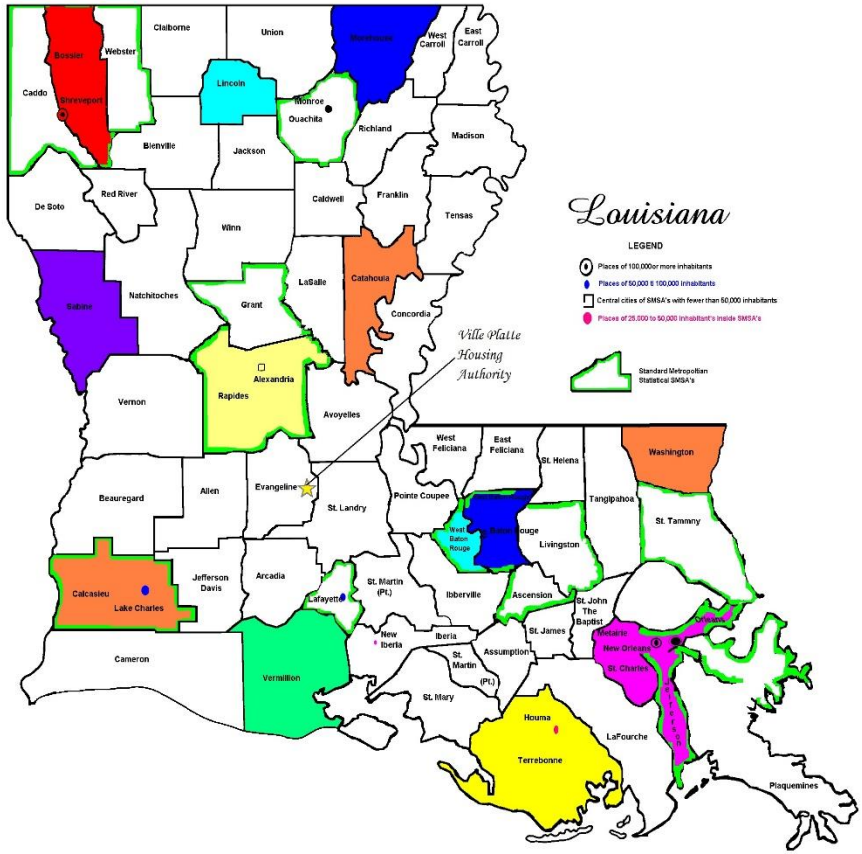


**HOUSING AUTHORITY  
OF THE  
CITY OF VILLE PLATTE, LOUISIANA**

**Financial Statements &  
Supplemental Financial Information**

**June 30, 2022**

# HOUSING AUTHORITY OF THE CITY OF VILLE PLATTE VILLE PLATTE, LOUISIANA



The Ville Platte Housing Authority is chartered as a public corporation for the purpose of administering housing programs for low income families. Under the United States Housing Act of 1937, as amended, the U.S. Department of Housing and Urban Development (HUD) has direct responsibility for administering low-income housing programs in the United States. Accordingly, HUD has entered into a contract with the Ville Platte Housing Authority to make annual contributions (subsidies) for the purpose of funding its programs for low-income families.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**Table of Contents  
June 30, 2022**

	<u><b>Page No.</b></u>
Independent Auditor's Report.....	1-3
Management's Discussion & Analysis.....	4-7
<u><b>Basic Financial Statements</b></u>	
Statement of Net Position.....	9
Statement of Revenues, Expenses, & Changes in Net Position .....	10
Statement of Cash Flows.....	11
Statement of Cash Flows Reconciliation.....	12
Notes to the Basic Financial Statements.....	13-20
<u><b>Supplemental Information</b></u>	
Schedule of Compensation Benefits and Other Payments to Agency Head or Chief Executive Officer.....	22
Schedule of Compensation Paid to Board Members.....	23
Schedule of Expenditures of Federal Awards.....	24
Notes to the Schedule of Expenditures of Federal Awards.....	25
Statement and Certification of Actual Modernization Cost.....	26
<u><b>Other Reports</b></u>	
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 <i>Government Auditing Standards</i> .....	28-29
Independent Auditor's Report on Compliance For Each Major Program and on Internal Control Over Compliance Required By Uniform Guidance.....	30-32
Schedule of Findings and Questioned Cost.....	33-34
Management's Corrective Action for Current Year Audit Findings.....	35
Management's Summary of Prior Year Findings.....	36
Independent Accountant's Report on Applying Agreed Upon Procedures.....	37-46
Financial Data Schedule.....	47

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## **INDEPENDENT AUDITOR'S REPORT**

Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana

### **Report on the Audit of the Financial Statements**

#### **Opinions**

We have audited the accompanying financial statements of the business-type activities of the Housing Authority of the City of Ville Platte, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the housing 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 of the Housing Authority of the City of Ville Platte, as of June 30, 2022, and the respective changes in financial position and 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 States of America and the standards applicable to financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Housing Authority of the City of Covington 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 preparation 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 Housing Authority of the City of Ville Platte'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 Responsibilities 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 Auditing 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 the aggregate, they would influence the judgement 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 judgement 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 Housing Authority of the City of Ville Platte 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Housing Authority of the City of Ville Platte'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 be presented to supplement the basic financial statements. Such information, 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 conducted for the purpose of forming opinions on the financial statements that collectively comprise the Housing Authority of the City of Ville Platte's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards, as required by Title 2 U.S *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, Financial Data Schedule, the Schedule of Compensation, Benefits and Other Payments, and Supplementary Schedules and Statements are not a required part of the basic financial statements. Such information is the responsibility of the management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 Schedule of Expenditures of Federal Awards, the Financial Data Schedule, the Schedule of Compensation, Benefits and Other Payments, and Supplementary Schedules and Statements 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 September 30, 2022, on our consideration of the Housing Authority of the City of Ville Platte'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 Housing Authority of the City of Ville Platte's internal control over financial reporting and compliance.

*The Vercher Group*

Jena, Louisiana  
September 30, 2022

**Housing Authority of the City of Ville Platte  
Management's Discussion and Analysis  
June 30, 2022**

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As management of the Housing Authority of the City of Ville Platte, we offer readers of the Authority's basic financial statements this narrative overview and analysis of the financial activities of the Authority for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with the Authority's basic financial statements, which are attached.

**Financial Highlights**

The assets of the Authority exceeded its liabilities at the close of the most recent fiscal year by \$6,792,442 (Net Position).

As of the close of the current fiscal year, the Authority's ending unrestricted net position was \$662,589.

The Authority's cash balance on June 30, 2022, was \$270,220, of which \$33,601 was restricted cash for tenant security deposits.

The Authority had total operating revenue of \$1,760,451, total non-operating revenue of \$546, and capital contributions of \$338,261.

The Authority had total operating expenses of \$1,877,091, and total non-operating expenses of \$22,675.

The Authority had a total change in net position of \$199,492 for the year.

**Overview of the Basic Financial Statements**

The discussion and analysis are intended to serve as an introduction to the Authority's basic financial statements. The Authority's basic financial statements consist of the Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position, Statement of Cash Flows, and the notes to the basic financial statements. This report also contains the Schedule of Expenditures of Federal Awards as supplementary information in addition to the basic financial statements themselves.

The Authority has only one fund type, namely a proprietary fund. The Statement of Net Position includes all of the Authority's assets and liabilities. This fund type is unused for activities which are financed and operated in a manner similar to those in the private sector.

**Low Rent Public Housing** – Under the Conventional Public Housing Program, the Housing Authority rents units it owns to low-income families. The Conventional Public Housing Program is operated under an Annual Contribution Contract (ACC) with HUD, and HUD provides an Operating Subsidy to enable the Authority to provide housing at a rent that is based upon 30% of adjusted gross household income.

**Housing Authority of the City of Ville Platte  
Management's Discussion and Analysis - Continued  
June 30, 2022**

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**Capital Fund Program** – The Conventional Public Housing Program also includes the Capital Fund Program, the primary funding source for the Authority's physical and management improvements. The formula funding methodology is based on size and age of the Authority's units.

The Authority's overall financial position and operations for the year is summarized below based on the information in the current and prior year financial statements.

The table below lists the asset and liability comparisons for the year ended June 30, 2022.

**Statement of Net Position**

	<u>2021</u>	<u>2022</u>	<u>% Change</u>
Current Assets	\$ 776,387	\$ 856,753	10.4
Restricted Assets	35,175	33,601	-4.5
Capital Assets Net of Depreciation	6,053,814	6,129,853	1.3
<b>Total Assets</b>	<u>6,865,376</u>	<u>7,020,207</u>	2.3
Current Liabilities	169,652	126,271	-25.6
Non-Current Liabilities	102,774	101,494	-1.3
<b>Total Liabilities</b>	<u>272,426</u>	<u>227,765</u>	-16.4
Net Investment in Capital Assets	6,053,814	6,129,853	1.3
Unrestricted Net Position	539,136	662,589	22.9
<b>Total Net Position</b>	<u>\$ 6,592,950</u>	<u>\$ 6,792,442</u>	3.1

- Total assets increased by \$154,831 or 2.3% from last year. The primary reason for this increase is due to an increase in Capital Assets Net of Depreciation in the amount of \$76,039.
- Total liabilities decreased by \$44,661 or 16.4%. The primary reason for this change is due to a decrease in Accounts Payable in the amount of \$43,381.
- Unrestricted assets increased by \$123,453 or 22.9%. This increase in assets is a result of the increase in cash.



**Housing Authority of the City of Ville Platte  
Management's Discussion and Analysis - Continued  
June 30, 2022**

The table below lists the revenue and expense comparisons for the year ended June 30, 2022.

**Statement of Revenues, Expenses, & Changes in Net Position**

	<u>2021</u>	<u>2022</u>	<u>% Change</u>
<b>Operating Revenues</b>			
Tenant Revenue	\$ 493,262	\$ 529,483	7.4%
HUD PHA Operating	<u>1,012,562</u>	<u>1,230,968</u>	21.6%
<b>Total Operating Revenues</b>	<u>1,505,824</u>	<u>1,760,451</u>	16.9%
<b>Operating Expenses</b>			
Administrative	386,080	362,576	-6.1%
Utilities	321,401	306,216	-4.8%
Maintenance	555,227	647,394	16.6%
Protective Services	43,934	27,797	-36.7%
General	83,481	76,516	-8.4%
Insurance	141,316	180,646	27.8%
Depreciation	<u>282,411</u>	<u>275,946</u>	-2.3%
<b>Total Operating Expenses</b>	<u>1,813,850</u>	<u>1,877,091</u>	3.5%
<b>Operating Income (Loss)</b>	<u>(308,026)</u>	<u>(116,640)</u>	62.2%
<b>Non-Operating Revenues (Expenses)</b>			
Investment Income	1,154	546	-52.7%
Extra Ordinary Maintenance	<u>(13,358)</u>	<u>(22,675)</u>	69.7%
<b>Total Non-Operating Revenues (Expenses)</b>	<u>(12,204)</u>	<u>(22,129)</u>	81.3%
Capital Contributions	188,330	338,261	79.6%
<b>Change in Net Position</b>	(131,900)	199,492	251.2%
<b>Total Net Position - Beginning</b>	<u>6,724,850</u>	<u>6,592,950</u>	-1.9%
<b>Total Net Position - Ending</b>	\$ <u>6,592,950</u>	\$ <u>6,792,442</u>	3.1%

- Operating revenues increased by \$254,627 or 16.9%. The primary reason for this increase is because of an increase in HUD PHA Operating Revenues in the amount of \$218,406.
- Operating expenses increased by \$63,241 or 3.5%. The primary reason for this increase is due to an increase in maintenance expense in the amount of \$92,167 and insurance expense in the amount of \$39,330.
- Non-operating revenues/expenses changed by \$9,925 or 81.3%. The primary reason for this change is due to a increase in Extra Ordinary Maintenance in the amount of \$9,317.
- Capital contributions increased by \$149,931 or 79.6%.

**Housing Authority of the City of Ville Platte  
Management's Discussion and Analysis - Continued  
June 30, 2022**

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**Capital Asset & Debt Administration**

**Capital Assets**

As of June 30, 2022, the Authority's investment in capital assets was \$6,129,853 (net of \$7,583,226 accumulated depreciation). This investment included land, building, building improvements, office equipment, and maintenance equipment.

	<b>Balance 06/30/21</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance 06/30/22</b>
Land *	\$ 492,264	-0-	-0-	\$ 492,264
Buildings	6,232,855	-0-	-0-	6,232,855
Leasehold Improvements	6,381,553	337,051	-0-	6,718,604
Furniture & Equipment, Etc.	254,422	14,934	-0-	269,356
<b>Total</b>	<u>13,361,094</u>	<u>351,985</u>	<u>-0-</u>	<u>13,713,079</u>
Less Accumulated Depreciation	(7,307,280)	275,946	-0-	(7,583,226)
<b>Net Capital Assets</b>	<u>\$ 6,053,814</u>	<u>76,039</u>	<u>-0-</u>	<u>\$ 6,129,853</u>

\* Land in the amount of \$492,264 is not being depreciated.

**Long Term Debt**

The Authority does not have any long-term liabilities at this time.

**Future Events that will Impact the Authority**

The Authority relies heavily upon HUD operating subsidies. The amount appropriated has not currently been approved for the 2022 fiscal year. Therefore, any results of budget shortfalls cannot be determined.

The Authority is under a contract through its Capital Fund Program to continue with the work as stated above and incorporate any new work items into its operation.

**Contacting the Authority's Financial Management**

This financial report is designed to provide our citizens, customers, and creditors with a general overview of the Authority's finances and to demonstrate the Authority's accountability for the money it receives. If you have questions about this report or need additional information, contact Grant Soileau, executive director of the Housing Authority of the City of Ville Platte, 724 North Thompson, Ville Platte, LA 70586, at (337) 363-2535.

## **Basic Financial Statements**

**Housing Authority of the City of Ville Platte  
 Ville Platte, Louisiana  
 Statement of Net Position  
 June 30, 2022**

<b>ASSETS</b>	<b>ENTERPRISE FUND</b>
<b>CURRENT ASSETS</b>	
Cash	\$ 236,619
Investments	460,394
Accounts Receivable, Net	24,693
Prepaid Items	135,047
<b>RESTRICTED</b>	
Tenant Security Deposits	33,601
<b>TOTAL CURRENT ASSETS</b>	<u>890,354</u>
<b>NON-CURRENT ASSETS</b>	
Capital Assets (Net of Accumulated Depreciation)	<u>6,129,853</u>
<b>TOTAL NON-CURRENT ASSETS</b>	<u>6,129,853</u>
<b>TOTAL ASSETS</b>	<u><u>7,020,207</u></u>
<b>LIABILITIES</b>	
<b>CURRENT LIABILITIES</b>	
Accounts Payable	48,335
Accrued Wage/Payroll Taxes Payable	9,058
Compensated Absences	13,465
Accrued Pilot	18,095
Tenant Security Deposits	33,601
Unearned Revenue	3,717
<b>TOTAL CURRENT LIABILITIES</b>	<u>126,271</u>
<b>NON-CURRENT LIABILITIES</b>	
Compensated Absences	<u>101,494</u>
<b>TOTAL NON-CURRENT LIABILITIES</b>	<u>101,494</u>
<b>TOTAL LIABILITIES</b>	<u>227,765</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	6,129,853
Unrestricted	662,589
<b>TOTAL NET POSITION</b>	<u><u>\$ 6,792,442</u></u>

The accompanying notes are an integral part of this statement.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana  
Statement of Revenues, Expenses, & Changes in Net Position  
For The Year Ended June 30, 2022**

	<b>ENTERPRISE FUND</b>
<b>OPERATING REVENUES</b>	
Tenant Revenue	\$ 529,483
HUD PHA Operating Grant	1,230,968
<b>TOTAL OPERATING REVENUES</b>	<b>1,760,451</b>
 <b>OPERATING EXPENSES</b>	
<i>Administration:</i>	
Administrative Salaries	211,957
EBC-Administrative	98,619
Other Operating - Administrative	52,000
<i>Cost of Sales &amp; Service:</i>	
Water	106,730
Electricity	21,632
Gas	111,141
Sewer	66,713
Ordinary Maintenance – Labor	225,237
Materials	161,573
Contract Cost	157,940
EBC Maintenance	102,644
Protective Services	27,797
Other General	46,503
Insurance	180,646
Payment in Lieu of Taxes	25,010
Compensated Absences	-0-
Bad Debt Tenant’s Rent	5,003
<i>Depreciation</i>	275,946
<b>TOTAL OPERATING EXPENSES</b>	<b>1,877,091</b>
 <b>OPERATING INCOME (LOSS)</b>	<b>(116,640)</b>
 <b>NONOPERATING REVENUES (EXPENSES)</b>	
Interest Earnings	546
Extra-Ordinary Maintenance	(22,675)
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<b>(22,129)</b>
 <b>Capital Contributions</b>	<b>338,261</b>
 <b>CHANGE IN NET POSITION</b>	<b>199,492</b>
 <b>TOTAL NET POSITION – BEGINNING</b>	<b>6,592,950</b>
<b>TOTAL NET POSITION – ENDING</b>	<b>\$ 6,792,442</b>

The accompanying notes are an integral part of this statement.

**Housing Authority of the City of Ville Platte  
 Ville Platte, Louisiana  
 Statement of Cash Flows  
 For The Year Ended June 30, 2022**

	<b>ENTERPRISE FUND</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts From Customers & Users	\$ 526,480
Receipts From HUD	1,569,229
Payments to Suppliers	(1,511,849)
Payments to Employees	(462,944)
Payments for PILOT	(35,470)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>85,446</b>
 <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Extra-Ordinary Maintenance	(22,675)
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>(22,675)</b>
 <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Capital Grants	338,261
Acquisition & Construction of Capital Assets	(351,985)
<b>NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>(13,724)</b>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
(Increase) Decrease in Investments	(3,556)
Interest & Dividends Received	546
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>(3,010)</b>
 <b>NET INCREASE (DECREASE) IN CASH</b>	<b>46,037</b>
 <b>CASH, BEGINNING OF YEAR</b>	<b>224,183</b>
<b>CASH, END OF YEAR</b>	<b>270,220</b>
 <b>RECONCILIATION TO BALANCE SHEET</b>	
Cash and Cash Equivalents	236,619
Tenant Security Deposits	33,601
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>\$ 270,220</b>

The accompanying notes are an integral part of this statement.

**Housing Authority of the City of Ville Platte  
 Ville Platte, Louisiana  
 Statement of Cash Flows  
 For The Year Ended June 30, 2022**

**Reconciliation**

**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH  
 PROVIDED (USED) BY OPERATING ACTIVITIES**

Operating Income (Loss)	\$ <u>(116,640)</u>
Depreciation Expense	275,946
(Increase) Decrease in Accounts Receivable	(3,003)
(Increase) Decrease in Prepaid Insurance	(26,196)
Increase (Decrease) in Accounts Payable	(23,279)
Increase (Decrease) in Accrued Wage/Payroll Taxes Payable	2,779
Increase (Decrease) in Compensated Absences	(1,175)
Increase (Decrease) in PILOT	(20,365)
Increase (Decrease) in Tenant Security Deposits	(1,574)
Increase (Decrease) in Unearned Revenue	<u>(1,047)</u>
<b>TOTAL ADJUSTMENTS</b>	<u>202,086</u>
 <b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	 \$ <u>85,446</u>
 <b>LISTING OF NONCASH INVESTING, CAPITAL, &amp; FINANCIAL ACTIVITIES</b>	
Contributions of Capital Assets From Government	<u>\$ -0-</u>

The accompanying notes are an integral part of this statement

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2022**

**INTRODUCTION**

The Housing Authority of the City of Ville Platte (authority) was created by Louisiana Revised Statute (LSA-R.S.) 40.391 to engage in the acquisition, development, and administration of a low rent housing program to provide safe, sanitary, and affordable housing to the citizens of Ville Platte, Louisiana.

The authority is administered by a five-member board appointed by the Mayor of the City of Ville Platte, Louisiana. Members of the board serve five-year terms.

Under the United States Housing Act of 1937, as amended, the U.S. Department of Housing and Urban Development (HUD) has direct responsibility for administering low rent housing programs in the United States. Accordingly, HUD has entered into an annual contributions contract with the authority for the purpose of assisting the authority in financial the acquisition, construction, and leasing of housing units and to make annual contributions (subsidies) to the authority for the purpose of maintaining this low rent character.

At June 30, 2022, the authority manages 218 public housing units and two capital funding programs.

**1. SUMMARY OF ORGANIZATION & SIGNIFICANT ACCOUNTING POLICIES**

**A. BASIC FINANCIAL STATEMENTS**

The basic financial statements (i.e., the Statement of Net Position and the Statement of Changes in Net Position) report information on all of the activities of the primary government and its component units. For the most part, the effect of the Interfund activity has been removed from these statements. The housing authority uses enterprise funds to account for its activities.

**B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, & FINANCIAL STATEMENT PRESENTATION**

The basic financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The housing authority reports the following major proprietary funds:

The Low Rent Fund is the housing authority's primary operating fund. It accounts for all financial resources of the housing authority.



**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)  
JUNE 30, 2022**

As a general rule, the effect of Interfund activity has been eliminated from the basic financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's enterprise operations. Elimination of these charges would distort the direct cost and program revenues reported for the various functions concerned.

Operating revenues and expenses have been reported separately from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations.

The primary operating revenue of the housing authority is derived from tenant revenue. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**C. EQUITY CLASSIFICATIONS**

In the government-wide financial statements, equity is classified as Net Position and displayed in three components as applicable. The components are as follows:

Net Investment in Capital Assets - Capital assets including restricted capital assets, when applicable, net of accumulated depreciation.

Restricted Net Position - Net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.

Unrestricted Net Position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets".

When an expense is incurred for the purposes for which both restricted and unrestricted net position is available, management applies restricted resources first. The policy concerning which to apply first varies with the intended use and legal requirements. The decision is typically made by management at the incurrence of the expense.

**D. DEPOSITS & INVESTMENTS**

The housing 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.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)  
JUNE 30, 2022**

State law and the housing authority's investment policy allow the housing authority to invest in collateralized certificates of deposits, government backed securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government backed securities. Investments (bank certificate of deposits in excess of 90 days) for the housing authority are reported at fair value.

**E. RECEIVABLES & PAYABLES**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year referred to as either "due to/from other funds" (i.e., the current portion of Interfund loans) or "advances to/from other funds" (i.e., the non-current portion of Interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the accompanying financial statements, are offset by a restriction on Net Position. All trade and other receivables are shown net of an allowance for uncollectibles.

**F. INVENTORIES & PREPAID ITEMS**

All inventories are valued at cost using the first-in/first out method. Inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the basic financial statements.

**G. CAPITAL ASSETS**

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable columns in the basic financial statements. Capital assets are capitalized at historical cost. The housing maintains a threshold level of \$500 or more for capitalizing capital assets. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense included during the current fiscal year was \$-0-. Of this amount, \$-0- was included as part of the cost of capital assets under construction in connection with construction projects.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)  
JUNE 30, 2022**

All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	40 years
Buildings	40 years
Building improvements	40 years
Vehicles	7 years
Furniture and fixtures	5 years
Equipment	5 years

**H. COMPENSATED ABSENCES**

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

**I. LONG-TERM OBLIGATIONS**

In the basic financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

**J. EXTRAORDINARY & SPECIAL ITEMS**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events within the control of the housing authority, which are either unusual in nature or infrequent in occurrence.

**K. ESTIMATES**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require 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 financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)  
JUNE 30, 2022**

**2. CASH AND INVESTMENTS (CD'S IN EXCESS OF 90 DAYS)**

On June 30, 2022, the housing authority has cash and investments (bank balances) totaling \$730,880 as follows:

CD's	\$ 460,394
Demand deposits	270,486
<b>Total</b>	<u><u>\$ 730,880</u></u>

These deposits are stated at cost, which approximated market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance, or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

***Custodial Credit Risk***

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the government will not be able to recover its deposits. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance, or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the entity that the fiscal agent bank has failed to pay deposit funds upon demand. Further, Louisiana Revised Statute 39:1224 states that securities held by a third party shall be deemed to be held in the entity's name.

***Deposits***

It is the housing authority's policy for deposits to be 100% secured by collateral at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The housing authority's deposits are categorized to give an indication of the level of risk assumed by the housing authority at year end. The categories are described as follows:

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)  
JUNE 30, 2022**

- **Category 1** – Insured or collateralized with securities held by the housing authority or by its agent in the housing authority’s name.
- **Category 2** – Collateralized with securities held by the pledging financial institution’s trust department or agent in the housing authority’s name.
- **Category 3** – Uncollateralized.

Amounts on deposit are secured by the following pledges:

Description	Amount
FDIC (Category 1)	\$ 704,549
Securities (Category 2)	-0-
<b>Total Securities</b>	\$ 704,549

Deposits were secured as of June 30, 2022.

**3. RECEIVABLES**

The receivables (net of allowance for doubtful accounts of \$115) were \$24,693 as of June 30, 2022.

**4. CAPITAL ASSETS**

Capital assets and depreciation activity as of and for the year ended June 30, 2022, for the primary government is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Land *	\$ 492,264	-0-	-0-	\$ 492,264
Buildings	6,232,855	-0-	-0-	6,232,855
Leasehold Improvements	6,381,553	337,051	-0-	6,718,604
Furniture & Equipment, Etc.	254,422	14,934	-0-	269,356
<b>Total</b>	13,361,094	351,985	-0-	13,713,079
Less Accumulated Depreciation	(7,307,280)	275,946	-0-	(7,583,226)
<b>Net Capital Assets</b>	\$ 6,053,814	76,039	-0-	\$ 6,129,853

\* Land in the amount of \$492,264 is not being depreciated.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)  
JUNE 30, 2022**

**5. RETIREMENT PLANS**

The authority participates in the Housing-Renewal and Local Agency retirement Plan, which is a defined contribution plan. The plan consists of employees of various local and regional housing authorities, urban renewal agencies, and other similar organizations. Through the plan, the authority provides pension benefits for all full-time employees. All eligible individuals must be employed for at least six months before participating in the plan. Under a defined contribution plan, benefits depend solely on amounts contributed to the plan and investment earnings. Benefits of the plan are funded by employee and employer contributions. Participants in the plan are required to make a monthly contribution of 5 ½ percent of their basic (excludes overtime) compensation. The authority makes a monthly contribution equal to 8 ½ percent of each participant’s basic compensation. The employer contributions and earnings allocated to each participant’s account are fully vested after five years of continuous service. The authority’s contributions and interest forfeited by employees who leave employment before five years of service are used to offset future contributions of the authority. Normal retirement date shall be the first day of the month following the employee’s sixty-fifth birthday or after ten years of participation in the plan. The authority’s total payroll for the fiscal year ended June 30, 2022, was \$437,194. The authority’s contributions were made based on a total covered payroll \$186,093. Employee contributions totaled \$10,235 while the authority’s contributions totaled \$15,818 for the year ended June 30, 2022.

**6. ACCOUNTS, SALARIES & OTHER PAYABLES**

The payables of \$126,271 on June 30, 2022, are as follows:

Accounts Payable (Vendors)	\$	48,335
Accrued Wages/Payroll Taxes Payable		9,058
Accrued Pilot		18,095
Accrued Compensated Absences - Current		13,465
Security Deposits		33,601
Unearned Revenue		3,717
<b>Total</b>		<b>\$ 126,271</b>

**7. CHANGES IN COMPENSATED ABSENCES PAYABLES**

The following is a summary of changes in compensated absences payable at June 30, 2022:

		<u>Current</u>		<u>Noncurrent</u>		<u>Total</u>
Beginning of year	\$	13,360	\$	102,774	\$	116,134
Additions/Retirements		105		(1,280)		(1,175)
<b>End of year</b>	<b>\$</b>	<b>13,465</b>		<b>101,494</b>		<b>114,959</b>

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)  
JUNE 30, 2022**

**8. LONG-TERM OBLIGATIONS**

To provide for the development and modernization of low-rent housing units, the PHA issued New Housing Authority Bonds and Permanent Notes-FFB. These bonds and notes are payable by HUD and secured by annual contributions. The bonds and notes do not constitute a debt by the Authority, and accordingly, have not been reported in the accompanying financial statements. This debt has been reclassified to HUD equity.

**9. CONTINGENT LIABILITIES**

At June 30, 2022, the housing authority is subject to possible examinations made by federal regulators who determine compliance with terms, conditions, laws and regulations governing grants given to the housing authority in the current and prior years. These examinations may result in required refunds by the housing authority to federal grantors and/or program beneficiaries.

**10. ECONOMIC DEPENDENCY**

Statement of Financial Accounting Standard (SFAS) No. 14 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 & Urban Development provided \$1,569,229 to the housing authority, which represents approximately 74.8 % of the housing authority's revenue for the year.

**11. SUBSEQUENT EVENTS**

Management has evaluated events and transactions subsequent to the Statement of Net Position date through, September 30, 2022, of the independent auditor's report for potential recognition or disclosure in the financial statements.

## **Supplemental Information**



**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**Schedule of Compensation Benefits and Other Payments  
to Agency Head or Chief Executive Officer  
For the Year Ended June 30, 2022**

Grant Soileau, Executive Director

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 78,949
Benefits-Insurance	\$ 18,233
Benefits-Retirement	-0-
Benefits (Expense Allowance)	-0-
Car Allowance	-0-
Vehicle Provided by Government	-0-
Per Diem	-0-
Reimbursements	-0-
Travel	-0-
Registration Fees	-0-
Conference Travel	-0-
Continuing Professional Education Fees	-0-
Housing	-0-
Un-vouchered Expenses*	-0-
Special Meals	-0-

\*An example of an un-vouchered expense would be a travel advance.

See independent auditor's report.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**Schedule of Compensation Paid to Board Members  
For the Year Ended June 30, 2022**

<u>Board Member</u>	<u>Title</u>	<u>Salary</u>
Daniel Arvie	Chairperson	\$ -0-
David Ortego	Vice-Chairperson	\$ -0-
Rella Joseph	Commissioner	\$ -0-
Phil Lemoine	Commissioner	\$ -0-
Barbara Harrison	Commissioner	\$ -0-

Board members were paid no salary per board meeting when present.

See independent auditor's report.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2022**

<b>Federal Grantor/Program or Cluster Title</b>	<b>Federal CFDA Number</b>	<b>Federal Expenditures (\$)</b>
<b>Other Programs</b>		
Default Agency		
Public Housing CARES Act		
Public Housing CARES Act	14.PHC	64,599
Total Public Housing CARES Act		64,599
<i>Total Default Agency</i>		64,599
Department of Housing and Urban Development		
Public and Indian Housing		
Public and Indian Housing	14.850	990,221
Total Public and Indian Housing		990,221
Public Housing Capital Fund		
Public Housing Capital Fund	14.872	514,409
Total Public Housing Capital Fund		514,409
<i>Total Department of Housing and Urban Development</i>		1,504,630
<b>Total Other Programs</b>		1,569,229
<b>Total Expenditures of Federal Awards</b>		1,569,229

See independent auditor's report.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**Notes to the Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2022**

Note A – Single Audit Requirements

The Office of Management and Budget “Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards; Final Rule” was released in the Federal Register on December 26, 2013 (2 CFR Chapter I, Chapter II, Part 200, et al.). This guidance supersedes requirements from OMB Circulars A-21, A-87, A-110, and A-122 (which have been placed in 2 C.F.R. Parts 220, 225, 215, and 230); Circulars A-89, A-102, and A-133; and the guidance in Circular A-50 on Single Audit Act follow-up.” The new requirements state that an entity expending \$750,000 or more of federal funds adhere to the Uniform Requirements.

The funds used to account for these funds use the accrual basis of accounting.

**1.) General**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the Housing Authority. The Housing Authority reporting entity is defined in Note 1 to the Housing Authority’s basic financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule.

**2.) Basis of Accounting**

The accompanying Schedule of expenditures of Federal Awards is presented using the accrual basis of accounting, which is described in Note 1 to the Housing Authority’s basic financial statements.

**3.) Relationship to Basic Financial Statements**

Federal award revenues are reported in the Housing Authority’s basic financial statements as follows:

General:		
Operating Subsidy – Public & Indian Housing	\$	990,221
Public Housing CARES Act		64,599
Capital Fund Grant		514,409
Total	\$	<u>1,569,229</u>

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 U.S. generally accepted accounting principles.

**4.) Federal Awards**

In accordance with HUD Notice PIH 98-14, “federal awards” do not include the Housing Authority’s operating income from rents or investments (or other non-federal sources). In addition, the entire amount of operating subsidy received during the fiscal year is considered to be “expended” during the fiscal year.

**5.) Indirect Cost Rate**

Ville Platte Housing Authority has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Presented for purposes of additional analysis only.

**Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana**

**Statement and Certification of Actual Modernization Cost  
Annual Contribution Contract**

	<b>Incomplete Project CFP 501-18</b>	<b>Incomplete Project CFP 501-19</b>	<b>Incomplete Project CFP 501-20</b>	<b>Incomplete Project CFP 501-21</b>	<b>Total</b>
<b>The Actual Modernization Costs Are As Follows:</b>					
1. Funds Approved	\$ 477,336	\$ 497,629	\$ 532,028	\$ 515,165	\$ 2,022,158
Funds Expended	(416,591)	(420,650)	(137,246)	(115,118)	(1,089,605)
Excess of Funds Approved	60,745	76,979	394,782	400,047	932,553
2. Funds Advanced	416,591	420,650	137,246	115,118	1,089,605
Funds Expended	(416,591)	(420,650)	(137,246)	(115,118)	(1,089,605)
Excess of Funds Advanced	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

See independent auditor's report.



**Other Reports**

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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***

Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana

We have audited, in accordance with the 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 Ville Platte, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Housing Authority of the City of Ville Platte’s basic financial statements, and have issued our report thereon dated September 30, 2022.

#### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Housing Authority of the City of Ville Platte’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 Ville Platte’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority of the City of Ville Platte’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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Housing Authority of the City of Ville Platte's financial statements are free from 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 that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items (2022-1 2019 CFP grants spent on 2018 CFP project).

### **Housing Authority of the City of Ville Platte response**

*Government Auditing Standards* requires the auditor to perform limited procedures on the Housing Authority of the City of Ville Platte's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Housing Authority of the City of Ville Platte's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **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.

This report is intended solely for the information and use of the audit committee, management, federal awarding agencies and Legislative Auditor's Office and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a public document, and its distribution is not limited.

*The Vercher Group*

Jena, Louisiana

September 30, 2022



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## **INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE**

Housing Authority of the City of Ville Platte  
Ville Platte, Louisiana

### **Report on Compliance for Each Major Federal Program**

We have audited the Housing Authority of the City of Ville Platte'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 Ville Platte's major federal programs for the year ended June 30, 2022. The Housing Authority of the City of Ville Platte'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 Ville Platte, LA 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 June 30, 2022.

### **Basis for 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 Ville Platte, LA and to meet our other 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 Ville Platte, LA’s compliance with the compliance requirements referred to above.

### ***Management's Responsibility***

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, regulations, contracts, and grants applicable to the Housing Authority of the City of Ville Platte, La'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 Housing Authority of the City of Ville Platte, LA'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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that 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 the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Housing Authority of the City of Ville Platte, LA's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, 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 Housing Authority of the City of Covington, LA'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 Ville Platte, LA'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 internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Housing Authority of the City of Ville Platte, LA'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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses or significant deficiencies 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 such opinion is expressed.

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.

This report is intended solely for the information and use of management, the Legislator Auditor, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a public document, and its distribution is not limited.

*The Vercher Group*

Jena, Louisiana  
September 30, 2022

**HOUSING AUTHORITY OF THE CITY OF VILLE PLATTE  
VILLE PLATTE, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COST  
For the Year Ended June 30, 2022**

We have audited the basic financial statements which collectively comprise the Housing Authority of the City of Ville Platte, Louisiana, as of and for the year ended June 30, 2022, and have issued our report thereon dated September 30, 2022. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

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**Section I Summary of Auditor's Results**

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Our audit of the financial statements as of June 30, 2022, resulted in an unmodified opinion.

**a. Report on Internal Control and Compliance Material to the Financial Statements**

Internal Control

Material Weaknesses  Yes                      Significant Deficiencies  Yes

Compliance

Compliance Material to Financial Statements  Yes

**b. Federal Awards**

Internal Control

Material Weaknesses  Yes                      Other Conditions  Yes

Type of Opinion on Compliance  Unmodified                       Qualified  
For Major Programs                       Disclaimer                       Adverse

Are there findings required to be reported in accordance with Uniform Guidance?

Yes                       No

**c. Identification of Major Programs:**

<b>CFDA Number(s)</b>	<b>Name of Federal Program (or Cluster)</b>
14.850	Public and Indian Housing

Dollar threshold used to distinguish between Type A and Type B Programs: \$750,000

Is the auditee a 'low-risk' auditee, as defined by Uniform Guidance?  Yes  No

**HOUSING AUTHORITY OF THE CITY OF VILLE PLATTE  
VILLE PLATTE, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COST  
For the Year Ended June 30, 2022**

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**Section II - Financial Statement Findings**

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**2022-1 2019 CFP grants spent on 2018 CFP project**

**Condition:** Costs for the 2018 CFP project were paid with 2019 CFP grant funds.

**Criteria:** CFP grant funds are budgeted for specific projects or operations.

**Cause of Condition:** Mistakenly drawing down the wrong CFP grant funds.

**Potential Effect of Condition:** Compliance issue.

**Recommendation:** The Housing Authority should contact HUD to get an approved corrective action.

**Client Response:** The Housing Authority will get a corrective action from HUD

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**Section III – Federal Awards Findings and Questioned Costs**

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No items identified.

**HOUSING AUTHORITY OF THE CITY OF VILLE PLATTE  
VILLE PLATTE, LOUISIANA**

**MANAGEMENT'S CORRECTIVE ACTION  
FOR CURRENT YEAR AUDIT FINDINGS**

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**FINDINGS:**

**2022-1 2019 CFP grants spent on 2018 CFP project**

***Findings:*** Costs for the 2018 CFP project were paid with 2019 CFP grant funds.

***Corrective Action:*** The Housing Authority will contact HUD to get an approved corrective action.

***Contact Person:*** Grant Soileau

***Completion Date:*** June 30, 2022

**HOUSING AUTHORITY OF THE CITY OF VILLE PLATTE  
VILLE PLATTE, LOUISIANA**

**MANAGEMENT'S SUMMARY  
OF PRIOR YEAR FINDINGS**

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Legislative Auditor  
State of Louisiana  
Baton Rouge, Louisiana 70804-9397

The management of the Housing Authority of the City of Ville Platte, Louisiana has provided the following action summaries relating to audit findings brought to their attention as a result of their financial audit for the year ended June 30, 2021.

**PRIOR YEAR FINDINGS:**

No items identified.

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### MEMBERS

American Institute of  
Certified Public Accountants

Society of Louisiana  
Certified Public Accountants

Association of  
Certified Fraud Examiners

### **INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES**

Housing Authority of the  
City of Ville Platte  
Ville Platte, Louisiana

We have performed the procedures enumerated below, which were agreed to by Housing Authority of the City of Ville Platte (entity) and the Louisiana Legislative Auditor (LLA) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the period July 1, 2021 through June 30, 2022. The Entity's management is responsible for those C/C areas identified in the SAUPs.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

#### **Written Policies and Procedures**

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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.
  - 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.
  - c) **Disbursements**, including processing, reviewing, and approving.
  - 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).

- 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(s) rate of pay or approval and maintenance of pay rate schedules.
- 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.
- 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).
- h) **Travel and Expense Reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 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.
- j) **Debt Service**, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- 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.
- l) **Sexual Harassment**, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

**Observations: No exceptions were found as a result of this procedure.**

### ***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.
  - b) For those entities reporting on the governmental accounting model, observe whether 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 nonprofit 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.*

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

**Observations: No exceptions were found as a result of these procedures.**

### ***Bank Reconciliations***

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- 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 or electronically logged);
  - b) Bank reconciliations include evidence that a member of management/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
  - c) Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

**Observations: No exceptions were found as a result of these procedures.**

### ***Collections (excluding electronic funds transfers)***

---

- 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).

**Observations: We obtained 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.**

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

- 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.
- 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/official verifies the reconciliation.

**Observations:**

**a) The entity does not accept cash.**

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

**Observations: No exceptions were found as a result of these procedures.**

- 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.
- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
- c) Trace the deposit slip total to the actual deposit per the bank statement.
- d) Observe 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).
- e) Trace the actual deposit per the bank statement to the general ledger.

**Observations:**

- a) The entity does not accept cash, no receipts written.**
- b) Traced other related collection documentation to the deposit slip.**
- c) Traced the deposit slip total to the actual deposit per the bank statement.**
- d) Deposits were not made within one business day of receipt.**
- e) Traced the actual deposit per the bank statement to the general ledger.**

**Exception: Deposits were not made within one business day of receipt.**

**Management’s Response: It is not practical to make daily deposits. Checks are stored in secure location.**

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

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- 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).

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.
  - b) At least two employees are involved in processing and approving payments to vendors.
  - 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.
  - 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.
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.
  - b) Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

**Observations: No exceptions were found as a result of these procedures.**

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

**Observations: No exceptions were found as a result of these procedures.**

### ***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 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](http://www.gsa.gov)).
  - b) If reimbursed using actual costs, observe the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.
  - c) Observe each reimbursement is supported by documentation of the 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).
  - d) Observe each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

**Observations: Management represented there were no travel related expenditures for the fiscal period.**

### ***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 whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.
  - b) Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g., Lawrason Act, Home Rule Charter).
  - c) If the contract was amended (e.g., change order), observe 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).
  - 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 the invoice and related payment agreed to the terms and conditions of the contract.

**Observations: No exceptions were found as a result of this procedure.**

## ***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.

**Observations: We obtained a listing of employees and management's representation the listing is complete.**

17. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under #16 above, obtain attendance records and leave documentation for the pay period, and:
- Observe all selected employees or 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.)
  - Observe whether supervisors approved the attendance and leave of the selected employees or officials.
  - Observe any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.
  - Observe the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.

**Observations: No exceptions were found as a result of this procedure.**

18. Obtain a listing of those employees or 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 or officials' cumulative leave records, agree the pay rates to the employee or officials' authorized pay rates in the employee or officials' personnel files, and agree the termination payment to entity policy.

**Observations: No exceptions were found as a result of this procedure.**

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, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

**Observations: No exceptions were found as a result of this procedure.**

## ***Ethics***

---

20. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, obtain ethics documentation from management, and:
- Observe whether the documentation demonstrates each employee/official completed one hour of ethics training during the fiscal period.

**Exception: Two of the randomly selected employees did not have ethics training during the fiscal year.**

**Managements Response: In the future, all employees will receive ethics training.**

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

**Observations: There were no changes to the entity's ethics policy during the fiscal period.**

### ***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 State Bond Commission approval was obtained for each debt instrument issued.
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 asset funds, or other funds required by the debt covenants).

**Observations: The entity has no debt.**

### ***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.

**Observations: Management represented there were no misappropriations of public funds and assets during the fiscal period.**

24. Observe 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.

**Observations: We observed 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.**

### ***Information Technology Disaster Recovery/Business Continuity***

---

25. Perform the following procedures,
- a) Obtain and inspect the entity's most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observe 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 no written documentation, 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 procedures and discussed the results with management.**

### ***Sexual Harassment***

---

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

**Exception: None of the employees selected had sexual harassment training during the year.**

**Management response: Employees will obtain sexual harassment training.**

- 27. Observe 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).

**Observations: Observed the entity has posted its sexual harassment policy and complaint procedure in a conspicuous location on the entity's premises.**

- 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 it 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;
  - b) Number of sexual harassment complaints received by the agency;
  - c) Number of complaints which resulted in a finding that sexual harassment occurred;
  - d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
  - e) Amount of time it took to resolve each complaint.

**Exception: The entity did not file the annual sexual harassment report for the current fiscal period.**

**Management's Response: There were no complaints reported during the fiscal year. Future reports will be filed.**



We were not engaged to and did not conduct an examination or review, 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.

The purpose of this report is 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.

*The Vercher Group*

Jena, Louisiana  
September 30, 2022



**Financial Data Schedule**

Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
111 Cash - Unrestricted	\$236,619	\$0	\$236,619	\$236,619
112 Cash - Restricted - Modernization and Development				
113 Cash - Other Restricted				
114 Cash - Tenant Security Deposits	\$33,601		\$33,601	\$33,601
115 Cash - Restricted for Payment of Current Liabilities				
100 Total Cash	\$270,220	\$0	\$270,220	\$270,220
121 Accounts Receivable - PHA Projects				
122 Accounts Receivable - HUD Other Projects				
124 Accounts Receivable - Other Government				
125 Accounts Receivable - Miscellaneous	\$1,778		\$1,778	\$1,778
126 Accounts Receivable - Tenants	\$22,980		\$22,980	\$22,980
126.1 Allowance for Doubtful Accounts - Tenants	-\$115		-\$115	-\$115
126.2 Allowance for Doubtful Accounts - Other	\$0		\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current				
128 Fraud Recovery				
128.1 Allowance for Doubtful Accounts - Fraud				
129 Accrued Interest Receivable	\$50		\$50	\$50
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$24,693	\$0	\$24,693	\$24,693
131 Investments - Unrestricted	\$460,394		\$460,394	\$460,394
132 Investments - Restricted				
135 Investments - Restricted for Payment of Current Liability				
142 Prepaid Expenses and Other Assets	\$135,047		\$135,047	\$135,047
143 Inventories				

Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
143.1 Allowance for Obsolete Inventories				
144 Inter Program Due From				
145 Assets Held for Sale				
150 Total Current Assets	\$890,354	\$0	\$890,354	\$890,354
161 Land	\$492,264		\$492,264	\$492,264
162 Buildings	\$6,232,855		\$6,232,855	\$6,232,855
163 Furniture, Equipment & Machinery - Dwellings	\$39,627		\$39,627	\$39,627
164 Furniture, Equipment & Machinery - Administration	\$229,729		\$229,729	\$229,729
165 Leasehold Improvements	\$6,718,604		\$6,718,604	\$6,718,604
166 Accumulated Depreciation	-\$7,583,226		-\$7,583,226	-\$7,583,226
167 Construction in Progress				
168 Infrastructure				
160 Total Capital Assets, Net of Accumulated Depreciation	\$6,129,853	\$0	\$6,129,853	\$6,129,853
171 Notes, Loans and Mortgages Receivable - Non-Current				
172 Notes, Loans, & Mortgages Receivable - Non Current - Past				
173 Grants Receivable - Non Current				
174 Other Assets				
176 Investments in Joint Ventures				
180 Total Non-Current Assets	\$6,129,853	\$0	\$6,129,853	\$6,129,853
200 Deferred Outflow of Resources				
290 Total Assets and Deferred Outflow of Resources	\$7,020,207	\$0	\$7,020,207	\$7,020,207

Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
311 Bank Overdraft				
312 Accounts Payable <= 90 Days	\$48,335		\$48,335	\$48,335
313 Accounts Payable >90 Days Past Due				
321 Accrued Wage/Payroll Taxes Payable	\$9,058		\$9,058	\$9,058
322 Accrued Compensated Absences - Current Portion	\$13,465		\$13,465	\$13,465
324 Accrued Contingency Liability				
325 Accrued Interest Payable				
331 Accounts Payable - HUD PHA Programs				
332 Account Payable - PHA Projects				
333 Accounts Payable - Other Government	\$18,095		\$18,095	\$18,095
341 Tenant Security Deposits	\$33,601		\$33,601	\$33,601
342 Unearned Revenue	\$3,717		\$3,717	\$3,717
343 Current Portion of Long-term Debt - Capital				
344 Current Portion of Long-term Debt - Operating Borrowings				
345 Other Current Liabilities				
346 Accrued Liabilities - Other				
347 Inter Program - Due To				
348 Loan Liability - Current				
310 Total Current Liabilities	\$126,271	\$0	\$126,271	\$126,271
351 Long-term Debt, Net of Current - Capital Projects/Mortgage				
352 Long-term Debt, Net of Current - Operating Borrowings				
353 Non-current Liabilities - Other				
354 Accrued Compensated Absences - Non Current	\$101,494		\$101,494	\$101,494
355 Loan Liability - Non Current				
356 FASB 5 Liabilities				

Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
357 Accrued Pension and OPEB Liabilities				
350 Total Non-Current Liabilities	\$101,494	\$0	\$101,494	\$101,494
300 Total Liabilities	\$227,765	\$0	\$227,765	\$227,765
400 Deferred Inflow of Resources				
508.4 Net Investment in Capital Assets	\$6,129,853		\$6,129,853	\$6,129,853
511.4 Restricted Net Position				
512.4 Unrestricted Net Position	\$662,589	\$0	\$662,589	\$662,589
513 Total Equity - Net Assets / Position	\$6,792,442	\$0	\$6,792,442	\$6,792,442
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$7,020,207	\$0	\$7,020,207	\$7,020,207

Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
70300 Net Tenant Rental Revenue	\$454,110		\$454,110	\$454,110
70400 Tenant Revenue - Other	\$75,373		\$75,373	\$75,373
70500 Total Tenant Revenue	\$529,483	\$0	\$529,483	\$529,483
70600 HUD PHA Operating Grants	\$1,166,369		\$1,166,369	\$1,166,369
70610 Capital Grants	\$338,261		\$338,261	\$338,261
70710 Management Fee				
70720 Asset Management Fee				
70730 Book Keeping Fee				
70740 Front Line Service Fee				
70750 Other Fees				
70700 Total Fee Revenue				
70800 Other Government Grants		\$64,599	\$64,599	\$64,599
71100 Investment Income - Unrestricted	\$546		\$546	\$546
71200 Mortgage Interest Income				
71300 Proceeds from Disposition of Assets Held for Sale				
71310 Cost of Sale of Assets				
71400 Fraud Recovery				
71500 Other Revenue				
71600 Gain or Loss on Sale of Capital Assets				
72000 Investment Income - Restricted				
70000 Total Revenue	\$2,034,659	\$64,599	\$2,099,258	\$2,099,258
91100 Administrative Salaries	\$211,957		\$211,957	\$211,957

Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
91200 Auditing Fees	\$8,900		\$8,900	\$8,900
91300 Management Fee				
91310 Book-keeping Fee				
91400 Advertising and Marketing	\$3,345		\$3,345	\$3,345
91500 Employee Benefit contributions - Administrative	\$98,619		\$98,619	\$98,619
91600 Office Expenses	\$6,680		\$6,680	\$6,680
91700 Legal Expense	\$5,239		\$5,239	\$5,239
91800 Travel	\$1,236		\$1,236	\$1,236
91810 Allocated Overhead				
91900 Other	\$26,600		\$26,600	\$26,600
91000 Total Operating - Administrative	\$362,576	\$0	\$362,576	\$362,576
92000 Asset Management Fee				
92100 Tenant Services - Salaries				
92200 Relocation Costs				
92300 Employee Benefit Contributions - Tenant Services				
92400 Tenant Services - Other				
92500 Total Tenant Services	\$0	\$0	\$0	\$0
93100 Water	\$106,730		\$106,730	\$106,730
93200 Electricity	\$21,632		\$21,632	\$21,632
93300 Gas	\$111,141		\$111,141	\$111,141
93400 Fuel				
93500 Labor				
93600 Sewer	\$66,713		\$66,713	\$66,713
93700 Employee Benefit Contributions - Utilities				



Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
93800 Other Utilities Expense				
93000 Total Utilities	\$306,216	\$0	\$306,216	\$306,216
94100 Ordinary Maintenance and Operations - Labor	\$222,322	\$2,915	\$225,237	\$225,237
94200 Ordinary Maintenance and Operations - Materials and	\$119,556	\$42,017	\$161,573	\$161,573
94300 Ordinary Maintenance and Operations Contracts	\$138,273	\$19,667	\$157,940	\$157,940
94500 Employee Benefit Contributions - Ordinary Maintenance	\$102,644		\$102,644	\$102,644
94000 Total Maintenance	\$582,795	\$64,599	\$647,394	\$647,394
95100 Protective Services - Labor	\$25,750		\$25,750	\$25,750
95200 Protective Services - Other Contract Costs				
95300 Protective Services - Other				
95500 Employee Benefit Contributions - Protective Services	\$2,047		\$2,047	\$2,047
95000 Total Protective Services	\$27,797	\$0	\$27,797	\$27,797
96110 Property Insurance	\$88,516		\$88,516	\$88,516
96120 Liability Insurance	\$32,516		\$32,516	\$32,516
96130 Workmen's Compensation	\$54,194		\$54,194	\$54,194
96140 All Other Insurance	\$5,420		\$5,420	\$5,420
96100 Total insurance Premiums	\$180,646	\$0	\$180,646	\$180,646
96200 Other General Expenses	\$47,679		\$47,679	\$47,679
96210 Compensated Absences	-\$1,176		-\$1,176	-\$1,176
96300 Payments in Lieu of Taxes	\$25,010		\$25,010	\$25,010
96400 Bad debt - Tenant Rents	\$5,003		\$5,003	\$5,003
96500 Bad debt - Mortgages				

Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
96600 Bad debt - Other				
96800 Severance Expense				
96000 Total Other General Expenses	\$76,516	\$0	\$76,516	\$76,516
96710 Interest of Mortgage (or Bonds) Payable				
96720 Interest on Notes Payable (Short and Long Term)				
96730 Amortization of Bond Issue Costs				
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0	\$0
96900 Total Operating Expenses	\$1,536,546	\$64,599	\$1,601,145	\$1,601,145
97000 Excess of Operating Revenue over Operating Expenses	\$498,113	\$0	\$498,113	\$498,113
97100 Extraordinary Maintenance	\$22,675		\$22,675	\$22,675
97200 Casualty Losses - Non-capitalized				
97300 Housing Assistance Payments				
97350 HAP Portability-In				
97400 Depreciation Expense	\$275,946		\$275,946	\$275,946
97500 Fraud Losses				
97600 Capital Outlays - Governmental Funds				
97700 Debt Principal Payment - Governmental Funds				
97800 Dwelling Units Rent Expense				
90000 Total Expenses	\$1,835,167	\$64,599	\$1,899,766	\$1,899,766
10010 Operating Transfer In	\$176,148		\$176,148	\$176,148
10020 Operating transfer Out	-\$176,148		-\$176,148	-\$176,148

Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
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)				
10091 Inter Project Excess Cash Transfer In				
10092 Inter Project Excess Cash Transfer Out				
10093 Transfers between Program and Project - In				
10094 Transfers between Project and Program - Out				
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$199,492	\$0	\$199,492	\$199,492
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0
11030 Beginning Equity	\$6,592,950	\$0	\$6,592,950	\$6,592,950
11040 Prior Period Adjustments, Equity Transfers and				
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				
11090 Changes in Allowance for Doubtful Accounts - Dwelling				
11100 Changes in Allowance for Doubtful Accounts - Other				
11170 Administrative Fee Equity				
11180 Housing Assistance Payments Equity				

Housing Authority of Ville Platte (LA030)

VILLE PLATTE, LA

**Entity Wide Revenue and Expense Summary**

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2022

	Project Total	14.PHC Public Housing CARES Act Funding	Subtotal	Total
11190 Unit Months Available	2616		2616	2616
11210 Number of Unit Months Leased	2591		2591	2591
11270 Excess Cash	\$500,991		\$500,991	\$500,991
11610 Land Purchases	\$0		\$0	\$0
11620 Building Purchases	\$0		\$0	\$0
11630 Furniture & Equipment - Dwelling Purchases	\$0		\$0	\$0
11640 Furniture & Equipment - Administrative Purchases	\$14,934		\$14,934	\$14,934
11650 Leasehold Improvements Purchases	\$337,051		\$337,051	\$337,051
11660 Infrastructure Purchases	\$0		\$0	\$0
13510 CFFP Debt Service Payments	\$0		\$0	\$0
13901 Replacement Housing Factor Funds	\$0		\$0	\$0