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State Examiner

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December 3, 2024

Board of Directors
Kokomo Housing Authority
Howard County, Indiana

We have reviewed the audit report of Kokomo Housing Authority, which was opined upon by Henderson & Pilleteri, LLC, Independent Public Accountants, for the period January 1, 2023 to December 31, 2023. Per the *Independent Auditor's Report*, the financial statements included in the report present fairly the financial condition of the Kokomo Housing Authority as of December 31, 2023, and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Henderson & Pilleteri, LLC, prepared the audit report in accordance with the guidelines established by the Indiana State Board of Accounts.

The audit report is filed with this letter in our office as a matter of public record.

Tammy R. White, CPA
Deputy State Examiner

KOKOMO HOUSING AUTHORITY

**FINANCIAL STATEMENTS
&
SUPPLEMENTAL INFORMATION**

YEAR ENDED DECEMBER 31, 2023

KOKOMO HOUSING AUTHORITY
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**KOKOMO HOUSING AUTHORITY
MANAGEMENT’S DISCUSSION & ANALYSIS
YEAR ENDED DECEMBER 31, 2023**

Management’s Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments issued June 1999.

As management of the Housing Authority of the City of Kokomo (the Authority), we offer the readers of the Authority’s financial statements this narrative overview and analysis of the financial activities of the Authority for the year ended December 31, 2023. Please read the MD&A’s information here in conjunction with the Authority’s financial statements.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements included in this annual report are those of a special-purpose government engaged in a business-type activity. The following statements are included:

- Statement of Net Position – reports the Authority’s current financial resources (short-term spendable resources) with capital assets and long-term debt obligations
- Statement of Revenue, Expenses, and Changes in Fund Net Position – reports the Authority’s operating and non-operating revenues, by major source, along with operating and non-operating expenses and capital contributions.
- Comparison of budget vs. actual – reports the Authority’s actual operating revenues and expenses versus the budgeted amounts.

Our analysis of the Authority of a whole begins on the next page with an analysis of entity-wide net position, revenues, and expenses. This analysis includes all assets and liabilities using the accrual basis of accounting.

Accrual accounting is similar to the accounting used by most private sector companies. Accrual accounting recognizes revenues and expenses when earned regardless of when cash is received or paid.

Our analysis also presents the Authority’s net position and changes in them. One can think of the Authority’s net position as the difference between what the Authority owns (assets) to what the Authority owes (liabilities). The change in net position analysis will assist the reader with measuring the health or financial position of the Authority.

Over time, significant changes in the Authority’s net position are an indicator of whether its financial health is improving or deteriorating. To fully assess the financial health of any Authority, the reader must also consider non-financial factors such as changes in family composition, fluctuation in the local economy, HUD mandated program administrative changes, and the physical condition of the Authority’s capital assets.

To fully understand the financial statements of the Authority, one must start with an understanding of what the Authority does. The following is a brief description of the programs and services that the Authority provides for the residents of Kokomo, Indiana.

LOW INCOME PUBLIC HOUSING (LIPH)

Kokomo Housing Authority owned 175 units in Kokomo as of January 1, 2023, and is responsible for the management, maintenance, and utilities for all units and sites. On an annual basis, the Authority submits a request for funding known as the Calculation of Operating Fund Subsidy. The basic concept of the Calculation of Operating Fund Subsidy is that the Authority has an Allowable Expense Level, Allowable Utilities Expense Level and Audit Costs and that HUD will fund the difference between these Allowable Expenses and the amount of rents and other fees that the Authority can charge the Authority’s residents.

SECTION 8 HOUSING CHOICE VOUCHERS (HCV)

HUD has contracted support with the Authority for 756 Housing Choice Vouchers and 375 Project Based Vouchers. The Authority pays Housing Assistance Payments to landlords for Low Income residents. The Housing Assistance Payment (HAP) matches the difference between the total rent that the landlord can charge at or below a fair market rent amount supplied by HUD, and the amount that the resident can pay based on HUD mandated calculations. For each unit that the Authority administers, HUD pays the Authority an administrative fee. The Authority is not responsible for the upkeep and maintenance of the units and properties associated with this program but is responsible for inspecting the units annually.

CAPITAL FUND PROGRAM (CFP) GRANT

This grant program is awarded by HUD on an annual basis. The purpose of these grants is for improvement of the Authority's sites and the management of the Authority. The Authority requisitions funds from HUD as the Authority expends funds. The Authority is permitted four years to fully expend an annual award.

BUSINESS ACTIVITIES

This program was created during the RAD conversion to account for the assets and liabilities that were transferred from the RAD conversion but not sold to KHA RAD I and for the revenues and expenses resulting from the conversion.

AFFORDABLE HOUSING PROGRAM

During 2020, the subsidy for forty (40) units of LIPH housing, consisting of thirty-six scattered site houses and four three-bedroom units, was transferred to build Trailside Townhomes which consists of 45 new units of affordable housing constructed by Advantix. During 2022, three (3) houses were sold, and during 2023, five (5) were sold. The remaining thirty-two (32) units were still owned by the Authority under the management of the Central Cost Center to be sold or leased at market rate rents.

SUPERIOR STREET HOUSING DEVELOPMENT, INC. (SSHDI)

The Superior Street Housing Development, Inc. owns 4 units. The Authority is responsible for the management, maintenance, and utilities for all units. The purpose of SSHDI is to develop, construct, rehabilitate, maintain and manage residential dwellings for low-income families.

CONDENSED COMPARATIVE FINANCIAL STATEMENTS

ANALYSIS OF ENTITY WIDE NET POSITION (STATEMENT OF NET POSITION)

Total Assets for FYE 12/31/23 were \$21,487,100 and for FYE 12/31/22, they were \$19,713,509. This represents a net increase of \$1,773,591.

Current Assets increased by \$4,372,678. Cash increased due to a \$5 million payment received from the notes receivable from the RAD conversion and increased tenant and interest revenues. Cash also increased from lower utility costs, maintenance costs, protective services costs, and interest expense. Cash decreased by lower HUD subsidies and grants revenues and higher HAP payments to landlords. Cash also decreased from higher administrative, insurance, and general expenses. Accounts receivable increased due to year end receivables from HUD during 2023 that were paid in 2024, increased tenant accounts receivable, and miscellaneous receivables.

Capital Assets decreased by \$406,276. The change in Capital Assets will be presented in the section of this analysis entitled Analysis of Capital Assets.

Non-Current Assets decreased by \$2,192,811 from the \$5 million reduction in notes receivable from the RAD conversion, accrued interest receivable, accrued developer fees receivable, and the annual reduction in silent second mortgages for residents who purchased a scattered site.

Current Liabilities increased by \$12,665. Tenant security deposits and accounts payable to vendors increased. The current portion of long-term debt and PILOT payment due, accrued wages, payroll taxes, and unearned revenue decreased.

Noncurrent Liabilities increased by \$37,574. The long-term debt for the Superior Street Housing Development loan and non-current accrued compensated absences decreased. Family Self-Sufficiency escrows increased.

The table below illustrated our analysis:

| | <u>12/31/2023</u> | <u>12/31/2022</u> | <u>Net Change</u> |
|------------------------------|----------------------|----------------------|---------------------|
| Current Assets | \$ 7,045,018 | \$ 2,672,340 | \$ 4,372,678 |
| Capital Assets, Net | 3,020,924 | 3,427,200 | (406,276) |
| Other Noncurrent Assets | <u>11,421,158</u> | <u>13,613,969</u> | <u>(2,192,811)</u> |
| Total Assets | <u>21,487,100</u> | <u>19,713,509</u> | <u>1,773,591</u> |
| | | | |
| Current Liabilities | 102,555 | 89,890 | 12,665 |
| Noncurrent Liabilities | <u>535,228</u> | <u>497,654</u> | <u>37,574</u> |
| Total Liabilities | <u>637,783</u> | <u>587,544</u> | <u>50,239</u> |
| | | | |
| Unrestricted | 14,763,861 | 15,152,428 | (388,567) |
| Restricted | 3,437,900 | 929,315 | 2,508,585 |
| Investment in Capital Assets | <u>2,647,556</u> | <u>3,044,222</u> | <u>(396,666)</u> |
| Total Net Position | <u>\$ 20,849,317</u> | <u>\$ 19,125,965</u> | <u>\$ 1,723,352</u> |

ANALYSIS OF ENTITY WIDE REVENUES (STATEMENT OF CHANGES IN NET POSITION)

The Authority administers the following programs, and the external revenues generated from these programs during the fiscal year ended 12/31/2023 were as follows:

| Program | Revenues Generated |
|---------------------------------|--------------------|
| Public Indian Housing | \$ 1,422,339 |
| Section 8 HCV/Mainstream | \$ 6,809,676 |
| Capital Fund Program | \$ 484,191 |
| ROSS Grants | \$ 68,326 |
| Family Self-Sufficiency Program | \$ 68,356 |
| Business Activities | \$ 1,963,055 |
| FSS Escrow Forfeiture | \$ 29,460 |
| Central Office Cost Center | \$ 174,539 |
| Blended Component Unit | \$ 45,324 |

Total revenues for FYE 12/31/2023 were \$11,065,266 as compared to the total revenues for FYE 12/31/2022 of \$9,136,019. Comparatively, FYE 12/31/2023 revenues increased from FYE 12/31/2022 revenues by \$1,929,247.

| | <u>12/31/2023</u> | <u>12/31/2022</u> | <u>Net Change</u> |
|----------------------|----------------------|---------------------|---------------------|
| Total Tenant Revenue | \$ 524,895 | \$ 452,798 | \$ 72,097 |
| HUD Operating Grants | 8,128,553 | 8,331,709 | (203,156) |
| Capital Grants | 97,067 | 66,563 | 30,504 |
| Investment Income | 80,657 | 18,344 | 62,313 |
| Other Revenue | <u>2,234,094</u> | <u>266,605</u> | <u>1,967,489</u> |
| Total Revenue | <u>\$ 11,065,266</u> | <u>\$ 9,136,019</u> | <u>\$ 1,929,247</u> |

ANALYSIS OF ENTITY WIDE EXPENDITURES

Total Expenditures for FYE 12/31/2023 were \$10,230,914, as compared to \$9,439,729 total expenditures for FYE 12/31/2022. Comparatively, FYE 12/31/2023 expenditures increased from FYE 12/31/2022 expenditures by \$791,185. Changes to major expense categories will be presented below.

Administrative expenditures decreased by \$6,044. Salaries and benefits paid by the operating budget decreased due to a reduction in staff. Audit costs and office supplies also decreased. Legal fees and miscellaneous other expenses increased.

Tenant Services expenditures increased by \$34,710. Salaries and benefits paid from the operating budget and salaries and benefits paid by the ROSS grants increased. Other tenant services expenses increased.

Utilities decreased by \$19,392. Water, electricity and gas decreased, and sewer increased.

Maintenance expenditures decreased by \$13,640. Salaries and benefits paid by the operating budget decreased due to reduction in staff. Maintenance materials and contract costs increased due to increased costs and more work done on the scattered sites.

General Expenses increased by \$21,424. Insurance expense, tenant bad debt expense, compensated absences, casualty losses, and PILOT increased. Miscellaneous general expenses decreased.

Housing Assistance Payments to landlords increased by \$812,219 due to increased HAP costs and increased leasing.

Depreciation Expense decreased by \$37,595 due to more assets being fully depreciated and five scattered sites being sold.

The table below illustrates our analysis:

| | <u>12/31/2023</u> | <u>12/31/2022</u> | <u>Net Change</u> |
|---------------------------------------|----------------------|---------------------|-------------------|
| Administrative | \$ 1,235,179 | 1,241,223 | \$ (6,044) |
| Tenant Services | 221,598 | 186,888 | 34,710 |
| Utilities | 309,452 | 328,844 | (19,392) |
| Maintenance | 1,038,314 | 1,051,954 | (13,640) |
| General | 250,971 | 229,547 | 21,424 |
| Interest | 20,152 | 20,649 | (497) |
| Housing Assistance Payments | 6,687,988 | 5,875,769 | 812,219 |
| Other Operating Expenses - Fraud Loss | - | - | - |
| Depreciation | 467,260 | 504,855 | (37,595) |
| Total Expenses | <u>\$ 10,230,914</u> | <u>\$ 9,439,729</u> | <u>\$ 791,185</u> |

BUDGETARY ANALYSIS

The Authority adopts an annual operating budget for the Low-Income Public Housing (LIPH) and Section 8 Housing Choice Voucher (HCV) programs. The budgets for LIPH and HCV programs are adopted on the basis of accounting prescribed by the Department of Housing and Urban Development, which differs in some respects from generally accepted accounting principles.

The Authority prepares a budget for each fiscal year of Capital Fund Grant and Ross Grant Programs that are approved. The Authority is permitted four years to expend these funds. Income is only recognized as funds are expended. For the purposes of this analysis, the amount budgeted for Capital Fund Grants, Ross Grants, Business Activities, and Blended Component Units are equal to the actual revenues and expenses.

HOUSING AUTHORITY BUDGETARY HIGHLIGHTS

| | <u>Budget</u> | <u>Actual</u> | <u>Variance</u> |
|--------------------------------|------------------------------|--------------------------|----------------------------|
| Total Tenant Revenue | \$ 526,582 | \$ 524,895 | \$ (1,687) |
| HUD Operating Grants | 8,121,307 | 8,128,553 | 7,246 |
| HUD Capital Grants | 97,067 | 97,067 | - |
| Investment Income | 75,609 | 80,657 | 5,048 |
| Fraud Recovery | 1,543 | 20,131 | 18,588 |
| Other Revenue | - | 1,984,388 | 1,984,388 |
| Gain on Sale of Capital Assets | <u>229,574</u> | <u>229,575</u> | <u>1</u> |
| Total Revenue | <u>\$ 9,051,682</u> | <u>\$ 11,065,266</u> | <u>\$ 2,013,584</u> |
| Administration | 1,222,533 | 1,235,179 | (12,646) |
| Tenant Services | 215,972 | 221,598 | (5,626) |
| Utilities | 325,002 | 309,452 | 15,550 |
| Maintenance | 1,044,237 | 1,038,314 | 5,923 |
| General | 232,497 | 250,971 | (18,474) |
| Interest | 20,152 | 20,152 | - |
| Housing Assistance Payments | 6,689,639 | 6,687,988 | 1,651 |
| Depreciation | <u>467,530</u> | <u>467,260</u> | <u>270</u> |
| Total Expenses | <u>\$ 10,217,562</u> | <u>\$ 10,230,914</u> | <u>\$ (13,352)</u> |
| Net Income/ (Loss) | <u>\$ (1,165,880)</u> | <u>\$ 834,352</u> | <u>\$ 2,000,232</u> |

ANALYSIS OF CAPITAL ASSET ACTIVITY

During 2019, KHA RAD I, LP (RAD I) was formed to own and operate a 335-unit apartment community. Operations commenced on October 29, 2021, and Kokomo Housing Authority properties known as Dunbar Court, Civic Center Tower, Terrace Tower, and Pine Valley were sold to RAD I. These 335 units are rented to low-income individuals and families and, as a result, federal income tax credits became available to investors. RAD I will terminate on December 31, 2120, unless otherwise dissolved according to the partnership agreement. As part of the Rental Assistance Program, RAD I has entered into a Housing Assistance Payment (HAP) contract with the Authority which became effective November 1, 2021, and expires November 2041. Due to this relationship and due to the fact that the Authority believes the nature and significance of the primary government's relationship with KHA RAD I, LP is such that exclusion would cause the primary government's financial statements to be misleading or incomplete, the financials for KHA RAD I, LP are included as a Discretely Presented Component Unit in the total financial reports, but will not be included in the discussions in this Management Discussion and Analysis and the footnotes except as required for transactions between the Authority and RAD I.

Land decreased by \$27,756 from the sale of five scattered site properties.

Buildings & Leasehold Improvements decreased by \$161,654. Fixed assets decreased by \$243,825 from the sale of five scattered site properties and increased by \$82,171 from the transfer of fixed assets from Capital Fund grants.

Furniture, Equipment & Machinery – Dwelling increased by \$14,061. Fixed assets decreased by the disposal of \$11,868 and the sale of \$3,222 with the five scattered site properties. Fixed assets increased by the purchase of a furnace/AC unit for \$14,255 and \$14,896 from the transfer of fixed assets from Capital Fund grants.

Furniture, Equipment & Machinery – Administration remained the same at \$0.

Construction in Progress remained the same at \$0.

Accumulated Depreciation increased by \$230,929. The current year's depreciation was \$467,260. A decrease of \$224,720 was from the sale of the five scattered sites and a decrease of \$11,611 from the write off of fully depreciated fixed assets with no useful life.

| | <u>12/31/2023</u> | <u>12/31/2022</u> | <u>Net Change</u> |
|------------------------------------|---------------------|---------------------|---------------------|
| Land | \$ 1,061,633 | \$ 1,089,389 | \$ (27,756) |
| Buildings | 13,952,199 | 14,113,853 | (161,654) |
| Furniture/ Equip./ Machinery-Dwell | 497,276 | 483,215 | 14,061 |
| Furniture/ Equip./ Machinery-Admin | 506,545 | 506,545 | - |
| Construction in Progress | - | - | - |
| Total Capital Assets | <u>16,017,653</u> | <u>16,193,002</u> | <u>(175,349)</u> |
| Accumulated Depreciation | <u>(12,996,729)</u> | <u>(12,765,800)</u> | <u>(230,929)</u> |
| Net Capital Assets | <u>\$ 3,020,924</u> | <u>\$ 3,427,202</u> | <u>\$ (406,278)</u> |

More detailed information about the capital assets is presented in the Notes to the Financial Statements.

This financial report is designed to provide a general overview of the Authority's finances for all those with an interest in the Authority's finances. Questions concerning any of the information provided in this report, or requests for additional financial information should be addressed to the Chief Executive Officer, Housing Authority of the City of Kokomo, P.O. Box 1207, Kokomo, Indiana 46903-1207.

Independent Auditor's Report

To the Board of Commissioners
Kokomo Housing Authority

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the Housing Authority of the Kokomo Housing Authority (the "Authority") and the discretely presented component unit, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the Authority and the discretely presented component unit, as of December 31, 2023, 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.

We did not audit the financial statements of the discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Authority, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 1-6 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Authority's basic financial statements. The accompanying supplemental data, including the financial data schedule, the statement of net position – by program, the statement of revenues, expenses, and changes in fund net position – by program, are presented for purposes of additional analysis as required by the U.S. Department of Housing and Urban Development and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, are presented for purposes of additional analysis and are not a required part of the basic 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the financial data schedule, the statement of net position – by program, the statement of revenues, expenses, and changes in fund net position – by program, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated August 14, 2024, on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Authority's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Authority's internal control over financial reporting and compliance.

Henderson & Pilletieri, LLC

Birmingham, AL
August 14, 2024

**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

To the Board of Commissioners
Kokomo Housing Authority

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of the Kokomo Housing Authority (the "Authority") and its discretely presented component units, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated August 14, 2024. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component units as described in our report on the Authority's financial statements. This report does not include the results of other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the discretely presented component units were not audited in accordance with *Government Auditing Standards*.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Authority's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority'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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Henderson & Pilleteri, LLC

Birmingham, AL
August 14, 2024

Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance in Accordance with the Uniform Guidance

Independent Auditor's Report

To the Board of Commissioners
Kokomo Housing Authority

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Kokomo Housing Authority's (the "Authority") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Authority's major federal programs for the year ended December 31, 2023. The Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Authority 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 December 31, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control Over Compliance

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

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

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

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

Henderson & Pilletieri, LLC

Birmingham, AL
August 14, 2024

KOKOMO HOUSING AUTHORITY
STATEMENT OF NET POSITION
DECEMBER 31, 2023

| | Primary Government | Discrete Component Unit |
|--|-----------------------|----------------------------|
| ASSETS | | |
| Current assets: | | |
| Unrestricted cash and cash equivalents | \$ 3,282,502 | \$ 725,642 |
| Restricted cash and cash equivalents | 3,631,521 | 15,702,647 |
| Due from HUD | 14,266 | - |
| Miscellaneous receivable | 16,600 | - |
| Tenants receivable, net | 8,054 | 42,261 |
| Fraud recovery receivable, net | 12,698 | - |
| Notes receivable, net | 16,813 | - |
| Prepaid expenses and other assets | 32,659 | 206,028 |
| Inventories, net | 29,905 | - |
| Total current assets | 7,045,018 | 16,676,578 |
| Noncurrent assets: | | |
| Capital assets: | | |
| Land and construction in progress | 1,061,633 | 441,500 |
| Buildings and equipment, net of depreciation | 1,959,291 | 37,396,759 |
| Total capital assets | 3,020,924 | 37,838,259 |
| Mortgages receivable | 7,710,500 | - |
| Other noncurrent assets | 3,710,658 | 84,130 |
| Total noncurrent assets | 14,442,082 | 37,922,389 |
| Total assets | 21,487,100 | 54,598,967 |
| LIABILITIES | | |
| Current liabilities: | | |
| Accounts payable | 33,842 | 90,866 |
| Accrued liabilities | - | 1,702,970 |
| Intergovernmental payables | 25,501 | - |
| Tenant security deposits | 29,800 | 32,976 |
| Unearned revenue | 3,333 | 33,572 |
| Other current liabilities | - | 4,182,097 |
| Notes payable, current portion | 10,079 | - |
| Total current liabilities | 102,555 | 6,042,481 |
| Noncurrent liabilities: | | |
| Notes payable, net of current portion | 363,289 | 43,753,337 |
| Compensated absences, net of current portion | 42,908 | - |
| Noncurrent liabilities - other | 129,031 | - |
| Total noncurrent liabilities | 535,228 | 43,753,337 |
| Total liabilities | 637,783 | 49,795,818 |
| NET POSITION | | |
| Net investment in capital assets | 2,647,556 | (5,915,078) |
| Restricted | 3,437,900 | 15,490,658 |
| Unrestricted | 14,763,861 | (4,772,431) |
| Total net position | \$ 20,849,317 | \$ 4,803,149 |

The accompanying notes are an integral part of these financial statements.

KOKOMO HOUSING AUTHORITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
YEAR ENDED DECEMBER 31, 2023

| | Primary Government | Discrete Component Unit |
|---|-----------------------|----------------------------|
| OPERATING REVENUES | | |
| Rental income | \$ 524,895 | \$ 2,717,741 |
| Federal grants | 8,128,553 | - |
| Other | 1,267,519 | - |
| Total operating revenues | 9,920,967 | 2,717,741 |
| OPERATING EXPENSES | | |
| Administration | 1,235,179 | 531,210 |
| Tenant services | 221,598 | - |
| Utilities | 309,452 | 583,867 |
| Maintenance | 1,038,314 | 720,315 |
| Protective services | 1,200 | 96,718 |
| General | 249,771 | 253,794 |
| Housing assistance payments | 6,687,988 | - |
| Depreciation | 467,260 | 1,992,296 |
| Total operating expenses | 10,210,762 | 4,178,200 |
| Operating income (loss) | (289,795) | (1,460,459) |
| NONOPERATING REVENUES (EXPENSES) | | |
| Interest revenue | 817,657 | 21,241 |
| Gain on sale of capital assets | 229,575 | - |
| Interest expense | (20,152) | (1,661,217) |
| Income (loss) before contributions | 737,285 | (3,100,435) |
| Capital contributions | 97,067 | - |
| Special items | - | 5,760,815 |
| Change in net position | 834,352 | 2,660,380 |
| Total net position - beginning of the year | 19,125,965 | 2,142,769 |
| Prior period adjustments | 889,000 | - |
| Total net position - beginning of the year, as restated | 20,014,965 | 2,142,769 |
| Total net position - end of the year | \$ 20,849,317 | \$ 4,803,149 |

The accompanying notes are an integral part of these financial statements.

KOKOMO HOUSING AUTHORITY
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2023

| | <u>Primary Government</u> |
|---|-------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Receipts from tenants | \$ 517,538 |
| Federal grants | 8,112,160 |
| Other receipts | 109,767 |
| Payments to suppliers and Section 8 landlords | (7,984,448) |
| Payments to or on behalf of employees | <u>(1,761,758)</u> |
| Net cash provided (used) by operating activities | <u>(1,006,741)</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | |
| Proceeds from sale of capital assets | 279,915 |
| Purchase of capital assets | (111,324) |
| Capital contributions | 97,067 |
| Principal payments on capital debt | (9,610) |
| Interest payments on capital debt | <u>(20,152)</u> |
| Net cash provided (used) by capital financing activities | <u>235,896</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Interest revenue | 80,657 |
| Issuance of note receivable | <u>4,995,465</u> |
| Net cash provided (used) by investing activities | <u>5,076,122</u> |
| Net increase (decrease) in cash and cash equivalents | 4,305,277 |
| Balances - beginning of the year | <u>2,608,746</u> |
| Balances - end of the year | <u><u>\$ 6,914,023</u></u> |
| RECONCILIATION OF INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | |
| Operating income (loss) | \$ (289,795) |
| Adjustments to reconcile operating income to net cash provided (used) by operating activities: | |
| Depreciation expense | 467,260 |
| Change in assets and liabilities: | |
| Receivables, net | (1,205,885) |
| Inventories, net | 477 |
| Prepays and other assets | (28,272) |
| Accounts payable | 7,656 |
| Intergovernmental payables | 9,458 |
| Unearned revenue | (2,869) |
| Other liabilities | 39,494 |
| Accrued liabilities | (5,747) |
| Compensated absences | (718) |
| Tenant security deposits | <u>2,200</u> |
| Net cash provided (used) by operating activities | <u><u>\$ (1,006,741)</u></u> |

The accompanying notes are an integral part of these financial statements.

KOKOMO HOUSING AUTHORITY
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED DECEMBER 31, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ORGANIZATION

The financial statements of the Housing Authority of the City of Kokomo have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to special purpose governments engaged in business type activities. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The Housing Authority of the City of Kokomo ("the Authority") is a public corporation which was established under the provision of Indiana Statutes, to provide adequate housing at rents which persons of low-income can afford in areas where there exists a shortage. To accomplish this purpose, the Authority has entered into annual contributions contracts with the U.S. Department of Housing and Urban Development (HUD) to be the Administrator of a Low-Income Public Housing (LIPH) program (Contract No. C-941) and a Section 8 Housing Choice Voucher program (Contract No. C-2034). The financial statements also include the component units named Superior Street Housing Development Corporation (SSHDC) and KHATCO, Inc.

Reporting Entity

The entity is a public corporation, legally separate, fiscally independent, and governed by the Board of Commissioners. As required by generally accepted accounting principles, these financial statements present the financial position and results of operations of the Housing Authority of the City of Kokomo, a primary government. During 2020, the subsidy for 40 LIPH units was transferred to a RAD project, but the units remained the property of the Authority. During 2023, five of the houses have been sold, leaving 32 units. Those units are listed below as Affordable Housing and remain part of the Kokomo Housing Authority.

Although they are legally separate from the Kokomo Housing Authority, the Superior Street Housing Development Corporation and KHATCO, Inc are reported as if they were part of the primary government because their sole purpose is to work in conjunction with the Housing Authority to assist with providing housing and training, and they have the same governing board. The criteria for inclusion as a blended component unit includes manifestation of oversight responsibility including financial accountability, appointment of a voting majority, imposition of will, financial benefit to or burden on a primary organization, financial accountability as a result of fiscal dependency, potential for dual inclusion, and organizations included in the reporting entity although the primary organization is not financially accountable. Accordingly, SSHDC's and KHATCO, Inc.'s financial information has been included with the Kokomo Housing Authority.

In addition, during 2019, KHA RAD I, LP (RAD I) was formed to own and operate a 335-unit apartment community. Operations commenced on October 29, 2021, and Kokomo Housing Authority properties known as Dunbar Court, Civic Center Tower, Terrace Tower, and Pine Valley were sold to RAD I. These 335 units are rented to low-income individuals and families and, as a result, federal income tax credits became available to investors. RAD I will terminate on December 31, 2120, unless otherwise dissolved according to the partnership agreement. As part of the Rental Assistance Program, RAD I has entered into a Housing Assistance Payment (HAP) contract with the Authority which became effective November 1, 2021, and expires November 2041. Due to this relationship and due to the fact that the Authority believes the nature and significance of the primary government's relationship with KHA RAD I, LP is such that exclusion would cause the primary government's financial statements to be misleading or incomplete, the financials for KHA RAD I, LP are included as a Discretely Presented Component Unit in the total financial reports, but will not be included in the discussions in following footnotes except as required for transactions between the Authority and RAD I.

There are no other component units to be included herewith, but this report does include all programs which are controlled by the entity's governing body.

On December 31, 2023, the Housing Authority had 1,342 units in management and was administering other programs as listed below:

| | |
|-----------------------------------|--------------|
| <u>Management</u> | |
| Public and Indian Housing | 175 |
| Section 8 Housing Choice Vouchers | 756 |
| Section 8 Project Based Vouchers | 375 |
| Affordable Housing | 32 |
| SSHDC | <u>4</u> |
| TOTAL ALL MANAGEMENT PROGRAMS | <u>1,342</u> |

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ORGANIZATION (Continued)

Other Programs

Capital Fund Program
Resident Opportunity and Supportive Services
Business Activities
Blended Component Units:

Superior Street Housing Development Corp.
Non-Profit Training Company – KHATCO, Inc.

Condensed Statement of Net Position

| | <u>Housing Authority</u> | <u>Blended Component Units</u> | <u>Total</u> |
|----------------------------------|------------------------------|--|----------------------|
| Current assets | \$ 7,020,119 | \$ 24,899 | \$ 7,045,018 |
| Capital Assets | 2,461,777 | 559,147 | 3,020,924 |
| Non-Current Assets | <u>11,421,158</u> | <u>0</u> | <u>11,421,158</u> |
| Total assets | <u>20,903,054</u> | <u>584,046</u> | <u>21,487,100</u> |
| Current liabilities | 88,533 | 14,022 | 102,555 |
| Non-current liabilities | <u>171,939</u> | <u>363,289</u> | <u>535,228</u> |
| Total liabilities | <u>260,472</u> | <u>377,311</u> | <u>637,783</u> |
| Net investment in capital assets | 2,461,777 | 185,779 | 2,647,556 |
| Restricted | 3,433,708 | 4,192 | 3,437,900 |
| Unrestricted | <u>14,747,097</u> | <u>16,764</u> | <u>14,763,861</u> |
| Total Net Position | <u>\$ 20,642,582</u> | <u>\$ 206,735</u> | <u>\$ 20,849,317</u> |

Condensed Statement of Revenues, Expenses and Changes in Fund Net Position

| | | | |
|---|----------------------|-------------------|----------------------|
| Operating revenues | \$ 1,747,118 | \$ 45,296 | \$ 1,792,414 |
| Operating expenses | | | |
| Operating expense – other | (9,733,054) | (30,600) | (9,763,654) |
| Depreciation expense | (448,622) | (18,638) | (467,260) |
| Nonoperating revenue | | | |
| Nonoperating revenue (expense) – other | 1,047,204 | 28 | 1,047,232 |
| Federal operating grants | <u>8,128,553</u> | <u>0</u> | <u>8,128,553</u> |
| Net income before capital contributions | 741,199 | (3,914) | 737,285 |
| Capital contributions | <u>97,067</u> | <u>0</u> | <u>97,067</u> |
| Change in net position | 838,266 | (3,914) | 834,352 |
| Net position, beginning of year | <u>18,915,316</u> | <u>210,649</u> | <u>19,125,965</u> |
| Prior period adjustments | <u>889,000</u> | <u>0</u> | <u>889,000</u> |
| Net Position, end of year | <u>\$ 20,642,582</u> | <u>\$ 206,735</u> | <u>\$ 20,849,317</u> |

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ORGANIZATION (Continued)

| | Condensed Statement of Cash Flows | | |
|--|--|-----------|----------------|
| Net Cash Provided (Used) by Operating Activities | \$ (1,042,076) | \$ 35,335 | \$ (1,006,741) |
| Net Cash from Noncapital Financing Activities | - | - | - |
| Net Cash Flows Provided (Used) by Capital And Related Financing Activities | 265,658 | (29,762) | 235,896 |
| Net Cash from Investing Activities | 5,078,285 | (2,163) | 5,076,122 |
| Net Increase in Cash and Cash Equivalents | 4,301,867 | 3,410 | 4,305,277 |
| Cash – Beginning of Year | 2,591,671 | 17,075 | 2,608,746 |
| Cash – End of Year | \$ 6,893,538 | \$ 20,485 | \$ 6,914,023 |

Basis of Presentation and Accounting – In accordance with uniform financial reporting standards for HUD housing programs, the financial statements are prepared in accordance with U.S. generally accepted accounting principles (GAAP) as applicable to special purpose governments engaged only in business type activities.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflow of resources, liabilities, and deferred inflow of resources are included in the Statement of Net Position. The Statement of Revenues, Expense and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in net position. Under the Accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

This special purpose government engaged in activities similar to business activities uses an enterprise fund to account for those operations that are financed and operated in a manner similar to private business, or where the Board has decided that the determination of revenues earned, costs incurred, and/or net income is necessary for management accountability.

The intent of the governing body is that the costs (expenses including depreciation) of providing services to the general public on a continuing basis be financed or recovered primarily through user charges.

Generally accepted accounting principles for state and local governments requires that resources be classified for accounting and reporting purposes into the following net position categories:

Net Investment in Capital Assets – Capital assets, net of accumulated depreciation and outstanding principal balances of debt attributable to the acquisition, construction or improvement of those assets. The Authority has debt for capital assets purchased through its Superior Street Development Corporation.

Restricted – Net position whose use by the Authority is subject to externally imposed stipulations that can be fulfilled by actions of the Authority pursuant to those stipulations or that expire by the passage of time. Such assets include assets restricted for capital acquisitions and debt service.

Unrestricted – Net position that is not subject to externally imposed stipulations. Unrestricted net position may be designated for specific purposes by action of management or the Authority Board or may otherwise be limited by contractual agreements with outside parties.

Budgets – Budgets are prepared on an annual basis for each major operating program and are used as a management tool throughout the accounting cycle. The capital fund budgets are adopted on a “project length” basis.

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ORGANIZATION (Continued)

Budget compared to actual presentation has been omitted because the Authority does not annually adopt a legally authorized budget. The Authority's budget is adopted by the Authority's board and approved by HUD. This budget does not represent an appropriated budget that has been signed into law or a non-appropriated budget authorized by constitution. The Authority's budget represents budgetary execution and management by its board and HUD; therefore, budgetary data and presentation is not required.

Cash and Cash Equivalents – Deposits consist of checking and savings accounts and are stated at fair value. Deposits are fully collateralized or vested in securities of the United States Government and are identified specifically in the name of the Authority.

For the purpose of the Statement of Cash Flows, the Authority considers all highly liquid cash deposits and cash equivalents with a maturity of three months or less when purchased and non-negotiable Certificates of Deposit to be cash equivalents. There were no noncash investing, capital, and financing activities during the year.

State statutes authorize the Housing Authority to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by political subdivisions.

Tenant Receivables – Receivables for rentals and tenant charges are reported at net of an allowance for doubtful accounts. The Housing Authority Board acts as necessary (at least annually) to write off specific uncollectible accounts receivable balances.

Prepays – Prepays represent payments made to vendors for services that will benefit beyond December 31, 2023.

Inventories – Inventories are valued at cost, which approximates market value, using the first in, first out (FIFO) method. The consumption method is applied, and expense is charged when inventory items are used for the units.

Interprogram Due From and Due To – During the course of its operations, the Authority has interprogram transactions to finance operations and provide services. Interprogram accounts receivable and payable have been recorded to recognize transactions between programs for which the applicable cash transfer had not been made as of the balance sheet date. Interprogram accounts have been eliminated for financial statement reporting purposes.

Capital Assets – Capital assets purchased are recorded at the time of purchase. Such assets are recorded at cost. The capitalization policy of the Authority requires furniture, equipment, and machinery assets to be capitalized when their cost is \$2,000 or more with an anticipated useful life of more than one (1) year. Modernization and Development Costs, having a useful life of more than one (1) year with a cost of \$5,000 or more, shall be capitalized. Donated assets are recorded at fair market value at the date of donation. Interest incurred during the construction phase of capital assets is expensed in accordance with GASB 89. Because developments and major capital repairs or improvements are financed through cash reimbursements from HUD, there are no capitalized interest costs in current programs.

Depreciation of capital assets is computed by the straight-line method based upon the estimated useful lives of the assets as follows:

| <u>Class</u> | <u>Life</u> |
|----------------------------------|-------------|
| Buildings & Improvements | 10-40 years |
| Furniture, Equipment & Machinery | 3-7 years |

Compensated Absences – Compensated absences are those absences for which employees will be paid, such as vacation and sick leave. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the Authority and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent on a specific event that is outside the control of the Authority and its employees are accounted for in the period in which such services are rendered or in which such events take place. Any portion of vacation time not taken by December 31 will be forfeited.

Operating Revenues and Expenses – Operating revenues and expenses generally result from providing and producing goods and/or services in connection with providing low-income housing programs. Operating expenses include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND ORGANIZATION (Continued)

Restricted Assets – Certain assets may be classified as restricted assets on the balance sheet because their use is restricted by contracts or agreements with outside third parties. When both restricted and unrestricted resources are available for use, it is the Authority's policy to use unrestricted resources first, then restricted, as they are needed.

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 reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Leasing Activities (as Lessor) – The Authority is the Lessor of dwelling units mainly to low-income residents. The rents under the leases are determined generally by the resident's income as adjusted for eligible deductions regulated by HUD, although the resident may opt for a flat rent. Leases may be cancelled by the lessee at any time. The Authority may cancel the lease only for cause.

Revenues associated with these leases are recorded in the financial statements and schedules as "Rental Income". Rental income per dwelling unit generally remains consistent from year to year but is affected by general economic conditions which impact personal income, such as local job availability.

Recent Accounting Pronouncements – The Authority has adopted GASB Statement No. 94, which provides guidance to improve accounting and financial reporting for public-private and public-public partnership arrangements (commonly referred to as P3s) and availability payment arrangements (APAs). It has guidance for P3 arrangements, including those that are outside of the scope of the GASB's existing literature for those transactions, namely Statement No. 60, Accounting and Financial Reporting for Service Concession Arrangements, and Statement No. 87, Leases. The adoption of GASB Statement No. 94 had no material effect on the Authority's December 31, 2023 financial statements.

The Authority has adopted GASB Statement No. 96, which provides accounting and financial reporting guidance for subscription-based information technology arrangements (SBITAs). It is based on the standards established in Statement 87, Leases. The adoption of GASB Statement No. 96 had no material effect on the Authority's December 31, 2023 financial statements.

NOTE 2 – DEPOSITS, CASH AND CASH EQUIVALENTS, AND INVESTMENTS

1. HUD Deposit Restrictions

HUD requires Authorities to invest excess HUD program funds in obligations of the United States, certificates of deposit or any other federally insured instruments.

HUD also requires that deposits of HUD program funds be fully insured or collateralized at all times. Acceptable security includes FDIC/FSLIC insurance and the market value of securities purchased and pledged to the political subdivision.

Pursuant to HUD restrictions, obligations of the United States are allowed as security for deposits. Obligations furnished as security must be held by the Authority or with an unaffiliated bank or trust company for the account of the Authority.

2. Risk Disclosures

A. Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates, the Authority's investment policy limits the Authority's investment portfolio to maturities not to exceed ten years at time of purchase. On December 31, 2023, the Authority's deposits and investments were not limited and all of which are either available on demand or have callable maturities of less than ten years.

B. Credit Risk: This is a risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. The Authority's investment policy is that none of its total portfolio may be invested in securities of any single issuer, other than the US Government, its agencies and instrumentalities.

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 2 – DEPOSITS, CASH AND CASH EQUIVALENTS, AND INVESTMENTS (Continued)

C. Custodial Credit Risk: This is the risk that in the event of the failure of the counterparty, the Authority will not be able to recover the value of its investments or collateral securities that are held by the counterparty. All of the Authority’s investments in securities are held in the name of the Authority. The Authority’s custodial agreement policy prohibits counterparties holding securities not in the Authority’s name.

Deposits made in accordance with state statute (Indiana Code 5-13) with financial institutions in the State of Indiana should be covered to the extent not covered by insurance of any federal deposit insurance agency.

The carrying amounts of the Authority’s cash deposits were \$6,914,023 on December 31, 2023. Bank balances before reconciling items were \$7,053,700, the total amount of which are either covered by federal depository insurance, by collateral held by the Authority’s agent in the Authority’s name or by the Federal Reserve Banks acting as third-party agents or by a collateralization agreement. Restricted cash includes tenant security deposits and family self-sufficiency escrow deposits.

Cash and Deposits on December 31, 2023, consist of the following:

| | |
|-----------------------------|-------------------------|
| Cash/Checking accounts | \$ 6,760,867 |
| Money Market/Savings/CDs | <u>153,156</u> |
| Total cash and deposits | <u>\$ 6,914,023</u> |

NOTE 3 – ACCOUNTS RECEIVABLE

Accounts receivable on December 31, 2023, consist of the following:

| | |
|---|----------------------|
| HUD Grants Receivable | \$14,266 |
| Notes Receivable, Net of Allowance of \$13,125 | 16,813 |
| Fraud Recovery Receivable | |
| Net of Allowance for Doubtful Accounts of \$183,522 | 12,698 |
| Tenant Receivables | |
| Net of Allowance for Doubtful Accounts of \$6,380 | 8,054 |
| RAD Expenses Receivable | 66 |
| Other | <u>16,534</u> |
| Total Accounts Receivable | <u>\$ 68,431</u> |

NOTE 4 – PREPAID EXPENSES

Prepaid expenses on December 31, 2023, consist of the following:

| | |
|----------------------------|----------------------|
| Prepaid Insurance | \$ 27,001 |
| Prepaid Training | <u>5,658</u> |
| Total Prepaid Expenses | <u>\$ 32,659</u> |

NOTE 5 – INVENTORY

| | |
|--------------------------------------|------------------|
| Inventory, net of allowance of \$710 | <u>\$ 29,905</u> |
|--------------------------------------|------------------|

Materials inventories are recorded at cost. The first-in/first-out (FIFO) inventory flow assumption is used to determine expenses. Expenses are recorded when inventory is consumed.

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 6 – MORTGAGES RECEIVABLE

On October 1, 2021, the Discretely Presented Component Unit, KHA RAD I, LP, obtained a loan from the Housing Authority of the City of Kokomo, Indiana (KHA) in the amount of \$12,700,000. The loan bears interest at 6% payable annually beginning December 1, 2023. Payments are subject to surplus cash, as defined. Principal and any accrued interest is due on December 1, 2063. Accrued interest on December 31, 2023, was \$1,626,000. A payment of \$5,000,000 was made during 2023.

Mortgages receivable on December 31, 2023, also consisted of a forgivable \$10,500 silent second homeownership mortgage.

NOTE 7 – OTHER NONCURRENT ASSETS

Other noncurrent assets are composed of \$1,626,000 in accrued mortgage interest receivable and \$2,084,658 in developer fees receivable that are due from KHA RAD I, LP as of December 31, 2023, none of which are expected to be collected within the next 12 months. Total other noncurrent assets amounted to \$3,710,658 as of December 31, 2023.

NOTE 8 – COMPONENT UNITS

Blended Component Units

The Superior Street Housing Development Corporation (SSHDC) and KHATCO, Inc. were established by the Housing Authority of the City of Kokomo as not-for-profit corporations. The general purpose of SSHDC is to develop, construct, rehabilitate, maintain, and manage residential dwellings for low-income families pursuant to economic guidelines established by the United States Department of Housing and Urban Development (HUD). The purpose of KHATCO, Inc. is to provide training and educational services to tenants, landlords, and employees of the Authority, and to the public. They are governed by the Authority's Board of Directors.

Discretely Presented Component Unit

KHA RAD I, LP was formed to own and operate a 335-unit apartment community, rented to low-income individuals and families and, as a result, federal income tax credits became available to investors. As part of the Rental Assistance Program, KHA RAD I, LP has entered into a Housing Assistance Payment (HAP) contract with the Authority which became effective November 1, 2021, and expires November 2041.

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 9 – CAPITAL ASSETS

A summary in changes in capital assets is as follows:

| | Primary Government | | | | |
|--|---------------------------|---------------------|--------------------|----------------------------------|---------------------|
| | Beginning Balance | Additions | Retirements | Reclassifications / Transfers | Ending Balance |
| Capital assets not being depreciated | | | | | |
| Land | \$ 1,089,389 | \$ - | \$ (27,756) | \$ - | \$ 1,061,633 |
| Construction in progress | - | 97,067 | - | (97,067) | - |
| Total capital assets not being depreciated | <u>1,089,389</u> | <u>97,067</u> | <u>(27,756)</u> | <u>(97,067)</u> | <u>1,061,633</u> |
| Capital assets being depreciated | | | | | |
| Buildings and improvements | 14,113,853 | - | (243,825) | 82,171 | 13,952,199 |
| Equipment | 989,760 | 14,255 | (15,090) | 14,896 | 1,003,821 |
| Total capital assets being depreciated | <u>15,103,613</u> | <u>14,255</u> | <u>(258,915)</u> | <u>97,067</u> | <u>14,956,020</u> |
| Less accumulated depreciation for: | | | | | |
| Buildings and improvements | (11,813,132) | (448,964) | 236,331 | - | (12,025,765) |
| Equipment | (952,668) | (18,296) | - | - | (970,964) |
| Total accumulated depreciation | <u>(12,765,800)</u> | <u>(467,260)</u> | <u>236,331</u> | <u>-</u> | <u>(12,996,729)</u> |
| Capital assets, net | <u>\$ 3,427,202</u> | <u>\$ (355,938)</u> | <u>\$ (50,340)</u> | <u>\$ -</u> | <u>\$ 3,020,924</u> |

Depreciation expense for the year was:

\$ 467,260

There were no major construction projects in process at the fiscal year ending December 31, 2023.

NOTE 10 – ACCOUNTS PAYABLE

Accounts payable on December 31, 2023, consist of the following:

| | |
|-------------------------------------|------------------|
| Vendors' Accounts Payable | \$ 32,695 |
| Tenant Security Deposits | 29,800 |
| Payment in Lieu of Taxes (PILOT) | 15,126 |
| Individual Savings Accounts Payable | 6,699 |
| KHA Projects | 3,676 |
| Accrued Wage/Payroll Taxes Payable | 1,147 |
| | <u>\$ 89,143</u> |

NOTE 11 – UNEARNED REVENUE

Unearned Revenue on December 31, 2023, consists of the following:

| | |
|----------------------|-----------------|
| Tenant prepaid rents | <u>\$ 3,333</u> |
|----------------------|-----------------|

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 12 – NONCURRENT LIABILITIES

Noncurrent liabilities on December 31, 2023, consist of the following:

| | | |
|--|----|------------|
| Noncurrent liabilities - other (FSS escrow deposits) | \$ | 129,031 |
| Notes payable | | 373,368 |
| Compensated absences | | 42,908 |
| | | \$ 545,307 |

| | Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|--------------------------------|----------------------|-----------|------------|-------------------|------------------------|
| Noncurrent liabilities - other | \$ 81,363 | \$ 47,668 | \$ - | \$ 129,031 | \$ - |
| Notes payable | 382,978 | - | 9,610 | 373,368 | 10,079 |
| Compensated absences | 43,626 | 992 | 1,710 | 42,908 | - |
| Total noncurrent liabilities | \$ 507,967 | \$ 48,660 | \$ 11,320 | \$ 545,307 | \$ 10,079 |

Debt service requirements to maturity are as follows:

| | Principal | Interest | Total |
|--|------------|------------|------------|
| For the year ending December 31, 2024 | \$ 10,079 | \$ 19,684 | \$ 29,763 |
| For the year ending December 31, 2025 | 10,685 | 19,078 | 29,763 |
| For the year ending December 31, 2026 | 11,267 | 18,496 | 29,763 |
| For the year ending December 31, 2027 | 11,882 | 17,881 | 29,763 |
| For the year ending December 31, 2028 | 12,480 | 17,283 | 29,763 |
| For the year ending December 31, 2029 - 2033 | 73,621 | 75,194 | 148,815 |
| For the year ending December 31, 2034 - 2038 | 96,023 | 52,792 | 148,815 |
| For the year ending December 31, 2039 - 2043 | 125,242 | 23,573 | 148,815 |
| For the year ending December 31, 2044 | 22,089 | 499 | 22,588 |
| | \$ 373,368 | \$ 244,480 | \$ 617,848 |

NOTE 13 – FEDERAL OPERATING GRANTS

HUD contributed the following operating subsidies approved in the operating budgets under the Annual Contributions Contracts:

| | |
|-------------------------|--------------|
| Public & Indian Housing | \$ 830,709 |
| Housing Choice Vouchers | 6,652,100 |
| Mainstream Vouchers | 121,938 |
| Capital Fund Grants | 387,124 |
| FSS Grants | 68,356 |
| ROSS Grants | 68,326 |
| TOTAL | \$ 8,128,553 |

NOTE 14 – FEDERAL CAPITAL GRANTS

The Authority receives capital grants from HUD for capital fund program improvements. Capital contributions for the fiscal year ended December 31, 2023, were \$97,067.

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 15 – CONTINGENCIES

Litigation – On December 31, 2023, the Authority was not involved in any threatened litigation.

Examinations – The Authority is subject to possible examinations made by Federal and State authorities who determine compliance with terms, conditions, laws and regulations governing other grants given to the authority in the current and prior years. There were no examinations during the year ended December 31, 2023.

Grant Disallowances – Amounts received or receivable from HUD are subject to audit and adjustment by HUD. Any disallowed claims, including amounts already collected, would constitute a liability of the Authority. The amounts, if any, of expenses which may be disallowed by the grantor cannot be determined at this time although the Authority expects such amounts, if any, to be immaterial.

Construction Projects – There were no major construction projects in process on December 31, 2023.

NOTE 16 – RISK MANAGEMENT

The Authority is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Authority carries commercial insurance coverage for these risks to the extent deemed prudent by Authority management. Settled claims have not exceeded this coverage in any of the past three years.

NOTE 17 – ECONOMIC DEPENDENCY

The Authority received approximately 92% of its revenues from HUD. If the amount of revenues received from HUD falls below critical levels, the Authority's operations could be adversely affected.

NOTE 18 – CONDUIT TYPE DEBT

Debt related to the original acquisition and early modernization of the public housing developments is funded, guaranteed and serviced by HUD. There is no debt or pledge of faith and credit on part of the Authority. Accordingly, this debt has not been recorded in the financial statements of the Housing Authority.

HUD no longer provides the Authority with debt services information since the Authority has no obligation for the debt.

NOTE 19 – DEFINED CONTRIBUTION PLAN

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depends solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate after six months of full-time employment or if the employee worked at least 2000 hours the preceding year. The Authority contributes an amount equal to 9% of the employee base salary each month. The Authority's contributions for each employee (and interest allocated to the employee's account) are fully vested after 5 years. The Authority's total pension contribution in fiscal year ending December 31, 2023, was \$114,297. Total annual payroll expense was \$1,318,031.72.

The Board of Directors has the authority to establish or amend the plan provisions. The Board of Directors has the authority to establish or amend the contributions to the plan.

No pension plan provision changes occurred during the year that affected the required contributions to be made by the Authority. The Authority's pension plan held no securities of the Authority or other related parties during the year or as of the close of the fiscal year ended December 31, 2023.

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 20 – RESTRICTED NET POSITION

The Authority’s restricted net position of \$3,437,900 as of December 31, 2023 consists of excess Housing Assistance Payment (HAP) funds available to the Authority under the Housing Choice Voucher and Mainstream Voucher programs of \$2,331 and \$12,801, respectively, \$3,000,000 reserve requirements under the Business Activities program due to the RAD conversion notes payment, operating reserve requirements related to the Home Ownership program under the Public and Indian Housing program of \$396,688, FSS escrow forfeitures of \$21,888, and operating reserve requirements of \$4,192 under the Authority’s blended component units.

NOTE 21 – BLENDED COMPONENT UNITS

Condensed combining information for the Authority’s blended component units, Superior Street Housing Development Corp. and KHATCO, Inc., for the year ended December 31, 2023, is presented as follows:

**CONDENSED STATEMENT OF NET POSITION
December 31, 2023**

| | Superior Street Housing Development Corp. | Khatco, Inc. |
|----------------------------------|--|----------------------|
| ASSETS | | |
| Current assets | \$ 24,650 | \$ 249 |
| Noncurrent assets | <u>559,147</u> | <u>-</u> |
| Total assets | <u>583,797</u> | <u>249</u> |
| LIABILITIES | | |
| Current liabilities | 14,022 | - |
| Noncurrent liabilities | <u>363,289</u> | <u>-</u> |
| Total liabilities | <u>377,311</u> | <u>-</u> |
| NET POSITION | | |
| Net investment in capital assets | 185,779 | - |
| Restricted | 3,943 | 249 |
| Unrestricted | <u>16,764</u> | <u>-</u> |
| Total net position | <u><u>\$ 206,486</u></u> | <u><u>\$ 249</u></u> |

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 21 – BLENDED COMPONENT UNITS (Continued)

**CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
December 31, 2023**

| OPERATING REVENUES (EXPENSES) | Superior Street Housing Development Corp. | Khatco, Inc. |
|--|--|---------------------|
| Operating revenues | \$ 45,296 | \$ - |
| Operating expenses | <u>(29,086)</u> | <u>-</u> |
| Operating income (loss) | <u>16,210</u> | <u>-</u> |
| NONOPERATING REVENUES (EXPENSES) | | |
| Nonoperating revenues | 28 | - |
| Nonoperating expenses | <u>(20,152)</u> | <u>-</u> |
| Change in net position | (3,914) | - |
| Total net position - beginning of the year | <u>210,400</u> | <u>249</u> |
| Total net position - end of the year | <u>\$ 206,486</u> | <u>\$ 249</u> |

**CONDENSED STATEMENT OF CASH FLOWS
December 31, 2023**

| NET CASH PROVIDED (USED) BY: | Superior Street Housing Development Corp. | Khatco, Inc. |
|--|--|---------------------|
| Operating activities | \$ 35,335 | \$ - |
| Capital and related financing activities | (29,762) | - |
| Investing activities | <u>(2,163)</u> | <u>-</u> |
| Net increase (decrease) in cash and cash equivalents | 3,410 | - |
| Cash balances - beginning of the year | <u>16,826</u> | <u>249</u> |
| Cash balances - end of the year | <u>\$ 20,236</u> | <u>\$ 249</u> |

NOTE 22 – TRANSACTIONS WITH DISCRETELY PRESENTED COMPONENT UNITS

Superior Street Housing Development Corporation (“SSHDC”), one of the Authority’s blended component units, serves as codeveloper for the KHA RAD I, LP, the Authority’s Discretely Presented Component Unit. As compensation for these services, SSHDC is to receive \$2,406,000. The fee is to be paid at various times, as specified in the development agreement. As of December 31, 2023, a total of \$2,406,000 was earned and \$2,084,658 is outstanding. If the development fee has not been paid by the 13th anniversary of completion, the general partner is required to make a capital contribution sufficient for payment of any unpaid amount.

On October 1, 2021, KHA RAD I, LP, obtained a loan from the Authority in the amount of \$12,700,000. The loan bears interest at 6% payable annually beginning December 1, 2023. Payments are subject to surplus cash, as defined. Principal and any accrued interest is due on December 1, 2063. Accrued interest on December 31, 2023, was \$1,626,000. A payment of \$5,000,000 was made during 2023.

KOKOMO HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

NOTE 22 – TRANSACTIONS WITH DISCRETELY PRESENT COMPONENT UNIT (Continued)

The Authority entered into a ground lease with KHA RAD I, LP in 2021 where the Authority is the lessor and KHA RAD I, LP is the lessee. The lease is for land that holds a 335-unit tax credit affordable housing apartment community that was previously sold by the Authority to KHA RAD I, LP as part of a RAD conversion project. The lease consists of an annual base rent of \$10 per year, all of which has been prepaid. The term of the lease is 99 years, and unless sooner terminated in accordance with the provisions of this lease, shall end in 2120.

NOTE 23 – PRIOR PERIOD ADJUSTMENTS

The Authority reported a net prior period adjustment increasing beginning net position by \$889,000. This amount is related to accrued interest receivable associated with prior years accumulation on a note held by the Authority from its discretely presented component unit. These events have no effect on the current year's income.

NOTE 24 – SUBSEQUENT EVENTS

Events that occur after the balance sheet date but before the financial statements were available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the balance sheet date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the balance sheet date require disclosure in the accompanying notes.

Management has evaluated the activity of the Authority through August 15, 2024, and concluded that the below subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

In December of 2019, COVID-19 emerged and has subsequently spread throughout the world. On March 11, 2020, the World Health Organization characterized COVID-19 as a pandemic. In addition, multiple jurisdictions in the United States have declared a state of emergency. It is anticipated that these impacts will continue for some time. There has been no immediate impact to the Authority's operations. Future potential impacts may include disruptions or restrictions on our employees' ability to work or the tenant's ability to pay the required monthly rent. Operating functions that may be changed include intake, recertifications and maintenance. Changes to the operating environment may increase operating costs. Additional impacts may include the ability of tenants to continue making rental payments as a result of job loss or other pandemic related issues. The future effects of these issues are unknown.

NOTE 25 – FINANCIAL DATA SCHEDULE

The Authority prepares its financial data schedule in accordance with HUD requirements in a prescribed format. The schedule's format excludes casualty losses – non-capitalized, housing assistance payments, and depreciation expense from operating activities and includes investment revenue, gain/loss on sale of capital assets, interest expense (capital debt related), and capital grant revenue in operating activities, which differs from the presentation of the basic financial statements.

KOKOMO HOUSING AUTHORITY
SUPPLEMENTARY INFORMATION – STATEMENT OF NET POSITION – BY PROGRAM
DECEMBER 31, 2023

| | PUBLIC HOUSING | SECTION 8 HOUSING CHOICE VOUCHER | SECTION 8 MAINSTREAM | BLENDED COMPONENT UNITS | DISCRETELY PRESENTED COMPONENT UNIT | BUSINESS ACTIVITIES | RESIDENT OPPORTUNITY AND SUPPORTIVE SERVICES | PIH FAMILY SELF SUFFICIENCY PROGRAM | FSS ESCROW FORFEITURE | TOTAL |
|---|-----------------------|---|-----------------------------|--------------------------------|--|----------------------------|---|--|------------------------------|----------------------|
| ASSETS | | | | | | | | | | |
| Unrestricted cash and cash equivalents | \$ 375,264 | 130,517 | - | 16,311 | 725,642 | 2,760,410 | - | - | - | \$ 4,008,144 |
| Restricted cash and cash equivalents | 451,918 | 140,740 | 12,801 | 4,174 | 15,702,647 | 3,000,000 | - | - | 21,888 | 19,334,168 |
| Due from HUD | 11,565 | 2,701 | - | - | - | - | - | - | - | 14,266 |
| Miscellaneous receivable, net | (5,157) | 8,632 | - | - | - | - | - | - | - | 3,475 |
| Tenants receivable, net | 8,457 | 25 | - | (398) | 42,261 | (30) | - | - | - | 50,315 |
| Fraud recovery receivable, net | 10,565 | 2,133 | - | - | - | - | - | - | - | 12,698 |
| Notes and mortgages receivable, current portion | 24,282 | - | - | 2,191 | - | 3,465 | - | - | - | 29,938 |
| Prepaid expenses and other assets | 27,426 | 2,612 | - | 2,621 | 206,028 | - | - | - | - | 238,687 |
| Inventories, net | 29,905 | - | - | - | - | - | - | - | - | 29,905 |
| Capital assets: | | | | | | | | | | |
| Land and construction in progress | 445,115 | - | - | - | 441,500 | 616,518 | - | - | - | 1,503,133 |
| Buildings and equipment, net of depreciation | <u>1,396,825</u> | <u>-</u> | <u>-</u> | <u>559,147</u> | <u>37,396,759</u> | <u>3,319</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>39,356,050</u> |
| Total capital assets | <u>1,841,940</u> | <u>-</u> | <u>-</u> | <u>559,147</u> | <u>37,838,259</u> | <u>619,837</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>40,859,183</u> |
| Other noncurrent assets | <u>10,500</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>84,130</u> | <u>11,410,658</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>11,505,288</u> |
| Total assets | <u>2,786,665</u> | <u>287,360</u> | <u>12,801</u> | <u>584,046</u> | <u>54,598,967</u> | <u>17,794,340</u> | <u>-</u> | <u>-</u> | <u>21,888</u> | <u>76,086,067</u> |
| LIABILITIES | | | | | | | | | | |
| Accounts payable | 23,215 | 10,609 | - | 18 | 90,866 | - | - | - | - | 124,708 |
| Accrued liabilities | - | - | - | - | 1,702,970 | - | - | - | - | 1,702,970 |
| Intergovernmental payables | 21,825 | - | - | - | - | 3,676 | - | - | - | 25,501 |
| Tenant security deposits | 25,875 | - | - | 3,925 | 32,976 | - | - | - | - | 62,776 |
| Unearned revenue | 3,278 | - | - | - | 33,572 | 55 | - | - | - | 36,905 |
| Other current liabilities | - | - | - | - | 4,182,097 | - | - | - | - | 4,182,097 |
| Long-term liabilities: | | | | | | | | | | |
| Due within one year: | | | | | | | | | | |
| Notes payable, current portion | - | - | - | 10,079 | - | - | - | - | - | 10,079 |
| Due in more than one year: | | | | | | | | | | |
| Notes payable, net of current portion | - | - | - | 363,289 | 43,753,337 | - | - | - | - | 44,116,626 |
| Compensated absences, net of current portion | 27,260 | 15,648 | - | - | - | - | - | - | - | 42,908 |
| Noncurrent liabilities - other | <u>6,270</u> | <u>122,761</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>129,031</u> |
| Total liabilities | <u>107,723</u> | <u>149,018</u> | <u>-</u> | <u>377,311</u> | <u>49,795,818</u> | <u>3,731</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>50,433,601</u> |
| NET POSITION | | | | | | | | | | |
| Net investment in capital assets | 1,841,940 | - | - | 185,779 | (5,915,078) | 619,837 | - | - | - | (3,267,522) |
| Restricted | 396,688 | 2,331 | 12,801 | 4,192 | 15,490,658 | 3,000,000 | - | - | 21,888 | 18,928,558 |
| Unrestricted | <u>440,314</u> | <u>136,011</u> | <u>-</u> | <u>16,764</u> | <u>(4,772,431)</u> | <u>14,170,772</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>9,991,430</u> |
| Total net position | <u>\$ 2,678,942</u> | <u>\$ 138,342</u> | <u>\$ 12,801</u> | <u>\$ 206,735</u> | <u>\$ 4,803,149</u> | <u>\$ 17,790,609</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 21,888</u> | <u>\$ 25,652,466</u> |

KOKOMO HOUSING AUTHORITY
SUPPLEMENTARY INFORMATION – STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION – BY PROGRAM
YEAR ENDED DECEMBER 31, 2023

| | PUBLIC HOUSING | SECTION 8 HOUSING CHOICE VOUCHER | SECTION 8 MAINSTREAM | BLENDED COMPONENT UNITS | DISCRETELY PRESENTED COMPONENT UNIT | BUSINESS ACTIVITIES | RESIDENT OPPORTUNITY AND SUPPORTIVE SERVICES | PIH FAMILY SELF SUFFICIENCY PROGRAM | FSS ESCROW FORFEITURE | TOTAL |
|--|-----------------------|---|-----------------------------|--------------------------------|--|----------------------------|---|--|------------------------------|----------------------|
| OPERATING REVENUES | | | | | | | | | | |
| Rental income | \$ 479,187 | \$ - | \$ - | \$ 45,296 | \$ 2,717,741 | \$ 412 | \$ - | \$ - | \$ - | \$ 3,242,636 |
| Federal grants | 1,217,833 | 6,652,100 | 121,938 | - | - | - | 68,326 | 68,356 | - | 8,128,553 |
| Other | 26,315 | 26,355 | - | - | - | 1,185,389 | - | - | 29,460 | 1,267,519 |
| Total operating revenues | <u>1,723,335</u> | <u>6,678,455</u> | <u>121,938</u> | <u>45,296</u> | <u>2,717,741</u> | <u>1,185,801</u> | <u>68,326</u> | <u>68,356</u> | <u>29,460</u> | <u>12,638,708</u> |
| OPERATING EXPENSES | | | | | | | | | | |
| Administration | 485,191 | 731,318 | 12,437 | 5,660 | 531,210 | 573 | - | - | - | 1,766,389 |
| Tenant services | 105,076 | 40,624 | - | - | - | - | 68,326 | - | 7,572 | 221,598 |
| Utilities | 306,960 | 1,565 | - | 927 | 583,867 | - | - | - | - | 893,319 |
| Maintenance | 962,897 | 54,417 | - | 750 | 720,315 | 20,250 | - | - | - | 1,758,629 |
| Protective services | 931 | 269 | - | - | 96,718 | - | - | - | - | 97,918 |
| General | 213,041 | 29,985 | - | 3,111 | 253,794 | 3,634 | - | - | - | 503,565 |
| Housing assistance payments | - | 6,584,994 | 102,994 | - | - | - | - | - | - | 6,687,988 |
| Depreciation | 445,364 | - | - | 18,638 | 1,992,296 | 3,258 | - | - | - | 2,459,556 |
| Total operating expenses | <u>2,519,460</u> | <u>7,443,172</u> | <u>115,431</u> | <u>29,086</u> | <u>4,178,200</u> | <u>27,715</u> | <u>68,326</u> | <u>-</u> | <u>7,572</u> | <u>14,388,962</u> |
| Operating income (loss) | (796,125) | (764,717) | 6,507 | 16,210 | (1,460,459) | 1,158,086 | - | 68,356 | 21,888 | (1,750,254) |
| NONOPERATING REVENUES (EXPENSES) | | | | | | | | | | |
| Interest revenue | 31,092 | 9,283 | - | 28 | 21,241 | 777,254 | - | - | - | 838,898 |
| Gain on sale of capital assets | 229,575 | - | - | - | - | - | - | - | - | 229,575 |
| Interest expense | - | - | - | (20,152) | (1,661,217) | - | - | - | - | (1,681,369) |
| Income (loss) before contributions, transfers, and special items | (535,458) | (755,434) | 6,507 | (3,914) | (3,100,435) | 1,935,340 | - | 68,356 | 21,888 | (2,363,150) |
| Capital contributions | 97,067 | - | - | - | - | - | - | - | - | 97,067 |
| Operating transfers | 34,178 | 34,178 | - | - | - | - | - | (68,356) | - | - |
| Special items | - | - | - | - | 5,760,815 | - | - | - | - | 5,760,815 |
| Change in net position | (404,213) | (721,256) | 6,507 | (3,914) | 2,660,380 | 1,935,340 | - | - | 21,888 | 3,494,732 |
| Total net position - beginning of the year | 3,083,155 | 859,598 | 6,294 | 210,649 | 2,142,769 | 14,966,269 | - | - | - | 21,268,734 |
| Prior period adjustment | - | - | - | - | - | 889,000 | - | - | - | 889,000 |
| Total net position - beginning of the year, as restated | <u>3,083,155</u> | <u>859,598</u> | <u>6,294</u> | <u>210,649</u> | <u>2,142,769</u> | <u>15,855,269</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>22,157,734</u> |
| Total net position - end of the year | <u>\$ 2,678,942</u> | <u>\$ 138,342</u> | <u>\$ 12,801</u> | <u>\$ 206,735</u> | <u>\$ 4,803,149</u> | <u>\$ 17,790,609</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 21,888</u> | <u>\$ 25,652,466</u> |

KOKOMO HOUSING AUTHORITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2023

| <u>Federal Grantor/Program Title</u> | Assistance <u>Listing Number</u> | Federal <u>Expenditures</u> |
|--|---|--------------------------------|
| Public & Indian Housing | 14.850 | \$ <u>830,709</u> |
| Housing Voucher Cluster: | | |
| Housing Choice Vouchers | 14.871 | 6,652,100 |
| Mainstream Vouchers | 14.879 | <u>121,938</u> |
| Total Housing Voucher Cluster | | 6,774,038 |
| Public Housing Capital Fund Program | 14.872 | 484,191 |
| Resident Opportunity and Supportive Services Program | 14.870 | 68,326 |
| PIH Family Self-Sufficiency Program | 14.896 | <u>68,356</u> |
| Total U.S. Department of Housing and Urban Development | | <u>\$ 8,225,620</u> |

Note 1 – Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Authority under programs of the federal government for the year ended December 31, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Authority, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Authority.

Note 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. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The Authority has elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

KOKOMO HOUSING AUTHORITY
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED DECEMBER 31, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Are any material weaknesses identified? Yes x No

Are any significant deficiencies identified? Yes x None Reported

Is any noncompliance material to financial statements noted? Yes x No

Federal Awards

Internal control over major federal programs:

Are any material weaknesses identified? Yes x No

Are any significant deficiencies identified? Yes x None Reported

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

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

Identification of major federal programs or clusters:

ALN 14.850 - Public & Indian Housing
 Housing Voucher Cluster

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? x Yes No

Section II - Financial Statement Findings

None.

Section III - Federal Award Findings

None.

To the Board of Commissioners
Kokomo Housing Authority

Independent Accountant's Report

We have performed the procedures enumerated below, which was agreed to by the Kokomo Housing Authority ("the Authority") and the U.S. Department of Housing and Urban Development, Real Estate Assessment Center (REAC), on whether the electronic submission of certain information agrees with related hard copy documents included within the Single Audit reporting package for the year ended December 31, 2023. The Authority's management is responsible for accuracy and completeness of the electronic submission for the year ended December 31, 2023.

The Authority has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of whether the electronic submission of certain information agrees with related hard copy documents included within the Single Audit reporting package. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and the associated findings are as follows:

We compared the electronic submission of the items listed in the chart below under "UFRS Rule Information" column with the corresponding printed documents listed in the chart under the "Hard Copy Documents" column. The results of the performance of our agreed-upon procedure indicate agreement or non-agreement of electronically submitted information and hard copy documents as shown in the chart below.

We were engaged by the Authority to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA and, if applicable, the standards applicable to attestation engagements contained in Government Auditing Standards issued by the Comptroller General of the United States, and/or any other standards or requirements to be followed. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the electronic submission of the items listed in the "UFRS Rule Information" column in the chart below for the year ended December 31, 2023. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

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

| Procedure | UFRS Rule Information | Hard Copy Documents | Agrees | Does Not Agree |
|-----------|--|--|--------|----------------|
| 1 | Balance Sheet and Revenue and Expense | Financial Data Schedule, all CFDA's, If applicable | X | |
| 2 | Footnotes | Footnotes to audited basic financial statements | X | |
| 3 | Type of opinion on FDS | Auditor's supplemental report on FDS | X | |
| 4 | Audit findings narrative | Schedule of Findings and Questioned Costs | X | |
| 5 | General Information | OMB Data Collection Form | X | |
| 6 | Financial Statement report information | Schedule of Findings and Questioned Costs, Part 1 and OMB Data Collection Form | X | |
| 7 | Federal program report information | Schedule of Findings and Questioned Costs, Part 1 and OMB Data Collection Form | X | |
| 8 | Type of Compliance Requirement | OMB Data Collection Form | X | |
| 9 | Basic financial statements and auditor reports required to be submitted electronically | Basic financial statements (inclusive of auditor reports) | X | |

Henderson & Pilleteri, LLC

Birmingham, AL
August 14, 2024

KOKOMO HOUSING AUTHORITY
FINANCIAL DATA SCHEDULE – BALANCE SHEET
DECEMBER 31, 2023

| | Project Total | 6.1 Component Unit - Discretely Presented | 6.2 Component Unit - Blended | 1 Business Activities | 14,879 Mainstream Vouchers | 14,871 Housing Choice Vouchers | 14,870 Resident Opportunity and Supportive Services | 14,870 FSS Escrow Forfeiture Account | 14,896 PIH Family Self-Sufficiency Program | COCC | Subtotal | ELIM | Total |
|---|----------------|---|------------------------------|-----------------------|----------------------------|--------------------------------|---|--------------------------------------|--|---------------|----------------|------|----------------|
| 111 Cash - Unrestricted | \$361,435 | \$725,642 | \$16,311 | \$2,760,410 | | \$130,517 | | | | \$13,829 | \$4,008,144 | | \$4,008,144 |
| 112 Cash - Restricted - Modernization and Development | | | | \$3,000,000 | | | | | | | \$3,000,000 | | \$3,000,000 |
| 113 Cash - Other Restricted | \$426,043 | \$15,669,671 | \$249 | | \$12,801 | \$140,740 | | \$21,888 | | | \$16,271,392 | | \$16,271,392 |
| 114 Cash - Tenant Security Deposits | \$15,950 | \$32,976 | \$3,925 | | | | | | | \$9,925 | \$62,776 | | \$62,776 |
| 115 Cash - Restricted for Payment of Current Liabilities | | | \$0 | | | \$0 | | | | | \$0 | | \$0 |
| 100 Total Cash | \$803,428 | \$16,428,289 | \$20,485 | \$5,760,410 | \$12,801 | \$271,257 | \$0 | \$21,888 | \$0 | \$23,754 | \$23,342,312 | \$0 | \$23,342,312 |
| 121 Accounts Receivable - PHA Projects | | | | | | | | | | | | | |
| 122 Accounts Receivable - HUD Other Projects | \$11,565 | | | | | \$2,701 | | | | \$0 | \$14,266 | | \$14,266 |
| 124 Accounts Receivable - Other Government | | | | | | | | | | | | | |
| 125 Accounts Receivable - Miscellaneous | | \$0 | | | | \$8,632 | | | | \$7,968 | \$16,600 | | \$16,600 |
| 126 Accounts Receivable - Tenants | \$8,840 | \$42,261 | \$566 | \$20 | | \$2,158 | | | | \$2,850 | \$56,695 | | \$56,695 |
| 126.1 Allowance for Doubtful Accounts - Tenants | (\$2,406) | \$0 | (\$964) | (\$50) | | (\$2,133) | | | | (\$827) | (\$6,380) | | (\$6,380) |
| 126.2 Allowance for Doubtful Accounts - Other | (\$13,125) | \$0 | | | | \$0 | | | | \$0 | (\$13,125) | | (\$13,125) |
| 127 Notes, Loans, & Mortgages Receivable - Current | \$19,237 | | \$2,191 | \$3,465 | | | | | | \$5,045 | \$29,938 | | \$29,938 |
| 128 Fraud Recovery | \$14,520 | | | | | \$181,700 | | | | | \$196,220 | | \$196,220 |
| 128.1 Allowance for Doubtful Accounts - Fraud | (\$3,955) | | | | | (\$179,567) | | | | | (\$183,522) | | (\$183,522) |
| 129 Accrued Interest Receivable | | | | | | | | | | | | | |
| 120 Total Receivables, Net of Allowances for Doubtful Accounts | \$34,676 | \$42,261 | \$1,793 | \$3,435 | \$0 | \$13,491 | \$0 | \$0 | \$0 | \$15,036 | \$110,692 | \$0 | \$110,692 |
| 131 Investments - Unrestricted | | | | | | | | | | | | | |
| 132 Investments - Restricted | | | | | | | | | | | | | |
| 135 Investments - Restricted for Payment of Current Liability | | | | | | | | | | | | | |
| 142 Prepaid Expenses and Other Assets | \$18,285 | \$206,028 | \$2,621 | | | \$2,612 | | | | \$9,141 | \$238,687 | | \$238,687 |
| 143 Inventories | | | | | | | | | | \$30,615 | \$30,615 | | \$30,615 |
| 143.1 Allowance for Obsolete Inventories | | | | | | | | | | (\$710) | (\$710) | | (\$710) |
| 144 Inter Program Due From | | | | | | | | | | | | | |
| 145 Assets Held for Sale | | | | | | | | | | | | | |
| 150 Total Current Assets | \$856,389 | \$16,676,578 | \$24,899 | \$5,763,845 | \$12,801 | \$287,360 | \$0 | \$21,888 | \$0 | \$77,836 | \$23,721,596 | \$0 | \$23,721,596 |
| 161 Land | \$31,542 | \$441,500 | | \$616,518 | | | | | | \$413,573 | \$1,503,133 | | \$1,503,133 |
| 162 Buildings | \$10,521,481 | \$32,494,323 | \$745,529 | | | | | | | \$2,685,189 | \$46,446,522 | | \$46,446,522 |
| 163 Furniture, Equipment & Machinery - Dwellings | \$382,364 | \$4,750,606 | \$5,827 | \$72,510 | | | | | | \$36,575 | \$5,247,882 | | \$5,247,882 |
| 164 Furniture, Equipment & Machinery - Administration | \$180,852 | \$9,079 | | \$220,951 | | \$5,159 | | | | \$99,583 | \$515,624 | | \$515,624 |
| 165 Leasehold Improvements | | \$3,023,686 | | | | | | | | | \$3,023,686 | | \$3,023,686 |
| 166 Accumulated Depreciation | (\$10,265,198) | (\$2,880,935) | (\$192,209) | (\$290,142) | | (\$5,159) | | | | (\$2,244,021) | (\$15,877,664) | | (\$15,877,664) |
| 167 Construction in Progress | | | | | | | | | | | | | |
| 168 Infrastructure | | | | | | | | | | | | | |
| 160 Total Capital Assets, Net of Accumulated Depreciation | \$851,041 | \$37,838,259 | \$559,147 | \$619,837 | \$0 | \$0 | \$0 | \$0 | \$0 | \$990,899 | \$40,859,183 | \$0 | \$40,859,183 |
| 171 Notes, Loans and Mortgages Receivable - Non-Current | \$10,500 | | | \$7,700,000 | | | | | | | \$7,710,500 | | \$7,710,500 |
| 172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due | | | | | | | | | | | | | |
| 173 Grants Receivable - Non Current | | | | | | | | | | | | | |
| 174 Other Assets | | \$84,130 | | \$3,710,658 | | | | | | | \$3,794,788 | | \$3,794,788 |
| 176 Investments in Joint Ventures | | | | | | | | | | | | | |
| 180 Total Non-Current Assets | \$861,541 | \$37,922,389 | \$559,147 | \$12,030,495 | \$0 | \$0 | \$0 | \$0 | \$0 | \$990,899 | \$52,364,471 | \$0 | \$52,364,471 |

KOKOMO HOUSING AUTHORITY
FINANCIAL DATA SCHEDULE – BALANCE SHEET
DECEMBER 31, 2023

| | Project Total | 6.1 Component Unit - Discretely Presented | 6.2 Component Unit - Blended | 1 Business Activities | 14,879 Mainstream Vouchers | 14,871 Housing Choice Vouchers | 14,870 Resident Opportunity and Supportive Services | 14,870 FSS Escrow Forfeiture Account | 14,896 PIH Family Self-Sufficiency Program | COCC | Subtotal | ELIM | Total |
|---|---------------|---|------------------------------|-----------------------|----------------------------|--------------------------------|---|--------------------------------------|--|-------------|---------------|------|---------------|
| 200 Deferred Outflow of Resources | | | | | | | | | | | | | |
| 290 Total Assets and Deferred Outflow of Resources | \$1,717,930 | \$54,598,967 | \$584,046 | \$17,794,340 | \$12,801 | \$287,360 | \$0 | \$21,888 | \$0 | \$1,068,735 | \$76,086,067 | \$0 | \$76,086,067 |
| 311 Bank Overdraft | | | | | | | | | | | | | |
| 312 Accounts Payable <= 90 Days | \$19,586 | \$90,866 | \$18 | | | \$10,609 | | | | \$3,629 | \$124,708 | | \$124,708 |
| 313 Accounts Payable >90 Days Past Due | | | | | | | | | | | | | |
| 321 Accrued Wage/Payroll Taxes Payable | | | | | | | | | | | | | |
| 322 Accrued Compensated Absences - Current Portion | | | | | | | | | | | | | |
| 324 Accrued Contingency Liability | | | | | | | | | | | | | |
| 325 Accrued Interest Payable | | \$1,702,970 | | | | | | | | | \$1,702,970 | | \$1,702,970 |
| 331 Accounts Payable - HUD PHA Programs | | | | | | | | | | | | | |
| 332 Account Payable - PHA Projects | \$6,699 | | | \$3,676 | | | | | | | \$10,375 | | \$10,375 |
| 333 Accounts Payable - Other Government | | | | | | | | | | \$15,126 | \$15,126 | | \$15,126 |
| 341 Tenant Security Deposits | \$15,950 | \$32,976 | \$3,925 | | | | | | | \$9,925 | \$62,776 | | \$62,776 |
| 342 Unearned Revenue | \$2,123 | \$33,572 | | \$55 | | | | | | \$1,155 | \$36,905 | | \$36,905 |
| 343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue | | | \$10,079 | | | | | | | | \$10,079 | | \$10,079 |
| 344 Current Portion of Long-term Debt - Operating Borrowings | | | | | | | | | | | | | |
| 345 Other Current Liabilities | | \$4,182,097 | | | | | | | | | \$4,182,097 | | \$4,182,097 |
| 346 Accrued Liabilities - Other | | | | | | | | | | | | | |
| 347 Inter Program - Due To | | | | | | | | | | | | | |
| 348 Loan Liability - Current | | | | | | | | | | | | | |
| 310 Total Current Liabilities | \$44,358 | \$6,042,481 | \$14,022 | \$3,731 | \$0 | \$10,609 | \$0 | \$0 | \$0 | \$29,835 | \$6,145,036 | \$0 | \$6,145,036 |
| 351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue | | \$43,753,337 | \$363,289 | | | | | | | | \$44,116,626 | | \$44,116,626 |
| 352 Long-term Debt, Net of Current - Operating Borrowings | | | | | | | | | | | | | |
| 353 Non-current Liabilities - Other | \$6,270 | | | | | \$122,761 | | | | | \$129,031 | | \$129,031 |
| 354 Accrued Compensated Absences - Non Current | \$16,386 | | | | | \$15,648 | | | | \$10,874 | \$42,908 | | \$42,908 |
| 355 Loan Liability - Non Current | | | | | | | | | | | | | |
| 356 FASB 5 Liabilities | | | | | | | | | | | | | |
| 357 Accrued Pension and OPEB Liabilities | | | | | | | | | | | | | |
| 350 Total Non-Current Liabilities | \$22,656 | \$43,753,337 | \$363,289 | \$0 | \$0 | \$138,409 | \$0 | \$0 | \$0 | \$10,874 | \$44,288,565 | \$0 | \$44,288,565 |
| 300 Total Liabilities | \$67,014 | \$49,795,818 | \$377,311 | \$3,731 | \$0 | \$149,018 | \$0 | \$0 | \$0 | \$40,709 | \$50,433,601 | \$0 | \$50,433,601 |
| 400 Deferred Inflow of Resources | | | | | | | | | | | | | |
| 508.4 Net Investment in Capital Assets | \$851,041 | (\$5,915,078) | \$185,779 | \$619,837 | | \$0 | | | \$0 | \$990,899 | (\$3,267,522) | | (\$3,267,522) |
| 511.4 Restricted Net Position | \$396,688 | \$15,490,658 | \$4,192 | \$3,000,000 | \$12,801 | \$2,331 | | \$21,888 | \$0 | | \$18,928,558 | | \$18,928,558 |
| 512.4 Unrestricted Net Position | \$403,187 | (\$4,772,431) | \$16,764 | \$14,170,772 | \$0 | \$136,011 | \$0 | \$0 | \$0 | \$37,127 | \$9,991,430 | \$0 | \$9,991,430 |
| 513 Total Equity - Net Assets / Position | \$1,650,916 | \$4,803,149 | \$206,735 | \$17,790,609 | \$12,801 | \$138,342 | \$0 | \$21,888 | \$0 | \$1,028,026 | \$25,652,466 | \$0 | \$25,652,466 |
| 600 Total Liabilities, Deferred Inflows of Resources and Equity - Net | \$1,717,930 | \$54,598,967 | \$584,046 | \$17,794,340 | \$12,801 | \$287,360 | \$0 | \$21,888 | \$0 | \$1,068,735 | \$76,086,067 | \$0 | \$76,086,067 |

KOKOMO HOUSING AUTHORITY
FINANCIAL DATA SCHEDULE – INCOME STATEMENT
YEAR ENDED DECEMBER 31, 2023

| | Project Total | 6.1 Component Unit - Discretely Presented | 6.2 Component Unit - Blended | 1 Business Activities | 14,879 Mainstream Vouchers | 14,871 Housing Choice Vouchers | 14,870 Resident Opportunity and Supportive Services | 14,870 FSS Escrow Forfeiture Account | 14,896 PIH Family Self-Sufficiency Program | COCC | Subtotal | ELIM | Total |
|---|---------------|---|------------------------------|-----------------------|----------------------------|--------------------------------|---|--------------------------------------|--|------------|--------------|-------------|--------------|
| 70300 Net Tenant Rental Revenue | \$228,442 | \$2,685,053 | \$44,896 | \$410 | | | | | | \$213,522 | \$3,172,323 | | \$3,172,323 |
| 70400 Tenant Revenue - Other | \$33,240 | \$32,688 | \$400 | \$2 | | | | | | \$3,983 | \$70,313 | | \$70,313 |
| 70500 Total Tenant Revenue | \$261,682 | \$2,717,741 | \$45,296 | \$412 | \$0 | \$0 | \$0 | \$0 | \$0 | \$217,505 | \$3,242,636 | \$0 | \$3,242,636 |
| 70600 HUD PHA Operating Grants | \$1,217,833 | | | | \$121,938 | \$6,652,100 | \$68,326 | | \$68,356 | | \$8,128,553 | | \$8,128,553 |
| 70610 Capital Grants | \$97,067 | | | | | | | | | | \$97,067 | | \$97,067 |
| 70710 Management Fee | | | | | | | | | | \$331,144 | \$331,144 | (\$331,144) | \$0 |
| 70720 Asset Management Fee | | | | | | | | | | | | | |
| 70730 Book Keeping Fee | | | | | | | | | | \$108,472 | \$108,472 | (\$108,472) | \$0 |
| 70740 Front Line Service Fee | | | | | | | | | | | | | |
| 70750 Other Fees | | | | | | | | | | | | | |
| 70700 Total Fee Revenue | | | | | | | | | | \$439,616 | \$439,616 | (\$439,616) | \$0 |
| 70800 Other Government Grants | | | | | | | | | | | | | |
| 71100 Investment Income - Unrestricted | \$11,690 | | \$28 | \$40,254 | | \$5,032 | | | | \$3,692 | \$60,696 | | \$60,696 |
| 71200 Mortgage Interest Income | | | | \$737,000 | | | | | | | \$737,000 | | \$737,000 |
| 71300 Proceeds from Disposition of Assets Held for Sale | | | | | | | | | | | | | |
| 71310 Cost of Sale of Assets | | | | | | | | | | | | | |
| 71400 Fraud Recovery | | | | | | \$20,131 | | | | | \$20,131 | | \$20,131 |
| 71500 Other Revenue | \$22,633 | | | \$1,185,389 | | \$6,224 | | \$29,460 | | \$3,682 | \$1,247,388 | | \$1,247,388 |
| 71600 Gain or Loss on Sale of Capital Assets | \$279,915 | | | | | | | | | (\$50,340) | \$229,575 | | \$229,575 |
| 72000 Investment Income - Restricted | \$15,710 | \$21,241 | | | | \$4,251 | | | | | \$41,202 | | \$41,202 |
| 70000 Total Revenue | \$1,906,530 | \$2,738,982 | \$45,324 | \$1,963,055 | \$121,938 | \$6,687,738 | \$68,326 | \$29,460 | \$68,356 | \$614,155 | \$14,243,864 | (\$439,616) | \$13,804,248 |
| 91100 Administrative Salaries | \$81,801 | \$146,940 | \$3,831 | | \$6,027 | \$303,623 | | | | \$407,784 | \$950,006 | | \$950,006 |
| 91200 Auditing Fees | \$9,500 | \$14,219 | | | | \$9,500 | | | | | \$33,219 | | \$33,219 |
| 91300 Management Fee | \$182,632 | \$141,885 | | | \$2,496 | \$146,016 | | | | \$473,029 | \$473,029 | (\$331,144) | \$141,885 |
| 91310 Book-keeping Fee | \$15,652 | | | | \$1,560 | \$91,260 | | | | | \$108,472 | (\$108,472) | \$0 |
| 91400 Advertising and Marketing | | \$1,991 | | | | | | | | | \$1,991 | | \$1,991 |
| 91500 Employee Benefit contributions - Administrative | \$26,437 | \$17,484 | \$1,170 | | \$2,354 | \$108,461 | | | | \$136,753 | \$292,659 | | \$292,659 |
| 91600 Office Expenses | \$12,953 | \$51,488 | \$13 | \$573 | | \$37,044 | | | | \$17,764 | \$119,835 | | \$119,835 |
| 91700 Legal Expense | \$4,800 | \$10,499 | | | | \$5,000 | | | | \$4,950 | \$25,249 | | \$25,249 |
| 91800 Travel | \$50 | | | | | \$100 | | | | \$219 | \$369 | | \$369 |
| 91810 Allocated Overhead | | | | | | | | | | | | | |
| 91900 Other | \$13,413 | \$146,704 | \$646 | | | \$30,314 | | | | \$10,099 | \$201,176 | | \$201,176 |
| 91000 Total Operating - Administrative | \$347,238 | \$531,210 | \$5,660 | \$573 | \$12,437 | \$731,318 | \$0 | \$0 | \$0 | \$577,569 | \$2,206,005 | (\$439,616) | \$1,766,389 |
| 92000 Asset Management Fee | | | | | | | | | | | | | |
| 92100 Tenant Services - Salaries | \$75,354 | | | | | \$33,980 | \$53,452 | | | | \$162,786 | | \$162,786 |
| 92200 Relocation Costs | | | | | | | | | | | | | |
| 92300 Employee Benefit Contributions - Tenant Services | \$13,714 | | | | | \$6,644 | \$13,903 | | | | \$34,261 | | \$34,261 |
| 92400 Tenant Services - Other | \$15,758 | | | | | | \$971 | \$7,572 | | \$250 | \$24,551 | | \$24,551 |
| 92500 Total Tenant Services | \$104,826 | \$0 | \$0 | \$0 | \$0 | \$40,624 | \$68,326 | \$7,572 | \$0 | \$250 | \$221,598 | \$0 | \$221,598 |
| 93100 Water | \$27,709 | \$59,749 | \$35 | | | \$110 | | | | \$4,080 | \$91,683 | | \$91,683 |
| 93200 Electricity | \$70,845 | \$355,684 | \$556 | | | \$1,240 | | | | \$16,181 | \$444,506 | | \$444,506 |
| 93300 Gas | \$106,819 | \$91,023 | | | | \$140 | | | | \$9,996 | \$207,978 | | \$207,978 |

KOKOMO HOUSING AUTHORITY
FINANCIAL DATA SCHEDULE – INCOME STATEMENT
YEAR ENDED DECEMBER 31, 2023

| | Project Total | 6.1 Component Unit - Discretely Presented | 6.2 Component Unit - Blended | 1 Business Activities | 14,879 Mainstream Vouchers | 14,871 Housing Choice Vouchers | 14,870 Resident Opportunity and Supportive Services | 14,EFA FSS Escrow Forfeiture Account | 14,896 PIH Family Self-Sufficiency Program | COCC | Subtotal | ELIM | Total |
|---|---------------|---|------------------------------|-----------------------|----------------------------|--------------------------------|---|--------------------------------------|--|-------------|-------------|-------------|-------------|
| 93400 Fuel | | | | | | | | | | | | | |
| 93500 Labor | | | | | | | | | | | | | |
| 93600 Sewer | \$68,456 | \$77,411 | \$336 | | | \$75 | | | | \$2,874 | \$149,152 | | \$149,152 |
| 93700 Employee Benefit Contributions - Utilities | | | | | | | | | | | | | |
| 93800 Other Utilities Expense | | | | | | | | | | | | | |
| 93000 Total Utilities | \$273,829 | \$583,867 | \$927 | \$0 | \$0 | \$1,565 | \$0 | \$0 | \$0 | \$33,131 | \$893,319 | \$0 | \$893,319 |
| 94100 Ordinary Maintenance and Operations - Labor | \$293,502 | \$196,369 | | | | | | | | \$53,678 | \$543,549 | | \$543,549 |
| 94200 Ordinary Maintenance and Operations - Materials and Other | \$90,965 | \$92,304 | \$595 | \$19,750 | | \$1,988 | | | | \$38,890 | \$244,492 | | \$244,492 |
| 94300 Ordinary Maintenance and Operations Contracts | \$337,492 | \$400,659 | \$155 | \$500 | | \$52,429 | | | | \$16,906 | \$808,141 | | \$808,141 |
| 94500 Employee Benefit Contributions - Ordinary Maintenance | \$101,347 | \$30,983 | | | | | | | | \$30,117 | \$162,447 | | \$162,447 |
| 94000 Total Maintenance | \$823,306 | \$720,315 | \$750 | \$20,250 | \$0 | \$54,417 | \$0 | \$0 | \$0 | \$139,591 | \$1,758,629 | \$0 | \$1,758,629 |
| 95100 Protective Services - Labor | | | | | | | | | | | | | |
| 95200 Protective Services - Other Contract Costs | \$536 | \$96,718 | | | | \$269 | | | | \$395 | \$97,918 | | \$97,918 |
| 95300 Protective Services - Other | | | | | | | | | | | | | |
| 95500 Employee Benefit Contributions - Protective Services | | | | | | | | | | | | | |
| 95000 Total Protective Services | \$536 | \$96,718 | \$0 | \$0 | \$0 | \$269 | \$0 | \$0 | \$0 | \$395 | \$97,918 | \$0 | \$97,918 |
| 96110 Property Insurance | \$68,696 | \$201,742 | \$2,111 | | | \$824 | | | | \$27,860 | \$301,233 | | \$301,233 |
| 96120 Liability Insurance | \$13,804 | | \$1,000 | | | \$14,207 | | | | \$13,882 | \$42,893 | | \$42,893 |
| 96130 Workmen's Compensation | \$6,689 | \$5,538 | | | | \$6,081 | | | | \$4,864 | \$23,172 | | \$23,172 |
| 96140 All Other Insurance | \$21,439 | \$46,514 | | | | \$6,533 | | | | \$15,703 | \$90,189 | | \$90,189 |
| 96100 Total insurance Premiums | \$110,628 | \$253,794 | \$3,111 | \$0 | \$0 | \$27,645 | \$0 | \$0 | \$0 | \$62,309 | \$457,487 | \$0 | \$457,487 |
| 96200 Other General Expenses | \$4,749 | | | \$3,634 | | \$1,854 | | | | \$1,036 | \$11,273 | | \$11,273 |
| 96210 Compensated Absences | \$0 | | | | | \$486 | | | | \$506 | \$992 | | \$992 |
| 96300 Payments in Lieu of Taxes | | | | | | | | | | \$15,126 | \$15,126 | | \$15,126 |
| 96400 Bad debt - Tenant Rents | \$10,827 | | | | | | | | | \$4,043 | \$14,870 | | \$14,870 |
| 96500 Bad debt - Mortgages | | | | | | | | | | | | | |
| 96600 Bad debt - Other | | | | | | | | | | | | | |
| 96800 Severance Expense | | | | | | | | | | | | | |
| 96000 Total Other General Expenses | \$15,576 | \$0 | \$0 | \$3,634 | \$0 | \$2,340 | \$0 | \$0 | \$0 | \$20,711 | \$42,261 | \$0 | \$42,261 |
| 96710 Interest of Mortgage (or Bonds) Payable | | | \$20,152 | | | | | | | | \$20,152 | | \$20,152 |
| 96720 Interest on Notes Payable (Short and Long Term) | | \$1,654,745 | | | | | | | | | \$1,654,745 | | \$1,654,745 |
| 96730 Amortization of Bond Issue Costs | | \$6,472 | | | | | | | | | \$6,472 | | \$6,472 |
| 96700 Total Interest Expense and Amortization Cost | \$0 | \$1,661,217 | \$20,152 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,681,369 | \$0 | \$1,681,369 |
| 96900 Total Operating Expenses | \$1,675,939 | \$3,847,121 | \$30,600 | \$24,457 | \$12,437 | \$858,178 | \$68,326 | \$7,572 | \$0 | \$833,956 | \$7,358,586 | (\$439,616) | \$6,918,970 |
| 97000 Excess of Operating Revenue over Operating Expenses | \$230,591 | (\$1,108,139) | \$14,724 | \$1,938,598 | \$109,501 | \$5,829,560 | \$0 | \$21,888 | \$68,356 | (\$219,801) | \$6,885,278 | \$0 | \$6,885,278 |
| 97100 Extraordinary Maintenance | | | | | | | | | | | | | |
| 97200 Casualty Losses - Non-capitalized | \$0 | | | | | | | | | \$3,817 | \$3,817 | | \$3,817 |
| 97300 Housing Assistance Payments | | | | | \$102,994 | \$6,584,994 | | | | | \$6,687,988 | | \$6,687,988 |
| 97350 HAP Portability-In | | | | | | | | | | | | | |

KOKOMO HOUSING AUTHORITY
FINANCIAL DATA SCHEDULE – INCOME STATEMENT
YEAR ENDED DECEMBER 31, 2023

| | Project Total | 6.1 Component Unit - Discretely Presented | 6.2 Component Unit - Blended | 1 Business Activities | 14.879 Mainstream Vouchers | 14.871 Housing Choice Vouchers | 14.870 Resident Opportunity and Supportive Services | 14.EFA FSS Escrow Forfeiture Account | 14.896 PIH Family Self-Sufficiency Program | COCC | Subtotal | ELIM | Total |
|---|---------------|---|------------------------------|-----------------------|----------------------------|--------------------------------|---|--------------------------------------|--|-------------|--------------|-------------|--------------|
| 97400 Depreciation Expense | \$378,190 | \$1,992,296 | \$18,638 | \$3,258 | | | | | | \$67,174 | \$2,459,556 | | \$2,459,556 |
| 97500 Fraud Losses | | | | | | | | | | | | | |
| 97600 Capital Outlays - Governmental Funds | | | | | | | | | | | | | |
| 97700 Debt Principal Payment - Governmental Funds | | | | | | | | | | | | | |
| 97800 Dwelling Units Rent Expense | | | | | | | | | | | | | |
| 90000 Total Expenses | \$2,054,129 | \$5,839,417 | \$49,238 | \$27,715 | \$115,431 | \$7,443,172 | \$68,326 | \$7,572 | \$0 | \$904,947 | \$16,509,947 | (\$439,616) | \$16,070,331 |
| 10010 Operating Transfer In | \$96,432 | | | | | \$34,178 | | | | | \$130,610 | (\$130,610) | \$0 |
| 10020 Operating transfer Out | (\$96,432) | | | | | | | | | | (\$130,610) | \$130,610 | \$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) | | \$5,760,815 | | | | | | | | | \$5,760,815 | | \$5,760,815 |
| 10091 Inter Project Excess Cash Transfer In | | | | | | | | | | | | | |
| 10092 Inter Project Excess Cash Transfer Out | | | | | | | | | | | | | |
| 10093 Transfers between Program and Project - In | \$34,178 | | | | | | | | | | \$34,178 | (\$34,178) | \$0 |
| 10094 Transfers between Project and Program - Out | | | | | | | | | (\$34,178) | | (\$34,178) | \$34,178 | \$0 |
| 10100 Total Other financing Sources (Uses) | \$34,178 | \$5,760,815 | \$0 | \$0 | \$0 | \$34,178 | \$0 | \$0 | (\$68,356) | \$0 | \$5,760,815 | \$0 | \$5,760,815 |
| 10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses | (\$113,421) | \$2,660,380 | (\$3,914) | \$1,935,340 | \$6,507 | (\$721,256) | \$0 | \$21,888 | \$0 | (\$290,792) | \$3,494,732 | \$0 | \$3,494,732 |
| 11020 Required Annual Debt Principal Payments | \$0 | \$0 | \$10,079 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$10,079 | | \$10,079 |
| 11030 Beginning Equity | \$0 | \$2,142,769 | \$210,649 | \$14,966,269 | \$6,294 | \$859,598 | \$0 | \$0 | \$0 | \$1,318,818 | \$19,504,397 | | \$19,504,397 |
| 11040 Prior Period Adjustments, Equity Transfers and Correction of Errors | \$1,764,337 | | | \$889,000 | | | | | | | \$2,653,337 | | \$2,653,337 |
| 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 | | | | | | \$136,011 | | | | | \$136,011 | | \$136,011 |
| 11180 Housing Assistance Payments Equity | | | | | | \$2,331 | | | | | \$2,331 | | \$2,331 |
| 11190 Unit Months Available | \$1,047 | \$4,020 | \$48 | | \$312 | \$12,912 | | | | | \$18,339 | | \$18,339 |
| 11210 Number of Unit Months Leased | \$1,034 | \$3,802 | \$47 | | \$208 | \$12,188 | | | | | \$17,279 | | \$17,279 |
| 11270 Excess Cash | \$252,266 | | | | | | | | | | \$252,266 | | \$252,266 |
| 11610 Land Purchases | \$0 | | | | | | | | | \$0 | \$0 | | \$0 |
| 11620 Building Purchases | \$82,171 | | | | | | | | | \$0 | \$82,171 | | \$82,171 |
| 11630 Furniture & Equipment - Dwelling Purchases | \$14,896 | | | | | | | | | \$14,255 | \$29,151 | | \$29,151 |
| 11640 Furniture & Equipment - Administrative Purchases | \$0 | | | | | | | | | \$0 | \$0 | | \$0 |
| 11650 Leasehold Improvements Purchases | \$0 | | | | | | | | | \$0 | \$0 | | \$0 |
| 11660 Infrastructure Purchases | \$0 | | | | | | | | | \$0 | \$0 | | \$0 |
| 13510 CFFP Debt Service Payments | \$0 | | | | | | | | | \$0 | \$0 | | \$0 |
| 13901 Replacement Housing Factor Funds | \$0 | | | | | | | | | \$0 | \$0 | | \$0 |