AUDITED BASIC FINANCIAL STATEMENTS

OF THE

MARION METROPOLITAN HOUSING AUTHORITY

JULY 1, 2007 – JUNE 30, 2008

Mary Taylor, CPA
Auditor of State

Board of Directors
Marion Metropolitan Housing Authority
P.O. Box 1029
Mansfield, Ohio 44901

We have reviewed the *Independent Auditors' Report* of the Marion Metropolitan Housing Authority, Marion County, prepared by Wilson, Shannon & Snow, Inc., for the audit period July 1, 2007 through June 30, 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 Marion Metropolitan Housing Authority is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

February 6, 2009

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MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

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Board of Directors
Marion Metropolitan Housing Authority
P.O. Box 1029
Mansfield, Ohio 44901

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying basic financial statements of the Marion Metropolitan Housing Authority, Marion County, Ohio (the Authority) as of and for the fiscal year ended June 30, 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 Standard*s. 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 respective financial position of the Marion Metropolitan Housing Authority, Marion County, as of June 30, 2008, and the respective changes in financial position and its cash flows thereof for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

As disclosed in Note 7, the Authority implemented GASB Statement No. 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions" and GASB Statement No. 50, "Pension Disclosures".

In accordance with *Government Auditing Standard*s, we have also issued a report dated December 20, 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.

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
Ten West Locust Street
Newark, Ohio 43055
(740) 345-6611
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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 certain 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.

We conducted our audit to opine on the financial statements that collectively comprise the Authority's basic financial statements. The 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 is required by the U.S. Department of Housing and Urban Development, are also not a required part of the basic financial statements. We subjected the Schedule of Federal Awards Expenditures and the Supplemental Financial Data 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, Shannon & Snow, Inc.

Newark, Ohio
December 20, 2008

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008
(UNAUDITED)

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Marion Metropolitan Housing Authority, Marion County, (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 $334,304 (or 155.94%). 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 $214,378 and net assets for fiscal year 2008 were $548,682.

- Revenues increased by $502,326 (or 17.53%) during fiscal year 2008, and was $2,865,605 and $3,367,931 for fiscal year 2007 and fiscal year 2008, respectively.

- Expenses of the Authority increased by $257,301 (or 9.27%). Total expenses were $2,776,326 and $3,033,627 for fiscal year 2007 and fiscal year 2008, respectively.

USING THIS ANNUAL REPORT

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

MD&A

~ Management's Discussion
And Analysis –pgs 3-10 ~

Basic Financial Statements

~ Basic Financial Statements – pgs 11-13 ~
~ Notes to the Basic Financial Statements – pg 14~

Other Required Supplementary Information

~ Required Supplementary Information - none~

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.

Government-Wide Financial Statements

The Government-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", formally know 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 (formally 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.

The Authority's Fund

The Authority consists of exclusively 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 (HUD).

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.

Supportive Housing for Persons with Disabilities Program – This program operates in a similar manner as the Housing Choice Voucher Program with the primary focus of providing rental assistance to elderly and handicapped participants. The program is administered under an ACC with HUD.

Other programs through which the Authority receives funding include the Home Investment Partnership Program and the Community Development Block Grant. Both of these programs involve administering services and providing assistance to participants to obtain low income housing.

Statement of Net Assets

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

STATEMENT OF NET ASSETS

	2008	2007
Current and Other Assets	$ 561,553	$ 228,413
Capital Assets	1,080	1,472
Total Assets	562,633	229,885
Current Liabilities	7,083	7,286
Non-Current Liabilities	6,868	8,221
Total Liabilities	13,951	15,507
Net Assets:		
Invested in Capital Assets	1,080	1,472
Restricted	391,923	99,316
Unrestricted	155,679	113,590
Total Net Assets	$ 548,682	$ 214,378

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

Major Factors Affecting the Statement of Net Assets

Current and other assets increased by $333,140 in fiscal year 2008. This difference mostly represents the current year surplus which increased current assets (primarily cash and investments). Liabilities decreased by $1,556 in fiscal year 2008 due to fluctuations in accrued payroll and accounts payable at fiscal year ends. Changes in HUD's funding allows the Authority to retain excess funding for possible usage in future years on Housing Assistance Payments only, therefore, $391,923 is considered restricted.

Capital assets decreased during fiscal year 2008 from $1,472 to $1,080. The decrease is attributed to the current year depreciation of $392. For more detail see "Capital Assets and Debt Administration" on page 9.

CHANGE OF UNRESTRICTED NET ASSETS

Unrestricted Net Assets June 30, 2007		$113,590
Results of Operations related to Administrative Fee	$ 41,697	
Adjustments:		
Depreciation (1)	392	
Adjusted Results from Operations		42,089
Unrestricted Net Assets June 30, 2008		$155,679

(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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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.

	2008	2007
Revenues		
HUD PHA Operating Grants	$ 3,350,264	$ 2,803,823
Interest	11,891	2,325
Other Revenues	5,776	59,457
Total Revenue	3,367,931	2,865,605
Expenses		
Administrative	315,799	332,039
Material and Labor - Maintenance	3,664	4,972
General	8,696	8,426
Housing Assistance Payments	2,705,076	2,426,655
Depreciation	392	4,234
Total Expenses	3,033,627	2,776,326
Change in Net Assets	334,304	89,279
Net Assets at July 1	214,378	125,099
Net Assets at June 30	$ 548,682	$ 214,378

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

HUD PHA Operating Grants and Housing Assistance Payments increased because of a higher leasing rate than last year and increases in grant funding from HUD, including the Supportive Housing for Persons with Disabilities and Community Development Block Grant.

Other revenues represent income from providing services to other housing authorities and revenues from tenant fraud recovery. The decrease in fiscal year 2008 was primarily the result of changes in staff which decreased the amount of services the Authority could provide to other authorities.

Annual staffing changes contributed to the decrease in the Administrative expenses category in fiscal year 2008. Administrative expenses include salaries and related benefits, along with other administrative expense such as audit fees and office expenses.

Most other expenses fluctuated moderately due to reduction of expenses instituted by the Authority to minimize costs and budget concerns.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2008, the Authority had $1,080 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)

	Business-type Activities	
	2008	2007
Equipment – Administrative	$ 28,011	$ 32,386
Accumulated Depreciation	(26,931)	(30,914)
Total	$ 1,080	$ 1,472

The following reconciliation summarizes the change in Capital Assets, which is presented in detail on page 19 of the notes.

CHANGE IN CAPITAL ASSETS

	Business Type Activities
Beginning Balance	$ 1,472
Depreciation	(392)
Ending Balance	$ 1,080

There were no additions during fiscal year 2008. For fiscal year 2008, there were disposal of $4,375 in Furniture, Fixtures, and equipment; as these capital assets were fully depreciated.

Debt Outstanding

As of June 30, 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 Marion Metropolitan Housing Authority, at (419) 526-1622. Specific requests may be submitted to the Authority at P.O. Box 1029, Mansfield, OH 44901.

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

STATEMENT OF NET ASSETS
JUNE 30, 2008

Assets	
Current Assets:	
Cash and Cash Equivalents	$ 137,583
Accounts Receivable	29,187
Accrued Interest Receivable	946
Prepaid Items	1,914
Total Current Assets	169,630
Non-Current Assets:	
Restricted Cash	391,923
Capital Assets:	
Furniture and Equipment	28,011
Accumulated Depreciation	(26,931)
Total Capital Assets	1,080
Total Non-Current Assets	393,003
Total Assets	562,633
Liabilities	
Current Liabilities:	
Accounts Payable	3,178
Accrued Wages and Payroll Taxes	2,740
Accrued Compensated Absences	763
Deferred Revenue	402
Total Current Liabilities	7,083
Non-Current Liabilities:	
Accrued Compensated Absences	6,868
Total Non-Current Liabilities	6,868
Total Liabilities	13,951
Net Assets	
Invested in Capital Assets	1,080
Restricted	391,923
Unrestricted	155,679
Total Net Assets	$ 548,682

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

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Operating Revenues		
HUD PHA Operating Grants		$ 3,350,264
Other Revenues		5,776
Total Operating Revenue		3,356,040
Operating Expenses		
Housing Assistance Payments	$ 2,705,076	
Administrative Salaries	121,732	
Employee Benefits	65,414	
Other Administrative Expense	128,653	
Material and Labor - Maintenance	3,664	
Depreciation	392	
General	8,696	
Total Operating Expenses		3,033,627
Operating Income		322,413
Nonoperating Revenues		
Interest		11,891
Change in Net Assets		334,304
Net Assets at July 1, 2007		214,378
Net Assets at June 30, 2008		$ 548,682

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

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Cash flows from operating activities:	
Cash received from HUD	$ 3,321,078
Cash received from other sources	5,776
Cash payments to employees for services	(187,644)
Cash payments for good or services - HUD	(2,705,076)
Cash payments for goods or services	(135,463)
Net cash provided by operating activities	298,671
Cash flows from investing activities:	
Interest	10,945
Net cash provided by investing activities	10,945
Net change in cash and cash equivalents	309,616
Cash and cash equivalents at July 1, 2007	219,890
Cash and cash equivalents at June 30, 2008	$ 529,506
Cash flows from operating activities:	
Operating income	$ 322,413
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation	392
Changes in assets and liabilities	
Accounts receivable, net	(28,852)
Prepaid items	6,274
Accounts payable	(952)
Accrued wages and payroll taxes	498
Other liabilities	(1,102)
Net cash provided by operating activities	$ 298,671

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Summary of Significant Accounting Policies

The basic financial statements of the Marion 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 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

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

<u>Excluded Entity</u>

An entity that conducts activities for the benefit of the Authority or its residents is excluded from the basic financial statements. This entity is:

Marion Housing Development Association, Inc. – In accordance with housing subsidy contracts, the Authority has designated this organization as a Section 8 nonprofit corporation to serve as an instrumentality of the Authority to assist in the development and financing of housing projects. The Board of the Authority appoints the Board of Trustees of the Marion Housing Development Association, Inc. the members of which are all the same. The Authority's Board of Commissioners must approve all actions of the instrumentality and, upon their dissolution, all assets and residual receipts are to be distributed to the Authority. This Section 8 nonprofit corporation has no employees, performs no day-to-day functions, and the officers thereof serve in a non-paid status. There are no assets or liabilities in this corporation and there were no revenues earned or expenses incurred during 2008.

<u>Fund Accounting</u>

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 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 Type:

Proprietary funds are used to account for the Authority's ongoing activities that are similar to those found in the private sector. The following is the 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Measurement Focus/Basis of Accounting

The proprietary fund is 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 capitalization threshold used by the Authority is $500. The following are the useful lives used for depreciation purposes:

Description	Estimated Useful Lives - Years
Furniture	7
Equipment	7
Computer hardware	3
Computer software	3
Vehicles	5

Cash and Cash Equivalents

For the purpose of the statement of cash flows, cash and cash equivalents include 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

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. 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 June 30, 2008.

Estimates

The preparation of the 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Accounts Receivable

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

Accrued Interest Receivable

Accrued interest receivable represents the amount of interest earned but not collected on certificates of deposits as of the balance sheet date. Interest is collected upon maturity.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

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 interest bearing accounts. Security shall be furnished for all accounts in the Authority’s name.

Cash and cash equivalents included in the Authority's cash position at June 30, 2008 are as follows:

	Checking	Savings	Total
Demand deposits:			
Bank balance	$286,385	$51,635	$338,020
Items-in-transit	(13,769)	-	(13,769)
Carrying balance	$272,616	$51,635	$324,251

In addition, the Authority has certificates of deposit totaling $205,230 at June 30, 2008 and maintains $25 in petty cash funds. Of the fiscal year-end cash balance, including certificate of deposit, $200,000 was covered by federal deposit insurance, and $343,250 was secured by pledges securities held by a third party trustee.

Based on the Authority having only demand deposits at June 30, 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 vehicle, health, generally liability, building contents, and real property insurance.

Vehicle insurance carries a $100 comprehensive deductible and $250 collision deductible. Property insurance carries a $250 deductible. The deductible for general liability and electronic data processing insurance are $250 each. The deductible for public officials' liability insurance is $2,500.

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 June 30, 2008:

	Balance at July 1, 2007	Additions	Disposals	Balance at June 30, 2008
Governmental Activities - Cost				
Furniture, fixture, and equipment	$ 23,326	$ -	$(4,375)	$ 18,951
Vehicles	9,060	-	-	9,060
Total at cost	32,386	-	(4,375)	28,011
Less: accumulated depreciation				
Furniture, fixture, and equipment	(22,761)	(188)	4,375	(18,574)
Vehicles	(8,153)	(204)	-	(8,357)
Total accumulated depreciation	(30,914)	(392)	4,375	(26,931)
Capital assets, net	$ 1,472	$ (392)	$ -	$ 1,080

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 2008, 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 June 30, 2008, 2007, and 2006 were $16,653, $21,065, and $25,623, respectively. Required contributions are equal to 100% of the dollar amount billed. The Board of the Authority has elected to pay the employees' portion of OPERS which totaled $11,765 for fiscal year 2008.

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 $6,600.

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 January 1, 2008, which 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. Management cannot presently determine amounts grantors may disallow or recapture. However, based on prior experience, management believes any such disallowed claims or recaptured amounts could have a material adverse effect on the overall financial position of the Authority at June 30, 2008.

B. Litigation

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

7. CHANGE IN ACCOUNTING PRINCIPLE

For 2008, the Authority implemented Governmental Accounting Standards Board (GASB) Statement No. 45, “Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions” and GASB Statement No. 50, “Pension Disclosures”.

GASB Statement No. 45 improves the relevance and usefulness of financial reporting by requiring systematic, accrual-basis measurement and recognition of OPEB costs over a period that approximates employees’ years of service and providing information about actuarial liabilities associated with OPEB and whether and to what extent progress is being made in funding the plan. An OPEB liability at transition was determined in accordance with the Statement for the PERS postemployment healthcare, which are the same as the previously reported liabilities.

GASB Statement No. 50 requires employers contributing to defined pension plans to include the legal or contractual maximum contribution rates in the notes to the financial statements. The implementation of this statement did not result in any changes to the financial statements.

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

STATEMENT OF NET ASSETS
FDS SCHEDULE SUBMITTED TO HUD
JUNE 30, 2008

FDS Line Item No.	Account Description	14.871 Section 8 Housing Choice Vouchers	14.181 Supportive Housing for Persons with Disabilities	14.239 Home Investment Partnership Program	Total
	Current Assets				
	Cash				
111	Cash - Unrestricted	$ 137,181	$ -	$ 402	$ 137,583
113	Cash - Other Restricted	306,120	85,803	-	391,923
100	Total Cash	443,301	85,803	402	529,506
	Accounts Receivable				
122	HUD Other Project	18,899	10,288	-	29,187
128	Fraud Recovery	14,587	-	-	14,587
128.1	Allowance for Doubtful Accounts	(14,587)	-	-	(14,587)
129	Accrued Interest Receivable	946	-	-	946
120	Total Receivables, Net of Allowance for Doubtful Accounts	19,845	10,288	-	30,133
	Other Assets				
142	Prepaid Items	1,914	-	-	1,914
144	Interprogram Due From	10,288	-	-	10,288
	Total Other Assets	12,202	-	-	12,202
150	Total Current Assets	475,348	96,091	402	571,841
	Noncurrent Assets				
	Capital Assets				
164	Furniture and Equipment - Administration	28,011	-	-	28,011
166	Accumulated Depreciation	(26,931)	-	-	(26,931)
160	Total Capital Assets net of accumulated depreciation	1,080	-	-	1,080
180	Total Noncurrent Assets	1,080	-	-	1,080
190	Total Assets	$ 476,428	$ 96,091	$ 402	$ 572,921

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 acordance with accounting pricniples generally accepted in the United States of America. In addition, Interprogram Due From and Due To have been eliminated for reporting at the entity-wide level.

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

STATEMENT OF NET ASSETS
FDS SCHEDULE SUBMITTED TO HUD
JUNE 30, 2008
(Continued)

FDS Line Item No.	Account Description	14.871 Section 8 Housing Choice Vouchers	14.181 Supportive Housing for Persons with Disabilities	14.239 Home Investment Partnership Program	Total
	Current Liabilities				
312	Accounts Payable	$ 3,178	$ -	$ -	$ 3,178
321	Accrued Wages and Payroll Taxes	2,740	-	-	2,740
322	Accrued Compensated Absences - Current	763	-	-	763
342	Deferred Revenue	-	-	402	402
347	Interprogram Due To	-	10,288	-	10,288
310	Total Current Liabilities	6,681	10,288	402	17,371
	Non-Current Liabilities				
354	Accrued Compensationd Absences-Non-Current	6,868	-	-	6,868
350	Total Non-Current Liabilities	6,868	-	-	6,868
300	Total Liabilities	13,549	10,288	402	24,239
	Net Assets				
508.1	Invested in Capital Assets	1,080	-	-	1,080
511.1	Restricted Net Assets	306,120	85,803	-	391,923
512.1	Unrestricted Net Assets	155,679	-	-	155,679
	Total Net Assets	462,879	85,803	-	548,682
600	Total Liabilities and Net Assets	$ 476,428	$ 96,091	$ 402	$ 572,921

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FDS SCHEDULE SUBMITTED TO HUD
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

FDS Line Item No.	Account Description	14.871 Section 8 Housing Choice Vouchers	14.181 Supportive Housing for Persons with Disabilities	14.228 Community Development Block Grant	14.239 Home Investment Partnership Program	Total
	Revenue					
70600-010	Housing Assistance Payment Revenues	$ 2,692,216	$ 150,537	$ -	$ 146,890	$ 2,989,643
70600-020	Administrative Fees Revenues	317,376	20,016	23,229	-	360,621
70600	HUD PHA Operating Grants	3,009,592	170,553	23,229	146,890	3,350,264
71100	Investment Income - Unrestricted	6,382	-	-	-	6,382
71400-010	Housing Assistance Payments	2,531	-	-	-	2,531
71400-020	Administrative Fees	2,531	-	-	-	2,531
71400	Fraud Recovery	5,062	-	-	-	5,062
71500	Other Revenue	714	-	-	-	714
72000	Investment Income - Restricted	5,509	-	-	-	5,509
70000	Total Revenue	3,027,259	170,553	23,229	146,890	3,367,931
	Expenses					
91100	Administrative Salaries	95,785	12,010	13,937	-	121,732
91200	Auditing Fees	4,260	-	-	-	4,260
91400	Advertising and Marketing	696	-	-	-	696
91500	Employee Benefit Contribution - Administrative	53,795	5,404	6,215	-	65,414
91600	Office Expenses	42,284	1,301	-	-	43,585
91700	Legal Expense	163	-	-	-	163
91800	Travel	878	-	-	-	878
91900	Other	74,693	1,301	3,077	-	79,071
91000	Total Operating - Administrative	272,554	20,016	23,229	-	315,799
94200	Ordinary Maintenance and Operations - Materials and Other	3,664	-	-	-	3,664
94000	Total Maintenance and Operations	3,664	-	-	-	3,664
96140	All Other Insurance	8,696	-	-	-	8,696
96100	Total Insurance Premiums	8,696	-	-	-	8,696
96900	Total Operating Expenses	284,914	20,016	23,229	-	328,159
97000	Excess Operating Revenue Over Operating Expenses	2,742,345	150,537	-	146,890	3,039,772
	Other Expenses					
97300	Housing Assistance Payments	2,407,649	150,537	-	146,890	2,705,076
97400	Depreciation Expense	392	-	-	-	392
	Total Other Expenses	2,408,041	150,537	-	146,890	2,705,468
90000	Total Expenses	2,692,955	170,553	23,229	146,890	3,033,627
10000	Excess of Revenues over Expenses	334,304	-	-	-	334,304
11030	Beginning Net Assets	128,575	85,803	-	-	214,378
11170	Administrative Fee Equity	156,759	-	-	-	156,759
11180	Housing Assistance Payment Equity	306,120	-	-	-	306,120
	Total Ending Net Assets	$ 462,879	$ 85,803	$ -	$ -	$ 548,682

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

STATEMENT OF CHANGES IN EQUITY BALANCES
FDS SCHEDULE SUBMITTED TO HUD
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

FDS Line Item No.	Account Description	14.871 Housing Choice Vouchers		
11170-001	Administrative Fee Equity - Beginning Balance			$ 115,062
11170-010	Administrative Fee Revenue	$ 317,376		
11170-040	Investment Income	6,382		
11170-045	Fraud Recovery Revenue	2,531		
11170-050	Other Revenue	714		
11170-060	Total Administrative Fee Revenues		327,003	
11170-080	Total Operating Expenses	284,914		
11170-090	Depreciation	392		
11170-110	Total Expenses		285,306	
11170-002	Net Administrative Fee			41,697
11170-003	Administrative Fee Equity - Ending Balance			156,759
11170	Administrative Fee Equity			$ 156,759
11180-001	Housing Assistance Payments Equity - Beginning Balance			$ 13,513
11180-010	Housing Assistance Payment Revenues	2,692,216		
11180-015	Fraud Recovery Revenue	2,531		
11180-025	Investment Income	5,509		
11180-030	Total Housing Assistance Payments Revenues		2,700,256	
11180-080	Housing Assistance Payments	2,407,649		
11180-100	Total Housing Assistance Payments Expenses		2,407,649	
11180-002	Net Housing Assistance Payments			292,607
11180-003	Housing Assistance Payments Equity - Ending Balance			306,120
11180	Housing Assistance Payments Equity			$ 306,120

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Federal Grantor / Pass Through Grantor Program Title	Pass-Through Number	CFDA Number	Federal Expenditures
U.S. Department of Housing and Urban Development			
Supportive Housing for Persons with Disabilities	N/A	14.181	$ 170,553
Section 8 Housing Choice Vouchers	N/A	14.871	3,009,592
Passed through the City of Marion:			
Community Development Block Grants/State's Program	N/A	14.228	23,229
Home Investment Partnership Program	N/A	14.239	146,890
Total Federal Awards Expenditures			$ 3,350,264

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
Marion Metropolitan Housing Authority
P.O. Box 1029
Mansfield, Ohio 44901

We have audited the financial statements of the Marion Metropolitan Housing Authority, Marion County, Ohio (the Authority) as of and for the fiscal year ended June 30, 2008, which collectively comprise the Authority's basic financial statements and have issued our report thereon dated December 20, 2008. As disclosed in Note 7, we noted the Authority implemented GASB Statement No.'s 45 and 50. 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 for 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 the applicable accounting basis, 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.

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Compliance and Other Matters

As part of reasonably assuring whether the Authority's financial statements are free of material misstatement, we tested 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 we must report 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 and pass-through entities, and other members of the Authority. We intend it for no one anyone other than these specified parties.

Wilson, Shannon & Snow, Inc.

Newark, Ohio
December 20, 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
Marion Metropolitan Housing Authority
P.O. Box 1029
Mansfield, Ohio 44901

Compliance

We have audited the compliance of the Marion Metropolitan Housing Authority, Marion 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 apply to its major federal program for the fiscal year ended June 30, 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 each major federal program. 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 Marion 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 June 30, 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.

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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 entity's ability to administer a federal program such that there is more than a remote likelihood that the entity'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. It is not intended to be and should not be used by anyone other than these specified parties.

Wilson, Shannon & Snow, Inc.

Newark, Ohio
December 20, 2008

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505

FOR THE FISCAL YEAR ENDED JUNE 30, 2008

1. SUMMARY OF AUDITOR'S RESULTS

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

MARION METROPOLITAN HOUSING AUTHORITY
MARION COUNTY

SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505

FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

Mary Taylor, CPA
Auditor of State

MARION METROPOLITAN HOUSING AUTHORITY

MARION COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
FEBRUARY 19, 2009

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