



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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August 4, 2022

Board of Directors
Housing Authority of the City of Mishawaka
601 East 11th Street, PO Box 1347
Mishawaka, IN 46544

We have reviewed the audit report of the Housing Authority of the City of Mishawaka which was opined upon by Henderson & Pilleteri, LLC, Independent Public Accountants, for the period July 1, 2020 to June 30, 2021. 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 Mishawaka, as of June 30, 2021 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 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 cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA

**FINANCIAL STATEMENTS
&
SUPPLEMENTAL INFORMATION**

YEAR ENDED JUNE 30, 2021

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
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YEAR ENDED JUNE 30, 2021

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HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
MANAGEMENT'S DISCUSSION & ANALYSIS
YEAR ENDED JUNE 30, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis (the "MD&A") is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the Housing Authority of the City of Mishawaka's, (the "Authority") financial activity, (c) identify changes in the Authority's financial position (its ability to address the next and subsequent years' challenges), and (d) identify issues or concerns. This will now be presented at the front of each year's financial statements.

Since the MD&A is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- Net position at June 30, 2021, increased to \$8,293,318. Since the Authority engages only in business-type activities, the increase is all in the category of business-type net position. Net position was \$7,583,422 for 2020.
- The business-type activities operating revenues at June 30, 2021, increased to \$4,258,657. Total operating revenues were \$3,648,565 for 2020.
- The total operating expenses of all programs for June 30, 2021, increased to \$4,284,758. Total operating expenses were \$3,967,555 for 2020.
- Total capital grant contributions at June 30, 2021, increased to \$735,116. Total capital grant contributions were \$597,583 for 2020.

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.

This MD&A is intended to serve as an introduction to the Authority's basic financial statements.

The following statements are included:

- Statement of Net Position – reports current financial resources (short-term expendable resources) with capital assets and long-term obligations.
- Statement of Revenue, Expenses, and Changes in Fund Net Position – reports operating and nonoperating revenue, by major source along with operating and nonoperating expenses and capital contributions.
- Statement of Cash Flows – reports cash flows from operating, investing, capital, non-capital activities.

PROGRAMS

Conventional Public Housing – Under the Conventional Public Housing Program, the Authority rents units that it owns to low-income households. The Conventional Public Housing Program is operated under an Annual Contributions Contract (ACC) with HUD, and HUD provides operating subsidy and capital grant funding to enable the Authority to provide the housing at a rent that is based upon 30% of household income (as defined in the HUD regulations).

Capital Fund Grants – The Authority's capital funds are received from the federal government through a formula driven computation. These funds are used to upgrade our facilities at various developments to give our residents the decent and safe living environment they need. Each year's grant funds must be entirely obligated within two years of inception of the grant, and entirely expended within four years.

Housing Choice Voucher Program – Under the Housing Choice Voucher Program, the Authority contracts with independent landlords that own the property. The Authority subsidizes the family's rent through a Housing Assistance Payment (HAP) made to the landlord. The program is administered under an Annual Contributions Contract (ACC) with HUD. HUD provides Annual Contributions funding to enable the Authority to structure a lease that sets the participant's rent at 30% or up 40% of household income.

FINANCIAL ANALYSIS

The following tables focus on the net position and the change in net position of the primary government as a whole.

TABLE 1 – STATEMENT OF NET POSITION

	<u>2021</u>	<u>2020</u>	<u>Variance</u>	<u>% Change</u>
Current Assets	\$ 2,802,006	\$ 2,376,904	\$ 425,102	17.88%
Capital Assets, Net	<u>6,080,162</u>	<u>5,688,045</u>	<u>392,117</u>	6.89%
Total Assets	<u>8,882,168</u>	<u>8,064,949</u>	<u>817,219</u>	10.13%
Current Liabilities	<u>588,850</u>	<u>481,527</u>	<u>107,323</u>	22.29%
Total Liabilities	<u>588,850</u>	<u>481,527</u>	<u>107,323</u>	22.29%
Net Position				
Net Investment in Capital Assets	6,080,162	5,688,045	392,117	6.89%
Restricted	-	13,307	(13,307)	-100.00%
Unrestricted	<u>2,213,156</u>	<u>1,882,070</u>	<u>331,086</u>	17.59%
Total Net Position	<u>\$ 8,293,318</u>	<u>\$ 7,583,422</u>	<u>\$ 709,896</u>	9.36%

MAJOR FACTORS AFFECTING THE STATEMENT OF NET POSITION

Current assets increased by \$425,102 primarily due to the increases in unrestricted cash, tenant security deposits cash, prepaid expenses, and accounts receivable from HUD, which were partially offset by decreases in accounts receivable – PHA projects and accounts receivable – miscellaneous.

Capital assets increased by \$392,117 due to modernization work and capital asset purchases exceeding normal depreciation.

Current liabilities increased by \$107,323 primarily due to increases in accrued liabilities, tenant security deposit liability, and accounts payable – other government, partially offset by a decrease in accounts payable to vendors.

TABLE 2 – STATEMENTS OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION

The following schedule compares the revenue and expenses for the current and previous fiscal years. The Authority is engaged only in business-type activities.

	<u>2021</u>	<u>2020</u>	<u>Variance</u>	<u>% Change</u>
Operating Revenues				
Rental Income	\$ 855,760	\$ 848,713	\$ 7,047	0.83%
Federal Grants	3,156,080	2,611,527	544,553	20.85%
Other	246,817	188,325	58,492	31.06%
Total Operating Revenues	<u>4,258,657</u>	<u>3,648,565</u>	<u>610,092</u>	16.72%
Operating Expenses				
Administration	729,986	710,438	19,548	2.75%
Tenant Services	80,571	36,883	43,688	118.45%
Utilities	242,039	255,622	(13,583)	-5.31%
Maintenance	595,824	565,323	30,501	5.40%
General	269,416	249,407	20,009	8.02%
Housing Assistance Payments	1,931,678	1,720,919	210,759	12.25%
Depreciation	435,244	428,963	6,281	1.46%
Total Operating Expenses	<u>4,284,758</u>	<u>3,967,555</u>	<u>317,203</u>	7.99%
Operating Income (loss)	<u>(26,101)</u>	<u>(318,990)</u>	<u>292,889</u>	91.82%
Nonoperating revenues (expenses)				
Interest Revenue	881	2,736	(1,855)	-67.80%
Extraordinary Item	-	(2,864)	2,864	100.00%
Capital Contributions	735,116	597,583	137,533	23.01%
Total Nonoperating Activity	<u>735,997</u>	<u>597,455</u>	<u>138,542</u>	23.19%
Change in Net Position	709,896	278,465	431,431	154.93%
Prior Period Adjustments	-	264,950	(264,950)	-100.00%
Beginning Net Position	<u>7,583,422</u>	<u>7,040,007</u>	<u>543,415</u>	7.72%
Ending Net Position	<u>\$ 8,293,318</u>	<u>\$ 7,583,422</u>	<u>\$ 709,896</u>	9.36%

MAJOR FACTORS AFFECTING THE STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION

Increase in net position was \$709,896 due to total revenue exceeding total expenses.

The Authority had an operating loss of \$26,101 including non-cash depreciation expense of \$435,244 versus an operating loss of \$318,990 and depreciation expense of \$428,963 in the prior year.

Total operating revenues increased by \$610,092 to \$4,258,657 due to increases in all revenue categories. Federal grants increased due to an increase in Operating Funds, Capital Funds, HCV Subsidies, and Public Housing and HCV CARES Act Funding recognized this year. Other revenues increased as a result of an increase in Housing Assistance Payments and Administrative Fee Portability In revenues earned this year in the HCV Program.

Total operating expenses increased by \$317,203 to \$4,284,758 due to increases in administrative, tenant services, general, maintenance, housing assistance payments, and depreciation expenses. This increase was partially offset by a decrease in utilities expense.

Capital contributions increased by \$137,533 to \$735,116 due to a increase in capital projects performed during the current fiscal year.

CAPITAL ASSETS

As of June 30, 2021, investment in capital assets for its business-type activities was \$6,080,162, net of accumulated depreciation. This investment in capital assets includes land, buildings, improvements, equipment, and construction in progress. See footnote 4 to the financial statements for further detail.

Major capital asset purchases during the current fiscal year included the following:

- Furnaces and refrigerators
- Gator utility vehicle
- A/C units
- Various renovations to Public Housing units including flooring, bathroom remodeling, and elevator modernization

There were no major capital asset disposals during the current fiscal year.

ECONOMIC FACTORS

Significant economic factors affecting the Authority are as follows:

- Federal funding of the Department of Housing and Urban Development.
- Local labor supply and demand, which can affect salary and wage rates.
- Local inflation, recession and employment trends, which can affect resident incomes and therefore the amount of rental income.
- Inflationary pressure on utility rates, supplies and other costs.

FINANCIAL CONTACT

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

Ms. MaryAnn McNamara
Executive Director
Housing Authority of the City of Mishawaka,
(574) 258-1658.

Independent Auditor's Report

To the Board of Commissioners
Housing Authority of the City of Mishawaka

Report on the Financial Statements

We have audited the financial statements of the Housing Authority of the City of Mishawaka (the "Authority"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in 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 entity'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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Authority, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 1-4, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that comprise the Authority's basic financial statements. The accompanying supplemental data including the financial data schedule, the statement of net position – by program, and 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 the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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 the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 January 10, 2022 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.

Henderson & Pilletieri, LLC

Birmingham, AL
January 10, 2022

**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
Housing Authority of the City of Mishawaka

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 Housing Authority of the City of Mishawaka (the "Authority"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated January 10, 2022.

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 may exist that have not been identified.

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
January 10, 2022

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
Housing Authority of the City of Mishawaka

Report on Compliance for Each Major Federal Program

We have audited the Housing Authority of the City of Mishawaka's (the "Authority") compliance with the types of compliance requirements described in the U.S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the Authority's major federal programs for the year ended June 30, 2021. 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.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Authority's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the Authority complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

Henderson & Pilleteri, LLC

Birmingham, AL
January 10, 2022

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
STATEMENT OF NET POSITION
ENTERPRISE FUND
JUNE 30, 2021

ASSETS

Current assets:

Unrestricted cash and cash equivalents	\$ 1,781,575
Restricted cash and cash equivalents	76,905
PHA projects receivable	2,023
Due from HUD	47,817
Miscellaneous receivable	856,318
Tenants receivable, net	3,727
Fraud recovery receivable, net	2,538
Prepaid expenses and other assets	<u>31,103</u>
Total current assets	<u>2,802,006</u>

Noncurrent assets:

Capital assets:

Land and construction in progress	1,966,147
Buildings and equipment, net of depreciation	<u>4,114,015</u>
Total capital assets	<u>6,080,162</u>

Total assets	<u>8,882,168</u>
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LIABILITIES

Current liabilities:

Accounts payable	7,217
Accrued liabilities	95,965
Intergovernmental payables	389,497
Tenant security deposits	51,087
Unearned revenue	27,685
Compensated absences	<u>17,399</u>
Total current liabilities	<u>588,850</u>

Total liabilities	<u>588,850</u>
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NET POSITION

Net investment in capital assets	6,080,162
Unrestricted	<u>2,213,156</u>
Total net position	<u>\$ 8,293,318</u>

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

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
ENTERPRISE FUND
YEAR ENDED JUNE 30, 2021

OPERATING REVENUES	
Rental income	\$ 855,760
Federal grants	3,156,080
Other	<u>246,817</u>
 Total operating revenues	 <u>4,258,657</u>
OPERATING EXPENSES	
Administration	729,986
Tenant services	80,571
Utilities	242,039
Maintenance	595,824
General	269,416
Housing assistance payments	1,931,678
Depreciation	<u>435,244</u>
 Total operating expenses	 <u>4,284,758</u>
 Operating income (loss)	 (26,101)
NONOPERATING REVENUES (EXPENSES)	
Interest revenue	<u>881</u>
 Income (loss) before contributions	 (25,220)
Capital contributions	<u>735,116</u>
 Change in net position	 709,896
Total net position - beginning of the year	<u>7,583,422</u>
Total net position - end of the year	<u><u>\$ 8,293,318</u></u>

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

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
STATEMENT OF CASH FLOWS
ENTERPRISE FUND
YEAR ENDED JUNE 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from tenants	\$ 849,298
Federal grants	3,157,266
Other receipts	262,424
Payments to suppliers and Section 8 landlords	(2,701,091)
Payments to or on behalf of employees	<u>(940,840)</u>
Net cash provided (used) by operating activities	<u>627,057</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Purchase of capital assets	(827,362)
Capital contributions	<u>735,116</u>
Net cash provided (used) by capital financing activities	<u>(92,246)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Interest revenue	<u>882</u>
Net cash provided (used) by investing activities	<u>882</u>

Net increase (decrease) in cash and cash equivalents	535,693
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Balances - beginning of the year	<u>1,322,787</u>
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Balances - end of the year	<u><u>\$ 1,858,480</u></u>
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RECONCILIATION OF INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES

Operating income (loss)	\$ (26,101)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	435,244
Change in assets and liabilities:	
Receivables, net	125,850
Prepays and other assets	(15,259)
Accounts payable	(14,805)
Intergovernmental payables	45,466
Unearned revenue	6,913
Accrued liabilities	58,109
Compensated absences	(3,359)
Tenant security deposits	<u>14,999</u>
Net cash provided (used) by operating activities	<u><u>\$ 627,057</u></u>

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

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Housing Authority of the City of Mishawaka (the “Authority”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Authority has previously implemented GASB Statement 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. Certain significant changes in the statements are as follows: The financial statements will include a Management’s Discussion and Analysis (MD&A) section providing an analysis of the Authority’s overall financial position and results of operations.

The Authority is a special-purpose government engaged only in business-type activities and therefore, presents only the financial statements required for enterprise funds, in accordance with GASB Statement 34, paragraph 138. For these governments, basic financial statements and required supplemental information consist of:

- Management Discussion and Analysis (MD&A)
- Enterprise fund financial statements consisting of –
 - Statement of Net Position
 - Statement of Revenues, Expenses, and Changes in Fund Net Position
 - Statement of Cash Flows
- Notes to financial statements
- Required supplemental information other than MD&A

The Authority has multiple programs which are accounted for in one enterprise fund, which is presented as the “enterprise fund” in the basic financial statements. Significant Authority policies are described below.

A. The Reporting Entity

The Housing Authority of the City of Mishawaka was established by the City of Mishawaka pursuant to the laws of the State of Indiana, to transact business and to have powers as defined therein. The Authority is a special-purpose governmental unit as an entity under the United States Housing Act of 1937 for the purpose of providing affordable housing to low and moderate income families in St. Joseph County, Indiana. The governing body of the Authority is composed of a 6 member appointed Board of Commissioners (the “Board”). The Mayor appoints the Board, who in turn hires the Chief Executive Officer (CEO). The Authority is governed by its charter and by-laws, state and local laws and federal regulations. The Board is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Authority’s management. The Authority has no component units.

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The Authority’s financial statements are accounted for on the flow of economic resources management focus using the accrual basis of accounting. The accounting objectives are a determination of net income, financial position, and changes in cash flow.

All assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with a proprietary fund’s activities are included on the Statement of Net Position. Proprietary fund net position is segregated into Net Investment in Capital Assets, Restricted Net Position, and Unrestricted Net Position. Revenues are recognized when they are earned and expenses are recognized when incurred. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the proprietary funds are rental charges to tenants and operating subsidy grants from HUD. Operating expenses for proprietary funds include the cost of administrative expenses, maintenance expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The Authority applies restricted resources to fund restricted costs and unrestricted resources to fund unrestricted costs when restricted and unrestricted net position is available. All material inter-program accounts and transactions are eliminated in the preparation of the basic financial statements.

The Authority has previously adopted GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. In accordance with this statement, the Authority accounted for all grants that qualify as non-exchange transactions, recognizing receivables and revenues when all applicable eligibility requirements are met. In addition, capital contributions are recorded on the Statement of Revenues, Expenses, and Changes in Fund Net Position after income before contributions and before changes in net position.

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Generally accepted accounting principles for state and local governments requires that resources be classified for accounting and reporting purposes into the following three 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 *restricted* component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.
- The *unrestricted* component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component on net position.

C. Cash, Cash Equivalents, and Investments

Cash and cash equivalents include cash on hand, demand deposits, and money market accounts. For purposes of the statement of cash flows, the Authority considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. The carrying amounts reported on the balance sheet approximate fair values because of the short maturities of those investments.

D. Receivables

All receivables are current and due within one year. Receivables are reported net of an allowance for uncollectible accounts. Allowances are reported when accounts are proven to be uncollectible.

E. Restricted Assets and Liabilities

Debt covenants, HUD regulations, and inter-local agreements restrict the use of certain assets. Restricted assets are offset by related liabilities in accordance with their liquidity.

F. Inventories

Inventories are accounted for under the consumption method and recorded at the lower of cost or market, net of an allowance for obsolete inventories. Materials and supplies are recorded as inventories when purchased and as expenditures when used. Allowances are reported when materials and supplies are deemed obsolete.

G. Prepaid Items

Prepaid items consist of payments made to vendors for services that will benefit future periods.

H. Capital Assets

Capital assets include property, furniture, equipment, and machinery. Capital assets with initial, individual costs that equal or exceed \$1,000 and estimated useful lives of over one year are recorded as capital assets. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed. Construction in progress consists of capital improvements funded by modernization grant programs. Capital assets are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-40
Furniture, equipment, and machinery	5

I. Compensated Absences

Full-time employees are allowed to accrue annual leave and sick leave on the last day of each month. Employees accumulate annual leave at monthly accrual rates between 3.33 and 13.33 hours depending on length of service. Annual leave cannot be carried over from year to year; however, employees who separate will receive pay for an unused portion of leave accumulated during that year. Time accrued beyond these amounts is forfeited unless exception is granted by the CEO. Sick leave is accumulated at a rate of one day per month or twelve days per year to a maximum of 72 days. Sick leave accumulated is not paid upon separation. The majority of employees utilize their annual accrual of vacation during the year accrued. The Authority records compensated absences in the period they use a systematic allocation process to allocate between short-term and long-term liability classification.

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Unearned Revenue

The Authority recognizes revenues as earned. An amount received in advance of the period in which it is earned is recorded as a liability under unearned revenue.

K. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

L. Recent Accounting Pronouncements

The Authority has adopted GASB Statement No.95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. Statement No. 95 postpones the effective dates of the following GASB Statements and Implementation Guides for one year from their original effective dates to provide relief to governments and other stakeholders in light of the COVID-19 pandemic:

- Statement 83—reporting periods beginning after June 15, 2019
- Statement 84 and Implementation Guide 2019-2—reporting periods beginning after December 15, 2019
- Statement 87 and Implementation Guide 2019-3—fiscal years beginning after June 15, 2021, and all reporting periods thereafter
- Statement 88—reporting periods beginning after June 15, 2019
- Statement 89—reporting periods beginning after December 15, 2020
- Statement 90—reporting periods beginning after December 15, 2019
- Statement 91—reporting periods beginning after December 15, 2021
- Statement 92, paragraphs 6 and 7—fiscal years beginning after June 15, 2021
- Statement 92, paragraphs 8, 9, and 12—reporting periods beginning after June 15, 2021
- Statement 92, paragraph 10—government acquisitions occurring in reporting periods beginning after June 15, 2021
- Statement 93, paragraphs 13 and 14 (relating to lease modifications)—fiscal years beginning after June 15, 2021, and all reporting periods thereafter
- Implementation Guide 2017-3, Questions 4.484 and 4.491- the first reporting period in which the measurement date of the (collective) net OPEB liability is on or after June 15, 2019
- Implementation Guide 2017-3, Questions 4.85, 4.103, 4.108, 4.109, 4.225, 4.239, 4.244, 4.245, and 5.1–5.4—actuarial valuations as of December 15, 2018, or later
- Implementation Guide 2018-1—reporting periods beginning after June 15, 2019
- Implementation Guide 2019-1—reporting periods beginning after June 15, 2020

The GASB encourages and permits earlier application of these standards to the extent specified in each pronouncement as originally issued. The adoption of GASB Statement No. 95 had no material effect on the Authority's June 30, 2021 financial statements.

NOTE 2 – CASH DEPOSITS AND INVESTMENTS

Cash and investments may be invested in the following HUD and the State of Indiana IC 36-7-18-19 approved vehicles:

- Direct obligations of the federal government backed by the full faith and credit of the United States;
- Obligations of government agencies;
- Securities of government sponsored agencies;
- Demand and savings deposits; and,
- Time deposits and repurchase agreements.

At June 30, 2021, cash was in bank deposits or money market accounts that were insured or collateralized with securities held by the Authority or by its agent through the State of Indiana's collateralization program. Cash balances at June 30, 2021 totaled \$1,858,480. The Authority had no investments at June 30, 2021.

Interest Rate Risk – The Authority's formal investment policy does not specifically address the exposure to this risk.

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 2 – CASH DEPOSITS AND INVESTMENTS (Continued)

Credit Risk – The Authority’s formal investment policy does not specifically address credit risk, other than the limitations of Indiana state law and/or HUD regulations. Credit risk is generally evaluated based on the credit ratings issued by nationally recognized statistical rating organizations.

Custodial Credit Risk – The Authority’s policy is to limit credit risk by adherence to the list of HUD permitted investments, which are backed by the full faith and credit of or a guarantee of principal and interest by the U.S. Government.

Concentration of Credit Risk – The Authority’s investment policy does not restrict the amount that the Authority may invest in any one issuer.

NOTE 3 – MISCELLANEOUS RECEIVABLE

At June 30, 2021, miscellaneous receivable consisted of \$856,318 related to the assisted living center and other properties managed by the Authority on behalf of other third-party unrelated entities.

NOTE 4 – CAPITAL ASSETS

A. Changes in Capital Assets

Capital asset activity for the year ended June 30, 2021 was as follows:

	Beginning Balance	Additions	Retirements	Reclassifications	Ending Balance
Capital assets not being depreciated					
Land	\$ 587,150	\$ -	\$ -	\$ -	\$ 587,150
Construction in process	<u>643,881</u>	<u>735,116</u>	<u>-</u>	<u>-</u>	<u>1,378,997</u>
Total capital assets not being depreciated	<u>1,231,031</u>	<u>735,116</u>	<u>-</u>	<u>-</u>	<u>1,966,147</u>
Capital assets being depreciated					
Buildings and improvements	19,924,429	6,805	-	-	19,931,234
Equipment	<u>721,747</u>	<u>85,441</u>	<u>-</u>	<u>-</u>	<u>807,188</u>
Total capital assets being depreciated	<u>20,646,176</u>	<u>92,246</u>	<u>-</u>	<u>-</u>	<u>20,738,422</u>
Less accumulated depreciation for:					
Buildings and improvements	(15,506,101)	(403,497)	-	(1,451)	(15,911,049)
Equipment	<u>(683,062)</u>	<u>(31,747)</u>	<u>-</u>	<u>1,451</u>	<u>(713,358)</u>
Total accumulated depreciation	<u>(16,189,163)</u>	<u>(435,244)</u>	<u>-</u>	<u>-</u>	<u>(16,624,407)</u>
Capital assets, net	<u>\$ 5,688,044</u>	<u>\$ 392,118</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,080,162</u>

B. Capital Contributions

The Authority receives capital grants from HUD. The Authority recognized \$735,116 in capital grant contributions for the fiscal year ended June 30, 2021.

C. Construction Commitments

At June 30, 2021, the Authority had three uncompleted construction contracts. The remaining total commitment on the contracts was \$64,421.

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2021

NOTE 5 – NONCURRENT LIABILITIES

Noncurrent liabilities at June 30, 2021 consisted of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	\$ 20,758	\$ 38,778	\$ 42,137	\$ 17,399	\$ 17,399
Total noncurrent liabilities	<u>\$ 20,758</u>	<u>\$ 38,778</u>	<u>\$ 42,137</u>	<u>\$ 17,399</u>	<u>\$ 17,399</u>

NOTE 6 – DEFINED CONTRIBUTION PENSION PLAN

The Authority provides benefits for all of its full-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. The plan is administered by Correll Company and only the Board of Commissioners have the authority to amend the plan. Employees are eligible to participate after a six-month exclusionary period. The Authority contributes 13% of the employee's base salary each month for employees hired before January 1, 2006 and 6% of base salary each month for employees hired on or after January 1, 2006. Employees are not required to contribute to the plan. The Authority's contributions for each employee (and interest allocated to the employee's account) are vested 20% annually for each year of participation. An employee is fully vested after 5 years of participation. Contributions to the plan were \$49,700 by the Authority and \$4,868 by employees for the year ended June 30, 2021.

NOTE 7 – RISK MANAGEMENT

The Authority is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Authority has mitigated this risk by obtaining insurance coverage from commercial insurance companies. Premiums paid for insurance coverage are recorded as expenses of the funds affected. The various insurance policies are subject to deductible amounts and maximum coverages. If the deductibles and maximums are exceeded, this could cause the Authority to suffer losses if a loss is incurred from any such incidents. The ultimate outcome of uninsured losses cannot presently be determined, and no provision for any liability that may result, if any, has been made in the financial statements. During the current year and the prior three years, settled claims have not exceeded coverage levels, and insurance coverage, by major categories of risk, is consistent with prior year.

NOTE 8 – CONCENTRATION OF RISK

The Authority receives most of its funding from HUD. These funds and grants are subject to modification by HUD depending on availability of funding.

NOTE 9 – COMMITMENTS AND CONTINGENCIES

Grants

Amounts received or receivable from HUD are subject to audit and adjustment by grantor agencies. If expenses are disallowed as a result of these audits, the claims for reimbursement to the grantor agency would become a liability of the Authority. In the opinion of management, any such adjustments would not be significant.

NOTE 10 – 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 the 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 evaluated the activity of the Authority through January 10, 2022 (the date the financial statements were available to be issued) and concluded that the following subsequent events have occurred that require recognition in the financial statements or disclosure in the notes to the financial statements.

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 10 – SUBSEQUENT EVENTS (Continued)

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 11 – FINANCIAL DATA SCHEDULE

The Authority prepares its financial data schedule in accordance with HUD requirements in a prescribed format. The schedule's format excludes housing assistance payments expense and depreciation expense from operating activities and includes investment revenue and capital grant revenue in operating activities, which differs from the presentation of the basic financial statements.

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 SUPPLEMENTARY INFORMATION – STATEMENT OF NET POSITION – BY PROGRAM
 JUNE 30, 2021

	PUBLIC HOUSING	SECTION 8	PUBLIC HOUSING CARES ACT	HCV CARES Act	TOTAL
ASSETS					
Unrestricted cash and cash equivalents	\$ 1,732,401	\$ 49,174	\$ -	\$ -	\$ 1,781,575
Restricted cash and cash equivalents	51,087	-	-	25,818	76,905
PHA projects receivable	-	2,023	-	-	2,023
Due from HUD	-	16,878	30,939	-	47,817
Miscellaneous receivable, net	855,928	390	-	-	856,318
Tenants receivable, net	3,727	-	-	-	3,727
Fraud recovery receivable, net	2,538	-	-	-	2,538
Prepaid expenses and other assets	23,524	7,579	-	-	31,103
Capital assets:					
Land and construction in progress	1,966,147	-	-	-	1,966,147
Buildings and equipment, net of depreciation	4,113,961	54	-	-	4,114,015
Total capital assets	<u>6,080,108</u>	<u>54</u>	<u>-</u>	<u>-</u>	<u>6,080,162</u>
Total assets	<u>8,749,313</u>	<u>76,098</u>	<u>30,939</u>	<u>25,818</u>	<u>8,882,168</u>
LIABILITIES					
Accounts payable	913	6,304	-	-	7,217
Accrued liabilities	60,928	4,098	30,939	-	95,965
Intergovernmental payables	360,837	28,660	-	-	389,497
Tenant security deposits	51,087	-	-	-	51,087
Unearned revenue	1,867	-	-	25,818	27,685
Long-term liabilities:					
Due within one year:					
Compensated absences, current portion	<u>11,452</u>	<u>5,947</u>	<u>-</u>	<u>-</u>	<u>17,399</u>
Total liabilities	<u>487,084</u>	<u>45,009</u>	<u>30,939</u>	<u>25,818</u>	<u>588,850</u>
NET POSITION					
Net investment in capital assets	6,080,108	54	-	-	6,080,162
Unrestricted	<u>2,182,121</u>	<u>31,035</u>	<u>-</u>	<u>-</u>	<u>2,213,156</u>
Total net position	<u>\$ 8,262,229</u>	<u>\$ 31,089</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,293,318</u>

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 SUPPLEMENTARY INFORMATION – STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND
 NET POSITION – BY PROGRAM
 YEAR ENDED JUNE 30, 2021

	<u>PUBLIC HOUSING</u>	<u>SECTION 8</u>	<u>PUBLIC HOUSING CARES ACT</u>	<u>HCV CARES Act</u>	<u>TOTAL</u>
OPERATING REVENUES					
Rental income	\$ 855,760	\$ -	\$ -	\$ -	\$ 855,760
Federal grants	1,075,735	1,865,143	88,226	126,976	3,156,080
Other	<u>80,889</u>	<u>165,928</u>	<u>-</u>	<u>-</u>	<u>246,817</u>
Total operating revenues	<u>2,012,384</u>	<u>2,031,071</u>	<u>88,226</u>	<u>126,976</u>	<u>4,258,657</u>
OPERATING EXPENSES					
Administration	570,593	159,393	-	-	729,986
Tenant services	15,548	-	30,604	34,419	80,571
Utilities	242,039	-	-	-	242,039
Maintenance	595,670	154	-	-	595,824
General	258,670	10,746	-	-	269,416
Housing assistance payments	-	1,839,121	-	92,557	1,931,678
Depreciation	<u>435,229</u>	<u>15</u>	<u>-</u>	<u>-</u>	<u>435,244</u>
Total operating expenses	<u>2,117,749</u>	<u>2,009,429</u>	<u>30,604</u>	<u>126,976</u>	<u>4,284,758</u>
Operating income (loss)	(105,365)	21,642	57,622	-	(26,101)
NONOPERATING REVENUES (EXPENSES)					
Interest revenue	<u>881</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>881</u>
Income (loss) before contributions	(104,484)	21,642	57,622	-	(25,220)
Capital contributions	735,116	-	-	-	735,116
Equity transfers	<u>57,622</u>	<u>-</u>	<u>(57,622)</u>	<u>-</u>	<u>-</u>
Change in net position	688,254	21,642	-	-	709,896
Total net position - beginning of the year	<u>7,573,975</u>	<u>9,447</u>	<u>-</u>	<u>-</u>	<u>7,583,422</u>
Total net position - end of the year	<u>\$ 8,262,229</u>	<u>\$ 31,089</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,293,318</u>

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 YEAR ENDED JUNE 30, 2021

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>	<u>Amounts to Subrecipients</u>
U.S. Department of Housing and Urban Development			
Direct Program:			
Public and Indian Housing Program	14.850	1,061,977	-
Public Housing CARES Act Funding	14.850	<u>88,226</u>	-
Total Low Rent Public Housing Program		1,150,203	
Housing Voucher Cluster:			
Section 8 Housing Choice Voucher Program	14.871	2,011,734	-
HCV CARES Act Funding	14.871	<u>126,976</u>	-
Total Section 8 Housing Choice Voucher Program		2,138,710	
Public Housing Capital Fund Program	14.872	<u>748,874</u>	-
Total Federal Awards Expended		<u>\$ 4,037,787</u>	<u>\$ -</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 June 30, 2021. 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.

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 2021

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:

CFDA #14.871 - 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
Housing Authority of the City of Mishawaka

Independent Accountant's Report

We have performed the procedures enumerated below, which was agreed to by the Housing Authority of the City of Mishawaka ("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 June 30, 2021. The Authority's management is responsible for accuracy and completeness of the electronic submission for the year ended June 30, 2021.

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 June 30, 2021. 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
January 10, 2022

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 FINANCIAL DATA SCHEDULE – BALANCE SHEET
 JUNE 30, 2021

	Project Total	14.PHC Public Housing CARES Act Funding	14.CCC Central Office Cost Center CARES Act Funding	14.HCC HCV CARES Act Funding	14.871 Housing Choice Vouchers	COCC	Subtotal	ELIM	Total
111 Cash - Unrestricted	\$1,136,585	\$0	\$0	\$0	\$49,174	\$595,816	\$1,781,575		\$1,781,575
112 Cash - Restricted - Modernization and Development	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
113 Cash - Other Restricted	\$0	\$0	\$0	\$25,818	\$0	\$0	\$25,818		\$25,818
114 Cash - Tenant Security Deposits	\$51,087	\$0	\$0	\$0	\$0	\$0	\$51,087		\$51,087
115 Cash - Restricted for Payment of Current Liabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
100 Total Cash	\$1,187,672	\$0	\$0	\$25,818	\$49,174	\$595,816	\$1,858,480	\$0	\$1,858,480
121 Accounts Receivable - PHA Projects	\$0	\$0	\$0	\$0	\$2,023	\$0	\$2,023		\$2,023
122 Accounts Receivable - HUD Other Projects	\$0	\$30,939	\$0	\$0	\$16,878	\$0	\$47,817		\$47,817
124 Accounts Receivable - Other Government	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
125 Accounts Receivable - Miscellaneous	\$574,409	\$0	\$0	\$0	\$390	\$281,519	\$856,318		\$856,318
126 Accounts Receivable - Tenants	\$6,043	\$0	\$0	\$0	\$0	\$0	\$6,043		\$6,043
126.1 Allowance for Doubtful Accounts - Tenants	(\$2,316)	\$0	\$0	\$0	\$0	\$0	(\$2,316)		(\$2,316)
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
127 Notes, Loans, & Mortgages Receivable - Current	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
128 Fraud Recovery	\$2,930	\$0	\$0	\$0	\$525	\$0	\$3,455		\$3,455
128.1 Allowance for Doubtful Accounts - Fraud	(\$392)	\$0	\$0	\$0	(\$525)	\$0	(\$917)		(\$917)
129 Accrued Interest Receivable	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$580,674	\$30,939	\$0	\$0	\$19,291	\$281,519	\$912,423	\$0	\$912,423
131 Investments - Unrestricted	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
132 Investments - Restricted	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
135 Investments - Restricted for Payment of Current Liability	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
142 Prepaid Expenses and Other Assets	\$21,195	\$0	\$0	\$0	\$7,579	\$2,329	\$31,103		\$31,103
143 Inventories	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
143.1 Allowance for Obsolete Inventories	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
144 Inter Program Due From	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
145 Assets Held for Sale	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
150 Total Current Assets	\$1,789,541	\$30,939	\$0	\$25,818	\$76,044	\$879,664	\$2,802,006	\$0	\$2,802,006
161 Land	\$587,150	\$0	\$0	\$0	\$0	\$0	\$587,150		\$587,150
162 Buildings	\$10,217,867	\$0	\$0	\$0	\$0	\$0	\$10,217,867		\$10,217,867
163 Furniture, Equipment & Machinery - Dwellings	\$332,550	\$0	\$0	\$0	\$0	\$0	\$332,550		\$332,550
164 Furniture, Equipment & Machinery - Administration	\$429,807	\$0	\$0	\$0	\$5,552	\$39,279	\$474,638		\$474,638
165 Leasehold Improvements	\$9,713,367	\$0	\$0	\$0	\$0	\$0	\$9,713,367		\$9,713,367
166 Accumulated Depreciation	(\$16,582,179)	\$0	\$0	\$0	(\$5,498)	(\$36,730)	(\$16,624,407)		(\$16,624,407)
167 Construction in Progress	\$1,378,997	\$0	\$0	\$0	\$0	\$0	\$1,378,997		\$1,378,997
168 Infrastructure	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
160 Total Capital Assets, Net of Accumulated Depreciation	\$6,077,559	\$0	\$0	\$0	\$54	\$2,549	\$6,080,162	\$0	\$6,080,162
171 Notes, Loans and Mortgages Receivable - Non-Current	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
173 Grants Receivable - Non Current	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
174 Other Assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
176 Investments in Joint Ventures	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
180 Total Non-Current Assets	\$6,077,559	\$0	\$0	\$0	\$54	\$2,549	\$6,080,162	\$0	\$6,080,162

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 FINANCIAL DATA SCHEDULE – BALANCE SHEET
 JUNE 30, 2021

	Project Total	14.PHC Public Housing CARES Act Funding	14.CCC Central Office Cost Center CARES Act Funding	14.HCC HCV CARES Act Funding	14.871 Housing Choice Vouchers	COCC	Subtotal	ELIM	Total
200 Deferred Outflow of Resources	\$0				\$0	\$0	\$0	\$0	\$0
290 Total Assets and Deferred Outflow of Resources	\$7,867,100	\$30,939	\$0	\$25,818	\$76,098	\$882,213	\$8,882,168	\$0	\$8,882,168
311 Bank Overdraft	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
312 Accounts Payable <= 90 Days	\$913	\$0	\$0	\$0	\$6,304	\$0	\$7,217		\$7,217
313 Accounts Payable >90 Days Past Due	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
321 Accrued Wage/Payroll Taxes Payable	\$5,180	\$0	\$0	\$0	\$1,242	\$10,690	\$17,112		\$17,112
322 Accrued Compensated Absences - Current Portion	\$4,583	\$0	\$0	\$0	\$5,947	\$6,869	\$17,399		\$17,399
324 Accrued Contingency Liability	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
325 Accrued Interest Payable	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
331 Accounts Payable - HUD PHA Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
332 Account Payable - PHA Projects	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
333 Accounts Payable - Other Government	\$360,837	\$0	\$0	\$0	\$28,660	\$0	\$389,497		\$389,497
341 Tenant Security Deposits	\$51,087	\$0	\$0	\$0	\$0	\$0	\$51,087		\$51,087
342 Unearned Revenue	\$1,867	\$0	\$0	\$25,818	\$0	\$0	\$27,685		\$27,685
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
344 Current Portion of Long-term Debt - Operating Borrowings	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
345 Other Current Liabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
346 Accrued Liabilities - Other	\$36,652	\$30,939	\$0	\$0	\$2,856	\$8,406	\$78,853		\$78,853
347 Inter Program - Due To	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
348 Loan Liability - Current	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
310 Total Current Liabilities	\$461,119	\$30,939	\$0	\$25,818	\$45,009	\$25,965	\$588,850	\$0	\$588,850
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
352 Long-term Debt, Net of Current - Operating Borrowings	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
353 Non-current Liabilities - Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
354 Accrued Compensated Absences - Non Current	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
355 Loan Liability - Non Current	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
356 FASB 5 Liabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
357 Accrued Pension and OPEB Liabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
350 Total Non-Current Liabilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
300 Total Liabilities	\$461,119	\$30,939	\$0	\$25,818	\$45,009	\$25,965	\$588,850	\$0	\$588,850
400 Deferred Inflow of Resources	\$0				\$0	\$0	\$0	\$0	\$0
508.4 Net Investment in Capital Assets	\$6,077,559	\$0	\$0	\$0	\$54	\$2,549	\$6,080,162		\$6,080,162
511.4 Restricted Net Position	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
512.4 Unrestricted Net Position	\$1,328,422	\$0	\$0	\$0	\$31,035	\$853,699	\$2,213,156		\$2,213,156
513 Total Equity - Net Assets / Position	\$7,405,981	\$0	\$0	\$0	\$31,089	\$856,248	\$8,293,318	\$0	\$8,293,318
600 Total Liabilities, Deferred Inflows of Resources and Equity - Net	\$7,867,100	\$30,939	\$0	\$25,818	\$76,098	\$882,213	\$8,882,168	\$0	\$8,882,168

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 FINANCIAL DATA SCHEDULE – INCOME STATEMENT
 YEAR ENDED JUNE 30, 2021

	Project Total	14.PHC Public Housing CARES Act Funding	14.CCC Central Office Cost Center CARES Act Funding	14.HCC HCV CARES Act Funding	14.871 Housing Choice Vouchers	COCC	Subtotal	ELIM	Total
70300 Net Tenant Rental Revenue	\$810,526	\$0	\$0	\$0	\$0	\$0	\$810,526		\$810,526
70400 Tenant Revenue - Other	\$45,234	\$0	\$0	\$0	\$0	\$0	\$45,234		\$45,234
70500 Total Tenant Revenue	\$855,760	\$0	\$0	\$0	\$0	\$0	\$855,760	\$0	\$855,760
70600 HUD PHA Operating Grants	\$1,075,735	\$88,226	\$0	\$126,976	\$1,865,143	\$0	\$3,156,080		\$3,156,080
70610 Capital Grants	\$735,116	\$0	\$0	\$0	\$0	\$0	\$735,116		\$735,116
70710 Management Fee						\$222,976	\$222,976	(\$222,976)	\$0
70720 Asset Management Fee						\$35,880	\$35,880	(\$35,880)	\$0
70730 Book Keeping Fee						\$26,063	\$26,063	(\$26,063)	\$0
70740 Front Line Service Fee						\$0	\$0		\$0
70750 Other Fees						\$0	\$0		\$0
70700 Total Fee Revenue						\$284,919	\$284,919	(\$284,919)	\$0
70800 Other Government Grants	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
71100 Investment Income - Unrestricted	\$164	\$0	\$0	\$0	\$0	\$717	\$881		\$881
71200 Mortgage Interest Income	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
71300 Proceeds from Disposition of Assets Held for Sale	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
71310 Cost of Sale of Assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
71400 Fraud Recovery	\$0	\$0	\$0	\$0	\$2,250	\$0	\$2,250		\$2,250
71500 Other Revenue	\$34,995	\$0	\$0	\$0	\$163,678	\$45,894	\$244,567		\$244,567
71600 Gain or Loss on Sale of Capital Assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
72000 Investment Income - Restricted	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
70000 Total Revenue	\$2,701,770	\$88,226	\$0	\$126,976	\$2,031,071	\$331,530	\$5,279,573	(\$284,919)	\$4,994,654
91100 Administrative Salaries	\$116,828	\$0	\$0	\$0	\$79,757	\$210,324	\$406,909		\$406,909
91200 Auditing Fees	\$45,655	\$0	\$0	\$0	\$12,186	\$7,620	\$65,461		\$65,461
91300 Management Fee	\$222,976	\$0	\$0	\$0	\$0		\$222,976	(\$222,976)	\$0
91310 Book-keeping Fee	\$26,063	\$0	\$0	\$0	\$0		\$26,063	(\$26,063)	\$0
91400 Advertising and Marketing	\$600	\$0	\$0	\$0	\$814	\$128	\$1,542		\$1,542
91500 Employee Benefit contributions - Administrative	\$54,511	\$0	\$0	\$0	\$28,868	\$41,373	\$124,752		\$124,752
91600 Office Expenses	\$56,853	\$0	\$0	\$0	\$26,589	\$32,073	\$115,515		\$115,515
91700 Legal Expense	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
91800 Travel	\$149	\$0	\$0	\$0	\$0	\$0	\$149		\$149
91810 Allocated Overhead	\$0	\$0	\$0	\$0	\$0		\$0		\$0
91900 Other	\$1,526	\$0	\$0	\$0	\$11,179	\$2,953	\$15,658		\$15,658
91000 Total Operating - Administrative	\$525,161	\$0	\$0	\$0	\$159,393	\$294,471	\$979,025	(\$249,039)	\$729,986
92000 Asset Management Fee	\$35,880	\$0	\$0	\$0	\$0		\$35,880	(\$35,880)	\$0
92100 Tenant Services - Salaries	\$0	\$0	\$0	\$18,750	\$0	\$0	\$18,750		\$18,750
92200 Relocation Costs	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
92300 Employee Benefit Contributions - Tenant Services	\$0	\$0	\$0	\$6,250	\$0	\$14,856	\$21,106		\$21,106
92400 Tenant Services - Other	\$692	\$30,604	\$0	\$9,419	\$0	\$0	\$40,715		\$40,715
92500 Total Tenant Services	\$692	\$30,604	\$0	\$34,419	\$0	\$14,856	\$80,571	\$0	\$80,571
93100 Water	\$60,339	\$0	\$0	\$0	\$0	\$0	\$60,339		\$60,339
93200 Electricity	\$151,898	\$0	\$0	\$0	\$0	\$0	\$151,898		\$151,898
93300 Gas	\$29,802	\$0	\$0	\$0	\$0	\$0	\$29,802		\$29,802

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 FINANCIAL DATA SCHEDULE – INCOME STATEMENT
 YEAR ENDED JUNE 30, 2021

	Project Total	14.PHC Public Housing CARES Act Funding	14.CCC Central Office Cost Center CARES Act Funding	14.HCC HCV CARES Act Funding	14.871 Housing Choice Vouchers	COCC	Subtotal	ELIM	Total
93400 Fuel	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
93500 Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
93600 Sewer	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
93700 Employee Benefit Contributions - Utilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
93800 Other Utilities Expense	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
93000 Total Utilities	\$242,039	\$0	\$0	\$0	\$0	\$0	\$242,039	\$0	\$242,039
94100 Ordinary Maintenance and Operations - Labor	\$223,863	\$0	\$0	\$0	\$0	\$0	\$223,863		\$223,863
94200 Ordinary Maintenance and Operations - Materials and Other	\$60,392	\$0	\$0	\$0	\$0	\$1,070	\$61,462		\$61,462
94300 Ordinary Maintenance and Operations Contracts	\$210,563	\$0	\$0	\$0	\$154	\$18	\$210,735		\$210,735
94500 Employee Benefit Contributions - Ordinary Maintenance	\$99,764	\$0	\$0	\$0	\$0	\$0	\$99,764		\$99,764
94000 Total Maintenance	\$594,582	\$0	\$0	\$0	\$154	\$1,088	\$595,824	\$0	\$595,824
95100 Protective Services - Labor	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
95200 Protective Services - Other Contract Costs	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
95300 Protective Services - Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
95500 Employee Benefit Contributions - Protective Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
95000 Total Protective Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
96110 Property Insurance	\$130,859	\$0	\$0	\$0	\$1,227	\$14,971	\$147,057		\$147,057
96120 Liability Insurance	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
96130 Workmen's Compensation	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
96140 All Other Insurance	\$660	\$0	\$0	\$0	\$0	\$0	\$660		\$660
96100 Total insurance Premiums	\$131,519	\$0	\$0	\$0	\$1,227	\$14,971	\$147,717	\$0	\$147,717
96200 Other General Expenses	\$1	\$0	\$0	\$0	\$828	\$278	\$1,107		\$1,107
96210 Compensated Absences	\$18,729	\$0	\$0	\$0	\$7,092	\$12,957	\$38,778		\$38,778
96300 Payments in Lieu of Taxes	\$54,253	\$0	\$0	\$0	\$0	\$0	\$54,253		\$54,253
96400 Bad debt - Tenant Rents	\$25,962	\$0	\$0	\$0	\$1,599	\$0	\$27,561		\$27,561
96500 Bad debt - Mortgages	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
96600 Bad debt - Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
96800 Severance Expense	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
96000 Total Other General Expenses	\$98,945	\$0	\$0	\$0	\$9,519	\$13,235	\$121,699	\$0	\$121,699
96710 Interest of Mortgage (or Bonds) Payable	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
96720 Interest on Notes Payable (Short and Long Term)	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
96730 Amortization of Bond Issue Costs	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
96900 Total Operating Expenses	\$1,628,818	\$30,604	\$0	\$34,419	\$170,293	\$338,621	\$2,202,755	(\$284,919)	\$1,917,836
97000 Excess of Operating Revenue over Operating Expenses	\$1,072,952	\$57,622	\$0	\$92,557	\$1,860,778	(\$7,091)	\$3,076,818	\$0	\$3,076,818
97100 Extraordinary Maintenance	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
97200 Casualty Losses - Non-capitalized	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
97300 Housing Assistance Payments	\$0	\$0	\$0	\$92,557	\$1,692,530	\$0	\$1,785,087		\$1,785,087
97350 HAP Portability-In	\$0	\$0	\$0	\$0	\$146,591	\$0	\$146,591		\$146,591

HOUSING AUTHORITY OF THE CITY OF MISHAWAKA
 FINANCIAL DATA SCHEDULE – INCOME STATEMENT
 YEAR ENDED JUNE 30, 2021

	Project Total	14.PHC Public Housing CARES Act Funding	14.CCC Central Office Cost Center CARES Act Funding	14.HCC HCV CARES Act Funding	14.871 Housing Choice Vouchers	COCC	Subtotal	ELIM	Total
97400 Depreciation Expense	\$434,582	\$0	\$0	\$0	\$15	\$647	\$435,244		\$435,244
97500 Fraud Losses	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
97600 Capital Outlays - Governmental Funds									
97700 Debt Principal Payment - Governmental Funds									
97800 Dwelling Units Rent Expense	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
90000 Total Expenses	\$2,063,400	\$30,604	\$0	\$126,976	\$2,009,429	\$339,268	\$4,569,677	(\$284,919)	\$4,284,758
10010 Operating Transfer In	\$13,758	\$0	\$0	\$0	\$0	\$0	\$13,758	(\$13,758)	\$0
10020 Operating transfer Out	(\$13,758)	\$0	\$0	\$0	\$0	\$0	(\$13,758)	\$13,758	\$0
10030 Operating Transfers from/to Primary Government	\$0			\$0	\$0	\$0	\$0		\$0
10040 Operating Transfers from/to Component Unit	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
10050 Proceeds from Notes, Loans and Bonds									
10060 Proceeds from Property Sales									
10070 Extraordinary Items, Net Gain/Loss	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
10080 Special Items (Net Gain/Loss)	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
10091 Inter Project Excess Cash Transfer In	\$0						\$0		\$0
10092 Inter Project Excess Cash Transfer Out	\$0						\$0		\$0
10093 Transfers between Program and Project - In	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
10094 Transfers between Project and Program - Out	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	\$638,370	\$57,622	\$0	\$0	\$21,642	(\$7,738)	\$709,896	\$0	\$709,896
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
11030 Beginning Equity	\$6,709,989	\$0	\$0	\$0	\$9,447	\$863,986	\$7,583,422		\$7,583,422
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	\$57,622	(\$57,622)	\$0	\$0	\$0	\$0	\$0		\$0
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					\$31,089		\$31,089		\$31,089
11180 Housing Assistance Payments Equity					\$0		\$0		\$0
11190 Unit Months Available	3588	0	0	0	4140	0	7728		7728
11210 Number of Unit Months Leased	3475	0	0	0	3664	0	7139		7139
11270 Excess Cash	\$1,171,493						\$1,171,493		\$1,171,493
11610 Land Purchases	\$0					\$0	\$0		\$0
11620 Building Purchases	\$738,696					\$0	\$738,696		\$738,696
11630 Furniture & Equipment - Dwelling Purchases	\$4,947					\$0	\$4,947		\$4,947
11640 Furniture & Equipment - Administrative Purchases	\$80,494					\$0	\$80,494		\$80,494
11650 Leasehold Improvements Purchases	\$3,225					\$0	\$3,225		\$3,225
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