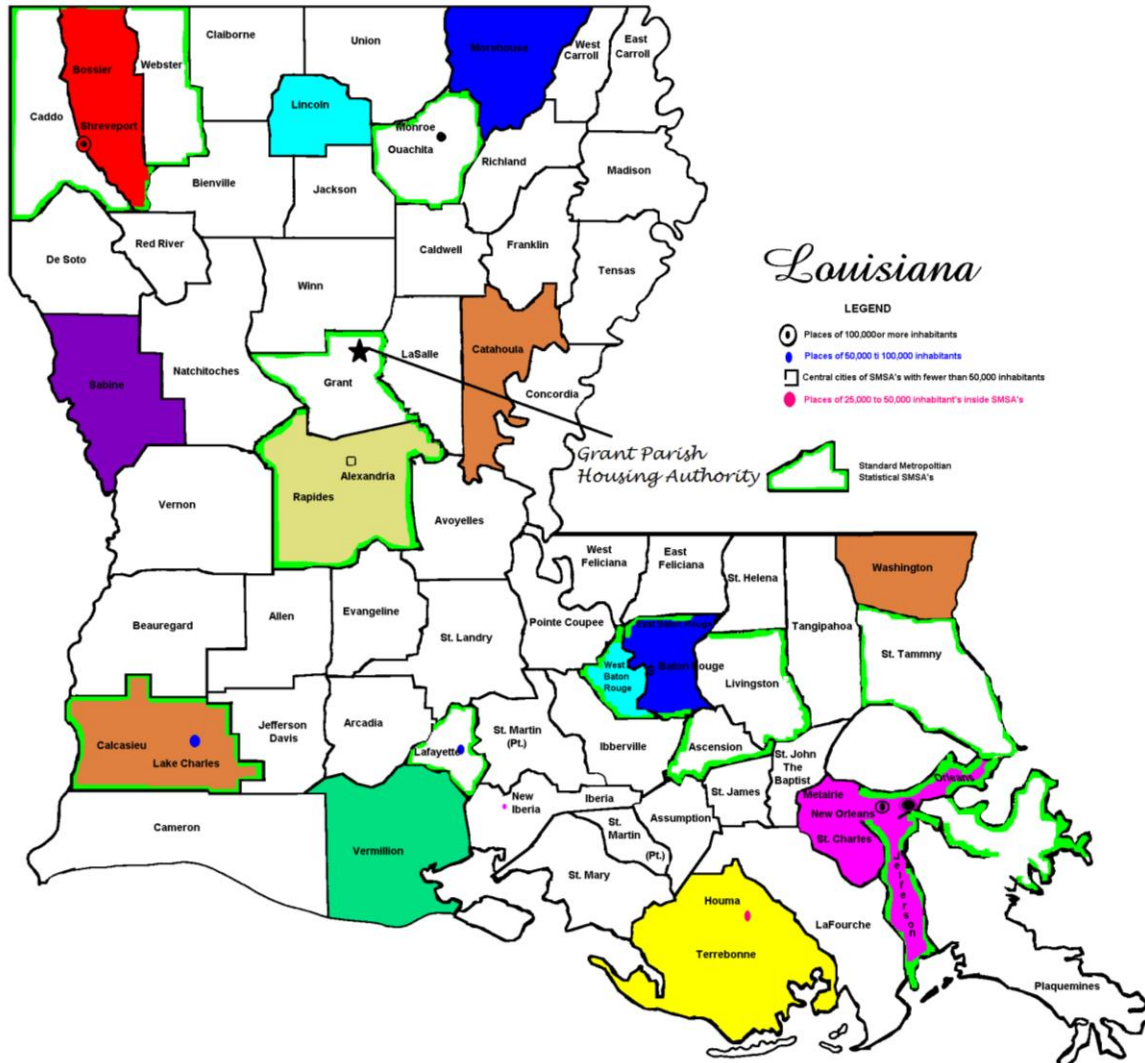


**HOUSING AUTHORITY
OF
GRANT PARISH, LOUISIANA**

**Financial Statements &
Supplemental Financial Information
March 31, 2023**

GRANT PARISH HOUSING AUTHORITY GEORGETOWN, LOUISIANA



* The Grant Parish 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 Grant Parish Housing Authority to make annual contributions (subsidies) for the purpose of funding its programs for low-income families.

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**Table of Contents
March 31, 2023**

	<u>Page No.</u>
Independent Auditor's Report.....	1-3
Management's Discussion and Analysis.....	4-7
<u>Basic Financial Statements</u>	
Statement of Net Position.....	9
Statement of Revenues, Expenses, and Changes in Net Position.....	10
Statement of Cash Flows.....	11
Statement of Cash Flows Reconciliation.....	12
Notes to the Basic Financial Statements.....	13-22
<u>Supplementary Information</u>	
Schedule of Compensation Paid to Board Members.....	24
Schedule of Compensation Benefits and Other Payments to Agency Head or Chief Executive Officer.....	25
Statement and Certification of Actual Modernization Cost.....	26
<u>Other Reports</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
Schedule of Findings and Questioned Cost.....	30-31
Management's Corrective Action for Current Year Audit Findings.....	32
Management Letter Comments.....	33
Management's Summary of Prior Year Findings.....	34
Financial Data Schedule.....	35

John R. Vercher C.P.A.
jrv@centurytel.net

Jonathan M. Vercher M.S., C.P.A.
jonathan@verchergroup.com

David R. Vercher M.B.A., C.P.A., C.F.E.
david@verchergroup.com

THE VERCHER GROUP

*A Professional Corporation of
Certified Public Accountants*

**P.O. Box 1608
1737 N 2nd St. – Suite A
Jena, Louisiana 71342
Tel: (318) 992-6348
Fax: (318) 992-4374**

MEMBERS

American Institute of
Certified Public Accountants

Society of Louisiana
Certified Public Accountants

Association of
Certified Fraud Examiners

INDEPENDENT AUDITOR'S REPORT

Housing Authority of Grant Parish
Georgetown, Louisiana

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities of the Housing Authority of Grant Parish, as of and for the year ended March 31, 2023, 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 Grant Parish, as of March 31, 2023, 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 Grant Parish 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 Grant Parish'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 Grant Parish 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 Grant Parish'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 Grant Parish's basic financial statements. The accompanying 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 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 August 4, 2023, on our consideration of the Housing Authority of Grant Parish'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 Grant Parish's internal control over financial reporting and compliance.

The Vercher Group

Jena, Louisiana
August 4, 2023

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**Management's Discussion and Analysis
March 31, 2023**

As management of the Housing Authority of Grant Parish, 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 March 31, 2023. 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 \$353,565 (net position).

As of the close of the current fiscal year, the Authority's ending unrestricted net position was \$222,880.

The Authority's cash balance at March 31, 2023, was \$230,057 of which \$15,417 was restricted for tenant's security deposits.

The Authority had total revenue of \$471,405, of which \$454,474 was operating revenues, \$9,718 was non-operating revenues, and \$7,213 was capital contributions.

The Authority had total expenses of \$444,751, all of which was operating expenses.

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.

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.

The Authority has three main funding sources in its financial operation. These are the Low Rent Public Housing, Capital Fund programs, and Section 8 Vouchers. Funding is provided based on dwelling rents paid by the tenants and operating fund payments received by the Department of Housing & Urban Development based on a formula. The purpose of this program is to provide funding for low rent housing programs to allow them to make purchases and capital improvements for the current dwelling structures and assist in their operations.

**Housing Authority of Grant Parish
Management's Discussion and Analysis - Continued
March 31, 2023**

The Authority's overall financial position and operations for the past two years are summarized below based on the information in the current and prior financial statements.

The table below lists the asset and liability comparisons for the year ended March 31, 2023.

Statement of Net Position

	<u>2022</u>	<u>2023</u>	<u>% Change</u>
Current & Restricted Assets	\$ 211,554	\$ 250,457	18.4
Capital Assets, Net of Depreciation	<u>140,057</u>	<u>124,767</u>	-10.9
Total Assets	<u>351,611</u>	<u>375,224</u>	6.7
Current Liabilities	15,708	14,795	-5.8
Non-Current Liabilities	<u>8,239</u>	<u>6,864</u>	-16.7
Total Liabilities	<u>23,947</u>	<u>21,659</u>	-9.6
Net Investment in Capital Assets	140,057	124,768	-10.9
Restricted Net Position	7,168	5,917	-17.5
Unrestricted Net Position	<u>180,439</u>	<u>222,880</u>	23.5
Total Net Position	<u>\$ 327,664</u>	<u>\$ 353,565</u>	7.9

- Total assets increased by \$23,613 or 6.7% from last year. The primary reason for this increase was due to an increase in cash in the amount of \$38,903.
- Total liabilities decreased by \$2,288 or -9.6%. The primary reason for this change is due to a decrease in accrued compensated absences in the amount of \$1,375.
- Unrestricted assets increased by \$42,441 or 23.5%. The increase in assets is the main contributor for this increase.

**Housing Authority of Grant Parish
Management's Discussion and Analysis - Continued
March 31, 2023**

The table below lists the revenue and expense comparisons for the year ended March 31, 2023.

Statement of Revenues, Expenses, & Changes in Net Position

	<u>2022</u>	<u>2023</u>	<u>% Change</u>
Operating Revenues			
Tenant Revenue	\$ 58,993	\$ 62,539	6.0
HUD PHA Operating	386,665	391,935	1.4
Total Operating Revenues	<u>445,658</u>	<u>454,474</u>	2.0
Operating Expenses			
Administrative	98,020	98,360	0.4
Tenant Services	-0-	-0-	0.0
Utilities	18,082	21,003	16.2
Maintenance	62,499	55,147	-11.8
Insurance	29,013	35,395	22.0
General	6,960	7,346	5.5
HAP Portability-IN	2,623	2,423	-7.6
Housing Assistance Payments	215,330	202,575	-5.9
Depreciation	22,267	22,502	1.1
Total Operating Expenses	<u>454,794</u>	<u>444,751</u>	-2.2
Operating Income (Loss)	<u>9,136</u>	<u>9,723</u>	6.4
Non-Operating Revenues (Expenses)			
Investment Income	189	211	11.6
Other Revenue	17,420	9,507	-45.4
Total Non-Operating Revenues (Expenses)	<u>17,609</u>	<u>9,718</u>	-44.8
Capital Contributions	69,607	7,213	-89.6
Change in Net Position	78,080	26,654	-65.9
Prior Period Adjustment	(7,023)	(753)	89.3
Net Position - Beginning	256,607	327,664	27.7
Net Position - Ending	<u>\$ 327,664</u>	<u>\$ 353,565</u>	7.9

- Total operating revenues increased by \$8,816 or 2.0%. The primary reason is because of an increase in tenant revenue of \$3,546 or 6.0%.
- Total operating expenses decreased by \$10,043 or -2.2%. The primary reason is because of a decrease in housing assistance payments of \$12,755.
- Total non-operating revenues/expenses decreased by \$7,891 or -44.8%. The primary reason for this decrease is due to a decrease in other revenue of \$7,913.

**Housing Authority of Grant Parish
Management's Discussion and Analysis - Continued
March 31, 2023**

Capital Asset and Debt Administration

Capital Assets

As of March 31, 2023, the Authority's investment in capital assets was \$124,767 (net of accumulated depreciation). This investment included land, building, building improvements, office equipment, and maintenance equipment.

Capital Assets	2022	2023
Land*	\$ 2,500	\$ 2,500
Building & Improvements	1,692,298	1,699,510
Furniture & Equipment	186,876	186,876
Total Capital Assets	1,881,674	1,888,886
Less Accumulated Depreciation	(1,741,617)	(1,764,119)
Capital Assets, Net of Accumulated Depreciation	\$ 140,057	\$ 124,767

*Land in the amount of \$2,500 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 March 31, 2024, 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

The financial report is designed to provide a general overview of the Authority's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the following address:

Housing Authority of Grant Parish
P.O. Box 435
Georgetown, LA 71432

Basic Financial Statements

**Housing Authority of Grant Parish
Georgetown, Louisiana
Statement of Net Position
March 31, 2023**

ASSETS	LOW RENT	HOUSING VOUCHERS	TOTAL ENTERPRISE FUND
CURRENT ASSETS:			
Cash & Cash Equivalents	\$ 132,786	\$ 81,854	\$ 214,640
Investments	-0-	-0-	-0-
Receivables (Net of Allowances for Uncollectible)	10,317	458	10,775
Prepays	4,776	1,432	6,208
Inventories (Net of Allowance)	3,417	-0-	3,417
RESTRICTED ASSETS:			
Cash and Cash Equivalents	9,500	5,917	15,417
TOTAL CURRENT ASSETS	160,796	89,661	250,457
NON-CURRENT ASSETS:			
Capital Assets (Net of Accumulated Depreciation)	124,767	-0-	124,767
TOTAL NON-CURRENT ASSETS	124,767	-0-	124,767
TOTAL ASSETS	285,563	89,661	375,224
LIABILITIES			
CURRENT LIABILITIES:			
Accounts Payable	461	91	552
Accrued Wages/Payroll Taxes Payable	-0-	-0-	-0-
Accrued Compensated Absences	2,615	416	3,031
Tenant Security Deposits (Payable from Restricted Assets)	9,500	-0-	9,500
Unearned Revenue	223	-0-	223
Accrued Liabilities & Other	1,489	-0-	1,489
TOTAL CURRENT LIABILITIES	14,288	507	14,795
NON-CURRENT LIABILITIES:			
Accrued Compensated Absences	5,720	1,144	6,864
TOTAL NON-CURRENT LIABILITIES	5,720	1,144	6,864
TOTAL LIABILITIES	20,008	1,651	21,659
NET POSITION:			
Net Investment in Capital Assets	124,768	-0-	124,768
Restricted	-0-	5,917	5,917
Unrestricted	140,787	82,093	222,880
TOTAL NET POSITION	\$ 265,555	\$ 88,010	\$ 353,565

The accompanying notes are an integral part of this statement.

**Housing Authority of Grant Parish
Georgetown, Louisiana
Statement of Revenues, Expenses, & Changes in Net Position
Year Ended March 31, 2023**

	LOW RENT	HOUSING VOUCHERS	TOTAL ENTERPRISE FUND
OPERATING REVENUES:			
Tenant Rental Revenue	\$ 62,539	\$ -0-	\$ 62,539
HUD PHA Operating Grant	145,915	246,020	391,935
TOTAL OPERATING REVENUES	208,454	246,020	454,474
OPERATING EXPENSES:			
<i>Administration:</i>			
Administrative Salaries	30,665	8,643	39,308
EBC Administrative	15,281	2,773	18,054
Other Operating - Administrative	28,557	12,441	40,998
<i>Tenant Services:</i>			
Tenant Services-Other	-0-	-0-	-0-
<i>Cost of Sales & Service:</i>			
Water	10,450	-0-	10,450
Electricity	3,192	-0-	3,192
Gas & Sewer	7,361	-0-	7,361
Ordinary Maintenance – Labor	23,024	-0-	23,024
Materials	12,574	-0-	12,574
Contract Cost	3,699	-0-	3,699
EBC Maintenance	15,850	-0-	15,850
Insurance	33,518	1,877	35,395
Payment in Lieu of Taxes	3,841	-0-	3,841
Compensated Absences	2,637	227	2,864
Other General Expenses	229	412	641
Depreciation	22,502	-0-	22,502
Housing Assistance Payments	-0-	202,575	202,575
HAP Portability-In	-0-	2,423	2,423
TOTAL OPERATING EXPENSES	213,380	231,371	444,751
OPERATING INCOME (LOSS)	(4,926)	14,649	9,723
NONOPERATING REVENUES (EXPENSES):			
Interest Earnings	121	90	211
Other Revenue	6,487	3,020	9,507
TOTAL NONOPERATING REVENUES (EXPENSES)	6,608	3,110	9,718
Capital Contributions	7,213	-0-	7,213
CHANGE IN NET POSITION	8,895	17,759	26,654
PRIOR PERIOD ADJUSTMENT	(753)	-0-	(753)
TOTAL NET POSITION - BEGINNING	257,413	70,251	327,664
TOTAL NET POSITION - ENDING	\$ 265,555	\$ 88,010	\$ 353,565

The accompanying notes are an integral part of this statement.

**Housing Authority of Grant Parish
Georgetown, Louisiana
Statement of Cash Flows
Year Ended March 31, 2023**

	LOW RENT	HOUSING VOUCHERS	TOTAL ENTERPRISE FUND
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers & Users	\$ 63,233	\$ -0-	\$ 63,233
Receipts from Operating Grants	145,950	246,020	391,970
Payments to Suppliers	(136,295)	(17,770)	(154,065)
Payments to Employees	(53,789)	(8,643)	(62,432)
Payments to PILOT	(3,841)	-0-	(3,841)
Payments to Private Landlords	-0-	(204,998)	(204,998)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	15,258	14,609	29,867
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Other Revenue	6,487	3,020	9,507
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	6,487	3,020	9,507
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES			
Subsidy from Capital Grants	7,213	-0-	7,213
Acquisition and Construction of Capital Assets	(7,212)	-0-	(7,212)
Deletion of Capital Assets	-0-	-0-	-0-
NET CASH PROVIDED (USED) BY CAPITAL & RELATED FINANCING ACTIVITIES	1	-0-	1
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest & Dividends Received	121	90	211
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	121	90	211
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	21,867	17,719	39,586
CASH, BEGINNING OF YEAR	120,419	70,052	190,471
CASH, END OF YEAR	142,286	87,771	230,057
RECONCILIATION TO BALANCE SHEET			
Cash and Cash Equivalents	132,786	81,854	214,640
Restricted Cash and Cash Equivalents	9,500	5,917	15,417
TOTAL CASH AND CASH EQUIVALENTS	\$ 142,286	\$ 87,771	\$ 230,057

The accompanying notes are an integral part of this statement.

**Housing Authority of Grant Parish
Georgetown, Louisiana
Statement of Cash Flows
For The Year Ended March 31, 2023**

Reconciliation

	<u>Low Rent</u>	<u>Housing Vouchers</u>	<u>Total Enterprise Fund</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ (4,926)	14,649	9,723
Depreciation Expense	22,502	-0-	22,502
(Increase) Decrease in Receivables	1,376	-0-	1,376
(Increase) Decrease HUD Receivables	35	-0-	35
(Increase) Decrease in Prepaid Items	194	26	220
(Increase) Decrease in Inventories	(913)	-0-	(913)
(Increase) Decrease in Inter Programs Due From	-0-	-0-	-0-
Increase (Decrease) in Accounts Payable	(596)	(66)	(662)
Increase (Decrease) in Customer Deposits	750	-0-	750
Increase (Decrease) in Compensated Absences	(1,575)	-0-	(1,575)
Increase (Decrease) in Accrued Wages Payable	(100)	-0-	(100)
Increase (Decrease) in Unearned Revenue	(682)	-0-	(682)
Increase (Decrease) in Accrued Liabilities & Other	(807)	-0-	(807)
Increase (Decrease) in Inter Programs Due To	-0-	-0-	-0-
TOTAL ADJUSTMENTS	<u>20,184</u>	<u>(40)</u>	<u>20,144</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 15,258</u>	<u>\$ 14,609</u>	<u>\$ 29,867</u>
LISTING OF NONCASH INVESTING, CAPITAL, & FINANCIAL ACTIVITIES			
Contributions of Capital Assets From Government	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

The accompanying notes are an integral part of this statement.

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
MARCH 31, 2023**

INTRODUCTION

The Housing Authority of Grant Parish is an apartment complex for persons of low income located in Georgetown, Louisiana. The Housing Authority is chartered as a public corporation under the laws (LSA – R.S. 40.391) of the State of Louisiana for the purpose of administering descent, safe, and sanitary dwelling for persons of low-income. This creation was contingent upon the local governing body of the city or parish declaring a need for the Housing Authority to function in such city or parish. The Housing Authority is governed by a five-member Board of Commissioners. The members, appointed by the Honorable Mayor of Grant Parish, serve staggered multi-year terms.

The Housing Authority has the following units:

PHA Owned Housing	FW 2020	28
Section 8		
Housing Choice Vouchers	LA - 120 - Vo	113

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 entity to make annual contributions (subsidies) for the purpose of funding its programs for low-income families.

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the Housing Authority is legally separated and fiscally independent, the Housing Authority is a separate governmental reporting entity. The Housing Authority includes all funds, account groups, activities, etc., that are within the oversight responsibility of the Housing Authority.

The Housing Authority is a related organization of Grant Parish because Grant Parish appoints a voting majority of the Housing Authority’s governing board. Grant Parish is not financially responsible for the Housing Authority, as it cannot impose its will on the Housing Authority and there is no possibility for the Housing Authority to provide financial benefit to, or impose financial burdens on, Grant Parish. Accordingly, the Housing Authority is not a component unit of the financial reporting entity of Grant Parish.

BASIS OF PRESENTATION

As required by Louisiana State Reporting Law (LSA-R.S. 24:514) and HUD regulations, financial statements are presented in accordance with accounting principles generally accepted in the United States of America.

The accounts of the PHA are accounted for under the proprietary fund. Accordingly, the accompanying financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America applied to governmental units.

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)
MARCH 31, 2023**

Proprietary Fund Type – Proprietary fund is accounted for on the flow of economic resources measurements focus and uses the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The PHA applies all applicable FASB pronouncements in accounting and reporting for its proprietary operations. The PHA’s funds include the following type:

Enterprise Fund – Enterprise fund is used to account for those operations that are financed and operated in a manner similar to private business or where the board has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

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 Revenues, Expenses, and Changes in Net Position) report information on all of the activities of the authority.

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

The basic financial statements are reported using 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.

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 nonoperating revenues and expenses.

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)
MARCH 31, 2023**

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. This 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. 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 basic financial statements, are offset by a restriction on net assets. All trade and other receivables are shown net of an allowance for uncollectible.

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)
MARCH 31, 2023**

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 \$2,500 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.

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>
Site improvements	15 years
Buildings	15-30 years
Buildings improvements	15 years
Furniture and equipment	5-7 years

H. UNEARNED REVENUE

The Housing Authority reports prepaid revenues on its Statement of Net Position. Prepaid revenues arise when resources are received by the Housing Authority before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the Housing Authority has a legal claim to the resources, the liability for prepaid revenue is removed from the statement of net position and the revenue is recognized.

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)
MARCH 31, 2023**

I. REVENUE RECOGNITION

Revenues and other governmental fund financial source increments are recognized in the accounting period in which they become susceptible to accrual – that is, when they become *measurable* and *available* to the finance expenditures of the fiscal period. “Available” is determined as collectible within the past 12 months of the fiscal year or soon enough thereafter to be used in pay liabilities of the current period.

J. 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.

K. 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.

L. 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.

M. 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 Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)
MARCH 31, 2023**

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

As of March 31, 2023, the housing authority has cash and investments (bank balances) totaling \$230,823 as follows:

Demand deposits	\$	230,823
Time deposits		-0-
Total	\$	<u>230,823</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:

- ***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.

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)
MARCH 31, 2023**

Amounts on deposit are secured by the following pledges:

Description	Bank
FDIC (Category 1)	\$ 230,823
Securities (Category 2)	-0-
Total Securities	\$ 230,823

Deposits were fully secured as of March 31, 2023.

For purposes of the Statement of Net Position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposit of Grant Parish Housing Authority. For the purpose of the proprietary fund Statement of Cash Flows, “Cash and Cash Equivalents” include all demand savings accounts and certificates of deposit under 90 days.

3. ACCOUNTS RECEIVABLE

The receivables, net of allowances, of \$10,755 as of March 31, 2023, are as follows:

	General	Housing Choice Vouchers	Total
Accounts Receivable – Tenants	\$ 129	\$ -0-	\$ 129
Accrued Receivable – HUD	10,188	-0-	10,188
Accounts Receivable – Miscellaneous	-0-	458	458
Allowance for Doubtful Accounts	-0-	-0-	-0-
Total	\$ 10,317	\$ 458	\$ 10,755

4. PREPAID ITEMS

The housing authority’s prepaid items as of March 31, 2023, consist of the following:

Prepaid Insurance	\$ 6,208
Total	\$ 6,208

5. INVENTORIES

Inventories are reported using cost basis. The inventories of \$3,417 as of March 31, 2023, are as follows:

Inventories	\$ 3,596
Allowance for Obsolete Inventories	(179)
Total	\$ 3,417

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)
MARCH 31, 2023**

6. CAPITAL ASSETS

Capital assets activity for the year ended March 31, 2023, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Land*	\$ 2,500	\$ -0-	\$ -0-	\$ 2,500
Buildings & Leasehold Improvements	1,692,298	7,212	-0-	1,699,510
Furniture & Equipment, Etc.	186,876	-0-	-0-	186,876
Total	<u>1,881,674</u>	<u>7,212</u>	<u>-0-</u>	<u>1,888,886</u>
Less Accumulated Depreciation	(1,741,617)	(22,502)	-0-	(1,764,119)
Net Capital Position	<u>\$ 140,057</u>	<u>\$ (15,290)</u>	<u>\$ -0-</u>	<u>\$ 124,767</u>

*Land in the amount of \$2,500 is not being depreciated.

7. ACCOUNTS, SALARIES & OTHER PAYABLES

The payables of \$14,795 at March 31, 2023, are as follows:

	General	Housing Choice Vouchers	Total
Accounts Payable	\$ 461	\$ 91	\$ 552
Accrued Wages Payable (Payroll Taxes)	-0-	-0-	-0-
Accrued Compensated Absences (Current Portion)	2,615	416	3,031
Unearned Revenue	223	-0-	223
Accrued Liabilities & Other	1,489	-0-	1,489
Tenant Security Deposit	9,500	-0-	9,500
Total	<u>\$ 14,288</u>	<u>\$ 507</u>	<u>\$ 14,795</u>

8. COMPENSATED ABSENCES

At March 31, 2023, employees of the PHA have accumulated and vested \$8,335 of employee leave benefits, computed in accordance with GASB Codification Section C60. The balance of accrued compensated absences at March 31, 2023, was \$2,615 recorded as current obligation and \$5,720 recorded as non-current obligation.

The following is a summary of changes in compensated absences payable at March 31, 2023:

	Current	Noncurrent	Total
Beginning of year	\$ 2,615	\$ 7,095	\$ 9,710
Additions/Retirements	-0-	(1,375)	(1,375)
End of year	<u>\$ 2,615</u>	<u>\$ 5,720</u>	<u>\$ 8,335</u>

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)
MARCH 31, 2023**

9. RETIREMENT SYSTEMS

The Board of Commissioners of Grant Parish Housing Authority approved a retirement plan for the employees that have been employed with the housing authority for at least six months. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. The authority will contribute 8% of the employees' gross salary.

Contributions to the plan were \$4,874 for the year ended March 31, 2023, of which \$4,874 was paid by the housing authority and \$-0- was paid by employees.

10. COMMITMENTS AND CONTINGENCIES

Litigation The Housing Authority is not presently involved in litigation.

Grant Disallowances The Housing Authority participates in a number of federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. Housing Authority management believes that the amount of disallowance, if any, which may arise from future audits will not be material.

Construction Projects There are certain renovation or construction projects in progress at March 31, 2023. These include modernizing rental units. –
These projects are being funded by HUD. Funds are requested periodically as the cost is incurred.

Risk Management The Housing Authority is exposed to various risks of loss related to torts; theft of damage to and deconstruction of assets; errors and omissions; and natural disasters for which the Housing Authority carries commercial insurance.

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

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

Louisiana State law prohibits one governmental entity assessing another entity. If the Louisiana Housing Council Group Self Insured Fund (LHC) risk pool is unable to meet its obligations, the risk to the Housing Authority is only that its own claim would be unpaid.

Coverage has not significantly changed from the previous year and settlements for each of the past three years have not exceeded insurance coverage.

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**NOTES TO THE BASIC FINANCIAL STATEMENTS - (CONTINUED)
MARCH 31, 2023**

11. 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 \$399,148 to the housing authority, which represents approximately 84.7% of the housing authority's revenue for the year.

12. SUBSEQUENT EVENTS

Management has evaluated events and transactions subsequent to the Statement of Net Position date through August 4, 2023, of the independent auditor's report for potential recognition or disclosure in the financial statements. The following item is reported as a subsequent event.

13. PRIOR PERIOD ADJUSTMENT

A prior period adjustment in the amount of \$753 was to correct capital assets in prior year.

Supplementary Information

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**Schedule of Compensation Paid to Board Members
Year Ended March 31, 2023**

Board Member	Title
David Jackson	Chairman
James H Scarborough	Board Commissioner
Chris Brunson	Board Commissioner
Delton Hatten	Board Commissioner
Carrie Jordan	Resident Board Commissioner

Board Commissioners received no salary per meeting.

See independent auditor's report.

**Housing Authority of Grant Parish
Georgetown, Louisiana**

**Schedule of Compensation Benefits and Other Payments
to Agency Head or Chief Executive Officer
For the Year Ended March 31, 2023**

Kimberly Thompson, Executive Director

Purpose	Amount
Salary	\$ 40,320
Benefits-Insurance	11,736
Benefits-Retirement	3,871
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 Grant Parish
Georgetown, Louisiana**

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

	Complete Project CFP 501-2019	Incomplete Project CFP 501-2020	Incomplete Project CFP 501-2021	Incomplete Project CFP 501-2022	Total
The Actual Modernization Costs Are as Follows:					
1. Funds Approved	\$ 59,815	\$ 63,799	\$ 66,899	\$ 81,544	\$ 272,057
Funds Expended	(59,815)	(49,602)	(21,475)	(17,750)	(148,642)
Excess of Funds Approved	<u>-0-</u>	<u>14,197</u>	<u>45,424</u>	<u>63,794</u>	<u>123,415</u>
2. Funds Advanced	59,815	49,602	21,475	17,750	148,642
Funds Expended	(59,815)	(49,602)	(21,475)	(17,750)	(148,642)
Excess of Funds Advanced	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

See independent auditor's report.



Other Reports

John R. Vercher C.P.A.
jrv@centurytel.net

Jonathan M. Vercher M.S., C.P.A.
jonathan@verchergroup.com

David R. Vercher M.B.A., C.P.A., C.F.E.
david@verchergroup.com

THE VERCHER GROUP

*A Professional Corporation of
Certified Public Accountants*

**P.O. Box 1608
1737 N 2nd St. – Suite A
Jena, Louisiana 71342
Tel: (318) 992-6348
Fax: (318) 992-4374**

MEMBERS

American Institute of
Certified Public Accountants

Society of Louisiana
Certified Public Accountants

Association of
Certified Fraud Examiners

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 Grant Parish
Georgetown, 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 Grant Parish, as of and for the year ended March 31, 2023, and the related notes to the financial statements, which collectively comprise the Housing Authority of Grant Parish's basic financial statements, and have issued our report thereon dated August 4, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Housing Authority of Grant Parish'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 Grant Parish's internal control. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority of Grant Parish'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 Grant Parish'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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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
August 4, 2023

**HOUSING AUTHORITY OF GRANT PARISH
GEORGETOWN, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COST
For the Year Ended March 31, 2023**

We have audited the basic financial statements which collectively comprise the Housing Authority of Grant Parish, Louisiana, as of and for the year ended March 31, 2023, and have issued our report thereon dated August 4, 2023. 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.

Section I Summary of Auditor’s Results

Our audit of the basic financial statements as of March 31, 2023, resulted in an unmodified opinion.

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

Internal Control

Material Weaknesses Yes Significant Deficiencies Yes

Compliance

Compliance Material to Basic Financial Statements Yes

b. Federal Awards (Not applicable)

Internal Control

Material Weaknesses Yes Other Conditions Yes

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

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

Yes No

c. Identification of Major Programs:

CFDA Number (s)	Name of Federal Program (or Cluster)

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

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

**HOUSING AUTHORITY OF GRANT PARISH
GEORGETOWN, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COST
For the Year Ended March 31, 2023**

Section II Financial Statement Findings

No items identified.

Section III Federal Awards Findings and Questioned Costs.

Not applicable.

**HOUSING AUTHORITY OF GRANT PARISH
GEORGETOWN, LOUISIANA**

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

FINDINGS:

No items identified.

John R. Vercher C.P.A.
jrv@centurytel.net

Jonathan M. Vercher M.S., C.P.A.
jonathan@verchergroup.com

David R. Vercher M.B.A., C.P.A., C.F.E.
david@verchergroup.com

THE VERCHER GROUP

*A Professional Corporation of
Certified Public Accountants*

**P.O. Box 1608
1737 N 2nd St. – Suite A
Jena, Louisiana 71342
Tel: (318) 992-6348
Fax: (318) 992-4374**

MEMBERS

American Institute of
Certified Public Accountants

Society of Louisiana
Certified Public Accountants

Association of
Certified Fraud Examiners

MANAGEMENT LETTER COMMENTS

During the course of our audit, we observed conditions and circumstances that may be improved. Below are findings noted for improvement, our recommendation for improvement and the Housing Authority's plan for corrective action.

CURRENT YEAR MANAGEMENT LETTER COMMENTS

No items to report.

**HOUSING AUTHORITY OF GRANT PARISH
GEORGETOWN, LOUISIANA**

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

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

The management of The Housing Authority of Grant Parish, 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 March 31, 2022.

PRIOR YEAR FINDINGS

No findings to report.

Financial Data Schedule

Housing Authority of Grant Parish (LA120)
Georgetown, LA

Entity Wide Balance Sheet Summary

Submission Type: Unaudited/Non Single Audit Fiscal Year End: 03/31/2023

	Project Total	14,871 Housing Choice Vouchers	Subtotal	Total
111 Cash - Unrestricted	\$132,786	\$81,854	\$214,640	\$214,640
113 Cash - Other Restricted		\$5,917	\$5,917	\$5,917
114 Cash - Tenant Security Deposits	\$9,500		\$9,500	\$9,500
100 Total Cash	\$142,286	\$87,771	\$230,057	\$230,057
122 Accounts Receivable - HUD Other Projects	\$10,188		\$10,188	\$10,188
125 Accounts Receivable - Miscellaneous		\$458	\$458	\$458
126 Accounts Receivable - Tenants	\$129	\$0	\$129	\$129
126.1 Allowance for Doubtful Accounts -Tenants	\$0	\$0	\$0	\$0
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	\$0	\$0
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$10,317	\$458	\$10,775	\$10,775
142 Prepaid Expenses and Other Assets	\$4,776	\$1,432	\$6,208	\$6,208
143 Inventories	\$3,596		\$3,596	\$3,596
143.1 Allowance for Obsolete Inventories	-\$179		-\$179	-\$179
150 Total Current Assets	\$160,796	\$89,661	\$250,457	\$250,457
161 Land	\$2,500		\$2,500	\$2,500
162 Buildings	\$1,588,033		\$1,588,033	\$1,588,033
163 Furniture, Equipment & Machinery - Dwellings	\$33,761		\$33,761	\$33,761
164 Furniture, Equipment & Machinery - Administration	\$148,929	\$4,186	\$153,115	\$153,115
165 Leasehold Improvements	\$111,477		\$111,477	\$111,477
166 Accumulated Depreciation	-\$1,759,933	-\$4,186	-\$1,764,119	-\$1,764,119
160 Total Capital Assets, Net of Accumulated Depreciation	\$124,767	\$0	\$124,767	\$124,767
180 Total Non-Current Assets	\$124,767	\$0	\$124,767	\$124,767
290 Total Assets and Deferred Outflow of Resources	\$285,563	\$89,661	\$375,224	\$375,224
312 Accounts Payable <= 90 Days	\$461	\$91	\$552	\$552
322 Accrued Compensated Absences - Current Portion	\$2,615	\$416	\$3,031	\$3,031
341 Tenant Security Deposits	\$9,500		\$9,500	\$9,500
342 Unearned Revenue	\$223		\$223	\$223
345 Other Current Liabilities	\$193		\$193	\$193
346 Accrued Liabilities - Other	\$1,296		\$1,296	\$1,296
310 Total Current Liabilities	\$14,288	\$507	\$14,795	\$14,795
354 Accrued Compensated Absences - Non Current	\$5,720	\$1,144	\$6,864	\$6,864
350 Total Non-Current Liabilities	\$5,720	\$1,144	\$6,864	\$6,864
300 Total Liabilities	\$20,008	\$1,651	\$21,659	\$21,659
508.4 Net Investment in Capital Assets	\$124,768		\$124,768	\$124,768
511.4 Restricted Net Position	\$0	\$5,917	\$5,917	\$5,917
512.4 Unrestricted Net Position	\$140,787	\$82,093	\$222,880	\$222,880
513 Total Equity - Net Assets / Position	\$265,555	\$88,010	\$353,565	\$353,565
600 Total Liabilities, Deferred Inflows of Resources and Equity - Net	\$285,563	\$89,661	\$375,224	\$375,224

Housing Authority of Grant Parish (LA120)
Georgetown, LA

Entity Wide Revenue and Expense Summary

Submission Type: Unaudited/Non Single Audit Fiscal Year End: 03/31/2023

	Project Total	14,871 Housing Choice Vouchers	Subtotal	Total
70300 Net Tenant Rental Revenue	\$59,416		\$59,416	\$59,416
70400 Tenant Revenue - Other	\$3,123		\$3,123	\$3,123
70500 Total Tenant Revenue	\$62,539	\$0	\$62,539	\$62,539
70600 HUD PHA Operating Grants	\$145,915	\$246,020	\$391,935	\$391,935
70610 Capital Grants	\$7,213		\$7,213	\$7,213
71100 Investment Income - Unrestricted	\$121	\$90	\$211	\$211
71500 Other Revenue	\$6,487	\$3,020	\$9,507	\$9,507
70000 Total Revenue	\$222,275	\$249,130	\$471,405	\$471,405
91100 Administrative Salaries	\$30,665	\$8,643	\$39,308	\$39,308
91200 Auditing Fees	\$6,400	\$1,525	\$7,925	\$7,925
91400 Advertising and Marketing	\$8		\$8	\$8
91500 Employee Benefit contributions - Administrative	\$15,281	\$2,773	\$18,054	\$18,054
91600 Office Expenses	\$10,828	\$10,804	\$21,632	\$21,632
91800 Travel	\$154		\$154	\$154
91900 Other	\$11,167	\$112	\$11,279	\$11,279
91000 Total Operating - Administrative	\$74,503	\$23,857	\$98,360	\$98,360
93100 Water	\$10,450		\$10,450	\$10,450
93200 Electricity	\$3,192		\$3,192	\$3,192
93300 Gas	\$1,073		\$1,073	\$1,073
93600 Sewer	\$6,288		\$6,288	\$6,288
93000 Total Utilities	\$21,003	\$0	\$21,003	\$21,003
94100 Ordinary Maintenance and Operations - Labor	\$23,024		\$23,024	\$23,024
94200 Ordinary Maintenance and Operations - Materials and Other	\$12,574		\$12,574	\$12,574
94300 Ordinary Maintenance and Operations Contracts	\$3,699		\$3,699	\$3,699
94500 Employee Benefit Contributions - Ordinary Maintenance	\$15,850		\$15,850	\$15,850
94000 Total Maintenance	\$55,147	\$0	\$55,147	\$55,147
96110 Property Insurance	\$22,572		\$22,572	\$22,572
96120 Liability Insurance	\$4,426	\$371	\$4,797	\$4,797
96130 Workmen's Compensation	\$2,522	\$1,506	\$4,028	\$4,028
96140 All Other Insurance	\$3,998		\$3,998	\$3,998
96100 Total insurance Premiums	\$33,518	\$1,877	\$35,395	\$35,395
96200 Other General Expenses		\$412	\$412	\$412
96210 Compensated Absences	\$2,637	\$227	\$2,864	\$2,864
96300 Payments in Lieu of Taxes	\$3,841		\$3,841	\$3,841
96400 Bad debt - Tenant Rents	\$229		\$229	\$229
96000 Total Other General Expenses	\$6,707	\$639	\$7,346	\$7,346
96900 Total Operating Expenses	\$190,878	\$26,373	\$217,251	\$217,251

97000 Excess of Operating Revenue over Operating Expenses	\$31,397	\$222,757	\$254,154	\$254,154
97300 Housing Assistance Payments		\$202,575	\$202,575	\$202,575
97350 HAP Portability-In		\$2,423	\$2,423	\$2,423
97400 Depreciation Expense	\$22,502		\$22,502	\$22,502
90000 Total Expenses	\$213,380	\$231,371	\$444,751	\$444,751
10010 Operating Transfer In	\$31,153		\$31,153	\$0
10020 Operating transfer Out	-\$31,153		-\$31,153	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	\$8,895	\$17,759	\$26,654	\$26,654
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0
11030 Beginning Equity	\$257,413	\$70,251	\$327,664	\$327,664
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	-\$753		-\$753	-\$753
11170 Administrative Fee Equity		\$82,093	\$82,093	\$82,093
11180 Housing Assistance Payments Equity		\$5,917	\$5,917	\$5,917
11190 Unit Months Available	336	612	948	948
11210 Number of Unit Months Leased	329	612	941	941
11270 Excess Cash	\$122,867		\$122,867	\$122,867
11610 Land Purchases	\$0		\$0	\$0
11620 Building Purchases	\$7,213		\$7,213	\$7,213