Harrison Metropolitan Housing Authority

Financial Statements

For the Year Ended March 31, 2009

Mary Taylor, CPA
Auditor of State

Board of Directors
Harrison Metropolitan Housing Authority
82450 Cadiz-Jewett Road
P. O. Box 146
Cadiz, Ohio 43907

We have reviewed the *Independent Auditor's Report* of the Harrison Metropolitan Housing Authority, Harrison County, prepared by Salvatore Consiglio, CPA, Inc., for the audit period April 1, 2008 through March 31, 2009. 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 Harrison Metropolitan Housing Authority is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

October 15, 2009

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HARRISON METROPOLITAN HOUSING AUTHORITY
AUDIT REPORT
FOR THE YEAR ENDED MARCH 31, 2009

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SALVATORE CONSIGLIO, CPA, INC.

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Independent Auditors' Report

Board of Directors
Harrison Metropolitan Housing Authority

I have audited the accompanying financial statements of the business-type activities of Harrison Metropolitan Housing Authority, Ohio, as of and for the year ended March 31, 2009, which collectively comprise the Authority basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the Harrison Metropolitan Housing Authority, Ohio, management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of the Harrison Metropolitan Housing Authority, Ohio, as of March 31, 2009, and the respective change in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued a report dated July 23, 2009, on my consideration of Harrison Metropolitan Housing Authority, Ohio's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. 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 my audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the accounting principles generally accepted in the United State of America. I have applied certain limited procedures, which consisted principally of inquiry of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and express no opinion thereon.

My Audit was performed for the purpose of forming and opinion on the financial statements that collectively comprise the Harrison Metropolitan Housing Authority basic financial statements. The accompanying Schedule of Expenditures of Federal Awards 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 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.

Salvatore Consiglio, CPA, Inc.

July 23, 2009

HARRISON METROPOLITAN HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2009

Unaudited

The Harrison Metropolitan Housing Authority ("the Authority") Management's Discussion and Analysis (MD&A) is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the Authority's financial activity, (c) identify changes in the Authority's position, and (d) identify individual fund issues or concerns.

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 Authority's financial statement.

FINANCIAL HIGHLIGHTS

- Net assets were $2,499,880 and $2,887,199 for the fiscal year ending March 31, 2009 and 2008, respectively. The Authority's net assets decreased by $387,319 or 13.42% during 2009. This decrease is reflective of the year's activity.
- Revenues decreased by $22,147 during 2009, and were $1,505,618 and $1,527,765 for 2009 and 2008, respectively.
- The total expenses of all Authority programs increased by $342,340. Total Expenses were $ 1,892,937 and $1,550,597 for 2009 and 2008, respectively.

Authority Financial Statements

The Authority financial statements are designed to be corporate-like in that all business type activities are consolidated into columns, which add to a total for the entire Authority.

These Statements include a Statement of Net Assets, which is similar to a Balance Sheet. The Statement of Net Assets reports all financial and capital resources for the Authority. The Statement is presented in the format where assets, minus liabilities, equal "Net Assets", formerly known as equity. Assets and liabilities are presented in order of liquidity, and are classified as "Current" (convertible into cash within one year), and "Non-current".

The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to represent the net available liquid (non-capital) assets, net of liabilities, for the entire Authority. Net Assets (formerly equity) are reported in three broad categories:

Unaudited

Net Assets, Invested in Capital Assets, net of Related Debt: This component of Net Assets consists of all Capital Assets, reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Assets: This component of Net Assets consists of restricted assets, when constraints are placed on the asset by creditors (such as debt covenants), grantors, contributors, laws, regulations, etc.

Unrestricted Net Assets: Consists of Net Assets that do not meet the definition of "Net Assets Invested in Capital Assets, Net of Related Debt", or "Restricted Net Assets".

The Authority financial statements also include a Statement of Revenues, Expenses and Changes in Fund Net Assets (similar to an Income Statement). This Statement includes Operating Revenue, such as rental income, Operating Expenses, such as administrative, utilities, and maintenance, and depreciation, and Non-Operating Revenue and Expenses, such as capital grant revenue, investment income and interest expense.

The focus of the Statement of Revenues, Expenses and Changes in Fund Net Assets is the "Change in Net Assets", which is similar to Net Income or Loss.

Fund Financial Statements

The Authority consists of exclusively Enterprise Funds. Enterprise Funds utilize the full accrual basis of accounting. The Enterprise method of accounting is similar to accounting utilized by the private sector accounting.

Many of the programs maintained by the Authority are done so as required by the Department of Housing and Urban Development. Others are segregated to enhance accountability and control.

The Authority's Programs

Conventional Public Housing (PH) – Under the Conventional Public Housing Program, the Authority rents units that it owns to low-income households. The Public Housing Program is operated under an Annual Contributions Contract (ACC) with HUD, and HUD provides Operating Subsidy to enable the PHA to provide the housing at a rent that is based upon 30% of adjusted gross household income.

Capital Fund Program (CFP) – This is the current primary funding source for the Authority's physical and management improvements. While the formula funding methodology used for the CGP was revised for the CFP, funds are still provided by formula allocation and based on size and age of your units.

Housing Choice Voucher Program – Under the Housing Choice Voucher Program, the Authority administers contracts with independent landlords that own the property. The Authority subsidizes the family's rent through a Housing Assistance Payment 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 participants' rent at 30% of household income.

State and Local Program – The State and Local Program represents the Authority's endeavors to expand operations through Enterprise Housing. Enterprise Housing consists of a duplex home owned and rented by the Authority.

USDA Rural Development – Under the USDA Rural Development Program, the Authority rents units that it owns to low-income households. The USDA Rural Development Program is operated under a contract with the USDA, and the USDA provides Operating Subsidy to enable the PHA to provide housing at a rent that is based upon 30% of adjusted gross household income.

Unaudited

AUTHORITY STATEMENTS

Statement of Net Assets

The following table reflects the condensed Statement of Net Assets compared to prior year. The Authority is engaged only in Business-Type Activities.

TABLE 1

STATEMENT OF NET ASSETS

	2009	2008
Current Assets	$ 641,170	$ 445,762
Capital Assets	2,023,032	2,140,548
Noncurrent Assets	936,000	1,169,594
Total Assets	$ 3,600,202	$ 3,755,904
Current Liabilities	$ 343,385	$ 102,239
Long-Term Liabilities	756,937	766,466
Total Liabilities	1,100,322	868,705
Net Assets:		
Investment in Capital Assets, net of Related Debt	1,265,964	1,369,913
Restricted Net Assets	87,610	119,592
Unrestricted Net Assets	1,146,306	1,397,694
Total Net Assets	2,499,880	2,887,199
Total Liabilities and Net Assets	$ 3,600,202	$ 3,755,904

Unaudited

Major Factors Affecting the Statement of Net Assets

During the fiscal year 2009, current assets increased by $195,408, and current liabilities increased by $241,146. The change in these accounts was mainly due to the result of operations and deferred revenue liability being recognized.

Capital assets also changed, decreasing from $2,140,548 to $2,023,032. The $117,516 decrease may be contributed primarily to a combination of total acquisitions of $44,539, less current year depreciation of $162,055.

Non-current assets decreased by the $233,594. This decrease represents security interest accrued and current year activities in the property of Bingham Terrace Limited Partnership.

The following table presents details on the change in Net Assets.

TABLE 2

CHANGE OF NET ASSETS

	Invement in Capital Assets	**Restricted Net Assets**	**Unrestricted Net Assets**
Beginning Balance - March 31, 2008	$1,369,913	$119,592	$1,397,694
Results of Operation	0	(31,982)	(355,337)
Current year Depreciation Expense (1)	(162,052)	0	162,052
Capital Expenditure (2)	44,536	0	(44,536)
Current year net Disposal of Asset	0	0	0
Current year Debt Activities, Net	13,567	0	(13,567)
Rounding Adjustment	0	0	0
Ending Balance - March 31, 2009	$1,265,964	$87,610	$1,146,306

While the results of operations are a significant measure of the Authority's activities, the analysis of the changes in Net Assets provides a clearer presentation of financial position.

The following schedule compares the revenues and expenses for the current and previous fiscal year. The Authority is engaged only in Business-Type Activities.

HARRISON METROPOLITAN HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2009

Unaudited

TABLE 3

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

	2009	2008
Revenues		
Total Tenant Revenues	$ $ 217,086	$ 213,426
Operating Subsidies	1,102,604	1,163,469
Capital Grants	34,717	-
Investment Income	11,089	48,246
Other Revenues	140,122	102,624
Total Revenues	**1,505,618**	**1,527,765**
Expenses		
Administrative	399,664	302,296
Utilities	63,708	64,501
Maintenance	190,255	159,663
General and Interest Expenses	80,829	48,966
Housing Assistance Payaments	858,939	813,784
Depreciation	162,052	161,387
Extraordinary Expenses	137,490	-
Total Expenses	**1,892,937**	**1,550,597**
Net Increases (Decreases)	$ **(387,319)**	**$ (22,832)**

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

Tenant revenue increased $3,660 during 2009 in comparison to 2008. This increase was mainly due to working families living at the units and paying rent. Operating subsidy decreased by $60,865 while capital grants funds increased by $34,717. The decrease in operating subsidy is due to less revenue received for the Housing Choice Voucher Program. The increase in capital funds is due to the PHA having capital improvement activities during the fiscal year.

Unaudited

MAJOR FACTORS AFFECTING THE STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET ASSETS (continued)

Total expenses increased by $342,340 in comparison with prior year. The increase was mainly due to increase in administration, maintenance expenses and extraordinary expenses. The increase in administration and maintenance expenses was mainly due to increase in salaries due to pay raise given to staff; and increase in hospitalization cost and retirement contribution; and normal increase due to inflation. The increase in extraordinary expense was due to an adjustment to write-off accrued interest receivable as part of the sale of Bingham Terrace.

CAPITAL ASSETS

Capital Assets

As of year-end, the Authority had $2,023,032 invested in a variety of capital assets as reflected in the following schedule, which represents a net decrease of $117,516 or 5.49% from the end of last year.

TABLE 4

CAPITAL ASSETS AT YEAR-END (NET OF DEPRECIATON)

	2009	2008
Land and Land Rights	$ 140,679	$ 140,679
Buildings	4,702,777	4,650,368
Equipment	236,679	222,044
Accumulated Depreciation	(3,057,103)	(2,895,051)
Construction in Progress	0	22,508
Total	$ 2,023,032	$ 2,140,548

The following reconciliation shown in Table 5 identifies the change in Capital Assets.

Unaudited

TABLE 5

CHANGE IN CAPITAL ASSETS

Beginning Balance - March 31, 2008	$	2,140,548
Current year Additions		44,536
Current year Depreciation Expense		(162,052)
Ending Balance - March 31, 2009	$	2,023,032
Current year Additions are summarized as follows:		
- Fire Damage Repairs at Penn Crest	$	29,901
- Appliances		2,768
- Computers		11,867
Total 2009 Additions	$	44,536

Debt Outstanding

As of year-end, the Authority has $757,068 in debt (mortgages) outstanding compared to $770,635 last year.

TABLE 6

CONDENSED STATEMENT OF CHANGES IN DEBT OUTSTANDING

Beginning Balance - March 31, 2008	$	770,635
Current Year Principal Payments		(13,567)
Ending Balance - March 31, 2009	$	757,068

Unaudited

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 inflationary, recessionary and employment trends, which can affect resident incomes and therefore the amount of rental income

IN CONCLUSION

Harrison Metropolitan Housing Authority takes great pride in its financial management and is pleased to report on the sound financial condition of the Authority.

FINANCIAL CONTACT

The individual to be contacted regarding this report is Danielle Manbeck, Finance Officer of the Harrison Metropolitan Housing Authority. Specific requests may be submitted to Danielle Manbeck, Finance Officer, Harrison Metropolitan Housing Authority, and P.O. Box 146 Cadiz, OH 43907

HARRISON METROPOLITAN HOUSING AUTHORITY
Statement of Net Assets
Proprietary Funds
March 31, 2009

ASSETS	
Current assets	
Cash and cash equivalents	$491,748
Restricted cash and cash equivalents	107,150
Receivables, net	6,896
Prepaid expenses and other assets	35,376
Total current assets	**641,170**
Noncurrent assets	
Capital assets:	
Land	140,679
Building and equipment	4,939,456
Less accumulated depreciation	(3,057,103)
Capital assets, net	2,023,032
Other noncurrent assets	936,000
Total noncurrent assets	***2,959,032***
Total assets	**$3,600,202**
LIABILITIES	
Current liabilities	
Accounts payable	$6,829
Accrued liabilities	51,166
Intergovernmental payables	26,862
Tenant security deposits	19,540
Deferred revenue	208,135
Bonds, notes, and loans payable - current	13,799
Other current liabilities	17,054
Total current liabilities	***343,385***
Noncurrent liabilities	
Bonds, notes, and loans payable	743,269
Accrued compensated absences non-current	13,668
Total noncurrent liabilities	***756,937***
Total liabilities	**$1,100,322**

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

HARRISON METROPOLITAN HOUSING AUTHORITY
Statement of Net Assets
Proprietary Funds
March 31, 2009

NET ASSETS	
Invested in capital assets, net of related debt	$1,265,964
Restricted net assets	87,610
Unrestricted net assets	1,146,306
Total net assets	**$2,499,880**

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

HARRISON METROPOLITAN HOUSING AUTHORITY
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended March 31, 2009

OPERATING REVENUES	
Tenant Revenue	$217,086
Government operating grants	1,102,604
Other revenue	140,122
Total operating revenues	**1,459,812**
OPERATING EXPENSES	
Administrative	399,664
Utilities	63,708
Maintenance	190,255
General	65,801
Housing assistance payment	858,939
Depreciation	162,052
Total operating expenses	***1,740,419***
Operating income (loss)	**(280,607)**
NONOPERATING REVENUES (EXPENSES)	
Interest and investment revenue	11,089
Capital grant revenue	34,717
Interest expense	(15,028)
Extraordinary expenses	(137,490)
Total nonoperating revenues (expenses)	***(106,712)***
Change in net assets	(387,319)
Total net assets - beginning	2,887,199
Total net assets - ending	**$2,499,880**

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

HARRISON METROPOLITAN HOUSING AUTHORITY
Statement of Cash Flows
Proprietary Funds
For the Year Ended March 31, 2009

CASH FLOWS FROM OPERATING ACTIVITIES	
Operating grants received	$1,115,676
Tenant revenue received	213,229
Other revenue received	140,122
General and administrative expenses paid	(530,007)
Housing assistance payments	(858,939)
Net cash provided (used) by operating activities	80,081
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest earned received	11,089
Write off notes receivable	137,490
Net cash provided (used) by investing activities	148,579
CASH FLOWS FROM CAPITAL AND RELATED ACTIVITIES	
Capital grant received	34,717
Property and equipment purchased	(44,536)
Interest Payment	(15,028)
Principal Payment	(13,567)
Net cash provided (used) by financing activities	(38,414)
Net increase (decrease) in cash	190,246
Cash and cash equivalents - Beginning of year	408,652
Cash and cash equivalents - End of year	$598,898

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

HARRISON METROPOLITAN HOUSING AUTHORITY
Statement of Cash Flows (Continued)
Proprietary Funds
For the Year Ended March 31, 2009

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Net Operating Income (Loss)	($280,607)
Adjustment to Reconcile Operating Loss to Net Cash Used by Operating Activities	
- Depreciation	162,052
- (Increases) Decreases in Accounts Receivable	(289)
- (Increases) Decreases in Prepaid Assets	(4,873)
- Increases (Decreases) in Accounts Payable	(1,239)
- Increases (Decreases) in Intergovernmental Payables	9,504
- Increases (Decreases) in Accrued Expenses Payable	1,452
- Increases (Decreases) in Compensated Absence Payable	25,293
- Increases (Decreases) in Deferred Revenue	166,464
- Increases (Decreases) in Tenant Security Deposits	704
- Increases (Decreases) in Other Payables	1,620
Net cash provided by operating activities	$80,081

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Summary of Significant Accounting Policies

The basic financial statements of the Harrison Metropolitan Housing Authority (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 more significant of the Authority's accounting policies are described below.

Reporting Entity

The Harrison Metropolitan Housing Authority was created under the Ohio Revised Code, Section 3735.27. The Authority 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 Authority depends on the subsidies from HUD to operate.

The accompanying basic 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 Authority is financially accountable. This report includes all activities considered by management to be part of the Authority 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 a potential for the organization to provide specific financial benefits 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.

NOTE 1: <u>SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES</u> (Continued)

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 relationship 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 deficits of, or provide financial support to, the organization; or c) is obligated in some manner for the debt of the organization.

Management believes the financial statements included in this report represent all of the funds of the Authority over which the Authority is financially accountable.

<u>Basis of Presentation</u>
The Authority's basic financial statements consist of a statement of net assets, a statement of revenue, expenses and changes net assets, and a statement of cash flows.

<u>Fund Accounting</u>
The Authority uses the proprietary fund to report on its financial position and the results of its. 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 Authority uses the proprietary category for its programs.

<u>Proprietary Fund Types</u>
Proprietary funds are used to account for the Authority's ongoing activities, which are similar to those found in the private sector. The following is the proprietary fund type:

<u>Enterprise Fund</u> - This fund is used to account for the operations that are financed and operated in a manner similar to private business enterprises 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 Authority follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued after November 30, 1989, that do not conflict with or contradict GASB pronouncements.

Description of programs

The following are the various programs which are included in the single enterprise fund:

A. **Public Housing Program**

The Pubic Housing Program is designed to provide low-cost housing within the Harrison County. Under this program, HUD provides funding via an annual contribution contract. These funds, combined with the rental income received from tenants, are available solely to meet the operating expenses of the program.

B. **Capital Fund Program**

The Capital Fund Program provides funds annually, via a formula, to Public Housing Agencies for capital and management activities, including modernization and development housing.

C. **Housing Choice Voucher Program**

The Housing Choice Voucher Program was authorized by Section 8 of the National Housing Act and provides housing assistance payments to private, not-for-profit or public landlords to subsidize rentals for low-income persons.

D. **State / Local**

The State and Local Program represents the Authority‘s endeavors to expand operations through Enterprise Housing. Enterprise Housing consists of a duplex home owned and rented by the Authority. It also includes an activity for management of a multi-family project, Bingham Terrace.

NOTE 1: <u>SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES</u> (Continued)

E. **<u>USDA Rural Development</u>**

Under the USDA Rural Development Program, the Authority rents units that it owns to low-income households. The USDA Rural Development Program is operated under a contract with the United State Department of Agricultural, and the USDA provides Operating Subsidy to enable the PHA to provide housing at a rent that is based upon 30% of adjusted gross household income.

<u>Investments</u>

The provisions of the HUD Regulations restrict investments. Investments are valued at market value. Interest income earned in fiscal year ending March 31, 2009 totaled $11,089.

<u>Capital Assets</u>

Capital assets are stated at cost. The capitalization policy of the Authority is to depreciate all non-expendable personal property having a useful life of more than one year and purchase price of $250 or more per unit. Depreciation is computed using the straight-line method over the following estimated useful lives:

Buildings	40 year
Buildings Improvements	15 years
Furniture, equipment and machinery	5-7 years

<u>Net Assets</u>

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets – net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are recorded as restricted when there are limitations imposed on their use by internal or external restrictions.

<u>Operating Revenues and Expenses</u>

Operating revenues and expenses are those revenues that are generated directly from the primary activities of the proprietary fund and expenses incurred for the day to day operation. For the Authority, operating revenues are tenant rent charges, operating subsidy from HUD and other miscellaneous revenue.

<u>Capital Contributions</u>

This represents contributions made available by HUD with respect to all federally aided projects under an annual contribution contract.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Compensated Absences
The Authority accounts for compensated absences in accordance with GASB Statement No. 16. Sick leave and other compensated absences with similar characteristics are accrued as a liability based on the sick leave accumulated at the statement of net assets date by those employees who currently are eligible to receive termination payments. To calculate the liability, these accumulations are reduced to the maximum amount allowed as a termination payment. All employees who meet the termination policy of the Authority for years of service are included in the calculation of the compensated absence accrual amount.

Vacation leave and other compensated absences with similar characteristics are accrued as a liability as the benefits are earned by the employees if both of the following conditions are met: (1) the employees' rights to receive compensation are attributable to services already rendered and are not contingent on a specific event that is outside the control of the employer and employee. (2) It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

In the proprietary fund, the compensated absences are expensed when earned with the amount reported as a fund liability.

	Current Accrued Compensated Absence	Long-Term Accrued Compensated Absence	Total Accrued Compensated Absence
Public Housing	$16,076	$5,546	$21,622
Section 8	12,508	4,315	16,823
State/Local	11,036	3,807	14,843
Total	$39,620	$13,668	$53,288

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The following is a summary of the change in compensated absence liability:

	Balance 3/31/08	Increase	Decrease	Balance 3/31/09
Total Compensated Absence Liability	$27,995	$30,170	($4,877)	$53,288

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 disclosure of contingent assets

Estimates (continued)

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.

NOTE 2: DEPOSITS AND INVESTMENTS

Deposits

State statutes classify monies held by the Authority into three categories.

A. Active deposits are public deposits necessary to meet demands on the treasury. Such monies must be maintained either as cash in the Authority's treasury, in commercial accounts payable or withdrawal on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

B. Inactive deposits are public deposits that the Authority has identified as not required for use within the current two period of designation of depositories. Inactive deposits must either be evidenced by certificate of deposits maturing not later than the end of the current period of designation of the depositories, or by savings or deposit accounts including, but not limited to passbook accounts.

NOTE 2: DEPOSITS AND INVESTMENTS (continued)

C. Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificate of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

Protection of the Authority deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by collateral held by Authority or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

At fiscal year end March 31, 2009, the carrying amount of the Authority's deposits totaled $598,898 and its bank balance was $616,535. Based on the criteria described in GASB Statement No. 40, "Deposit and Investment Risk Disclosure," as of March 31, 2009, $366,535 was exposed to custodial risk as discussed below, while $250,000 was covered by the Federal Depository Insurance Corporation.

Custodial credit risk is the risk that in the event of bank failure, the Authority will not be able to recover the deposits. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits.

NOTE 3: RESTRICTED CASH

Restricted cash balance as of March 31, 2009 of $107,150 represents cash on hand for the following:

- Cash held for Replacement Reserve	$74,220
- Tenant security deposit	19,540
- Cash held for housing assistance payments	13,390
Total Restricted Cash	$107,150

NOTE 4: 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. During fiscal year ending March 31, 2009 the Authority maintains comprehensive insurance coverage with private carriers for health, real property,

NOTE 4: RISK MANAGEMENT (continued)

building contents and vehicles. Vehicle policies include liability coverage for bodily injury and property damage.

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.

NOTE 5: CAPITAL ASSETS

The following is a summary of changes:

	Balance 03/31/08	Adjust	Additions	Deletion	Balance 03/31/09
Capital Assets Not Depreciated:					
Land	$140,679	$0	$0	$0	$140,679
Construction in Progress	22,508	(22,508)	0	0	0
Total Capital Assets Not Being Depreciated	**163,187**	**(22,508)**	**0**	**0**	**140,679**
Capital Assets Being Depreciated:					
Buildings	4,650,368	22,508	29,901	0	4,702,777
Furnt, Mach. & Equip. – Dwelling	51,796	0	2,768	0	54,564
Furnt, Mach. & Equip. – Admin	170,248	0	11,867	0	182,115
Total Capital Assets Being Depreciated	**4,872,412**	**22,508**	**44,536**	**0**	**4,939,456**
Accumulated Depreciation:					
Buildings	(2,723,658)	0	(146,187)	0	(2,743,853)
Furnt, Mach. & Equip. – Dwelling	(71,991)	0	(14,469)	0	(86,460)
Furnt, Mach. & Equip. – Admin	(99,402)	0	(1,396)	0	(100,798)
Total Accumulated Depreciation	**(2,895,051)**	**0**	**(162,052)**	**0**	**(3,057,103)**
Total Capital Assets Being Depreciated, Net	**1,977,361**	**22,508**	**(95,008)**	**0**	**1,882,353**
Total Capital Assets, Net	**$2,140,548**	**$0**	**($117,516)**	**$0**	**$2,023,032**

NOTE 6: DEFINED BENEFIT PENSION PLANS -PUBLIC EMPLOYEES RETIREMENT SYSTEM

All full-time employees of Authority participate in the Ohio Public Employees Retirement System (OPERS), a cost-sharing multiple-employer public employee retirement system administered by the Public Employees Retirement Board. OPERS provide basic retirement, disability and survivor benefits, based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. OPERS issue a publicly available financial report that includes financial statements and required supplementary information for OPERS. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 466-2085 or (800) 222-PERS.

Ohio Public Employees Retirement System administers three separate pension plans as described below:

- The Traditional Pension Plan (TP) - a cost-sharing multiple-employer defined benefit pension plan;

- The Member-Directed Plan (MD) - a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings;

- The Combined Plan (CO) - a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

Plan members are required to contribute 10.00% from January 1, 2008 forward, of their annual covered salary to fund pension obligations. The 2008 employer pension contribution rate for Authority was 14.00% from January 1, 2008 forward. Contributions are authorized by state statute. The contribution rates are determined actuarially. The Authority's contribution for the years ended March 31, 2009, 2008, and 2007 amounted to $34,517, $32,991, and $31,186 respectively. The full amount has been contributed for all three years.

NOTE 7: POSTEMPLOYMENT BENEFITS PUBLIC EMPLOYEES RETIREMENT SYSTEM

The Public Employees Retirement System of Ohio (OPERS) provides post-employment health care benefits to age and service retirants with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirants. Health care coverage for disability recipients is also available. The health care coverage provided by the OPERS is considered an Other Post-employment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to the OPERS is set aside for the funding of post retirement health care.

The Ohio Revised Code provides statutory authority requiring public employers to fund post-employment health care through their contributions to the OPERS. The portion of the 2007 employer contribution rate (identified above) that was used to fund health care for the year ended December 31, 2008 was 5.0 percent of covered payroll, which amounted to $18,488. The significant actuarial assumptions and calculations relating to post-employment health care benefits were based on the OPERS' latest actuarial review performed as of December 31, 2007. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25 percent of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2007 was 6.5 percent. An annual increase of 4.0 percent compounded annually is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.0 percent base increase, were assumed to range from 0.50 percent to 6.3 percent. Health care costs were assumed to increase at a project wage inflation rate plus an additional factor ranging from .5% to 4% for the next 7 years. In subsequent years (8 and beyond), health care costs were assumed to increase at 4% (the projected wage inflation rate).

Benefits are advanced-funded on an actuarially determined basis. The number of active contributing participants was 363,503. The actuarial value of the OPERS' net assets available for OPEB at December 31, 2007 was $12.8 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were $29.8 billion and $17.0 billion, respectively.

OPERS Retirement Board Implemented its Health Care Preservation Plan (HCPP). HCPP was adopted on September 9, 2004, and is effective on January 1, 2008. In addition, OPERS created a separate investment pool for health care assets. Members

NOTE 7: POSTEMPLOYMENT BENEFITS PUBLIC EMPLOYEES RETIREMENT SYSTEM (Continued)

and employers contribution rates increases in January 1, 2007, and in 2008, which allow additional funds to be allocated to the health care plan.

NOTE 8: LONG TERM DEBT

Harrison Metropolitan Housing Authority has the following Mortgages outstanding as of March 31, 2009:

Dunfee Court
A first and second mortgage with the United State Department of Agriculture, Rural Housing Service for a 12 unit project.

- Original loan amount $373,300 dated January 30, 1985. Term of the loan is 50 years with interest rate of 10.75%. The interest rate was discounted to 1%. Balance outstanding as of March 31, 2009 is $200,706.

- Second loan amount $23,580 dated April 25, 1985. Term of the loan is 50 years with an interest rate of 11.875%. The interest rate is discounted to 1%. Balance outstanding as of March 31, 2009 of $13,365.

Gable Estate
United State Department of Agriculture, Rural Housing Service loan for a 16 unit project. The amount of the loan was $541,516 dated April 21, 1993. The term of the loan is 50 years with interest rate of 7.75%, discounted to 1%. The outstanding balance as of March 31, 2009 is $513,896.

Muskingum Street Duplex
Sky Bank loan to finance the mortgage of the real property located in South Muskingum Ave. The amount of the new loan is $42,930 with a 15 year term. The first 60 months bears an interest rate of 6.25%. Thereafter, the interest rate will change from time to time based on changes of the United States Treasury Securities adjusted to a constant maturity of five years as made available by the Federal Reserve Bank. Balance outstanding on March 31, 2009 is $29,101.

The following is a summary of change in long-term debt for the year ended March 31, 2009:

NOTE 8: LONG TERM DEBT (continued)

Description	Balance 3/31/08	Issued	Retired	Balance 3/31/08	Due with Year
1st Mortgage Dunfee Court	$208,076	$ 0	$7,370	$200,706	$7,498
2nd Mortgage Dunfee Court	13,858	0	493	13,365	457
Gable Estate	516,911	0	3,015	513,896	3,131
Muskingum Duplex	31,790	0	2,689	29,101	2,713
TOTAL	$770,635	$ 0	$13,567	$757,068	$13,799

Debt maturities for the next five years are as follows:

YEAR	PRINCIPAL	INTEREST
March 31, 2010	$13,799	$43,772
2011	14,271	43,300
2012	14,817	42,754
2013	15,396	42,175
2014	16,015	41,556
2015-2019	83,604	197,349
2020-2024	84,953	180,631
2025-2029	106,269	159,315
2030-2034	123,907	129,063
2035-2039	127,137	87,545
2037-2041	156,900	28,741
Total	$757,068	$996,204

NOTE 9: SCHEDULE OF EXPENDITURE OF FEDERAL AWARD

The accompanying schedule of expenditure of federal award is a summary of the activity of the Authority's federal programs. This schedule has been prepared on the accrual basis of accounting.

NOTE 10: NOTE AND INTEREST RECEIVABLE

The Note and Interest receivable amount of $936,000 on the financial statements represent security interest in the partnership property of Bingham Terrace Limited Partnership. Interest is accrued semiannually at 7.15%. The principal and accrued interest matured on April 1, 2007. In June of 2008, the property was sold to a new owner. As part of the sale, Harrison MHA has to forgive part of the interest accrued. This amount forgiven was recorded as an extraordinary expense in the current year financial statements.

Harrison Metropolitan Housing Authority
Schedule of Expenditures of Federal Award
For the year ended March 31, 2009

FEDERAL GRANTOR / PASS THROUGH GRANTOR PROGRAM TITLES	CFDA NUMBER	EXPENDITURES
U.S. Department of Housing and Urban Development Direct Program		
Low Rent Public Housing	14.850a	$88,740
Housing Choice Voucher Program	14.871	943,346
Public Housing Capital Fund Program	14.872	63,710
Total Direct Program		1,095,796
Pass-Through Program From Harrison County		
Community Housing Improvement Program	14.239	7,533
Total Pass-Through Program		7,533
Total U.S. Department of Housing and Urban Development		**1,103,329**
U.S. Department of Agriculture - Rural Housing Service Direct Program		
Rural Rental Housing Loan	10.415	33,992
Total U.S. Department of Agriculture		**33,992**
Total Expenditure of Federal Award		**$1,137,321**

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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

Board of Directors
Harrison Metropolitan Housing Authority

I have audited the financial statements of the business-type activities of Harrison Metropolitan Housing Authority, Ohio, as of and for the year ended March 31, 2009, which collectively comprise the Harrison Metropolitan Housing Authority, Ohio, basic financial statements and have issued my report thereon dated July 23, 2009. 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.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Harrison Metropolitan Housing Authority, Ohio's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but no for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the entity's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the authority's financial statements that is more than inconsequential will not be prevented or detected by the authority's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the authority' internal control.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether Harrison Metropolitan Housing Authority financial statements are free of material misstatement, I performed tests of its compliance with certain provision of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statements 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 result of my tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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

Salvatore Consiglio, CPA, Inc.
July 23, 2009

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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
Harrison Metropolitan Housing Authority

Compliance

I have audited the compliance of the Harrison Metropolitan Housing Authority, 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 March 31, 2009. Harrison Metropolitan Housing Authority, 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 Harrison Metropolitan Housing Authority, Ohio's management. My responsibility is to express an opinion on Harrison Metropolitan Housing Authority, 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 Harrison Metropolitan Housing Authority, 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 Harrison Metropolitan Housing Authority, Ohio's compliance with those requirements.

In my opinion, Harrison Metropolitan Housing Authority, Ohio complied, in all material respects, with the requirements referred to above that are applicable with each of its major federal programs for the year ended March 31, 2009.

Internal Control Over Compliance

The management of Harrison Metropolitan Housing Authority, 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 Harrison Metropolitan Housing Authority, 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the entity's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A ***significant*** *deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

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

Salvatore Consiglio, CPA, Inc.
July 23, 2009

Harrison Metropolitan Housing Authority
Schedule of Findings and Questioned Costs
OMB Circular A-133 § .505
March 31, 2009

1. SUMMARY OF AUDITOR'S RESULTS

Type of Financial Statement Opinion	Unqualified
Were there any significant deficiency reported as material weakness at the financial statement level (GAGAS)?	No
Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
Were there any reported material non-compliance at the financial statement level (GAGAS)?	No
Were there any significant deficiency reported for any major federal programs as material weakness?	No
Were there any other significant deficiency reported for the major federal programs?	No
Type of Major Programs' Compliance Opinion	Unqualified
Are there any reportable findings under § .510?	Yes
Major Programs (list):	CFDA # 14.871 Housing Choice Vouchers
Dollar Threshold: Type A/B Programs	Type A: > $300,000 Type B: All Others
Low Risk Auditee?	No

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

There are no Findings or questioned costs for the year ended March 31, 2009.

2. FINDINGS RELATED TO FEDERAL AWARDS

There are no Findings or questioned costs for the year ended March 31, 2009.

Harrison Metropolitan Housing Authority
Schedule of Prior Audit Findings
March 31, 2008

The following are the status of the March 31, 2008 audit findings.

Finding Number	Finding Summary	Fully Corrected?	Not Corrected; Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; **Explain**:
HMHA -1	The Authority didn't document the quality control inspections was not conducted within three months and verify the corrections of the HQS violations were resolved within 30 days.	Yes	Corrected – Finding corrected in current audit report.

Mary Taylor, CPA
Auditor of State

HARRISON METROPOLITAN HOUSING AUTHORITY

HARRISON 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
NOVEMBER 5, 2009

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