

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA

**AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTAL DATA**

TWELVE MONTHS ENDED JUNE 30, 2020

Mike Estes, P.C.
A Professional Accounting Corporation

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Independent Auditor's Report

Board of Commissioners
Housing Authority of Natchitoches Parish
Natchitoches, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund of the Housing Authority of Natchitoches Parish, Louisiana as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Housing Authority of Natchitoches Parish, Louisiana basic financial statements as listed in the table of contents.

Management's Responsibility 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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 *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in financial statements. The procedures selected depend on the auditor's judgment, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design and audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our (1) unmodified audit opinion on the major funds, and (2) qualified audit opinion on the aggregate discretely presented component unit.

Summary of Opinions

Opinion Units	Type of Opinion
General Fund	Unqualified
Housing Choice Vouchers Fund	Unqualified
Aggregate Discretely Presented Component Unit	Qualified

Basis for Qualified Opinion on the Aggregate Discretely Presented Component Unit.

The financial statements of Assisted and Safe Homes, Inc. have not been audited, and we were not engaged to audit Assisted And Safe Homes, Inc.’s financial statements as part of our audit of the Natchitoches Parish Housing Authority’s basic financial statements. Assisted and Safe Homes, Inc.’s financial activities are included in Natchitoches Parish Housing Authority’s as a discretely presented component unit and represent 100% of Natchitoches Parish Housing Authority’s aggregate discretely component units.

Unqualified Opinions on the Major Funds

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Managements’ Discussion and Analysis on pages 4 to 10 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 general 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Housing Authority of Natchitoches Parish, Louisiana's basic financial statements. The statement and certification of actual modernization costs, statement of modernization costs-uncompleted, financial data schedules, schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and other information as listed on the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The statement and certification of actual modernization costs, statement of modernization costs-uncompleted, financial data schedules, schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and other information as listed on the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the statement and certification of actual modernization costs, statement of modernization costs-uncompleted, financial data schedules, schedule of expenditures of federal awards, and other information as listed on the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2020 on our consideration of the Housing Authority of Natchitoches Parish, Louisiana'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 solely 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 the effectiveness of the Natchitoches Parish, Louisiana's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Audit Standards* in considering the Housing Authority of Natchitoches Parish, Louisiana's internal control over financial reporting and compliance.

Mike Estes, P.C.

Mike Estes, P.C.
Fort Worth, Texas
December 18, 2020

HOUSING AUTHORITY OF NATCHITOCHEs PARISH, LA

REQUIRED SUPPLEMENTAL INFORMATION

MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)

June 30, 2020

The management of Housing Authority of Natchitoches, LA presents the following discussion and analysis (MD&A) of the Housing Authority's financial activities for the fiscal year ending June 30, 2020. This represents an overview of financial information. Please read this discussion and analysis in conjunction with the Authority's included audited financial statements.

FINANCIAL HIGHLIGHTS

- The primary source of funding for these activities continues to be subsidies and grants from the Department of Housing and Urban Development (HUD), whereas tenant rentals provide a secondary but also significant source of funding.
- The Housing Authority's assets exceeded its liabilities by \$1,213,170 at the close of the fiscal year ended 2020.
 - ✓ Of this amount \$795,713 represents a restriction equal to the net amount invested in land, buildings, furnishings, leasehold improvements, equipment, and construction in progress, minus associated debts.
 - ✓ Also, of this amount, \$139,778 of net position is restricted for the Housing Choice Voucher program.
 - ✓ The remainder of \$277,679 of unrestricted assets could be used to meet the Housing Authority's ongoing obligations to citizens and creditors. As a measure of financial strength, this amount equals 14% of the total operating expenses of \$1,950,204 for the fiscal year 2020, which means the Authority might be able to operate about 2 months using the unrestricted assets alone, compared to 1 months in the prior fiscal year.
- The Housing Authority's total net position increased by \$251,304, a 26% increase from the prior fiscal year 2019.
- The increase in net position of these funds was accompanied by an increase in cash and cash equivalents of \$259,912.
- The Authority Spent \$65,538 on capital asset additions.
- These changes led to an increase in total assets by \$291,313 and an increase in total liabilities by \$40,009. As related measure of financial health, there are still over \$7 of current assets covering each dollar of total current liabilities, which compares to \$3 covering the prior fiscal year's liabilities.
- The Housing Authority continues to operate without the need for debt borrowing.

OVERVIEW OF THE FINANCIAL STATEMENTS

This MD&A is intended to serve as an introduction to the Housing Authority's basic financial statements. The Housing Authority is a special-purpose government engaged in business-type activities. Accordingly, only fund financial statements are presented as the basic financial statements, comprised of two components: (1) fund financial statements and (2) a series of notes to the financial statements. These provide information about the activities of the Housing Authority as a whole and present a longer-term view of the Housing Authority's finances. This report also contains other supplemental information in addition to the basic financial statements themselves demonstrating how projects funded by HUD have been completed, and whether there are inadequacies in the Authority's internal controls.

Reporting on the Housing Authority as a Whole

One of the most important questions asked about the Authority's finances is, "Is the Housing Authority as a whole better off, or worse off, as a result of the achievements of fiscal year 2020?" The Statement of net position and the Statement of Revenues, Expenses, and Changes in Net Position report information about the Housing Authority as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

Fund Financial Statements

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

The Housing Authority's financial statements report its net position and changes in net position. One can think of the Housing Authority's net position – the difference between assets and liabilities – as one way to measure the Authority's financial health, or financial position. Over time, increases and decreases in the Authority's net position are one indicator of whether its financial health is improving or deteriorating. One will need to consider other non-financial factors, however, such as the changes in the Authority's occupancy levels or its legal obligations to HUD, to assess the overall health of the Housing Authority.

USING THIS ANNUAL REPORT

The Housing Authority's annual report consists of financial statements that show combined information about the Housing Authority's most significant programs:

Public Housing Capital Fund Program	\$ 278,865
Low Rent Public Housing	272,019
Housing Choice Vouchers	1,402,767
Cares LR	939
Cares S8	192
Total funding received this current fiscal year	<u>\$ 1,954,782</u>

The Housing Authority's auditors provided assurance in their independent auditors' report with which this MD&A is included, that the basic financial statements are fairly stated. The auditors provide varying degrees of assurance regarding the other information included in this report. A user of this report should read the independent auditors' report carefully to determine the level of assurance provided for each of the other parts of this report.

Reporting the Housing Authority's Most Significant Funds

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

The Housing Authority's enterprise funds use the following accounting approach for Proprietary funds: All of the Housing Authority's services are reported in enterprise funds. The focus of proprietary funds is on income measurement, which, together with the maintenance of net position, is an important financial indicator.

FINANCIAL ANALYSIS

The Housing Authority's net position was \$1,213,170 as of June 30, 2020. Of this amount, \$795,713 was invested in capital assets and \$277,679 was unrestricted. There were \$139,778 in specific assets restricted for the Housing Choice Voucher (HCV) program.

CONDENSED FINANCIAL STATEMENTS

**Condensed Statement of Net Position
 As of June 30, 2020**

	<u>2020</u>	<u>2019</u>
ASSETS		
Current assets	\$ 406,814	\$ 250,560
Assets restricted for Housing Choice Voucher (HCV) program	174,188	26,069
Capital assets, net of depreciation	<u>795,713</u>	<u>808,773</u>
Total assets	<u>1,376,715</u>	<u>1,085,402</u>
LIABILITIES		
Current liabilities	111,020	74,990
Non-current liabilities	<u>52,525</u>	<u>48,546</u>
Total liabilities	<u>163,545</u>	<u>123,536</u>
NET POSITION		
Invested in capital assets, net of depreciation	795,713	808,773
Net position restricted for the Housing Choice Voucher program	139,778	26,069
Unrestricted net position	<u>277,679</u>	<u>127,024</u>
Total net position	<u>\$ 1,213,170</u>	<u>\$ 961,866</u>

The net position of these funds increased by \$251,304, or by 26%, from those of fiscal year 2019, as explained below. In the narrative that follows, the detail factors causing this change are discussed:

CONDENSED FINANCIAL STATEMENTS (Continued)

**Condensed Statement of Revenues, Expenses, and Changes in Fund Net Position
Fiscal Year Ended June 30, 2020**

	<u>2020</u>	<u>2019</u>
OPERATING REVENUES		
Tenant Revenue	\$ 202,114	\$ 191,083
HUD grants for operations	1,910,003	1,851,069
Other non-tenant revenue	37,367	37,929
Fraud Recovery	3,000	1,092
Total operating revenues	<u>2,152,484</u>	<u>2,081,173</u>
OPERATING EXPENSES		
General	165,014	140,682
Ordinary maintenance and repairs	186,984	225,142
Administrative expenses and management fees	409,968	421,910
Utilities	14,988	16,560
Tenant services	1,646	-
Federal Housing Assistance Payments (HAP) to landlords & Ports	1,093,037	1,253,912
Casualty Loss	-	350
Depreciation	78,567	120,405
Total operating expenses	<u>1,950,204</u>	<u>2,178,961</u>
Income (losses) from operations	<u>202,280</u>	<u>(97,788)</u>
NON-OPERATING REVENUES		
Interest income	454	351
Total non-operating revenues	<u>454</u>	<u>351</u>
Income (losses) before capital contributions	202,734	(97,437)
CAPITAL CONTRIBUTIONS	<u>48,570</u>	<u>108,949</u>
CHANGES IN NET POSITION	<u>251,304</u>	<u>11,512</u>
NET POSITION - BEGINNING	961,866	950,354
NET POSITION - END	<u>\$ 1,213,170</u>	<u>\$ 961,866</u>

EXPLANATIONS OF FINANCIAL ANALYSIS

Compared with the prior fiscal year, total operating, non-operating, and capital contributions increased \$10,932 from a combination of larger offsetting factors. Reasons for most of this change are listed below:

- Total tenant revenue increased by \$11,035 from that of the prior fiscal year because the amount of rent each tenant pays is based on a sliding scale of their personal income. Included in this total is other tenant revenues (such as fees collected from tenants for late payment of rent, damages to their units, and other assessments) which increased by \$1,544.
- Federal revenues from HUD for operations increased by \$58,934 from that of the prior fiscal year. The determination of operating grants is based in part upon operations performance of prior years. This amount fluctuates from year-to-year because of the complexities of the funding formula HUD employs. Generally, this formula calculates an allowable expense level adjusted for inflation, occupancy, and other factors, and then uses this final result as a basis for determining the grant amount. The amount of rent subsidy received from HUD depends upon an eligibility scale of each tenant.
- Federal Capital Funds from HUD decreased by \$60,379 from that of the prior fiscal year. The Housing Authority was still in the process of completing projects funded from grants by HUD for fiscal years 2017 through 2020, and submitted a new grant during fiscal year 2020.
- Total other operating revenue increased by \$1,346 and interest income increased by \$103 from the prior fiscal year.

Compared with the prior fiscal year, total operating expenses decreased \$228,757, or by 11%, but this also was made up of a combination of offsetting factors. Again, reasons for most of this change are listed below:

- Depreciation expense decreased by \$41,838 from that of the prior fiscal year.
- Maintenance and repairs decreased by \$38,158 from that of the prior fiscal year due to changes in the following: Repair staff wages decreased by \$2,312 and related employee benefit contributions increased by \$3,019. Materials used decreased by \$8,800 and contract labor costs decreased by \$30,065.
- General Expenses increased by \$24,332 from that of the prior fiscal year. Payments in lieu of taxes (PILOT) increased by \$1,164. PILOT is calculated as a percentage of rent minus utilities and therefore changed proportionately to the changes in each of these. Insurance premiums increased by \$11,285, other general expenses increased by \$5,242 and bad debts decreased by \$14. Lastly, compensated absences increased by \$6,655.
- Administrative Expenses decreased by \$11,942 from that of the prior fiscal year due to a combination of factors. Administrative staff salaries decreased by \$9,491 and related employee benefit contributions increased by \$5,393; therefore, total staff salaries and benefit costs increased. Outside professional fees changed as follows: audit fees increased by \$50. In addition, staff travel reimbursements increased by \$3,016, office expenses decreased by \$25,645 and sundry expenses increased by \$14,735.
- Housing Assistance Payments to landlords decreased by \$160,875 from that of the prior fiscal year partly because there was a decrease in the number of tenants qualifying for subsidy during the year.
- Utilities Expense decreased by \$1,572 from that of the prior fiscal year because water cost increased by \$100, electricity cost decreased by \$1,347, gas cost decreased by \$469, and other utilities expense (such as labor, benefits, garbage, sewage, and waste removal) increased by \$144.
- Total Tenant Services increased by \$1,646 from that of the prior fiscal year.
- Casualty losses decreased by \$350 from that of the prior fiscal year.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2020, the Housing Authority had a total cost of \$8,301,891 invested in a broad range of assets and construction in progress from projects funded in 2017 through 2020, listed below. This amount, not including depreciation, represents increases of \$65,508 from the prior year. More detailed information about capital assets appears in the notes to the financial statements.

**Statement of Capital Assets
 As of June 30, 2020**

	<u>2020</u>	<u>2019</u>
Land	\$ 221,890	\$ 221,890
Construction in progress	-	88,300
Buildings	6,176,398	6,022,591
Leasehold improvements	1,372,315	1,372,315
Furniture and equipment	531,288	531,287
Accumulated Depreciation	<u>(7,506,178)</u>	<u>(7,427,610)</u>
Total	<u>\$ 795,713</u>	<u>\$ 808,773</u>

As of the end of the 2020 fiscal year, the Authority is still in the process of completing HUD grants of \$606,598 obtained during the 2018 through 2020 fiscal years. A total remainder of \$226,225 will be received and \$235,992 spent for completing these projects during fiscal year 2021.

Debt

Non-current liabilities also include accrued annual leave due to employees. The Housing Authority has not incurred any mortgages, leases, or bond indentures for financing capital assets or operations.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Housing Authority is primarily dependent upon HUD for the funding of operations; therefore, the Housing Authority is affected more by Federal budget than by local economic conditions. The capital budgets for the 2021 fiscal year have already been submitted to HUD for approval and no major changes are expected.

The Capital fund programs are multiple year budgets and have remained relatively stable. Capital Funds are used for the modernization of public housing properties including administrative fees involved in the modernization.

CONTACTING THE HOUSING AUTHORITY'S FINANCIAL MANAGEMENT

Our financial report is designed to provide our citizens, investors, and creditors with a general overview of the Housing Authority's finances, and to show the Housing Authority's accountability for the money it receives. If you have questions about this report, or wish to request additional financial information, contact Rhonda Kay, at Housing Authority of Natchitoches, LA; PO Box 255, Natchitoches, LA 71458-0255.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
STATEMENT OF NET POSITION

JUNE 30, 2020

	General	Housing Choice Voucher	Total Primary Government	Component Unit Assisted and Safe Homes, Inc.	Total
ASSETS					
Current assets					
Cash and cash equivalents	\$ 119,819	\$ 40,815	160,634	\$ 14,780	\$ 175,414
Investments restricted	100,594	0	100,594	0	100,594
Accounts receivable net	57,597	3,960	61,557	0	61,557
Interest receivable	11	0	11	0	11
Prepaid items and other assets	61,630	10,070	71,700	0	71,700
Inventory	3,868	0	3,868	0	3,868
Restricted assets - cash and cash equivalents	8,450	174,188	182,638	0	182,638
Total Current Assets	351,969	229,033	581,002	14,780	595,782
Capital Assets, net					
Land and other non-depreciated assets	221,890	0	221,890	173,000	394,890
Other capital assets - net of depreciation	573,823	0	573,823	147,766	721,589
Total Capital Assets, net	795,713	0	795,713	320,766	1,116,479
Total Assets	\$ 1,147,682	229,033	1,376,715	\$ 335,546	\$ 1,712,261
LIABILITIES					
Current Liabilities					
Accounts payable	\$ 43,094	\$ 5,163	48,257	\$ 3,616	\$ 51,873
Unearned income	15,730	34,410	50,140	0	50,140
Compensated absences payable	6,336	1,628	7,964	0	7,964
Current portion of notes payable	0	0	0	23,189	23,189
Accrued Interest Payable	0	0	0	522	522
Deposits due others	8,450	0	8,450	0	8,450
Total Current Liabilities	73,610	41,201	114,811	27,327	142,138
Noncurrent Liabilities					
Compensated absences payable	46,955	5,570	52,525	0	52,525
Noncurrent portion of notes payable	0	0	0	209,500	209,500
Noncurrent liabilities	0	0	0	939	939
Total Liabilities	120,565	46,771	167,336	237,766	405,102
NET POSITION					
Net investment in capital assets	795,713	0	795,713	88,077	883,790
Restricted for:					
HAP Equity	0	139,778	139,778	0	139,778
Unrestricted	231,404	42,484	273,888	9,703	283,591
Net Position	\$ 1,027,117	\$ 182,262	1,209,379	\$ 97,780	\$ 1,307,159

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

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
STATEMENT OF REVENUES,
EXPENSES AND CHANGES IN FUND NET POSITION

YEAR ENDED JUNE 30, 2020

	General	Housing Choice Voucher	Total Primary Government	Component Unit Assisted and Safe Home, Inc.	Total
OPERATING REVENUES					
Dwelling rental	\$ 183,679	\$ 0	\$ 183,679	\$ 44,000	\$ 227,679
Governmental operating grants	503,253	1,402,959	1,906,212	0	1,906,212
Other- dwelling	18,435	0	18,435	0	18,435
Other	28,465	11,902	40,367	0	40,367
Total Operating Revenues	<u>733,832</u>	<u>1,414,861</u>	<u>2,148,693</u>	<u>44,000</u>	<u>2,192,693</u>
OPERATING EXPENSES					
Administration	276,441	133,527	409,968	4,803	414,771
Tenant services	1,454	192	1,646	0	1,646
Utilities	14,988	0	14,988	0	14,988
Ordinary maintenance & operations	186,984	0	186,984	600	187,584
General expenses	129,672	35,342	165,014	3,542	168,556
Depreciation	78,567	0	78,567	5,925	84,492
Housing assistance payments	0	1,093,037	1,093,037	0	1,093,037
Total Operating Expenses	<u>688,106</u>	<u>1,262,098</u>	<u>1,950,204</u>	<u>14,870</u>	<u>1,965,074</u>
Income (Loss) from Operations	<u>45,726</u>	<u>152,763</u>	<u>198,489</u>	<u>29,130</u>	<u>227,619</u>
Non Operating Revenues (Expenses)					
Interest earnings	310	144	454	16	470
Interest expense	0	0	0	(16,696)	(16,696)
Total Non-Operating Revenues (Expenses)	<u>310</u>	<u>144</u>	<u>454</u>	<u>(16,680)</u>	<u>(16,226)</u>
Income (Loss) before contribution	<u>46,036</u>	<u>152,907</u>	<u>198,943</u>	<u>12,450</u>	<u>211,393</u>
Capital Contribution	48,570	0	48,570	0	48,570
Change in net position	<u>94,606</u>	<u>152,907</u>	<u>247,513</u>	<u>12,450</u>	<u>259,963</u>
Total net position - beginning unadjusted	937,994	34,838	972,832	85,330	1,058,162
Prior period adjustments	(5,483)	(5,483)	(10,966)	0	(10,966)
Total net position - beginning adjusted	<u>932,511</u>	<u>29,355</u>	<u>961,866</u>	<u>85,330</u>	<u>1,047,196</u>
Total net position - ending	<u>\$ 1,027,117</u>	<u>\$ 182,262</u>	<u>\$ 1,209,379</u>	<u>\$ 97,780</u>	<u>\$ 1,307,159</u>

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

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2020

	General	Housing Choice Voucher	Total Primary Government	Component Unit Assisted and Safe Home,	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Rental receipts	\$ 183,295	\$ 0	\$ 183,295	\$ 44,000	\$ 227,295
Other receipts	(6,071)	7,332	1,261	35	1,296
Federal grants	515,506	1,433,624	1,949,130	0	1,949,130
Payments to vendors	(301,138)	(101,187)	(402,325)	(7,987)	(410,312)
Payments to employees – net	(297,843)	(63,834)	(361,677)	(50)	(361,727)
Payments to private landlords	0	(1,093,037)	(1,093,037)	0	(1,093,037)
Net cash provided (used) by operating activities	93,749	182,898	276,647	35,998	312,645
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of assets	(65,508)	0	(65,508)	0	(65,508)
Federal Capital Grants	48,570	0	48,570	0	48,570
Notes payable payments	0	0	0	(16,920)	(16,920)
Interest expenses	0	0	0	(16,696)	(16,696)
Net cash provided (used) by capital and related financing activities	(16,938)	0	(16,938)	(33,616)	(50,554)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest income	311	144	455	16	471
Purchase of investments	(252)	0	(252)	0	(252)
Net cash provided (used) by investing activities	59	144	203	16	219
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	76,870	183,042	259,912	2,398	262,310
CASH AND CASH EQUIVALENTS Beginning of Fiscal Year	51,399	31,961	83,360	12,382	95,742
CASH AND CASH EQUIVALENTS End of Fiscal Year	\$ 128,269	\$ 215,003	\$ 343,272	\$ 14,780	\$ 358,052

Continued

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2020

	General	Housing Choice Voucher	Total Primary Government	Component Unit Assisted and Safe Home, Inc.	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ 45,726	\$ 152,763	\$ 198,489	\$ 29,130	\$ 227,619
Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation Expense	78,567	0	78,567	5,925	84,492
Provision of uncollectible accounts	5,628	930	6,558	0	6,558
Prior period adjustment	(5,483)	(5,483)	(10,966)	0	(10,966)
Change in assets and liabilities:					
Receivables	(41,717)	0	(41,717)	0	(41,717)
Inventories	(207)	0	(207)	0	(207)
Prepaid items	(4,828)	(2,613)	(7,441)	0	(7,441)
Account payables	21,392	2,891	24,283	943	25,226
Deposits due others	(525)	0	(525)	0	(525)
Unearned revenues	10,961	34,410	45,371	0	45,371
Accrued PILOT	(15,765)	0	(15,765)	0	(15,765)
Net cash provided (used) by operations	<u>\$ 93,749</u>	<u>\$ 182,898</u>	<u>\$ 276,647</u>	<u>\$ 35,998</u>	<u>\$ 312,645</u>

Concluded

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

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HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES The accompanying financial statements of the Housing Authority of Natchitoches Parish have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. REPORTING ENTITY Housing Authorities are chartered as public corporations under the laws (LSA – R.S. 40.391) of the State of Louisiana for the purpose of providing safe and sanitary dwellings accommodations. 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 Natchitoches Parish, serve staggered multi-year terms.

The Housing Authority has the following units:

	<u>Number</u>
PHA Owned Housing	92
Section 8	
Housing Choice Vouchers	334

GASB Statement 14 establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the Housing Authority is considered a primary government, since it is a special purpose government that has a separate governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement 14, fiscally independent means that the Housing Authority may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt with HUD approval.

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

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

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

- 1) Appointing a voting majority of an organization's governing body, and:
 - a) The ability of the government to impose its will on that organization and/or
 - b) The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the government.
- 2) Organizations for which the government does not appoint a voting majority but are fiscally dependent on the government.
- 3) Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based on the previous criteria, the Housing Authority has determined that Assisted and Safe Homes, Inc. (the "Organization"), a legally separate entity, is a component unit of the Housing Authority. The members of the Board of Commissioners of the Housing Authority serve on the Board of Directors of the Organization. The Housing Authority's Board of Commissioners maintains a voting majority of the Organization's Board of Directors, and the Housing Authority has the ability to impose its will on the Organization. As a result, the Housing Authority has included the financial statements of Assisted and Safe Homes, Inc. in its financial statements through discrete presentation. The financial position and changes in net assets of Assisted and Safe Homes, Inc. are presented as of and for the year ended December 31, 2019. The separate financial statements of Assisted and Safe Homes, Inc. can be obtained from the Natchitoches Parish Authority, 525 Fourth Street, Natchitoches, Louisiana.

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

The transactions of the Housing Authority are reported in a proprietary enterprise fund. The general fund accounts for the transactions of the Public Housing Low Rent program and the Capital Fund program. The housing choice voucher fund accounts for the Section 8 Housing Choice Voucher program.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

PROPRIETARY FUNDS Proprietary funds are accounted for on the flow of economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net position.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary funds' principal ongoing operations. According to the Authority's policy, governmental operating grants are considered operating revenues. The other principal operating revenues of the Housing Authority are rent and maintenance charges to residents and operating fees earned. Operating expenses for proprietary funds include the administrative costs of providing the service and the housing assistance payments to landlords. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. CASH AND CASH EQUIVALENTS Cash includes amounts in demand deposits and interest-bearing demand deposits. Cash equivalents include amounts in time deposits, of less than ninety days, and cash with fiscal agent. Under state law, the Housing Authority may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

On the Statement of Cash Flows, cash and cash equivalents, end of year, is \$343,272. This is comprised of cash and cash equivalents of \$160,634 and restricted assets – cash of \$182,638, on the statement of net position.

E. INVESTMENTS Investments are limited to L.S.-R.S. 33:2955 and the Housing Authority investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

The investments are reflected at quoted market prices except for the following which are required/permitted as per GASB Statement No. 31:

Investments in *nonparticipating* interest-earning contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.

Definitions:

Interest-earning investment contract include time deposits with financial institutions (such as certificates of deposit), repurchase agreements, and guaranteed investment contracts.

F. REVENUE RECOGNITION Revenues and other governmental fund financial resource 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 12 months of the fiscal year or soon enough thereafter to be used in pay liabilities of the current period.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

G. INVENTORY All purchased inventory items are valued at cost using the first-in, first-out method. Inventory is recorded using the purchase method. At year end, the amount of inventory is recorded for external financial reporting.

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

I. CAPITAL ASSETS Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). The capitalization threshold is \$2,500. Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on the following estimated useful lives:

Site improvements	15 years
Buildings	33 years
Building improvements	15 years
Furniture and equipment	5-7 years
Computers	3 years

J. UNEARNED INCOME 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.

K. 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. The terms for the new Executive Director, who assumed this position on July 1, 2016 is not limited, per terms of her Employment Agreement, to 300 annual leave hours.

L. POST EMPLOYMENT BENEFITS The Authority does not recognize or pay any post employment benefits. Accordingly, Governmental Accounting Standards Board (GASB) Statement Number 45 does not apply.

M. NET POSITION AND FLOW ASSUMPTIONS Net position is reported as restricted when constraints placed on net position use as either:

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

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

Sometime the Authority may fund outlays from both restricted and unrestricted resources. In the event that should occur, the Authority must make a flow assumption about the order in which the resources are considered to be applied. It is the Authority's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

N. USE OF ESTIMATES The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and other financing sources and uses during the reporting period. Actual results could differ from those estimates.

NOTE 2 – DEPOSITS AND INVESTMENTS The Housing Authority has reported their investments with a maturity at time of purchase of one year or less at amortized cost. Investments with maturity at time of purchase of greater than one year are presented at fair value at June 30, 2020. Deposits are stated at cost, which approximates fair value.

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

Credit Rate Risk: GASB 40 disclosure of credit rate risk does not apply, since the Authority's only investments are certificates of deposit.

Custodial Credit Risk: The Authority's policy requires the financial institution to cover the first \$250,000 of deposits with FDIC coverage. Any excess deposits must be collateralized with securities held by the pledging financial institution, with a fair market value that equals or exceeds the amount of excess deposits.

Restricted Cash: \$8,450 is restricted in the General Fund for security deposits. \$139,778 is restricted in the Housing Choice Voucher fund for HAP Equity. \$34,410 of HCV CARES Act receipts are also restricted.

At June 30, 2020, the Housing Authority's carrying amount of deposits was \$443,766 and the bank balance was \$464,069, which includes \$100,594 in certificates of deposits classified as investments. Petty cash consists of \$100. \$418,045 of the bank balance was covered by FDIC Insurance. The remaining bank balance of \$46,024 was covered by pledged securities. However, this \$46,024 was exposed to custodial credit risk, as defined by GASBS No. 40, para. 8, because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent but not in the Housing Authority's name.

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 40, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within ten days of being notified by the Housing Authority that the fiscal agent has failed to pay deposited funds upon demand. Investments during the year were solely in time deposits at banks.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

NOTE 3 – ACCOUNTS RECEIVABLE The receivables at June 30, 2020, are as follows:

<u>Class of Receivables</u>	<u>General</u>	<u>Housing Choice Voucher</u>	<u>Total Primary Government</u>
Local sources:			
Tenants	\$ 1,577	\$ 0	\$ 1,577
Other	56,020	215	56,235
Federal sources:			
Grants	0	3,745	3,745
Total	\$ 57,597	\$ 3,960	\$ 61,557

The tenants account receivable is net of an allowance for doubtful accounts of \$18,887.

NOTE 4 – CAPITAL ASSETS The changes in capital assets are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Non-depreciable assets				
Land and buildings	\$ 221,890	\$ 0	\$ 0	\$ 221,890
Construction in progress	88,300	0	88,300	0
Depreciable assets:				
Buildings	7,394,906	153,807	0	7,548,713
Furniture and equipment	531,257	30	0	531,287
Total capital assets	8,236,353	153,837	88,300	8,301,890
Less: accumulated depreciation				
Buildings	6,902,928	71,962		6,974,890
Furniture and equipment	524,652	6,635	0	531,287
Total accumulated depreciation	7,427,580	78,597	0	7,506,177
Total capital assets, net	\$ 808,773	\$ 75,240	\$ 88,300	\$ 795,713

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

Discretely Presented Component Unit:

	Balance at December 31, 2019	Additions	Deletions	Balance at December 31, 2020
Non-depreciable assets				
Land	\$ 173,000	\$ 0	\$ 0	\$ 173,000
Buildings and improvements	237,000	0	0	237,000
Total	410,000	0	0	410,000
Less: accumulated depreciation				
Buildings and Improvements	83,309	5,925	0	89,234
Fixed assets, net	83,309	5,925	0	89,234
Fixed assets, net	\$ 326,691	\$ (5,925)	\$ 0	\$ 320,766

NOTE 5 – ACCOUNTS PAYABLE The payables at June 30, 2020 are as follows:

	General	Housing Choice Voucher Fund	Total Primary Government
Vendors	\$ 6,972	\$ 2,903	\$ 9,875
Payroll taxes & Retirement withheld	8,559	0	8,559
FSS	0	810	810
Utilities	7,471	1,373	8,844
HUD	16,929	77	17,006
Other	3,163	0	3,163
Total	\$ 43,094	\$ 5,163	\$ 48,257

NOTE 6 – COMPENSATED ABSENCES At June 30, 2020, employees of the Housing Authority have accumulated and vested \$60,489 of employee leave computed in accordance with GASB, Codification Section C60.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

NOTE 7 – LONG-TERM OBLIGATIONS The following is a summary of the long-term obligation transactions for the year ended June 30, 2020.

		Compensated Absences
Balance, beginning	\$	57,220
Additions		19,863
Deletions		(16,594)
Balance, ending		60,489
Amounts due in one year	\$	7,964

Discretely Presented Component Unit:

Assisted and Safe Home, Inc. owed Midsouth Bank \$150,018 at December 31, 2019. The note is secured by real estate and bears a variable rate of interest, which is tied to the U.S. prime rate of interest. This loan is due immediately upon demand by Midsouth Bank. In the interim, monthly payments of \$2,234 are due, beginning October 5, 2016, with the last due on March 5, 2026. The current portion due is \$19,393.

Assisted and Safe Homes, Inc. entered into a loan agreement in the amount of \$100,250 with the Bank of Montgomery. The loan bears interest at a rate of 5.0% and is collateralized by real estate. The loan is payable upon demand by the Bank of Montgomery; however if no demand is made, then the loan's principal and accrued interest are due and payable at its maturity, on March 11, 2014. On that date, the loan was converted to a permanent loan, with a ten year amortization, with the final payment due March 2024. At December 31, 2019, the balance on the loan was \$82,671. The current portion was \$3,796.

LEASES

Operating Leases

The Housing Authority leases its building under a non-cancelable operating lease. The building is leased from Assisted and Safe Homes, Inc. at a rate of \$4,000 per month. The building lease has been extended. The current period is June 1, 2020 through May 31, 2022. The Housing Authority expended \$48,000 under the building lease during the year ended June 30, 2020. The following is a schedule of the future minimum lease payments of the operating lease:

Year Ending June 30,	Amount
2020	44,000

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

NOTE 8 – INTERFUND RECEIVABLES AND PAYABLES At June 30, 2020, the Housing Choice Voucher (HCV) Fund owes the General Fund \$61,683. For financial statement purposes, this amount was deducted from HCV Fund cash and added to General Fund cash.

NOTE 9 – RETIREMENT SYSTEM The Housing 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 this plan, the Housing Authority provides pension benefits for all of its full-time employees. All full-time employees are eligible to participate in the plan on the first day of the month following completion of three months of continuous uninterrupted employment.

Under a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Each participant in the plan is required to make a monthly contribution equal to 6% of his effective compensation. The employer is required to make monthly contributions equal to 8.5% of each participant's effective compensation. The employer may make up to an additional 1.5% contribution, for a total of 10%.

The Housing Authority's contribution for each employee and income allocated to the employee's account is fully vested after five years of continuous service. The Housing Authority's contributions and interest forfeited by employees who leave employment before five years of service are first used to pay for plan expenses and if there is any residual amount, the amount is refunded to the Housing Authority.

The Housing Authority has the right to establish or amend retirement plan provisions. The Housing Authority's Joinder Agreement with the Housing Renewal and Local Agency Retirement Plan may be amended or modified by Board Resolution. Amendment of the Joinder Agreement is limited to provisions affecting plan specifications.

The Housing Authority made the required contributions of \$22,755 for the year ended June 30, 2020, of which \$20,831 was paid by the Housing Authority and \$1,924 was paid by employees. No payments were made out of the forfeiture account.

NOTE 10 – COMMITMENTS AND CONTINGENCIES

Commitments On July 1, 2016 the Authority entered into an Employment Agreement with the new Executive Director, who was promoted to this position effective of the same day. This followed retirement of the long-time Executive Director. The agreement is for five years, beginning July 1, 2016.

The contract may be terminated for cause, as specified in the contract. The Board may also terminate without cause, if such termination, in the Board's opinion, serves the best interests of the Authority. If the Executive Director is terminated for any reason, due process is required, as outlined in the agreement. The Director may terminate the agreement upon 90 days of written notice to the Board.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

The Executive Director will be paid any accrued salary through the date of termination, in the event termination should occur. The Director is also entitled to all earned annual leave at the time of separation, regardless of the reason for the separation.

If terminated without cause, the Authority will pay the Executive Director on the effective date of termination a lump sum equal to salary and benefits she would have earned or received for the remainder of the five year contract, plus accrued salary and benefits, unpaid accrued annual leave, and reasonable, authorized business expenses.

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 June 30, 2020. 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 destruction 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 for 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, Inc Group Insurance Risk Management Agency 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.

NOTE 11 – ECONOMIC DEPENDENCE The Department of Housing and Urban Development provided \$1,954,782 to the Housing Authority, which represents approximately 89% of the Housing Authority's total revenue and capital contributions for the year.

HOUSING AUTHORITY OF NATCHITOCHEs PARISH, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

NOTE 12 - SUBSEQUENT EVENTS Management has evaluated events and transactions subsequent to the statement of net position date through, December 18, 2020, of the independent auditor's report for potential recognition or disclosure in the financial statements. The COVID-19 pandemic has impacted the Authority's dealings with tenants and applicants.



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AUDIT QUALITY CENTER

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*

Independent Auditor's Report

Housing Authority of Natchitoches Parish
Natchitoches, Louisiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of each major fund of the Housing Authority of Natchitoches Parish, Louisiana, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Housing Authority of Natchitoches Parish, Louisiana's basic financial statements, and have issued our report thereon dated December 18, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Housing Authority of Natchitoches Parish, Louisiana's internal control over financial reporting (internal control) as a basis for designing 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 Natchitoches Parish, Louisiana's internal control. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority of Natchitoches Parish, Louisiana'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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Housing Authority of the City of Natchitoches, Louisiana's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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.

Mike Estes, P.C.

Mike Estes, P.C.
Fort Worth, Texas
December 18, 2020



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Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

Housing Authority of Natchitoches Parish
Natchitoches, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the Housing Authority of Natchitoches Parish, Louisiana'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 Natchitoches Parish, Louisiana's major federal programs for the year ended June 30, 2020. The Housing Authority of Natchitoches Parish, Louisiana's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Housing Authority of Natchitoches Parish, Louisiana's major federal programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Housing Authority of Natchitoches Parish, Louisiana's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Housing Authority of Natchitoches Parish, Louisiana's compliance.

Opinion on Each Major Federal Program

In our opinion, the Housing Authority of Natchitoches Parish, Louisiana complied, in all material respects, with the 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, 2020.

Report on Internal Control Over Compliance

Management of the Housing Authority of Natchitoches Parish, Louisiana is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Housing Authority of Natchitoches Parish, Louisiana's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority of Natchitoches Parish, Louisiana's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charge 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 may exist that have not been identified.

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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of Housing Authority of Natchitoches Parish, Louisiana as of and for the year ended June 30, 2020, and have issued our report thereon dated December 18, 2020, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Mike Estes, P.C.

Mike Estes, P.C.
Fort Worth, Texas
December 18, 2020

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2020

FEDERAL GRANTOR PROGRAM TITLE	CDFA NO.	PROGRAM EXPENDITURES
U. S. Department of Housing and Urban Development Direct Programs:		
Low-Income Housing Operating Subsidy	14.850a	\$ 272,019
Capital Fund Program	14.872	278,865
Housing Choice Voucher	14.871	1,402,767
CARES Act- Housing Choice Fund	14.871	\$ 192
CARES Act- Low Rent Public Housing	14.850	939
Total United States Department of Housing and Urban Development		\$ 1,954,782
Total Expenditures of Federal Awards		\$ 1,954,782

The accompanying notes are an integral part of this schedule.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
 NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2020

NOTE 1 – BASIS OF PRESENTATION The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal award activity of the Housing Authority of Natchitoches Parish, Louisiana (the “Housing Authority”) under programs of the federal government for the year ended June 30, 2020. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Housing Authority, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Housing Authority.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS Federal awards revenues are reported in the Housing Authority’s basic financial statements as follows:

		Federal Sources
Enterprise Funds		
Governmental operating grants	\$	1,906,212
Capital contributions		48,570
Total	\$	1,954,782

NOTE 4 – RELATIONSHIP TO FEDERAL FINANCIAL REPORTS Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with generally accepted accounting principles.

NOTE 5 – DE MINIMIS INDIRECT COST RATE The Housing Authority did not elect to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2020

1. Type of Auditor's Report Issued on Financial Statements – Unqualified for:

Low Rent
Capital Fund
Housing Choice Vouchers

Type of Auditor's Report Issued on Financial Statements – Qualified for:

Aggregate Discretely Presented Component Unit.

2. Internal Control Over Financial Reporting:

a. Material weakness(es) identified? _____ yes ✓ no
b. Significant deficiency(ies) identified? _____ yes ✓ none reported

3. Noncompliance material to financial statements noted?

_____ yes ✓ no

Audit of Federal Awards

1. Internal Control Over Major Programs:

a. Material weakness(es) identified? _____ yes ✓ no
b. Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ yes ✓ none reported

2. Type of Auditor's Report Issued on Compliance For Major Programs – Unmodified.

3. Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance (2 CFR 200)?

_____ yes ✓ no

4. The programs tested as major programs include:

CFDA# 14.871 Section 8 Housing Choice Voucher

5. Dollar threshold used to distinguish between Type A and Type B Programs as described in the Uniform Guidance (2 CFR 200): \$ 750,000

6. Auditee qualified as low-risk auditee under Uniform Guidance (2 CFR 200)? ✓ yes _____ no

7. Nonstatistical sampling was used. To determine sample sizes, the AICPA Audit Guide *Audit Sampling* was used.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2020

Section II – Findings related to the financial statements which are required to be reported in accordance with Governmental Auditing Standards generally accepted in the United States of America:

None

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2020

Section III – Findings and questioned costs for federal awards which are required to be reported under Uniform Guidance

None

HOUSING AUTHORITY OF NATCHITOCHEs PARISH, LOUISIANA
CORRECTIVE ACTION PLAN

YEAR ENDED JUNE 30, 2020

There were no audit findings.

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

YEAR ENDED JUNE 30, 2020

The following prior audit findings were required to be reported under OMB Circular No. A-133, Section 510(a) (for the major program) for the prior year:

There were no prior audit findings.

SUPPLEMENTARY INFORMATION

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
STATEMENT AND CERTIFICATION OF ACTUAL MODERNIZATION COSTS
ANNUAL CONTRIBUTION CONTRACT

YEAR ENDED JUNE 30, 2020

		2017 Capital Fund
Funds approved	\$	134,104
Funds expended		134,104
Excess of funds approved	\$	0
Funds advanced	\$	134,104
Funds expended		134,104
Excess (Deficiency) of funds advanced	\$	0

1. The Actual Modernization Costs are as follows:
2. The distribution of costs by project as shown on the Final Statement of Modernization Costs dated June 2, 2020 accompanying the Actual Modernization Costs Certificate submitted to HUD for approval is in agreement with the PHA's records.
3. All modernization costs have been paid and all related liabilities have been discharged through payment.

See accountant's report

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
STATEMENT OF MODERNIZATION COSTS - UNCOMPLETED

YEAR ENDED JUNE 30, 2020

	CASH BASIS		
	2018 Capital Fund	2019 Capital Fund	2020 Capital Fund
	<u> </u>	<u> </u>	<u> </u>
Funds approved	\$ 193,278	\$ 200,574	\$ 212,746
Funds expended	184,862	108,198	77,746
Excess of funds approved	<u>\$ 8,416</u>	<u>\$ 92,376</u>	<u>\$ 135,000</u>
Funds advanced	\$ 186,929	\$ 115,698	\$ 77,746
Funds expended	184,863	108,198	77,746
Excess (Deficiency) of funds advanced	<u>\$ 2,066</u>	<u>\$ 7,500</u>	<u>\$ 0</u>

See accountant's report

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
 SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO AGENCY HEAD
 OR CHIEF EXECUTIVE DIRECTOR

YEAR ENDED JUNE 30, 2020

Agency Head Name: Rhonda Kay, Executive Director

Purpose	Amount
Salary	\$ 79,374
Benefits-insurance	10,110
Benefits-retirement	8,172
Benefits	
Car allowance	
Vehicle provided by government	
Per diem	
Reimbursements	61
Travel	78
Registration fees	1,405
Conference travel	729
Continuing professional education fees	
Housing	
Unvouchered expenses*	
Special meals	
Total	\$ 99,929

See accountant's report

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
FINANCIAL DATA SCHEDULES

YEAR ENDED JUNE 30, 2020

Entity Wide Balance Sheet Summary								
	Project Total	14.PHC Public Housing CARES Act Funding	6.1 Component Unit - Discretely Presented	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	ELIM	Total
111 Cash - Unrestricted	\$119,819		\$14,780	\$40,815		\$175,414		\$175,414
112 Cash - Restricted - Modernization and Development								
113 Cash - Other Restricted				\$139,778	\$34,410	\$174,188		\$174,188
114 Cash - Tenant Security Deposits	\$8,450					\$8,450		\$8,450
115 Cash - Restricted for Payment of Current Liabilities								
100 Total Cash	\$128,269	\$0	\$14,780	\$180,593	\$34,410	\$358,052	\$0	\$358,052
121 Accounts Receivable - PHA Projects								
122 Accounts Receivable - HUD Other Projects				\$3,745		\$3,745		\$3,745
124 Accounts Receivable - Other Government								
125 Accounts Receivable - Miscellaneous	\$56,020			\$215		\$56,235		\$56,235
126 Accounts Receivable - Tenants	\$6,782					\$6,782		\$6,782
126.1 Allowance for Doubtful Accounts - Tenants	-\$5,618					-\$5,618		-\$5,618
126.2 Allowance for Doubtful Accounts - Other	\$0			\$0		\$0		\$0
127 Notes, Loans, & Mortgages Receivable - Current	\$413					\$413		\$413
128 Fraud Recovery				\$13,269		\$13,269		\$13,269
128.1 Allowance for Doubtful Accounts - Fraud				-\$13,269		-\$13,269		-\$13,269
129 Accrued Interest Receivable	\$11					\$11		\$11
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$57,608	\$0	\$0	\$3,960	\$0	\$61,568	\$0	\$61,568
131 Investments - Unrestricted	\$100,594					\$100,594		\$100,594
132 Investments - Restricted								
135 Investments - Restricted for Payment of Current Liability								
142 Prepaid Expenses and Other Assets	\$61,630			\$10,070		\$71,700		\$71,700
143 Inventories	\$4,071					\$4,071		\$4,071
143.1 Allowance for Obsolete Inventories	-\$203					-\$203		-\$203
144 Inter Program Due From	\$0					\$0	\$0	\$0
145 Assets Held for Sale								
150 Total Current Assets	\$351,969	\$0	\$14,780	\$194,623	\$34,410	\$595,782	\$0	\$595,782
161 Land	\$221,890		\$173,000			\$394,890		\$394,890
162 Buildings	\$6,176,398		\$237,000			\$6,413,398		\$6,413,398
163 Furniture, Equipment & Machinery - Dwellings	\$171,630					\$171,630		\$171,630
164 Furniture, Equipment & Machinery - Administration	\$359,658					\$359,658		\$359,658
165 Leasehold Improvements	\$1,372,315					\$1,372,315		\$1,372,315
166 Accumulated Depreciation	-\$7,506,178		-\$89,234			-\$7,595,412		-\$7,595,412
167 Construction in Progress								
168 Infrastructure								
160 Total Capital Assets, Net of Accumulated Depreciation	\$795,713	\$0	\$320,766	\$0	\$0	\$1,116,479	\$0	\$1,116,479
171 Notes, Loans and Mortgages Receivable - Non-Current								
172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due								
173 Grants Receivable - Non Current								
174 Other Assets								
176 Investments in Joint Ventures								
180 Total Non-Current Assets	\$795,713	\$0	\$320,766	\$0	\$0	\$1,116,479	\$0	\$1,116,479
200 Deferred Outflow of Resources								
290 Total Assets and Deferred Outflow of Resources	\$1,147,682	\$0	\$335,546	\$194,623	\$34,410	\$1,712,261	\$0	\$1,712,261

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
FINANCIAL DATA SCHEDULES

YEAR ENDED JUNE 30, 2020

Entity Wide Balance Sheet Summary								
	Project Total	14.PHC Public Housing CARES Act Funding	6.1 Component Unit - Discretely Presented	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	ELIM	Total
311 Bank Overdraft								
312 Accounts Payable <= 90 Days	\$6,972		\$3,616	\$2,903		\$13,491		\$13,491
313 Accounts Payable >90 Days Past Due								
321 Accrued Wage/Payroll Taxes Payable	\$8,559					\$8,559		\$8,559
322 Accrued Compensated Absences - Current Portion	\$6,336			\$1,628		\$7,964		\$7,964
324 Accrued Contingency Liability								
325 Accrued Interest Payable			\$522			\$522		\$522
331 Accounts Payable - HUD PHA Programs	\$16,929			\$77		\$17,006		\$17,006
332 Account Payable - PHA Projects								
333 Accounts Payable - Other Government								
341 Tenant Security Deposits	\$8,450					\$8,450		\$8,450
342 Unearned Revenue	\$15,730				\$34,410	\$50,140		\$50,140
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue			\$23,189			\$23,189		\$23,189
344 Current Portion of Long-term Debt - Operating Borrowings								
345 Other Current Liabilities	\$3,163			\$810		\$3,973		\$3,973
346 Accrued Liabilities - Other	\$7,471			\$1,373		\$8,844		\$8,844
347 Inter Program - Due To				\$0		\$0	\$0	\$0
348 Loan Liability - Current								
310 Total Current Liabilities	\$73,610	\$0	\$27,327	\$6,791	\$34,410	\$142,138	\$0	\$142,138
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue			\$209,500			\$209,500		\$209,500
352 Long-term Debt, Net of Current - Operating Borrowings								
353 Non-current Liabilities - Other			\$939			\$939		\$939
354 Accrued Compensated Absences - Non Current	\$46,955			\$5,570		\$52,525		\$52,525
355 Loan Liability - Non Current								
356 FASB 5 Liabilities								
357 Accrued Pension and OPEB Liabilities								
350 Total Non-Current Liabilities	\$46,955	\$0	\$210,439	\$5,570	\$0	\$262,964	\$0	\$262,964
300 Total Liabilities	\$120,565	\$0	\$237,766	\$12,361	\$34,410	\$405,102	\$0	\$405,102
400 Deferred Inflow of Resources								
508.4 Net Investment in Capital Assets	\$795,713		\$88,077			\$883,790		\$883,790
511.4 Restricted Net Position				\$139,778		\$139,778		\$139,778
512.4 Unrestricted Net Position	\$231,404	\$0	\$9,703	\$42,484	\$0	\$283,591		\$283,591
513 Total Equity - Net Assets / Position	\$1,027,117	\$0	\$97,780	\$182,262	\$0	\$1,307,159	\$0	\$1,307,159
600 Total Liabilities, Deferred Inflows of Resources and Equity - Net	\$1,147,682	\$0	\$335,546	\$194,623	\$34,410	\$1,712,261	\$0	\$1,712,261

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
FINANCIAL DATA SCHEDULES

YEAR ENDED JUNE 30, 2020

Single Project Revenue and Expense			
	Low Rent	Capital Fund	Total Project
70300 Net Tenant Rental Revenue	\$183,679		\$183,679
70400 Tenant Revenue - Other	\$18,435		\$18,435
70500 Total Tenant Revenue	\$202,114	\$0	\$202,114
70600 HUD PHA Operating Grants	\$272,019	\$230,295	\$502,314
70610 Capital Grants		\$48,570	\$48,570
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			
71100 Investment Income - Unrestricted	\$310		\$310
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	\$28,465		\$28,465
71600 Gain or Loss on Sale of Capital Assets			
72000 Investment Income - Restricted			
70000 Total Revenue	\$502,908	\$278,865	\$781,773
91100 Administrative Salaries	\$124,454	\$14,287	\$138,741
91200 Auditing Fees	\$4,572	\$6,500	\$11,072
91300 Management Fee			
91310 Book-keeping Fee			
91400 Advertising and Marketing			
91500 Employee Benefit contributions - Administrative	\$66,513		\$66,513
91600 Office Expenses	\$50,624		\$50,624
91700 Legal Expense			
91800 Travel	\$1,506		\$1,506
91810 Allocated Overhead			
91900 Other	\$7,985		\$7,985
91000 Total Operating - Administrative	\$255,654	\$20,787	\$276,441
92000 Asset Management Fee			
92100 Tenant Services - Salaries			
92200 Relocation Costs			
92300 Employee Benefit Contributions - Tenant Services			
92400 Tenant Services - Other	\$515		\$515
92500 Total Tenant Services	\$515	\$0	\$515
93100 Water	\$1,451		\$1,451
93200 Electricity	\$11,164		\$11,164
93300 Gas	\$1,679		\$1,679
93400 Fuel			
93500 Labor			
93600 Sewer	\$389		\$389

HOUSING AUTHORITY OF NATCHITOCHEs PARISH, LOUISIANA
FINANCIAL DATA SCHEDULES

YEAR ENDED JUNE 30, 2020

Single Project Revenue and Expense			
	Low Rent	Capital Fund	Total Project
93700 Employee Benefit Contributions - Utilities			
93800 Other Utilities Expense	\$305		\$305
93000 Total Utilities	\$14,988	\$0	\$14,988
94100 Ordinary Maintenance and Operations - Labor	\$46,459		\$46,459
94200 Ordinary Maintenance and Operations - Materials and Other	\$27,674		\$27,674
94300 Ordinary Maintenance and Operations Contracts	\$82,242		\$82,242
94500 Employee Benefit Contributions - Ordinary Maintenance	\$30,609		\$30,609
94000 Total Maintenance	\$186,984	\$0	\$186,984
95100 Protective Services - Labor			
95200 Protective Services - Other Contract Costs			
95300 Protective Services - Other			
95500 Employee Benefit Contributions - Protective Services			
95000 Total Protective Services	\$0	\$0	\$0
96110 Property Insurance	\$29,132		\$29,132
96120 Liability Insurance	\$12,820		\$12,820
96130 Workmen's Compensation	\$6,029		\$6,029
96140 All Other Insurance	\$36,458		\$36,458
96100 Total insurance Premiums	\$84,439	\$0	\$84,439
96200 Other General Expenses	\$176		\$176
96210 Compensated Absences	\$17,947		\$17,947
96300 Payments in Lieu of Taxes	\$16,929		\$16,929
96400 Bad debt - Tenant Rents	\$10,181		\$10,181
96500 Bad debt - Mortgages			
96600 Bad debt - Other			
96800 Severance Expense			
96000 Total Other General Expenses	\$45,233	\$0	\$45,233
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
96900 Total Operating Expenses	\$587,813	\$20,787	\$608,600
97000 Excess of Operating Revenue over Operating Expenses	-\$84,905	\$258,078	\$173,173
97100 Extraordinary Maintenance			
97200 Casualty Losses - Non-capitalized			
97300 Housing Assistance Payments			
97350 HAP Portability-In			
97400 Depreciation Expense	\$78,567		\$78,567
97500 Fraud Losses			
97600 Capital Outlays - Governmental Funds			
97700 Debt Principal Payment - Governmental Funds			
97800 Dwelling Units Rent Expense			
90000 Total Expenses	\$666,380	\$20,787	\$687,167

HOUSING AUTHORITY OF NATCHITOCHEs PARISH, LOUISIANA
FINANCIAL DATA SCHEDULES

YEAR ENDED JUNE 30, 2020

Single Project Revenue and Expense			
	Low Rent	Capital Fund	Total Project
10010 Operating Transfer In	\$230,295		\$230,295
10020 Operating transfer Out		-\$230,295	-\$230,295
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)	\$230,295	-\$230,295	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	\$66,823	\$27,783	\$94,606
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0
11030 Beginning Equity	\$937,994	\$0	\$937,994
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	-\$5,483		-\$5,483
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 Rents			
11100 Changes in Allowance for Doubtful Accounts - Other			
11170 Administrative Fee Equity			
11180 Housing Assistance Payments Equity			
11190 Unit Months Available	1092		1092
11210 Number of Unit Months Leased	1064		1064
11270 Excess Cash	\$163,877		\$163,877
11610 Land Purchases	\$0	\$0	\$0
11620 Building Purchases	\$105,237	\$48,570	\$153,807
11630 Furniture & Equipment - Dwelling Purchases	\$0	\$0	\$0
11640 Furniture & Equipment - Administrative Purchases	\$0	\$0	\$0
11650 Leasehold Improvements Purchases	\$0	\$0	\$0
11660 Infrastructure Purchases	\$0	\$0	\$0
13510 CFFP Debt Service Payments	\$0	\$0	\$0
13901 Replacement Housing Factor Funds	\$0	\$0	\$0

HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
FINANCIAL DATA SCHEDULES

YEAR ENDED JUNE 30, 2020

Entity Wide Revenue and Expense Summary								
	Project Total	14.PHC Public Housing CARES Act Funding	6.1 Component Unit - Discretely Presented	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	ELIM	Total
70300 Net Tenant Rental Revenue	\$183,679		\$44,000			\$227,679		\$227,679
70400 Tenant Revenue - Other	\$18,435					\$18,435		\$18,435
70500 Total Tenant Revenue	\$202,114	\$0	\$44,000	\$0	\$0	\$246,114	\$0	\$246,114
70600 HUD PHA Operating Grants	\$502,314	\$939		\$1,402,767	\$192	\$1,906,212		\$1,906,212
70610 Capital Grants	\$48,570					\$48,570		\$48,570
70710 Management Fee								
70720 Asset Management Fee								
70730 Book Keeping Fee								
70740 Front Line Service Fee								
70750 Other Fees								
70700 Total Fee Revenue						\$0	\$0	\$0
70800 Other Government Grants								
71100 Investment Income - Unrestricted	\$310		\$16	\$144		\$470		\$470
71200 Mortgage Interest Income								
71300 Proceeds from Disposition of Assets Held for Sale								
71310 Cost of Sale of Assets								
71400 Fraud Recovery				\$3,000		\$3,000		\$3,000
71500 Other Revenue	\$28,465			\$8,902		\$37,367		\$37,367
71600 Gain or Loss on Sale of Capital Assets								
72000 Investment Income - Restricted								
70000 Total Revenue	\$781,773	\$939	\$44,016	\$1,414,813	\$192	\$2,241,733	\$0	\$2,241,733
91100 Administrative Salaries	\$138,741			\$44,827		\$183,568		\$183,568
91200 Auditing Fees	\$11,072			\$2,643		\$13,715		\$13,715
91300 Management Fee								
91310 Book-keeping Fee								
91400 Advertising and Marketing								
91500 Employee Benefit contributions - Administrative	\$66,513		\$50	\$20,550		\$87,113		\$87,113
91600 Office Expenses	\$50,624		\$2,179	\$36,422		\$89,225		\$89,225
91700 Legal Expense								
91800 Travel	\$1,506			\$5,061		\$6,567		\$6,567
91810 Allocated Overhead								
91900 Other	\$7,985		\$2,574	\$24,024		\$34,583		\$34,583
91000 Total Operating - Administrative	\$276,441	\$0	\$4,803	\$133,527	\$0	\$414,771	\$0	\$414,771
92000 Asset Management Fee								
92100 Tenant Services - Salaries								
92200 Relocation Costs								
92300 Employee Benefit Contributions - Tenant Services								
92400 Tenant Services - Other	\$515	\$939			\$192	\$1,646		\$1,646
92500 Total Tenant Services	\$515	\$939	\$0	\$0	\$192	\$1,646	\$0	\$1,646
93100 Water	\$1,451					\$1,451		\$1,451
93200 Electricity	\$11,164					\$11,164		\$11,164
93300 Gas	\$1,679					\$1,679		\$1,679
93400 Fuel								
93500 Labor								
93600 Sewer	\$389					\$389		\$389

**HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
FINANCIAL DATA SCHEDULES**

YEAR ENDED JUNE 30, 2020

Entity Wide Revenue and Expense Summary								
	Project Total	14.PHC Public Housing CARES Act Funding	6.1 Component Unit - Discretely Presented	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	ELIM	Total
93700 Employee Benefit Contributions - Utilities								
93800 Other Utilities Expense	\$305					\$305		\$305
93000 Total Utilities	\$14,988	\$0	\$0	\$0	\$0	\$14,988	\$0	\$14,988
94100 Ordinary Maintenance and Operations - Labor	\$46,459					\$46,459		\$46,459
94200 Ordinary Maintenance and Operations - Materials and Other	\$27,674					\$27,674		\$27,674
94300 Ordinary Maintenance and Operations Contracts	\$82,242		\$600			\$82,842		\$82,842
94500 Employee Benefit Contributions - Ordinary Maintenance	\$30,609					\$30,609		\$30,609
94000 Total Maintenance	\$186,984	\$0	\$600	\$0	\$0	\$187,584	\$0	\$187,584
95100 Protective Services - Labor								
95200 Protective Services - Other Contract Costs								
95300 Protective Services - Other								
95500 Employee Benefit Contributions - Protective Services								
95000 Total Protective Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
96110 Property Insurance	\$29,132					\$29,132		\$29,132
96120 Liability Insurance	\$12,820					\$12,820		\$12,820
96130 Workmen's Compensation	\$6,029		\$908	\$1,807		\$8,744		\$8,744
96140 All Other Insurance	\$36,458					\$36,458		\$36,458
96100 Total Insurance Premiums	\$84,439	\$0	\$908	\$1,807	\$0	\$87,154	\$0	\$87,154
96200 Other General Expenses	\$176		\$36	\$29,650		\$29,862		\$29,862
96210 Compensated Absences	\$17,947			\$3,885		\$21,832		\$21,832
96300 Payments in Lieu of Taxes	\$16,929		\$2,598			\$19,527		\$19,527
96400 Bad debt - Tenant Rents	\$10,181					\$10,181		\$10,181
96500 Bad debt - Mortgages								
96600 Bad debt - Other								
96800 Severance Expense								
96000 Total Other General Expenses	\$45,233	\$0	\$2,634	\$33,535	\$0	\$81,402	\$0	\$81,402
96710 Interest of Mortgage (or Bonds) Payable			\$16,696			\$16,696		\$16,696
96720 Interest on Notes Payable (Short and Long Term)								
96730 Amortization of Bond Issue Costs								
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$16,696	\$0	\$0	\$16,696	\$0	\$16,696
96900 Total Operating Expenses	\$608,600	\$939	\$25,641	\$168,869	\$192	\$804,241	\$0	\$804,241
97000 Excess of Operating Revenue over Operating Expenses	\$173,173	\$0	\$18,375	\$1,245,944	\$0	\$1,437,492	\$0	\$1,437,492
97100 Extraordinary Maintenance								
97200 Casualty Losses - Non-capitalized								
97300 Housing Assistance Payments				\$1,087,206		\$1,087,206		\$1,087,206
97350 HAP Portability-In				\$5,831		\$5,831		\$5,831
97400 Depreciation Expense	\$78,567		\$5,925			\$84,492		\$84,492
97500 Fraud Losses								
97600 Capital Outlays - Governmental Funds								
97700 Debt Principal Payment - Governmental Funds								
97800 Dwelling Units Rent Expense								
90000 Total Expenses	\$687,167	\$939	\$31,566	\$1,261,906	\$192	\$1,981,770	\$0	\$1,981,770

**HOUSING AUTHORITY OF NATCHITOCHE PARISH, LOUISIANA
FINANCIAL DATA SCHEDULES**

YEAR ENDED JUNE 30, 2020

Entity Wide Revenue and Expense Summary								
	Project Total	14.PHC Public Housing CARES Act Funding	6.1 Component Unit - Discretely Presented	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	ELIM	Total
10010 Operating Transfer In	\$230,295					\$230,295	-\$230,295	\$0
10020 Operating transfer Out	-\$230,295					-\$230,295	\$230,295	\$0
10030 Operating Transfers from/to Primary Government								
10040 Operating Transfers from/to Component Unit								
10050 Proceeds from Notes, Loans and Bonds								
10060 Proceeds from Property Sales								
10070 Extraordinary Items, Net Gain/Loss								
10080 Special Items (Net Gain/Loss)								
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	\$0	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	\$94,606	\$0	\$12,450	\$152,907	\$0	\$259,963	\$0	\$259,963
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0	\$0	\$0		\$0
11030 Beginning Equity	\$937,994	\$0	\$85,330	\$34,838	\$0	\$1,058,162		\$1,058,162
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	-\$5,483			-\$5,483		-\$10,966		-\$10,966
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 Rents								
11100 Changes in Allowance for Doubtful Accounts - Other								
11170 Administrative Fee Equity				\$42,484		\$42,484		\$42,484
11180 Housing Assistance Payments Equity				\$139,778		\$139,778		\$139,778
11190 Unit Months Available	1092		480	3185		4757		4757
11210 Number of Unit Months Leased	1064		450	2893		4407		4407
11270 Excess Cash	\$163,877					\$163,877		\$163,877
11610 Land Purchases	\$0					\$0		\$0
11620 Building Purchases	\$153,807					\$153,807		\$153,807
11630 Furniture & Equipment - Dwelling Purchases	\$0					\$0		\$0
11640 Furniture & Equipment - Administrative Purchases	\$0					\$0		\$0
11650 Leasehold Improvements Purchases	\$0					\$0		\$0
11660 Infrastructure Purchases	\$0					\$0		\$0
13510 CFFP Debt Service Payments	\$0					\$0		\$0
13901 Replacement Housing Factor Funds	\$0					\$0		\$0