

**BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO**

**REPORT ON EXAMINATION OF FINANCIAL
STATEMENTS AND SUPPLEMENTAL DATA FOR THE
YEAR ENDED JUNE 30, 1999**

J. E. Slaybaugh & Associates, Inc.
Certified Public Accountant
12 East Main Street
Lexington, Ohio 44904

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

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At June 30, 1999

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Butler Metropolitan Housing Authority

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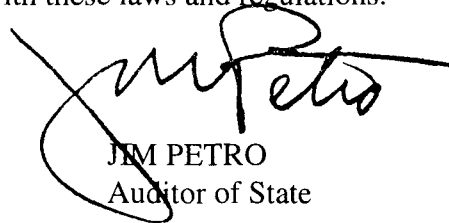
STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

Board of Commissioners
Butler Metropolitan Housing Authority
Hamilton, Ohio

We have reviewed the Independent Auditor's Report of the Butler Metropolitan Housing Authority, Butler County, prepared by J. E. Slaybaugh & Associates, Inc., for the audit period July 1, 1998 to June 30, 1999. 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 Butler Metropolitan Housing Authority is responsible for compliance with these laws and regulations.



JIM PETRO
Auditor of State

January 5, 2000

J. E. Slaybaugh & Associates, Inc.

*12 East Main Street
Lexington, Ohio 44904*

*Member AICPA
Member OSCP*

*John E. Slaybaugh III
Certified Public Accountant*

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Butler Metropolitan Housing Authority
Hamilton, Ohio

U S. Dept of Housing and
Urban Development
Public Housing Division
Cincinnati, Ohio

We have audited the accompanying financial statements of the Butler Metropolitan Housing Authority, Hamilton, Ohio, as of and for the year ended June 30, 1999, as listed in the table of contents. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, Butler Metropolitan Housing Authority prepares its financial statements on a prescribed basis of accounting that demonstrates compliance with the modified cash basis accounting practices prescribed or permitted by the Department of Housing and Urban Development, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Butler Metropolitan Housing Authority as of June 30, 1999, and the results of its operations and the cash flows for the year then ended on the basis of accounting prescribed above.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 27, 1999, on our consideration of Butler Metropolitan Housing Authority's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the financial statements of Butler Metropolitan Housing Authority, taken as a whole. The accompanying schedule of expenditures of federal awards, as required by *U S Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations*, and the supplemental exhibits, listed in the Table of Contents, are presented for the purposes of additional analysis, and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements, and in our opinion, is stated fairly, in all material respects, in relation to the financial statements taken as a whole.

J. E. Slaybaugh & Associates, Inc.

J E. Slaybaugh & Associates, Inc.
Lexington, Ohio
October 27, 1999

EXHIBIT A

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

BALANCE SHEET AT JUNE 30, 1999

	<u>Annual Contribution Contract</u>	
	<u>C-383</u>	<u>C-5063</u>
<u>ASSETS</u>		
Cash	\$ 241,141	\$ 243,072
Accounts Receivable		
Tenants	182,889	
Other	10,778	528,715
Notes Receivable	127,000	
Investments	4,441,710	
Amortization Funds	654,398	
Deferred Charges	150,970	
Land, Structures and Equipment	63,328,760	9,720
Undistributed Debits	<u>150,542</u>	<u> </u>
Total Assets	<u>\$ 69,288,188</u>	<u>\$ 781,507</u>
 <u>LIABILITIES AND SURPLUS</u>		
Accounts Payable		
Vendor	\$ 66,551	
Tenant Security Deposit	169,995	
HUD		\$ 298,954
Other	534,713	10,778
Notes Payable	442,328	
Accrued Liabilities	7,504,775	
Deferred Credits	2,313	
Fixed Liabilities	<u>29,065,190</u>	<u> </u>
Total Liabilities	37,785,865	309,732
Surplus - Exhibit C	<u>31,502,323</u>	<u>471,775</u>
Total Liabilities and Surplus	<u>\$ 69,288,188</u>	<u>\$ 781,507</u>

The accompanying notes are an integral part of these financial statements

EXHIBIT B(1)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

STATEMENT OF INCOME AND EXPENSE - PHA OWNED HOUSING

Twelve Months Ended June 30, 1999

Annual Contributions Contract C-383

Project OH 15-001 ET AL

<u>Operating Income</u>	
Dwelling Rental	\$ 1,840,082
Excess Utilities	31,942
Nondwelling Rental	<u>9,000</u>
 Total Rental Income	 1,881,024
 Interest on General Fund Investments	 175,433
Other Income	<u>8,842</u>
 Total Operating Income - Exhibit D(1)	 2,065,299
 <u>Operating Expenses</u>	
Administrative	824,241
Utilities	914,384
Ordinary Maintenance & Operation	909,182
Protective Services	4,300
General Expense	695,598
Nonroutine Maintenance	<u>9,058</u>
 Total Operating Expense - Exhibit D(1)	 <u>3,356,763</u>
 Net Operating Income (Loss)	 (1,291,464)
 <u>Other Income</u>	
Prior Year Adjustments Affecting Residual Receipts	1,075
 <u>Other Charges</u>	
Interest on Notes and Bonds Payable	(307,815)
Loss from Disposition of Nonexpendable Equipment	<u>(12,758)</u>
 Net Income (Loss)	 <u>\$ (1,610,962)</u>

The accompanying notes are an integral part of these financial statements

EXHIBIT B(2)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

STATEMENT OF INCOME AND EXPENSE
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 - EXISTING

Twelve Months Ended June 30, 1999

Annual Contributions Contract C-5063

Project OH10-E015-001/022

Operating Income

Interest Earned on Operating Reserve Investments	\$	8,695
Interest Earned on General Fund Investments		<u>6,945</u>
Total Operating Income - Exhibit D(2)		15,640

Operating Expenses

Administrative Expense		211,763
Audit Cost		4,500
Housing Assistance Payments		<u>2,198,867</u>
Total Operating Expense - Exhibit D(2)		<u>2,415,130</u>
Net Operating Income (Loss)	\$	<u>(2,399,490)</u>

The accompanying notes are an integral part of these financial statements

EXHIBIT B(3)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

STATEMENT OF INCOME AND EXPENSE
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 - VOUCHERS

Twelve Months Ended June 30, 1999

Annual Contributions Contract C-5063

Project OH10-V015-005/010

Operating Income

Interest Earned on Operating Reserve Investments	\$	8,359
Interest Earned on General Fund Investments		<u>4,111</u>
Total Operating Income - Exhibit D(3)		12,470

Operating Expenses

Administrative Expense		72,296
Audit Cost		5,000
Housing Assistance Payments		<u>728,449</u>
Total Operating Expense - Exhibit D(3)		<u>805,745</u>
Net Operating Income (Loss)	\$	<u>(793,275)</u>

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

EXHIBIT B(3)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

STATEMENT OF CASH FLOWS

Twelve Months Ended June 30, 1999

	<u>Annual Contribution Contracts</u>	
	<u>C-383</u>	<u>C-5063</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Loss	\$ (1,291,464)	\$ (3,192,765)
Adjustments to reconcile net loss to net cash provided by operating activities:		
(Increase) Decrease In:		
Accounts Receivable	(14,159)	(354,809)
Investments	(709,694)	
Deferred Charges	(40,078)	
Increase (Decrease) In:		
Accounts Payable	173,147	271,040
Accrued Expenses	(5,702)	
Deferred Credits	831	
	<u>(1,887,119)</u>	<u>(3,276,534)</u>
Net Cash Used By Operating Activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Project Costs	(2,019,822)	
Equipment Purchased	<u>(39,258)</u>	<u>(4,616)</u>
Net Cash Used By Investing Activities	<u>(2,059,080)</u>	<u>(4,616)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
HUD Grants	2,005,145	
Operating Subsidy	<u>2,046,126</u>	<u>3,318,370</u>
Net Cash Provided By Financing Activities	<u>4,051,271</u>	<u>3,318,370</u>
Net Increase (Decrease) In Cash	105,072	37,220
Cash At The Beginning Of Year	<u>136,069</u>	<u>205,852</u>
Cash At End Of Year	<u>\$ 241,141</u>	<u>\$ 243,072</u>

The accompanying notes are an integral part of these financial statements

EXHIBIT C

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

STATEMENT OF CHANGES IN SURPLUS

Twelve Months Ended June 30, 1999

	<u>Annual Contribution Contract</u>	
	<u>C-383</u>	<u>C-5063</u>
SURPLUS at July 1, 1998	\$ 28,688,561	\$ 346,169
Increase (Decrease) In:		
Unreserved Surplus	(2,612,119)	(1,444,628)
Operating Reserve	716,480	120,990
Project Account - Unfunded		(1,869,126)
Cumulative HUD Contributions	2,629,547	3,318,370
Replacement Reserve - Sales of Home Ownership Units	74,709	
Cumulative HUD Grants	<u>2,005,145</u>	<u> </u>
SURPLUS at June 30, 1999	<u>\$ 31,502,323</u>	<u>\$ 471,775</u>

Exhibit A

The accompanying notes are an integral part of these financial statements

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 1999

NOTE 1 - Summary of Significant Accounting Policies

A. Organization

The Butler Metropolitan Housing Authority is a political subdivision of the State of Ohio, created under Section 3735 27 of the Ohio Revised Code. 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. Based on the criteria established by GASB codification 2300, there are no component units to be included with the reporting entity

B Basis of Accounting

The Authority's policy is to maintain its accounting records on the modified cash basis in accordance with accounting practices prescribed by the Department of Housing and Urban Development. The Authority does not depreciate its structures and equipment. Accordingly, the accompanying financial statements are not intended to present financial position and the results of operations in conformity with generally accepted accounting principles

C Land, Structures and Equipment

Land, Structures and Equipment are recorded at cost. No depreciation is provided according to HUD accounting practices

D Cash and Investments

At year-end, the Book Value of the PHA's cash and investments, consisting of Demand Deposits, Certificates of Deposit and U. S Treasury Notes, was \$ 4,925,923 and the Bank Balance was \$ 5,055,346. Of the Bank balance

- 1) \$ 100,000 was covered by Federal Depository Insurance
- 2) \$ 126,117 was covered by collateral held by a third party in the name of the PHA
- 3) \$ 4,829,229 is self-collateralizing U S Treasury Notes

HUD Handbook 7475 1, Chapter 4, Section 1. authorizes the PHA to make investments in

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

The PHA's cash, which are demand deposits, at June 30, 1999, are as follows

<u>Annual Contribution Contract</u>	<u>Book Amount</u>	<u>Bank Amount</u>
C-383	\$ 4,682,851	\$ 4,807,419
C-5063	<u>243,072</u>	<u>247,927</u>
TOTAL	<u>\$ 4,925,923</u>	<u>\$ 5,055,346</u>

E. Financial Statements Format and Content

The format and content of the financial statements included in this report conform to the format and content of annual report forms submitted to HUD.

NOTE 2 - DEFINED BENEFIT PENSION PLAN

A. Public Employees Retirement System Pension Plan

All Butler Metropolitan Housing Authority's full-time employees participate in the Public Employees Retirement System (PERS), a cost-sharing multiple-employer public employees retirement system operated by the State

All public employees in Ohio, except for certain specific exclusions and exemptions, are required to become contributing member of PERS. Employees may retire at or after age 60 with 5 years of credited service. They are entitled to a retirement benefit, payable monthly for life, equal to 2.1% of their final average salary for the first 30 years of credited service and 2.5% for years of service in excess of 30 years. Final average salary is the employee's average salary over the highest 3 years of earnings. Benefits fully vest upon reaching 5 years of service. Employees may retire at any age with 30 years of service, at age 60 with a minimum of 25 years of service. Those individuals retiring with less than 30 years of service or less than age 65, receive reduced retirement benefits. Benefits are established by the state statute.

Covered employees are required by state statute to contribute 8.5% of their salary to the plan. The total 1999 employer contribution rate for local government employees units is 13.55%, of which 8.44% is used to fund pension obligations. The difference between the total employer rate and the portion used to fund pension obligations is the amount used to fund the health care program for retirees. For the year ended June 30, 1999, the employer portion of the retirement contribution amounted to \$ 143,862 on covered payroll of \$1,061,721 which met the contribution rate stated above. The employer contributions and contribution rates for the prior years are as follows

	<u>Contribution</u>	<u>Contribution Rate</u>
June 30, 1998	\$ 134,590	13.55 %
June 30, 1997	\$ 141,049	13.55 %

NOTE 3 - DEBT:

Notes Payable - HUD

As a result of the "Forgiveness" legislation, Public Law 99-272, HUD no longer applies annual contributions on HUD held notes, and provides that HUD will forgive all HUD notes which were held to be repaid using fixed annual contributions. HUD will also forgive the accrued interest on these notes. The forgiven debt will be treated as HUD contributions on the Authority's books. The Authority will reduce this contribution by the amount that it has booked as contributions due from HUD but not received.

As of June 30, 1999 the Authority had not received final approval to reclassify the forgiven debt. The unforgiven balances at June 30, 1999 are \$23,654,105 notes payable and \$ 7,345,363 accrued interest.

Fixed Liabilities

All notes and bonds payable are guaranteed by Hud and collateralized by real and personal property acquired in connection with the project for which it was obtained. Housing Authority bonds are issued by the Department of Housing and Urban Development. A fixed annual contribution is paid by Hud for principal and interest on this debt. A detail amortization of these bonds was not available at June 30, 1999.

NOTE 4 - YEAR 2000 ISSUE

The Year 2000 Issue is the result of shortcomings in many electronic data processing systems and other equipment that may adversely affect the government's operations as early as fiscal 1999.

Butler Metropolitan Housing Authority has completed an inventory of computer systems and other equipment necessary to conducting the Authority's mission-critical operations, the results of which are as follows.

Systems and Equipment- Software. The update provided by Management Computer Systems (MCS) PHA Software will make Financial Accounting and related programs totally Year 2000 ready. The Authority has completed the process through the remediation stage and must yet complete testing and Validation procedures to be Year 2000 compliant.

Systems and Equipment- External Entity-HUD. The Department of Housing and Urban Development issued a letter that states that HUD is well on its way to ensuring that all of its automated systems will be Year 2000 compliant. As of October 25, 1999, the Authority has not received from HUD final implementation compliance. The Authority is monitoring the status of the planned system conversion.

Because of the unprecedented nature of the Year 2000 Issue, its effects and the success of related remediation efforts will not be fully determinable until the Year 2000 and thereafter. Management cannot assure that the Authority is or will be Year 2000 ready, that the Authority's remediation efforts will be successful in whole or in part, or that parties with whom the Authority does business will be Year 2000 ready.

EXHIBIT D(1)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

COMPUTATION OF RESIDUAL RECEIPTS AND ACCRUING ANNUAL CONTRIBUTIONS
PHA OWNED HOUSING

Twelve Months Ended June 30, 1999

Annual Contribution Contract C-383

Project OH 15-001, ET AL

Computation of Residual Receipts

Operating Receipts

Operating Income - Exhibit B(1)	\$ 2,065,299
HUD Operating Subsidy	<u>2,046,126</u>
Total Operating Receipts	4,111,425

Operating Expenditures

Operating Expenses - Exhibit B(1)	3,356,763
Capital Expenditures	39,258
Prior Year Adjustments Affecting Residual Receipts	<u>(1,075)</u>

Total Operating Expenditures	<u>3,394,946</u>
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Residual Receipts (Deficit)	716,479
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Provision for (Reduction of) Operating Reserve	<u>716,479</u>
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Residual Receipts	<u>\$ -</u>
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Computation of Accruing Annual Contribution

Fixed Annual Contribution after Adjustments	<u>\$ 714,981</u>
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EXHIBIT D(2)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

COMPUTATION OF ANNUAL CONTRIBUTION EARNED AND PROJECT ACCOUNT
OPERATING RESERVE CHANGES
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 - EXISTING

Twelve Months Ended June 30, 1999

Annual Contribution Contract C-5063

Project OH10-E015-001/022

Maximum Contribution Available

Maximum Annual Contribution Authorized	\$ 935,485
Pro Rata Maximum Annual Contribution Applicable to a period of less than twelve months	<u>1,873,649</u>
Maximum Contribution For Period	2,809,134
Project Account Balance at Beginning of Year	<u>1,994,158</u>
Total Annual Contribution Available	4,803,292

Annual Contribution Required

Administrative Fee	286,394
Housing Assistance Payments	2,198,866
Hard - to - House Fee	990
Audit Cost	<u>4,500</u>
Total Funds Required	2,490,750
Project Receipts Other Than Annual Contribution	<u>(6,945)</u>
Total Annual Contributions Required	<u>2,483,805</u>

Project Account Change

Provision for Project Account	<u>\$ 325,329</u>
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Annual Contribution Earned - Lesser of Contribution Available or Contribution Required	<u>\$ 2,483,805</u>
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EXHIBIT D(2) Continued

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

COMPUTATION OF ANNUAL CONTRIBUTION EARNED AND PROJECT ACCOUNT
OPERATING RESERVE CHANGES
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 - EXISTING

Twelve Months Ended June 30, 1999

Annual Contributions Contract - C-5063

Operating Reserve Changes

Operating Income - Exhibit B(2)	\$ 15,640
Annual Contribution Earned	<u>2,483,805</u>
Total Operating Receipts	2,499,445

Operating Expenditures

Operating Expenses - Exhibit B(2)	2,415,130
Capital Expenditures	<u>3,388</u>
Total Operating Expenditures	<u>2,418,518</u>
Net Operating Receipts Available	80,927
Provision for (Reduction of) Operating Reserve	<u>80,927</u>
Deficit Carry-Over	<u>\$ - 0 -</u>

EXHIBIT D(3)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

COMPUTATION OF ANNUAL CONTRIBUTION EARNED AND PROJECT ACCOUNT
OPERATING RESERVE CHANGES
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 - VOUCHERS

Twelve Months Ended June 30, 1999

Annual Contribution Contract C-5063

Project OH10-V015-005/010

Maximum Contribution Available

Maximum Annual Contribution Authorized	\$ 1,156,080
Pro Rata Maximum Annual Contribution Applicable to a period of less than twelve months	<u>-</u>

Maximum Contribution For Period	1,156,080
Project Account Balance at Beginning of Year	<u>736,423</u>

Total Annual Contribution Available	1,892,503
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Annual Contribution Required

Administrative Fee	104,237
Housing Assistance Payments	728,449
Hard - to - House Fee	990
Audit Cost	<u>5,000</u>

Total Funds Required	838,676
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Project Receipts Other Than Annual Contribution	<u>(4,111)</u>
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Total Annual Contributions Required	<u>834,565</u>
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Project Account Change

Provision for Project Account	<u>\$ 321,515</u>
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Annual Contribution Earned - Lesser of Contribution Available or Contribution Required	<u>\$ 834,565</u>
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EXHIBIT D(3) Continued

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

COMPUTATION OF ANNUAL CONTRIBUTION EARNED AND PROJECT ACCOUNT
OPERATING RESERVE CHANGES
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 - VOUCHERS

Twelve Months Ended June 30, 1999

Annual Contributions Contract - C-5063

Operating Reserve Changes

Operating Income - Exhibit B(3)	\$ 12,470
Annual Contribution Earned	<u>834,565</u>
Total Operating Receipts	847,035

Operating Expenditures

Operating Expenses - Exhibit B(3)	805,745
Capital Expenditures	<u>1,228</u>
Total Operating Expenditures	<u>806,973</u>
Net Operating Receipts Available	40,062
Provision for (Reduction of) Operating Reserve	<u>40,062</u>
Deficit Carry-Over	<u>\$ - 0 -</u>

BUTLER METROPOLITAN HOUSING AUTHORITY
 HAMILTON, OHIO
 STATEMENT OF PH DEP GRANTS

Twelve Months Ended June 30, 1999
Annual Contribution Contract C-383

Project OH10 DEP-015 95/96

	Phase V	Phase VI	Phase VII
Income			
Funds Received	274,955	105,625	-
Total Funds Available			
Expenses			
Admin Salaries		282,013	122,302
Law Enforcement	264,553		
Employee Benefits			
Physical Improvement	10,402	5,336	21,781
Drug Prevention	-	-	-
Miscellaneous Supplies			
Total Expenses	274,955	287,349	144,083
Excess (Deficit) at June 30, 1999	\$ -	\$ (181,724)	\$ (144,083)

TOTAL EXCESS (DEFICIT)

TOTAL GRANT	\$ 326,000	\$ 375,000	\$ 338,520
Cumulative Receipts	\$ 274,555	\$ 105,625	\$ -
Cumulative Expenses	274,555	287,349	144,083
TOTAL EXCESS (DEFICIT)	\$ -	\$ (181,724)	\$ (144,083)

EXHIBIT E(1)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

STATEMENT OF MODERNIZATION COST UNCOMPLETED

At June 30, 1999

Annual Contribution Contract C-383

	<u>Project 912</u>
Funds Approved	\$ 87,000
Funds Expended	<u>77,824</u>
Excess (Deficiency) of Funds Approved	<u>\$ 9,176</u>
Funds Advanced	\$ 77,824
Funds Expended	<u>77,824</u>
Excess (Deficiency) of Funds Advanced	<u>\$ -</u>

EXHIBIT E(2)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

RECONCILIATION OF COMPREHENSIVE GRANT FUNDS ADVANCED WITH COSTS

At June 30, 1999

Annual Contribution Contract C-383

<u>Project OH 15-001, ET AL</u>	<u>OH10-P015-703</u>	<u>OH10-P015-704</u>	<u>OH10-P015-705</u>	<u>OH10-P015-706</u>	<u>OH10-P015-707</u>
<u>Summary by Account</u>					
1408 - Management Improvements	\$ 157,073	\$ 165,186	\$ 133,660	\$ 161,050	12,759
1410 - Administration	152,536	122,026	67,582	161,415	455
1430 - Fees and Costs	159,605	87,346	165,620	35,900	4,125
1450 - Site Improvement	111,115	27,967	924	10,243	
1460 - Dwelling Structures	427,902	1,373,831	248,569	290,341	194,071
1465 1 - Dwelling Equipment-Nonexpendable	44,950	11,442	19,293	27,435	
1470 - Nondwelling Structures	39,174	7,199			
1475 - Nondwelling Equipment	2,856				
	<u>\$ 1,095,211</u>	<u>\$ 1,794,997</u>	<u>\$ 635,648</u>	<u>\$ 686,384</u>	<u>\$ 211,410</u>
Funds Approved	\$ 2,141,692	\$ 2,055,352	\$ 1,793,680	\$ 1,781,771	1,883,947
Funds Expended	<u>1,095,211</u>	<u>1,794,997</u>	<u>635,648</u>	<u>686,384</u>	<u>211,410</u>
Excess (Deficiency) of Funds Approved	<u>\$ 1,046,481</u>	<u>\$ 260,355</u>	<u>\$ 1,158,032</u>	<u>\$ 1,095,387</u>	<u>\$ 1,672,537</u>
Funds Advanced	\$ 1,095,211	\$ 1,790,555	\$ 639,407	\$ 658,949	211,410
Funds Expended	<u>1,095,211</u>	<u>1,794,997</u>	<u>635,648</u>	<u>686,384</u>	<u>211,410</u>
Excess (Deficiency) of Funds Advanced	<u>\$ -</u>	<u>\$ (4,442)</u>	<u>\$ 3,759</u>	<u>\$ (27,435)</u>	<u>\$ -</u>

EXHIBIT E(3)

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

COMPREHENSIVE GRANT COST CERTIFICATION

At June 30, 1999

Annual Contribution Contract C-383

1. The Actual Comprehensive Grant Costs are as follows.

	Project <u>OH15-701</u>	Project <u>OH15-702</u>
<u>Project OH 15-1, et al</u>		
Funds Approved	\$ 2,047,745	\$ 2,298,866
Funds Expended	<u>2,047,745</u>	<u>2,298,966</u>
Excess (Deficiency) of Funds Approved	<u>\$ -</u>	<u>\$ (100)</u>
Funds Advanced	\$ 2,047,745	\$ 2,298,866
Funds Expended	<u>2,047,745</u>	<u>2,298,966</u>
Excess (Deficiency) of Funds Advanced	<u>\$ -</u>	<u>\$ (100)</u>

2 The Distribution of Costs as shown on the Schedule/Report of Comprehensive Grant Expenditures submitted to HUD for approval are in agreement with the Authority's records

3 All Comprehensive Grant Costs have been paid and all related liabilities have been discharged through payment

EXHIBIT H

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Twelve Months Ended June 30, 1999

<u>FROM U.S. DEPARTMENT OF HUD</u> <u>DIRECT PROGRAMS</u>	<u>FEDERAL</u> <u>CFDA</u> <u>NUMBER</u>	<u>FUNDS</u> <u>RECEIVED</u>	<u>FUNDS</u> <u>DISBURSED</u>
Annual Contribution Contract C-383:			
PHA Owned Housing Operating Subsidy	14.850	\$ 2,046,126	\$ 2,046,126
Comprehensive Grant -	14.859		
703-		12,245	12,245
704-		798,514	798,514
705-		324,027	324,027
706-		658,949	686,384
707-		<u>211,410</u>	<u>211,410</u>
Sub-Total	14.859	<u>2,005,145</u>	<u>2,032,580</u>
DEP Grants -	14.854	<u>-</u>	<u>284,677</u>
Annual Contribution Contract C-5063:			
Section 8 Housing Assistance Payments:			
Section 8 Cluster -			
Existing	14.857	2,483,805	2,483,805
Vouchers	14.855	<u>834,565</u>	<u>834,565</u>
Sub-Total		<u>3,318,370</u>	<u>3,318,370</u>
TOTAL - ALL PROGRAMS		<u>\$ 7,369,641</u>	<u>\$ 7,681,753</u>

Basis of Accounting: As discussed in Note 1, Butler Metropolitan Housing Authority prepares its Schedule of Expenditures of Federal Awards on a prescribed basis of accounting that demonstrates compliance with the modified cash basis accounting practices prescribed or permitted by the Department of Housing and Urban Development, which is comprehensive basis of accounting other than generally accepted accounting principles.

J. E. Slaybaugh & Associates, Inc.

*12 East Main Street
Lexington, Ohio 44904*

*Member AICPA
Member OSCP*

*John E. Slaybaugh III
Certified Public Accountant*

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

Board of Commissioners
Butler Metropolitan Housing Authority
Hamilton, Ohio

U.S. Dept. of Housing and
Urban Development
Public Housing Division
Cincinnati, Ohio

We have audited the financial statements of Butler Metropolitan Housing Authority, Hamilton, Ohio, as of and for the year ended June 30, 1999, and have issued our report thereon dated October 27, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Butler Metropolitan Housing Authority's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to management of Butler Metropolitan Housing Authority in a separate letter dated October 27, 1999.

This report is intended for the information and use of management and the Department of Housing and Urban Development and is not intended to be and should not be used by anyone other than these specified parties.

J. E. Slaybaugh & Associates, Inc.

J E Slaybaugh & Associates, Inc
Lexington, Ohio
October 27, 1999

J. E. Slaybaugh & Associates, Inc.

*12 East Main Street
Lexington, Ohio 44904*

*Member AICPA
Member OSCPA*

*John E. Slaybaugh III
Certified Public Accountant*

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

Board of Commissioners
Butler Metropolitan Housing Authority
Hamilton, Ohio

U S Department of Housing and
Urban Development
Public Housing Division
Cincinnati, Ohio

Compliance

We have audited the compliance of Butler Metropolitan Housing Authority with the types of compliance requirements described in the *U S Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 1999. Butler Metropolitan Housing Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations contracts and grants applicable to each of its major federal programs is the responsibility of the Authority's management. Our responsibility is to express an opinion on Butler Metropolitan Housing Authority's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the provisions of the *Public and Indian Housing Compliance Supplement*, PIH Notice 97-30. Those standards and OMB Circular A-133 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 Butler Metropolitan Housing Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Butler Metropolitan Housing Authority's compliance with those requirements. As described in Part III, item 1, in the accompanying Schedule of Findings and Questioned Costs, Butler Metropolitan Housing Authority did not comply with requirements regarding the management of their Section 8 Program. Compliance with such requirements is necessary, in our opinion, for Butler Metropolitan Housing Authority to comply with the requirements applicable to that program.

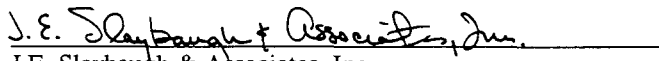
In our opinion, except for the noncompliance described in the preceding paragraph, Butler Metropolitan Housing Authority complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 1999.

Internal Control Over Compliance

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

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

This report is intended for the information and use of management and the Department of Housing and Urban Development and is not intended to be and should not be used by anyone other than these specified parties.



J.E. Slaybaugh & Associates, Inc.
Lexington, Ohio
October 27, 1999

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

SUMMARY OF ACTIVITIES

June 30, 1999

At the close of the fiscal year ended June 30, 1999, the Butler Metropolitan Housing Authority had the following operations in management:

ACTIVITIES OF THE PHA

PHA had 2,036 units in management.

<u>In Management</u>	<u>Units</u>
Owned Housing C-383	
Project No. OH 15-001 ET AL	1,300
Section 8 Program C-5048	
Project No. OH 10-E018 -001/022 -Existing	512
Project No OH 10-E015 -005/010 -Vouchers	<u>224</u>
 TOTAL	 <u>2,036</u>

PREVIOUS AUDIT FINDINGS

There are no prior audit findings.

BUTLER METROPOLITAN HOUSING AUTHORITY
HAMILTON, OHIO

SCHEDULE OF FINDINGS

JUNE 30, 1999

PART I - SUMMARY OF AUDITOR'S RESULTS

1. The auditor has issued an unqualified opinion on the financial statements of Butler Metropolitan Housing Authority
2. There were no reportable conditions in internal control disclosed by the audit of the financial statements
3. There was no noncompliance material to the financial statements disclosed by the audit
4. There were no reportable conditions in the internal control over major programs disclosed by the audit.
5. The auditor has issued a qualified opinion on compliance for major programs for Butler Metropolitan Housing Authority
6. Audit findings relative to the major Federal Award Programs for Butler Metropolitan Housing Authority are reported in Part III of this Schedule
7. The major programs are:
 - Public and Indian Housing Program
 - PIH Comprehensive Grant Program
 - Section 8 Programs
8. The dollar threshold used to distinguish between Type A and Type B programs was \$ 300,000
9. The auditor determined that Butler Metropolitan Housing Authority qualified as a low-risk auditee

PART II - FINDINGS RELATED TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED
TO BE REPORTED IN ACCORDANCE WITH *GAGAS*

1. None

PART III - FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS INCLUDING AUDIT FINDINGS

99-1 Section 8 Rental Assistance

Condition. The Authority failed to comply with applicable provisions and requirements of 24 CFR Parts 812, 813, 882, 887, and 982, when operating the Section 8 rental certificate and voucher programs

Criteria: The Authority enters into an Annual Contributions Contract with the Department of Housing and Urban Development to administer the Section 8 Programs, and to comply with specific requirements as outlined in HUD's PIH Compliance Supplement
The Finding's are summarized as follows.

- 1) The Authority's Section 8 Administrative Plan needs updated to reflect the recent changes in practice and policy as required by 24 CFR 982.54.
- 2) The Authority is required to have procedures to compare assisted and unassisted rents charged by owners for comparable units as required by 24 CFR 982.507
- 3) The Authority does not conduct supervisory quality control inspections on recent HQS inspections as required by 24 CFR 982.405

Effect: Failing to comply with the requirements the Authority becomes in danger of being designated troubled, which could affect future funding for the efficient management of the Section 8 Program.

Recommendation We recommend that the Authority adhere to their Section 8 ACC and comply with the requirements of PIH Compliance Supplement

Response The Authority has developed plans to address the problems identified and have already initiated changes to be in compliance

FORM **SF-SAC**
(8-97)U.S. DEPARTMENT OF COMMERCE - BUREAU OF THE CENSUS
ACTING AS COLLECTING AGENT FOR
OFFICE OF MANAGEMENT AND BUDGET**Data Collection Form for Reporting on
AUDITS OF STATES, LOCAL GOVERNMENTS, AND NON-PROFIT ORGANIZATIONS**

Complete this form, as required by OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations"

RETURN TO

Single Audit Clearinghouse
1201 E. 10th Street
Jeffersonville, IN 47132**PART I GENERAL INFORMATION (To be completed by auditee, except for Item 7)**

1. Fiscal Year ending date for this submission Month Day Year 06/30/1999		2. Type of Circular A-133 audit 1 <input checked="" type="checkbox"/> Single audit 2 <input type="checkbox"/> Program-specific audit	
3. Audit period covered 1 <input checked="" type="checkbox"/> Annual 3 <input type="checkbox"/> Other - Months 2 <input type="checkbox"/> Biennial		FEDERAL GOVERNMENT USE ONLY	4. Date received by Federal clearinghouse

5. Employer Identification Number (EIN)

a. Auditee EIN 316000286

b. Are multiple EINs covered in this report? 1 Yes 2 No

6. AUDITEE INFORMATION

a. Auditee name
Butler Metropolitan Housing Authority

b. Auditee address (Number and street)
P O Box 357
City
Hamilton
State OH ZIP Code 45012-

c. Auditee contact
Name
Ms Emma Lucas
Title
Acting Executive Director

d. Auditee contact telephone
(513)896-4411

e. Auditee contact FAX (Optional)
(513)896-9381

f. Auditee contact E-mail (Optional)

7. AUDITOR INFORMATION (To be completed by auditor)

a. Auditor name
J E Slaybaugh & Associates, Inc , CPA

b. Auditor address (Number and street)
12 East Main Street
City
Lexington
State OH ZIP Code 44904

c. Auditor contact
Name
John E Slaybaugh, CPA
Title
Certified Public Accountant

d. Auditor contact telephone
(419)884-2700

e. Auditor contact FAX (Optional)
(419)884-2250

f. Auditor contact E-mail (Optional)

g. AUDITEE CERTIFICATION STATEMENT- This is to certify that, to the best of my knowledge and belief, the auditee has (1) Engaged an auditor to perform an audit in accordance with the provisions of OMB Circular A-133 for the period described in Part I Items 1 and 3, (2) the auditor has completed such audit and presented a signed audit report which states that the audit was conducted in accordance with the provisions of the Circular, and, (3) the information included in Parts I, II and III of this data collection form is accurate and complete. I declare that the foregoing is true and correct.

g. AUDITOR STATEMENT- The data elements and information included in this form are limited to those prescribed by OMB Circular A-133. The information included in Parts II and III of the form, except for Part III, Items 5 and 6, was transferred from the auditor's report(s) for the period described in Part I, Items 1 and 3, and is **not a substitute** for such reports. The auditor has not performed any auditing procedures since the date of the auditor's report(s). A copy of the reporting package required by OMB Circular A-133, which includes the complete auditor's report(s), is available in its entirety from the auditee at the address provided in Part I of this form. As required by OMB Circular A-133, the information in Parts II and III of this form was entered in this form by the auditor based on information included in the reporting package. The auditor has not performed any additional auditing procedures in connection with the completion of this form.

Signature of certifying official



Date

Month Day Year
10/27/1999

Name/Title of certifying official

Emma Lucas, Acting Executive Director

Signature of auditor



Date

Month Day Year
10/27/1999

PART I GENERAL INFORMATION - Continued

8. Indicate whether the auditee has either a Federal cognizant or oversight agency for audit. (Mark (X) one box)

- 1 Cognizant agency 2 Oversight agency

9. Name of Federal cognizant or oversight agency for audit (Mark (X) one box)

- | | | | |
|----------------------------------------------------------------------------|------------------------------------------------------------------------|---------------------------------------------------------------------------|--------------------------------------------------------------|
| 01 <input type="checkbox"/> African Development Foundation | 83 <input type="checkbox"/> Federal Emergency Management Agency | 16 <input type="checkbox"/> Justice | 08 <input type="checkbox"/> Peace Corps |
| 02 <input type="checkbox"/> Agency for International Development | 34 <input type="checkbox"/> Federal Mediation and Conciliation Service | 17 <input type="checkbox"/> Labor | 59 <input type="checkbox"/> Small Business Administration |
| 10 <input type="checkbox"/> Agriculture | 39 <input type="checkbox"/> General Services Administration | 43 <input type="checkbox"/> National Aeronautics and Space Administration | 96 <input type="checkbox"/> Social Security Administration |
| 11 <input type="checkbox"/> Commerce | 93 <input type="checkbox"/> Health and Human Services | 89 <input type="checkbox"/> National Archives and Records Administration | 19 <input type="checkbox"/> State |
| 94 <input type="checkbox"/> Corporation for National and Community Service | 14 <input checked="" type="checkbox"/> Housing and Urban Development | 05 <input type="checkbox"/> National Endowment for the Arts | 20 <input type="checkbox"/> Transportation |
| 12 <input type="checkbox"/> Defense | 03 <input type="checkbox"/> Institute for Museum Services | 06 <input type="checkbox"/> National Endowment for the Humanities | 21 <input type="checkbox"/> Treasury |
| 84 <input type="checkbox"/> Education | 04 <input type="checkbox"/> Inter-American Foundation | 47 <input type="checkbox"/> National Science Foundation | 82 <input type="checkbox"/> United States Information Agency |
| 81 <input type="checkbox"/> Energy | 15 <input type="checkbox"/> Interior | 07 <input type="checkbox"/> Office of National Drug Control Policy | 64 <input type="checkbox"/> Veterans Affairs |
| 66 <input type="checkbox"/> Environmental Protection Agency | | | <input type="checkbox"/> Other - Specify |

PART II FINANCIAL STATEMENTS (To be completed by auditor)

1. Type of audit report (Mark (X) one box)

- 1 Unqualified opinion 2 Qualified opinion 3 Adverse opinion 4 Disclaimer of opinion

2. Is a "going concern" explanatory paragraph included in the audit report? 1 Yes 2 No

3. Is a reportable condition disclosed? 1 Yes 2 No - SKIP to Item 5

4. Is any reportable condition reported as a material weakness? 1 Yes 2 No

5. Is a material noncompliance disclosed? 1 Yes 2 No

PART III FEDERAL PROGRAMS (To be completed by auditor)

1. Type of audit report on major program compliance

- 1 Unqualified opinion 2 Qualified opinion 3 Adverse opinion 4 Disclaimer of opinion

2. What is the dollar threshold to distinguish Type A and Type B programs §___.520(b)?

\$ 300,000

3. Did the auditee qualify as a low-risk auditee (§___.530)?

- 1 Yes 2 No

4. Are there any audit findings required to be reported under §___.510(a) ?

- 1 Yes 2 No

5. Which Federal Agencies are required to receive the reporting package? (Mark (X) all that apply)

- | | | | |
|----------------------------------------------------------------------------|------------------------------------------------------------------------|---------------------------------------------------------------------------|--------------------------------------------------------------|
| 01 <input type="checkbox"/> African Development Foundation | 83 <input type="checkbox"/> Federal Emergency Management Agency | 16 <input type="checkbox"/> Justice | 08 <input type="checkbox"/> Peace Corps |
| 02 <input type="checkbox"/> Agency for International Development | 34 <input type="checkbox"/> Federal Mediation and Conciliation Service | 17 <input type="checkbox"/> Labor | 59 <input type="checkbox"/> Small Business Administration |
| 10 <input type="checkbox"/> Agriculture | 39 <input type="checkbox"/> General Services Administration | 43 <input type="checkbox"/> National Aeronautics and Space Administration | 96 <input type="checkbox"/> Social Security Administration |
| 11 <input type="checkbox"/> Commerce | 93 <input type="checkbox"/> Health and Human Services | 89 <input type="checkbox"/> National Archives and Records Administration | 19 <input type="checkbox"/> State |
| 94 <input type="checkbox"/> Corporation for National and Community Service | 14 <input checked="" type="checkbox"/> Housing and Urban Development | 05 <input type="checkbox"/> National Endowment for the Arts | 20 <input type="checkbox"/> Transportation |
| 12 <input type="checkbox"/> Defense | 03 <input type="checkbox"/> Institute for Museum Services | 06 <input type="checkbox"/> National Endowment for the Humanities | 21 <input type="checkbox"/> Treasury |
| 84 <input type="checkbox"/> Education | 04 <input type="checkbox"/> Inter-American Foundation | 47 <input type="checkbox"/> National Science Foundation | 82 <input type="checkbox"/> United States Information Agency |
| 81 <input type="checkbox"/> Energy | 15 <input type="checkbox"/> Interior | 07 <input type="checkbox"/> Office of National Drug Control Policy | 64 <input type="checkbox"/> Veterans Affairs |
| 66 <input type="checkbox"/> Environmental Protection Agency | | | <input type="checkbox"/> Other - Specify |

FEDERAL PROGRAMS - Continued

6. FEDERAL AWARDS EXPENDED DURING FISCAL YEAR		7. AUDIT FINDINGS AND QUESTIONED COSTS					
CFDA number ¹ (a)	Name of Federal program (b)	Amount expended (c)	Major program (a)	Type of compliance requirement ² (b)	Amount of questioned costs (c)	Internal control findings ³ (d)	Audit finding reference number(s) (e)
14.850	Public and Indian Housing	\$ 2,046,126	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	O	\$ N/A	1 <input type="checkbox"/> A 3 <input checked="" type="checkbox"/> C 2 <input type="checkbox"/> B	N/A
14.852	Public Housing_Comprehensive Improvement Assistance Program	\$ 2,032,580	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	O	\$ N/A	1 <input type="checkbox"/> A 3 <input checked="" type="checkbox"/> C 2 <input type="checkbox"/> B	N/A
14.857	Section 8 Rental Certificate Program	\$ 2,483,805	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	N	\$ N/A	1 <input type="checkbox"/> A 3 <input checked="" type="checkbox"/> C 2 <input type="checkbox"/> B	99-1
14.855	Section 8 Rental Voucher Program	\$ 834,565	1 <input checked="" type="checkbox"/> Yes 2 <input type="checkbox"/> No	N	\$ N/A	1 <input type="checkbox"/> A 3 <input checked="" type="checkbox"/> C 2 <input type="checkbox"/> B	99-1
14.854	Public and Indian Housing Drug Elimination Program	\$ 284,677	1 <input type="checkbox"/> Yes 2 <input checked="" type="checkbox"/> No	O	\$ N/A	1 <input type="checkbox"/> A 3 <input checked="" type="checkbox"/> C 2 <input type="checkbox"/> B	N/A
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
		\$	1 <input type="checkbox"/> Yes 2 <input type="checkbox"/> No		\$	1 <input type="checkbox"/> A 3 <input type="checkbox"/> C 2 <input type="checkbox"/> B	
TOTAL FEDERAL AWARDS EXPENDED ->		7,681,753					

IF ADDITIONAL LINES ARE NEEDED, PLEASE PHOTOCOPY THIS PAGE ATTACH ADDITIONAL PAGES TO THE FORM, AND SEE INSTRUCTIONS

¹ Or other identifying number when the Catalog of Federal Domestic Assistance (CFDA) number is not available.
² Type of compliance requirement (Enter the letter(s) of all that apply to audit findings and questioned costs reported for each Federal program.)
 A. Activities allowed or unallowed
 B. Allowable costs/cost principles
 C. Cash management
 D. Davis - Bacon Act
 E. Eligibility
 F. Equipment and real property management
 G. Matching, level of effort, earmarking
 H. Period of availability of funds
 I. Procurement
 J. Program income
 K. Real property acquisition and relocation assistance
 L. Reporting
 M. Subrecipient monitoring
 N. Special tests and provisions
 O. None

³ Type of internal control finding (Mark (X) all that apply)
 A. Material weaknesses
 B. Reportable conditions
 C. None reported



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P O Box 1140
Columbus, Ohio 43216-1140

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

BUTLER METROPOLITAN HOUSING AUTHORITY

BUTLER 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.

By: *Susan Babbitt*

Date: **JAN 13 2000**