

Trumbull Metropolitan Housing Authority

Financial Statements

For the Year Ended June 30, 2018

OHIO AUDITOR OF STATE KEITH FABER



Board of Commissioners
Trumbull Metropolitan Housing Authority
4076 Youngstown Road SE, Suite 101
Warren, Ohio 44484

We have reviewed the *Independent Auditor's Report* of the Trumbull Metropolitan Housing Authority, Trumbull, prepared by Salvatore Consiglio, CPA, Inc., for the audit period July 1, 2017 through June 30, 2018. 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 Trumbull Metropolitan Housing Authority is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

January 24, 2019

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TRUMBULL METROPOLITAN HOUSING AUTHORITY
AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2018

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INDEPENDENT AUDITOR'S REPORT

Board of Commissioners Trumbull
Metropolitan Housing Authority

I have audited the accompanying financial statements of the business-type activities of Trumbull Metropolitan Housing Authority, Ohio, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I did not audit the financial statements of the component units of Trumbull Metropolitan Housing Authority (see Note 1 for a description), which represent 52%, 59% and 18%, respectively, of the total assets, net position and revenues of Trumbull Metropolitan Housing Authority. Those statements were audited by other auditors whose report has been furnished to me, and my opinion, insofar as it relates to the amounts included for the component units, is based solely on the report of such other auditors. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In my opinion, based on my audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate discretely presented component units of the Trumbull Metropolitan Housing Authority as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 7 to the financial statements, during 2018, the Authority adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pension". I did not modify my opinion regarding this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedules of Net Pension and Postemployment Benefit Liabilities and pension and postemployment benefit contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

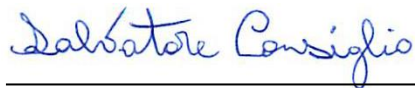
Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Trumbull Metropolitan Housing Authority, Ohio's basic financial statements. The accompanying financial data schedule (FDS), Statement of Modernization and Schedule of Expenditure of Federal Awards are not a required part of the basic financial statements. The Schedule of Expenditure of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is not a required part of the financial statements.

The financial data schedule (FDS) and the statement of modernization cost are presented for purposes of additional analysis as required by the Department of Housing and Urban Development and are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the Schedule of Expenditure of Federal Awards, the financial data schedule ("FDS"), and the statement of modernization cost are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated December 28, 2018, on my consideration of the Authority's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of my internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Entity's internal control over financial reporting and compliance.



Salvatore Consiglio, CPA, Inc.
North Royalton, Ohio
December 28, 2018

TRUMBULL METROPOLITAN HOUSING AUTHORITY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

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

The Management's Discussion and Analysis (MD&A) is designed to focus on the fiscal year ended June 30, 2018 activities, resulting changes, and currently known facts. Please read it in conjunction with the Authority's financial statements. In accordance with GASB Statement No. 34, paragraph 10, the financial information and discussion presented below focuses on the primary government. Due to the significance of the component units when compared to the primary government, the financial information is provided for the component units in some instances to provide for a more complete and meaningful discussion of financial results. Regardless, discussion in the MD&A attempts to distinguish between information pertaining to the primary government and that of the component units.

FINANCIAL HIGHLIGHTS

The primary government's net position decreased by \$1.22 million (or 9.8 percent) in 2018. The net positions were \$12.50 million and \$13.72 million for 2018 and 2017, respectively. The primary reason for the decrease was due to the implementation of GASB No. 75, *Accounting and Financial Reporting for (OPEB) Postemployment Benefits Other Than Pensions*, which requires the primary government to report a liability for OPEB. In accordance with GASB 75, 2017's ending net position was reduced (i.e. restated) by \$1.86 million to \$13.72 million and \$.17 million of OPEB-related administration and maintenance expenses were reported in 2018. Net position was further reduced by \$.30 million in 2018 according to GASB No. 68, *Accounting and Financial Reporting for Pensions* (net pension). For more detail regarding GASB No. 68 and GASB No. 75, see Note 6: Defined Benefit Pension Plan and Note 9: Defined Benefit OPEB Plans.

Total revenues increased by \$.84 million (or 6.3 percent), and was \$14.21 million and \$13.37 million for 2018 and 2017, respectively. Operating grant revenue increased by \$.63 million and other revenues increased by \$.21 million.

Total expenses for the primary government increased by \$.39 million (or 2.5 percent). Total expenses were \$15.43 million and \$15.04 million for 2018 and 2017, respectively. Of this amount, Administrative, Utilities, Maintenance, General and Protective Services, and Housing Assistance Payments for the Housing Choice Voucher Program increased by \$1.08 million while Tenant Services, Other Operating, and Depreciation decreased by \$.69 million.

Since the Authority engages only in business-type activities, the changes are all in the category of business-type net position.

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(Unaudited)

The Authority's component units consist of two non-profit organizations, the Warren Housing Development Corporation and the Western Reserve Housing Development Corporation.

The notes to the financial statements provide further explanation of the component units.

The component units' net position increased by \$.31 million (or 1.7 percent) in 2018. The net positions were \$17.92 million and \$17.61 million for 2018 and 2017, respectively.

Their net position amounts to approximately 58.9 percent of the combined net position for the primary government and component units.

Total revenue for the component units decreased by \$1.06 million (or 33.7 percent) during 2018, and was \$3.15 million and \$4.21 million for 2018 and 2017, respectively. Other revenues from development income decreased in 2018.

Total expenses for the component units decreased by \$.06 million (or 2.2 percent) and were \$2.73 million and \$2.79 million for 2018 and 2017, respectively.

USING THIS ANNUAL REPORT

The report includes three major sections, the Management's Discussion and Analysis (MD&A), Basic Financial Statements, and Other Required Supplementary Information.

MD & A

Management Discussion and Analysis

Basic Financial Statements

Authority-Wide Financial Statements

Notes to Financial Statements

Other Required Supplementary Information

Schedule of Expenditures of Federal Awards

Statement of Modernization Cost – Completed

Schedule of The Authority's Proportionate Share of the Net Pension Liability Last Five Years

Schedule of The Authority's Contributions - Pension Last Ten Years

Schedule of The Authority's Proportionate Share of the Net OPEB Liability Last Two Years

Schedule of The Authority's Contributions - OPEB Last Five Years

Notes to Pension and OPEB Liability

Financial Data Schedule

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements presented on (pages 13-17) are those of the Authority as a whole (Authority-wide) and the component units, discretely reported. The financial statements are

TRUMBULL METROPOLITAN HOUSING AUTHORITY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

further detailed by major account. This perspective (Authority-wide, major account, and component units) allows the user to address relevant questions, broadens a basis for comparison (year to year or Authority to Authority) and enhances the Authority's accountability.

These statements include a **Statement of Net Position**. The Statement of Net Position reports all financial and capital resources for the Authority. The statement is presented in the format where assets and deferred outflows equal liabilities and deferred inflows plus "Net Position". 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 Position (the "Unrestricted") is designed to represent the net available liquid (non-capital) assets, net of liabilities, for the entire Authority. Net Position is reported in three broad categories:

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

Unrestricted: Consists of net position that do not meet the definition of "Net Investment in Capital Assets", or "Restricted Net Position".

The financial statements also include a **Statement of Revenues, Expenses, and Changes in Net Positions**. This statement includes operating revenues, such as rental income; operating expenses, such as administrative, utilities, 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 Net Positions is the "Change in Net Positions", which is similar to net income or loss.

Finally, a **Statement of Cash Flows** is included, which discloses net cash provided by, or used for operating activities, non-capital financing activities, and from capital and related financing activities.

Financial Statements by Major Programs

In general, the Authority's financial statements consist exclusively of enterprise funds. An enterprise fund utilizes the full accrual basis of accounting. The enterprise method of accounting is similar to accounting utilized by private sector accounting.

Many of the funds maintained by the Authority are required by the Department of Housing and Urban Development (HUD). Others are segregated to enhance accountability and control.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

THE AUTHORITY'S PROGRAMS

Business Type Programs

Conventional Public Housing - Under the Conventional Public Housing Program, the Authority rents units it owns to low-income households. The Conventional Public Housing Program is operated under an Annual Contributions Contract (ACC) with HUD, and HUD provides operating subsidy and capital grant funding to enable the Public Housing Authority (PHA) to provide the housing at a rent that is based upon 30 percent of household income. The Conventional Public Housing Program also includes the Capital Fund Program, which is the primary funding source for physical and management improvements to the Authority's properties.

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 (HAP) made to the landlord. The program is administered under an Annual Contributions Contract (ACC) with HUD. HUD provides Annual Contribution Funding to enable the Authority to structure a lease that sets the participants' rent at 30 percent of household income. The Authority receives administrative fees from HUD to administer the program.

Other Authority Programs - In addition to the programs above, the Authority also maintains the following programs:

Family Self Sufficiency Program - a grant program funded by the Department of Housing and Urban Development that enables participating public housing and housing choice voucher families to increase earned income and financial literacy, reduce or eliminate the need for welfare assistance, and make progress toward economic independence and self-sufficiency.

ROSS Service Coordinator Grant - a grant funded by the Department of Housing and Urban Development to provide elderly residents with a support system, and connect them with available community resources.

Youth Build Program Grants - grants funded by the Department of Labor and other state and local grants to provide unemployed, at-risk youth with construction skills, a high school education, and basic leadership training while rehabilitating or constructing new housing for people in their communities.

COMPONENT UNIT

Business Type Programs

Housing Assisting Payments Contracts - The contracts provide rental subsidies from HUD for eligible tenant families residing in existing rental projects.

Other Programs - In addition to Housing Assistance Payments Contracts above, the component units also maintain the following programs:

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Elderly Service Coordinator Grant - a grant funded by the Department of Housing and Urban Development to provide elderly residents with a support system and connect them with available community resources.

FINANCIAL STATEMENTS

The following table reflects the condensed Statement of Net Positions compared to prior year. The Authority is engaged only in business-type activities:

Table 1 - Condensed Statement of Net Position - Primary Government

	<u>2018 (in Millions)</u>	<u>2017-Restated (in Millions)</u>
<u>Assets</u>		
Current Assets	3.78	3.88
Capital Assets	15.26	16.07
Non-Current Assets	.02	.00
Deferred Outflows	0.92	1.51
Total Assets	19.98	21.46
<u>Liabilities, Deferred Inflows and Net Position</u>		
Current Liabilities	0.85	1.08
Long-Term Liabilities	5.55	6.63
Deferred Inflows	1.08	0.03
Total Liabilities	7.48	7.74
<u>Net Position</u>		
Net Investment in Capital Assets	15.17	15.96
Restricted	0.11	0.10
Unrestricted	(2.78)	(2.34)
Total Net Position	12.50	13.72
Total Liabilities and Net Position	19.98	21.46

For more detail information see Statement of Net Position presented elsewhere in this report.

Major Factors Affecting the Statement of Net Position

During 2018, total assets and deferred outflows decreased by \$1.45 million. The majority of the decrease resulted from a \$.80 million decrease in capital assets. A decrease in deferred outflows of

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.56 million resulted from GASB No. 68 and GASB No. 75. A decrease of \$.09 million in current assets resulted from a decrease in accounts receivable. Total liabilities increased by \$1.63 million, primarily resulting from an increase in the reported proportionate share of the retirement systems' net pension liabilities. For more details see Note 6: Defined Benefit Pension Plan and Note 8: Defined Benefit OPEB Plans.

During 2018, total assets and deferred outflows for the component units increased by \$.31 million. Unrestricted net position increased by \$.14 million. The changes to the component units' net positions are mostly due to an increase of cash from reimbursements related to development activity.

While the results of operations are a significant measure of the Authority's activities, the analysis of the changes in unrestricted net position provide a more clear picture of the Authority's financial well-being.

Table 2 – Change in Unrestricted Net Position – Primary Government

	2018 (in Millions)
Beginning Balance - June 30, 2017 Restated	(2.34)
Results of Operation	(1.22)
Adjustments:	
Current year Depreciation Expense	2.09
Capital Expenditure	(1.32)
Retirement of Debt	0.01
Ending Balance - June 30, 2018	(2.78)

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TRUMBULL METROPOLITAN HOUSING AUTHORITY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

Statement of Revenues, Expenses, and Changes in Net Positions

The following table compares the revenues and expenses for the current and previous fiscal year. The Authority is engaged only in business-type activities.

Table 3 - Statement of Revenue, Expenses & Changes in Net Position - Primary Government

	<u>2018 (in Millions)</u>	<u>2017 (in Millions)</u>
<u>Revenues</u>		
Operating Subsidies	10.53	9.90
Total Tenant Revenues	1.96	1.94
Capital Grants	1.20	1.22
Investment Income	0.01	0.02
Other Revenues	0.51	0.29
Total Revenues	14.21	13.37
<u>Expenses</u>		
Administrative	3.23	2.89
Utilities	0.97	0.92
Maintenance	2.57	2.15
Tenant Services	0.21	0.23
General and Protective Services	1.23	1.11
Housing Assistance Payments	5.11	4.96
Other Operating	0.02	0.68
Depreciation	2.09	2.10
Total Expenses	15.43	15.04
Net Increases (Decreases)	(1.22)	(1.67)

MAJOR FACTORS AFFECTING THE STATEMENTS OF REVENUE, EXPENSES, AND CHANGES IN NET POSITIONS

Operating Subsidies increased from 2017 to 2018 by approximately \$.63 million due in part to an increased pro-ration of funding from HUD for the Public Housing Program. Other Income increased from 2017 to 2018 by \$.22 million due primarily to additional management fees. Total expenses increased from 2017 to 2018 by \$.39 million due primarily to GASB 68 and GASB 75 reporting. For more details see Note 6: Defined Benefit Pension Plan and Note 9: Defined Benefit OPEB Plans.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of year-end, the authority had \$15.26 million invested in a variety of capital assets as reflected in the following schedule, which represents a net decrease (addition, deductions and depreciation) of \$.81 million or 5.3 percent from the end of last year.

Table 4 - Condensed Statement of Changes in Capital Assets - Primary Government

	<u>2018 (in Millions)</u>	<u>2017 (in Millions)</u>
Land	1.15	1.15
Buildings	73.87	72.04
Equipment	1.72	1.71
Construction in Progress	1.15	1.79
Accumulated Depreciation	(62.63)	(60.62)
Total	15.26	16.07

The following reconciliation summarizes the change in capital assets, which is presented in detail on Note 5: Capital Assets.

Table 5 - Changes in Capital Assets (in Millions) - Primary Government

	<u>2018 (in Millions)</u>	<u>2017 (in Millions)</u>
Beginning Balances - June 30, 2017	16.07	18.44
Current Year Additions	1.28	(0.27)
Current Year Depreciation Expense	(2.09)	(2.10)
Ending Balances - June 30, 2018	15.26	16.07

As of year-end, the component units had a net book value of \$7.68 million invested in capital assets. The net book value of capital assets decreased from 2017 to 2018 by \$.03 million.

DEBT OUTSTANDING

The Authority acquired debt (i.e. deferred loan) in 2013 equal to \$.16 million related to five properties purchased with Neighborhood Stabilization Program grant funds. The deferred debt remaining as of June 30, 2018 is \$.09 million. The properties were added to the Authority's public housing portfolio on December 31, 2014.

A summary of outstanding debt is presented in detail on Note 10: Long-Term Debt. The detail includes debt related to the net pension liability not included with Table 6.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
Management's Discussion and Analysis
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(Unaudited)

Table 6 - Condensed Statement of Changes in Debt Outstanding (in Millions)
- Primary Government

	<u>2018 (in Millions)</u>	<u>2017 (in Millions)</u>
Beginning Balances - June 30, 2017	0.11	0.12
Current Year Principal Payments	(0.01)	(0.01)
Rounding Adjustment	(0.01)	0.00
Ending Balances - June 30, 2018	<u>0.09</u>	<u>0.11</u>

The component units had debt equal to \$1.95 million at the end of 2018, compared to \$2.07 million at the end of 2017. The debt outstanding includes debt related to notes and mortgages.

ECONOMIC FACTORS

Significant economic factors affecting the Authority are as follows:

- Federal funding provided by Congress to 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
- Inflationary pressure on utility rates, supplies, and other costs

FINANCIAL CONTACT

Questions concerning any information provided in this report or requests for additional information should be addressed to Donald W. Emerson, Jr., Executive Director, Trumbull Metropolitan Housing Authority, 4076 Youngstown Road SE, Warren, Ohio 44484 or call 330-369-1533.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
STATEMENT OF NET POSITION
PROPRIETARY FUND TYPE AND DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2018

	<u>Primary Government</u>	<u>Component Units</u>
<u>ASSETS</u>		
Current Assets:		
Cash Unrestricted	\$2,449,828	\$11,295,918
Cash Restricted	337,601	87,545
Accounts Receivable - Net of Allowance	626,238	234,754
Inventories - Net of Allowance	135,280	30,476
Prepaid Expenses	205,842	96,887
Note Receivable - Current Portion	28,581	615,163
Interest Receivable	0	107,496
Total Current Assets	<u>3,783,370</u>	<u>12,468,239</u>
Non-Current Assets:		
Capital Assets, Not Depreciated	2,302,676	1,206,442
Capital Assets - Net of Accumulated Depreciation	12,957,957	6,474,440
Note Receivable - Net of Current Portion	0	1,188,484
Net Pension Assets	13,727	1,770
Total Non-Current Assets	<u>15,274,360</u>	<u>8,871,136</u>
Deferred Outflows of Resources:		
Pension	776,189	82,154
OPEB	145,684	18,779
Total Deferred Outflows of Resources	<u>921,873</u>	<u>100,933</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$19,979,603</u>	<u>\$21,440,308</u>
<u>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</u>		
Current Liabilities:		
Accounts Payable	\$257,879	\$456,354
Intergovernmental Payable	105,976	16,807
Note Payable - Current Portion	13,567	129,378
Accrued Wages and Payroll Taxes	238,534	26,868
Tenant Security Deposits	169,659	87,545
Unearned Revenue	67,674	87,155
Total Current Liabilities	<u>\$853,289</u>	<u>\$804,107</u>

See accompanying notes to the basic financial statements.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
STATEMENT OF NET POSITION - CONTINUED
PROPRIETARY FUND TYPE AND DESCRETELY PRESENTED COMPONENT UNITS
June 30, 2018

	Primary Government	Component Units
Non-Current Liabilities:		
Long-Term Debt - Net of Current Portion	\$80,326	\$1,824,380
Non-Current Liabilities - Other	129,389	0
Net Pension Liability	2,978,744	383,990
Net OPEB Liability	1,979,641	255,199
Compensated Absences, Non-current	384,916	39,412
Total Non-Current Liabilities	5,553,016	2,502,981
 Deferred Inflows of Resources:		
Pension	893,841	192,767
OPEB	181,971	23,457
Total Deferred Inflows of Resources	1,075,812	216,224
Total Liabilities and Deferred Inflows of Resources	\$7,482,117	\$3,523,312
 <u>NET POSITION</u>		
Net Investment in Capital Assets	\$15,166,740	\$5,727,124
Restricted	108,256	0
Unrestricted	(2,777,510)	12,189,872
Total Net Position	12,497,486	17,916,996
 TOTAL LIABILITES, DEFERRED INFLOWS AND NET POSITION	 \$19,979,603	 \$21,440,308

See accompanying notes to the basic financial statements.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPE AND DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2018

	<u>Primary Government</u>	<u>Component Units</u>
<u>OPERATING REVENUES</u>		
Operating Grant Revenue	\$10,535,126	\$1,678,347
Tenant Revenues	1,962,165	1,022,698
Other Income	506,525	318,189
Total Operating Revenues	<u>13,003,816</u>	<u>3,019,234</u>
<u>OPERATING EXPENSES</u>		
Administration	3,231,114	678,086
Utilities	972,219	383,226
Ordinary Maintenance and Operations	2,568,067	872,134
Tenant Services	212,684	43,978
General and Protective Services	1,230,300	211,484
Housing Assistance Payments	5,109,085	0
Other Operating	24,889	15,354
Depreciation	2,085,500	439,717
Total Operating Expenses	<u>15,433,858</u>	<u>2,643,979</u>
Operating Income (Loss)	<u>(2,430,042)</u>	<u>375,255</u>
<u>NON OPERATING REVENUE (EXPENSES)</u>		
Capital Grants	1,198,119	0
Interest Income	13,891	135,377
Interest Expense	0	(94,597)
Total Non-Operating Revenues (Expenses)	<u>1,212,010</u>	<u>40,780</u>
Excess (Deficiency) of Revenue Over (Under) Expenses	(1,218,032)	416,035
Beginning Net Position, Restated	13,715,518	17,612,682
Equity Transfer	0	(111,721)
ENDING NET POSITION	<u>\$12,497,486</u>	<u>\$17,916,996</u>

See accompanying notes to the basic financial statements.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE AND DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2018

	Primary Government	Component Units
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Operating grants received	\$10,535,126	\$1,694,575
Tenant revenue received	2,141,610	1,125,906
Other revenue received	506,525	2,195,565
General and administrative expenses paid	(7,995,716)	(1,888,490)
Housing assistance payments	(5,109,085)	0
Net cash provided (used) by operating activities	<u>78,460</u>	<u>3,127,556</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Bonds and Notes	(28,581)	1,392,044
Interest and investment revenue	13,891	135,377
Net cash provided (used) by investing activities	<u>(14,690)</u>	<u>1,527,421</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>		
Capital grant funds received	1,198,119	0
Principal Debt Retired	(13,567)	(123,674)
Payment of interest expense	0	(94,597)
Capital and Other assets purchased	(1,275,851)	(657,702)
Net cash provided (used) by capital and related activities	<u>(91,299)</u>	<u>(875,973)</u>
Net increase (decrease) in cash	(27,529)	3,779,004
Cash and cash equivalents - Beginning of year	2,814,958	7,604,459
Cash and cash equivalents - End of year	<u>\$2,787,429</u>	<u>\$11,383,463</u>

See accompanying notes to the basic financial statements.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE AND DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2018

	<u>Primary Government</u>	<u>Component Units</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Net Operating Income (Loss)	(\$2,430,042)	\$375,255
Adjustment to Reconcile Operating Loss to Net Cash Used by Operating Activities		
- Depreciation	2,085,500	439,717
(Increases) Decreases in:		
- Accounts Receivables	170,090	5,187
- Inventory	(941)	(317)
- Prepaid Assets	(80,079)	(15,086)
- Other Assets	(8,064)	2,044,063
- Deferred Outflows	588,387	163,104
Increases (Decreases) in:		
- Accounts Payable	(226,478)	11,885
- Intergovernmental liability	(156)	16,228
- Noncurrent Liabilities Other	85,693	0
- Accrued Wages/Payroll Taxes	2,238	(2,229)
- Unearned Revenue	6,382	726
- Tenant Security Deposits	2,973	(253)
- Compensated Absences	11,367	(5,097)
- Deferred Inflows	1,041,220	210,061
- Pension Liability	(1,169,630)	(115,688)
Net cash provided by operating activities	<u>\$78,460</u>	<u>\$3,127,556</u>

See accompanying notes to the basic financial statements.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Entity and Programs

The Trumbull Metropolitan Housing Authority (the Authority) is a political subdivision created under Ohio Revised Code Section 3735.27 to engage in the acquisition, development, leasing, and administration of a low-rent housing program. 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 rent subsidies provided by HUD. The Authority depends on the subsidies from HUD to operate. The Authority participates in the Section 8 Housing Choice Voucher program provided by HUD. This program helps assist families in the payment of rent. Under this program, the Authority determines the amount of subsidy a family will receive using HUD guidelines; however, there is a limit to the amount charged to the family. The Authority also participates in the Public Housing program. Under this program, the Authority manages constructed or financed public housing units using grant funds from HUD. Tenants of these facilities pay a percentage of his/her adjusted gross income towards rent and utilities.

Summary of Significant Accounting Policies

The financial statements of 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

For financial reporting purposes, the reporting entity is defined to include the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading consistent with Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity* (as amended by GASB Statement No. 61). Based on application of the criteria set forth in GASB Statements No. 14 and No. 39, the Authority annually evaluates potential component units (PCU) for inclusion based on financial accountability, the nature and significance of their relationship to the Authority, and whether exclusion would cause the basic financial statements to be misleading or incomplete.

The primary government consists of all funds, agencies, departments, and offices that are not legally separate from the Authority. The preceding financial statements include all funds and account groups of the Authority (the primary government) and the Authority's component units. The following organizations are described due to their relationship to the Authority.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

Discretely Presented Component Units

The component units' column in the combined financial statements identifies the financial data of the Authority's two component units: the Warren Housing Development Corporation, and the Western Reserve Housing Development Corporation. They are reported separately to emphasize that they are legally separate entities and provide services to clients of the Authority and others. The Authority serves as the management agent for each of the Housing Development Corporations.

The Warren Housing Development Corporation (the Corporation) is a legally separate, non-profit organization, served by a Board comprised of local officials and community representatives. The Corporation was formed in 1977 to carry out charitable purposes including promoting and advancing decent, safe, and sanitary housing for persons of low income, particularly the elderly and infirm, and to promote the common good and general welfare of the City of Warren, Ohio, the State of Ohio, its inhabitants and surrounding territories and their inhabitant by providing housings. Separately issued audited financial statements for the Corporation can be obtained from the Authority.

The Western Reserve Housing Development Corporation (the Corporation) is a legally separate, non-profit organization served by a Board comprised of local officials and community representatives. The Corporation was formed in 2001 for the promotion and construction of facilities for public housing or other charitable purposes. Separately issued audited financial statements for the Corporation can be obtained from the Authority.

Fund Accounting

The Authority uses enterprise funds to report on its financial position and the results of its operations for the Section 8 and Public Housing programs. 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.

Proprietary Fund Types

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:

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

Enterprise Fund - 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.

Measurement Focus/Basis of Accounting

Pursuant to GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance, Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, the Authority follows GASB guidance as applicable to enterprise funds.

Investments

Investments of the primary government are restricted by the provisions of HUD Regulations (See Note 2). Investments are valued at market value. Interest income earned in fiscal year 2017 totaled \$13,891 for the primary government and \$135,377 for the component units.

Capital Assets

Capital 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 Equivalents

For the purpose of the Statement of Cash Flows, cash and cash equivalents include all highly liquid debt instruments, including certificates of deposits with a maturity date of twelve months or less.

Compensated Absences

The Authority accounts for compensated absences in accordance with GASB Statement No. 16. Compensated absences 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; and (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.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

Accordingly, vacation leave and other compensated absences with similar characteristics are accrued as a liability based on the leave accumulated at the balance sheet date. Sick leave and other compensated absences with similar characteristics are accrued as a liability based on the leave accumulated at the balance sheet date but adjusted based on trended histories of forfeited hours versus hours for which previously departed employees received payments. In the proprietary fund, the compensated absences are expensed when earned with the amount reported as a fund liability.

Budgetary Accounting

The Authority annually prepares its budget as prescribed by HUD. This budget is then adopted by the Board of the 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 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.

Pensions / OPEB

For purposes of measuring the net pension/OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB, and pension expense, information about the fiduciary net position of the pension plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense) until then. For the Authority, deferred outflows of resources are reported on the statement of net position for pension and OPEB. The deferred outflows of resources related to pension and OPEB plans are explained in Note 8.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized until that time. For the Authority, deferred inflows of resources are reported on the statement of net position for pension and

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

OPEB. The deferred inflows of resources related to pension and OPEB plans are explained in Note 8.

Pensions / Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB, and pension/OPEB expense, information about the fiduciary net position of the pension/OPEB plans and additions/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension/OPEB plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension/OPEB plans report investments at fair value.

NOTE 2: DEPOSITS AND INVESTMENTS

Primary Government

Deposits

At June 30, 2018, the carrying amount of the primary government's deposits was \$2,787,429 and the bank balance was \$3,172,051. Based on criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2018, \$500,000 of the primary government's bank balance was covered by Federal Depository Insurance. The remainder was collateralized by securities pledged in the name of the Authority or secured by UCC filings. Included in the carrying value of the Authority's deposits is \$1,200 in petty cash.

Custodial credit risk is the risk that, in the event of bank failure, the primary government's deposits may not be returned. The Authority's policy is to place deposits with major local banks approved by the Authority's Board. All deposits are collateralized with eligible securities in amounts equal to 105 percent of the carrying value of deposits.

Such collateral, as permitted by Chapter 135 of the Ohio Revised Code, is held in financial institution pools at Federal Reserve banks, or at member banks of the Federal Reserve System, in the name of the respective depository bank, and pledged as a pool of collateral against the public deposits it holds, or as specific collateral held at the Federal Reserve bank in the name of the Authority.

Deposits consist of cash & cash equivalents. Cash & cash equivalents include all highly liquid debt instruments, including certificates of deposit with a maturity date of twelve months or less.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 2: DEPOSITS AND INVESTMENTS (Continued)

	Cash and Cash Equivalents
Cash - Unrestricted	\$ 2,449,828
Cash - Restricted	337,601
 Total GASB Statements No. 3 and No. 40	 \$ 2,787,429

Investments

The Authority has a formal investment policy; however, the Authority did not have investments at June 30, 2018.

Component Units

Deposits

At June 30, 2018, the carrying amount of the component units' deposits was \$11,383,463 and the bank balance was \$11,404,082. Based on criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2018, \$250,000 of the component units' bank balance was covered by Federal Depository Insurance. The remainder was collateralized by securities pledged in the name of the Housing Development Corporation ("Corporation") or the Authority. Included in the carrying value of the component units' deposits is \$200 in petty cash.

Custodial credit risk is the risk that, in the event of bank failure, deposits may not be returned. Deposits are placed with major local banks as approved by the Corporation's Board. All deposits are collateralized with eligible securities in amounts equal to 105 percent of the carrying value of deposits. Such collateral, as permitted by Chapter 135 of the Ohio Revised Code, is held in financial institution pools at Federal Reserve banks, or at member banks of the Federal Reserve System, in the name of the respective depository bank, and pledged as a pool of collateral against the deposits it holds, or as specific collateral held at the Federal Reserve bank in the name of the Corporation or the Authority.

Deposits consist of cash & cash equivalents. Cash & cash equivalents include all highly liquid debt instruments, including certificates of deposit with a maturity date of twelve months or less. The component units had certificates of deposit on account totaling \$5,000,000.

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**TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 2: DEPOSITS AND INVESTMENTS (Continued)

	Cash and Cash Equivalents
Cash - Unrestricted	\$ 11,295,918
Cash - Restricted	87,545
 Total GASB Statements No. 3 and No. 40	 \$ 11,383,463

Investments

The Authority has a formal investment policy it relies on to manage the investments of the component units; however, the component units had no investments at June 30, 2018.

NOTE 3: RESTRICTED CASH

Primary Government

The restricted cash balance of \$337,601 on the financial statements for the primary government represents the following:

HCVP HAP Restricted Funds	\$ 108,256
Public Housing Tenant Security Deposits	169,659
Family Self-Sufficiency Escrow Funds	59,686
 Total Restricted Cash	 \$ 337,601

Component Unit

The restricted cash balance of \$87,545 on the financial statements for the component units represent the tenant security deposit funds.

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TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 4: INSURANCE COVERAGE

The Authority is covered for property damage, general liability, auto damage and liability, and public officials' liability through various insurers.

Additionally, workers' compensation is maintained through the State of Ohio, in which rates are calculated retrospectively. The Authority is also fully insured through a premium payment plan for employee health care benefits.

There was no significant reduction in coverages and no claims exceeded insurance coverage during the past three years.

NOTE 5: CAPITAL ASSETS

The following is a summary of the Authority's capital assets:

	Primary Government	Component Units
	<u> </u>	<u> </u>
Capital Assets Not Depreciated		
Land	\$ 1,156,911	\$ 1,148,553
Construction in Progress	1,145,765	57,889
Total Capital Assets Not Depreciated	<u>2,302,676</u>	<u>1,206,442</u>
 Capital Assets Being Depreciated		
Buildings and Building Improvements	73,875,381	18,759,944
Furniture and Equipment	1,715,799	1,013,189
Total Capital Assets being Depreciated	<u>75,591,180</u>	<u>19,773,133</u>
Less Accumulated Depreciation	<u>(62,633,223)</u>	<u>(13,298,693)</u>
Subtotal Capital Assets Being Depreciated	<u>12,957,957</u>	<u>6,474,440</u>
Total Capital Assets	<u><u>\$ 15,260,633</u></u>	<u><u>\$ 7,680,882</u></u>

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TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 5: CAPITAL ASSETS (Continued)

Primary Government				
	Balance 7/1/2017	Additions	Deletions	Balance 6/30/2018
Capital Assets Not Depreciated				
Land	\$ 1,156,911	\$ 0	\$ 0	\$1,156,911
Construction in Progress	1,787,068	1,069,400	(1,710,703)	1,145,765
Total Capital Assets Not Depreciated	<u>2,943,979</u>	<u>1,069,400</u>	<u>(1,710,703)</u>	<u>2,302,676</u>
Capital Assets, Depreciated				
Buildings and Building Improvements	72,035,962	1,839,419	0	73,875,381
Furniture and Equipment	1,708,288	77,735	(70,224)	1,715,799
Capital Assets, Depreciated	<u>73,744,250</u>	<u>1,917,154</u>	<u>(70,224)</u>	<u>75,591,180</u>
Less Accumulated Depreciation	(60,617,207)	(2,085,500)	69,484	(62,633,223)
Total Depreciable Assets, Net	<u>13,127,043</u>	<u>(168,346)</u>	<u>(740)</u>	<u>12,957,957</u>
Total Capital Assets, Net, Primary Government	<u>\$16,071,022</u>	<u>\$ 901,054</u>	<u>\$(1,711,443)</u>	<u>\$15,260,633</u>
Component Units				
	Balance 7/1/2017	Additions	Deletions	Balance 6/30/2018
Capital Assets Not Depreciated				
Land	\$ 1,183,294	\$ 0	\$ (34,741)	\$1,148,553
Construction in Progress	78,508	18,285	(38,904)	57,889
Total Capital Assets Not Depreciated	<u>1,261,802</u>	<u>18,825</u>	<u>(73,645)</u>	<u>1,206,442</u>
Capital Assets, Depreciated				
Buildings and Building Improvements	18,327,202	599,881	(167,139)	18,759,944
Furniture and Equipment - Restated	950,652	78,440	(15,903)	1,013,189
Capital Assets, Depreciated	<u>19,277,854</u>	<u>678,321</u>	<u>(183,042)</u>	<u>19,773,133</u>
Less Accumulated Depreciation - Restated	(12,894,875)	(439,717)	35,889	(13,298,693)
Total Depreciable Assets, Net	<u>6,382,979</u>	<u>238,604</u>	<u>147,143</u>	<u>6,474,440</u>
Total Capital Assets, Net, Component Units	<u>\$ 7,644,781</u>	<u>\$ 256,889</u>	<u>\$ (220,788)</u>	<u>\$ 7,680,882</u>

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 6: DEFINED BENEFIT PENSION PLAN

Net Pension Liability

The net pension liability/(asset) reported on the statement of net position represents a liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net pension liability represents the Authority's proportionate share of each pension plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan's fiduciary net position. The net pension liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

Ohio Revised Code limits the Authority's obligation for this liability to annually required payments. The Authority cannot control benefit terms or the manner in which pensions are financed; however, the Authority does receive the benefit of employees' services in exchange for compensation including pension.

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

The proportionate share of each plan's unfunded benefits is presented as a long-term *net pension liability* on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting.

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**TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 6: DEFINED BENEFIT PENSION PLAN (Continued)

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - Authority employees participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. Authority employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS' traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional plan. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about OPERS' fiduciary net position that may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members were categorized into three groups with varying provisions of the law applicable to each group. The following table provides age and service requirements for retirement and the retirement formula applied to final average salary (FAS) for the three member groups under the traditional plan as per the reduced benefits adopted by SB 343 (see OPERS' CAFR referenced above for additional information):

Group A Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	Group B 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Group C Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35

Final average Salary (FAS) represents the average of the three highest years of earnings over a member's career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member's career.

**TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 6: DEFINED BENEFIT PENSION PLAN (Continued)

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount.

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

Funding Policy - The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

2018 Statutory Maximum Contribution Rates:	<u>State and Local</u>
Employer	14.0%
Employee	10.0%

With the assistance of the System's actuary and Board approval, a portion of each employer contribution to OPERS may be set aside for the funding of post-employment health care coverage. The portion of the Traditional Pension Plan and Combined Plan employer contributions allocated to health care was 1.0 percent for 2017, and 0.0 percent for 2018.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The Authority's contractually required contributions were \$406,556 for fiscal year ending June 30, 2018.

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

The net pension liability/(assets) for OPERS was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Authority's proportion of the net pension liability was based on the Authority's

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TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 6: DEFINED BENEFIT PENSION PLAN (Continued)

share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	OPERS Traditional Pension Plan	OPERS Combined Pension Plan	Total
Proportion of the Net Pension Liability/Asset Prior Measurement Date	0.021977%	0.011987%	
Proportion of the Net Pension Liability/Asset Current Measurement Date	<u>0.021435%</u>	<u>0.011384%</u>	
Change in Proportionate Share	<u>-0.000542%</u>	<u>-0.000603%</u>	
Proportionate Share of the Net Pension Liability/(Asset)	\$3,362,734	\$ (15,497)	\$3,347,237
Pension Expense	\$ 499,372	\$ (816)	\$ 498,556

At June 30, 2018, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS Traditional Pension Plan	OPERS Combined Pension Plan	Total
Deferred Outflows of Resources			
Differences between expected and actual experience	\$3,435	\$0	\$3,435
Change in assumptions	401,868	1,354	403,222
Changes in proportion and differences between Authority contributions and proportionate share of contributions Authority contributions subsequent to the measurement date	<u>248,531</u>	<u>1,012</u>	<u>249,543</u>
	<u>198,870</u>	<u>3,273</u>	<u>202,143</u>
Total Deferred Outflows of Resources	<u>\$852,704</u>	<u>\$5,639</u>	<u>\$858,343</u>
Deferred Inflows of Resources			
Net difference between projected and actual earning on pension plan investment:	\$721,934	\$2,446	\$724,380
Differences between expected and actual experience	66,267	4,616	70,883
Changes in proportion and differences between Authority contributions and proportionate share of contributions	<u>290,597</u>	<u>748</u>	<u>291,345</u>
Total Deferred Inflows of Resources	<u>\$1,078,798</u>	<u>\$7,810</u>	<u>\$1,086,608</u>

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 6: DEFINED BENEFIT PENSION PLAN (Continued)

\$202,143 reported as deferred outflows of resources related to pension resulting from Authority's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	<u>OPERS Traditional Pension Plan</u>	<u>OPERS Combined Pension Plan</u>	<u>Total</u>
Year Ending June 30:			
2019	\$285,617	(\$743)	\$284,874
2020	(96,026)	(810)	(96,836)
2021	(317,903)	(1,356)	(319,259)
2022	(296,652)	(1,297)	(297,949)
2023	0	(440)	(440)
Thereafter	<u>0</u>	<u>(798)</u>	<u>(798)</u>
Total	<u>(\$424,964)</u>	<u>(\$5,444)</u>	<u>(\$430,408)</u>

Actuarial Assumptions - OPERS

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all prior periods included in the measurement in accordance with the requirements of GASB 67. In 2016, the Board of Trustees' actuarial consultants conducted an experience study for the period 2011 through 2015, comparing assumptions to actual results. The experience study incorporates both a historical view and forward-looking projections to determine the appropriate set of assumptions to keep the plan on a path toward full funding. Information from this study led to changes in both demographic and economic assumptions, with the most notable being a reduction in the actuarially assumed rate of return from 8.0 percent down to 7.5 percent, for the defined benefit investments. Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, are presented below:

**TRUMBULL METROPOLITAN HOUSING AUTHORITY
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 6: DEFINED BENEFIT PENSION PLAN (Continued)

The total pension asset in the December 31, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation	3.25 to 10.75
Cost -of-Living Adjustment	Pre 01/07/13 retirees: 3% Simple Post 01/07/13 retirees: 3% Simple through 2018, then 2.15 Simple
Investment Rate of Return	7.50%
Actuarial Cost Method	Individual Entry Age

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described tables. The most recent experience study was completed for the five year period ended December 31, 2015.

The long-term rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

OPERS manages investments in three investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan and the annuitized accounts of the Member-Directed Plan. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money weighted rate of return expressing investment performance, net of investments expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio is 16.82 percent for 2017.

**TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 6: DEFINED BENEFIT PENSION PLAN (Continued)

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2017 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return
Fixed Income	23.00%	2.20%
Domestic Equities	19.00%	6.37%
Real Estate	10.00%	5.26%
Private Equity	10.00%	8.97%
International Equities	20.00%	7.88%
Other Investments	18.00%	5.26%
 TOTAL	 100.00%	 5.66%

Discount Rate

The discount rate used to measure the total pension liability was 7.5 percent, post-experience study results. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Authority's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the Authority's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.5 percent, as well as what the Authority's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.5 percent) or one-percentage-point higher (8.5 percent) than the current rate:

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 6: DEFINED BENEFIT PENSION PLAN (Continued)

Authority's proportionate share of the net pension liability/(asset)	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Traditional Pension Plan	\$5,971,362	\$3,362,736	\$1,187,928
Combined Plan	(\$8,424)	(\$15,497)	(\$20,377)

NOTE 7: CHANGE IN ACCOUNTING PRINCIPLE AND RESTATEMENT OF NET POSITION

For fiscal year 2018, the Authority implemented the Governmental Accounting Standards Board (GASB) Statement No. 85, *Omnibus 2017*, Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*, and related guidance from (GASB) Implementation Guide No. 2017-3, *Accounting and Financial Reporting for Postemployment Benefits other Than Pensions (and Certain Issues Related to OPEB Plan Reporting)*.

GASB 85 addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits (OPEB)). These changes were incorporated in the Authority's fiscal year 2018 financial statements; however, there was no effect on beginning net position/fund balance.

GASB 75 established standards for measuring and recognizing Postemployment benefit liabilities, deferred outflows of resources, deferred inflows of resources and expense/expenditure. The implementation of this pronouncement had the following effect on net position as reported June 30, 2017:

Net Position – June 30, 2017	Primary Government \$15,579,105
Adjustments:	
- Net OPEB Liability	(2,136,222)
- Component Unit Proportionate Share	240,238
- Deferred Outflows – Payments Subsequent to measurement date	32,397
Restated Net Position – June 30, 2017	\$13,715,518

Other than employer contributions subsequent to the measurement date, the Authority made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 8: DEFINED BENEFITS OPEB PLANS

Plan Description

Net OPEB Liability

The net OPEB liability reported on the statement of net position represents a liability to employees for OPEB. OPEB is a component of exchange transactions –between an employer and its employees - of salaries and benefits for employee services. OPEB are provided to an employee - on a deferred-payment basis - as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net OPEB liability represents the Authority’s proportionate share of each OPEB plan’s collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan’s fiduciary net position. The net OPEB liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

Ohio Revised Code limits the Authority’s obligation for this liability to annually required payments. The Authority cannot control benefit terms or the manner in which OPEB are financed; however, the Authority does receive the benefit of employees’ services in exchange for compensation including OPEB.

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability. Resulting adjustments to the net OPEB liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The proportionate share of each plan’s unfunded benefits is presented as a long-term *net OPEB liability* on the accrual basis of accounting. Any liability for the contractually-required OPEB contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 8: DEFINED BENEFITS OPEB PLANS (continued)

Plan Description – Ohio Public Employees Retirement System (OPERS)

Authority employees participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features.

OPERS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about OPERS' fiduciary net position that may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

As of December 2016, OPERS maintains one health care trust, the 115 Health Care Trust (115 Trust), which was established in 2014 to initially provide a funding mechanism for a health reimbursement arrangement (HRA), as the prior trust structure could not support the HRA. In March 2016, OPERS received two favorable rulings from the Internal Revenue Service (IRS) allowing OPERS to consolidate health care assets into the 115 Trust. The 401(h) Health Care Trust (401(h) Trust) was a pre-funded trust that provided health care funding for eligible members of the Traditional Pension Plan and the Combined Plan through December 31, 2015, when plans funded through the 401(h) Trust were terminated. The Voluntary Employees' Beneficiary Association Trust (VEBA Trust) accumulated funding for retiree medical accounts for participants in the Member-Directed Plan through June 30, 2016. The 401(h) Trust and the VEBA Trust were closed as of June 30, 2016 and the net positions transferred to the 115 Trust on July 1, 2016. Beginning in 2016, the 115 Trust, established under Internal Revenue Code (IRC) Section 115, is the funding vehicle for all health care plans.

The OPERS health care plans are reported as other post-employment benefit plans (OPEB) based on the criteria established by the Governmental Accounting Standards Board (GASB). Periodically, OPERS modifies the health care program design to improve the ongoing solvency of the plans. Eligibility requirements for access to the OPERS health care options have changed over the history of the program for Traditional Pension Plan and Combined Plan members. Prior to January 1, 2015, 10 or more years of service were required to qualify for health care coverage. Beginning January 1, 2015, generally, members must be at least age 60 with 20 years of qualifying service credit to qualify for health care coverage or 30 years of qualifying service at any age. Beginning 2016, Traditional Pension Plan and Combined Plan retirees enrolled in Medicare A and B were eligible to participate in the OPERS Medicare Connector (Connector). The Connector, a vendor selected by OPERS, assists eligible retirees in the selection and purchase of Medicare supplemental coverage through the Medicare market. Retirees that purchase supplemental coverage through the Connector may receive a monthly allowance in their HRA that can be used to reimburse eligible health care expenses.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 8: DEFINED BENEFITS OPEB PLANS (continued)

Upon termination or retirement, Member-Directed Plan participants can use vested retiree medical account funds for reimbursement of qualified medical expenses. Members who elect the Member-Directed Plan after July 1, 2015 will vest in health care over 15 years at a rate of 10% each year starting with the sixth year of participation. Members who elected the Member-Directed Plan prior to July 1, 2015, vest in health care over a five-year period at a rate of 20% per year. Health care coverage is neither guaranteed nor statutorily required.

The ORC permits, but does not require, OPERS to offer post-employment health care coverage. The ORC allows a portion of the employers' contributions to be used to fund health care coverage. The health care portion of the employer contribution rate for the Traditional Pension Plan and Combined Plan is comparable, as the same coverage options are provided to participants in both plans.

Prior to January 1, 2015, the System provided comprehensive health care coverage to retirees with 10 or more years of qualifying service credit and offered coverage to their dependents on a premium deduction or direct bill basis. Beginning January 1, 2015, the service eligibility criteria for health care coverage increased from 10 years to 20 years with a minimum age of 60, or 30 years of qualifying service at any age. Beginning with January 2016 premiums, Medicare eligible retirees could select supplemental coverage through the Connector, and may be eligible for monthly allowances deposited to an HRA to be used for reimbursement of eligible health care expenses. Coverage for non-Medicare retirees includes hospitalization, medical expenses and prescription drugs. The System determines the amount, if any, of the associated health care costs that will be absorbed by the System and attempts to control costs by using managed care, case management, and other programs. Additional details on health care coverage can be found in the Plan Statement in the OPERS 2017 CAFR.

Participants in the Member-Directed Plan are not eligible for health care coverage offered to benefit recipients in the Traditional Pension Plan and Combined Plan. A portion of employer contributions for these participants is allocated to a retiree medical account. Upon separation or retirement, participants may be reimbursed for qualified medical expenses from these accounts. An additional retiree medical account (RMA) was also established several years ago when three health care coverage levels were available to retirees. Monthly allowance amounts in excess of the cost of the retiree's selected coverage were notionally credited to the retiree's RMA. Retirees and their dependents could seek reimbursements from the RMA balances for qualified medical expenses. In 2013, the number of health care options available to retirees was reduced from three to one, eliminating the majority of deposits to the RMA. Wellness incentive payments were the only remaining deposits made to this RMA. Wellness incentives are no longer awarded starting with the 2017 plan year. These RMA balances were transferred to the HRA for retirees with both types of accounts. In addition, OPERS initiated an automatic claims payment process for reimbursements for retiree health care costs paid through pension deduction. This process will reimburse members for eligible health care premiums paid to OPERS, currently through pension deduction, up to the member's available RMA balance.

**TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 8: DEFINED BENEFITS OPEB PLANS (continued)

Funding Policy – The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

2018 Statutory Maximum Contribution Rates:	<u>State and Local</u>
Employer	14.0%
Employee	10.0%

With the assistance of the System’s actuary and Board approval, a portion of each employer contribution to OPERS may be set aside for the funding of post-employment health care coverage. Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The portion of the Traditional Pension Plan and Combined Plan employer contributions allocated to health care was 1.0 percent for 2017, and decreased to 0.0 percent for 2018. The employer contribution as a percent of covered payroll deposited for Member-Directed Plan health care accounts was 4.0 percent for 2017. The Authority’s contractually required contribution was \$17,257 for fiscal year ending June 30, 2018.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability was determined by an actuarial valuation as of December 31, 2016, rolled forward to the measurement date of December 31, 2017, by incorporating the expected value of health care cost accruals, the actual health care payments, and interest accruals during the year. The Authority's proportion of the net OPEB liability was based on the Authority’s share of total contributions relative to the total contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	<u>Health Care Plan</u>
Proportion of the Net OPEB Liability:	
Prior Measurement Date	0.021150%
Proportion of the Net OPEB Liability:	
Current Measurement Date	<u>0.020580%</u>
Change in Proportionate Share	<u>-0.000570%</u>
Proportionate Share of the Net OPEB Liability	\$2,234,840
OPEB Expense	\$ 171,979

At June 30, 2018, The Authority reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 8: DEFINED BENEFITS OPEB PLANS (continued)

	Health Care Plan
Deferred Outflows of Resources	
Difference between expected and actual experience	\$1,741
Assumption Changes	162,722
 Total Deferred Outflows of Resources	 \$164,463
 Deferred Inflows of Resources	
Net Difference between projected and actual earning on pension plan investments	\$166,480
Changes in proportion and differences between Authority contributions and proportionate share of contributions	38,948
 Total Deferred Inflows of Resources	 \$205,428

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	Health Care Plan
Year Ending June 30:	
2019	\$18,386
2020	18,386
2021	(36,120)
2022	(41,620)
 Total	 (\$40,968)

Actuarial Assumptions - OPERS

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 8: DEFINED BENEFITS OPEB PLANS (continued)

Projections of health care costs for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between the System and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2016, rolled forward to the measurement date of December 31, 2017. The total OPEB liability was determined using the following actuarial assumptions, applied to all prior periods included in the measurement in accordance with the requirements of GASB 74. In 2016, the Board of Trustees' actuarial consultants conducted an experience study for the period 2011 through 2015, comparing assumptions to actual results. The experience study incorporates both a historical view and forward-looking projections to determine the appropriate set of assumptions to keep the plan on a path toward full funding. Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, are presented below:

Wage Inflation	3.25%
Future Salary Increases, including inflation 3.25%	3.25 - 10.75%
Single Discount Rate	3.85%
Investment Rate of Return	6.50%
Municipal Bond Rate	3.31%
Health Care Cost Trend Rate	7.5% initial, 3.25% ultimate in 2028
Actuarial Cost Method	Individual entry age

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described tables.

The most recent experience study was completed for the five year period ended December 31, 2015. The long-term expected rate of return on health care investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 8: DEFINED BENEFITS OPEB PLANS (continued)

OPERS manages investments in three investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, and the Defined Contribution portfolio. The Health Care portfolio includes the assets for health care expenses for the Traditional Pension Plan, Combined Plan and Member-Directed Plan eligible members. Within the Health Care portfolio, contributions into the plans are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made, and health care-related payments are assumed to occur mid-year. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio is 15.2 percent for 2017.

The allocation of investment assets with the Health Care portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. The System's primary goal is to achieve and maintain a fully funded status for benefits provided through the defined pension plans. The table below displays the Board-approved asset allocation policy for 2017 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return
Fixed Income	34.00%	1.88%
Domestic Equities	21.00%	6.37%
REITs	6.00%	5.91%
International Equities	22.00%	7.88%
Other Investments	17.00%	5.39%
TOTAL	100.00%	4.98%

Discount Rate

A single discount rate of 3.85 percent was used to measure the OPEB liability on the measurement date of December 31, 2017. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.50 percent and a municipal bond rate

**TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 8: DEFINED BENEFITS OPEB PLANS (continued)

of 3.31 percent. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2034. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2034, and the municipal bond rate was applied to all health care costs after that date.

Sensitivity of Authority's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following table presents the Authority's proportionate share of the net OPEB liability calculated using the single discount rate of 3.85 percent, as well as what the Authority's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.85 percent) or one percentage point higher (4.85 percent) than the current rate:

	1% Decrease (2.85%)	Single Discount Rate (3.85%)	1% Increase (4.85%)
Authority's proportionate share of the net OPEB liability	\$2,969,077	\$2,234,840	\$1,640,843

Sensitivity of Authority's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate

Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability. The following table presents the net OPEB liability calculated using the assumed trend rates, and the expected net OPEB liability if it were calculated using a health care cost trend rate that is 1.0% lower or 1.0% higher than the current rate.

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2018 is 7.50%. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries' project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.25% in the most recent valuation.

**TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 8: DEFINED BENEFITS OPEB PLANS (continued)

	Current Health Care Cost Trend Rate		
	1% Decrease	Assumption	1% Increase
Authority's proportionate share of the net OPEB liability	\$2,138,262	\$2,234,840	\$2,334,595

NOTE 9: COMPENSATED ABSENCES

Vacation and sick leave policies are established by the Board of Commissioners subject to collective bargaining, when applicable.

Permanent employees who work full time earn annual leave (i.e., vacation hours) based on the employee's years of service. Annual leave may be accumulated up to 3 times the employee's annual accumulation amount as of July 1 of each year. Eligible employees earn 10 hours sick leave per month of service. Unused sick leave may be accumulated without limit. Employees who leave the Authority or are terminated are not paid for unused sick leave. However, any employee who retires, dies, or becomes disabled will be paid for unused sick leave based on the employee's years of service and unused sick leave subject to maximum limits based on the employee's years of service.

Primary Government:

At June 30, 2018, based on the vesting method, \$461,056 was accrued by the primary government for unused vacation and sick time. The current portion is \$76,140 and the non-current portion is \$384,916. The additions reflect the dollar value of leave earned and the deletions reflect the dollar value of leave used, forfeited, or otherwise removed as a liability.

Balance			Balance
<u>July 1, 2017</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2018</u>
\$ 442,652	\$ 323,360	\$(304,956)	\$ 461,056

Component Unit:

At June 30, 2018, based on the vesting method, \$48,512 was accrued by the component units for unused vacation and sick time. The current portion is \$9,100 and the non-current portion is \$39,412.

Balance			Balance
<u>July 1, 2017</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2018</u>
\$ 56,013	\$ 29,318	\$(36,819)	\$ 48,512

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 10: LONG-TERM DEBT

Primary Government

The Authority has debt in 2018 equal to \$93,893 related to five properties purchased with Neighborhood Stabilization Program grant funds.

The Authority's primary government has long-term debt as follows:

The PHA entered into a contractual agreement with Trumbull County, Ohio on March 2011, where the Authority initially received a grant for \$36,313 to be used for the purchase of property located at 506 Washington Avenue, Girard, Ohio. The grant has a restriction that the property shall be rehabilitated and rented to low income tenants for a period of 15 years. In the event of violation of this restriction, the Authority shall pay back the amount equal to the grant amount less the prorated amount of time measured from March 2011. \$16,308

The PHA entered into a contractual agreement with Trumbull County, Ohio on May 2011, where the Authority initially received a grant for \$12,574 to be used for the purchase of property located at 674 Grover Avenue, Masury, Ohio. The grant has a restriction that the property shall be rehabilitated and rented to low income tenants for a period of 15 years. In the event of violation of this restriction, the Authority shall pay back the amount equal to the grant amount less the prorated amount of time measured from May 2011. 5,774

The PHA entered into a contractual agreement with Trumbull County, Ohio on June 2011, where the Authority initially received a grant for \$54,481 to be used for the purchase of property located at 409 Ventura Drive, Youngstown, Ohio. The grant has a restriction that the property shall be rehabilitated and rented to low income tenants for a period of 15 years. In the event of violation of this restriction, the Authority shall pay back the amount equal to the grant amount less the prorated amount of time measured from June 2011. 25,236

The PHA entered into a contractual agreement with Trumbull County, Ohio on June 2011, where the Authority initially received a grant for \$49,258 to be used for the purchase of property located at 501 Murray Hill Drive, Youngstown, Ohio. The grant has a restriction that the property shall be rehabilitated and rented to low income tenants for a period of 15 years. In the event of violation of this restriction, the Authority shall pay back the amount equal to the grant amount less the prorated amount of time measured from June 2011. 22,816

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 10: LONG-TERM DEBT (Continued)

The PHA entered into a contractual agreement with Trumbull County, Ohio on July 2, 2011, where the Authority initially received a grant for \$50,875 to be used for the purchase of property at 3702-3704 Crestview Street, Warren, Ohio. The grant has a restriction that the property shall be rehabilitated and rented to low income tenants for a period of 15 years. In the event of a violation of this restriction, the Authority shall back amount equal to the grant amount less prorated amount of time measured from July 2011.

	<u>23,759</u>
Total Outstanding Debt	93,893
Less Current Portion	<u>13,567</u>
Total Long Term Debt	<u><u>\$ 80,326</u></u>

A summary of the Primary Government's debt activity in the period is as follows:

Description	Balance July 1, 2017	Additions	Deletions	Balance June 30, 2018	Current Portion
Loan Payable	\$ 107,460	\$ 0	\$ 13,567	\$ 93,893	\$ 13,567

Maturities of Debt over the Life of the debt are as follows:

Ended June 30	Principal	Interest	Total Payments
2019	\$ 13,567	\$ 0	\$ 13,567
2020	13,567	0	13,567
2021	13,567	0	13,567
2022	13,567	0	13,567
2023	13,567	0	13,567
2024-2026	26,058	0	26,058
	<u>\$ 93,893</u>	<u>\$ 0</u>	<u>\$ 93,893</u>

Net Pension Liabilities

The Authority's proportion of the net pension liability and OPEB was based on the Authority's share of the plans relative to all of the participating entities. See Note 6 through Note 8 regarding pension plans and OPEB Benefits reported in Net Pension Liability. The change in the net pension liability is as follows:

**TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 10: **LONG-TERM DEBT** (Continued)

Description	Balance 7/01/2017	Additions	Deletions	Balance 6/30/2018
Net Pension Liability:				
Primary Government	\$4,235,726	\$0	(\$1,256,982)	\$2,978,744
Component Units	754,877	0	(370,887)	383,990
Total Pension Liability	\$4,990,603	\$0	(\$1,627,869)	\$3,362,734

Description	Balance- Restated	Additions	Deletions	Balance 6/30/2018
Net OPEB Liability:				
Primary Government	\$1,892,289	\$87,352	\$0	\$1,979,641
Component Units	243,937	11,262	\$0	255,199
Total OPEB Liability	\$2,136,226	\$98,614	\$0	\$2,234,840

Component Units

The Authority's component units were obligated on the following notes as of June 30, 2018:

Promissory Note - Western Reserve HDC

On March 31, 2013, a promissory note in the amount of \$2,144,359 was written with Trumbull Housing Development Corporation for Western Reserve HDC's balance due on their Cortland Savings & Bank Company loan. The promissory note bears interest at the rate of 4.75% per annum and the note expires when paid in full on March 15, 2032. The outstanding principal balance as of June 30, 2018 is \$1,789,131.

Required payments, including interest, are as follows:

Year End	Principal	Interest	Total Payments
2019	\$ 94,508	\$ 82,944	\$ 177,452
2020	99,096	78,356	177,452
2021	103,907	73,545	177,452
2022	108,952	68,500	177,452
2023	114,241	63,211	177,452
2024-2032	1,268,427	284,275	1,552,702
Totals	\$ 1,789,131	\$ 650,831	\$ 2,439,962

Promissory Note – Warren HDC

On March 1, 2002, a promissory note in the amount of \$712,517 was written between the Warren HDC and Trumbull Housing Development Corporation for the balance due on a

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

retired first mortgage associated with the Ridge property. The note bears a 4.00% interest rate and the scheduled monthly payments of \$3,401.67 are to be paid through November 1, 2022. The outstanding principal balance as of June 30, 2018 is \$164,627.

Required payments, including interest, are as follows:

Year End	Principal	Interest	Total Payments
2019	\$ 34,870	\$ 5,950	\$ 40,820
2020	36,290	4,530	40,820
2021	37,769	3,051	40,820
2022	39,308	1,512	40,820
2023	16,390	151	16,541
Totals	<u>\$ 164,627</u>	<u>\$ 15,194</u>	<u>\$ 179,821</u>

A summary of the Component Units' debt activity in the period is as follows:

	Balance 7/1/2017	Additions	Deletions	Balance 6/30/2018	Current Portion
WRHDC					
Promissory Note	\$ 1,879,292	\$ 0	\$ 90,161	1,789,131	\$ 94,508
WHDC					
Promissory Note	198,140	0	\$ 33,513	164,627	34,870
Total	<u>\$ 2,077,432</u>	<u>\$ 0</u>	<u>\$ 123,674</u>	<u>\$ 1,953,758</u>	<u>\$ 129,378</u>

NOTE 11: CONTINGENCIES

The Authority is party to various routine legal proceedings that arise in the ordinary course of business. No provision has been made to the financial statements for the effect, if any, of such contingencies.

NOTE 12: EQUITY TRANSFER

The Authority's component units reported an equity transfer for \$111,721.33 related to a transfer from Western Reserve HDC to Paragon Residential Solutions Corporation, a non-profit corporation and community housing development organization (CHDO), formed in the State of Ohio, of a single-family residential rental property located at 3820 Orchard Avenue in Youngstown Ohio. The book value of the property was transferred to the CHDO in order to receive funding for capital improvements.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE 13: CONDENSED FINANCIAL STATEMENT INFORMATION - COMPONENT UNITS

	Warren Housing Development Corporation	Western Reserve Housing Development Corporation	Totals
Balance Sheet			
Current Assets	\$ 12,021,377	\$ 446,862	\$ 12,468,239
Capital and Other Assets	5,074,255	3,897,814	8,972,069
Current Liabilities	(422,675)	(381,432)	(804,107)
Non-Current Liabilities	(912,074)	(1,807,131)	(2,719,205)
Net Position	<u>\$ 15,760,883</u>	<u>\$ 2,156,113</u>	<u>\$ 17,916,996</u>

	Warren Housing Development Corporation	Western Reserve Housing Development Corporation	Totals
Revenues, Expenses, and Change in Equity			
Operating Revenue	\$ 2,763,087	\$ 256,147	\$ 3,019,234
Operating Expense	(2,455,060)	(188,919)	(2,643,979)
Net Operating Revenue	308,027	67,228	375,255
Total Non-Operating Revenue (Expense)	127,219	(86,439)	40,780
Excess Revenue Over Expenses	<u>\$ 435,246</u>	<u>\$ (19,211)</u>	<u>\$ 416,035</u>

NOTE 14: SUBSEQUENT EVENTS

Generally accepted accounting principles define subsequent events as events or transactions that occur after the statement of financial position date, but before the financial statements as issued or are available to be issued. Management has evaluated subsequent events through December 28, 2018 the date on which the financial statements were available to be issued.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
SCHEDULE OF FEDERAL AWARDS
JUNE 30, 2018

FEDERAL GRANTOR / PASS THROUGH	CFDA	
GRANTOR PROGRAM TITLES	NUMBER	EXPENDITURES
U.S. Department of Housing and Urban Development		
Direct Program		
Low Rent Public Housing	14.850	\$4,035,932
Resident Opportunity and Supportive Services	14.870	53,606
Housing Choice Vouchers	14.871	5,643,593
Public Housing Capital Fund Program	14.872	1,364,821
PIH Family Self-Sufficiency Program	14.896	118,524
Total U.S. Department of HUD		11,216,476
U.S. Department of Labor		
Direct Program		
Youthbuild Program	17.274	389,303
Pass Through Trumbull County Department of Job And Family Services		
WIA Youth Program	17.259	127,466
Total U.S. Department of Labor		516,769
Total Expenditure of Federal Award		\$11,733,245

TRUMBULL METROPOLITAN HOUSING AUTHORITY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Authority and is presented on the full accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Authority, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Authority.

The Authority has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE B – SUBRECIPIENTS

The Authority provided no federal awards to subrecipients during the year ended June 30, 2018.

NOTE C – DISCLOSURE OF OTHER FORMS OF ASSISTANCE

The Authority received no federal awards of non-monetary assistance that are required to be disclosed for the year ended June 30, 2018.

The Authority had no loans, loan guarantees, or federally restricted endowment funds required to be disclosed for the year ended June 30, 2018.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
STATEMENT OF MODERNIZATION COST - COMPLETED
JUNE 30, 2018

Annual Contributions Contract C-5031

1. The total amount for modernization costs of the Capital Fund Program grants are shown below:

OH12P00850113

Funds Approved	\$	1,386,937
Funds Expended		1,386,937
Excess (Deficiency) of Funds Approved		-0-

Funds Advanced	\$	1,386,937
Funds Expended		1,386,937
Excess (Deficiency) of Funds Advanced		-0-

OH12P00850114

Funds Approved	\$	1,484,323
Funds Expended		1,484,323
Excess (Deficiency) of Funds Approved		-0-

Funds Advanced	\$	1,484,323
Funds Expended		1,484,323
Excess (Deficiency) of Funds Advanced		-0-

OH12R00850112

Funds Approved	\$	31,106
Funds Expended		31,106
Excess (Deficiency) of Funds Approved		-0-

Funds Advanced	\$	31,106
Funds Expended		31,106
Excess (Deficiency) of Funds Advanced		-0-

OH12R00850113

Funds Approved	\$	207,374
Funds Expended		207,374
Excess (Deficiency) of Funds Approved		-0-

Funds Advanced	\$	207,374
Funds Expended		207,374
Excess (Deficiency) of Funds Advanced		-0-

TRUMBULL METROPOLITAN HOUSING AUTHORITY
STATEMENT OF MODERNIZATION COST - COMPLETED
JUNE 30, 2018

Annual Contributions Contract C-5031 - Continued

OH12R00850114

Funds Approved	\$ 200,423
Funds Expended	200,423
Excess (Deficiency) of Funds Approved	-0-

Funds Advanced	\$ 200,423
Funds Expended	200,423
Excess (Deficiency) of Funds Advanced	-0-

OH12R00850115

Funds Approved	\$ 204,263
Funds Expended	204,263
Excess (Deficiency) of Funds Approved	-0-

Funds Advanced	\$ 204,263
Funds Expended	204,263
Excess (Deficiency) of Funds Advanced	-0-

2. All modernization work in connection with the Capital Fund Program has been completed.

3. The entire actual modernization cost or liabilities incurred by the Authority have been fully paid.

4. There are no discharged mechanics, laborers, contractors, or material-mens' liens against such modernization work on file in any public office where the same should be filed in order to be valid against such modernization work.

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TRUMBULL METROPOLITAN HOUSING AUTHORITY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE OF THE
 NET PENSION LIABILITY
 OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST FIVE FISCAL YEARS

Traditional Plan	2018	2017	2016
Authority's Proportion of the Net Pension Liability	0.021435%	0.021977%	0.021621%
Authority's Proportionate Share of the Net Pension Liability	\$3,362,736	\$4,990,603	\$3,745,029
Authority's Covered-Employee Payroll	\$2,832,601	\$2,841,027	\$2,690,989
Authority's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	118.72%	175.66%	139.17%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	84.66%	77.25%	81.08%
Combined Plan	2018	2017	2016
Authority's Proportion of the Net Pension Asset	0.011384%	0.011987%	0.011350%
Authority's Proportionate Share of the Net Pension (Asset)	(\$15,497)	(\$6,672)	(\$5,523)
Authority's Covered-Employee Payroll	\$46,621	\$46,659	\$41,311
Authority's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Employee Payroll	33.24%	14.30%	13.37%
Plan Fiduciary Net Position as a Percentage of the Total Pension Asset	137.28%	116.55%	116.90%

(1) - Information prior to 2014 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

Amounts presented as of the Authority's measurement date, which is the prior calendar year end.

See accompanying notes to the required supplementary information.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE OF THE
 NET PENSION LIABILITY
 OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST FIVE FISCAL YEARS

Traditional Plan	2015	2014
Authority's Proportion of the Net Pension Liability	0.021793%	0.021793%
Authority's Proportionate Share of the Net Pension Liability	\$2,628,480	\$2,569,111
Authority's Covered-Employee Payroll	\$2,672,507	\$2,690,578
Authority's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	98.35%	95.49%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.45%	86.36%
Combined Plan	2015	2014
Authority's Proportion of the Net Pension Asset	0.012387%	0.012387%
Authority's Proportionate Share of the Net Pension (Asset)	(\$4,770)	(\$1,300)
Authority's Covered-Employee Payroll	\$45,278	\$37,171
Authority's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Employee Payroll	10.53%	3.50%
Plan Fiduciary Net Position as a Percentage of the Total Pension Asset	114.83%	104.33%

(1) - Information prior to 2014 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

Amounts presented as of the Authority's measurement date, which is the prior calendar year end.

See accompanying notes to the required supplemental information.

**TRUMBULL METROPOLITAN HOUSING AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE AUTHORITY'S CONTRIBUTIONS – PENSION
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS**

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>Contractually Required Contributions</u>					
Traditional Plan	399,973	346,763	326,830	320,157	317,704
Combined Plan	6,583	5,695	5,017	4,995	5,706
Total Required Contributions	<u>\$406,556</u>	<u>\$352,458</u>	<u>\$331,847</u>	<u>\$325,152</u>	<u>\$323,410</u>
Contributions in Relation to the Contractually Required Contribution	<u>(\$406,556)</u>	<u>(\$352,458)</u>	<u>(\$331,847)</u>	<u>(\$325,152)</u>	<u>(\$323,410)</u>
Contribution Deficiency / (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Authority's Covered-Employee Payroll</u>					
Traditional Plan	\$2,967,443	\$2,782,278	\$2,723,583	\$2,667,975	\$2,647,533
Combined Plan	48,841	45,694	\$41,808	\$41,625	\$47,550
<u>Pension Contributions as a Percentage of Covered-Employee Payroll</u>					
Traditional Plan	13.48%	12.46%	12.00%	12.00%	12.00%
Combined Plan	13.48%	12.46%	12.00%	12.00%	12.00%

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<u>Contractually Required Contributions</u>						
Traditional Plan	352,924	268,909	279,180	231,050	[1]	[1]
Combined Plan	4,876	2,551	2,663	2,580	[1]	[1]
Total Required Contributions	<u>\$357,800</u>	<u>\$271,460</u>	<u>\$281,843</u>	<u>\$233,630</u>	<u>\$358,026</u>	<u>\$209,413</u>
Contributions in Relation to the Contractually Required Contribution	<u>(\$357,800)</u>	<u>(\$271,460)</u>	<u>(\$281,843)</u>	<u>(\$233,630)</u>	<u>(\$358,026)</u>	<u>(\$209,413)</u>
Contribution Deficiency / (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Authority's Covered-Employee Payroll</u>						
Traditional Plan	\$2,714,800	\$2,689,090	\$2,791,800	\$2,567,222	[1]	[1]
Combined Plan	\$37,508	\$32,088	\$33,497	\$26,407	[1]	[1]
<u>Pension Contributions as a Percentage of Covered-Employee Payroll</u>						
Traditional Plan	13.00%	10.00%	10.00%	9.00%	8.50%	7.00%
Combined Plan	13.00%	7.95%	7.95%	9.77%	9.27%	8.10%

(1) – Information prior to 2010 is not available for classification of OPERS contributions by plan. Total contributions reported include any amounts contributed to the Member-Directed plan.

See accompanying notes to the required supplemental information.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE OF THE
 NET OPEB LIABILITY
 OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST TWO FISCAL YEARS

	2018	2017
Authority's Proportion of the Net OPEB Liability	0.020580%	0.021150%
Authority's Proportionate Share of the Net OPEB Liability	\$ 2,234,836	\$ 2,136,222
Authority's Covered Payroll	\$ 2,915,577	\$ 2,922,556
Authority's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	76.65%	73.09%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	54.14%	54.05%

(1) Information prior to 2017 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

Amounts presented as of the Authority's measurement date, which is the prior calendar year end.

See accompanying notes to the required supplementary information.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE AUTHORITY'S CONTRIBUTIONS - OPEB
 OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST FOUR FISCAL YEARS

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contribution	\$ 17,257	\$ 44,746	\$ 55,978	\$ 54,592
Contributions in Relation to the Contractually Required Contribution	<u>(17,257)</u>	<u>(44,746)</u>	<u>(55,978)</u>	<u>(54,592)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Authority Covered Payroll	\$3,054,371	\$2,856,434	\$2,795,304	\$2,741,941
Contributions as a Percentage of Covered Payroll	0.56%	1.57%	2.00%	1.99%

(1) Information prior to 2015 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

See accompanying notes to the required supplementary information.

TRUMBULL METROPOLITAN HOUSING AUTHORITY
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

NET PENSION LIABILITY

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2018.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2016 and 2018. For 2017, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the expected investment return was reduced from 8.00% to 7.50%, (b) the expected long-term average wage inflation rate was reduced from 3.75% to 3.25%, (c) the expected long-term average price inflation rate was reduced from 3.00% to 2.50%, (d) Rates of withdrawal, retirement and disability were updated to reflect recent experience, (e) mortality rates were updated to the RP-2014 Health Annuitant Mortality Table, adjusted for mortality improvement back to the observant period base year of 2006 and then established the base year as 2015 (f) mortality rates used in evaluating disability allowances were updated to the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and a base year of 2015 for males and 2010 for females (g) Mortality rates for a particular calendar year for both healthy and disabled retiree mortality tables are determined by applying the MP-2015 mortality improvement scale to the above described tables.

NET OPEB LIABILITY

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2018.

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
111 Cash - Unrestricted	\$1,793,991	\$0	\$0	\$11,295,918	\$0
112 Cash - Restricted - Modernization and Development	\$0	\$0	\$0	\$0	\$0
113 Cash - Other Restricted	\$0	\$0	\$0	\$0	\$0
114 Cash - Tenant Security Deposits	\$169,659	\$0	\$0	\$87,545	\$0
115 Cash - Restricted for Payment of Current Liabilities	\$125	\$0	\$0	\$0	\$0
100 Total Cash	\$1,963,775	\$0	\$0	\$11,383,463	\$0
121 Accounts Receivable - PHA Projects	\$0	\$0	\$0	\$0	\$0
122 Accounts Receivable - HUD Other Projects	\$95,799	\$31,733	\$5,985	\$0	\$0
124 Accounts Receivable - Other Government	\$15,076	\$0	\$0	\$157	\$57,409
125 Accounts Receivable - Miscellaneous	\$7,331	\$0	\$0	\$222,375	\$0
126 Accounts Receivable - Tenants	\$11,117	\$0	\$0	\$12,602	\$0
126.1 Allowance for Doubtful Accounts - Tenants	-\$5,695	\$0	\$0	-\$2,632	\$0
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	\$0	\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current	\$24,069	\$0	\$0	\$615,163	\$0
128 Fraud Recovery	\$22,598	\$0	\$0	\$2,252	\$0
128.1 Allowance for Doubtful Accounts - Fraud	-\$1,456	\$0	\$0	\$0	\$0
129 Accrued Interest Receivable	\$0	\$0	\$0	\$107,496	\$0
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$168,839	\$31,733	\$5,985	\$957,413	\$57,409
131 Investments - Unrestricted	\$0	\$0	\$0	\$0	\$0
132 Investments - Restricted	\$0	\$0	\$0	\$0	\$0
135 Investments - Restricted for Payment of Current Liability	\$0	\$0	\$0	\$0	\$0
142 Prepaid Expenses and Other Assets	\$153,741	\$2,450	\$0	\$96,887	\$0
143 Inventories	\$139,532	\$0	\$0	\$32,080	\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
143.1 Allowance for Obsolete Inventories	-\$6,988	\$0	\$0	-\$1,604	\$0
144 Inter Program Due From	\$0	\$0	\$0	\$0	\$0
145 Assets Held for Sale	\$0	\$0	\$0	\$0	\$0
150 Total Current Assets	\$2,418,899	\$34,183	\$5,985	\$12,468,239	\$57,409
161 Land	\$916,759	\$0	\$0	\$1,148,554	\$0
162 Buildings	\$73,875,382	\$0	\$0	\$18,759,944	\$0
163 Furniture, Equipment & Machinery - Dwellings	\$902,073	\$0	\$0	\$375,030	\$0
164 Furniture, Equipment & Machinery - Administration	\$543,086	\$0	\$0	\$638,159	\$0
165 Leasehold Improvements	\$0	\$0	\$0	\$0	\$0
166 Accumulated Depreciation	-\$62,376,464	\$0	\$0	-\$13,298,693	\$0
167 Construction in Progress	\$1,145,765	\$0	\$0	\$57,888	\$0
168 Infrastructure	\$0	\$0	\$0	\$0	\$0
160 Total Capital Assets, Net of Accumulated Depreciation	\$15,006,601	\$0	\$0	\$7,680,882	\$0
171 Notes, Loans and Mortgages Receivable - Non-Current	\$0	\$0	\$0	\$1,188,484	\$0
172 Notes, Loans, & Mortgages Receivable - Non Current - Past	\$0	\$0	\$0	\$0	\$0
173 Grants Receivable - Non Current		\$0	\$0	\$0	\$0
174 Other Assets	\$6,116	\$0	\$0	\$1,770	\$0
176 Investments in Joint Ventures	\$0	\$0	\$0	\$0	\$0
180 Total Non-Current Assets	\$15,012,717	\$0	\$0	\$8,871,136	\$0
200 Deferred Outflow of Resources	\$379,184	\$0	\$0	\$100,933	\$0
290 Total Assets and Deferred Outflow of Resources	\$17,810,800	\$34,183	\$5,985	\$21,440,308	\$57,409

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
311 Bank Overdraft	\$0	\$0	\$0	\$0	\$0
312 Accounts Payable <= 90 Days	\$55,851	\$34,183	\$5,985	\$256,354	\$57,409
313 Accounts Payable >90 Days Past Due	\$0	\$0	\$0	\$0	\$0
321 Accrued Wage/Payroll Taxes Payable	\$55,157	\$0	\$0	\$17,769	\$0
322 Accrued Compensated Absences - Current Portion	\$29,278	\$0	\$0	\$9,099	\$0
324 Accrued Contingency Liability	\$0	\$0	\$0	\$0	\$0
325 Accrued Interest Payable	\$0	\$0	\$0	\$0	\$0
331 Accounts Payable - HUD PHA Programs	\$0	\$0	\$0	\$0	\$0
332 Account Payable - PHA Projects	\$0	\$0	\$0	\$0	\$0
333 Accounts Payable - Other Government	\$105,976	\$0	\$0	\$16,807	\$0
341 Tenant Security Deposits	\$169,659	\$0	\$0	\$87,545	\$0
342 Unearned Revenue	\$67,674	\$0	\$0	\$87,155	\$0
343 Current Portion of Long-term Debt - Capital	\$13,567	\$0	\$0	\$129,378	\$0
344 Current Portion of Long-term Debt - Operating Borrowings	\$0	\$0	\$0	\$0	\$0
345 Other Current Liabilities	\$125	\$0	\$0	\$0	\$0
346 Accrued Liabilities - Other	\$0	\$0	\$0	\$200,000	\$0
347 Inter Program - Due To	\$0	\$0	\$0	\$0	\$0
348 Loan Liability - Current	\$0	\$0	\$0	\$0	\$0
310 Total Current Liabilities	\$497,287	\$34,183	\$5,985	\$804,107	\$57,409
351 Long-term Debt, Net of Current - Capital Projects/Mortgage	\$80,326	\$0	\$0	\$1,824,380	\$0
352 Long-term Debt, Net of Current - Operating Borrowings	\$0	\$0	\$0	\$0	\$0
353 Non-current Liabilities - Other	\$100,356	\$0	\$0	\$0	\$0
354 Accrued Compensated Absences - Non Current	\$118,412	\$0	\$0	\$39,412	\$0
355 Loan Liability - Non Current	\$0	\$0	\$0	\$0	\$0
356 FASB 5 Liabilities	\$0	\$0	\$0	\$0	\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
357 Accrued Pension and OPEB Liabilities	\$2,208,821	\$0	\$0	\$639,189	\$0
350 Total Non-Current Liabilities	\$2,507,915	\$0	\$0	\$2,502,981	\$0
300 Total Liabilities	\$3,005,202	\$34,183	\$5,985	\$3,307,088	\$57,409
400 Deferred Inflow of Resources	\$560,645	\$0	\$0	\$216,224	\$0
508.4 Net Investment in Capital Assets	\$14,912,708	\$0	\$0	\$5,727,124	\$0
511.4 Restricted Net Position	\$0	\$0	\$0	\$0	\$0
512.4 Unrestricted Net Position	-\$667,755	\$0	\$0	\$12,189,872	\$0
513 Total Equity - Net Assets / Position	\$14,244,953	\$0	\$0	\$17,916,996	\$0
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$17,810,800	\$34,183	\$5,985	\$21,440,308	\$57,409

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
111 Cash - Unrestricted	\$0	\$0	\$137,990	\$517,847	\$13,745,746
112 Cash - Restricted - Modernization and Development	\$0	\$0	\$0		\$0
113 Cash - Other Restricted	\$0	\$0	\$137,290		\$137,290
114 Cash - Tenant Security Deposits	\$0	\$0			\$257,204
115 Cash - Restricted for Payment of Current Liabilities	\$0	\$0	\$30,527		\$30,652
100 Total Cash	\$0	\$0	\$305,807	\$517,847	\$14,170,892
121 Accounts Receivable - PHA Projects	\$0	\$0			\$0
122 Accounts Receivable - HUD Other Projects	\$8,949	\$0		\$0	\$142,466
124 Accounts Receivable - Other Government	\$0	\$26,568		\$99	\$99,309
125 Accounts Receivable - Miscellaneous	\$0	\$0		\$388,419	\$618,125
126 Accounts Receivable - Tenants	\$0	\$0		\$0	\$23,719
126.1 Allowance for Doubtful Accounts - Tenants	\$0	\$0		\$0	-\$8,327
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0		\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current	\$0	\$0	\$4,512		\$643,744
128 Fraud Recovery	\$0	\$0	\$23,438	\$0	\$48,288
128.1 Allowance for Doubtful Accounts - Fraud	\$0	\$0	-\$12,015	\$0	-\$13,471
129 Accrued Interest Receivable	\$0	\$0			\$107,496
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$8,949	\$26,568	\$15,935	\$388,518	\$1,661,349
131 Investments - Unrestricted	\$0	\$0			\$0
132 Investments - Restricted	\$0	\$0	\$0		\$0
135 Investments - Restricted for Payment of Current Liability	\$0	\$0	\$0		\$0
142 Prepaid Expenses and Other Assets	\$0	\$0	\$6,330	\$43,321	\$302,729
143 Inventories	\$0	\$0		\$2,736	\$174,348
143.1 Allowance for Obsolete Inventories	\$0	\$0		\$0	-\$8,592

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
144 Inter Program Due From	\$0	\$0			\$0
145 Assets Held for Sale	\$0	\$0			\$0
150 Total Current Assets	\$8,949	\$26,568	\$328,072	\$952,422	\$16,300,726
161 Land	\$0	\$0		\$240,152	\$2,305,465
162 Buildings	\$0	\$0		\$0	\$92,635,326
163 Furniture, Equipment & Machinery - Dwellings	\$0	\$0		\$0	\$1,277,103
164 Furniture, Equipment & Machinery - Administration	\$0	\$0	\$51,190	\$219,449	\$1,451,884
165 Leasehold Improvements	\$0	\$0	\$0	\$0	\$0
166 Accumulated Depreciation	\$0	\$0	-\$51,180	-\$205,579	-\$75,931,916
167 Construction in Progress	\$0	\$0			\$1,203,653
168 Infrastructure	\$0	\$0			\$0
160 Total Capital Assets, Net of Accumulated Depreciation	\$0	\$0	\$10	\$254,022	\$22,941,515
171 Notes, Loans and Mortgages Receivable - Non-Current	\$0	\$0		\$0	\$1,188,484
172 Notes, Loans, & Mortgages Receivable - Non Current - Past	\$0	\$0		\$0	\$0
173 Grants Receivable - Non Current	\$0	\$0			\$0
174 Other Assets	\$0	\$0	\$815	\$6,796	\$15,497
176 Investments in Joint Ventures	\$0	\$0		\$0	\$0
180 Total Non-Current Assets	\$0	\$0	\$825	\$260,818	\$24,145,496
200 Deferred Outflow of Resources	\$0	\$0	\$41,687	\$501,002	\$1,022,806
290 Total Assets and Deferred Outflow of Resources	\$8,949	\$26,568	\$370,584	\$1,714,242	\$41,469,028
311 Bank Overdraft	\$0	\$0	\$0	\$0	\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
312 Accounts Payable <= 90 Days	\$8,949	\$26,568	\$1,532	\$85,864	\$532,695
313 Accounts Payable >90 Days Past Due	\$0	\$0	\$0	\$0	\$0
321 Accrued Wage/Payroll Taxes Payable	\$0	\$0	\$7,058	\$100,178	\$180,162
322 Accrued Compensated Absences - Current Portion	\$0	\$0	\$6,292	\$40,571	\$85,240
324 Accrued Contingency Liability	\$0	\$0	\$0		\$0
325 Accrued Interest Payable	\$0	\$0	\$0		\$0
331 Accounts Payable - HUD PHA Programs	\$0	\$0	\$0	\$0	\$0
332 Account Payable - PHA Projects	\$0	\$0	\$0		\$0
333 Accounts Payable - Other Government	\$0	\$0	\$0		\$122,783
341 Tenant Security Deposits	\$0	\$0	\$0		\$257,204
342 Unearned Revenue	\$0	\$0	\$0	\$0	\$154,829
343 Current Portion of Long-term Debt - Capital	\$0	\$0	\$0	\$0	\$142,945
344 Current Portion of Long-term Debt - Operating Borrowings	\$0	\$0	\$0		\$0
345 Other Current Liabilities	\$0	\$0	\$30,527	\$3	\$30,655
346 Accrued Liabilities - Other	\$0	\$0	\$0		\$200,000
347 Inter Program - Due To	\$0	\$0	\$0		\$0
348 Loan Liability - Current	\$0	\$0	\$0	\$0	\$0
310 Total Current Liabilities	\$8,949	\$26,568	\$45,409	\$226,616	\$1,706,513
351 Long-term Debt, Net of Current - Capital Projects/Mortgage	\$0	\$0	\$0	\$0	\$1,904,706
352 Long-term Debt, Net of Current - Operating Borrowings	\$0	\$0	\$0		\$0
353 Non-current Liabilities - Other	\$0	\$0	\$29,033		\$129,389
354 Accrued Compensated Absences - Non Current	\$0	\$0	\$27,717	\$238,787	\$424,328
355 Loan Liability - Non Current	\$0	\$0	\$0	\$0	\$0
356 FASB 5 Liabilities	\$0	\$0	\$0		\$0
357 Accrued Pension and OPEB Liabilities	\$0	\$0	\$294,257	\$2,455,307	\$5,597,574

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
350 Total Non-Current Liabilities	\$0	\$0	\$351,007	\$2,694,094	\$8,055,997
300 Total Liabilities	\$8,949	\$26,568	\$396,416	\$2,920,710	\$9,762,510
400 Deferred Inflow of Resources	\$0	\$0	\$75,429	\$439,738	\$1,292,036
508.4 Net Investment in Capital Assets	\$0	\$0	\$10	\$254,022	\$20,893,864
511.4 Restricted Net Position	\$0	\$0	\$108,256	\$0	\$108,256
512.4 Unrestricted Net Position	\$0	\$0	-\$209,527	-\$1,900,228	\$9,412,362
513 Total Equity - Net Assets / Position	\$0	\$0	-\$101,261	-\$1,646,206	\$30,414,482
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$8,949	\$26,568	\$370,584	\$1,714,242	\$41,469,028

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
111 Cash - Unrestricted		\$13,745,746
112 Cash - Restricted - Modernization and Development		\$0
113 Cash - Other Restricted		\$137,290
114 Cash - Tenant Security Deposits		\$257,204
115 Cash - Restricted for Payment of Current Liabilities		\$30,652
100 Total Cash	\$0	\$14,170,892
121 Accounts Receivable - PHA Projects		\$0
122 Accounts Receivable - HUD Other Projects		\$142,466
124 Accounts Receivable - Other Government		\$99,309
125 Accounts Receivable - Miscellaneous	-\$49,117	\$569,008
126 Accounts Receivable - Tenants		\$23,719
126.1 Allowance for Doubtful Accounts -Tenants		-\$8,327
126.2 Allowance for Doubtful Accounts - Other		\$0
127 Notes, Loans, & Mortgages Receivable - Current		\$643,744
128 Fraud Recovery		\$48,288
128.1 Allowance for Doubtful Accounts - Fraud		-\$13,471
129 Accrued Interest Receivable		\$107,496
120 Total Receivables, Net of Allowances for Doubtful Accounts	-\$49,117	\$1,612,232
131 Investments - Unrestricted		\$0
132 Investments - Restricted		\$0
135 Investments - Restricted for Payment of Current Liability		\$0
142 Prepaid Expenses and Other Assets		\$302,729
143 Inventories		\$174,348
143.1 Allowance for Obsolete Inventories		-\$8,592

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
144 Inter Program Due From		\$0
145 Assets Held for Sale		\$0
150 Total Current Assets	-\$49,117	\$16,251,609
161 Land		\$2,305,465
162 Buildings		\$92,635,326
163 Furniture, Equipment & Machinery - Dwellings		\$1,277,103
164 Furniture, Equipment & Machinery - Administration		\$1,451,884
165 Leasehold Improvements		\$0
166 Accumulated Depreciation		-\$75,931,916
167 Construction in Progress		\$1,203,653
168 Infrastructure		\$0
160 Total Capital Assets, Net of Accumulated Depreciation	\$0	\$22,941,515
171 Notes, Loans and Mortgages Receivable - Non-Current		\$1,188,484
172 Notes, Loans, & Mortgages Receivable - Non Current - Past		\$0
173 Grants Receivable - Non Current		\$0
174 Other Assets		\$15,497
176 Investments in Joint Ventures		\$0
180 Total Non-Current Assets	\$0	\$24,145,496
200 Deferred Outflow of Resources	\$0	\$1,022,806
290 Total Assets and Deferred Outflow of Resources	-\$49,117	\$41,419,911
311 Bank Overdraft		\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
312 Accounts Payable <= 90 Days	-\$49,117	\$483,578
313 Accounts Payable >90 Days Past Due		\$0
321 Accrued Wage/Payroll Taxes Payable		\$180,162
322 Accrued Compensated Absences - Current Portion		\$85,240
324 Accrued Contingency Liability		\$0
325 Accrued Interest Payable		\$0
331 Accounts Payable - HUD PHA Programs		\$0
332 Account Payable - PHA Projects		\$0
333 Accounts Payable - Other Government		\$122,783
341 Tenant Security Deposits		\$257,204
342 Unearned Revenue		\$154,829
343 Current Portion of Long-term Debt - Capital		\$142,945
344 Current Portion of Long-term Debt - Operating Borrowings		\$0
345 Other Current Liabilities		\$30,655
346 Accrued Liabilities - Other		\$200,000
347 Inter Program - Due To		\$0
348 Loan Liability - Current		\$0
310 Total Current Liabilities	-\$49,117	\$1,657,396
351 Long-term Debt, Net of Current - Capital Projects/Mortgage		\$1,904,706
352 Long-term Debt, Net of Current - Operating Borrowings		\$0
353 Non-current Liabilities - Other		\$129,389
354 Accrued Compensated Absences - Non Current		\$424,328
355 Loan Liability - Non Current		\$0
356 FASB 5 Liabilities		\$0
357 Accrued Pension and OPEB Liabilities		\$5,597,574

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
350 Total Non-Current Liabilities	\$0	\$8,055,997
300 Total Liabilities	-\$49,117	\$9,713,393
400 Deferred Inflow of Resources	\$0	\$1,292,036
508.4 Net Investment in Capital Assets		\$20,893,864
511.4 Restricted Net Position		\$108,256
512.4 Unrestricted Net Position		\$9,412,362
513 Total Equity - Net Assets / Position	\$0	\$30,414,482
600 Total Liabilities, Deferred Inflows of Resources and Equity -	-\$49,117	\$41,419,911

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
70300 Net Tenant Rental Revenue	\$1,878,295	\$0	\$0	\$976,476	\$0
70400 Tenant Revenue - Other	\$83,870	\$0	\$0	\$46,222	\$0
70500 Total Tenant Revenue	\$1,962,165	\$0	\$0	\$1,022,698	\$0
70600 HUD PHA Operating Grants	\$4,202,634	\$118,524	\$53,606	\$0	\$0
70610 Capital Grants	\$1,198,119	\$0	\$0	\$0	\$0
70710 Management Fee					
70720 Asset Management Fee					
70730 Book Keeping Fee					
70740 Front Line Service Fee					
70750 Other Fees					
70700 Total Fee Revenue					
70800 Other Government Grants	\$0	\$0	\$0	\$0	\$127,466
71100 Investment Income - Unrestricted	\$12,190	\$0	\$0	\$135,377	\$0
71200 Mortgage Interest Income	\$0	\$0	\$0	\$0	\$0
71300 Proceeds from Disposition of Assets Held for Sale	\$0	\$0	\$0	\$0	\$0
71310 Cost of Sale of Assets	\$0	\$0	\$0	\$0	\$0
71400 Fraud Recovery	\$0	\$0	\$0	\$0	\$0
71500 Other Revenue	\$187,482	\$0	\$0	\$1,954,201	\$0
71600 Gain or Loss on Sale of Capital Assets	\$0	\$0	\$0	\$0	\$0
72000 Investment Income - Restricted	\$0	\$0	\$0	\$0	\$0
70000 Total Revenue	\$7,562,590	\$118,524	\$53,606	\$3,112,276	\$127,466
91100 Administrative Salaries	\$542,769	\$0	\$0	\$296,392	\$9,969

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
91200 Auditing Fees	\$10,502	\$0	\$0	\$15,455	\$0
91300 Management Fee	\$935,592	\$0	\$0	\$0	\$0
91310 Book-keeping Fee	\$106,035	\$0	\$0	\$0	\$0
91400 Advertising and Marketing	\$7,964	\$0	\$0	\$3,749	\$0
91500 Employee Benefit contributions - Administrative	\$366,646	\$0	\$0	\$211,829	\$1,654
91600 Office Expenses	\$98,201	\$0	\$0	\$71,628	\$7,218
91700 Legal Expense	\$39,921	\$0	\$0	\$31,117	\$0
91800 Travel	\$14,306	\$0	\$0	\$4,022	\$17
91810 Allocated Overhead	\$0	\$0	\$0	\$0	\$0
91900 Other	\$3,040	\$0	\$0	\$43,894	\$12,575
91000 Total Operating - Administrative	\$2,124,976	\$0	\$0	\$678,086	\$31,433
92000 Asset Management Fee	\$147,480	\$0	\$0	\$0	\$0
92100 Tenant Services - Salaries	\$0	\$82,199	\$0	\$0	\$0
92200 Relocation Costs	\$0	\$0	\$0	\$0	\$0
92300 Employee Benefit Contributions - Tenant Services	\$0	\$36,325	\$0	\$0	\$0
92400 Tenant Services - Other	\$40,554	\$0	\$53,606	\$1,643	\$0
92500 Total Tenant Services	\$40,554	\$118,524	\$53,606	\$1,643	\$0
93100 Water	\$182,643	\$0	\$0	\$59,269	\$69
93200 Electricity	\$377,471	\$0	\$0	\$229,968	\$26
93300 Gas	\$152,718	\$0	\$0	\$32,629	\$0
93400 Fuel	\$0	\$0	\$0	\$0	\$0
93500 Labor	\$0	\$0	\$0	\$0	\$0
93600 Sewer	\$191,644	\$0	\$0	\$61,360	\$157
93700 Employee Benefit Contributions - Utilities	\$0	\$0	\$0	\$0	\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
93800 Other Utilities Expense	\$0	\$0	\$0	\$0	\$0
93000 Total Utilities	\$904,476	\$0	\$0	\$383,226	\$252
94100 Ordinary Maintenance and Operations - Labor	\$761,397	\$0	\$0	\$280,338	\$0
94200 Ordinary Maintenance and Operations - Materials and	\$183,313	\$0	\$0	\$40,268	\$7,232
94300 Ordinary Maintenance and Operations Contracts	\$741,991	\$0	\$0	\$195,239	\$292
94500 Employee Benefit Contributions - Ordinary Maintenance	\$501,337	\$0	\$0	\$324,748	\$0
94000 Total Maintenance	\$2,188,038	\$0	\$0	\$840,593	\$7,524
95100 Protective Services - Labor	\$0	\$0	\$0	\$0	\$0
95200 Protective Services - Other Contract Costs	\$68,134	\$0	\$0	\$22,683	\$0
95300 Protective Services - Other	\$9,864	\$0	\$0	\$3,750	\$0
95500 Employee Benefit Contributions - Protective Services	\$0	\$0	\$0	\$0	\$0
95000 Total Protective Services	\$77,998	\$0	\$0	\$26,433	\$0
96110 Property Insurance	\$175,308	\$0	\$0	\$65,620	\$0
96120 Liability Insurance	\$104,952	\$0	\$0	\$37,917	\$0
96130 Workmen's Compensation	\$13,523	\$0	\$0	\$2,169	\$0
96140 All Other Insurance	\$0	\$0	\$0	\$0	\$0
96100 Total insurance Premiums	\$293,783	\$0	\$0	\$105,706	\$0
96200 Other General Expenses	\$155,656	\$0	\$0	\$41,222	\$88,257
96210 Compensated Absences	\$12,303	\$0	\$0	\$1,992	\$0
96300 Payments in Lieu of Taxes	\$106,150	\$0	\$0	\$17,611	\$0
96400 Bad debt - Tenant Rents	\$67,534	\$0	\$0	\$12,631	\$0
96500 Bad debt - Mortgages	\$0	\$0	\$0	\$0	\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
96600 Bad debt - Other	\$0	\$0	\$0	\$0	\$0
96800 Severance Expense	\$5,219	\$0	\$0	\$5,889	\$0
96000 Total Other General Expenses	\$346,862	\$0	\$0	\$79,345	\$88,257
96710 Interest of Mortgage (or Bonds) Payable		\$0	\$0	\$0	\$0
96720 Interest on Notes Payable (Short and Long Term)	\$0	\$0	\$0	\$94,597	\$0
96730 Amortization of Bond Issue Costs		\$0	\$0	\$0	\$0
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0	\$94,597	\$0
96900 Total Operating Expenses	\$6,124,167	\$118,524	\$53,606	\$2,209,629	\$127,466
97000 Excess of Operating Revenue over Operating Expenses	\$1,438,423	\$0	\$0	\$902,647	\$0
97100 Extraordinary Maintenance	\$143,302	\$0	\$0	\$31,541	\$0
97200 Casualty Losses - Non-capitalized	\$23,676	\$0	\$0	\$15,354	\$0
97300 Housing Assistance Payments	\$0	\$0	\$0	\$0	\$0
97350 HAP Portability-In	\$0	\$0	\$0	\$0	\$0
97400 Depreciation Expense	\$2,077,635	\$0	\$0	\$439,717	\$0
97500 Fraud Losses	\$0	\$0	\$0	\$0	\$0
97600 Capital Outlays - Governmental Funds					
97700 Debt Principal Payment - Governmental Funds					
97800 Dwelling Units Rent Expense	\$0	\$0	\$0	\$0	\$0
90000 Total Expenses	\$8,368,780	\$118,524	\$53,606	\$2,696,241	\$127,466
10010 Operating Transfer In					
10020 Operating transfer Out					

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
10030 Operating Transfers from/to Primary Government	\$0				
10040 Operating Transfers from/to Component Unit					
10050 Proceeds from Notes, Loans and Bonds					
10060 Proceeds from Property Sales					
10070 Extraordinary Items, Net Gain/Loss					
10080 Special Items (Net Gain/Loss)					
10091 Inter Project Excess Cash Transfer In	\$103,217				
10092 Inter Project Excess Cash Transfer Out	-\$103,217				
10093 Transfers between Program and Project - In					
10094 Transfers between Project and Program - Out					
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	-\$806,190	\$0	\$0	\$416,035	\$0
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$129,378	\$0
11030 Beginning Equity	\$15,881,317	\$0	\$0	\$17,612,682	\$0
11040 Prior Period Adjustments, Equity Transfers and Correction	-\$830,174	\$0	\$0	-\$111,721	\$0
11050 Changes in Compensated Absence Balance					
11060 Changes in Contingent Liability Balance					
11070 Changes in Unrecognized Pension Transition Liability					
11080 Changes in Special Term/Severance Benefits Liability					
11090 Changes in Allowance for Doubtful Accounts - Dwelling					
11100 Changes in Allowance for Doubtful Accounts - Other					
11170 Administrative Fee Equity					
11180 Housing Assistance Payments Equity					

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	Project Total	14.896 PIH Family Self-Sufficiency Program	14.870 Resident Opportunity and Supportive Services	6.1 Component Unit - Discretely Presented	17.259 WIA Youth Activities
11190 Unit Months Available	14594			4608	
11210 Number of Unit Months Leased	13984			4508	
11270 Excess Cash	\$1,142,566				
11610 Land Purchases	\$0				
11620 Building Purchases	\$1,198,119				
11630 Furniture & Equipment - Dwelling Purchases	\$0				
11640 Furniture & Equipment - Administrative Purchases	\$0				
11650 Leasehold Improvements Purchases	\$0				
11660 Infrastructure Purchases	\$0				
13510 CFFP Debt Service Payments	\$0				
13901 Replacement Housing Factor Funds	\$0				

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
70300 Net Tenant Rental Revenue	\$0	\$0			\$2,854,771
70400 Tenant Revenue - Other	\$0	\$0			\$130,092
70500 Total Tenant Revenue	\$0	\$0	\$0	\$0	\$2,984,863
70600 HUD PHA Operating Grants	\$0	\$0	\$5,643,593		\$10,018,357
70610 Capital Grants	\$0	\$0		\$0	\$1,198,119
70710 Management Fee				\$1,133,141	\$1,133,141
70720 Asset Management Fee				\$147,480	\$147,480
70730 Book Keeping Fee				\$198,150	\$198,150
70740 Front Line Service Fee				\$0	\$0
70750 Other Fees				\$133,393	\$133,393
70700 Total Fee Revenue				\$1,612,164	\$1,612,164
70800 Other Government Grants	\$0	\$389,303			\$516,769
71100 Investment Income - Unrestricted	\$0	\$0	\$0	\$1,701	\$149,268
71200 Mortgage Interest Income	\$0	\$0			\$0
71300 Proceeds from Disposition of Assets Held for Sale	\$0	\$0			\$0
71310 Cost of Sale of Assets	\$0	\$0			\$0
71400 Fraud Recovery	\$0	\$0	\$12,008		\$12,008
71500 Other Revenue	\$42,335	\$482	\$9,475	\$163,685	\$2,357,660
71600 Gain or Loss on Sale of Capital Assets	\$0	\$0	\$0		\$0
72000 Investment Income - Restricted	\$0	\$0	\$0		\$0
70000 Total Revenue	\$42,335	\$389,785	\$5,665,076	\$1,777,550	\$18,849,208
91100 Administrative Salaries	\$0	\$43,081	\$186,268	\$784,847	\$1,863,326
91200 Auditing Fees	\$0	\$0	\$1,421	\$6,853	\$34,231

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
91300 Management Fee	\$0	\$0	\$147,384		\$1,082,976
91310 Book-keeping Fee	\$0	\$0	\$92,115		\$198,150
91400 Advertising and Marketing	\$0	\$432	\$66	\$2,578	\$14,789
91500 Employee Benefit contributions - Administrative	\$0	\$10,689	\$104,573	\$485,590	\$1,180,981
91600 Office Expenses	\$0	\$19,938	\$9,049	\$283,904	\$489,938
91700 Legal Expense	\$0	\$0	\$0	\$115,339	\$186,377
91800 Travel	\$0	\$4,930	\$491	\$3,232	\$26,998
91810 Allocated Overhead	\$0	\$0	\$0		\$0
91900 Other	\$0	\$37,690	\$7,499	\$58,027	\$162,725
91000 Total Operating - Administrative	\$0	\$116,760	\$548,866	\$1,740,370	\$5,240,491
92000 Asset Management Fee	\$0	\$0			\$147,480
92100 Tenant Services - Salaries	\$0	\$0			\$82,199
92200 Relocation Costs	\$0	\$0			\$0
92300 Employee Benefit Contributions - Tenant Services	\$0	\$0			\$36,325
92400 Tenant Services - Other	\$42,335	\$0			\$138,138
92500 Total Tenant Services	\$42,335	\$0	\$0	\$0	\$256,662
93100 Water	\$0	\$105		\$1,619	\$243,705
93200 Electricity	\$0	\$65		\$51,731	\$659,261
93300 Gas	\$0	\$0		\$11,254	\$196,601
93400 Fuel	\$0	\$0		\$0	\$0
93500 Labor	\$0	\$0		\$0	\$0
93600 Sewer	\$0	\$437		\$2,280	\$255,878
93700 Employee Benefit Contributions - Utilities	\$0	\$0			\$0
93800 Other Utilities Expense	\$0	\$0			\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
93000 Total Utilities	\$0	\$607	\$0	\$66,884	\$1,355,445
94100 Ordinary Maintenance and Operations - Labor	\$0	\$0		\$58,904	\$1,100,639
94200 Ordinary Maintenance and Operations - Materials and	\$0	\$13,879	\$33	\$5,654	\$250,379
94300 Ordinary Maintenance and Operations Contracts	\$0	\$1,739	\$453	\$33,065	\$972,779
94500 Employee Benefit Contributions - Ordinary Maintenance	\$0	\$0		\$108,668	\$934,753
94000 Total Maintenance	\$0	\$15,618	\$486	\$206,291	\$3,258,550
95100 Protective Services - Labor	\$0	\$0			\$0
95200 Protective Services - Other Contract Costs	\$0	\$0			\$90,817
95300 Protective Services - Other	\$0	\$0		\$1,802	\$15,416
95500 Employee Benefit Contributions - Protective Services	\$0	\$0			\$0
95000 Total Protective Services	\$0	\$0	\$0	\$1,802	\$106,233
96110 Property Insurance	\$0	\$0		\$9,708	\$250,636
96120 Liability Insurance	\$0	\$0	\$1,960	\$21,326	\$166,155
96130 Workmen's Compensation	\$0	\$485	\$1,813	\$10,695	\$28,685
96140 All Other Insurance	\$0	\$0			\$0
96100 Total insurance Premiums	\$0	\$485	\$3,773	\$41,729	\$445,476
96200 Other General Expenses	\$0	\$256,315	\$4,670	\$66,787	\$612,907
96210 Compensated Absences	\$0	\$0	\$2,708	\$34,968	\$51,971
96300 Payments in Lieu of Taxes	\$0	\$0		\$0	\$123,761
96400 Bad debt - Tenant Rents	\$0	\$0		\$0	\$80,165
96500 Bad debt - Mortgages	\$0	\$0		\$0	\$0
96600 Bad debt - Other	\$0	\$0		\$0	\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
96800 Severance Expense	\$0	\$0		\$6,905	\$18,013
96000 Total Other General Expenses	\$0	\$256,315	\$7,378	\$108,660	\$886,817
96710 Interest of Mortgage (or Bonds) Payable	\$0	\$0			\$0
96720 Interest on Notes Payable (Short and Long Term)	\$0	\$0			\$94,597
96730 Amortization of Bond Issue Costs	\$0	\$0			\$0
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0	\$0	\$94,597
96900 Total Operating Expenses	\$42,335	\$389,785	\$560,503	\$2,165,736	\$11,791,751
97000 Excess of Operating Revenue over Operating Expenses	\$0	\$0	\$5,104,573	-\$388,186	\$7,057,457
97100 Extraordinary Maintenance	\$0	\$0		\$6,808	\$181,651
97200 Casualty Losses - Non-capitalized	\$0	\$0		\$1	\$39,031
97300 Housing Assistance Payments	\$0	\$0	\$5,109,085	\$0	\$5,109,085
97350 HAP Portability-In	\$0	\$0	\$1,212	\$0	\$1,212
97400 Depreciation Expense	\$0	\$0	\$177	\$7,688	\$2,525,217
97500 Fraud Losses	\$0	\$0	\$3,258		\$3,258
97600 Capital Outlays - Governmental Funds					
97700 Debt Principal Payment - Governmental Funds					
97800 Dwelling Units Rent Expense	\$0	\$0			\$0
90000 Total Expenses	\$42,335	\$389,785	\$5,674,235	\$2,180,233	\$19,651,205
10010 Operating Transfer In					
10020 Operating transfer Out					
10030 Operating Transfers from/to Primary Government				\$0	\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
10040 Operating Transfers from/to Component Unit					
10050 Proceeds from Notes, Loans and Bonds					
10060 Proceeds from Property Sales					
10070 Extraordinary Items, Net Gain/Loss					
10080 Special Items (Net Gain/Loss)					
10091 Inter Project Excess Cash Transfer In					\$103,217
10092 Inter Project Excess Cash Transfer Out					-\$103,217
10093 Transfers between Program and Project - In					
10094 Transfers between Project and Program - Out					
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$0	\$0	-\$9,159	-\$402,683	-\$801,997
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0	\$129,378
11030 Beginning Equity	\$0	\$0	\$18,493	-\$320,705	\$33,191,787
11040 Prior Period Adjustments, Equity Transfers and Correction	\$0	\$0	-\$110,595	-\$922,818	-\$1,975,308
11050 Changes in Compensated Absence Balance					
11060 Changes in Contingent Liability Balance					
11070 Changes in Unrecognized Pension Transition Liability					
11080 Changes in Special Term/Severance Benefits Liability					
11090 Changes in Allowance for Doubtful Accounts - Dwelling					
11100 Changes in Allowance for Doubtful Accounts - Other					
11170 Administrative Fee Equity			-\$209,517		-\$209,517
11180 Housing Assistance Payments Equity			\$108,256		\$108,256
11190 Unit Months Available			12657	0	31859

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	14.191 Multifamily Housing Service Coordinators	17.274 YouthBuild Program	14.871 Housing Choice Vouchers	COCC	Subtotal
11210 Number of Unit Months Leased			12288	0	30780
11270 Excess Cash					\$1,142,566
11610 Land Purchases				\$0	\$0
11620 Building Purchases				\$0	\$1,198,119
11630 Furniture & Equipment - Dwelling Purchases				\$0	\$0
11640 Furniture & Equipment - Administrative Purchases				\$0	\$0
11650 Leasehold Improvements Purchases				\$0	\$0
11660 Infrastructure Purchases				\$0	\$0
13510 CFFP Debt Service Payments				\$0	\$0
13901 Replacement Housing Factor Funds				\$0	\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
70300 Net Tenant Rental Revenue		\$2,854,771
70400 Tenant Revenue - Other		\$130,092
70500 Total Tenant Revenue	\$0	\$2,984,863
70600 HUD PHA Operating Grants		\$10,018,357
70610 Capital Grants		\$1,198,119
70710 Management Fee	-\$1,133,141	\$0
70720 Asset Management Fee	-\$147,480	\$0
70730 Book Keeping Fee	-\$198,150	\$0
70740 Front Line Service Fee		\$0
70750 Other Fees		\$133,393
70700 Total Fee Revenue	-\$1,478,771	\$133,393
70800 Other Government Grants		\$516,769
71100 Investment Income - Unrestricted		\$149,268
71200 Mortgage Interest Income		\$0
71300 Proceeds from Disposition of Assets Held for Sale		\$0
71310 Cost of Sale of Assets		\$0
71400 Fraud Recovery		\$12,008
71500 Other Revenue		\$2,357,660
71600 Gain or Loss on Sale of Capital Assets		\$0
72000 Investment Income - Restricted		\$0
70000 Total Revenue	-\$1,478,771	\$17,370,437
91100 Administrative Salaries		\$1,863,326
91200 Auditing Fees		\$34,231

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
91300 Management Fee	-\$1,082,976	\$0
91310 Book-keeping Fee	-\$198,150	\$0
91400 Advertising and Marketing		\$14,789
91500 Employee Benefit contributions - Administrative		\$1,180,981
91600 Office Expenses		\$489,938
91700 Legal Expense		\$186,377
91800 Travel		\$26,998
91810 Allocated Overhead		\$0
91900 Other	-\$50,165	\$112,560
91000 Total Operating - Administrative	-\$1,331,291	\$3,909,200
92000 Asset Management Fee	-\$147,480	\$0
92100 Tenant Services - Salaries		\$82,199
92200 Relocation Costs		\$0
92300 Employee Benefit Contributions - Tenant Services		\$36,325
92400 Tenant Services - Other		\$138,138
92500 Total Tenant Services	\$0	\$256,662
93100 Water		\$243,705
93200 Electricity		\$659,261
93300 Gas		\$196,601
93400 Fuel		\$0
93500 Labor		\$0
93600 Sewer		\$255,878
93700 Employee Benefit Contributions - Utilities		\$0
93800 Other Utilities Expense		\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
93000 Total Utilities	\$0	\$1,355,445
94100 Ordinary Maintenance and Operations - Labor		\$1,100,639
94200 Ordinary Maintenance and Operations - Materials and		\$250,379
94300 Ordinary Maintenance and Operations Contracts		\$972,779
94500 Employee Benefit Contributions - Ordinary Maintenance		\$934,753
94000 Total Maintenance	\$0	\$3,258,550
95100 Protective Services - Labor		\$0
95200 Protective Services - Other Contract Costs		\$90,817
95300 Protective Services - Other		\$15,416
95500 Employee Benefit Contributions - Protective Services		\$0
95000 Total Protective Services	\$0	\$106,233
96110 Property Insurance		\$250,636
96120 Liability Insurance		\$166,155
96130 Workmen's Compensation		\$28,685
96140 All Other Insurance		\$0
96100 Total insurance Premiums	\$0	\$445,476
96200 Other General Expenses		\$612,907
96210 Compensated Absences		\$51,971
96300 Payments in Lieu of Taxes		\$123,761
96400 Bad debt - Tenant Rents		\$80,165
96500 Bad debt - Mortgages		\$0
96600 Bad debt - Other		\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
96800 Severance Expense		\$18,013
96000 Total Other General Expenses	\$0	\$886,817
96710 Interest of Mortgage (or Bonds) Payable		\$0
96720 Interest on Notes Payable (Short and Long Term)		\$94,597
96730 Amortization of Bond Issue Costs		\$0
96700 Total Interest Expense and Amortization Cost	\$0	\$94,597
96900 Total Operating Expenses	-\$1,478,771	\$10,312,980
97000 Excess of Operating Revenue over Operating Expenses	\$0	\$7,057,457
97100 Extraordinary Maintenance		\$181,651
97200 Casualty Losses - Non-capitalized		\$39,031
97300 Housing Assistance Payments		\$5,109,085
97350 HAP Portability-In		\$1,212
97400 Depreciation Expense		\$2,525,217
97500 Fraud Losses		\$3,258
97600 Capital Outlays - Governmental Funds		
97700 Debt Principal Payment - Governmental Funds		
97800 Dwelling Units Rent Expense		\$0
90000 Total Expenses	-\$1,478,771	\$18,172,434
10010 Operating Transfer In		
10020 Operating transfer Out		
10030 Operating Transfers from/to Primary Government		\$0

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
10040 Operating Transfers from/to Component Unit		
10050 Proceeds from Notes, Loans and Bonds		
10060 Proceeds from Property Sales		
10070 Extraordinary Items, Net Gain/Loss		
10080 Special Items (Net Gain/Loss)		
10091 Inter Project Excess Cash Transfer In	-\$103,217	\$0
10092 Inter Project Excess Cash Transfer Out	\$103,217	\$0
10093 Transfers between Program and Project - In		
10094 Transfers between Project and Program - Out		
10100 Total Other financing Sources (Uses)	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$0	-\$801,997
11020 Required Annual Debt Principal Payments		\$129,378
11030 Beginning Equity		\$33,191,787
11040 Prior Period Adjustments, Equity Transfers and Correction		-\$1,975,308
11050 Changes in Compensated Absence Balance		
11060 Changes in Contingent Liability Balance		
11070 Changes in Unrecognized Pension Transition Liability		
11080 Changes in Special Term/Severance Benefits Liability		
11090 Changes in Allowance for Doubtful Accounts - Dwelling		
11100 Changes in Allowance for Doubtful Accounts - Other		
11170 Administrative Fee Equity		-\$209,517
11180 Housing Assistance Payments Equity		\$108,256
11190 Unit Months Available		31859

Trumbull Metropolitan Housing Authority (OH008)

WARREN, OH

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 06/30/2018

	ELIM	Total
11210 Number of Unit Months Leased		30780
11270 Excess Cash		\$1,142,566
11610 Land Purchases		\$0
11620 Building Purchases		\$1,198,119
11630 Furniture & Equipment - Dwelling Purchases		\$0
11640 Furniture & Equipment - Administrative Purchases		\$0
11650 Leasehold Improvements Purchases		\$0
11660 Infrastructure Purchases		\$0
13510 CFFP Debt Service Payments		\$0
13901 Replacement Housing Factor Funds		\$0



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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 Commissioners
Trumbull Metropolitan Housing Authority

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the aggregate discretely presented component units of the Trumbull Metropolitan Housing Authority, Ohio, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Trumbull Metropolitan Housing Authority, Ohio's basic financial statements, and have issued my report thereon dated December 28, 2018. My report includes a reference to other auditors who audited the financial statements of The Warren Housing Development Corporation and Western Reserve Housing Development Corporation, as described in my report on the Trumbull Metropolitan Housing Authority financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

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

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

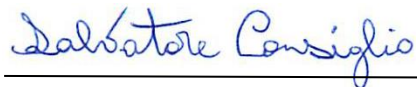
My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify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

Compliance and Other Matters

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

Purpose of this Report

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



Salvatore Consiglio, CPA, Inc.
North Royalton, Ohio
December 28, 2018



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REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Commissioners
Trumbull Metropolitan Housing Authority

Report on Compliance for Each Major Federal Program

I have audited Trumbull Metropolitan Housing Authority's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Trumbull Metropolitan Housing Authority's major federal programs for the year ended June 30, 2018. The Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings.

Management's Responsibility

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

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of Trumbull Metropolitan Housing Authority's major federal programs based on my audit of the types of compliance requirements referred to above. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Authority's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In my opinion, Trumbull Metropolitan Housing Authority, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Report on Internal Control over Compliance

Management of the Trumbull Metropolitan Housing Authority is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing my audit of compliance, I considered the Authority's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, 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 Authority's internal control over compliance.

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

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

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



Salvatore Consiglio, CPA, Inc.
North Royalton, Ohio
December 28, 2018

Trumbull Metropolitan Housing Authority
Schedule of Findings
2 CFR § 200.515
June 30, 2018

1. SUMMARY OF AUDITOR'S RESULTS

Type of Financial Statement Opinion	Unmodified
Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
Were there any reported material noncompliance at the financial statement level (GAGAS)?	No
Were there any material weaknesses in internal control reported for major federal programs?	No
Were there any significant deficiencies in internal control reported for major federal programs?	No
Type of Major Programs' Compliance Opinion	Unmodified
Are there any reportable findings under 2 CFR § 200.516(a)?	No
Major Programs (list):	CFDA # 14.871 Housing choice Voucher Program
Dollar Threshold: Type A/B Programs	Type A: > \$750,000 Type B: All Others
Low Risk Auditee under 2 CFR § 200.520?	Yes

**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 June 30, 2018.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There are no Findings or questioned costs for the year ended June 30, 2018.

Trumbull Metropolitan Housing Authority
Schedule of Prior Audit Findings
June 30, 2018

The audit report for the fiscal year ending June 30, 2017 contained no audit finding.

OHIO AUDITOR OF STATE KEITH FABER



TRUMBULL METROPOLITAN HOUSING AUTHORITY

TRUMBULL 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
FEBRUARY 5, 2019**