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STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2765

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

July 16, 2020

Board of Commissioners  
Housing Authority of the City of Huntingburg  
1102 Friendship Village  
Huntingburg, IN 47542

We have reviewed the audit report of the Housing Authority of the City of Huntingburg which was opined upon by Goldie Roberts, CPA, Independent Public Accountant, for the period January 1, 2019 to December 31, 2019. Per the *Independent Auditor's Report*, the financial statements included in the report present fairly the financial condition of the Housing Authority of the City of Huntingburg as of December 31, 2019, and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, the audit report was prepared in accordance with the guidelines established by the State Board of Accounts.

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

A handwritten signature in blue ink that reads "Paul D. Joyce".

Paul D. Joyce, CPA  
State Examiner

# HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG

AUDITED FINANCIAL STATEMENTS

Huntingburg, Indiana

December 31, 2019

*Goldie Roberts*

Certified Public Accountant

8518 S Kays Chapel Rd  
Fredericksburg, IN 47120  
812-472-3527

HOUSING AUTHORITY  
OF THE CITY OF HUNTINGBURG

Huntingburg, Indiana  
December 31, 2019

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# Goldie Roberts

Certified Public Accountant

8518 S Kays Chapel Rd.  
Fredericksburg, IN 47120

## INDEPENDENT AUDITOR'S REPORT

Board of Commissioners  
Housing Authority of the  
City of Huntingburg  
1102 Friendship Village  
Huntingburg, Indiana

I have audited the accompanying financial statements of the Housing Authority of the City of Huntingburg ("the Authority") which comprise the Statement of Net Position as of December 31, 2019, and the related Statements of Revenues, Expenses and Changes in Fund Net Position, and Cash Flows for the year then ended, and the related Notes to the Financial Statements, which collectively comprise the Housing Authority of the City of Huntingburg's financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

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

### *Auditor's Responsibility*

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Authority's preparation and fair presentation of the financial statements 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, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### *Opinion*

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Housing Authority of the City of Huntingburg as of December 31, 2019, and the changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages i through vi and Schedule of the Proportionate Share of the Net Pension Liability and the Schedule of the Authority's Contributions on pages 20 through 21 be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. I 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 my inquiries, the financial statements, and other knowledge I obtained during my audit of the financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

### Other Supplementary Information

My audit was conducted for the purpose of forming an opinion on the Authority's financial statements as a whole. The accompanying Financial Data Schedule and the other supplemental information as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements.

In regard to, the Financial Data Schedule and the other supplemental information as listed in the table of contents, such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the Financial Data Schedule and the other supplemental information as listed in the table of contents is fairly stated, in all material respects, in relation to the financial statements as a whole.

### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated July 10, 2020 on my consideration of the Housing Authority of the City of Huntingburg's internal control over financial reporting and on my 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 my 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 Housing Authority of the City of Huntingburg'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 Housing Authority of the City of Huntingburg's internal control over financial reporting and compliance.

Goldie Roberts

Certified Public Accountant

Fredericksburg, Indiana  
July 10, 2020

**HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG**  
**Huntingburg, Indiana**

**MANAGEMENT DISCUSSION AND ANALYSIS**  
**December 31, 2019**

**Management's Discussion and Analysis**

As management of the Housing Authority of the City of Huntingburg, 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, 2019. We encourage readers to consider the information presented here in conjunction with the Authority's financial statements.

Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Heidi Reller, Executive Director of the Huntingburg Housing Authority at 812-683-2513.

**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 Revenues, Expenses, and Changes in Net Position reports the Authority's operating and non-operating revenues, by major source along with operating and non-operating expenses and capital contributions.
- Statement of Cash Flows – reports the Authority's cash flows from operating, investing, capital and non-capital activities.

Our analysis of the Authority as a whole, begins on the next page. The most important question asked about the Authorities finances is "Is the Authority as a whole better or worse off as a result of the year's activities?"

The attached analysis of entity wide Net Position, revenues, and expenses are provided to assist with answering the above question. 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 own's (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. (Continued)

Over time, significant changes in the Authorities 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 other non-financial factors such as changes in family composition, fluctuations in the local economy, HUD mandated program administrative changes, and the physical condition of the Authorities capital assets.

**HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG**  
**Huntingburg, Indiana**

**MANAGEMENT DISCUSSION AND ANALYSIS**

**December 31, 2019**

(Continued)

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

***Low Income Public Housing***

The Housing Authority owns 50 units at 1 site in Huntingburg. The 50 units are separated into two areas, League Circle which is a family site with 20 units and Friendship Village which has 30 elderly units. The Authority 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 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 the Allowable Expenses and the amount of rents that the Authority can charge the Authority's tenants.

**Condensed Comparative Financial Statements**

***Analysis of Entity Wide Net Position (Statement of Net Position)***

**Total Assets** for FYE 2019 was \$1,230,492 and at FYE 2018 the amount was \$1,138,544. This represents a net increase of \$93,767, or 8.2%.

**Cash** increased by \$15,649. This was due to having a profit for the year.

**Other Current Assets** increased by \$5,515. Other current assets increased primarily as a result of increases in inventories and total receivables.

**Capital Assets** increased by \$72,603. The change in Capital Assets will be presented in the section entitled Analysis of Capital Asset Activity.

**Current Liabilities** decreased by \$1,548. This decrease in current liabilities was due to a decrease in amounts due to other governmental entities.

**Non-Current Liabilities** decreased by \$434. Non-Current liabilities decreased due to a decrease in accrued pension and OPEB liabilities.

The table on the next page illustrates our analysis:

**HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG**  
**Huntingburg, Indiana**

**MANAGEMENT DISCUSSION AND ANALYSIS**  
**December 31, 2019**

	<u>2019</u>	<u>2018</u>	<u>Net Change</u>	<u>Percent Variance</u>
Cash	\$ 313,183	\$ 297,534	\$ 15,649	5.3%
Other Current Assets	19,989	14,474	5,515	38.1%
Capital Assets	896,006	823,403	72,603	8.8%
Deferred Outflows of Resources	1,314	3,133	(1,819)	-58.1%
<b>Total Assets and Deferred Outflows of Resources</b>	<b><u>\$ 1,230,492</u></b>	<b><u>\$ 1,138,544</u></b>	<b><u>\$ 93,767</u></b>	<b><u>8.2%</u></b>
Current Liabilities	\$ 34,304	\$ 35,852	\$ (1,548)	-4.3%
Non Current Liabilities	34,877	35,311	(434)	-1.2%
Deferred Inflows of Resources	5,086	5,456	(370)	-6.8%
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b><u>74,267</u></b>	<b><u>76,619</u></b>	<b><u>(2,352)</u></b>	<b><u>-3.1%</u></b>
Investment in Capital Assets	896,006	823,403	72,603	8.8%
Unrestricted Net Position	260,219	238,522	21,697	9.1%
<b>Total Liab and Net Position</b>	<b><u>\$ 1,230,492</u></b>	<b><u>\$ 1,138,544</u></b>	<b><u>\$ 94,300</u></b>	<b><u>8.3%</u></b>

**Analysis of Entity Wide Revenues (Statement of Activities)**

**Total Revenue** for FYE 2019 was \$466,622 and for FYE 2018 the amount was \$565,322 for a decrease of \$98,700. This change occurred due to a decrease in other income.

**Tenant Revenue** increased by \$4,445, or 2.3%. Tenant revenue increased because of higher rents collected.

**HUD Operating Grants** increased by \$52,039, or by 40.4% due to an increase in Capital Funds received.

**HUD Capital Grants** increased by \$61,866. In 2018, no Capital Grant funding was received.

**Other Income** decreased by \$219,558, or 89.36%. Previous year included a grant from the Federal Home Loan Bank.

	<u>2019</u>	<u>2018</u>	<u>Net Change</u>	<u>Percentage Change</u>
Total Tenant Revenue	\$ 195,266	\$ 190,821	\$ 4,445	2.30%
HUD Operating Grants	180,783	128,744	52,039	40.40%
HUD Capital Grants	61,866	0	61,866	100.00%
Other Income	26,199	245,757	(219,558)	-89.30%
Investment Income	2,508	0	2,508	100.00%
<b>Total Revenue</b>	<b><u>\$ 466,622</u></b>	<b><u>\$ 565,322</u></b>	<b><u>\$ (98,700)</u></b>	<b><u>-17.50%</u></b>

**HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG**  
**Huntingburg, Indiana**

**MANAGEMENT DISCUSSION AND ANALYSIS**  
**December 31, 2019**  
*Analysis of Entity Wide Expenditures*

**Total Expenditures** for FYE 2019 were \$372,322 as compared to the \$330,135 of total expenditures for FYE 2018. Comparatively, FYE 2019 expenditures increased by \$42,187, or 12.8% from FYE 2018 expenditures. Changes by major expense category will be presented below.

**Administrative** expenses increased by \$17,110, or 16.0%. This increase was attributable to increases to administrative salaries and benefits and other administrative expenses.

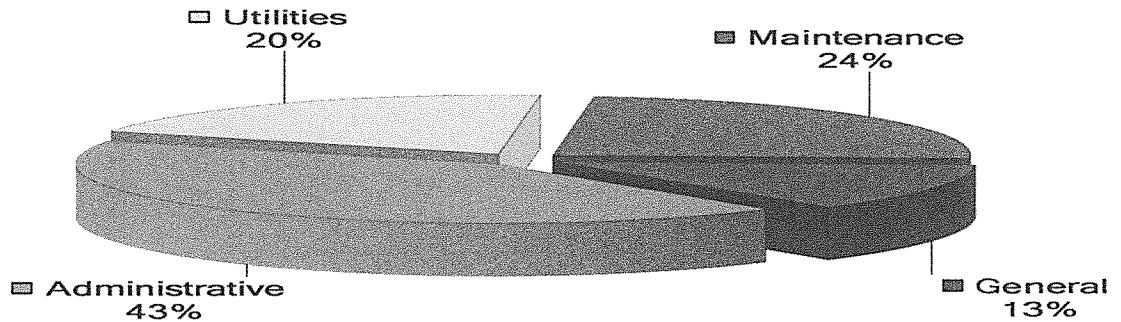
**Maintenance** expenditures increased by \$17,185, or 31.8%. Maintenance costs increased due to of increases in maintenance wages and benefits, material costs and contract costs.

**Protective Services** were incurred in 2019 but none were realized in 2018.

The table below illustrates our analysis:

	2019	2018	Net Change	Percent Variances
Administrative	124,229	107,119	17,110	16.0%
Tenant Services	843	2,705	-1,862	-68.8%
Utilities	59,682	66,673	-6,991	-10.5%
Maintenance	71,184	53,999	17,185	31.8%
Protective Services	15,278	0	15,278	100.0%
General Expense	38,264	38,906	-642	-1.7%
<b>Total Operating Expenditures</b>	<b>309,480</b>	<b>269,402</b>	<b>40,078</b>	<b>14.9%</b>
Extraordinary Maintenance	9,924	14,240	-4,316	-30.3%
Depreciation Expense	52,918	46,493	6,425	13.8%
<b>Total Expenses</b>	<b>\$372,322</b>	<b>\$330,135</b>	<b>42,187</b>	<b>12.8%</b>

**Percentage of Total Expenses by Category**



**HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG**  
**Huntingburg, Indiana**

**MANAGEMENT DISCUSSION AND ANALYSIS**  
**December 31, 2019**

**Analysis of Capital Asset Activity**

**Land, Buildings, Furniture, Equipment, & Machinery-Administration, Leasehold Improvements and Infrastructure** remained the same. The Authority made upgrades to dwelling equipment.

**Construction in Process** increased by \$61,866 for work which was completed but not yet capitalized.

**Accumulated Depreciation** increased by \$52,918. This is the amount of depreciation expense recognized during the fiscal year.

	<u>2019</u>	<u>2018</u>	<u>Net Change</u>	<u>Percent Variance</u>
Land	\$ 14,750	\$ 14,750	\$ -	0.0%
Buildings	2,435,084	2,373,218	61,866	2.6%
Furniture, Equip., & Mach. - Dwelling	153,853	152,064	1,789	1.2%
Furniture, Equip., & Mach. - Administrative	205,218	205,218	0	0.0%
Leasehold Improvements	544,699	544,699	0	0.0%
Infrastructure	108,120	108,120	0	0.0%
Construction in Process	61,866	0	61,866	100.0%
<b>Total Capital Assets</b>	<b>3,523,590</b>	<b>3,398,069</b>	<b>125,521</b>	<b>3.7%</b>
Accumulated Depreciation	2,627,584	2,574,666	52,918	2.1%
<b>Net Capital Assets</b>	<b>\$ 896,006</b>	<b>\$ 823,403</b>	<b>\$ 72,603</b>	<b>8.8%</b>

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

**HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG**  
**Huntingburg, Indiana**

**MANAGEMENT DISCUSSION AND ANALYSIS**  
**December 31, 2019**

**Budgetary Analysis**

For the Year Ended December 31, 2019

<b>Revenue:</b>	Budget	Actual	Variance	% of variance
Tenant Revenue	\$ 168,600	\$ 195,266	\$ 26,666	15.82%
Federal Grants & Subsidy	123,773	180,783	57,010	46.06%
Investments	1,200	2,508	1,308	109.00%
Other Income	22,100	26,199	4,099	18.55%
<b>Total Revenue</b>	<u>315,673</u>	<u>404,756</u>	<u>89,083</u>	28.22%
<b>Expenses:</b>	Budget	Actual	Variance	% of variance
Administrative	103,317	124,229	20,912	20.24%
Tenant Services	1,000	843	(157)	-15.70%
Utilities	69,500	59,682	(9,818)	-14.13%
Routine Maintenance	69,990	81,108	11,118	15.89%
Protective Services	-	15,278	15,278	-100.00%
General	64,670	38,264	(26,406)	-40.83%
<b>Total Expenses</b>	<u>308,477</u>	<u>319,404</u>	<u>10,927</u>	3.54%
<b>Increase (decrease) in Net Position</b>	<u>\$ 7,196</u>	<u>\$ 85,352</u>	<u>\$ 78,156</u>	1086.10%

A budget is a working Tool used to plan & track the income versus expenses of a PHA for a fiscal year. The HHA prepares the original budget prior to the beginning of the fiscal year and this budget remains for the entire year. Budget amounts are based on a combination of Prior year experience and any items anticipated in the upcoming year.

Revenue was more than what was budgeted this year due to an increase in Rental income, Tenants paying more for rent. And more CFP Operations funding in 2019.

Expenses were more in 2019 due to the purchase of Security services equipment.

FINANCIAL STATEMENTS

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

STATEMENT OF NET POSITION  
DECEMBER 31, 2019

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 293,613
Restricted cash and cash equivalents	19,570
Accounts receivable, net	5,688
Prepaid insurance	2,370
Inventory	11,931
	<hr/>
<b>Total Current Assets</b>	<b>333,172</b>

CAPITAL ASSETS

Land and other nondepreciable assets	76,616
Depreciable capital assets, net	819,390
	<hr/>
<b>Total Capital Assets</b>	<b>896,006</b>

<b>Total Assets</b>	<b>1,229,178</b>
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Deferred outflow of resources

Pension related	1,314
	<hr/>

<b>Total Assets and Deferred Outflow of Resources</b>	<b>1,230,492</b>
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CURRENT LIABILITIES

Accounts payable	2,429
Accrued liabilities	19,068
Payable from restricted cash and cash equivalents:	
Tenant's security deposits	10,592
Unearned revenue	2,215
	<hr/>
<b>Total Current Liabilities</b>	<b>34,304</b>

NONCURRENT LIABILITIES

Compensated absences	3,479
Net Pension Liability	31,398
	<hr/>
<b>Total Noncurrent Liabilities</b>	<b>34,877</b>

<b>Total Liabilities</b>	<b>69,181</b>
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Deferred inflow of resources

Pension related	5,086
	<hr/>

NET POSITION

Investment in capital assets	896,006
Unrestricted	260,219
	<hr/>
<b>TOTAL NET POSITION</b>	<b>\$ 1,156,225</b>

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

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2019

OPERATING REVENUES

Rental income	\$ 195,266
Other revenue	26,199

**TOTAL OPERATING REVENUES** 221,465

OPERATING EXPENSES

Administrative	124,341
Tenant services	843
Utilities	59,682
Ordinary maintenance and operation	81,107
Protective services	15,278
General expense	38,152
Depreciation expense	52,919

**TOTAL OPERATING EXPENSES** 372,322

OPERATING INCOME (LOSS) (150,857)

NONOPERATING REVENUES (EXPENSES)

Federal operating grants	180,783
Interest income	2,508

**TOTAL NONOPERATING REVENUES** 183,291

CAPITAL CONTRIBUTIONS 61,866

CHANGE IN NET POSITION 94,300

NET POSITION, BEGINNING OF YEAR 1,061,925

NET POSITION, END OF YEAR \$ 1,156,225

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

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2019

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from residents and other deposits	\$ 198,017
Payments to suppliers	(233,738)
Payments to/for employees	(90,974)
	<hr/>
Net Cash Flows Provided (Used) by Operating Activities	(103,452)

CASH FLOWS FROM INVESTING ACTIVITIES

Interest income	2,508
	<hr/>
Net Cash Provided by Investing Activities	2,508

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Capital grants received	61,866
Mortgages received	(534)
Capital assets purchased	(125,522)
	<hr/>
Net Cash Provided (Used) from Capital and Related Financing Activities	(64,190)

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

Federal operating grants received	180,783
	<hr/>
Net Cash Flows Provided by Noncapital Financing Activities	180,783

Net Increase (Decrease) in Cash and Cash Equivalents 15,649

Cash - Beginning of year 297,534

Cash - End of year \$ 313,183

Reconciliation of Cash

Unrestricted	\$ 293,613
Restricted	19,570
	<hr/>
	\$ 313,183

Continued

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2019  
(CONTINUED)

RECONCILIATION OF OPERATING INCOME TO  
NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating income (loss)	\$	(150,857)
Adjustments to reconcile net operating income (loss) to net cash Provided by operating activities:		
Depreciation		52,919
(Increase) Decrease in:		
Accounts receivable		(2,751)
Prepaid expenses		21
Inventory		(2,785)
Increase (Decrease) in:		
Accounts payable		(1,354)
Accrued liabilities		1,097
Pension related		1,449
Unearned revenue		(1,191)
 Net Cash Flows Provided (Used) by Operating Activities	\$	<u>(103,452)</u>

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

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019

**NOTE A - Summary of Significant Accounting Policies and Organization:**

The financial statements of the HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG ("the Authority") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

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

The financial statements of the Housing Authority of the City of Huntingburg include the following:

At December 31, 2019, the Housing Authority has 50 units under management.

<u>Project</u>	<u>Units</u>
Low Income Public Housing	50

The Authority is also operating Capital Fund Grant Programs.

**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, Expenses and Changes in Fund Net Position present 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:

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2019

(Continued)

NOTE A - Summary of Significant Accounting Policies and Organization: (Continued)

**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.

**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 are 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.

Budget compared to actual presentation is not presented 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 a legally binding 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 accounts, Money Market accounts and Certificates of deposit 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 purposes 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 purchases 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 Receivable** - Receivable for rentals and service charges are reported as net of an allowance for doubtful accounts. The Authority board takes monthly action as required to write off specific uncollectible accounts receivable balances.

**Prepaid** - Prepaid represent payments made to vendors for services that will benefit beyond December 31, 2019.

**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.

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(Continued)

NOTE A - Summary of Significant Accounting Policies and Organization: (Continued)

Capital assets - Capital assets purchased are recorded on the Statement of Net Position at the time of purchase. Such assets are recorded at cost. The capitalization policy of the Authority requires assets to be capitalized when their cost is \$1,500 or more. Donated assets are recorded at fair market value at the date of donation. Because developments and major capital repairs or improvements are financed through cash advances 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 and improvements	15-40 years
Maintenance and office equipment	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 is 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 related 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.

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 costs 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.

Restricted Assets - When both restricted (if any) and unrestricted resources are available for use, it is the Authorities policy to use unrestricted resources first, and then restricted resources 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 the reported amounts of assets and liability and disclosure of contingent liability at the date of the financial statements and report amounts of revenues 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 primarily 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 scheduled as "Rental income". Rental income per resident generally remains consistent from year to year, but is affected by general economic conditions which impact personal income, such as local job availability.

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(Continued)

**NOTE B - Deposits, Cash and Cash Equivalents:**

**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.

Deposits, made in accordance with State statute (IC 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.

**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 two years at time of purchase. At December 31, 2019, the Authority's deposits and investments were not limited and all of which are either available on demand or have maturities of less than two 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.

**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.

At December 31, 2019, the carrying amount of the Authority's deposits was \$313,183 and the bank balance was \$313,183. The deposits 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 consists of tenant security deposits.

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019

**NOTE B - Deposits, Cash and Cash Equivalents:** (Continued)

Deposits consist of the following:

Checking accounts, Money Market Account, Savings and Certificate Of Deposit	<u>\$ 313,183</u>
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**NOTE C - Accounts Receivable:**

Accounts receivable at December 31, 2019, consist of the following:

Tenants, Net of allowance of \$1,630	\$ 3,206
Fraud Recovery	1,994
Accrued Receivable	<u>488</u>
 Total	 <u>\$ 5,688</u>

**NOTE D - Prepaid Expense:**

Prepaid expenses at December 31, 2019, consists of the following:

Prepaid insurance and other expenses	<u>\$ 2,370</u>
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**NOTE E - Inventory:**

Inventory at December 31, 2019, consists of the following:

Materials and supplies	<u>\$ 11,931</u>
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Materials inventories are recorded at cost. The FIFO inventory flow assumption is used to determine expenditures. Expenditures are recorded when inventory is consumed.

**NOTE F - Capital Assets:**

	Beginning Balance 12/31/18	Increases	Decreases	Transfers	Ending Balance 12/31/19
Capital assets, not being depreciated:					
Land	\$ 14,750	\$ 0	\$ 0	\$ 0	\$ 14,750
Construction in Progress	0	61,866		0	61,866
Total Capital Assets, Not being depreciated	14,750	0	0	0	76,616
Capital Assets, being depreciated:					
Buildings & Improvements	3,026,037	61,866	0	0	3,087,903
Furniture, Equipment & Machinery	357,282	1,789	0	0	359,071
Total Capital Assets, being depreciated	3,383,319	63,655	0	0	3,446,974

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019

**NOTE F - Capital Assets:**

Less Accumulated Depreciation for:					
Buildings & Improvements	(2,243,691)	(49,727)	0	0	(2,293,418)
Furniture, Equipment and Machinery	<u>(330,975)</u>	<u>( 3,191)</u>	<u>0</u>	<u>0</u>	<u>( 334,166)</u>
Total Accumulated Depreciation:	<u>(2,574,666)</u>	<u>(52,918)</u>	<u>0</u>	<u>0</u>	<u>( 2,627,584)</u>
Total Capital Assets, being depreciated, net	<u>808,653</u>	<u>10,737</u>	<u>0</u>	<u>0</u>	<u>819,390</u>
Capital Assets, Net	<u>\$ 823,403</u>	<u>\$ 10,737</u>	<u>\$ 0</u>	<u>\$ ( )</u>	<u>\$ 896,006</u>

Depreciation expense for the year ended December 31, 2019, was \$52,918.

**NOTE G- Pension Plan:**

**Plan Description** - The Housing Authority participates in a cost-sharing multiple-employer pension plan, as defined in Governmental Accounting Standards Board Statement No. 67, *Financial Reporting for Pension Plans*. The pension plan is administered by the Indiana Public Retirement Systems (INPRS) and is based on Title 35 of IAC 21-1-1, 35 IAC 21-1-2 and amended IC 5-10.2-2-11(b). The Public Employees' Retirement Fund (PERF) Hybrid Plan was established by the Indiana Legislature in 1945 and is governed by the INPRS Board of Trustees. INPRS financial reports are available online at <https://www.in.gov/inprs/actuarialvaluation.htm>.

Members include officers and employees of the units of State and local governments in Indiana (referred to as political subdivisions), including counties, cities, towns, townships, libraries, and school corporations. The political subdivisions become participants by resolution of the governing body, which specifies the classifications of employees who will become members of the PERF Hybrid plan.

**Benefits Provided** - Retirement benefits consist of a defined pension benefit provided by employer contributions plus the amount credited to the member's annuity savings account. Pension benefits vest after 10 years of creditable service. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account.

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and, as such, is entitled to 100% of the pension benefit component. This annual pension benefit is equal to 1.1 percent times the average annual compensation times the number of years of creditable service. The average annual compensation in this calculation uses the highest 20 calendar quarters of salary in a covered position.

A member who has reached age 60 and has at least 15 years of creditable service is eligible for normal retirement and, as such, is entitled to 100% of the pension benefit.

A member who is at least 55 years old with sum of age and vesting service equal to 85 or more is eligible for normal retirement and, as such, is entitled to 100% of the pension benefit

In lieu of a cost of living adjustment (COLA) on January 1, 2019, members in the plan were provided a 13<sup>th</sup> check on October 1, 2019.

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019

NOTE G- Pension Plan: (Continued)

The PERF hybrid plan also provides disability and survivor benefits.

**Contributions** - Members are required by statute to make contributions to the plan as determined by the INPRS Board of Trustees based on actuarial investigation and valuation in accordance with IC 5-10.2-2-11. During 2019, all participating employers contributed an average of 11.2% of covered payroll. The authority's required contribution to the plan for the fiscal year ended December 31, 2019 was \$3,145. A contribution of 3% of covered payroll was contributed by the employees into the annuity savings account portion.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2019, the Housing Authority reported a liability of \$17,847 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Housing Authority's proportion of the net pension liability was based on the Housing Authority's share of contributions to the pension plan relative to the contributions of all participating employers. At June 30, 2019, the Housing Authority's proportion was 0.0000095%, which was a decrease of 0.0000001% from its proportion measured as of June 30, 2018.

There was \$997 reported as deferred outflows related to pension resulting from the INPRS Employer's contributions subsequent to the measurement date. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019

NOTE G- Pension Plan: (Continued)

**Actuarial Assumptions** - The total pension liability in the June 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	June 30, 2018
Measurement Date of Net Pension Liability	June 30, 2019
Actuarial Cost Method:	Entry Age Normal - Level Percent of Payroll
Asset Valuation Method:	Fair Market Value
Long-Term Expected Rate of Return:	6.75%
Discount Rate:	6.75%, net of investment expenses
Salary Increases:	
Inflation	2.25%
Productive, Merit, and Promotion	0.25-2.00%
Mortality:	RP-2014 (with MP-2014 improvement removed) Total Data Set Mortality Tables projected on a fully generational basis using the future mortality improvement scale inherent in the mortality projection included in the Social Security Administration's 2014 Report.

Actuarial assumptions are based upon an experience study completed in April 2015 using experience between June 30, 2010 and June 30, 2014. The demographic assumptions were updated as needed for the June 30, 2015 actuarial valuation based on the results of the study. The total pension liability for June 30, 2019 is based upon a roll-forward of the liability calculated from the June 30, 2018 actuarial valuation.

**Long-Term Expected Return on Plan Assets** - The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019

NOTE G- Pension Plan: (Continued)

Asset Allocation Targets and Expected Returns (as of June 30, 2019)

Asset Class	Current Asset Allocation %	Target Range %
Public Equity	21.3	22.0
Private Markets	12.5	14.0
Fixed Income-Ex Inflation-Linked	20.1	20.0
Fixed Income-Inflation-Linked	7.4	7.0
Commodities	7.6	8.0
Real Estate	6.0	7.0
Absolute Return	9.6	10.0
Risk Party	13.2	12.0
Cash + Cash Overlay	2.3	N/A
Total	100%	100%

**Single Discount Rate** - The discount rate used to measure the total pension liability was 6.75% and is equal to long-term expected return on plan investments, net of administrative expenses. The INPRS Board of Trustees has established a funding policy of setting the employer contribution rate equal to the greater of: 1) the current contribution rate of 11.2%, or 2) the actuarially determined contribution rate computer by the actuary using the assumptions and methods selected by the Board for the annual actuarial valuations.

**Sensitivity of the Housing Authority's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the Housing Authority's proportionate share of the net pension liability calculated using the discount rate of 6.75 percent, as well as what the Housing Authority's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage- point lower (5.75 percent) or 1-percentage-point higher (7.75 percent) than the current rate:

Decrease (5.75%)	Discount rate (6.75%)	1% Increase (7.75%)
\$50,426	\$31,398	\$15,528

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
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NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019

NOTE G- Pension Plan: (Continued)

***Pension Expense***

For the year ended December 31, 2019, the Housing Authority recognized pension expense of \$6,467 which includes the changes in the collective net pension liability, projected earnings on pension plan investments, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

***Deferred Outflows of Resources and Deferred Inflows of Resources***

	Deferred outflows of resources	Deferred inflows of resources
Differences between actual and expected experience	\$831	0
Net differences between projected and actual investment earnings on pension plan investments	0	\$1,484
Change of assumptions	\$7	\$3,413
Changes in proportion and differences between employer contributions and proportionate share of contributions	\$476	\$189
<b>Total</b>	<b>\$1,314</b>	<b>\$5,086</b>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as a reduction of the NPL in the following years:

Amortization of net deferred outflows/(inflows) of resources - debit/(credit)	
2020	\$(1,038)
2021	\$(2,240)
2022	\$(379)
2022	\$(115)
Thereafter	\$0
Total	\$(3,772)

The information presented above has not been audited.

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(Continued)

**NOTE H - Accounts Payable:**

Accounts payable at December 31, 2019, consist of the following:

Vendor Accounts Payable	<u>\$ 2,429</u>
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**NOTE I - Accrued Liabilities:**

Accrued liabilities at December 31, 2019, consist of the following:

Payment in lieu of taxes	\$ 11,593
Accrued Wages	1,524
Accrued compensated absences	387
Accrued Other	<u>5,564</u>
 Total	 <u>\$ 19,068</u>

**NOTE J - Unearned Revenue:**

Unearned revenue at December 31, 2019, consists of the following:

Prepaid Rent	\$ 330
Huntingburg Assistance Fund	<u>1,885</u>
 Total	 <u>\$ 2,215</u>

**NOTE K - Noncurrent Liabilities:**

Noncurrent liabilities at December 31, 2019, consist of the following:

	<u>12/31/18</u>	<u>Additions</u>	<u>Deletions</u>	<u>12/31/19</u>	<u>Due within one year</u>	<u>Total due</u>
Accrued compensated absences	\$ 3,379	\$ 100	\$ 0	\$ 3,479	\$ 387	\$ 3,866
Net pension liability	<u>31,932</u>	<u>0</u>	<u>534</u>	<u>31,398</u>	<u>0</u>	<u>31,398</u>
 Total	 <u>\$ 35,311</u>	 <u>\$ 100</u>	 <u>\$ 534</u>	 <u>\$ 34,877</u>	 <u>\$ 387</u>	 <u>\$ 35,264</u>

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(Continued)

**NOTE L - Federal Operating Grants:**

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

Low Rent Public Housing	\$ 82,739
Capital Fund Program	<u>98,044</u>
Total	<u>\$ 180,783</u>

**NOTE M - Capital Contributions:**

The Authority receives capital grants from HUD for capital fund program improvements. Capital contributions for the fiscal year ended December 31, 2019 were \$61,866.

**NOTE N - Commitments and Contingencies:**

Litigation: At December 31, 2019, the Authority was not involved in any threatened litigation.

Examination: The Authority is subject to possible examinations made by Federal and State authorities who determine compliance with terms, conditions, law 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, 2019.

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 is one major construction project in progress at December 31, 2019. The Authority spends capital funds on the rental units at the project sites. These expenditures are being funded by HUD. Funds are requested periodically as the cost is incurred.

**NOTE O - 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 commercial coverage in any of the past 3 years.

**NOTE P - Economic Dependency:**

The Authority receives approximately 52% of its operating revenues from HUD. If the amount of revenues received from HUD falls below critical levels, the Authority's operations could be adversely affected.

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(Continued)

**NOTE Q - Conduit Type Debt:**

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

**NOTE R - 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 July 10, 2020 (the date the financial statements were available to be issued) and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the Authority's Proportionate Share of the Net Pension Liability

INPRS Pension Plan  
Last Ten Fiscal Years\*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Housing Authority of the City of Huntingburg proportion of the net pension liability	.0000079	.0000082	.0000095	.0000094	.0000095
Housing Authority of the City of Huntingburg proportionate share of the net pension liability	\$ 32,176	\$ 37,215	\$ 42,385	\$ 31,932	\$31,398
Housing Authority of the City of Huntingburg covered employee payroll	\$ 37,894	\$ 39,985	\$ 46,957	\$ 48,188	\$50,395
Housing Authority of the City of Huntingburg proportionate share of the net pension liability as a percentage of it's covered employee payroll	.849105	.930724	.902634	.662654	.623038

Note: Additional years information will be presented when available.

\* The amounts for each fiscal year were determined as of 6/30.

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG CONTRIBUTIONS

INPRS Pension Plan  
Last Ten Fiscal Years\*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Contractually required contribution	\$ 4,244	\$ 4,413	\$ 5,259	\$ 5,397	\$ 5,552
Contributions in relation to the contractually required contribution	<u>\$ 4,244</u>	<u>\$ 4,413</u>	<u>\$ 5,259</u>	<u>\$ 5,397</u>	<u>\$ 5,552</u>
Contribution deficiency (excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Housing Authority of the City of Huntingburg covered employee payroll	\$37,894	\$39,985	\$46,957	\$48,188	\$50,395
Contributions as a percentage of covered employee payroll	11.2%	11.0%	11.0%	11.0%	11.0%

Note: Additional years information will be presented when available.

\* The amounts for each fiscal year were determined as of 6/30.

SUPPLEMENTAL FINANCIAL INFORMATION

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

COMBINING SCHEDULE OF PROGRAM NET POSITION

DECEMBER 31, 2019

	A C C		
	C-543	C-543	
	Low	Income	
	Public	Capital	
	Housing	Fund	
		Programs	Total
<b><u>ASSETS</u></b>			
<b><u>CURRENT ASSETS</u></b>			
Cash and cash equivalents	\$ 293,613	\$ 0	\$ 293,613
Restricted cash and cash equivalents	19,570	0	19,570
Accounts receivable, net	5,688	0	5,688
Prepaid insurance	2,370	0	2,370
Inventory	11,931	0	11,931
<b>Total Current Assets</b>	<b>333,172</b>	<b>0</b>	<b>333,172</b>
<b><u>CAPITAL ASSETS</u></b>			
Land and other nondepreciable assets	76,616	0	76,616
Depreciable capital assets, net	819,390	0	819,390
<b>Total Capital Assets</b>	<b>896,006</b>	<b>0</b>	<b>896,006</b>
<b>Total Assets</b>	<b>1,229,178</b>	<b>0</b>	<b>1,229,178</b>
<b><u>Deferred outflow of resources</u></b>			
Pension related	1,314	0	1,314
<b>Total Assets and Deferred Outflow of Resources</b>	<b>1,230,492</b>	<b>0</b>	<b>1,230,492</b>
<b><u>LIABILITIES</u></b>			
<b><u>CURRENT LIABILITIES</u></b>			
Accounts payable	2,429	0	2,429
Accrued liabilities	19,068	0	19,068
Payable from restricted cash and cash equivalents:			
Tenant's security deposits	10,592	0	10,592
Unearned revenue	2,215	0	2,215
<b>Total Current Liabilities</b>	<b>34,304</b>	<b>0</b>	<b>34,304</b>
<b><u>NONCURRENT LIABILITIES</u></b>			
Compensated absences	3,479	0	3,479
Net pension liability	31,398	0	31,398
<b>Total Noncurrent Liabilities</b>	<b>34,877</b>	<b>0</b>	<b>34,877</b>
<b>Total Liabilities</b>	<b>69,181</b>	<b>0</b>	<b>69,181</b>
<b><u>Deferred inflow of resources</u></b>			
Pension related	5,086	0	5,086
<b><u>NET POSITION</u></b>			
Investment in capital assets	896,006	0	896,006
Unrestricted	260,219	0	260,219
<b>TOTAL NET POSITION</b>	<b>\$ 1,156,225</b>	<b>\$ 0</b>	<b>\$ 1,156,225</b>

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

COMBINING SCHEDULE OF PROGRAM REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2019

	C-543	C-543	
	Low Income	Capital	
	Public	Fund	
	Housing	Programs	Total
<b><u>OPERATING REVENUES</u></b>			
Rental income	\$ 195,266	\$ 0	\$ 195,266
Other revenue	26,199	0	26,199
<b>TOTAL OPERATING REVENUES</b>	<b>221,465</b>	<b>0</b>	<b>221,465</b>
<b><u>OPERATING EXPENSES</u></b>			
Administrative	124,341	0	124,341
Tenant Services	843	0	843
Utilities	59,682	0	59,682
Ordinary maintenance and operation	81,107	0	81,107
Protective services	15,278	0	15,278
General expense	38,152	0	38,152
Depreciation expense	52,919	0	52,919
<b>TOTAL OPERATING EXPENSES</b>	<b>372,322</b>	<b>0</b>	<b>372,322</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(150,857)</b>	<b>0</b>	<b>(150,857)</b>
<b><u>NONOPERATING REVENUES (EXPENSES)</u></b>			
Federal operating grants	82,739	98,044	180,783
Interest income	2,508	0	2,508
<b>TOTAL NONOPERATING REVENUES</b>	<b>85,247</b>	<b>98,044</b>	<b>183,291</b>
<b>CAPITAL CONTRIBUTIONS</b>	<b>0</b>	<b>61,866</b>	<b>61,866</b>
<b>CHANGE IN NET POSITION</b>	<b>(65,610)</b>	<b>159,910</b>	<b>94,300</b>
<b>NET POSITION, BEGINNING OF YEAR, as originally stated</b>	<b>1,061,925</b>	<b>0</b>	<b>1,061,925</b>
Equity transfers	159,910	(159,910)	0
<b>NET POSITION, BEGINNING OF YEAR, as restated</b>	<b>1,221,835</b>	<b>(159,910)</b>	<b>1,061,925</b>
<b>NET POSITION, END OF YEAR</b>	<b>\$ 1,156,225</b>	<b>\$ 0</b>	<b>\$ 1,156,225</b>

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

STATEMENT AND CERTIFICATION OF ACTUAL CAPITAL FUND GRANT COSTS - COMPLETED  
DECEMBER 31, 2019

Annual Contributions Contract C-543

501-18

1. The Capital Fund Grant Costs are as follows:

Funds Approved	\$	88,861
Funds Expended		<u>88,861</u>
Excess / (Deficiency) of Funds Approved	\$	<u>0</u>
Funds Advanced	\$	88,861
Funds Expended		<u>88,861</u>
Excess / (Deficiency) of Funds Advanced	\$	<u>0</u>

- Costs additions totaling \$ 88,861 were made during the current audit period and, accordingly, were audited by Goldie Roberts, CPA.
- The total amount of the Capital Fund Grant Costs at December 31, 2019 as shown above are in agreement with the Actual Development Cost Certificate submitted to HUD and approved by HUD.
- All Capital Fund Grant work in connection with the Project has been completed.
- All liabilities have been paid and there are no undischarged liens against the Project on file in any public office where the same should be filed in order to be valid and the time in which such liens could be filed has expired.
- There were no budget overruns.

Housing Authority of the City of Huntingburg (IN028)  
HUNTINGBURG, IN  
Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2019

	Project Total	Subtotal	Total
111 Cash - Unrestricted	\$293,613	\$293,613	\$293,613
112 Cash - Restricted - Modernization and Development			
113 Cash - Other Restricted	\$8,978	\$8,978	\$8,978
114 Cash - Tenant Security Deposits	\$10,592	\$10,592	\$10,592
115 Cash - Restricted for Payment of Current Liabilities			
100 Total Cash	\$313,183	\$313,183	\$313,183
121 Accounts Receivable - PHIA Projects			
122 Accounts Receivable - HUD Other Projects			
124 Accounts Receivable - Other Government			
125 Accounts Receivable - Miscellaneous			
126 Accounts Receivable - Tenants	\$4,836	\$4,836	\$4,836
126.1 Allowance for Doubtful Accounts - Tenants	-\$1,630	-\$1,630	-\$1,630
126.2 Allowance for Doubtful Accounts - Other			
127 Notes, Loans, & Mortgages Receivable - Current			
128 Fraud Recovery	\$1,994	\$1,994	\$1,994
128.1 Allowance for Doubtful Accounts - Fraud	\$0	\$0	\$0
129 Accrued Interest Receivable	\$488	\$488	\$488
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$5,688	\$5,688	\$5,688
131 Investments - Unrestricted			
132 Investments - Restricted			
135 Investments - Restricted for Payment of Current Liability			
142 Prepaid Expenses and Other Assets	\$2,370	\$2,370	\$2,370
143 Inventories	\$11,931	\$11,931	\$11,931
143.1 Allowance for Obsolete Inventories	\$0	\$0	\$0
144 Inter Program Due From			
145 Assets Held for Sale			
150 Total Current Assets	\$333,172	\$333,172	\$333,172
161 Land	\$14,750	\$14,750	\$14,750
162 Buildings	\$2,435,084	\$2,435,084	\$2,435,084
163 Furniture, Equipment & Machinery - Dwellings	\$153,853	\$153,853	\$153,853
164 Furniture, Equipment & Machinery - Administration	\$205,218	\$205,218	\$205,218
165 Leasehold Improvements	\$544,699	\$544,699	\$544,699
166 Accumulated Depreciation	-\$2,627,584	-\$2,627,584	-\$2,627,584
167 Construction in Progress	\$61,866	\$61,866	\$61,866
168 Infrastructure	\$108,120	\$108,120	\$108,120
160 Total Capital Assets, Net of Accumulated Depreciation	\$896,006	\$896,006	\$896,006
171 Notes, Loans and Mortgages Receivable - Non-Current			
172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due			
173 Grants Receivable - Non Current			
174 Other Assets			
176 Investments in Joint Ventures			
180 Total Non-Current Assets	\$896,006	\$896,006	\$896,006
200 Deferred Outflow of Resources	\$1,314	\$1,314	\$1,314
290 Total Assets and Deferred Outflow of Resources	\$1,230,492	\$1,230,492	\$1,230,492
311 Bank Overdraft			
312 Accounts Payable <= 90 Days	\$2,429	\$2,429	\$2,429
313 Accounts Payable >90 Days Past Due			

321	Accrued Wage/Payroll Taxes Payable	\$1,524	\$1,524	\$1,524
322	Accrued Compensated Absences - Current Portion	\$387	\$387	\$387
324	Accrued Contingency Liability			
325	Accrued Interest Payable			
331	Accounts Payable - HUD PHA Programs			
332	Account Payable - PHA Projects			
333	Accounts Payable - Other Government	\$11,593	\$11,593	\$11,593
341	Tenant Security Deposits	\$10,592	\$10,592	\$10,592
342	Unearned Revenue	\$2,215	\$2,215	\$2,215
343	Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue			
344	Current Portion of Long-term Debt - Operating Borrowings			
345	Other Current Liabilities			
346	Accrued Liabilities - Other	\$5,564	\$5,564	\$5,564
347	Inter Program - Due To			
348	Loan Liability - Current			
310	Total Current Liabilities	\$34,304	\$34,304	\$34,304
351	Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue			
352	Long-term Debt, Net of Current - Operating Borrowings			
353	Non-current Liabilities - Other			
354	Accrued Compensated Absences - Non Current	\$3,479	\$3,479	\$3,479
355	Loan Liability - Non Current			
356	FASB 5 Liabilities			
357	Accrued Pension and OPEB Liabilities	\$31,398	\$31,398	\$31,398
350	Total Non-Current Liabilities	\$34,877	\$34,877	\$34,877
300	Total Liabilities	\$69,181	\$69,181	\$69,181
400	Deferred Inflow of Resources	\$5,086	\$5,086	\$5,086
508.4	Net Investment in Capital Assets	\$896,006	\$896,006	\$896,006
511.4	Restricted Net Position			
512.4	Unrestricted Net Position	\$260,219	\$260,219	\$260,219
513	Total Equity - Net Assets / Position	\$1,156,225	\$1,156,225	\$1,156,225
600	Total Liabilities, Deferred Inflows of Resources and Equity - Net	\$1,230,492	\$1,230,492	\$1,230,492

Housing Authority of the City of Huntingburg (IN028)  
HUNTINGBURG, IN  
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2019

	Project Total	Subtotal	Total
70300 Net Tenant Rental Revenue	\$172,660	\$172,660	\$172,660
70400 Tenant Revenue - Other	\$22,606	\$22,606	\$22,606
70500 Total Tenant Revenue	\$195,266	\$195,266	\$195,266
70600 HUD PHA Operating Grants	\$180,783	\$180,783	\$180,783
70610 Capital Grants	\$61,866	\$61,866	\$61,866
70710 Management Fee			
70720 Asset Management Fee			
70730 Book Keeping Fee			
70740 Front Line Service Fee			
70750 Other Fees			
70700 Total Fee Revenue			
70800 Other Government Grants			
71100 Investment Income - Unrestricted	\$2,508	\$2,508	\$2,508
71200 Mortgage Interest Income			
71300 Proceeds from Disposition of Assets Held for Sale			
71310 Cost of Sale of Assets			
71400 Fraud Recovery			
71500 Other Revenue	\$26,199	\$26,199	\$26,199
71600 Gain or Loss on Sale of Capital Assets			
72000 Investment Income - Restricted			
70000 Total Revenue	\$466,622	\$466,622	\$466,622
91100 Administrative Salaries	\$50,395	\$50,395	\$50,395
91200 Auditing Fees	\$5,150	\$5,150	\$5,150
91300 Management Fee			
91310 Book-keeping Fee			
91400 Advertising and Marketing			
91500 Employee Benefit contributions - Administrative	\$17,095	\$17,095	\$17,095
91600 Office Expenses	\$7,246	\$7,246	\$7,246
91700 Legal Expense	\$1,589	\$1,589	\$1,589
91800 Travel	\$20	\$20	\$20
91810 Allocated Overhead			
91900 Other	\$42,734	\$42,734	\$42,734
91000 Total Operating - Administrative	\$124,229	\$124,229	\$124,229
92000 Asset Management Fee			
92100 Tenant Services - Salaries			
92200 Relocation Costs			
92300 Employee Benefit Contributions - Tenant Services			
92400 Tenant Services - Other	\$843	\$843	\$843
92500 Total Tenant Services	\$843	\$843	\$843
93100 Water	\$10,096	\$10,096	\$10,096
93200 Electricity	\$20,306	\$20,306	\$20,306
93300 Gas	\$10,133	\$10,133	\$10,133
93400 Fuel			
93500 Labor			
93600 Sewer	\$19,147	\$19,147	\$19,147
93700 Employee Benefit Contributions - Utilities			
93800 Other Utilities Expense			
93000 Total Utilities	\$59,682	\$59,682	\$59,682

94100 Ordinary Maintenance and Operations - Labor	\$17,536	\$17,536	\$17,536
94200 Ordinary Maintenance and Operations - Materials and Other	\$20,100	\$20,100	\$20,100
94300 Ordinary Maintenance and Operations Contracts	\$27,599	\$27,599	\$27,599
94500 Employee Benefit Contributions - Ordinary Maintenance	\$5,948	\$5,948	\$5,948
94000 Total Maintenance	\$71,183	\$71,183	\$71,183
95100 Protective Services - Labor			
95200 Protective Services - Other Contract Costs			
95300 Protective Services - Other	\$15,278	\$15,278	\$15,278
95500 Employee Benefit Contributions - Protective Services			
95000 Total Protective Services	\$15,278	\$15,278	\$15,278
96110 Property Insurance			
96120 Liability Insurance			
96130 Workmen's Compensation			
96140 All Other Insurance	\$22,321	\$22,321	\$22,321
96100 Total insurance Premiums	\$22,321	\$22,321	\$22,321
96200 Other General Expenses	\$2,306	\$2,306	\$2,306
96210 Compensated Absences	\$112	\$112	\$112
96300 Payments in Lieu of Taxes	\$11,593	\$11,593	\$11,593
96400 Bad debt - Tenant Rents	\$1,932	\$1,932	\$1,932
96500 Bad debt - Mortgages			
96600 Bad debt - Other			
96800 Severance Expense			
96000 Total Other General Expenses	\$15,943	\$15,943	\$15,943
96710 Interest of Mortgage (or Bonds) Payable			
96720 Interest on Notes Payable (Short and Long Term)	\$0	\$0	\$0
96730 Amortization of Bond Issue Costs			
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0
96900 Total Operating Expenses	\$309,479	\$309,479	\$309,479
97000 Excess of Operating Revenue over Operating Expenses	\$157,143	\$157,143	\$157,143
97100 Extraordinary Maintenance	\$9,924	\$9,924	\$9,924
97200 Casualty Losses - Non-capitalized			
97300 Housing Assistance Payments			
97350 HAP Portability-In			
97400 Depreciation Expense	\$52,919	\$52,919	\$52,919
97500 Fraud Losses			
97600 Capital Outlays - Governmental Funds			
97700 Debt Principal Payment - Governmental Funds			
97800 Dwelling Units Rent Expense			
90000 Total Expenses	\$372,322	\$372,322	\$372,322
10010 Operating Transfer In	\$88,861	\$88,861	\$88,861
10020 Operating transfer Out	-\$88,861	-\$88,861	-\$88,861
10030 Operating Transfers from/to Primary Government			
10040 Operating Transfers from/to Component Unit			
10050 Proceeds from Notes, Loans and Bonds			
10060 Proceeds from Property Sales			
10070 Extraordinary Items, Net Gain/Loss			
10080 Special Items (Net Gain/Loss)			
10091 Inter Project Excess Cash Transfer In			
10092 Inter Project Excess Cash Transfer Out			
10093 Transfers between Program and Project - In			
10094 Transfers between Project and Program - Out			
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	\$94,300	\$94,300	\$94,300

11020	Required Annual Debt Principal Payments	\$0	\$0	\$0
11030	Beginning Equity	\$1,061,925	\$1,061,925	\$1,061,925
11040	Prior Period Adjustments, Equity Transfers and Correction of Errors			
11050	Changes in Compensated Absence Balance			
11060	Changes in Contingent Liability Balance			
11070	Changes in Unrecognized Pension Transition Liability			
11080	Changes in Special Term/Severance Benefits Liability			
11090	Changes in Allowance for Doubtful Accounts - Dwelling Rents			
11100	Changes in Allowance for Doubtful Accounts - Other			
11170	Administrative Fee Equity			
11180	Housing Assistance Payments Equity			
11190	Unit Months Available	596	596	596
11210	Number of Unit Months Leased	591	591	591
11270	Excess Cash	\$250,550	\$250,550	\$250,550
11610	Land Purchases	\$0	\$0	\$0
11620	Building Purchases	\$61,866	\$61,866	\$61,866
11630	Furniture & Equipment - Dwelling Purchases	\$0	\$0	\$0
11640	Furniture & Equipment - Administrative Purchases	\$0	\$0	\$0
11650	Leasehold Improvements Purchases	\$0	\$0	\$0
11660	Infrastructure Purchases	\$0	\$0	\$0
13510	CFFP Debt Service Payments	\$0	\$0	\$0
13901	Replacement Housing Factor Funds	\$0	\$0	\$0

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

NOTES TO SUPPLEMENTAL FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2019

NOTE A - Financial Data Schedule:

As required by HUD, the Authority prepares its financial data schedule in accordance with HUD requirements in a prescribed format. The schedule's format excludes depreciation expense and extraordinary maintenance expense from operating activities, includes investment revenue, HUD capital grants, revenue, gains and losses on the disposal of capital assets and interest expense in operating activities, and reflects tenant revenue and bad debt expense separately, which differs from the presentation of the financial statements.

OTHER REPORTS

# Goldie Roberts

Certified Public Accountant

8518 S Kays Chapel Rd.

Fredericksburg, IN 47120

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

Board of Commissioners  
Housing Authority of the  
City of Huntingburg  
1102 Friendship Village  
Huntingburg, Indiana

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Housing Authority of the City of Huntingburg, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Housing Authority of the City of Huntingburg's basic financial statements and have issued my report thereon dated July 10, 2020.

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

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

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Housing Authority of the City of Huntingburg's financial statements are free from material misstatement, I 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 my audit, and accordingly, I do not express such an opinion. The results of my 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 my 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 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.

Goldie Roberts

Certified Public Accountant

Fredericksburg, Indiana  
July 10, 2020

HOUSING AUTHORITY OF THE CITY OF HUNTINGBURG  
Huntingburg, Indiana

DECEMBER 31, 2019

SCHEDULE OF FINDINGS AND RESPONSES

STATUS OF PRIOR AUDIT FINDINGS

There were no Prior Year matters reported.

CURRENT AUDIT FINDINGS

No matters were reported.