

MEDINA METROPOLITAN HOUSING AUTHORITY
860 WALTER ROAD
MEDINA, OHIO 44256

REPORT ON EXAMINATION OF
FINANCIAL STATEMENTS AND SUPPLEMENTAL DATA
PUBLIC HOUSING, SECTION 8
AND ADMINISTRATION FUNDS

Year Ended June 30, 1999

THOMAS J. MACDONALD, CPA, INC.

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PUBLIC HOUSING, SECTION 8
AND ADMINISTRATION FUNDS

Year Ended June 30, 1999

Laura J. MacDonald, CPA, Inc.
3613 Reserve Commons Drive
Medina, Ohio 44256

MEDINA METROPOLITAN HOUSING AUTHORITY
 FINANCIAL STATEMENTS AND
 SUPPLEMENTAL DATA
 Year Ended June 30, 1999

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

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Board of Commissioners
Medina Metropolitan Housing Authority
Medina, Ohio

We have reviewed the Independent Auditor's Report of the Medina Metropolitan Housing Authority, Medina County, prepared by Laura J. MacDonald, CPA, Inc., for the audit period July 1, 1998 through 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 Medina Metropolitan Housing Authority is responsible for compliance with these laws and regulations.

A handwritten signature in black ink, appearing to read "Jim Petro", written over a large, stylized flourish.

JIM PETRO
Auditor of State

January 14, 2000

Laura J. MacDonald, CPA, Inc.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Medina Metropolitan Housing Authority
Medina, Ohio

I have audited the financial statements of the Medina Metropolitan Housing Authority's Public Housing, Section 8 and Administration Funds, as listed in the Table of Contents, as of and for the year ended June 30, 1999. These financial statements are the responsibility of the Medina Metropolitan Housing Authority's management. My responsibility is to express an opinion on these financial statements based on my audit.

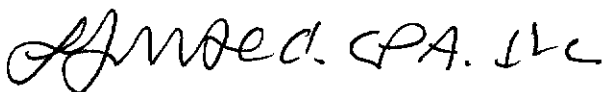
I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable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

As described in Note 1, the Medina Metropolitan Housing Authority's policy is to prepare its financial statements on the basis of accounting prescribed or permitted by the U.S. Department of Housing and Urban Development, which is a comprehensive basis of accounting other than generally accepted accounting principles. Accordingly, the accompanying financial statements are not intended to present financial position and the results of operations in conformity with generally accepted accounting principles.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Medina Metropolitan Housing Authority's Public Housing, Section 8 and Administration Funds as of June 30, 1999, and the results of its operations and cash flows for the year then ended, on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, I have also issued a report dated December 2, 1999 on my consideration of the Medina Metropolitan Housing Authority's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grants.

The accompanying Schedule of Federal Awards Expenditures is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.



December 2, 1999

EXHIBIT A

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 BALANCE SHEETS
 PHA OWNED HOUSING

June 30, 1999

	Annual Contribution Contract	
	C-995 PHA Owned Housing	C-5030 Section 8 Housing
ASSETS		
Cash and cash equivalents	\$ 119,847	\$ 457,505
Accounts receivable:		
HUD	-	14,272
Tenants	1,070	-
Land, structures and equipment	1,886,262	231,182
Construction in progress	130,260	-
Other current assets	5,508	2,034
Cash, restricted for Family Self Sufficiency Program	-	50,083
	<u>\$ 2,142,947</u>	<u>\$ 755,076</u>
TOTAL ASSETS		
LIABILITIES AND SURPLUS		
Accounts payable:		
HUD	\$ -	\$ 166,377
Trade	12,686	2,940
Security deposits	14,645	-
Other	15,192	-
Accrued wages	2,388	-
Fixed liabilities - bonds, net of retirements	715,494	4,157
Escrowed deposits	-	50,083
	<u>760,405</u>	<u>223,557</u>
TOTAL LIABILITIES		
SURPLUS - EXHIBIT C(3)	<u>1,382,542</u>	<u>531,519</u>
TOTAL LIABILITIES AND SURPLUS	<u>\$ 2,142,947</u>	<u>\$ 755,076</u>

Please refer to accompanying notes.

EXHIBIT B(1)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 STATEMENT OF INCOME AND EXPENSES
 PHA OWNED HOUSING
 Year Ended June 30, 1999

Annual Contribution Contract C-995

PROJECT QH27.1

OPERATING INCOME	
Dwelling rental	\$ 183,024
Excess utilities	4,925
Interest earned on general fund investments	2,783
Other income	<u>3,601</u>
TOTAL OPERATING INCOME - EXHIBIT D(1)	194,333
OPERATING EXPENSES	
Administration expense	57,956
Utilities expense	66,839
Ordinary maintenance and operation	60,228
General expense	<u>30,654</u>
TOTAL OPERATING EXPENSES - EXHIBIT D(1)	<u>215,677</u>
OPERATING LOSS BEFORE INTEREST	(21,344)
INTEREST ON INDEBTEDNESS	<u>21,199</u>
NET OPERATING LOSS - EXHIBIT C(1)	<u>\$ (42,543)</u>

EXHIBIT B(2)

MEDINA METROPOLITAN HOUSING AUTHORITY
MEDINA, OHIO
STATEMENT OF INCOME AND EXPENSES
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 -EXISTING
Year Ended June 30, 1999

Annual Contribution Contract C-5030

PROJECT OH12-E027-004/008

OPERATING INCOME

Interest earned on operating reserve investments	\$ 3,093
Interest earned on general fund investments	523
Other income	<u>48</u>

TOTAL OPERATING INCOME - EXHIBIT D(2) 3,664

OPERATING EXPENSES

Administrative expense	138,550
Housing assistance payments	957,667
Audit costs	<u>960</u>

TOTAL OPERATING EXPENSES - EXHIBIT D(2) 1,097,177

NET OPERATING LOSS - EXHIBIT C(1) \$ (1,093,513)

EXHIBIT B(3)

MEDINA METROPOLITAN HOUSING AUTHORITY
MEDINA, OHIO
STATEMENT OF INCOME AND EXPENSES
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 - VOUCHERS
Year Ended June 30, 1999

Annual Contribution Contract C-5030

PROJECT OH12-VO27-005/008

OPERATING INCOME

Interest earned on operating reserve investments	\$ 1,668
Interest earned on general fund investments	373

TOTAL OPERATING INCOME - EXHIBIT D(3) 2,041

OPERATING EXPENSES

Administrative expense	55,387
Housing assistance payments	346,807
Audit costs	360

TOTAL OPERATING EXPENSES - EXHIBIT D(3) 402,554

NET OPERATING LOSS - EXHIBIT C(1) \$ (400,513)

Please refer to accompanying notes.

EXHIBIT B(4)

MEDINA METROPOLITAN HOUSING AUTHORITY
MEDINA, OHIO
STATEMENT OF INCOME AND EXPENSES
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 - NEW CONSTRUCTION
Year Ended June 30, 1999

Annual Contribution Contract C-5030

PROJECT OH12-0002-026

OPERATING INCOME

Interest earned on operating reserve investments	\$ 1,065
Interest earned on general fund investments	166

TOTAL OPERATING INCOME - EXHIBIT D(4) 1,231

OPERATING EXPENSES

Administrative expense	13,323
Housing assistance payments	560,546
Audit costs	320

TOTAL OPERATING EXPENSES - EXHIBIT D(4) 574,189

NET OPERATING LOSS - EXHIBIT C(1) \$ (572,958)

Please refer to accompanying notes.

EXHIBIT B(5)

MEDINA METROPOLITAN HOUSING AUTHORITY
MEDINA, OHIO
STATEMENT OF INCOME AND EXPENSES
HOUSING ASSISTANCE PAYMENTS PROGRAM
SECTION 8 - NEW CONSTRUCTION
Year Ended June 30, 1999

Annual Contribution Contract C-5030

PROJECT QH12-0002-003

OPERATING INCOME

Interest earned on operating reserve investments	\$ 2,081
Interest earned on general fund investments	413

TOTAL OPERATING INCOME - EXHIBIT D(5) 2,494

OPERATING EXPENSES

Administrative expense	14,139
Housing assistance payments	548,231
Audit costs	360

TOTAL OPERATING EXPENSES - EXHIBIT D(5) 562,730

NET OPERATING LOSS - EXHIBIT C(1) \$ (560,236)

EXHIBIT B(6)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 ADMINISTRATION FUND
 June 30, 1999

BALANCE SHEET

ASSETS

Cash and cash equivalents	\$ 635,821
Accounts receivable:	
Brunswick Apartments Limited Partnership	109,861
Manhattan Circle	5,832
Washington Place	11,949
Notes receivable, including accrued interest:	
Brunswick Apartments Limited Partnership	1,987,540
Brunswick Housing Development Corporation	1,414,698
Land, structures and equipment	<u>532,985</u>

TOTAL ASSETS \$ 4,698,686

LIABILITIES AND SURPLUS

Accounts payable - vendors	\$ 5,953
Accounts payable - Wadsworth Tower	78,572

SURPLUS

4,614,161

TOTAL LIABILITIES AND SURPLUS \$ 4,698,686

STATEMENT OF INCOME AND EXPENSES
 AND CHANGES IN SURPLUS
 Year Ended June 30, 1999

INCOME

Management fees	\$ 66,803
Interest income	104,509
Other income	<u>20,147</u>

191,459

EXPENSES

9,009

NET INCOME 182,450

SURPLUS BALANCE AT BEGINNING OF YEAR

4,431,711

SURPLUS BALANCE AT END OF YEAR

\$ 4,614,161

Please refer to accompanying notes.

MEDINA METROPOLITAN HOUSING AUTHORITY
MEDINA, OHIO
STATEMENT OF CASH FLOWS
Year Ended June 30, 1999

	<u>C-995 PHA Owned Housing</u>	<u>C-5030 Section 8 Housing</u>	<u>Administration Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income (loss)	\$ (42,543)	\$ (2,627,220)	\$ 182,450
Adjustments to reconcile net income (loss) to net cash from (to) operating activities:			
Prior period adjustments	-	(58,647)	-
(Increase) decrease in:			
Accounts receivable - HUD	66,955	153,970	-
Accounts receivable - tenants	(933)	-	-
Accounts receivable - other	-	-	(26,401)
Other current assests	(3,699)	(899)	-
Increase (decrease) in:			
Accounts payable - HUD	-	(138,669)	-
Accounts payable - trade	1,909	(2,047)	(77)
Accounts payable - security deposits	612	-	-
Accounts payable - other	(5,164)	(3,524)	78,572
Accrued wages	2,388	4,157	-
Escrowed deposits	-	4,877	-
NET CASH FROM (TO) OPERATING ACTIVITIES	19,525	(2,668,002)	234,544
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditures	(133,002)	(25,182)	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Annual contribution earned	-	2,697,076	-
HUD operating subsidy	41,416	-	-
HUD grants	82,915	-	-
Principal payments made by HUD on bonds	(45,755)	-	-
Net additions to notes receivable	-	-	(77,209)
NET CASH FROM (TO) FINANCING ACTIVITIES	78,576	2,697,076	(77,209)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(34,901)	3,892	157,335
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR			
	154,748	503,696	478,486
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 119,847	\$ 507,588	\$ 635,821

Please refer to accompanying notes.

MEDINA METROPOLITAN HOUSING AUTHORITY
 NOTES TO FINANCIAL STATEMENTS
 June 30, 1999

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Medina Metropolitan Housing Authority (the 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 safe and sanitary housing for people in low to moderate income brackets, through rent subsidies provided by HUD.

Accounting Basis

The accompanying financial statements have been prepared on the accrual basis of accounting, in accordance with the accounting practices prescribed by HUD. 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.

Cash and Investments

Investment procedures are restricted by HUD regulations and by the provisions of the Ohio Revised Code. Purchased investments are valued at cost.

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

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

The Authority's cash and investment balances with banks as of June 30, 1999 were as follows:

<u>Annual Contribution Contract</u>	<u>Bank Balance</u>	<u>Book Balance</u>	<u>Market Value</u>
PHA Owned Housing (C-995)	\$ 119,847	\$ 119,847	\$ 119,847
Section 8 Housing (C-5030)	507,588	507,588	507,588
Administration Fund	<u>644,193</u>	<u>635,821</u>	<u>635,821</u>
	<u>\$1,271,628</u>	<u>\$1,263,256</u>	<u>\$1,263,256</u>

Cash and investments consisted of:

	<u>Bank Balance</u>	<u>Book Balance</u>	<u>Market Value</u>
Demand Deposits	\$ 177,697	\$ 169,325	\$ 169,325
Certificates of Deposit	<u>1,093,931</u>	<u>1,093,931</u>	<u>1,093,931</u>
	<u>\$1,271,628</u>	<u>\$1,263,256</u>	<u>\$1,263,256</u>

As of June 30, 1999, \$100,000 in cash and investments was covered by Federal Depository Insurance and the remaining \$1,171,628 was collateralized by specific government securities pledged by a bank.

Land, Structures and Equipment

Land, structures and equipment are stated at cost. In accordance with HUD accounting procedures, no depreciation is provided for.

Fixed Liabilities

Fixed liabilities consist of bonds used to finance the Authority's public housing complex. All principal and interest associated with this financing is paid directly by the U.S. Department of Housing and Urban Development and administered by an outside party.

Financial Statement Format

The format of the accompanying financial statements and supplemental data conforms to the format of annual report forms submitted to HUD.

Statement of Cash Flows

For purposes of the Statement of Cash Flows, the Authority considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. Cash equivalents at June 30, 1999 consist of Certificates of Deposit.

NOTE 2 - DEFINED BENEFIT PENSION PLAN

All full-time employees of the Authority participate in the Public Employees Retirement System of Ohio (PERS), which is a cost-sharing, multiple-employer defined benefit pension plan. PERS provides for retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries.

Employees may retire at or after age 60 with 5 years of credited service. They are entitled to reduced benefits at age 55, with 25 years of service. With 30 years of service there is no age requirement or age benefit reduction. Benefit payments vary in amount based on length of public service, age, final average salary level and the type of benefit payment plan selected. The authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code.

In addition, PERS provides postretirement health care coverage to age and service retirees with 10 or more years of qualifying service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an "Other Postemployment Benefit" (OPEB) as described in Statement No. 12 of the Government Accounting Standards Board. A portion of each employer's contribution to PERS is set aside for the funding of post retirement health care.

OPEB is financed through employer contributions and investment earnings thereon. The contributions allocated to retiree health and Medicare, along with investment income on allocated assets and periodic adjustments in health care provisions are expected to be sufficient to sustain the program indefinitely. PERS expenditures for OPEB during the year ended December 31, 1998 were \$440,596,663. As of December 31, 1998, the unaudited net assets available for future OPEB payments were \$9,447,325,318. The number of benefit recipients eligible for OPEB at December 31, 1998 was 115,579.

During 1997, the Retirement Board adopted a new calculation method for determining employer contributions applied to OPEB. Under the new method, effective January 1, 1998, employer contributions, equal to 4.2% of member covered payroll, are used to fund health care expenses. Under the prior method, accrued liabilities and normal cost rates were determined for health care coverage.

MEDINA METROPOLITAN HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

The Ohio Revised Code provides statutory authority for employee and employer contributions, including the funding of postretirement health care benefits by public employers through their contributions to PERS. Throughout the year ended June 30, 1999, covered employees were required to contribute 8.5% of their salary to PERS. The employer contribution rate for local government employer units was 13.55% of covered payroll; 4.2% of which was used to fund health care. For the fiscal year ended June 30, 1999, the Authority's PERS expense totaled \$24,543 and has been included in administrative expense in the accompanying financial statements. Of this amount, \$9,256 was used to fund postemployment benefits. For fiscal 1999, the Authority's contribution amount of \$24,543 was equal to the total amount billed to the Authority by PERS. The Authority's PERS expense for fiscal 1998 and 1997 was \$29,934 and \$27,139, respectively. The Authority contributed 100% of the amount billed to the Authority by PERS in each of these years.

The Public Employees Retirement System issues a stand-alone financial report. A copy of this report can be obtained by making a written request to 277 East Town Street, Columbus, Ohio, 43215-4642, or by calling (614)466-2085.

NOTE 3 - NOTES RECEIVABLE

The Administration Fund note receivable from Brunswick Apartments Limited Partnership (BALP) of \$1,987,540 is a mortgage note bearing interest at 4% per annum, which is payable to the Authority, as the income and cash flow of BALP permits. This note is secured by an "open-end" mortgage on Southwick Place (See Note 4) and is subordinate to other BALP mortgage debt payable to a bank. The entire balance of principal plus accrued interest is due and payable to the Authority on May 20, 2009. As of June 30, 1999, the balance in accrued interest relating to this note totaled \$487,540, and has been included in the note balance per the terms of the note agreement.

The Administration Fund note receivable from Brunswick Housing Development Corporation is a mortgage note bearing interest at 2% per annum, payable in monthly installments of \$4,551 through 2016.

NOTE 4 - RELATED PARTY TRANSACTIONS

The Wadsworth Housing Development Corporation (WHDC) and the Brunswick Housing Development Corporation (BHDC), are both non-profit corporations, organized as instrumentalities of the Medina Metropolitan Housing Authority. WHDC owns Wadsworth Tower, a federally-assisted, elderly housing complex located in Wadsworth, Ohio. This complex is managed by the Authority, and management fees of \$43,484 have been included in income in the accompanying financial statements. BHDC is a general partner in Brunswick Apartments Limited Partnership. BALP owns Southwick Place and BHDC owns Manhattan Circle. Southwick Place and Manhattan Circle are affordable housing complexes located in Brunswick Ohio. Management fees of \$12,568 for Southwick Place and \$8,026 for Manhattan Circle have been included in the Administration Fund income in the accompanying financial statements. In addition, accounts and notes receivable totaling approximately \$3,500,000 from BHDC, BALP, and Manhattan Circle are reflected as assets on the Administration Fund in the accompanying financial statements.

NOTE 5 - INSURANCE COVERAGE

As of June 30, 1999, the Agency had general liability insurance coverage of \$1,000,000 (each occurrence) with an aggregate limit of \$2,000,000; director and officer liability coverage of \$1,000,000 per loss and in the aggregate; vehicle liability coverage of \$1,000,000; and commercial property coverage of \$4,000,000 on buildings and \$60,000 on personal property.

MEDINA METROPOLITAN HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999

NOTE 6 - 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 Authority's operations as early as fiscal 2000.

The Medina Metropolitan Housing Authority has identified the financial accounting and reporting system as a "mission critical" system. All testing and validation of this system has been completed.

Because of the unprecedented nature of the Year 2000 issue, its effects and the success of related testing/validation efforts will not be fully determinable until the year 2000 and thereafter.

SUPPLEMENTAL DATA

LAURA J. MACDONALD, CPA, INC.

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(330) 722-1944

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INDEPENDENT AUDITOR'S REPORT
ON SUPPLEMENTARY INFORMATION

To The Board of Commissioners
Medina Metropolitan Housing Authority
Medina, Ohio

My report on my audit of the basic financial statements of Medina Metropolitan Housing Authority's Public Housing, Section 8 and Administration Funds, as listed in the Table of Contents, as of and for the year ended June 30, 1999, appears on page 1. I conducted my 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. The purpose of my audit was to form an opinion on the basic financial statements taken as a whole. The information included in the accompanying schedules is presented for purposes of additional analysis only and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

LJ Macdonald, CPA, Inc

December 2, 1999

EXHIBIT C(1)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 ANALYSIS OF SURPLUS
 Year Ended June 30, 1999

	<u>Annual Contribution Contract</u>	
	<u>C-995 PHA Owned Housing</u>	<u>C-5030 Section 8 Housing</u>
UNRESERVED SURPLUS		
Balance per prior audit at June 30, 1998	\$ (1,973,303)	\$ (39,000,966)
Prior period adjustments		139,379
Net loss for year ended June 30, 1999		
PHA owned housing - Exhibit B(1)	(42,543)	
Housing Assistance Payments Program:		
Existing - Exhibit B(2)	.	(1,093,513)
Vouchers - Exhibit B(3)	.	(400,513)
Mod. Rehab. I - Exhibit B(4)	.	(572,958)
Mod. Rehab. II - Exhibit B(5)	.	(560,236)
(Provision for) reduction of operating reserves for year ended June 30, 1999		
PHA owned housing - Exhibit D(1)	(590)	
Housing Assistance Payments Program:		
Existing - Exhibit D(2)	.	(30,357)
Vouchers - Exhibit D(3)	.	15,083
New Construction - Exhibit D(4)	.	(11,301)
New Construction - Exhibit D(5)	.	(18,099)
(Provision for) reduction of project account for year ended June 30, 1999		
Housing Assistance Payments Program:		
Existing - Exhibit D(2)	.	(438,475)
Vouchers - Exhibit D(3)	.	(81,155)
New Construction - Exhibit D(4)	.	(18,308)
New Construction - Exhibit D(5)	.	(65,281)
 BALANCE AT JUNE 30, 1999	 \$ (2,016,436)	 \$ (42,136,700)

EXHIBIT C(2)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 ANALYSIS OF SURPLUS (Continued)
 Year Ended June 30, 1999

	Annual Contribution Contract	
	C-995 PHA Owned Housing	C-5030 Section 8 Housing
RESERVED SURPLUS - OPERATING RESERVE		
Balance per prior audit at June 30, 1998	\$ 113,568	\$ 318,683
Prior period adjustments		
Provision for (reduction of) operating reserves for year ended June 30, 1999		
PHA owned housing - Exhibit D(1)	590	
Housing Assistance Payments Program:		
Existing - Exhibit D(2)		30,357
Vouchers - Exhibit D(3)		(15,083)
New Construction - Exhibit D(4)		11,301
New Construction - Exhibit D(5)		18,099
BALANCE AT JUNE 30, 1999	\$ 114,158	\$ 363,357
HOUSING ASSISTANCE PAYMENTS PROGRAM - PROJECT ACCOUNT- UNFUNDED		
Balance per prior audit at June 30, 1998	\$ -	\$ 1,947,440
Prior period adjustments		(197,995)
Provision for (reduction of) project account for year ended June 30, 1999		
Housing Assistance Payments Program:		
Existing - Exhibit D(2)		438,475
Vouchers - Exhibit D(3)		81,155
New Construction - Exhibit D(4)		18,308
New Construction - Exhibit D(5)		65,281
BALANCE AT JUNE 30, 1999	\$ -	\$ 2,352,664

EXHIBIT C(3)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 ANALYSIS OF SURPLUS (Continued)
 Year Ended June 30, 1999

	<u>Annual Contribution Contract</u>	
	<u>C-995 PHA Owned Housing</u>	<u>C-5030 Section 8 Housing</u>
CUMULATIVE HUD CONTRIBUTION		
Balance per prior audit at June 30, 1998	\$ 3,148,720	\$ 37,255,153
Prior period adjustments		(31)
HUD operating subsidy - PHA Owned Housing - Exhibit D(1)	41,416	
Annual contribution earned for year ended June 30, 1999:		
Housing Assistance Payments Program:		
Existing - Exhibit D(2)		1,126,650
Vouchers - Exhibit D(3)		404,564
New Construction - Exhibit D(4)		585,893
New Construction - Exhibit D(5)		579,969
BALANCE AT JUNE 30, 1999	<u>\$ 3,190,136</u>	<u>\$ 39,952,198</u>
CUMULATIVE DONATIONS		
Balance per prior audit at June 30, 1998	\$ 80	\$ -
BALANCE AT JUNE 30, 1999	<u>\$ 80</u>	<u>\$ -</u>
CUMULATIVE HUD GRANTS		
Balance per prior audit at June 30, 1998	\$ 11,689	\$ -
Comprehensive Improvement Assistance Program	82,915	
BALANCE AT JUNE 30, 1999	<u>\$ 94,604</u>	<u>\$ -</u>
TOTAL SURPLUS, EXHIBIT A	<u>\$ 1,382,542</u>	<u>\$ 531,519</u>

EXHIBIT D(1)

MEDINA METROPOLITAN HOUSING AUTHORITY
MEDINA, OHIO
COMPUTATION OF RESIDUAL RECEIPTS
PHA OWNED HOUSING
Year Ended June 30, 1999

Annual Contribution Contract C-995

PROJECT OH27-1

OPERATING RECEIPTS

Operating income - Exhibit B(1)	\$ 194,333
HUD operating subsidy - Exhibit C(3)	<u>41,416</u>

TOTAL OPERATING RECEIPTS	<u>235,749</u>
--------------------------	----------------

OPERATING EXPENDITURES

Operating expenses - Exhibit B(1)	215,677
Capital expenditures	<u>19,482</u>

	<u>235,159</u>
--	----------------

RESIDUAL RECEIPTS BEFORE REDUCTION
OF OPERATING RESERVE

	590
--	-----

Provision for operating reserve
- Exhibits C(1) and C(2)

	<u>(590)</u>
--	--------------

RESIDUAL RECEIPTS

	<u>\$</u>
--	-----------

EXHIBIT D(2)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA , OHIO
 COMPUTATION OF ANNUAL CONTRIBUTION EARNED
 AND PROJECT ACCOUNT
 OPERATING RESERVE CHANGES
 HOUSING ASSISTANCE PAYMENTS PROGRAM
 SECTION 8 - EXISTING
 Year Ended June 30, 1999

Annual Contribution Contract C-5030

PROJECT OH12-E027-004/008

MAXIMUM ANNUAL CONTRIBUTION AVAILABLE

Maximum annual contribution authorized	\$ 1,565,125	
Pro rata maximum annual contribution applicable to a period of less than twelve months		
	<hr/>	
Maximum contribution for period	1,565,125	\$ 1,565,125
Project account balance at beginning of year		<hr/> 866,575
TOTAL ANNUAL CONTRIBUTION AVAILABLE		<u>\$ 2,431,700</u>

ANNUAL CONTRIBUTION REQUIRED

Administrative fees	138,318	
Housing assistance payments	957,667	
FSS Coordinator grant earned	29,961	
Audit costs	960	
Hard to house fees	315	
	<hr/>	
TOTAL FUNDS REQUIRED	1,127,221	

PROJECT RECEIPTS OTHER THAN
ANNUAL CONTRIBUTION

571

TOTAL ANNUAL CONTRIBUTION REQUIRED 1,126,650

PROJECT ACCOUNT CHANGE

Provision for project account - Exhibits C(1) and C(2) \$ 438,475

ANNUAL CONTRIBUTION EARNED - lesser
of contribution available or contribution
required - Exhibit C(3)

\$ 1,126,650

EXHIBIT D(2)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 COMPUTATION OF ANNUAL CONTRIBUTION EARNED
 AND PROJECT ACCOUNT
 OPERATING RESERVE CHANGES (Continued)
 HOUSING ASSISTANCE PAYMENTS PROGRAM
 SECTION 8 - EXISTING
 Year Ended June 30, 1999

OPERATING RESERVE CHANGE

Operating income - Exhibit B(2)	\$ 3,664
Annual contribution earned	<u>1,126,650</u>
TOTAL OPERATING RECEIPTS	1,130,314
OPERATING EXPENDITURES	
Operating expenses - Exhibit B(2)	1,097,177
Capital expenditures	<u>2,780</u>
TOTAL OPERATING EXPENDITURES	<u>1,099,957</u>
NET OPERATING INCOME	30,357
Provision for operating reserve - Exhibits C(1) and C(2)	<u>(30,357)</u>
DEFICIT CARRYOVER	<u>\$ -</u>

EXHIBIT D(3)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA , OHIO
 COMPUTATION OF ANNUAL CONTRIBUTION EARNED
 AND PROJECT ACCOUNT
 OPERATING RESERVE CHANGES
 HOUSING ASSISTANCE PAYMENTS PROGRAM
 SECTION 8 - VOUCHERS
 Year Ended June 30, 1999

Annual Contribution Contract C-5030

PROJECT OH12-V027-005/008

MAXIMUM ANNUAL CONTRIBUTION AVAILABLE		
Maximum annual contribution authorized	\$	485,719
Pro rata maximum annual contribution applicable to a period of less than twelve months		<u>485,719</u>
Maximum contribution for period	485,719	\$ 485,719
Project account balance at beginning of year		<u>194,923</u>
TOTAL ANNUAL CONTRIBUTION AVAILABLE	\$	<u>680,642</u>
ANNUAL CONTRIBUTION REQUIRED		
Administrative fees	57,770	
Housing assistance payments	346,807	
Audit costs	<u>360</u>	
TOTAL FUNDS REQUIRED	404,937	
PROJECT RECEIPTS OTHER THAN ANNUAL CONTRIBUTION	<u>373</u>	
TOTAL ANNUAL CONTRIBUTION REQUIRED	<u>404,564</u>	
PROJECT ACCOUNT CHANGE		
Provision for project account - Exhibits C(1) and C(2)	\$	<u>81,155</u>
ANNUAL CONTRIBUTION EARNED - lesser of contribution available or contribution required - Exhibit C(3)	\$	<u>404,564</u>

EXHIBIT D(3)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 COMPUTATION OF ANNUAL CONTRIBUTION EARNED
 AND PROJECT ACCOUNT -
 OPERATING RESERVE CHANGES (Continued)
 HOUSING ASSISTANCE PAYMENTS PROGRAM
 SECTION 8 - VOUCHERS
 Year Ended June 30, 1999

OPERATING RESERVE CHANGE

Operating income - Exhibit B(3)	\$ 2,041
Annual contribution earned	<u>404,564</u>
TOTAL OPERATING RECEIPTS	406,605
OPERATING EXPENDITURES	
Operating expenses - Exhibit B(3)	402,554
Capital expenditures	<u>19,134</u>
TOTAL OPERATING EXPENDITURES	<u>421,688</u>
NET OPERATING DEFICIT	(15,083)
Reduction of operating reserve - Exhibits C(1) and C(2)	<u>15,083</u>
DEFICIT CARRYOVER	<u>\$.</u>

EXHIBIT D(4)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA , OHIO
 COMPUTATION OF ANNUAL CONTRIBUTION EARNED
 AND PROJECT ACCOUNT
 OPERATING RESERVE CHANGES
 HOUSING ASSISTANCE PAYMENTS PROGRAM
 SECTION 8 - NEW CONSTRUCTION
 Year Ended June 30, 1999

Annual Contribution Contract C-5030

PROJECT OH12-0002-026

MAXIMUM ANNUAL CONTRIBUTION AVAILABLE

Maximum annual contribution authorized	\$	604,201	
Pro rata maximum annual contribution applicable to a period of less than twelve months			
			<hr/>
Maximum contribution for period		604,201	\$ 604,201
Project account balance at beginning of year			<hr/> 155,810
TOTAL ANNUAL CONTRIBUTION AVAILABLE	\$		<u>760,011</u>

ANNUAL CONTRIBUTION REQUIRED

Administrative fees	25,193
Housing assistance payments	560,546
Audit costs	320
	<hr/>
TOTAL FUNDS REQUIRED	586,059

PROJECT RECEIPTS OTHER THAN ANNUAL CONTRIBUTION

166

TOTAL ANNUAL CONTRIBUTION REQUIRED

585,893

PROJECT ACCOUNT CHANGE

Provision for project account - Exhibits C(1) and C(2) \$ 18,308

ANNUAL CONTRIBUTION EARNED - lesser of contribution available or contribution required - Exhibit C(3)

\$ 585,893

EXHIBIT D(4)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 COMPUTATION OF ANNUAL CONTRIBUTION EARNED
 AND PROJECT ACCOUNT -
 OPERATING RESERVE CHANGES (Continued)
 HOUSING ASSISTANCE PAYMENTS PROGRAM
 SECTION 8 - NEW CONSTRUCTION
 Year Ended June 30, 1999

OPERATING RESERVE CHANGE

Operating income - Exhibit B(4)	\$ 1,231
Annual contribution earned	<u>585,893</u>
TOTAL OPERATING RECEIPTS	587,124
OPERATING EXPENDITURES	
Operating expenses - Exhibit B(4)	574,189
Capital expenditures	<u>1,634</u>
TOTAL OPERATING EXPENDITURES	<u>575,823</u>
NET OPERATING INCOME	11,301
Provision for operating reserve - Exhibits C(1) and C(2)	<u>(11,301)</u>
DEFICIT CARRYOVER	<u>\$ -</u>

EXHIBIT D(5)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA , OHIO
 COMPUTATION OF ANNUAL CONTRIBUTION EARNED
 AND PROJECT ACCOUNT
 OPERATING RESERVE CHANGES
 HOUSING ASSISTANCE PAYMENTS PROGRAM
 SECTION 8 - NEW CONSTRUCTION
 Year Ended June 30, 1999

Annual Contribution Contract C-5030

PROJECT OH12-0002-003

MAXIMUM ANNUAL CONTRIBUTION AVAILABLE		
Maximum annual contribution authorized	\$	645,250
Pro rata maximum annual contribution applicable to a period of less than twelve months		<u> </u>
Maximum contribution for period	645,250	\$ 645,250
Project account balance at beginning of year		<u>532,136</u>
TOTAL ANNUAL CONTRIBUTION AVAILABLE		<u>\$ 1,177,386</u>
ANNUAL CONTRIBUTION REQUIRED		
Administrative fees	31,791	
Housing assistance payments	548,231	
Audit costs	360	
	<u>580,382</u>	
TOTAL FUNDS REQUIRED		580,382
PROJECT RECEIPTS OTHER THAN ANNUAL CONTRIBUTION		
	<u>413</u>	
TOTAL ANNUAL CONTRIBUTION REQUIRED		<u>579,969</u>
PROJECT ACCOUNT CHANGE		
Provision for project account - Exhibits C(1) and C(2)	\$	<u>65,281</u>
ANNUAL CONTRIBUTION EARNED - lesser of contribution available or contribution required - Exhibit C(3)		
	\$	<u>579,969</u>

EXHIBIT D(5)

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 COMPUTATION OF ANNUAL CONTRIBUTION EARNED
 AND PROJECT ACCOUNT -
 OPERATING RESERVE CHANGES (Continued)
 HOUSING ASSISTANCE PAYMENTS PROGRAM
 SECTION 8 - NEW CONSTRUCTION
 Year Ended June 30, 1999

OPERATING RESERVE CHANGE

Operating income - Exhibit B(5)	\$	2,494
Annual contribution earned		<u>579,969</u>
TOTAL OPERATING RECEIPTS		582,463
OPERATING EXPENDITURES		
Operating expenses - Exhibit B(5)		562,730
Capital expenditures		<u>1,634</u>
TOTAL OPERATING EXPENDITURES		<u>564,364</u>
NET OPERATING INCOME		18,099
Provision for operating reserve - Exhibits C(1) and C(2)		<u>(18,099)</u>
DEFICIT CARRYOVER		<u>\$ -</u>

EXHIBIT F

MEDINA METROPOLITAN HOUSING AUTHORITY
 MEDINA, OHIO
 SCHEDULE OF FEDERAL AWARDS EXPENDITURES
 Year Ended June 30, 1999

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>ANNUAL CONTRIBUTION CONTRACT NO.</u>	<u>FEDERAL EXPENDITURES</u>
U.S. Department of Housing and Urban Development:			
Direct Programs:			
PHA Owned Housing: Operating Subsidy	14.850	C-995	\$ 41,416
Comprehensive Improvement Assistance Program	14.852	C-995	82,915
Housing Assistance Payments Program:			
- Existing	14.857	C-5030	1,099,957
- New Construction	14.857	C-5030	1,140,187
- Vouchers	14.855	C-5030	406,605
			<u>2,646,749</u>
			<u>\$ 2,771,080</u>

LAURA J. MACDONALD, CPA, INC.

3613 RESERVE COMMONS DRIVE

MEDINA, OHIO 44256

(330) 722-1944

FAX (330) 225-8084

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

To the Board of Commissioners
Medina Metropolitan Housing Authority
Medina, Ohio

I have audited the financial statements of the Medina Metropolitan Housing Authority's Public Housing, Section 8 and Administration Funds as of and for the year ended June 30, 1999, and have issued my report thereon dated December 2, 1999. I conducted my 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 the Medina Metropolitan Housing Authority's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Medina Metropolitan Housing Authority's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in 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. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

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

Laura J. MacDonald CPA, Inc.

December 2, 1999

Laura J. Macdonald, CPA, Inc.

3613 Reserve Commons Drive

Medina, Ohio 44256

(330) 722-1944

FAX (330) 225-8084

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

To the Board of Commissioners
Medina Metropolitan Housing Authority
Medina, Ohio

Compliance

I have audited the compliance of the Medina Metropolitan Housing Authority's Public Housing, Section 8 and Administration Funds 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 its major federal programs in addition to the provisions of Public and Indian Housing Notice 97-30 for the year ended June 30, 1999. The Medina 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 its major federal programs are the responsibility of the Medina Metropolitan Housing Authority's management. My responsibility is to express an opinion on the Medina Metropolitan Housing Authority's compliance based on my audit.

I conducted my 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. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Medina Metropolitan Housing 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. My audit does not provide a legal determination on the Medina Metropolitan Housing Authority's compliance with those requirements.

In my opinion, the Medina Metropolitan Housing Authority complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 1999. However, I noted immaterial matters involving compliance that I have reported to the management and the Board of Commissioners of the Medina Metropolitan Housing Authority in a separate letter dated December 2, 1999.

Internal Control Over Compliance

The management of the Medina 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 my audit, I considered the Medina Metropolitan Housing 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 my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses. However, I noted certain immaterial matters involving the internal control over compliance that I have reported to the management and the Board of Commissioners of the Medina Metropolitan Housing Authority in a separate letter dated December 2, 1999.

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

ASMOED. CPA. INC

December 2, 1999

MEDINA METROPOLITAN HOUSING AUTHORITY
 SCHEDULE OF FINDINGS
 June 30, 1999

SUMMARY OF AUDITOR'S RESULTS

Type of Financial Statement Opinion	Unqualified
Were there any material control weakness conditions reported at the financial statement level (Generally Accepted Government Auditing Standards)?	No
Were there any other reportable control weakness conditions reported at the financial statement level (Generally Accepted Government Auditing Standards)?	No
Was there any material reported noncompliance at the financial statement level (Generally Accepted Government Auditing Standards)?	No
Were there any material internal control weakness conditions reported for major federal programs?	No
Were there any other reportable internal control weakness conditions reported for major federal programs?	No
Type of Major Programs' Compliance Opinion	Unqualified
Are there any reportable findings under Section 510?	No
Major Programs:	Housing Assistance Payments Program: Section 8 Cluster - (Existing, New Construction and Vouchers)
Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: All others
Low Risk Auditee?	Yes

II. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENT AUDITING STANDARDS

NONE

III. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

NONE

MEDINA METROPOLITAN HOUSING AUTHORITY
 GENERAL COMMENTS
 Year Ended June 30, 1999

ACTIVITIES OF THE AUTHORITY

The Medina Metropolitan Housing Authority had 617 units in management as of June 30, 1999 as follows:

	<u>Units</u>
Public Housing:	
Project Number: OH027-1	83
Section 8 Programs:	
Project Number: OH12-E027-004/008	250
Project Number: OH12-V027-004/008	94
Project Number: OH12-0002-026	84
Project Number: OH12-0002-003	<u>106</u>
	<u>617</u>

AUDIT ADJUSTMENTS

The following audit adjustments were made as of June 30, 1999, and for the year then ended: ---

Administration Fund:

1. dr. Accrued Interest Receivable	\$77,209	
cr. Interest Income		\$77,209

To reflect accrued interest receivable on Brunswick Apartments Limited Partnership note.

2. dr. Accrued Interest Receivable	\$145,452	
dr. Note Receivable	\$154,409	
cr. Note Receivable - BHDC		\$154,409
cr. Unreserved Surplus		\$145,452

To record adjusting journal entries for fiscal 1998.

3. dr. Unreserved Surplus	\$26,177	
cr. Sundry Expense		\$4,310
cr. Legal Expense		\$1,720
cr. Other Income		\$20,147

To adjust the unreserved surplus account balance.

Section 8 - Existing:

1. dr. Unreserved Surplus	\$31,275	
dr. Operating Reserve	\$36	
dr. Cumulative HUD Contributions	\$36	
cr. Project Account		\$31,275
cr. Unreserved Surplus		\$36
cr. Accounts Receivable - HUD		\$36

To adjust for HUD corrections on Form 52681 for 1999.

MEDINA METROPOLITAN HOUSING AUTHORITY
GENERAL COMMENTS (Continued)
Year Ended June 30, 1999

Section 8 - Vouchers:

1. dr. Unreserved Surplus	\$34,317	
dr. Accounts Receivable - HUD	\$5	
cr. Project Account		\$34,312
cr. Operating Reserve		\$5
cr. Cumulative HUD Contribution		\$5

To adjust for HUD corrections on Form 52681 for 1999.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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MEDINA METROPOLITAN HOUSING AUTHORITY

MEDINA 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 27 2000**