

Parma Public Housing Agency  
General Purpose Financial Statements  
For the Year Ended December 31, 2000





**STATE OF OHIO**  
**OFFICE OF THE AUDITOR**  

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**JIM PETRO, AUDITOR OF STATE**

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Board of Directors  
Parma Public Housing Agency

We have reviewed the Independent Auditor's Report of the Parma Public Housing Agency, Cuyahoga County, prepared by Salvatore Consiglio, CPA, Inc., for the audit period January 1, 2000 to December 31, 2000. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Parma Public Housing Agency is responsible for compliance with these laws and regulations.

**JIM PETRO**  
Auditor of State

October 10, 2001

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# Parma Public Housing Agency

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## SALVATORE CONSIGLIO, CPA, INC.

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### Independent Auditors' Report

Board of Directors  
Parma Public Housing Agency

Regional Inspector General of Audit  
Department of housing and Urban  
Development

I have audited the accompanying general purpose financial statements of Parma Public Housing Agency, Ohio, as of and for the year ended December 31, 2000, as listed in the table of contents. These general purpose financial statements are the responsibility of the Parma Public Housing Agency, Ohio, and management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with auditing standards and the standards generally accepted in the United States of America 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Parma Public Housing Agency, Ohio, as of December 31, 2000, and the results of its operations and the cash flows of its proprietary fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, I have also issued a report dated August 31, 2001, on my consideration of Parma Public Housing Agency, Ohio's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the result of our audit.

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Ohio Society of Certified Public Accountants

My Audit was performed for the purpose of forming and opinion on the general purpose financial statements taken as a whole. The schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of the Parma Public Housing Agency, Ohio. The accompanying Schedule of Federal Awards Expenditures is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Government and Non-Profit Organizations* and is not a required part of the general purpose financial statements. The combining financial data ("FDS") schedule, and the PHA's Statement and Certification of Actual Modernization Cost are presented for purposes additional analysis as required by the Department of Housing and Urban Development and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly presented in all material respect in relation to the basic financial statements taken as a whole.



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Salvatore Consiglio  
Certified Public Accountant  
August 31, 2001



Parma Public Housing Program  
 Combined Balance Sheet  
 Proprietary Fund Type  
 Enterprise Fund  
 December 31, 2000

**ASSETS**

Cash and Cash Equivalents	\$673,202
Accounts Receivable – HUD	68,679
Accounts Receivable Miscellaneous - Net of Allowance For Doubtful Accounts	25,000
Accounts Receivable Tenants - Net of Allowance for Doubtful Accounts	6,880
Prepaid Expenses	2,913
Interprogram Due From	230,314
Fixed Assets - Net of Accumulated Depreciation	<u>2,300,851</u>
 TOTAL ASSETS	 <u><u>\$3,307,839</u></u>

**LIABILITIES AND EQUITY**

LIABILITES:	
Accounts Payable	\$40,902
Accounts Payable – HUD	403,469
Accrued Compensated Absences	25,732
Tenant Security Deposits	10,635
Interprogram Due To	<u>230,314</u>
 TOTAL LIABILITES	 <u>711,052</u>
EQUITY:	
Total Contributed Capital	2,302,558
Retained Earnings	<u>294,229</u>
 TOTAL EQUITY	 <u>2,596,787</u>
 TOTAL LIABILITIES AND EQUITY	 <u><u>\$3,307,839</u></u>

The accompanying notes to the general purpose financial statements are an integral part of these statements.

Parma Public Housing Agency  
 Combined Statement of Revenue, Expenses and Change in Retained Earnings  
 Proprietary Fund Type  
 Enterprise Fund  
 For the Year Ended December 31, 2000

<b><u>REVENUE</u></b>	
Net Tenant Rental Revenue	\$130,831
Grant Revenue	2,193,202
Investment Income	7,214
Fraud Recovery	<u>5,681</u>
<b>TOTAL REVENUE</b>	<b><u>2,336,928</u></b>
<b><u>EXPENSES</u></b>	
Administrative Expenses	313,043
Utilities Expenses	50,279
Ordinary Maintenance and Operation	109,684
General Expenses	17,411
Housing Assistance Expenses	1,720,331
Depreciation Expense	<u>93,772</u>
<b>TOTAL EXPENSES</b>	<b><u>2,304,520</u></b>
<b>EXCESS (DEFICIENCY) OF TOTAL REVENUE OVER (UNDER) TOTAL EXPENSES</b>	<b>32,408</b>
Beginning Retained Earnings	2,557,937
Prior Period Adjustments	<u>6,442</u>
<b>ENDING RETAINED EARNINGS</b>	<b><u><u>\$2,596,787</u></u></b>

The accompanying notes to the general purpose financial statements are an integral part of these statements.

Parma Public Housing Agency  
 Combined Statement of Cash Flows  
 Proprietary Fund Type  
 Enterprise Fund  
 For The Year Ended December 31, 2000

<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Net Operating Income/(Loss)	\$32,408
Adjustment to Reconcile Operating Loss to Net Cash Used by Operating Activities	
- Depreciation	93,772
- (Increases) Decreases in Accounts Receivable - HUD	(44,398)
- (Increases) Decreases in Accounts Receivable - Miscellaneous	12,787
- (Increases) Decreases in Accounts Receivable - Tenants	(2,718)
- (Increases) Decreases in Prepaid Expenses	(2,913)
- Increases (Decreases) Accounts Payable	35,582
- Increases (Decreases) Accounts Payable HUD	311,854
- Increases (Decreases) Accrues Compensated Absences	18,599
- Increases (Decreases) Tenant Security Deposits	101
- Increases (Decreases) Deferred Grant Revenue	(190,465)
- Prior Period Adjustment	<u>6,442</u>
Total Adjustments	<u>238,643</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u>271,051</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>	
Investment in Fixed Assets	<u>(24,301)</u>
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<u>(24,301)</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	246,750
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<u>426,452</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u><u>\$673,202</u></u>

The accompanying notes to the general purpose financial statements are an integral part of these statements.

Parma Public Housing Agency  
Notes to the General Purpose Financial Statements  
December 31, 2000

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Summary of Significant Accounting Policies**

The financial statements of the Parma Public Housing Agency, Ohio, 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 more significant of the Authority's accounting policies are described below.

**Reporting Entity**

The Parma Public Housing Agency, Ohio, was created under the Ohio Revised Code, Section 3735.27. The Parma Public Housing Agency, Ohio, contracts with the United States Department of Housing and Urban Development (HUD) to provide low and moderate income persons with safe and sanitary housing through subsidies provided by HUD. The Parma Public Housing Agency, Ohio, depends on the subsidies from HUD to operate.

The accompanying general purpose financial statements comply with the provision of Governmental Accounting Standards Board (GASB) Statement 14, the Financial Reporting Entity, in that the financial statements include all organizations, activities and functions for which the Parma Public Housing Agency, Ohio, is financial accountable. This report includes all activities considered by management to be part of the Parma Public Housing Agency, Ohio, by virtue of Section 2100 of the Codification of Governmental Accounting and Financial Reporting Standards.

Section 2100 indicates that the reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity.

It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's government body and either it is able to impose its will on that organization or there is potential for the organization to provide specific financial benefit to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects, or activities of, or the level of services performed or provided by, the organization. A financial benefit or burden relation exists if the primary government (a) is entitled to the organization's resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficit of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization.

Parma Public Housing Agency  
Notes to the General Purpose Financial Statements  
December 31, 2000

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES Continued**

Management believes the financial statements included in this report represent all of the funds of the Parma Public Housing Agency, Ohio, over which the Public Housing Agency Program is financially accountable.

**Fund Accounting**

The Parma Public Housing Agency, Ohio, uses the proprietary fund to report on its financial position and the results of its operations for the Public Housing Program. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Funds are classified into three categories: governmental, proprietary, and fiduciary. The Parma Public Housing Agency, Ohio, uses the proprietary category for its Public Housing Agency Programs.

**Proprietary Fund Types**

Proprietary funds are used to account for the Parma Public Housing Agency, Ohio's ongoing activities, which are similar to those found in the private sector. The following is the proprietary fund type:

**Enterprise Fund**

This fund is used to account for the operations that are financed and operated in a manner similar to private business enterprise where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where it has been decided that periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

**Measurement Focus/Basis of Accounting**

The proprietary funds are accounted for on the accrual basis of accounting. Revenues are recognized in the period earned and expenses are recognized in the period incurred. Pursuant to GASB Statement No. 20 *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting* the Parma Public Housing Agency, Ohio, follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989, that do not conflict with or contradict GASB pronouncements.

**Investment**

Investments are restricted by the provision of HUD Regulations (See Note 2). Investments are valued at market value. Interest income earned in fiscal year 2000 totaled \$7,214.

Parma Public Housing Agency  
Notes to the General Purpose Financial Statements  
December 31, 2000

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES Continued**

**Fixed Assets**

Fixed assets are stated at cost and depreciation is computed using the straight-line method over an estimated useful life of the assets. The cost of normal maintenance and repairs, that do not add to the value of the asset or materially extend the asset life, are not capitalized.

**Cash and Cash Equivalent**

For the purpose of the statement of cash flows and cash equivalents include all highly liquid debt instruments with original maturates of three months or less.

**Budgetary Accounting**

The authority annually prepares its budget as prescribed by the Department of Housing and Urban Development. This Budget is submitted to the Department of Housing and Urban Development and once approved is adopted by the Board of the Housing Authority.

**Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**2. CASH AND INVESTMENTS**

HUD Handbook 7475.1 Chapter 4 Section 1 authorizes the PHA to make investments in:

Direct Obligations of the Federal Government;  
Obligations of Federal Government Agencies;  
Securities of Government-Sponsored Agencies; and  
Demand and Savings Deposits and Certificates of Deposits.

**Deposits:** The carrying amount of Parma Public Housing Agency, Ohio's totaled \$673,202. The corresponding bank balances totaled \$712,053. Federal Depository insurance covered \$200,000 of the bank balance. Collateral was held by securities in the Parma Public Housing Agency, Ohio's name for \$512,053. Parma Public Housing Agency, Ohio, did not have any investments at December 31, 2000.

**3. CONTRACT SERVICES**

Parma Public Housing Agency, Ohio, contracts with the City of Parma to provide services for the housing authority. The Authority does not have any employees; instead, services are subcontracted from the City of Parma.

Parma Public Housing Agency  
Notes to the General Purpose Financial Statements  
December 31, 2000

**4. NOTE TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES**

The accompanying schedule of federal awards expenditures is a summary of the activity of the Parma Public Housing Agency, Ohio's federal award programs. The schedule has been prepared on the accrual basis of accounting.

**5. RISK MANAGEMENT**

The Parma Public Housing Agency, Ohio, is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During the fiscal year 2000, the Parma Public Housing Agency, Ohio's contracted with The Ohio Plan Government Risk Management for liability coverage of \$3,000,000 in aggregate, automobile coverage of \$1,000,000, and property coverage of \$4,310,000.

Settled claims have not exceeded this coverage in any of the last three years. There has been no significant reduction in coverage from last year.

**6. FIXED ASSETS**

The Following is a summary:

Land	\$13,000
Building	3,205,233
Furniture, Equipment & Machinery	115,319
Leasehold Improvements	114,476
Accumulated Depreciation	<u>(1,147,177)</u>
 NET FIXED ASSETS	 <u><u>\$2,300,851</u></u>

The Following is a summary of changes:

<u>ASSETS</u>	<u>Balance 12/31/99</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/00</u>
Land	\$ 13,000	\$ -0-	\$ -0-	\$13,000
Building	\$ 3,205,233	\$ -0-	\$ -0-	\$3,205,233
Furniture, Equipment & Machinery	\$ 91,019	\$ 24,300	\$ -0-	\$115,319
Leasehold Improvements	\$ 114,476	\$ -0-	\$ -0-	\$114,476
Accumulations Depreciation	(\$ 1,053,405)	(\$ 93,772)	\$ -0-	(\$ 1,147,177)

The depreciation expense for the year ended December 31, 2000 was \$ 93,772.

Parma Public Housing Agency  
Notes to the General Purpose Financial Statements  
December 31, 2000

**7. FDS SCHEDULE SUBMITTED TO REAC**

For the fiscal year ended December 31, 2000, the Parma Public Housing Agency, Ohio, electronically submitted an unaudited version of the combining balance sheet, statement of revenue, expenses and changes in retained earnings and other data to Real Estate Assessment Corporation (REAC) as required on the manner prescribed by Housing and Urban Development. These schedules can be used to tie the total assets and liabilities into the combined statements.



Parma Public Housing Agency  
 Schedule of Federal Award Expenditures  
 For the Year Ended December 31, 2000

<b>FEDERAL GRANTOR / PASS THROUGH GRANTOR PROGRAM TITLES</b>	<b>CFDA NUMBER</b>	<b>EXPENDITURES</b>
U.S. Department of Housing and Urban Development Direct Program		
Annual Contribution Contract C-		
Housing Assistance Payment Program		
- Low Rent Public Housing	14.850	\$102,965
- Section 8 Rental Voucher Program	A 14.855	1,750,433
- Section 8 Rental Certificate Program	A 14.857	213,182
- Comprehensive Improvement Assistance Program	14.852	<u>126,622</u>
Total Expenditure of Federal Award		<u>\$2,193,202</u>

A - Designates a Major Program

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### REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Directors  
Parma Public Housing Agency

Regional Inspector General of Audit  
Department of Housing and Urban  
Development

I have audited the general purpose financial statements of the Parma Public Housing Agency, Ohio, as of and for the year ended December 31, 2000, and have issued my report thereon dated August 31, 2001. I conducted my audit in accordance with auditing standards generally accepted in the United State of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### **Compliance**

As part of obtaining reasonable assurance about whether Parma Public Housing Agency, Ohio's general purpose financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, 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 that are required to be reported under *Government Auditing Standards*. However, I noted certain immaterial instances of noncompliance that I have reported to management of Parma Public housing Agency, Ohio, in a separate letter dated August 31, 2001.

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

In planning and performing my audit, I considered Parma Public Housing Agency, Ohio's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in

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which the design or operation of one or more of the internal component does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation the financial statements being auditing may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses. However, I noted other matters involving the internal control over financial reporting that I have reported to management of the Parma Public Housing Agency, Ohio, in a separate letter dated August 31, 2001.

This report is intended solely for the information and use of the board of directors, management, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Salvatore Consiglio". The signature is written in black ink and is positioned above a horizontal line.

Salvatore Consiglio  
Certified Public Accountant  
August 31, 2001

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### REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of Directors  
Parma Public Housing Agency

Regional Inspector General of Audit  
Department of Housing and Urban  
Development

#### Compliance

I have audited the compliance of the Parma Public Housing Agency, Ohio, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2000. Parma Public Housing Agency, Ohio major federal programs are identified in the Summary of Auditor's result section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Parma Public Housing Agency, Ohio's management. My responsibility is to express an opinion on Parma Public Housing Agency, Ohio's compliance based on my audit.

I conducted my 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I 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 Parma Public Housing Agency, Ohio's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on Parma Public Housing Agency, Ohio's compliance with those requirements.

In my opinion, Parma Public Housing Agency, Ohio, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2000.

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### **Internal Control Over Compliance**

The management of Parma Public Housing Agency, Ohio, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered Parma Public Housing Agency, Ohio's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over compliance and its operation that I considered to be material weaknesses.

This report is intended for the information of the Board of Directors, management, and federal awarding agencies and is not intended to be and should not be used by anyone other than those specified parties.



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Salvatore Consiglio  
Certified Public Accountant  
August 31, 2001

Parma Public Housing Agency  
 Schedule of Findings and Questioned Costs  
 OMB Circular A-133 § .505  
 December 31, 2000

1. SUMMARY OF AUDITOR'S RESULTS
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Type of Financial Statement Opinion	Unqualified
Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
Were there any material internal control weakness conditions reported for major federal programs?	No
Were there any other reportable internal control weakness conditions reported for major federal programs?	No
Type of Major Programs' Compliance Opinion	Unqualified
Are there any reportable findings under § .510?	No
Major Programs (list):	CFDA #14.855 and 14.857 Tenant Bases Cluster
Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: All Others
Low Risk Auditee?	Yes

Parma Public Housing Agency  
Schedule of Findings and Questioned Costs  
OMB Circular A-133 § .505  
December 31, 2000

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS

There are no Findings or questioned costs for the year ended December 31, 2000.

3. FINDINGS REALTED TO FEDERAL AWARDS

There are no Findings or questioned costs for the year ended December 31, 2000.



Parma Public Housing Agency  
 Combined Balance Sheet  
 FDS Schedule Submitted To REAC  
 Proprietary Fund Type  
 Enterprise Fund  
 December 31, 2000

FDS Line Item No.	Account Description	Low Rent Public Housing 14.850	Sect. 8 Rental Voucher Program 14.855	Sect. 8 Rental Certificate Program 14.857	CIAP 14.852	TOTAL
<b>ASSETS:</b>						
CURRENT ASSETS:						
Cash:						
111	Cash - unrestricted	\$159,720	\$500,860	\$100	\$-	\$660,680
114	Cash - tenant security deposits	12,522	-	-	-	12,522
100	Total cash	<u>172,242</u>	<u>500,860</u>	<u>100</u>	-	<u>673,202</u>
Accounts and notes receivable:						
122	Accounts receivable – HUD other projects	7,216	-	45,563	15,900	68,679
125	Accounts receivable – miscellaneous	-	15,750	9,250	-	25,000
126	Accounts receivable- tenants rents	8,470	-	-	-	8,470
126.1	Allowance for doubtful accounts	(2,794)	(1,163)	-	-	(3,957)
128	Fraud recovery	-	2,367	-	-	2,367
120	Total receivable, net of allowances for doubtful accounts	<u>12,892</u>	<u>16,954</u>	<u>54,813</u>	<u>15,900</u>	<u>100,559</u>
142	Prepaid expenses and other asses	2,913	-	-	-	2,913
144	Interprogram - due from	46,082	183,440	792	-	230,314
150	TOTAL CURRENT ASSETS	<u>234,129</u>	<u>701,254</u>	<u>55,705</u>	<u>15,900</u>	<u>1,006,988</u>

Parma Public Housing Agency  
 Combined Balance Sheet  
 FDS Schedule Submitted To REAC  
 Proprietary Fund Type  
 Enterprise Fund  
 December 31, 2000

FDS Line Item No.	Account Description	Low Rent Public Housing 14.850	Sect. 8 Rental Voucher Program 14.855	Sect. 8 Rental Certificate Program 14.857	CIAP 14.852	TOTAL
NONCURRENT ASSETS:						
Fixed assets:						
161	Land	13,000	-	-	-	13,000
162	Buildings	3,205,233	-	-	-	3,205,233
163	Furniture, equipment & machinery – dwellings	48,000	-	-	-	48,000
164	Furniture, equipment & machinery – administration	33,472	20,583	1,539	11,725	67,319
165	Leasehold improvements	114,476	-	-	-	114,476
166	Accumulated depreciation	(1,137,962)	(6,218)	(770)	(2,227)	(1,147,177)
160	Total fixed assets, net of accumulated depreciation	<u>2,276,219</u>	<u>14,365</u>	<u>769</u>	<u>9,498</u>	<u>2,300,851</u>
180	TOTAL NONCURRENT ASSETS	<u>2,276,219</u>	<u>14,365</u>	<u>769</u>	<u>9,498</u>	<u>2,300,851</u>
190	<b>TOTAL ASSETS</b>	<u><u>\$2,510,348</u></u>	<u><u>\$715,619</u></u>	<u><u>\$56,474</u></u>	<u><u>\$25,398</u></u>	<u><u>\$3,307,839</u></u>

Parma Public Housing Agency  
Combine Balance Sheet  
FDS Schedule Submitted to REAC  
Proprietary Fund Type  
Enterprise Fund  
December 31, 2000

FDS Line Item No.	Account Description	Low Rent Public Housing 14.850	Sect. 8 Rental Voucher Program 14.855	Sect. 8 Rental Certificate Program 14.857	CIAP 14.852	TOTAL
<b>LIABILITIES AND EQUITY:</b>						
<b>LIABILITES</b>						
CURRENT LIABILITES						
312	Accounts payable < 90 days	\$23,090	\$14,606	\$3,206	\$-	\$40,902
322	Accrued compensated absences	15,038	8,419	2,275	-	25,732
331	Accounts Payable – HUD PHA Programs	3,902	399,567	-	-	403,469
341	Tenant security deposits	10,635	-	-	-	10,635
347	Interprogram - due to	4,401	24,749	185,264	15,900	230,314
310	<b>TOTAL CURRENT LIABILITIES</b>	<u>57,066</u>	<u>447,341</u>	<u>190,745</u>	<u>15,900</u>	<u>711,052</u>
300	<b>TOTAL LIABILITIES</b>	<u>57,066</u>	<u>447,341</u>	<u>190,745</u>	<u>15,900</u>	<u>711,052</u>
<b>EQUITY:</b>						
Contributed Capital:						
504	Net HUD PHA contributions	2,293,060	-	-	9,498	2,302,558
508	Total contributed capital	<u>2,293,060</u>	<u>-</u>	<u>-</u>	<u>9,498</u>	<u>2,302,558</u>
512	Undesignated fund balance/retained earnings	160,222	268,278	(134,271)	-	294,229
513	<b>TOTAL EQUITY</b>	<u>2,453,282</u>	<u>268,278</u>	<u>(134,271)</u>	<u>9,498</u>	<u>2,596,787</u>
600	<b>TOTAL LIABILITIES AND EQUITY</b>	<u>\$2,510,348</u>	<u>\$715,619</u>	<u>\$56,474</u>	<u>\$25,398</u>	<u>\$3,307,839</u>

Parma Public Housing Agency  
Combining Statement of Revenue, Expenses and Change In Retained Earnings  
FDS Schedule Submitted to REAC  
Proprietary Fund Type  
Enterprise Fund  
Year Ended December 31, 2000

FDS Line Item No.	Account Description	Low Rent Public Housing 14.850	Sect. 8 Rental Voucher Program 14.855	Sect. 8 Rental Certificate Program 14.857	CIAP 14.852	TOTAL
<b>REVENUE:</b>						
703	Net tenant rental revenue	\$130,831	\$-	\$-	\$-	\$130,831
706	HUD PHA grants	102,965	1,750,433	213,182	126,622	2,193,202
711	Investment income - unrestricted	2,103	5,111	-	-	7,214
714	Fraud recovery	-	5,681	-	-	5,681
715	Other revenue	-	-	-	-	-
<b>700</b>	<b>TOTAL REVENUE</b>	<b>235,899</b>	<b>1,761,225</b>	<b>213,182</b>	<b>126,622</b>	<b>2,336,928</b>
<b>EXPENSES:</b>						
Administrative:						
911	Administrative salaries	56,082	62,409	13,700	-	132,191
912	Auditing fees	3,500	2,870	630	-	7,000
914	Compensated absences	20,396	8,521	608	-	29,525
915	Employee benefit contributions- administrative	18,695	17,097	3,753	-	39,545
916	Other operating- administrative	8,119	73,828	16,206	6,629	104,782
Utilities:						
931	Water	19,874	-	-	-	19,874
932	Electricity	9,802	-	-	-	9,802
933	Gas	20,603	-	-	-	20,603
Ordinary maintenance & operation:						
942	Ordinary maintenance and operations - materials & other	-	-	-	8,797	8,797
943	Ordinary maintenance and operations – contract costs	-	1,769	388	98,730	100,887

Parma Public Housing Agency  
Combining Statement of Revenue, Expenses and Change In Retained Earnings  
FDS Schedule Submitted to REAC  
Proprietary Fund Type  
Enterprise Fund  
Year Ended December 31, 2000

FDS Line Item No.	Account Description	Low Rent Public Housing 14.850	Sect. 8 Rental Voucher Program 14.855	Sect. 8 Rental Certificate Program 14.857	CIAP 14.852	TOTAL
	General expenses:					
961	Insurance premiums	-	1,479	325	12,466	14,270
964	Bad debt - tenant rents	(1,081)	-	-	-	(1,081)
966	Bad debt - other	-	3,399	823	-	4,222
969	<b>TOTAL OPERATING EXPENSES</b>	<u>155,990</u>	<u>171,372</u>	<u>36,433</u>	<u>126,622</u>	<u>490,417</u>
970	<b>EXCESS OPERATING REVENUE OVER OPERATING EXPENSES</b>	79,909	1,589,853	176,749	-	1,846,511
973	Housing assistance payments	-	1,532,350	187,981	-	1,720,331
974	Depreciation expense	89,004	2,437	513	1,818	93,772
900	<b>TOTAL EXPENSES</b>	<u>244,994</u>	<u>1,706,159</u>	<u>224,927</u>	<u>128,440</u>	<u>2,304,520</u>
1000	<b>EXCESS (DEFICIENCY) OF TOTAL REVENUE OVER (UNDER) TOTAL EXPENSES</b>	(9,095)	55,066	(11,745)	(1,818)	32,408
1101	Capital outlay enterprise fund	-	-	-	-	-
1103	Beginning equity	2,442,948	30,905	59,338	24,746	2,557,937
1104	Prior period adjustments and equity transfers	19,429	182,307	(181,864)	(13,430)	6,442
	<b>ENDING RETAINED EARNINGS</b>	<u><u>\$2,453,282</u></u>	<u><u>\$268,278</u></u>	<u><u>(\$134,271)</u></u>	<u><u>\$9,498</u></u>	<u><u>\$2,596,274</u></u>

Parma Public Housing Agency  
Combining Statement of Revenue, Expenses and Change In Retained Earnings  
FDS Schedule Submitted to REAC  
Proprietary Fund Type  
Enterprise Fund  
Year Ended December 31, 2000

FDS Line Item No.	Account Description	Low Rent Public Housing 14.850	Sect. 8 Rental Voucher Program 14.855	Sect. 8 Rental Certificate Program 14.857	CIAP 14.852	TOTAL
<b>MEMO ACCOUNT INFORMATION:</b>						
1112	Depreciation "add back"	-	-	-	-	-
1113	Maximum annual contributions commitment (per ACC)	-	1,991,628	113,445	-	2,105,073
1114	Prorata maximum annual contributions applicable to a	-	-	-	-	-
1115	Contingency reserve, ACC program reserve	-	269,672	109,636	-	379,308
1116	Total annual contributions available	-	2,261,300	223,081	-	2,484,381
1120	Unit months available	708	4,926	1,098	-	6,732
1121	Number of unit months leased	693	4,666	766	-	6,125

Parma Public Housing Agency  
PHA's Statement and Certification of Actual Modernization Cost  
December 31, 2000

Comprehensive Improvement Assistance Program Grant Number OH12P073901-94

1. The Actual Modernization Costs are as follows:

Site Improvement	\$ 13,602
Dwelling Equipment	<u>21,068</u>
TOTAL EXPENSES	<u>\$ 34,640</u>
TOTAL RECEIPTS	<u>\$ 34,640</u>

2. All costs have been paid and there are no outstanding obligations.
3. The final evaluation report was signed and filed December 16, 1997.
4. The actual modernization cost certification was signed and filed on December 16, 1997.
5. The final costs on the certification agree to the Authority's records.

Parma Public Housing Agency  
PHA's Statement and Certification of Actual Modernization Cost  
December 31, 2000

Comprehensive Improvement Assistance Program Grant Number OH12P073902-96

1. The Actual Modernization Costs are as follows:

Operation	\$ 90,078
Dwelling Equipment	<u>26,922</u>
TOTAL EXPENSES	<u>\$ 117,000</u>
TOTAL RECEIPTS	<u>\$ 117,000</u>

2. All costs have been paid and there are no outstanding obligations.
3. The final evaluation report was signed and filed October 25, 2000.
4. The actual modernization cost certification was signed and filed on October 25, 2000.
5. The final costs on the certification agree to the Authority's records.





STATE OF OHIO  
OFFICE OF THE AUDITOR  

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JIM PETRO, AUDITOR OF STATE

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800-282-0370  
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**PARMA PUBLIC HOUSING AGENCY**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

**This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.**

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
OCTOBER 18, 2001**