
Operating Expenses:		
Administration	2,050,031	94,079
Tenant services	22,298	-
Utilities	418,602	13,118
Maintenance	1,400,326	233,031
Protective services	10,768	-
General expenses	765,089	185,060
Housing assistance payments	11,428,467	-
Depreciation and amortization	<u>433,414</u>	<u>371,821</u>
Total operating expenses	<u>16,528,995</u>	<u>897,109</u>
Operating income (loss)	<u>(1,102,020)</u>	<u>(220,722)</u>
Nonoperating revenues (expenses)		
Interest earnings	\$ 9,982	\$ 450
Insurance proceeds	165,129	109,640
Miscellaneous revenues	-	-
Other fees	-	(34,915)
Gain (loss) on sale of capital assets	-	-
Interest expense	<u>-</u>	<u>(207,328)</u>
Total nonoperating revenues (expenses)	<u>\$ 175,111</u>	<u>\$ (132,153)</u>
Net income (loss) before contributions and special items	\$ (926,909)	\$ (352,875)
Special item (See Note 12)	(53,900)	-
Capital contributions	<u>1,485,998</u>	<u>-</u>
Change in net position	<u>505,189</u>	<u>(352,875)</u>
Prior Period Adjustment	(64,750)	
Net Position, beginning of year	<u>10,014,045</u>	<u>4,561,494</u>
Net Position, end of year	<u><u>10,454,484</u></u>	<u><u>4,208,619</u></u>

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA
ENTERPRISE FUNDS
STATEMENT OF CASH FLOWS
For the Year Ended September 30, 2022

Statement C

2022

	<u>TOTAL PRIMARY GOVERNMENT</u>	<u>DISCRETE COMPONENT UNITS</u>
Cash flows from operating activities:		
Rental receipts	\$ 634,600	\$ 680,440
Other receipts	606,384	4,356
Federal grants	13,696,942	-
Payments to vendors	(2,228,461)	(325,710)
Payments to employees	(1,042,442)	(100,747)
Payments to private landlords	(11,428,467)	-
Other payments	<u>165,129</u>	<u>109,640</u>
Net cash provided (used by)		
operating activities	<u>\$ 403,685</u>	<u>\$ 367,979</u>
Cash flows from noncapital financing activities:		
Miscellaneous revenues		-
Special items	<u>-</u>	<u>-</u>
Net cash provided (used by)		
noncapital financing activities	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities:		
Proceeds from sale of capital assets	\$ -	\$ -
Purchase of Capital Assets	(1,516,330)	(335,094)
Capital Contributions	-	-
Principal paid on capital debt	(10,317)	(42,898)
Interest paid on capital debt	<u>-</u>	<u>(207,328)</u>
Net cash provided (used by) capital and related financing activities	<u>\$ (1,526,647)</u>	<u>\$ (585,320)</u>
Cash flows from investing activities:		
Interest and dividends	<u>\$ 9,982</u>	<u>\$ 450</u>
Net cash provided (used) by investing activities	<u>\$ 9,982</u>	<u>\$ 450</u>
Net increase (decrease) in cash and cash equivalents	<u>(1,112,980)</u>	<u>(216,891)</u>
Cash, beginning of year	<u>6,580,356</u>	<u>791,700</u>
Cash, end of year	<u><u>5,467,376</u></u>	<u><u>574,809</u></u>

(continued)

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

ENTERPRISE FUNDS
STATEMENT OF CASH FLOWS
For the Year Ended September 30, 2022

Statement C

	2022	
	<u>TOTAL PRIMARY GOVERNMENT</u>	<u>DISCRETE COMPONENT UNITS</u>
Cash and cash equivalents	\$ 5,336,637	\$ 49,529
Restricted deposits	130,739	525,280
Total cash and cash equivalents	<u>\$ 5,467,376</u>	<u>\$ 574,809</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	(1,102,020)	(220,722)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation and amortization expense	433,414	371,821
Change in assets and liabilities:		
Receivables, net	226,057	8,245
Inventories	(54,608)	
Prepaid items	(75,338)	(4,851)
Other assets	(106,341)	
Other Receivables	262,992	
Accounts payable	806,164	(39,000)
Unearned revenue	(8,287)	
Other Payables	35,384	252,486
Deposits due others	24,212	
Compensated absences	<u>(37,944)</u>	<u>-</u>
Net cash provided (used) by operating activities	<u>403,685</u>	<u>367,979</u>
Supplemental Disclosure of Cash Flow Information:		
Cash paid during the year for:		
Interest	<u>-</u>	<u>207,328</u>

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

COMBINING STATEMENT OF NET POSITION FOR DISCRETE COMPONENT UNITS
September 30, 2022

Statement D

	Discrete Component Units		
	St. Antoine Gardens, L.P.	Villa Gardens L.P.	Total Discrete Component Units
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 23,497	\$ 26,032	\$ 49,529
Accounts receivable, net	14,019	9,291	23,310
Prepaid expenses and other assets	15,871	16,635	32,506
Restricted deposits	167,890	357,390	525,280
Total Current Assets	<u>\$ 221,277</u>	<u>\$ 409,348</u>	<u>\$ 630,625</u>
Noncurrent Assets			
Other assets	49,840	900	50,740
Capital Assets:			
Land	\$ 98,500	\$ 415,324	\$ 513,824
Buildings, improvements, equipment (net of accumulated depreciation)	3,236,497	5,061,034	8,297,531
Total Noncurrent Assets	<u>\$ 3,384,837</u>	<u>\$ 5,477,258</u>	<u>\$ 8,862,095</u>
TOTAL ASSETS	<u>\$ 3,606,114</u>	<u>\$ 5,886,606</u>	<u>\$ 9,492,720</u>
LIABILITIES			
Current Liabilities			
Accounts payable	\$ 43,762	\$ 55,310	\$ 99,072
Unearned revenue	4,542	12,663	17,205
Interest payable	3,195	8,701	11,896
Current portion of long-term debt	15,262	30,870	46,132
Deposits due others	20,045	33,960	54,005
Total Current Liabilities	<u>86,806</u>	<u>141,504</u>	<u>228,310</u>
Noncurrent Liabilities			
Note payable to primary government	\$ 435,924	\$ 833,528	\$ 1,269,452
Interest payable to primary government	305,132	318,171	623,303
Interest payable to developer	40,669	-	40,669
Fee payable	125,150	90,050	215,200
Due to primary government	550,458	-	550,458
Unearned developer fee payable to primary government	97,456	-	97,456
Long-term debt	489,861	1,769,392	2,259,253
Total Noncurrent Liabilities	<u>\$ 2,044,650</u>	<u>\$ 3,011,141</u>	<u>\$ 5,055,791</u>
TOTAL LIABILITIES	<u>\$ 2,131,456</u>	<u>\$ 3,152,645</u>	<u>\$ 5,284,101</u>
NET POSITION			
Net investment in capital assets	\$ 2,440,595	\$ 2,833,867	\$ 5,274,462
Unrestricted	(965,937)	(99,906)	(1,065,843)
TOTAL NET POSITION	<u><u>\$ 1,474,658</u></u>	<u><u>\$ 2,733,961</u></u>	<u><u>\$ 4,208,619</u></u>

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE DISCRETE COMPONENT UNITS
September 30, 2022

Statement E

	Discrete Component Units		
	St. Antoine Gardens, L.P.	Villa Gardens L.P.	Total Discrete Component Units
Operating revenues			
Dwelling rental	\$ 247,048	\$ 424,983	\$ 672,031
Other operating	4,356	-	4,356
Total operating revenues	<u>\$ 251,404</u>	<u>\$ 424,983</u>	<u>\$ 676,387</u>
Operating expenses			
Administration	\$ 27,949	\$ 66,130	\$ 94,079
Utilities	6,008	7,110	13,118
Maintenance	85,548	147,483	233,031
General expenses	66,812	118,248	185,060
Depreciation and amortization	130,106	241,715	371,821
Total operating expenses	<u>316,423</u>	<u>580,686</u>	<u>897,109</u>
Operating income (loss)	<u>(65,019)</u>	<u>(155,703)</u>	<u>(220,722)</u>
Nonoperating revenues (expenses):			
Interest earnings	\$ 42	\$ 408	\$ 450
Casualty gain	\$ 70,096	\$ 39,544	109,640
Other fees	(14,326)	(20,589)	(34,915)
Interest expense	(70,064)	(137,264)	(207,328)
Total nonoperating revenues (expenses)	<u>(14,252)</u>	<u>(117,901)</u>	<u>(132,153)</u>
Income (loss) before other revenues, expenses, gains and losses	<u>(79,271)</u>	<u>(273,604)</u>	<u>(352,875)</u>
Capital Contributions	-	-	-
Increase (decrease) in net position	(79,271)	(273,604)	(352,875)
Net position, beginning of year	<u>\$ 1,553,929</u>	<u>\$ 3,007,565</u>	<u>\$ 4,561,494</u>
Net position, end of year	<u><u>1,474,658</u></u>	<u><u>2,733,961</u></u>	<u><u>4,208,619</u></u>

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

COMBINING STATEMENT OF CASH FLOWS
FOR THE DISCRETE COMPONENT UNITS
For the Year Ended September 30, 2022

Statement F

	Discrete Component Units		
	St. Antoine Gardens, L.P.	Villa Gardens L.P.	Total Discrete Component Units
Cash flows from operating activities:			
Rental receipts	\$ 248,089	\$ 432,351	\$ 680,440
Other receipts	4,356	-	4,356
Payments to vendors	(204,515)	(121,195)	(325,710)
Payments to employees	(15,330)	(85,417)	(100,747)
Other payments	70,096	39,544	109,640
Net cash provided (used by)			
operating activities	\$ 102,696	\$ 265,283	\$ 367,979
Cash flows from capital and related financing activities:			
Principal paid on capital debt	\$ (14,206)	\$ (28,692)	(42,898)
Interest paid on capital debt	(70,064)	(137,264)	(207,328)
Purchase of Capital Assets	(231,958)	(103,136)	(335,094)
Net cash provided (used by) capital and related financing activities	\$ (316,228)	\$ (269,092)	\$ (585,320)
Cash flows from investing activities:			
Interest and dividends	\$ 42	\$ 408	\$ 450
Net cash provided (used) by investing activities	\$ 42	\$ 408	\$ 450
Net increase (decrease) in cash and cash equivalents	(213,490)	(3,401)	(216,891)
Cash, beginning of year	404,877	386,823	791,700
Cash, end of year	191,387	383,422	574,809

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

COMBINING STATEMENT OF CASH FLOWS
FOR THE DISCRETE COMPONENT UNITS
For the Year Ended September 30, 2022

Statement F

	Discrete Component Units		
	St. Antoine Gardens, L.P.	Villa Gardens L.P.	Total Discrete Component Units
Cash and cash equivalents	\$ 23,497	\$ 26,032	\$ 49,529
Restricted deposits	167,890	357,390	525,280
Total cash and cash equivalents	<u>\$ 191,387</u>	<u>\$ 383,422</u>	<u>\$ 574,809</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	(65,019)	(155,703)	(220,722)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation and amortization expense	130,106	241,715	371,821
Change in assets and liabilities:			
Receivables, net	1,041	7,204	8,245
Prepaid items	(2,833)	(2,018)	(4,851)
Accounts payable	(51,656)	12,656	(39,000)
Fee payable	12,537	(738)	11,799
Unearned revenue	2,896	12,486	15,382
Other Payables	75,624	149,681	225,305
Net cash provided (used) by operating activities	<u>102,696</u>	<u>265,283</u>	<u>367,979</u>
Supplemental Disclosure of Cash Flow Information:			
Cash paid during the year for:			
Interest	<u>70,064</u>	<u>137,264</u>	<u>207,328</u>

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

Note 1. Summary of Significant Accounting Policies

The accompanying basic financial statements of the Authority have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Financial Reporting Entity

The Housing Authority of the City of Lafayette (the Authority) was chartered as a public corporation under the laws of the State of Louisiana for the purpose of providing safe and sanitary dwelling accommodations for the residents of the City of Lafayette, Louisiana. This formation was contingent upon the approval of the City.

The Authority is governed by a Board of Commissioners (Board), which is composed of five members appointed by the City and serve five-year staggered terms. The Board of the Authority exercises all powers granted to the Authority.

The Housing Authority administers the following units:

		<u>2022</u>
Low Rent	LA005	466
Section 8 Housing Choice Vouchers	LA005	1,984
Mainstream Vouchers	LA005	163
Emergency Housing Vouchers	LA005	37

GASB Statement No. 14, as amended by GASB Statement No. 39 and GASB Statement No. 61, establishes criteria for determining the governmental reporting entity. Under provisions of this statement, the Authority is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments. As used in the GASB Statements, fiscally independent means that the Authority may, without the approval or consent of another governmental entity, determine or modify its own budget, control collection and disbursements of funds, maintain responsibility for funding deficits and operating deficiencies, and issue bonded debt.

Governmental Accounting Standards Board (GASB) Codification Section 2100 establishes criteria for determining which, if any, component units should be considered part of the Housing Authority for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is fiscal accountability.

The GASB has set forth criteria to be considered in determining financial accountability, which includes:

1. Appointing a voting majority for an organization's governing body, and
 - a. The ability of the municipality to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the municipality.
2. Organizations for which the municipality does not appoint a voting majority but are fiscally dependent on the municipality.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

3. Organizations for which the reporting entity's financial statements would be misleading if data of the organization is not included because of the nature of the significance of the relationship.

Based on the previous criteria, the Authority has determined that the following component units should be considered as part of the Authority's reporting entity.

St. Antoine Gardens Limited Partnership (SAGLP) is a legally separate entity. The Managing General Partner of SAGLP is Lafayette Low Income Housing Management Corporation, Inc. (LLIHMC). The Board of Directors of LLIHMC consists entirely of the Board of Commissioners of the Authority, which provides the Authority with a voting majority of the governing body of SAGLP. In addition, there is the potential for SAGLP to impose financial burden on the Authority. Based on the above, SAGLP and LLIHMC are considered to be component units.

Villa Gardens Limited Partnership (VGLP) is a legally separate entity. The Managing General Partner of VGLP is the Authority. This provides the Authority with a voting majority of the governing body of VGLP. In addition, there is the potential for VGLP to impose a financial burden on the Housing Authority. Based on the above, VGLP is considered to be a component unit.

The governing body of the Authority is considered to have complete control over LLIHMC but not complete control over SAGLP and VGLP. As a result, LHA records LLIHMC in the LHA financial statements as a blended entity. LHA includes SAGLP and VGLP through discrete presentation. The financial position, changes in net position and cash flows of SAGLP and VGLP are presented as of and for the year ended December 31, 2021.

Separate financial statements of SAGLP and VGLP were issued for fiscal year ended December 31, 2021 and can be obtained from the Authority.

The Authority is a related organization of the City of Lafayette, Louisiana since the City appoints a voting majority of the Authority's governing board. The City is not financially accountable for the Authority as it cannot impose its will on the Authority and there is no potential for the Authority to provide financial benefit to, or impose financial burdens on, the City. Accordingly, the Authority is not a component unit of the financial reporting entity of the City.

B. Funds

The accounts of the Authority are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

All funds of the Authority are classified as proprietary. The general fund accounts for transactions of all of the authority's programs.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Authority's enterprise fund are HUD operating grants and subsidies, Section 8 Housing Assistance Subsidies, Section 8 Administrative Fees and tenant dwelling rents. Operating expenses include Section 8 Housing Assistance Payments, General and Administrative expenses, repairs and maintenance expenses, utilities and depreciation

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

and amortization on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The accompanying basic financial statements of the Authority have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The GASB is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement No. 34. Basic Financial Statements and Management's Discussion and Analysis- for State and Local Governments, which was unanimously approved in September 1999 by the GASB.

C. Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the account and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

Proprietary Funds- Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. With this measurement focus, all assets, all liabilities, and deferred inflows/outflows of resources associated with the operation of these funds are included on the statement of net position. Proprietary funds distinguish operating revenues and expenses from nonoperating items. The principal operating revenues of the Housing Authority are rental income, maintenance charges to the residents and federal operating grants. Operating expenses include the costs of providing these services. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Assets, Liabilities and Net Position

1. Deposits

The Authority's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. HUD regulations, state law and the Authority's investment policy allow the Authority to invest in collateralized certificates of deposit and securities backed by the federal government.

2. Inventory and Prepaid Items

All inventories are valued at cost on a first-in first-out (FIFO) basis. Inventories consist of expendable building materials and supplies held for consumption in the course of the Authority's operations.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

3. Restricted Assets

Cash equal to the amount of tenant security deposits and housing assistance payment reserves are reflected as restricted.

4. Capital Assets

Capital assets of the Authority are included in the statement of net position and are recorded at actual cost. The capitalization threshold is \$5,000. Depreciation of all exhaustible fixed assets is charged as an expense against operations.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

Property, plant, and equipment of the Authority is depreciated using the straight line method over the following estimated useful lives:

Buildings	40 years
Modernization and improvements	15 years
Furniture and equipment	3-7 years

5. Due from/to other governments or agencies

Amounts due from/to the Authority to/by other governments or agencies are generally for grants or programs under which the services have been provided by the Authority. The Authority also records an amount due to the various taxing districts within the region for payments in lieu of taxes.

6. Allowance for doubtful accounts

The authority provides an allowance for doubtful accounts, as needed, for accounts deemed not collectible. At September 30, 2022 and September 30, 2021, the management of the authority established an allowance for doubtful accounts of approximately \$3,051,214.

7. Compensated absences

It is in the Authority's policy to permit employees to accumulate earned but unused vacation pay benefits. In accordance with the provisions of GASB Statement No. 16, "*Accounting for Compensated Absences*," vacation pay is accrued when incurred and reported as a liability.

Depending on length of service, employees earn from 96 to 192 hours per year in annual leave. Employees may accumulate an unlimited number of annual leave hours. Depending on their length of service, employees receive payment for up to 300 annual leave hours upon termination or retirement at their then current rate of pay.

8. Restricted net position

Net positions are reported as restricted when constraints placed on net positions use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

Restricted resources are used first when an expense is incurred for purposes for which both restricted and unrestricted resources are available.

9. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the government-wide financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

10. Amortization

St. Antoine Gardens, L.P., a component unit of the Housing Authority amortizes its tax credit costs over the ten-year credit period using the straight-line method beginning in the first year in which tax credits are taken. For the year ended December 31, 2021, accumulated amortization totaled \$22,469.

Villa Gardens, L.O., a component unit of the Housing Authority amortizes its tax credit costs over the ten-year tax credit period using the straight-line method beginning in the first year in which tax credits are taken. For the year ended December 31, 2021, accumulated amortization totaled \$42,250.

Note 2. Deposits

Deposits are stated at cost, which approximates fair value. Under state law and/or federal regulation, these deposits, or the resulting bank balances, must be in Federal Securities, secured by federal deposit insurance or the pledge of federal securities. The fair value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

As of September 30, 2022, the Authority's carrying amount of deposits was \$5,467,376, which includes the following:

	September 30, 2022
Cash and cash equivalents- unrestricted	\$ 5,336,637
Cash and cash equivalents- restricted	130,739
Total	<u>\$ 5,467,376</u>

Interest Rate Risk- The Authority's policy does not address interest rate risk.

Credit Rate Risk- Since all of the Authority's deposits are federally insured and/or backed by federal securities, the Authority does not have credit rate risk.

Custodial Credit Risk- This is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority does not have a policy for custodial credit risk. At September 30, 2022, \$250,000 of the Authority's total deposits were covered by federal depository insurance, and do not have custodial credit risk. The remaining \$5,364,164 of deposits have custodial credit risk, but were collateralized with securities held by the pledging financial institution trust department or agent. The bank balances at September 30, 2022 totaled \$5,614,164.

The carrying amount of the deposits as of December 31, 2021 for St. Antoine Gardens, L.P., the Housing Authority's discretely presented component unit, was \$ 167,890. As of December 31, 2021, there were no uninsured deposits. The restricted deposits consisted of \$20,045 in tenant security deposits, \$21,263 in insurance escrow reserve, \$82,808 in replacement reserve, \$19,663 in special purpose reserves, and \$24,111 in operating reserves

The carrying amount of the deposits as of December 31, 2021 for Villa Gardens, L.P., the Housing Authority's discretely presented component unit, was \$357,390. As of December 31, 2021, there were uninsured deposits of \$93,138 ; note that the component units are not required to have all deposits insured by the federal government. The restricted deposits consisted of \$33,860 in tenant security deposits, \$40,887 in tax and insurance escrow, \$102,584 in replacement reserve, and \$179,959 in operating reserve.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

Note 3

Capital Assets

Capital asset activity for the year ended September 30, 2022 was as follows:

	10/1/2021	Additions	Reductions	Balance 09/30/2022
Capital assets not being depreciated:				
Land and Construction in Progress	\$ 1,922,535	\$ 435,093	\$ (1,038,428)	\$ 1,319,200
Other capital assets:				
Building and improvements	19,335,534	2,029,568	(77,072)	21,288,030
Furniture and equipment	481,802	167,169	-	648,971
Infrastructure	-	-	-	-
Total	<u>\$ 19,817,336</u>	<u>\$ 2,631,830</u>	<u>\$ (1,115,500)</u>	<u>\$ 21,937,001</u>
Less accumulated depreciation				
Building and improvements	\$ 16,123,760	\$ 393,561	\$ (23,172)	\$ 16,494,149
Furniture and equipment	382,130	39,853	-	421,983
Infrastructure	-	-	-	-
Total accumulated depreciation	<u>\$ 16,505,890</u>	<u>\$ 433,414</u>	<u>\$ (23,172)</u>	<u>\$ 16,916,132</u>
Capital assets, net	<u>\$ 3,311,446</u>	<u>\$ 2,198,416</u>	<u>\$ (1,092,328)</u>	<u>\$ 5,020,869</u>

Component Units

	1/1/2021	Additions	Reductions	Balance 12/31/2021
Capital assets not being depreciated:				
Land	\$ 513,824	\$ -	\$ -	\$ 513,824
Construction in Progress	41,800	-	(41,800)	-
Total	<u>\$ 555,624</u>	<u>\$ -</u>	<u>\$ (41,800)</u>	<u>\$ 513,824</u>
Other capital assets:				
Building and improvements	12,303,244	78,579	-	12,381,823
Furniture and equipment	633,993	-	-	633,993
Total	<u>\$ 12,937,237</u>	<u>\$ 78,579</u>	<u>\$ -</u>	<u>\$ 13,015,816</u>
Less accumulated depreciation				
Total accumulated depreciation	<u>4,462,056</u>	<u>256,229</u>	<u>-</u>	<u>4,718,285</u>
Capital assets, net	<u>\$ 9,030,805</u>	<u>\$ (177,650)</u>	<u>\$ (41,800)</u>	<u>\$ 8,811,355</u>

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

Note 4 Compensated Absences

At September 30, 2022, employees of the authority have accumulated and vested \$176,059 of employee leave benefits, which was computed in accordance with GASB Codification Section C60. The leave payable is recorded in the accompanying financial statements. \$73,773 is reported in long-term debt at September 30, 2022.

Note 5 Long Term Obligations

At September 30, 2022, employees of the Housing Authority have accumulated and vested \$176,059 of employee leave benefits, which was computed in accordance with Codification Section C60.

The following is a summary of the long-term obligation transactions and balances for the year ended September 30, 2022:

Primary Government

	<u>Compensated Absences</u>
Balance as of October 1, 2021	\$ 170,407
Additions	\$ 114,410
Deletions	\$ (108,758)
Balance September 30, 2022	<u>\$ 176,059</u>

Due in one year	\$ 102,285
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Component Units:

	<u>Long-Term Debt</u>	<u>Note Payable- Primary Government</u>
Balance as of January 1, 2021	\$ 2,413,298	\$ 1,269,452
Additions	\$ -	\$ -
Deletions	\$ (42,898)	\$ -
Note payable December 31, 2021	\$ 2,370,400	\$ 1,269,452
Less: Unamortized debt issuance costs	<u>\$ (65,015)</u>	<u>\$ -</u>
Total December 31, 2021	<u>\$ 2,305,385</u>	<u>\$ 1,269,452</u>
Due in one year	\$ 46,132	\$ -

On June 25, 2009, the SAGLP component unit entered into a loan agreement in the amount of \$640,000 with JP Morgan Chase Bank, NA. The loan is payable in monthly installments of principal and interest of \$4,340 until its maturity on July 1, 2027, at which time any remaining principal and interest shall be due and payable. The loan bears interest at a rate of 7.19% per annum and is collateralized primarily by the component unit's land and improvements, thereon. As of December 31, 2021, the loan balance was \$505,123.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

	2021
Note Payable	\$ 518,964
Less Unamortized Debt Issuance Costs	\$ (13,841)
Note Payable, net	<u>\$ 505,123</u>

SAGLP recorded a note payable which is due to LHA in the amount of \$435,924. This note is to be paid from available cash flow, if any, and therefore does not have an amortization schedule.

On March 7, 2012, VGLP entered into a permanent loan agreement to receive funds of \$1,600,000 from Capital One, NA. The loan bears interest at a rate of 7.34% annum and was payable in monthly installments of principal and interest of \$11,013 until its maturity on March 7, 2027, at which time any remaining principal and interest shall be due and payable. As of December 31, 2021, the amount owed on this loan was \$1,393,822.

	2021
Note Payable	\$ 1,393,822
Less Unamortized Debt Issuance Costs	\$ (51,174)
Note Payable, net	<u>\$ 1,342,648</u>

VGLP also entered into a permanent loan agreement with Lafayette Public Trust Financing Authority on July 16, 2010, which is collateralized by a mortgage on real property and a security agreement. The maximum amount that can be drawn on the loan is \$463,250. The loan bears no interest and is payable solely from 75% of net cash flow commencing on January 1, 2011 and matures on June 30, 2025. As of December 31, 2021, the amount owed on this loan was \$457,614. VGLP also entered into a loan with the primary government during the fiscal year ended December 31, 2011 in the amount of \$833,527. The loan bears interest at a fixed rate of 4.0% annum and is payable in annual installments solely from 75% of surplus cash flow, due on the first day of April commencing April 1, 2012 and matures on August 1, 2045. As of December 31, 2021, the amount owed on this loan was \$833,528 plus \$318,171 of accrued interest.

The component units' maturities of long-term debt for the next five years and thereafter are as follows:

	Amount
2022	\$ 46,132
2023	\$ 49,610
2024	\$ 53,350
2025	\$ 57,373
2026	\$ 61,698
Thereafter	<u>\$ 3,371,689</u>
	\$ 3,639,852

Note 6

Commitments and Contingencies

The agency executed two (2) MOU's that affect the FS's, as described below. The MOU's are considered contracts between and binding the parties. A result of the MOU's is LLIHC, SAG and VGHC indemnifying LHA.

A main effect of these MOU's is:

To agree to the amounts due to the general fund from the CU's and require they be recorded as AR/AP.

Require any CU funds available at this time be immediately paid to the general fund to reduce the AR.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

Require that future earnings from all Non Federal Funds be paid to the general fund to pay off the AR.

First MOU- In January 2013 an MOU was executed between the LHA and Lafayette Low Income Housing Corporation (LLIHC). Previously St. Antoine Gardens LP was merged into LLIHC at the direction of HUD. As a result of this MOU, LLIHC/SAG expensed \$259,000, which was credited to AR from SAG on the Section 8 books, leaving a balance of \$131,564 due to Section 8 for the issues covered by this MOU.

Second MOU- In February 2013, an MOU was executed between LHA and LLIHC and Villa Gardens Housing Corporation (VGHC). The purpose of this MOU is to formalize the agreement to repay questioned costs identified by an OIG report in 2011 in the amount of \$2,976,813. The parties agreed that Management Fees paid in the future will be credited to the account receivable described above. The parties agreed that any additional earnings by LLIHC from VGHC and/or SAG will be credited to the AR, considered by the parties to be a significant commitment. As a result of this MOU the PHA records \$2,897,807 as AP LHA and \$2,864,779 of this amount as uncollectible. LHA states that HUD required this recordation as part of the MOU negotiations with the idea being that HUD insists LHA continue recording the AR until paid in full from all available non Federal Funds.

Contingent guarantees:

The Housing Authority executed contingent guarantees relating to component units. These guarantees include all obligations of VGLP including partnership deficits. These guarantees include specific VGLP potential obligations that are not quantifiable such as operating deficits for all required compliance periods. LHA did not record any contingent liabilities relating to these contingent liabilities.

These guarantees also include all obligations of SAGLP including partnership deficits. These guarantees include specific SAGLP potential obligations that are not quantifiable such as operating deficits for all required compliance periods. LHA did not record contingent liabilities relating to these contingent liabilities.

Note 7

Retirement Plan

The Housing Authority provides pension benefit through Principle Life Insurance Company for all of its full-time employees through a defined contribution plan. All regular and full-time employees are eligible to participate in the plan on the first day of the month after completing one year of continuous and uninterrupted employment.

Under a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The employer is required to make contributions equal to 7% of each participant's basic compensation. The contribution rates are established by the Housing Authority Board. The employee may make monthly voluntary contributions of his or her basic compensation. Employee contributions totaled \$7835 as of September 30, 2022.

The Housing Authority's contribution for each employee and income allocated to the employee's account are fully vested after five years of continuous service. The Housing Authority's contributions and interest forfeited by employees who leave employment before five years of service are used to offset future contributions of the Housing Authority.

The Housing Authority's total payroll for the years ended September 30, 2022 was \$1,330,902. The Housing Authority's contributions were calculated using the base salary amount of \$1,330,902. The Housing Authority made the required contributions of \$93,163 for September 30, 2022.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

Note 8 Risk Management

The Authority is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters. The Authority's risk management program encompasses obtaining property and liability insurance.

The Authority transfers risk of loss by participating in a public entity risk pool and contracting with a commercial insurance carrier for all major categories of exposed risk.

This includes coverage of property, general liability, public liability, and workers compensation. The risk pool and insurance contracted are obligated to meet settlements up to the maximum coverage, after the authority's deductions are met.

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, there have been no significant claims that have exceeded commercial insurance coverages in any of the past three fiscal years.

Note 9 Federal Compliance Contingencies

The Authority 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. The Authority is subject to HUD's consideration of reducing grants in order to have the Authority utilize authority Equity to fund expenses.

Note 10 Subsequent Events

Events that occur after the balance sheet date but before the financial statements were issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the balance sheet date are recognized in the accompanying financial statements. Subsequent events, which provide evidence about conditions that existed after the balance sheet date, require disclosure in the accompanying notes. Management evaluated the activity of the authority through December 28, 2023 and concluded that the following subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

In October of 2020, the Lafayette Housing Authority was impacted by Hurricane Delta, which caused extensive roof damage throughout the developments. For the Central office and Section 8 office, the Housing Authority signed a contract with a contractor in the amount of \$85,590 in November 2020. For the C.O. Circle and Irene Street developments, the Housing Authority signed contracts with a contractor in May 2021 to complete work in the amount of \$791,627. For the MLK and Macon developments, the Housing Authority signed contracts with a contractor in May 2021 to complete work in the amount of \$907,702.

The Housing Authority completed the RAD conversion of the Simcoe and Moss Street development in December 2020, which was effective on January 1, 2021. This development is now called Cardinal Gardens and is managed by a third-party management company. However, the Housing Authority is the General Partner of Simcoe Development, LLP, which is the owner of Cardinal Gardens. As a result of the conversion, the Housing Authority incurred costs recorded as accounts receivable from the RAD partnership. The balance of the receivable is \$334,628 as of March 2, 2023.

In January 2021, the Executive Director of the Housing Authority resigned. The Housing Authority selected a new Executive Director in March 2021.

In November 2021, the Housing Authority signed a construction contract with a contractor in the amount of \$283,750 to complete renovations at the Macon Road development.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Notes to the Basic Financial Statements

In April 2022, the Housing Authority paid a deposit in the amount of \$108,500 for security cameras to be placed throughout the developments for enhanced safety for the residents. These expenses and the remaining costs will be paid with the 2018 capital fund security grant.

In April 2022, the Housing Authority paid a deposit in the amount of \$108,500 for security cameras to be placed throughout the developments for enhanced safety for the residents. These expenses and the remaining costs will be paid with the 2018 capital fund security grant.

In August 2022, the Housing Authority became aware that Villa Gardens, LLP was not able to pay some of their day-to-day bills as well as the mortgage for the properties. Because the Housing Authority is the General Partner, we were required to pay these outstanding invoices on behalf of the development. The Housing Authority recorded these costs as accounts receivable from Villa Gardens, in which the balance is \$290,324 as of March 2, 2023.

In November 2022, the Housing Authority was notified of the renewal of the Resident Opportunity and Supportive Services – Service Coordinator grant. The grant is in the amount of \$255,750 over a 3-year period.

In January 2023, the Housing Authority became aware that St. Antoine Gardens, LLP was not able to pay some of their day-to-day bills. Because the Housing Authority is the General Partner, we were required to pay these outstanding invoices on behalf of the development. The Housing Authority recorded these costs as accounts receivable from St. Antoine Gardens, in which the balance is \$31,159 as of March 2, 2023.

In January 2023, the Housing Authority was notified of a new award for the Family Self Sufficiency - Coordinator grant. The grant is in the amount of \$90,510 over a 1-year period.

The agency is currently working on getting the Housing Agency in compliance with all filing deadlines with HUD.

Note 11 Economic Dependence

Financial Accounting Standards Boards Accounting Standards Codification 280-10-50-42 requires disclosure in financial statements of a situation where one entity provides more than 10% of the audited entity's revenues. The Department of Housing and Urban Development provided \$13,930,590 for 2022 to the Authority, which represents approximately 90% of the Authority's total revenue for the year.

Note 12 Special Items

The Authority completed a final write-off for the RAD conversion of AMP 10 in the current fiscal year.

Housing Authority of the City of Lafayette (LA005)

Lafayette, LA

Entity Wide Balance Sheet Summary

Submission Unaudited/Single

Type Audit

Fiscal Year End: 09/30/2022

	Project Total	6 1 Component Unit - Discretely Presented	6 2 Component Unit - Blended	14 IKE DHAP-IKE	1 Business Activities	14 879 Mainstream Vouchers	14 871 Housing Choice Vouchers	14 870 Resident Opportunity and Supportive Services	97 109 Disaster Housing Assistance Grant	14 EHV Emergency Housing Voucher	COCC	Subtotal	ELIM	Total
311 Bank Overdraft														
312 Accounts Payable <= 90 Days	\$18,180	\$91,008					\$29,818				\$12,586	\$151,592		\$151,592
313 Accounts Payable >90 Days Past Due														
321 Accrued Wage/Payroll Taxes Payable	\$25,988						\$14,848	\$2,545			\$15,225	\$58,606		\$58,606
322 Accrued Compensated Absences - Current Portion	\$33,342						\$34,008	\$991			\$33,943	\$102,284		\$102,284
324 Accrued Contingency Liability					\$0							\$0		\$0
325 Accrued Interest Payable		\$11,896										\$11,896		\$11,896
331 Accounts Payable - HUD PHA Programs							\$139,378					\$139,378		\$139,378
332 Account Payable - PHA Projects														
333 Accounts Payable - Other Government	\$60,325											\$60,325		\$60,325
341 Tenant Security Deposits	\$85,249	\$54,005										\$139,254		\$139,254
342 Unearned Revenue	\$26,239	\$17,205								\$64,750		\$108,194		\$108,194
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue		\$46,132										\$46,132		\$46,132
344 Current Portion of Long-term Debt - Operating Borrowings														
345 Other Current Liabilities														
346 Accrued Liabilities - Other	\$123,055	\$8,064	\$1,323,028		\$1,574,779		\$22,751				\$1,245	\$3,052,922		\$3,052,922
347 Inter Program - Due To											\$286,206	\$286,206	-\$286,206	\$0
348 Loan Liability - Current														
310 Total Current Liabilities	\$372,378	\$228,310	\$1,323,028	\$0	\$1,574,779	\$0	\$240,803	\$3,536	\$0	\$64,750	\$349,205	\$4,156,789	-\$286,206	\$3,870,583
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue		\$3,092,781										\$3,092,781		\$3,092,781
352 Long-term Debt, Net of Current - Operating Borrowings														
353 Non-current Liabilities - Other		\$1,963,010										\$1,963,010		\$1,963,010
354 Accrued Compensated Absences - Non Current	\$21,495						\$18,508				\$33,770	\$73,773		\$73,773
355 Loan Liability - Non Current		\$0										\$0		\$0
356 FASB 5 Liabilities														
357 Accrued Pension and OPEB Liabilities														
350 Total Non-Current Liabilities	\$21,495	\$5,055,791	\$0	\$0	\$0	\$0	\$18,508	\$0	\$0	\$0	\$33,770	\$5,129,564	\$0	\$5,129,564
300 Total Liabilities	\$393,873	\$5,284,101	\$1,323,028	\$0	\$1,574,779	\$0	\$259,311	\$3,536	\$0	\$64,750	\$382,975	\$9,286,353	-\$286,206	\$9,000,147
400 Deferred Inflow of Resources														
508 4 Net Investment in Capital Assets	\$6,188,925	\$5,127,166					\$52,128				\$99,016	\$11,467,235		\$11,467,235
511 4 Restricted Net Position							\$45,490					\$45,490		\$45,490
512 4 Unrestricted Net Position	\$3,271,808	-\$918,547	-\$498,797	\$410,457	-\$1,277,839	\$59,447	\$876,212	\$0	\$374,048	\$33,574	\$717,162	\$3,047,525		\$3,047,525
513 Total Equity - Net Assets / Position	\$9,460,733	\$4,208,619	-\$498,797	\$410,457	-\$1,277,839	\$59,447	\$973,830	\$0	\$374,048	\$33,574	\$816,178	\$14,560,250	\$0	\$14,560,250
500 Total Liabilities, Deferred Inflows of Resources and Equity - Net	\$9,854,606	\$9,492,720	\$824,231	\$410,457	\$296,940	\$59,447	\$1,233,141	\$3,536	\$374,048	\$98,324	\$1,199,153	\$23,846,603	-\$286,206	\$23,560,397

Housing Authority of the City of Lafayette (LA005)
Lafayette, LA

Entity Wide Balance Sheet Summary

Submission Unaudited/Single
Type: Audit

Fiscal Year End: 09/30/2022

	Project Total	8.1 Component Unit - Discretely Presented	8.2 Component Unit - Blended	14 IKE DHAP-IKE	1 Business Activities	14.879 Mainstream Vouchers	14.871 Housing Choice Vouchers	14.870 Resident Opportunity and Supportive Services	97.109 Disaster Housing Assistance Grant	14 EHV/ Emergency Housing Voucher	COCC	Subtotal	ELIM	Total
111 Cash - Unrestricted	\$2,943,668	\$49,529	\$12,477	\$410,457	\$19,290	\$54,926	\$918,505	\$1,871	\$374,048	\$86,759	\$370,966	\$5,242,496		\$5,242,496
112 Cash - Restricted - Modernization and Development	\$136,858											\$136,858		\$136,858
113 Cash - Other Restricted		\$471,275					\$68,040					\$539,315		\$539,315
114 Cash - Tenant Security Deposits	\$85,248	\$54,005										\$139,253		\$139,253
115 Cash - Restricted for Payment of Current Liabilities														
100 Total Cash	\$3,165,774	\$574,809	\$12,477	\$410,457	\$19,290	\$54,926	\$986,545	\$1,871	\$374,048	\$86,759	\$370,966	\$9,057,922	\$0	\$9,057,922
121 Accounts Receivable - PHA Projects														
122 Accounts Receivable - HUD Other Projects	\$32,724					\$4,521		\$1,665		\$11,565		\$50,475		\$50,475
124 Accounts Receivable - Other Government														
125 Accounts Receivable - Miscellaneous	\$79,094	\$1,626	\$311,080				\$203,134				\$3,097,485	\$3,692,419		\$3,692,419
126 Accounts Receivable - Tenants	\$31,247	\$21,684										\$52,931		\$52,931
128.1 Allowance for Doubtful Accounts - Tenants	-\$25,113	\$0	\$0									-\$25,113		-\$25,113
128.2 Allowance for Doubtful Accounts - Other	-\$54,758	\$0	\$0			\$0	-\$27,764	\$0		\$0	-\$2,818,713	-\$2,901,235		-\$2,901,235
127 Notes, Loans, & Mortgages Receivable - Current														
128 Fraud Recovery	\$863						\$124,004					\$124,867		\$124,867
128.1 Allowance for Doubtful Accounts - Fraud	-\$863						-\$124,004					-\$124,867		-\$124,867
129 Accrued Interest Receivable														
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$63,194	\$23,310	\$311,080	\$0	\$0	\$4,521	\$175,370	\$1,665	\$0	\$11,565	\$278,772	\$869,477	\$0	\$869,477
131 Investments - Unrestricted														
132 Investments - Restricted														
135 Investments - Restricted for Payment of Current Liability														
142 Prepaid Expenses and Other Assets	\$267,223	\$32,506					\$10,543				\$22,606	\$332,878		\$332,878
143 Inventories	\$189,490											\$189,490		\$189,490
143.1 Allowance for Obsolete Inventories	\$0											\$0		\$0
144 Inter Program Due From					\$277,650		\$9,556				\$0	\$286,206	-\$286,206	\$0
145 Assets Held for Sale														
150 Total Current Assets	\$3,665,681	\$630,625	\$323,557	\$410,457	\$296,940	\$59,447	\$1,181,014	\$3,536	\$374,048	\$98,324	\$672,344	\$7,715,973	-\$286,206	\$7,429,767
161 Land	\$664,417	\$513,824										\$1,178,241		\$1,178,241
162 Buildings	\$20,306,316	\$12,381,823									\$944,970	\$33,633,109		\$33,633,109
163 Furniture, Equipment & Machinery - Dwellings														
164 Furniture, Equipment & Machinery - Administration	\$470,020	\$633,993					\$136,800				\$78,896	\$1,319,709		\$1,319,709
165 Leasehold Improvements														
166 Accumulated Depreciation	-\$15,806,611	-\$4,718,285					-\$84,673				-\$924,850	-\$21,634,419		-\$21,634,419
167 Construction in Progress	\$354,783											\$354,783		\$354,783
168 Infrastructure														
180 Total Capital Assets, Net of Accumulated Depreciation	\$6,188,925	\$8,811,355	\$0	\$0	\$0	\$0	\$52,127	\$0	\$0	\$0	\$99,016	\$15,151,423	\$0	\$15,151,423
171 Notes, Loans and Mortgages Receivable - Non-Current		\$0	\$500,674								\$427,793	\$928,467		\$928,467
172 Notes, Loans, & Mortgages Receivable - Non-Current - Past Due											\$0	\$0		\$0
173 Grants Receivable - Non-Current												\$50,740		\$50,740
174 Other Assets		\$50,740												
176 Investments in Joint Ventures														
180 Total Non-Current Assets	\$6,188,925	\$8,862,095	\$500,674	\$0	\$0	\$0	\$52,127	\$0	\$0	\$0	\$526,809	\$16,130,630	\$0	\$16,130,630
200 Deferred Outflow of Resources														
290 Total Assets and Deferred Outflow of Resources	\$9,854,606	\$9,492,720	\$824,231	\$410,457	\$296,940	\$59,447	\$1,233,141	\$3,536	\$374,048	\$98,324	\$1,199,153	\$23,846,603	-\$286,206	\$23,560,397

Housing Authority of the City of Lafayette (LA005)
Lafayette, LA

Entity Wide Revenue and Expense Summary

Submission Unaudited/Single
Type Audit

Fiscal Year End: 09/30/2022

	Project Total	6 1 Component Unit - Discretely Presented	6 2 Component Unit - Blended	14 IKE DHAP-IKE	1 Business Activities	14.879 Mainstream Vouchers	14.871 Housing Choice Vouchers	14.870 Resident Opportunity and Supportive Services	97.109 Disaster Housing Assistance Grant	14 EHV Emergency Housing Voucher	COCC	Subtotal	ELIM	Total
70300 Net Tenant Rental Revenue	\$860,658	\$659,615										\$1,520,273		\$1,520,273
70400 Tenant Revenue - Other	\$152,900	\$18,432										\$171,332		\$171,332
70500 Total Tenant Revenue	\$1,013,558	\$678,047	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,691,605	\$0	\$1,691,605
70600 HUD PHA Operating Grants	\$1,917,061					\$868,201	\$10,960,718	\$72,453		\$204,225		\$14,022,658		\$14,022,658
70610 Capital Grants	\$1,583,232											\$1,583,232		\$1,583,232
70710 Management Fee											\$700,656	\$700,656	-\$700,656	\$0
70720 Asset Management Fee											\$55,920	\$55,920	-\$55,920	\$0
70730 Book Keeping Fee											\$192,008	\$192,008	-\$192,008	\$0
70740 Front Line Service Fee														
70750 Other Fees														
70700 Total Fee Revenue											\$948,584	\$948,584	-\$948,584	\$0
70800 Other Government Grants	\$0											\$0		\$0
71100 Investment Income - Unrestricted	\$5,176	\$450	\$9		\$32		\$4,102				\$664	\$10,433		\$10,433
71200 Mortgage Interest Income														
71300 Proceeds from Disposition of Assets Held for Sale														
71310 Cost of Sale of Assets														
71400 Fraud Recovery							\$15,508					\$15,508		\$15,508
71500 Other Revenue	\$142,716	\$3,150					\$273,278				\$5,648	\$424,792		\$424,792
71600 Gain or Loss on Sale of Capital Assets														
72000 Investment Income - Restricted														
70000 Total Revenue	\$4,661,743	\$681,647	\$9	\$0	\$32	\$868,201	\$11,253,606	\$72,453	\$0	\$204,225	\$954,896	\$18,696,812	-\$948,584	\$17,748,228
91100 Administrative Salaries	\$216,515	\$43,647				\$27,145	\$339,872	\$55,686		\$5,986	\$403,223	\$1,092,074		\$1,092,074
91200 Auditing Fees	\$23,625						\$40,793				\$30,082	\$94,500		\$94,500
91300 Management Fee	\$452,244	\$42,977				\$18,936	\$225,300			\$4,176		\$743,633	-\$700,656	\$42,977
91310 Book-keeping Fee	\$36,751	\$1,810				\$11,835	\$140,812			\$2,610		\$193,818	-\$192,008	\$1,810
91400 Advertising and Marketing	\$914	\$1,309					\$512				\$323	\$3,058		\$3,058
91500 Employee Benefit contributions - Administrative	\$128,883	\$26,499				\$14,523	\$181,502	\$9,691		\$3,203	\$140,265	\$504,566		\$504,566
91600 Office Expenses	\$61,016	\$7,866				\$4,633	\$57,810			\$1,022	\$53,973	\$186,320		\$186,320
91700 Legal Expense		\$29,121					\$16,814				\$16,814	\$45,735		\$45,735
91800 Travel	\$8,414	\$472				\$144	\$1,751	\$3,631		\$32	\$7,257	\$21,701		\$21,701
91910 Allocated Overhead														
91900 Other	\$76,832	\$12,419			\$282	\$3,701	\$51,374			\$816	\$90,269	\$235,693		\$235,693
91000 Total Operating - Administrative	\$1,005,194	\$166,120	\$0	\$0	\$282	\$80,917	\$1,039,726	\$69,008	\$0	\$17,845	\$742,006	\$3,121,098	-\$892,664	\$2,228,434
92000 Asset Management Fee	\$55,920											\$55,920	-\$55,920	\$0
92100 Tenant Services - Salaries														
92200 Relocation Costs	\$841											\$841		\$841
92300 Employee Benefit Contributions - Tenant Services														
92400 Tenant Services - Other	\$21,400				\$0	\$0	\$0	\$0	\$0	\$0	\$56	\$21,456		\$21,456
92500 Total Tenant Services	\$22,241	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$56	\$22,297	\$0	\$22,297

Housing Authority of the City of Lafayette (LA005)
Lafayette, LA
Entity Wide Revenue and Expense Summary

Submission Unaudited/Single
Type Audit

Fiscal Year End: 09/30/2022

	Project Total	6.1 Component Unit - Discretely Presented	6.2 Component Unit - Blended	14 IKE DHAP-IKE	1 Business Activities	14.879 Mainstream Vouchers	14.871 Housing Choice Vouchers	14.870 Resident Opportunity and Supportive Services	97.109 Disaster Housing Assistance Grant	14.EHV Emergency Housing Voucher	COCC	Subtotal	ELIM	Total
93100 Water	\$29,795	\$2,038									\$281	\$32,114		\$32,114
93200 Electricity	\$264,890	\$9,882									\$7,954	\$282,726		\$282,726
93300 Gas	\$26,080						\$527				\$1,331	\$27,938		\$27,938
93400 Fuel														
93500 Labor														
93600 Sewer	\$86,992						\$354				\$396	\$87,742		\$87,742
93700 Employee Benefit Contributions - Utilities														
93800 Other Utilities Expense														
93000 Total Utilities	\$407,757	\$11,920	\$0	\$0	\$0	\$0	\$881	\$0	\$0	\$0	\$9,962	\$430,520	\$0	\$430,520
94100 Ordinary Maintenance and Operations - Labor	\$418,809	\$57,100										\$475,909		\$475,909
94200 Ordinary Maintenance and Operations - Materials and Other	\$215,908	\$37,323				\$1,175	\$14,582			\$259	\$22,166	\$291,413		\$291,413
94300 Ordinary Maintenance and Operations Contracts	\$472,418	\$139,806				\$3,623	\$52,102			\$799	\$45,559	\$714,307		\$714,307
94500 Employee Benefit Contributions - Ordinary Maintenance	\$152,927	\$16,271										\$169,198		\$169,198
94000 Total Maintenance	\$1,260,062	\$250,500	\$0	\$0	\$0	\$4,798	\$66,684	\$0	\$0	\$1,058	\$67,725	\$1,650,827	\$0	\$1,650,827
95100 Protective Services - Labor														
95200 Protective Services - Other Contract Costs														
95300 Protective Services - Other	\$8,890					\$41	\$518			\$9	\$1,310	\$10,768		\$10,768
95500 Employee Benefit Contributions - Protective Services														
95000 Total Protective Services	\$8,890	\$0	\$0	\$0	\$0	\$41	\$518	\$0	\$0	\$9	\$1,310	\$10,768	\$0	\$10,768
96110 Property Insurance	\$435,933	\$97,562									\$14,585	\$548,080		\$548,080
96120 Liability Insurance	\$12,654					\$683	\$8,201			\$151	\$13,448	\$35,137		\$35,137
96130 Workmen's Compensation	\$15,973	\$1,751				\$678	\$8,420			\$149	\$9,014	\$35,985		\$35,985
96140 All Other Insurance	\$23,689					\$402	\$5,353			\$89	\$24,287	\$53,820		\$53,820
96100 Total Insurance Premiums	\$488,249	\$99,313	\$0	\$0	\$0	\$1,763	\$21,974	\$0	\$0	\$389	\$61,334	\$673,022	\$0	\$673,022
96200 Other General Expenses		\$34,915					\$14,507					\$49,422		\$49,422
96210 Compensated Absences	\$38,420						\$34,423	\$3,445			\$38,122	\$114,410		\$114,410
96300 Payments in Lieu of Taxes	\$60,325											\$60,325		\$60,325
96400 Bad debt - Tenant Rents	\$18,797	\$2,245										\$21,042		\$21,042
96500 Bad debt - Mortgages														
96600 Bad debt - Other							\$6,814					\$6,814		\$6,814
96800 Severance Expense														
96000 Total Other General Expenses	\$117,542	\$37,160	\$0	\$0	\$0	\$0	\$55,744	\$3,445	\$0	\$0	\$38,122	\$252,013	\$0	\$252,013
96710 Interest of Mortgage (or Bonds) Payable		\$207,328										\$207,328		\$207,328
96720 Interest on Notes Payable (Short and Long Term)														
96730 Amortization of Bond Issue Costs														
96700 Total Interest Expense and Amortization Cost	\$0	\$207,328	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$207,328	\$0	\$207,328
96900 Total Operating Expenses	\$3,365,855	\$772,341	\$0	\$0	\$282	\$87,519	\$1,165,527	\$72,453	\$0	\$19,301	\$920,515	\$6,423,793	-\$948,584	\$5,475,209
97000 Excess of Operating Revenue over Operating Expenses	\$1,295,888	-\$90,694	\$9	\$0	-\$250	\$780,682	\$10,068,079	\$0	\$0	\$184,924	\$34,381	\$12,273,019	\$0	\$12,273,019

Housing Authority of the City of Lafayette (LA005)
Lafayette, LA
Entity Wide Revenue and Expense Summary

Submission Unaudited/Single
Type Audit

Fiscal Year End 09/30/2022

	Project Total	6.1 Component Unit - Discretely Presented	6.2 Component Unit - Blended	14.1KE DHAP-1KE	1 Business Activities	14.879 Minimum Vouchers	14.871 Housing Choice Vouchers	14.870 Resident Opportunity and Supportive Services	97.109 Disaster Housing Assistance Grant	14.EHV Emergency Housing Voucher	COCC	Subtotal	ELM	Total
97100 Extraordinary Maintenance														
97200 Casualty Losses - Non-capitalized		-\$109,640										-\$109,640		-\$109,640
97300 Housing Assistance Payments						\$768,640	\$10,191,856			\$223,966		\$11,184,264		\$11,184,264
97250 HAP Portability-In							\$244,203					\$244,203		\$244,203
97400 Depreciation Expense	\$416,700	\$371,621					\$7,602				\$9,110	\$905,236		\$905,236
97500 Fraud Losses														
97600 Capital Outlays - Governmental Funds														
97700 Debt Principal Payments - Governmental Funds														
97800 Dwelling Units Rent Expense														
90000 Total Expenses	\$3,782,558	\$1,034,522	\$0	\$0	\$282	\$856,159	\$11,628,990	\$72,453	\$0	\$243,267	\$929,625	\$18,547,856	-\$948,584	\$17,599,272
10010 Operating Transfer In	\$167,765													
10020 Operating transfer Out	-\$167,765						\$0				\$0	-\$167,765	\$167,765	\$0
10030 Operating Transfers from/to Primary Government														
10040 Operating Transfers from/to Component Unit														
10050 Proceeds from Notes, Loans and Bonds														
10060 Proceeds from Property Sales														
10070 Extraordinary Items, Net Gain/Loss														
10080 Special Items (Net Gain/Loss)	-\$53,900											-\$53,900		-\$53,900
10081 Inter Project Excess Cash Transfer In														
10082 Inter Project Excess Cash Transfer Out														
10090 Transfers between Program and Project - In														
10094 Transfers between Project and Program - Out														
10100 Total Other Financing Sources (Uses)	-\$53,900	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	-\$53,900	\$0	-\$53,900
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	\$825,285	-\$352,875	\$9	\$0	-\$250	\$12,042	-\$375,384	\$0	\$0	-\$39,042	\$25,271	\$95,056	\$0	\$95,056
11020 Required Annual Debt Principal Payments	\$0	\$42,898	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$42,898		\$42,898
11030 Beginning Equity	\$5,525,448	\$4,561,494	-\$498,806	\$410,457	-\$1,277,589	\$47,405	\$1,349,214	\$0	\$374,048	-\$137,366	\$790,907	\$14,529,944		\$14,529,944
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors										-\$64,750		-\$64,750		-\$64,750
11050 Changes in Compensated Absence Balance														
11060 Changes in Contingent Liability Balance														
11070 Changes in Unrecognized Pension Transition Liability														
11080 Changes in Special Term/Severance Benefits Liability														
11080 Changes in Allowance for Doubtful Accounts - Dwelling Rents														
11100 Changes in Allowance for Doubtful Accounts - Other														
11170 Administrative Fee Equity							\$928,340					\$928,340		\$928,340
11160 Housing Assistance Payments Equity							\$45,490					\$45,490		\$45,490
11190 Unit Months Available	5592	876				1956	23808			444		32676		32676
11210 Number of Unit Months Leased	4900	841				1978	18775			346		26442		26442
11270 Excess Cash	\$2,439,245											\$2,439,245		\$2,439,245
11610 Land Purchases	\$0										\$0	\$0		\$0
11620 Building Purchases	\$1,480,395										\$0	\$1,480,395		\$1,480,395
11630 Furniture & Equipment - Dwelling Purchases	\$0										\$0	\$0		\$0
11640 Furniture & Equipment - Administrative Purchases	\$167,169										\$0	\$167,169		\$167,169
11650 Leasehold Improvements Purchases	\$0										\$0	\$0		\$0
11660 Infrastructure Purchases	\$0										\$0	\$0		\$0
13510 CFFP Debt Service Payments	\$0										\$0	\$0		\$0
13801 Replacement Housing Factor Funds	\$0										\$0	\$0		\$0

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
For the Year Ended September 30, 2022

Agency Head Name: Lydia Bergeron, Executive Director

Purpose	Amount
Salary	\$ 150,987
Benefits-insurance	12,367
Benefits-retirement	10,569
Travel	905
Reimbursement	-
Other	<u>1,450</u>
	<u><u>\$ 176,278</u></u>

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Schedule of Compensation Paid to Board Members
Fiscal Year Ended September 30, 2022

Board members serve without compensation.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Statement and Certification of Actual Modernization Cost
Fiscal Year Ended September 30, 2022

	Complete CFP Project 2018	Complete CFP Project 2019	Total
The Actual Modernization Costs are as Follows:			
1 Funds Approved Total	\$ 1,036,330	\$ 1,083,610	\$ 2,119,940
Funds Expended Y-T-D	<u>1,036,330</u>	<u>1,083,610</u>	<u>2,119,940</u>
Excess of Funds Approved	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
2 Funds Advanced Y-T-D	\$ 1,036,330	\$ 1,083,610	\$ 2,119,940
Funds Expended Y-T-D	<u>1,036,330</u>	<u>1,083,610</u>	<u>2,119,940</u>
Excess of Funds Advanced	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

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

We have audited, 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, the financial statements of the business-type activities of the Housing Authority of the City of Lafayette, as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Housing Authority of the City of Lafayette's basic government financial statements and have issued our report thereon dated December 28, 2023.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Housing Authority of the City of Lafayette's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Housing Authority of the City of Lafayette's internal control. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority of the City of Lafayette's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses.

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

However, material weaknesses may exist that have not been identified. Given these limitations during our audit we did not identify any deficiencies in internal control we consider to be material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Housing Authority of the City of Lafayette's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 instances of noncompliance or other matters which are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of current year audit findings and management's corrective action plan as items 2022-1.

Housing Authority of the City of Lafayette's Response to Findings

The Housing Authority of the City of Lafayette's response to the findings identified in our audit is described in the accompanying schedule of findings and corrective action plan. The Housing Authority of the City of Lafayette's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Thibodeaux Accounting Company
A Limited Liability Company

Rayne, Louisiana
December 28, 2023

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Housing Authority of the City of Lafayette's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Housing Authority of the City of Lafayette's major federal programs for the year ended September 30, 2022. The Housing Authority of the City of Lafayette's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Housing Authority of the City of Lafayette, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2021 and September 30, 2020.

Basis of Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Housing Authority of the City of Lafayette and to meet our ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Housing Authority of the City of Lafayette's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts and grant agreements applicable to the Housing Authority of the City of Lafayette's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Housing

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

Authority of the City of Lafayette's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Audit Standards*, and the Uniform Guidance will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Housing Authority of the City of Lafayette's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Housing Authority of the City of Lafayette's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Housing Authority of the City of Lafayette's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on the internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Housing Authority of the City of Lafayette's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis.

A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify certain deficiencies in internal control over compliance that we consider to be a significant deficiency. However, material weaknesses may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no opinion is expressed.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Thibodeaux Accounting Company
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Rayne, Louisiana
December 28, 2023

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended September 30, 2022

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	CFDA #	Federal Expenditures
U.S. Department of Housing and Urban Development:		
Direct Programs:		
Low Rent Public Housing	14.850	\$ 1,749,296
Public Housing CARES Act	14.PHC	-
Total Public Housing		<u>1,749,296</u>
Resident Opportunity & Supportive Services	14.870	<u>72,453</u>
Housing Voucher Cluster		
Housing Choice Voucher Program	14.871	10,960,718
HCV CARES Act	14.HCC	-
Emergency Housing Vouchers	14.EHV	204,225
Mainstream Vouchers	14.879	868,201
MSV CARES Act	14.MSC	-
Total Public Housing		<u>12,033,144</u>
Public Housing Capital Fund	14.872	<u>1,750,997</u>
Total Federal Expenditures		<u><u>\$ 15,605,890</u></u>

See accompanying notes to schedule of expenditures of federal awards

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended September 30, 2022

NOTE A - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Authority under programs of the federal government for the year ended September 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Authority, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Authority.

NOTE B- Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The Authority has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE C- Relationship to Basic Financial Statements

Federal awards revenues are reported in the Authority's basic financial statements as follows:

Federal Grants	\$ 15,605,890
----------------	---------------

Note D- Relationship to Federal Financial Reports

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with GAAP.

NOTE E- Federal Awards

For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures. In accordance with HUD Notice PIH 9814, "federal awards" do not include the Authority's operating income from rents or investments (or other Non-federal sources). In addition, the entire amount of operating subsidy received and/or accrued during the fiscal year is considered to be expended during the fiscal year.

The accompanying notes are an integral part of this statement.

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Schedule of Findings and Questioned Costs
Fiscal Year Ended September 30, 2022

Section I- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ Yes X None reported

Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ Yes X None reported

Type of auditor's report issued on compliance for
Major federal programs: Unmodified

Any audit findings disclosed that are required to be
reported in accordance with 2 CFR 200.516(a) _____ Yes X No

Identification of major federal programs:

CFDA

Name of Federal Program

Housing Choice Voucher Cluster

14.871
14.879

Housing Choice Voucher Program
Mainstream Vouchers

The dollar threshold used for distinguishing between Type A and B programs was \$750,000.

Auditee qualified as a low-risk auditee? _____ Yes X No

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Schedule of Findings and Questioned Costs
Fiscal Year Ended September 30, 2022

Section II- Findings- Financial Statements Audit

A. Internal Control Findings

None

B. Compliance Findings

2022-1 Failure to File Audited Financial Statements Timely

Fiscal year finding initially occurred: 2020

Criteria

In accordance with Louisiana Revised Statute 24:513, the organization must complete and submit an audit of their financial statements within six months of the close of their fiscal year to the Legislative Auditor's office.

Condition

The Authority's annual audited financial statements were not filed timely for the fiscal year ended September 30, 2022.

Cause

The Authority hired a CPA to do their financial audit and the CPA did not complete the audit and the Authority had to hire a new CPA to perform their audit.

Effect

The Authority did not comply with Louisiana Revised Statute 24:513.

Recommendation

The Authority should take necessary actions to ensure their annual financial statement audit is completed and submitted within six months of the close of their fiscal year.

Management's Corrective Action Plan

The Authority should take necessary actions to ensure their annual financial statement audit is completed and submitted within six months of the close of their fiscal year.

Section III- Findings and Questioned Costs- Major Federal Award Programs Audit

None

HOUSING AUTHORITY OF THE CITY OF LAFAYETTE
LAFAYETTE, LOUISIANA

Schedule of Prior Year Audit Findings
Fiscal Year Ended September 30, 2022

2021-1 Failure to File Audited Financial Statements Timely

Fiscal year finding initially occurred: 2020

Criteria

In accordance with Louisiana Revised Statute 24:513, the organization must complete and submit an audit of their financial statements within six months of the close of their fiscal year to the Legislative Auditor's office.

Condition

The Authority's annual audited financial statements were not filed timely for the fiscal year ended September 30, 2021.

Cause

The Authority hired a CPA to do their financial audit and the CPA did not complete the audit and the Authority had to hire a new CPA to perform their audit.

Effect

The Authority did not comply with Louisiana Revised Statute 24:513.

Recommendation

The Authority should take necessary actions to ensure their annual financial statement audit is completed and submitted within six months of the close of their fiscal year.

Management's Response

The Authority should take necessary actions to ensure their annual financial statement audit is completed and submitted within six months of the close of their fiscal year.

Current Status

Unresolved.

Section III- Findings and Questioned Costs- Major Federal Award Programs Audit

None



U.S. Department of Housing and Urban Development

Audit Conducted By:

Thibodeaux Accounting Company, LLC
PO Box 34
Rayne, LA 70578

Audit Period: October 1, 2021-September 30, 2022

The findings from the September 30, 2022 schedule of findings and questioned costs are discussed below. The findings are numbered consistent with numbers assigned in the schedule.

FINDINGS – FINANCIAL STATEMENT AUDIT

Compliance:

2022-1 Failure to File Audited Financial Statements Timely

Recommendation

The Authority should take necessary actions to ensure their annual financial statement audit is completed and submitted within six months of the close of their fiscal year.

Corrective Action Plan

The Authority should take necessary actions to ensure their annual financial statement audit is completed and submitted within six months of the close of their fiscal year.

The findings above will be evaluated and corrected action will be taken by September 30, 2024.

If there are any questions regarding this plan, please call Lydia Bergeron, Executive Director, at (337) 233-1331.

Signed,


Lydia S. Bergeron, Executive Director

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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Board of Commissioners
Housing Authority of the City of Lafayette
Lafayette, Louisiana
And the Louisiana Legislative Auditor

December 28, 2023

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period October 1, 2021- September 30, 2022. Housing Authority of the City of Lafayette's (the Authority) management is responsible for those C/C areas identified in the SAUPs.

The Authority has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period October 1, 2021- September 30, 2022. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

Written Policies and Procedures

1. Obtain and inspect the entity's written policies and procedures and observe whether they address each of the following categories and subcategories if applicable to public funds and the entity's operations:
 - a) **Budgeting**, including preparing, adopting, monitoring, and amending the budget
Exception noted.
 - b) **Purchasing**, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the public bid law; and (5) documentation required to be maintained for all bids and price quotes.
(1) Exception noted. (2) Exception noted. (3) Exception noted. (4) Exception noted. (5) Exception noted.
 - c) **Disbursements**, including processing, reviewing, and approving
No exceptions noted.
 - d) **Receipts/Collections**, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).
Exception noted.

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- e) **Payroll/Personnel**, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee rates of pay or approval and maintenance of pay rate schedules.
(1) No exception noted. (2) No exception noted. (3) Exception noted.
- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
Exception noted.
- g) **Credit Cards (and debit cards, fuel cards, P-Cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g. determining the reasonableness of fuel card purchases).
(1) No exception noted. (2) No exception noted. (3) No exception noted. (4) Exception noted. (5) Exception noted.
- h) **Travel and expense reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
(1) No exception. (2) Exception noted. (3) No exception. (4) No exception.
- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
(1) Exception noted. (2) Exception noted. (3) Exception noted. (4) Exception noted.
- j) **Debt Service**, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
Exception noted.
- k) **Information Technology Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
Exception noted.
- l) **Sexual Harassment**, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.
Exception noted.

Board or Finance Committee

- 2. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
 - a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
Exception noted. There were no months that meetings were not held due to a lack of a quorum.
 - b) For those entities reporting on the governmental accounting model, observe that the minutes referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual, at a

minimum, on proprietary funds, and semi-annual budget-to-actual, at a minimum, on all special revenue funds. *Alternately, for those entities reporting on the non-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.*

No exceptions noted.

- c) For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for atleast one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unrestricted fund balance in the general fund.

Not applicable.

Bank Reconciliations

- 3. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:

- a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);

No exceptions noted.

- b) Bank reconciliations include evidence that a member of management or a board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and

No exceptions noted.

- c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable

No exceptions noted. Outstanding items are reviewed once a year.

Collections (excluding EFTs)

- 4. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

The list was provided by management. Only one site for collections.

- 5. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:

- a) Employees that are responsible for cash collections do not share cash drawers/registers.

Cash is not accepted.

- b) Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g. pre-numbered receipts) to the deposit.

No exceptions noted.

- c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit.

No exceptions noted.

- d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions are not responsible for collecting cash, unless another employee verifies the reconciliation.

No exceptions noted.

- 6. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was in force during the fiscal period.

Policy was obtained. No exceptions noted.

- 7. Randomly select two deposit dates for each of the 5 bank accounts selected for procedure #3 under "Bank Reconciliations" above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

- a) Observe that receipts are sequentially pre-numbered.

No exceptions noted.

- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip

No exceptions noted.

- c) Trace the deposit slip total to the actual deposit per the bank statement.

No exceptions noted.

- d) Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).

We were unable to determine the collection date of the deposits.

- e) Trace the actual deposit per the bank statement to the general ledger.

No exceptions noted.

Non-Payroll Disbursements (excluding card purchases/payments, travel reimbursements, and petty cash purchases)

- 8. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).

Only one location and management representation obtained.

- 9. For each location selected under #8 above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties

(if the agency has no written policies and procedures, inquire of employees about their job duties), and observe that job duties are properly segregated such that:

- a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.

No exceptions noted.

- b) At least two employees are involved in processing and approving payments to vendors.

No exceptions noted.

- c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.

No exceptions noted.

- d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.

No exceptions noted.

- 10. For each location selected under #8 above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction and:

- a) Observe whether the disbursement matched the related original itemized invoice and supporting documentation indicates deliverables included on the invoice were received by the entity.

No exceptions noted.

- b) Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

No exceptions noted.

Credit Cards/Debit Cards/Fuel Cards/P-Cards

- 11. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

The listing was provided without exception and representation was obtained.

- 12. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement), obtain supporting documentation, and:

- a) Observe that there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) was reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder. [Note: Requiring such approval may constrain the legal authority of certain public officials (e.g. mayor of a Lawrason Act municipality); these instances should not be reported.)]

No exceptions noted.

- b) Observe that finance charges and late fees were not assessed on the selected statements.

No finance charges or late fees were present.

13. Using the monthly statements or combined statements selected under #12 above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (i.e. each card should have 10 transactions subject to testing). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and note whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

- (1) No exceptions noted.
- (2) No exceptions noted.
- (3) No meal purchases.

Travel and Travel- Related Expense Reimbursements (excluding card transactions)

14. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements, obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:

- a) If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration (www.gsa.gov).

No exceptions noted.

- b) If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.

No exceptions noted.

- c) Observe that each reimbursement is supported by documentation of business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by written policy (procedure #1h).

No exceptions noted.

- d) Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

No exceptions noted.

Contracts

15. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternately, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:

- a) Observe that the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised) if required by law.

Not applicable.

- b) Observe that the contract was approved by the governing body/board, if required by policy or law (e.g. Lawrason Act, Home Rule Charter).

Not applicable.

- c) If the contract was amended (e.g. change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, was approval documented).

Not applicable.

- d) Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Exceptions noted.

Payroll and Personnel

16. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

Exception noted. Updated pay rates were not in personnel files.

17. Randomly select one pay period during the fiscal period. For the 5 employees/officials selected under #9A above, obtain attendance records and leave documentation for the pay period, and:

- a) Observe that all selected employees/officials documented their daily attendance and leave (e.g. vacation, sick, compensatory). (Note: Generally, officials are not eligible to earn leave and do not document their attendance and leave. However, if the official is earning leave according to a policy and/or contract, the official should document his/her daily attendance and leave.)

No exceptions noted.

- b) Observe that supervisors approved the attendance and leave of the selected employees/officials.

No exceptions noted.

- c.) Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.

No exceptions noted.

- d) Observe the rate paid to the employees or officials agrees to the authorized salary/pay rate found within the personnel file.

Exceptions noted on all employees tested.

18. Obtain a listing of those employees/officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee/officials' cumulative leave records, agree the pay rates to the employee/officials' authorized pay rates in the employee/officials' personnel files and agree the termination payment to entity policy.

Exceptions noted.

19. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments and workers' compensation premiums) have been paid, and associated forms have been filed, by required deadlines.

Management's representation obtained.

Ethics

20. Using the five randomly selected employees/officials from procedure #16 under "Payroll and Personnel above, obtain ethics documentation from management, and:

- a) Observe that the documentation demonstrates each employee/official completed one hours of ethics training during the fiscal period.

No exceptions noted.

- b) Observe whether the entity maintains documentation which demonstrates each employee and official were notified of any changes to the entity's policy during the fiscal period, as applicable.

Not applicable.

Debt Service

21. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each debt instrument issued.

Obtained listing from management.

22. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived, or other funds required by the debt covenants).

Not applicable.

Fraud Notice

23. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled.

No misappropriations were reported.

24. Observe that the entity has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Exception noted. Notice not posted on website.

Information Technology Disaster Recovery/Business Continuity

25. Perform the following procedures, **verbally discuss the results with management, and report “We performed the procedures and discussed the results with management.”**

- a) Obtain and inspect the entity’s most recent documentation that it has backed up its critical data (if there is no written documentation, then inquire of personnel responsible for backing up critical data) and observe evidence that such backup occurred within the past week. If backups are stored on a physical medium (e.g., tapes, CDs), observe evidence that backups are encrypted before being transported.

We performed the procedure and discussed the results with management.

- b) Obtain and inspect the entity’s most recent documentation that it has tested/verified that its backups can be restored (if there is no written documentation, then inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.

We performed the procedure and discussed the results with management.

- c) Obtain a listing of the entity’s computers currently in use and their related locations, and management’s representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

We performed the procedure and discussed the results with management.

Prevention of Sexual Harassment

26. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #16, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required.

No exceptions noted.

27. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity’s premises if the entity does not have a website).

Exception noted.

28. Obtain the entity’s annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that the report includes the applicable requirements of R.S. 42:344:

- a) Number and percentage of public servants in the agency who have completed the training requirements;

Exception noted. Report not filed on or before February 1.

- b) Number of sexual harassment complaints received by the agency;

Exception noted. Report not filed on or before February 1.

- c) Number of complaints which resulted in a finding that sexual harassment occurred;

Exception noted. Report not filed on or before February 1.

Independent Accountants' Report on Applying Agreed-Upon Procedures-Continued
Board of Commissioners
Housing Authority of the City of Lafayette
Lafayette, Louisiana
December 28, 2023
Year Ended September 30, 2022

- d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and

Exception noted. Report not filed on or before February 1.

- e) Amount of time it took to resolve each complaint

Exception noted. Report not filed on or before February 1.

We were engaged by the Housing Authority of the City of Lafayette to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Housing Authority of the City of Lafayette and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Thibodeaux Accounting Company

A Limited Liability Company
Rayne, Louisiana
December 28, 2023