

AUDITED BASIC FINANCIAL STATEMENTS
OF THE
CRAWFORD METROPOLITAN HOUSING AUTHORITY
APRIL 1, 2007 - MARCH 31, 2008



Mary Taylor, CPA
Auditor of State

Board of Trustees
Crawford Metropolitan Housing Authority
P. O. Box 1029
Mansfield, Ohio 44901

We have reviewed the *Independent Auditors' Report* of the Crawford Metropolitan Housing Authority, Crawford County, prepared by Wilson, Shannon & Snow, Inc., for the audit period April 1, 2007 through March 31, 2008. 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 Crawford Metropolitan Housing Authority is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

October 22, 2008

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**CRAWFORD METROPOLITAN HOUSING AUTHORITY
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Board of Directors
Crawford Metropolitan Housing Authority
645 West Harding Way
Galion, Ohio 44833

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying basic financial statements of the Crawford Metropolitan Housing Authority, Crawford County, Ohio (the Authority) as of and for the fiscal year ended March 31, 2008, 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 auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 in the 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Crawford Metropolitan Housing Authority, Crawford County, as of March 31, 2008 and the changes in financial position and its cash flows for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated August 8, 2008 on our consideration of the Authority's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
Ten West Locust Street
Newark, Ohio 43055
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We conducted our audit to opine on the financial statements that collectively comprise the Authority's basic financial statements. The accompanying Schedule of Federal Awards Expenditures is required by the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*, and the Supplemental Financial Data Schedules, as required by the U.S. Department of Housing and Urban Development, are presented for the purpose of additional analysis and are not a required part of the basic financial statements. We subjected the Schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Wilson, Shuman & Snow, Inc.

Newark, Ohio
August 8, 2008

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(UNAUDITED)**

MANAGEMENT’S DISCUSSION AND ANALYSIS

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

Since the Management’s Discussion and Analysis (MD&A) is designed to focus on the current years activities, resulting changes and currently known facts, please read it in conjunction with the Authority’s financial statements (beginning on page 11).

FINANCIAL HIGHLIGHTS

- During fiscal year 2008, the Authority’s net assets increased by \$144,690 (or 50.8%). Since the Authority engages only in business-type activities, the increase is all in the category of business-type net assets. Net Assets for fiscal year 2007 were \$284,653 and net assets for fiscal year 2008 were \$429,343.

- Revenues increased by \$53,212 (or 3.83%) during fiscal year 2008, and was \$1,389,207 and \$1,442,419 for fiscal year 2007 and fiscal year 2008, respectively.

- Total expenses of the Authority decreased by \$78,940 (or 5.73%). Total expenses were \$1,376,669 and \$1,297,729 for fiscal year 2007 and fiscal year 2008, respectively.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(UNAUDITED)**

USING THIS ANNUAL REPORT

The Report includes three major sections, the “Management’s Discussion and Analysis (MD&A)”, “Basic Financial Statements”, and “Other Required Supplementary Information”:

<p>MD&A</p> <p>~ Management’s Discussion And Analysis –pgs 3-10 ~</p>
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<p>Basic Financial Statements</p> <p>~ Basic Financial Statements – pgs 11-13 ~ ~ Notes to the Basic Financial Statements – pg 14~</p>

<p>Other Required Supplementary Information</p> <p>~ Required Supplementary Information - none~</p>
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The primary focus of the Authority’s financial statements is on the Authority as a whole. The Authority operates as a single enterprise fund and this presentation allows the user to address relevant questions, broaden a basis for comparison (year to year or Authority to Authority) and enhance the Authority’s accountability.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(UNAUDITED)**

Authority-Wide Financial Statements

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

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

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

Net Assets, Invested in Capital Assets: This component of Net Assets consists of all Capital Assets, net of accumulated depreciation, reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The Authority does not have any outstanding debt.

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

Unrestricted Net Assets: Consists of Net Assets that do not meet the definition of “Net Assets Invested in Capital Assets”, or “Restricted Net Assets”.

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

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

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

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(UNAUDITED)**

The Authority's Fund

The Authority consists exclusively of an Enterprise Fund. The Enterprise fund utilizes the full accrual basis of accounting. The Enterprise method of accounting is similar to accounting utilized in the private sector.

The fund maintained by the Authority is required by the Department of Housing and Urban Development.

Business-Type Activities:

Housing Choice Voucher Program – Under the Housing Choice Voucher Program, the Authority administers contracts with independent landlords that own the property. The Authority subsidizes the family's rent through a Housing Assistance Payment (HAP) made to the landlord. The program is administered under an Annual Contributions Contract (ACC) with HUD. HUD provides Annual Contributions Funding to enable the Authority to structure a lease that sets the participants' rent at 30% of adjusted household income.

Statement of Net Assets

The following table reflects the condensed Statement of Net Assets compared to the prior year.

STATEMENT OF NET ASSETS

	<u>2008</u>	<u>2007</u>
Current and Other Assets	\$ 446,440	\$ 324,742
Capital Assets	<u>-</u>	<u>196</u>
Total Assets	<u>446,440</u>	<u>324,938</u>
Current Liabilities	4,450	6,167
Non-Current Liabilities	<u>12,647</u>	<u>34,118</u>
Total Liabilities	<u>17,097</u>	<u>40,285</u>
Net Assets:		
Invested in Capital Assets	-	196
Restricted	319,672	185,846
Unrestricted	<u>109,671</u>	<u>98,611</u>
Total Net Assets	<u>\$ 429,343</u>	<u>\$ 284,653</u>

For more detailed information see page 11 for the Statement of Net Assets.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(UNAUDITED)**

Major Factors Affecting the Statement of Net Assets

Current and other assets increased by \$121,698 in fiscal year 2008. This difference mostly represents the current year surplus which increased current assets (primarily cash and cash equivalents). Liabilities decreased by \$23,188 in fiscal year 2008 due to the reclassification of the fraud recovery control account to Allowance for Doubtful accounts and the removal of old outstanding balances.

Capital assets decreased during fiscal year 2008 from \$196 to zero. The decrease is attributed to the current year depreciation of \$196. For more detail see "Capital Assets and Debt Administration" on page 9.

CHANGE OF UNRESTRICTED NET ASSETS

Unrestricted Net Assets March 31, 2007	\$ 98,611
Results of Operations related to Administration Fee	\$ 10,864
Adjustments:	
Depreciation (1)	<u>196</u>
Adjusted Results from Operations	<u>11,060</u>
Unrestricted Net Assets March 31, 2008	\$ <u>109,671</u>

(1) Depreciation is treated as an expense and reduces the results of operations but does not have an impact on Unrestricted Net Assets.

While the result of operations is a significant measure of the Authority's activities, the analysis of the changes in Unrestricted Net Assets provides a clearer change in financial well-being.

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**CRAWFORD METROPOLITAN HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(UNAUDITED)**

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

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

	<u>2008</u>	Restated <u>2007</u>
Revenues		
HUD PHA Operating Grants	\$ 1,424,680	\$ 1,372,753
Interest	6,854	2,981
Other Revenues	<u>10,885</u>	<u>13,473</u>
Total Revenue	<u>1,442,419</u>	<u>1,389,207</u>
Expenses		
Administrative Salaries and Employee Benefits	85,601	78,038
Material and Labor - Maintenance	4,307	1,987
General	68,107	72,178
Housing Assistance Payments	1,139,518	1,223,444
Depreciation	<u>196</u>	<u>1,022</u>
Total Expenses	<u>1,297,729</u>	<u>1,376,669</u>
Change in Net Assets	144,690	12,538
Net Assets at April 1	<u>284,653</u>	<u>272,115</u>
Net Assets at March 31	\$ <u>429,343</u>	\$ <u>284,653</u>

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

HUD PHA Operating Grants reflects the total amount received for fiscal year 2008 per ACC for Housing Assistance Payments and earned for Administration fees. The Authority expended less in Housing Assistance Payments funds than it received by \$123,788 thus increasing their Restricted Housing Assistance Payments Equity account. The net increase to the Restricted Housing Assistance Payments Equity for fiscal year 2008 is \$133,826 which is the total of \$123,788 unused for HAP cost plus HUD's share of current year's fraud recovery payments of \$5,267, plus \$352 for damages payments and HUD's share of current year's interest of \$4,419.

The \$144,690 surplus is made up of a \$133,826 increase to Restricted Housing Assistance Payments Equity and a \$10,864 surplus from administrative operations.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(UNAUDITED)**

The Authority still estimates HUD may deduct \$42,449 for Housing Assistance Payments recapture for the 148 unit month's coverage from fiscal year 2007. This recapture would be paid from Administrative Fee Equity.

Fiscal year 2007 expenses have been restated due to reclassifications within expense line items to provide a more accurate analysis between fiscal years. Total expenses have not changed.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of March 31, 2008, the Authority had \$0 invested in capital assets as reflected in the following schedule, which represents a net decrease (addition, deductions and depreciation).

CAPITAL ASSETS AT YEAR-END (NET OF DEPRECIATION)

	<u>Business-Type Activities</u>	
	<u>2008</u>	<u>2007</u>
Equipment – Administrative	\$ 21,478	\$ 21,478
Accumulated Depreciation	<u>(21,478)</u>	<u>(21,282)</u>
Total	\$ <u> -</u>	\$ <u> 196</u>

The following reconciliation summarizes the change in Capital Assets, which is presented in detail on page 18 of the notes.

CHANGE IN CAPITAL ASSETS

	<u>Business-Type Activities</u>
Beginning Balance	\$ 196
Depreciation	<u>(196)</u>
Ending Balance	\$ <u> -</u>

There were no additions or disposals during fiscal year 2008.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(UNAUDITED)**

Debt Outstanding

As of March 31, 2008, the Authority has no outstanding debt.

ECONOMIC FACTORS

Significant economic factors affecting the Authority are as follows:

- Federal funding of the Department of Housing and Urban Development.
- Local labor supply and demand, which can affect salary and wage rates.
- Local inflationary, recession and employment trends, which can affect resident incomes and therefore the demand for housing assistance.
- Inflationary pressure on utility rates, supplies and other costs.

FINANCIAL CONTACT

The individual to be contacted regarding this report is Marsha K. Inscho; Finance Manager for the Crawford Metropolitan Housing Authority, at (419) 526-1622. Specific requests may be submitted to the Authority at P.O. Box 1029, Mansfield, OH 44901.

CRAWFORD METROPOLITAN HOUSING AUTHORITY
STATEMENTS OF NET ASSETS
MARCH 31, 2008

Assets

Current Assets:

Cash and Cash Equivalents	\$ 156,602
Accounts Receivable	9,800
Prepaid Items	<u>2,815</u>
Total Current Assets	<u>169,217</u>

Non-Current Assets:

Restricted Cash	277,223
Capital Assets:	
Furniture and Equipment	21,478
Accumulated Depreciation	<u>(21,478)</u>
Total Capital Assets	<u>-</u>
Total Non-Current Assets	<u>277,223</u>

Total Assets	<u><u>446,440</u></u>
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Liabilities

Current Liabilities:

Accounts Payable	1,503
Accrued Wages and Payroll Taxes	947
Accrued Compensated Absences	<u>2,000</u>
Total Current Liabilities	<u>4,450</u>

Non-Current Liabilities:

Accrued Compensated Absences	<u>12,647</u>
Total Non-Current Liabilities	<u>12,647</u>

Total Liabilities	<u><u>17,097</u></u>
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Net Assets

Invested in Capital Assets	-
Restricted	319,672
Unrestricted	<u>109,671</u>

Total Net Assets	<u><u>\$ 429,343</u></u>
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The notes to the basic financial statements are an integral part of the statements.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008**

Operating Revenues		
HUD Grants		\$ 1,424,680
Other Revenues		<u>10,885</u>
Total Operating Revenue		<u>1,435,565</u>
Operating Expenses		
Housing Assistance Payments	\$ 1,139,518	
Administrative Salaries	56,252	
Employee Benefits	29,349	
Other Administrative Expense	60,272	
Material and Labor - Maintenance	4,307	
Depreciation	196	
General	<u>7,835</u>	
Total Operating Expenses		<u>1,297,729</u>
Operating Income		<u>137,836</u>
Nonoperating Revenues		
Interest		<u>6,854</u>
Change in Net Assets		144,690
Net Assets at April 1, 2007		<u>284,653</u>
Net Assets at March 31, 2008		<u><u>\$ 429,343</u></u>

The notes to the basic financial statements are an integral part of this statement.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008**

Cash flows from operating activities:

Cash received from HUD	\$ 1,416,911
Cash received from other sources	10,885
Cash payments to employees for services	(83,615)
Cash payments for good or services - HUD programs	(1,139,518)
Cash payments for goods or services	(75,213)
	(75,213)

Net cash provided by operating activities	129,450
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Cash flows from investing activities:

Proceeds from sale of investment	20,000
Interest	6,854
	6,854

Net cash provided by investing activities	26,854
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Net change in cash and cash equivalents	156,304
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Cash and cash equivalents at April 1, 2007	277,521
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Cash and cash equivalents at March 31, 2008	\$ <u><u>433,825</u></u>
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Cash flows from operating activities:

Operating income	\$ 137,836
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation	196
Changes in assets and liabilities:	
Accounts receivable	14,370
Prepaid items	236
Accounts payable	(1,202)
Accrued wages and payroll taxes	22
Other liabilities	(22,008)
	(22,008)

Net cash provided by operating activities	\$ 129,450
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The notes to the basic financial statements are an integral part of this statement.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Summary of Significant Accounting Policies

The basic financial statements of the Crawford Metropolitan Housing Authority (the Authority) have been prepared in conformity with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the generally accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the Authority's accounting policies are described below.

Reporting Entity

The Authority was created under the Ohio Revised Code, Section 3735.27. The Authority contracts with the United States Department of Housing and Urban Development (HUD) to provide low and moderate income persons with safe and sanitary housing through subsidies provided by HUD. The Authority depends on the subsidies from HUD to operate. The accompanying basic financial statements comply with the provisions of GASB Statement No. 39, *Determining Whether Organizations are Component Units*, in that the financial statements include all organizations, activities and functions for which the Authority is financially accountable. This report includes all activities considered by management to be part of the Authority by virtue of Section 2100 of the Codification of Governmental Accounting and Financial Reporting Standards.

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

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

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

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

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

CRAWFORD METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(CONTINUED)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Fund Accounting

The Authority uses a proprietary fund to report on its financial position and the results of its operations for the Section 8 Housing Choice Voucher and Home programs. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Proprietary Fund Types:

Proprietary funds are used to account for the Authority's ongoing activities which are similar to those found in the private sector. The following is the Authority's only proprietary fund type:

Enterprise Fund – The Authority is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of the Authority are included on the statement of net assets. The statement of revenues, expenses and changes in net assets presents increases (i.e. revenues) and decreases (i.e. expenses) in total net assets. The statement of cash flows provides information about how the Authority finances and meets cash flow needs.

The Authority accounts for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Measurement Focus/Basis of Accounting

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

Capital Assets

Capital assets are stated at cost and depreciation is computed using the straight line method over the estimated useful life of the assets. The cost of normal maintenance and repairs, that do not add to the value of the asset or materially extend the assets life, are not capitalized. The following are the useful lives used for depreciation purposes:

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED MARCH 31, 2008
 (CONTINUED)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Capital Assets - Continued

<u>Description</u>	<u>Estimated Useful Life - Years</u>
Furniture	7
Equipment	5
Computer hardware	3
Computer software	3

Cash and Cash Equivalents

For the purpose of the statement of cash flows, cash and cash equivalents include certificates of deposit and all highly liquid investments with original maturities of three months or less.

Compensated Absences

The Authority accounts for compensated absences in accordance with GASB Statement No. 16. Sick leave and other compensated absences with similar characteristics are accrued as a liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments. All employees who meet the termination policy of the Authority for years of service are included in the calculation of the compensated absences accrual amount.

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

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

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets consist of capital assets net of accumulated depreciation. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Authority or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The amount reported as restricted net assets at fiscal year end represents the amounts restricted by HUD for future Housing Assistance Payments and amounts from Administration Fee which may be recaptured by HUD. When an expense is incurred for purposes which both restricted and unrestricted net assets are available, the Authority first applies restricted net assets. The Authority did not have net assets restricted by enabling legislation at March 31, 2008.

CRAWFORD METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(CONTINUED)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Estimates

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

Prepaid Items

Payments made to vendors for services that will benefit beyond year-end are recorded as prepaid items via the consumption method.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the Authority, these revenues are for Housing and Urban Development Grants and other revenues. Operating expenses are necessary costs to provide goods or services that are the primary activity of the fund. All revenues not related to operating activities have been reported as nonoperating revenues.

Accounts Receivable

Management considers all accounts receivable (excluding the fraud recovery receivable) to be collected in full. Accounts receivable includes accrued interest receivable.

2. CASH AND CASH EQUIVALENTS

Cash equivalents include short-term, highly liquid investments that are both readily convertible to known amounts of cash and are so near maturity that they present insignificant risk of changes in value because of changes in interest rates. Generally, only investments with original maturities of three months or less qualify under this definition.

All monies are deposited into banks as determined by the Authority. Funds are deposited in a non-interest bearing account. Security shall be furnished for all accounts in the Authority's name.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(CONTINUED)**

2. CASH AND CASH EQUIVALENTS - CONTINUED

Cash and cash equivalents included in the Authority's cash position at March 31, 2008 are as follows:

Demand deposits:

Bank balance - Checking	\$ 219,328
Items-in-transit	<u>(5,528)</u>
Carrying balance	\$ <u>213,800</u>

Of the fiscal year-end cash balance, \$100,000 was covered by federal deposit insurance and the remaining balance of \$119,328 was covered by pledged securities held by a third-party trustee maintaining collateral for all public funds on deposit. In addition, \$25 was maintained in petty cash funds which is included in cash and cash equivalents presented on the statement of net assets.

At March 31, 2008, the Authority owned certificates of deposit with a total carrying value of \$220,000. Of this amount, \$100,000 was insured by federal deposit insurance and the remaining \$120,000 was covered by pooled collateral held by the financial institution.

Based on the Authority having only demand deposits at March 31, 2008, the Authority is not subject to interest rate, credit, concentration, or custodial credit risks.

3. RISK MANAGEMENT

The Authority is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During the fiscal year 2008, the Authority purchased commercial insurance for general insurance, real property, building content, and public employee liability.

Property Insurance carries a \$500 deductible. The limit for public employee theft, disappearance, and destruction is \$5,000 each loss.

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

4. CAPITAL ASSETS

The following is a summary of capital assets at March 31, 2008:

	Balance at <u>April 1, 2007</u>	Additions	Disposals	Balance at <u>March 31, 2008</u>
Furniture and equipment	\$ 21,478	\$ -	\$ -	\$ 21,478
Accumulated depreciation	<u>(21,282)</u>	<u>(196)</u>	_____	<u>(21,478)</u>
Total capital assets, net	\$ <u>196</u>	\$ <u>(196)</u>	\$ _____	\$ _____

CRAWFORD METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(CONTINUED)

5. DEFINED BENEFIT PENSION PLANS

Plan Description – All employees of the Authority are eligible to participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member-Directed Pension Plan – a defined contribution plan; and the Combined Plan – a cost-sharing, multiple-employer defined benefit plan that has elements of both a defined benefit and defined contribution plan.

OPERS provides retirement, disability, and survivor benefits as well as postretirement health care coverage to qualifying members of both the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-retirement health care coverage. The authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a publicly available comprehensive annual financial report which includes financial statements and required supplementary information for OPERS. That report may be obtained by writing to Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or (800) 222-PERS (7377).

Funding Policy – The Authority and covered employees contribute at actuarially determined rates for 2007, 13.85% and 9.5%, respectively, of covered employee payroll to OPERS. At January 1, 2008, employer and employee contribution rates increased to 14% and 10%, respectively. The Authority's contributions to OPERS for the years ended March 31, 2008, 2007, and 2006 were \$7,812, \$7,409, and \$6,819, respectively. Required contributions are equal to 100% of the dollar amount billed. The employer's contribution to OPERS for March 31, 2008, 2007, and 2006 were \$5,344, \$4,854, and \$4,657, respectively.

Other Postretirement Benefits – OPERS provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit, and to primary survivor recipients of such retirees. Health care coverage for disability recipients is also available under OPERS. The health care coverage provided by the retirement system is considered an Other Post Employment Benefit (OPEB). The portion of employer contributions, for all employees, allocated to health care was 5.00% from January 1 through January 30, 2007 and 6.00% through December 31, 2007. The Ohio Revised Code provides the statutory authority for public employers to fund postretirement health care through their contributions to OPERS.

Employer contributions are advance-funded on an actuarially determined basis and are determined by state statute. The Traditional Pension and Combined Plans had 374,979 active contributing participants as of December 31, 2007. The number of active contributing participants for both plans used in the December 31, 2006 actuarial valuation was 362,120.

Employer contributions made to fund post-employment benefits were approximately \$3,243.

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2008
(CONTINUED)**

5. DEFINED BENEFIT PENSION PLANS - CONTINUED

The assumptions and calculations used below were based on the System's latest Actuarial Review performed as of December 31, 2006 (latest actuarial review). An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actual gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets annually, not to exceed a 12% corridor. The investment assumption rate for 2006 was 6.5 percent.

OPERS (assuming the number of active employees remains constant) assumes an annual increase of 4.00% compounded annually for the base portion of an individual's pay increase. Additionally, annual pay increases, over and above the 4.00% base increase, were assumed to range from 0.50% to 6.3%.

Health care costs were assumed to increase at a projected wage inflation rate plus an additional factor ranging from .50% to 5% for the next 8 years. In subsequent years (9 and beyond), health care costs were assumed to increase 4% (the projected wage inflation rate).

As of December 31, 2006, the audited estimated net assets available for OPEB were \$12 billion. The actuarial accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used were \$30.7 billion and \$18.7 billion, respectively.

The Health Care Preservation Fund (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, is effective on January 1, 2008. OEPRS took additional actions to improve the solvency of the Health Care Fund in 2005 by creating a separate investment pool for health care assets. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007, and January 1, 2008, which will allow additional funds to be allocated to the health care plan.

6. CONTINGENT LIABILITIES

A. Grants

Amounts grantor agencies pay to the Authority are subject to audit and adjustment by the grantor, principally the federal government. Grantors may require refunding any disallowed costs or excess reserve balances. Management cannot presently determine amounts grantors may disallow or recapture. However, based on prior experience, management believes any such disallowed claims or recaptured amounts would not have a material adverse effect on the overall financial position of the Authority at March 31, 2008.

B. Litigation

The Authority is unaware of any outstanding lawsuits or other contingencies.

CRAWFORD METROPOLITAN HOUSING AUTHORITY
STATEMENT OF NET ASSETS
FDS SCHEDULE SUBMITTED TO HUD
MARCH 31, 2008

<u>FDS Line Item No.</u>	<u>Account Description</u>	<u>14.871 Section 8 Housing Choice Vouchers</u>
	Current Assets	
	Cash	
111	Cash - Unrestricted	\$ 156,602
113	Cash - Other Restricted	277,223
		<hr/>
100	Total Cash	433,825
		<hr/>
	Accounts Receivable	
122	HUD Other Project	7,769
128	Fraud Recovery	11,635
128.1	Allowance for Doubtful Accounts	(11,635)
129	Accrued Interest Receivable	2,031
		<hr/>
120	Total Receivables, net of allowance for doubtful accounts	9,800
		<hr/>
	Other Assets	
142	Prepaid Items	2,815
		<hr/>
150	Total Current Assets	446,440
		<hr/>
	Noncurrent Assets	
	Capital Assets	
164	Furniture, Equipment and Machinery - Administration	21,478
166	Accumulated Depreciation	(21,478)
		<hr/>
160	Total Capital Assets net of accumulated depreciation	-
		<hr/>
180	Total Noncurrent Assets	-
		<hr/>
190	Total Assets	\$ 446,440
		<hr/> <hr/>

NOTE FOR REAC REPORTING: The accompanying statements have been prepared in accordance with the format as required for HUD's electronic filing REAC system. The format and classifications of various line items may differ from those used in the preparation of the financial statements presented in accordance with accounting principles generally accepted in the United States of America.

CRAWFORD METROPOLITAN HOUSING AUTHORITY
STATEMENT OF NET ASSETS
FDS SCHEDULE SUBMITTED TO HUD
MARCH 31, 2008

<u>FDS Line Item No.</u>	<u>Account Description</u>	<u>14.871 Section 8 Housing Choice Vouchers</u>
	Current Liabilities	
312	Accounts Payable	\$ 1,503
321	Accrued Wages and Payroll Taxes	947
322	Accrued Compensated Absences	<u>2,000</u>
310	Total Current Liabilities	<u>4,450</u>
	Non-Current Liabilities	
354	Accrued Compensated Absences	<u>12,647</u>
350	Total Non-Current Liabilities	<u>12,647</u>
300	Total Liabilities	<u>17,097</u>
	Net Assets	
508.1	Invested in Capital Assets	-
511.1	Restricted Net Assets	319,672
512.1	Unrestricted Net Assets	<u>109,671</u>
	Total Net Assets	<u>429,343</u>
600	Total Liabilities and Net Assets	<u><u>\$ 446,440</u></u>

CRAWFORD METROPOLITAN HOUSING AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FDS SCHEDULE SUBMITTED TO HUD
FOR THE FISCAL YEAR ENDED MARCH 31, 2008

FDS Line Item No.	Account Description	14.871 Section 8 Housing Choice Vouchers
	Revenue	
706-010	Housing Assistance Payment Revenues	\$ 1,263,306
706-020	Administrative Fees Revenues	161,374
706	HUD PHA Operating Grants	<u>1,424,680</u>
711-020	Administrative Fees	2,435
711	Investment Income - Unrestricted	<u>2,435</u>
714-010	Housing Assistance Payment	5,267
714-020	Administrative Fees	5,266
714	Fraud Recovery	<u>10,533</u>
715	Other Revenue	<u>352</u>
720-010	Housing Assistance Payments	4,419
720	Investment Income - Restricted	<u>4,419</u>
	Total Revenue	<u>1,442,419</u>
	Expenses	
911	Administrative Salaries	56,252
912	Auditing Fees	4,448
914	Compensated Absences	1,964
915	Employee Benefit Contribution - Administrative	27,385
916	Other Operating - Administrative	55,824
942	Ordinary Maintenance and Operation - Materials and Other	4,307
961	Insurance Premiums	7,835
969	Total Operating Expenses	<u>158,015</u>
970	Excess Operating Revenue Over Operating Expenses	<u>1,284,404</u>
	Other Expenses	
973-040	Tenant Protection	8,133
973-050	All Other	1,131,385
973	Housing Assistance Payments	<u>1,139,518</u>
974	Depreciation Expense	196
	Total Other Expenses	<u>1,139,714</u>
900	Total Expenses	<u>1,297,729</u>
1000	Excess of Revenues Over Expenses	144,690
1103	Beginning Net Assets	284,653
	Ending Net Assets	<u>\$ 429,343</u>

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
STATEMENT OF CHANGES IN EQUITY BALANCES
FDS SCHEDULE SUBMITTED TO HUD
FOR THE FISCAL YEAR ENDED MARCH 31, 2008**

FDS Line Item No.	Account Description	14.871 Housing Choice Vouchers Program	
1117-001	Administrative Fee Equity - Beginning Balance		\$ 141,256
1117-010	Administrative Fee Revenue	\$ 161,374	
1117-040	Investment Income	2,435	
1117-045	Fraud Recovery Revenue	5,266	
1117-060	Total Admin Fee Revenues	<u>169,075</u>	
1117-080	Total Operating Expenses	158,015	
1117-090	Depreciation	196	
1117-110	Total Expenses	<u>158,211</u>	
1117-002	Net Administrative Fee		10,864
1117-003	Administrative Fee Equity - Ending Balance		<u>152,120</u>
1117	Administrative Fee Equity		<u><u>\$ 152,120</u></u>
1118-001	Housing Assistance Payments Equity - Beginning Balance		\$ 143,397
1118-010	Housing Assistance Payment Revenues	\$1,263,306	
1118-015	Fraud Recovery Revenue	5,267	
1118-020	Other Revenue	352	
	Damages payments collected from re-applying clients		
1118-025	Investment Income	4,419	
1118-030	Total Housing Assistance Payments Revenues	<u>1,273,344</u>	
1118-080	Housing Assistance Payments	1,139,518	
1118-100	Total Housing Assistance Payments Expenses	<u>1,139,518</u>	
1118-002	Net Housing Assistance Payments		133,826
1118-003	Housing Assistance Payments Equity - Ending Balance		<u>277,223</u>
1118	Housing Assistance Payments Equity		<u><u>\$ 277,223</u></u>

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE FISCAL YEAR ENDED MARCH 31, 2008**

<u>Federal Grantor / Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Housing and Urban Development</u>		
Section 8 Housing Choice Vouchers	14.871	\$ 1,424,680
Total Federal Award Expenditures		<u>\$ 1,424,680</u>

Notes to the Schedule of Federal Awards Expenditures

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



Report on Internal Control Over Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in
Accordance with Government Auditing Standards

Board of Directors
Crawford Metropolitan Housing Authority
645 West Harding Way
Galion, Ohio 44833

We have audited the financial statements of the Crawford Metropolitan Housing Authority, Crawford County, Ohio (the Authority) as of and for the fiscal year ended March 31, 2008, which collectively comprise the Authority's basic financial statements and have issued our report thereon dated August 8, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Authority's internal control over financial reporting as a basis for designing our audit procedures expressing our opinion on the financial statements, but not to opine on the effectiveness of the Authority's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Authority's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Authority's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that the Authority's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the Authority's internal control will not prevent or detect a material financial statement misstatement.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could directly and materially affect 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 or other matters that are required to be reported under *Government Auditing Standards*.

We intend this report solely for the information and use of the Board of Directors, management, Auditor of State, federal awarding agencies, pass-through entities, and other members of the Authority and is not intended to be and should not be used by anyone other than these specified parties.

Wilson, Shuman & Snow, Inc.

Newark, Ohio
August 8, 2008



**Report on Compliance with Requirements Applicable to Its Major Program
and on Internal Control Over Compliance in Accordance with OMB Circular A-133**

Board of Directors
Crawford Metropolitan Housing Authority
645 West Harding Way
Galion, Ohio 44833

Compliance

We have audited the compliance of the Crawford Metropolitan Housing Authority, Crawford County, Ohio (the 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 its major federal program for the fiscal year ended March 31, 2008. The summary of auditor's results section of the accompanying schedule of findings identifies the Authority's major federal program. The Authority's management is responsible for complying with the requirements of laws, regulations, contracts and grants applicable to its major federal. Our responsibility is to express an opinion on the Authority's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure about whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the 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 of the Authority's compliance with those requirements.

In our opinion, the Crawford Metropolitan Housing Authority complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the fiscal year ended March 31, 2008.

Internal Control over Compliance

The Authority's management 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 directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control over compliance.

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
Ten West Locust Street
Newark, Ohio 43055
(740) 345-6611
1-800-523-6611
FAX (740) 345-5635

Board of Directors
Report on Compliance with Requirements Applicable
to Its Major Program and on Internal Control
over Compliance in Accordance with *OMB Circular A-133*
Page 2

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the Authority's ability to administer a federal program such that there is more than a remote likelihood that the Authority's internal control will not prevent or detect a more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the Authority's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

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

We intend this report solely for the information and use of the Board of Directors, management, the Auditor of State, federal awarding agencies, pass-through entities, and other members of the Authority and is not intended to be and should not be used by anyone other than these specified parties.

Wilson, Sherman & Snow, Inc.

Newark, Ohio
August 8, 2008

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
CRAWFORD COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505**

FOR THE FISCAL YEAR ENDED MARCH 31, 2008

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other significant deficiencies conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Program (list):	Section 8 Housing Choice Vouchers/CFDA 14.871
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

**CRAWFORD METROPOLITAN HOUSING AUTHORITY
CRAWFORD COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505**

FOR THE FISCAL YEAR ENDED MARCH 31, 2008

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

None

3. FINDINGS FOR FEDERAL AWARDS

None



Mary Taylor, CPA
Auditor of State

CRAWFORD METROPOLITAN HOUSING AUTHORITY
CRAWFORD COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
NOVEMBER 6, 2008