

DALLAS COUNTY PUBLIC HOUSING AGENCY
HUD PROJECT NO. MO216

**FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION
WITH
INDEPENDENT AUDITORS' REPORT**

YEAR ENDED JUNE 30, 2019

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INDEPENDENT AUDITORS' REPORT

Board of Directors

Dallas County Public Housing Agency

Springfield, Missouri

We have audited the accompanying financial statements of Dallas County Public Housing Agency, a special revenue fund of Dallas County, Missouri, as administered by the Ozarks Area Community Action Corporation (OACAC), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Dallas County Public Housing Agency's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Dallas County Public Housing Agency as of June 30, 2019, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the Dallas County Public Housing Agency and do not purport to, and do not present fairly the financial position of Dallas County, Missouri, or OACAC as of June 30, 2019, and the changes in their financial position or cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5-11 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information is presented for purposes of additional analysis as required by the *Uniform Financial Reporting Standards* issued by the U.S. Department of Housing and Urban Development, Office of the Inspector General, and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial

statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 20, 2020, on our consideration of Dallas county Public Housing Agency's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Dallas County Public Housing Agency's internal control over financial reporting and compliance.

R/MNC, CPA's

Springfield, Missouri
January 20, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

DALLAS COUNTY PUBLIC HOUSING AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS

YEAR ENDED JUNE 30, 2019

As management of Dallas County Public Housing Agency (referred to as "Agency"), we offer the readers of the Agency's financial statements this narrative overview and analysis of the financial activities of the Agency for the fiscal year ended June 30, 2019. We encourage readers to consider the information presented here in conjunction with the Agency's financial statements.

FINANCIAL HIGHLIGHTS

Key financial highlights for the fiscal year ended June 30, 2019 include the following:

- The assets of the Agency exceeded its liabilities at the close of the most recent fiscal year by \$487,784. This is an increase of \$74,650 from FY 2018.
- As of the close of the current fiscal year, the Agency's ending unrestricted net assets are \$443,006. This is an increase of \$83,945 from FY 2018.
- The Agency's cash balance on June 30, 2019 was \$511,452. This is a decrease of \$45,769 from FY 2018.
- The Agency had total revenue of \$2,813,966 while operating expenses totaled \$2,739,316 for FY 2019. The Agency had total revenue of \$2,630,506 while operating expenses totaled \$2,572,753 for FY 2018.
- During FY 2018 the Agency purchased a vehicle for \$20,263.

OVERVIEW OF THE FINANCIAL STATEMENTS

The management's discussion and analysis is intended to serve as an introduction to the Agency's basic financial statements. The Agency's basic financial statements consist of the Statement of Net Position; Statement of Revenues, Expenses and Changes in Net Position; Statement of Cash Flows; and the notes to the financial statements. This report also contains the Combining Statement of Net Position, Combining Statement of Revenues, Expenses and Changes in Net Position, Schedule of Expenditures of Federal Awards and the Financial Data Schedule as supplementary information.

The Agency has only one fund type, namely a proprietary fund. The Statement of Net Position includes all of the Agency's assets and liabilities. This fund type is used for activities which are financed and operated in a manner similar to those in the private sector.

DALLAS COUNTY PUBLIC HOUSING AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)

YEAR ENDED JUNE 30, 2019

Table 1 provides a summary of the Agency's net position for the year ended June 30, 2019.

<p style="text-align: center;">Table 1 STATEMENT OF NET POSITION JUNE 30, 2019 With comparative totals for June 30, 2018</p>			
	June 30, 2019	2018	Increase (Decrease)
<u>ASSETS</u>			
Current assets:			
Cash	\$ 511,452	\$ 557,221	\$ (45,769)
Portable receivables, net	5,011	4,982	29
Accounts receivable	495	-	495
Prepaid expenses	-	128	(128)
Total current assets	516,958	562,331	(45,373)
Property and equipment, net	16,886	-	16,886
Total assets	<u>\$ 533,844</u>	<u>\$ 562,331</u>	<u>\$ (28,487)</u>
<u>LIABILITIES AND NET POSITION</u>			
Current liabilities:			
Accounts payable	\$ 26,306	\$ 22,788	\$ 3,518
Accrued salaries	3,892	3,588	304
Accrued compensated absences	8,719	7,027	1,692
Other liabilities	839	839	-
Due to HUD	4,326	2,688	1,638
Due to administrative entity	1,978	112,267	(110,289)
Total current liabilities	46,060	149,197	(103,137)
Net position:			
Unrestricted	443,006	359,061	83,945
Restricted	44,778	54,073	(9,295)
Total net position	487,784	413,134	74,650
Total liabilities and net position	<u>\$ 533,844</u>	<u>\$ 562,331</u>	<u>\$ (28,487)</u>

DALLAS COUNTY PUBLIC HOUSING AGENCY

MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)

YEAR ENDED JUNE 30, 2019

Table 2 provides a summary of the changes in net position for the year ended June 30, 2019.

<p>Table 2 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION YEAR ENDED JUNE 30, 2019 With comparative totals for the year ended June 30, 2018</p>			
	Year ended June 30,		Increase (Decrease)
	2019	2018	
Operating revenue:			
Program income	\$ 2,518,338	\$ 2,386,462	\$ 131,876
Investment income	9,333	4,294	5,039
Fraud recovery	1,713	2,011	(298)
Other income	<u>284,582</u>	<u>237,739</u>	<u>46,843</u>
Total operating revenues	<u>2,813,966</u>	<u>2,630,506</u>	<u>183,460</u>
Operating expenses:			
Housing assistance payments	2,184,902	2,081,640	103,262
Portable voucher payments	255,773	204,267	51,506
Salaries	157,503	146,761	10,742
Employee benefits	59,949	57,462	2,487
Administrative expenses - other	26,850	28,283	(1,433)
General expenses - other	18,973	22,450	(3,477)
Office expenses	18,624	18,511	113
Audit	6,444	6,700	(256)
Travel	3,477	3,550	(73)
Depreciation	3,377	-	3,377
Insurance	1,879	2,006	(127)
Compensated absences	<u>1,565</u>	<u>1,123</u>	<u>442</u>
Total operating expenses	<u>2,739,316</u>	<u>2,572,753</u>	<u>166,463</u>
Change in net position before other expense	74,650	57,753	16,897
Other expense:			
Bad debt expense	<u>-</u>	<u>(107)</u>	<u>107</u>
Change in net position	74,650	57,646	17,004
Net position, beginning of year	<u>413,134</u>	<u>355,488</u>	<u>57,646</u>
Net position, end of year	<u>\$ 487,784</u>	<u>\$ 413,134</u>	<u>\$ 74,650</u>

DALLAS COUNTY PUBLIC HOUSING AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)

YEAR ENDED JUNE 30, 2019

EVENTS THAT HAVE IMPACTED THE AGENCY

General summary

The PHA began the Section 8 Housing Choice Voucher Program fiscal year July 1, 2018 in a moderate position relative to program utilization and HAP expenditures. HUD authorizes the PHA to lease as many units/households as budget authority will allow, including HAP Net Restricted Assets (NRA), up to the maximum program baseline number of units authorized by the HUD Annual Contributions Contract (ACC) which is 588 units for the Dallas County PHA which includes 16 Tenant Protection Vouchers from Hollister Gables.

At the beginning of the PHA fiscal year on July 1, 2018, the number of units leased was 544 out of 588 or 93% utilization rate. The program utilization rate increased to 566 in June 2019. On January 3, 2019, we mailed a special information form "While You Wait" to applicants with applications dated between 7/5/2017 and 12/17/2018. The information was intended to help the applicants be more successful in using their voucher if/when it was issued to them. Forms returned by the post office with a forwarding address were re-mailed to the new address once. Forms returned by the post office marked undeliverable resulted in the application being removed from the waiting list. The updated waiting list provided us with fresh addresses for those households at the top of the waiting list and we were able to begin to increase program utilization due to the improved response rate from the offers made. We hope the tips given will improve the voucher success rate.

The CY 2019 HUD HCV funding was unknown until April 12, 2019 after four months of calendar year 2019 HAP payments had already been made. The PHA ended the fiscal year June 30, 2019 at 92% utilization rate and 103.7% utilization rate for HAP Monthly Budget Authority.

Ongoing Administrative Fee funding for the PHA fiscal year July 1, 2018 – June 30, 2019 was unpredictable. CY 2019 Admin Fee eligibility was again prorated because HUD appropriations were insufficient to reimburse the PHA for 100% eligibility. The average monthly Admin Fee proration factor for CY 2018 was 76% of PHA eligibility. Admin Fee proration factor for CY 2019 changed to 80%.

HUD appropriations impact

The funding for the Section 8 Housing Choice Voucher Program has been unpredictable from one year to the next based on Congressional action on federal appropriations bills. This fiscal year was no exception. The unstable funding climate for this program continues to be the greatest challenge in program management and has the greatest impact on program operations. Unpredictable funding makes it difficult to manage leasing and program utilization, particularly when HUD will disallow any costs associated with over-leasing and over-spending assistance

DALLAS COUNTY PUBLIC HOUSING AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)

YEAR ENDED JUNE 30, 2019

payments for the Calendar Year (January – December), separate and apart from the PHA fiscal year (July – June). The U.S. Congress has not been able to complete their action on the federal appropriations bills in sufficient time (by September 30) for the PHA to plan and adjust their programs accordingly. Therefore, it is prudent for the PHA to adopt a conservative approach to leasing to avoid overspending. Taking this conservative fiscal approach has the consequence of suppressing the number of families assisted by the program which runs contrary to the mission of the program. Leasing rates do not stop and start on a dime. It takes several months to reduce program size/utilization or to increase program size/utilization.

HUD and Congress require that PHAs spend at least 95% of their available funding during the PHA Fiscal Year, and also require that we spend all of our funding for the Calendar Year and make use of Useable HAP Net Restricted Assets (NRA) to serve the maximum number of households authorized in the HUD ACC. This is impossible to plan for when the amount of funding available is unknown. It is also next to impossible to meet both of these standards, Calendar Year and PHA Fiscal Year, simultaneously. The PHA has been watching the leasing rate to attempt to spend down the HUD-held reserves without going into short-fall.

Housing assistance payments budget authority

The CY 2018 Housing Assistance Payments (HAP) renewal funding allocations for the Housing Choice Voucher Program (HCVP) are based on the requirements of the Consolidated Appropriations Act, 2018, (P.L. 115-141) referred to as “the 2018 Act,” enacted on March 23, 2018. The 2018 Act requires the Department to establish a new baseline for HAP funding eligibility, based on Voucher Management System (VMS) data for CY 2017 (January 1, 2017 through December 31, 2017.) The 2018 Act authorizes the Department to offset PHAs’ CY 2018 renewal allocations based on excess amounts of restricted net position (RNP) and HUD-held program reserves. The Act provides that HUD shall use the funds from any such offset throughout CY 2018 to prevent the termination of rental assistance for families as the result of insufficient funding and to avoid or reduce the need for proration. The Department has decided to exercise this offset authority in CY 2018. CY2019 funding allocations are based on the requirements of the Consolidated Appropriations Act, 2019, (P.L. 116-6) referred to hereafter as “the 2019 Act,” enacted on February 15, 2019. The 2019 Act requires the Department to establish a new baseline for HAP funding eligibility, based on Voucher Management System (VMS) data for CY 2018 (January 1, 2018 through December 31, 2018). The 2019 Act authorizes the Department to offset PHAs’ CY 2019 renewal allocations based on excess amounts of restricted net position (RNP) and HUD-held program reserves. The Act provides that HUD shall use the funds from any such offset throughout CY 2019 to prevent the termination of rental assistance for families as the result of insufficient funding and to avoid or reduce the need for proration. The Department has decided to exercise this offset authority in CY 2019.

DALLAS COUNTY PUBLIC HOUSING AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)

YEAR ENDED JUNE 30, 2019

Administrative fee budget authority (July 1, 2018 – June 30, 2019)

The Consolidated Appropriations Act, 2016 (the Act) (P.L. 114-113), referred to hereafter as "the 2016 Act," enacted on December 18, 2015, requires that administrative fees be calculated on the basis of PHA leasing in the HCVP. Administrative fees will be paid for each voucher under lease on the first day of the month. The Department has calculated each PHA's final administrative fee eligibility considering actual leased units reported in VMS for the months of January through December 2018. Based on this calculation, the Department has determined the final national proration factor was 80.62%. Enclosed with this letter is the calculation of fee eligibility and pro-rated earnings for your PHA for the months of January through December 2018. Unit months leased (UML) data was taken from the validated VMS database as of February 22, 2019, for the months of January through December 2018. Also, any additional eligibility resulting from an approved higher fee rate or a blended fee rate was applied to the entire CY, regardless of when the rate was approved. With the administrative fee rates being based on leasing rate and an unpredictable proration amount, determining the projected income for budgeting purposes is at best, a pure estimate.

The continuation of the 2005 HUD Appropriations Bill provision that eliminated reimbursement to PHAs for Audit cost and Hard-To-House Fees remains a substantial loss of Administrative Fee earnings or income for the PHA's operating year compared to previous years of operation.

The annual Administrative Fee Budget Authority for the Section 8 Housing Choice Voucher Program must be sufficient enough to allow the PHA to achieve a surplus operating position in order to add to the program's Administrative Fee Equity or Operating Reserve. The Operating Reserve must be sufficient for future financial outlays, such as purchase of vehicles, computers, software, and other office equipment, etc. HUD provides no other reimbursement for these expensive purchases that do not reoccur every year. The Housing Program currently utilizes two vehicles on loan from the Weatherization Program and purchased one HAP vehicle in December, 2018.

Portability

The PHA must serve HUD Section 8 Voucher holders who move into our PHA jurisdiction from another geographical area. This program feature is called Portability. The PHA billed other housing agencies for the funds to assist these households. These households are an added administrative burden to regular program operations.

Frontload requests to the HUD Financial Management Center (FMC)

The PHA requested an advance of HUD-held reserves (HHR). Overall need calculated (including prior year adjustment D35) and RNP shortage noted Column G / \$67,500, HA received funds as follows: 2/2/19 \$37,700, 3/2/19 \$13,200, 4/2/19 \$16,600.

DALLAS COUNTY PUBLIC HOUSING AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)

YEAR ENDED JUNE 30, 2019

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets

During FY 2019, the Agency purchased a vehicle in the amount of \$20,263. Accumulated depreciation and depreciation expense of \$11,466 and \$3,377, respectively, were recognized at June 30, 2019. Capital assets are in office equipment, computer equipment and software, and a vehicle.

Long-term debt

The Agency does not have any long-term debt.

POTENTIAL IMPACTS ON FINANCIAL POSITION

The Agency receives approximately 89% of its funding from federal sources. These funds are always at the discretion of the President and Congress. Funding in the Housing Choice Voucher Program increased from FY 2018 by \$131,876. Accordingly, housing assistance payments increased from FY 2018 by \$103,262.

Contacting the Agency's financial management

The financial report is designed to provide a general overview of the Agency's finances for all those with an interest. Questions concerning any of the information provided in this report or request for additional financial information should be addressed as follows:

Ozarks Area Community Action Corporation
Dallas County Public Housing Agency
Carl Rosenkranz, Executive Director
215 South Barnes
Springfield, Missouri 65802

BASIC FINANCIAL STATEMENTS

DALLAS COUNTY PUBLIC HOUSING AGENCY

STATEMENT OF NET POSITION

JUNE 30, 2019

ASSETS

Current assets:

Cash - unrestricted	\$	466,674
Cash - restricted		44,778
Portable receivables, net		5,011
Accounts receivable		495

Total current assets		516,958
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Property and equipment, net		16,886
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	\$	533,844
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LIABILITIES AND NET POSITION

Current liabilities:

Accounts payable	\$	26,306
Accrued salaries		3,892
Accrued compensated absences		8,719
Other liabilities		839
Due to HUD		4,326
Due to administrative entity		1,978

Total current liabilities		46,060
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Net position:

Unrestricted	\$	443,006	
Restricted		44,778	487,784

Total liabilities and net position	\$	533,844
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The accompanying notes are an integral part of these financial statements.

DALLAS COUNTY PUBLIC HOUSING AGENCY

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

YEAR ENDED JUNE 30, 2019

Operating revenues:		
Program income		\$ 2,518,338
Investment income		9,333
Fraud recovery		1,713
Other income		<u>284,582</u>
Total operating revenues		2,813,966
Operating expenses:		
Housing assistance payments	\$ 2,184,902	
Portable voucher payments	255,773	
Salaries	157,503	
Employee benefits	59,949	
Administrative expenses - other	26,850	
General expenses - other	18,973	
Office expenses	18,624	
Audit	6,444	
Travel	3,477	
Depreciation	3,377	
Insurance	1,879	
Compensated absences	<u>1,565</u>	<u>2,739,316</u>
Change in net position		74,650
Net position, beginning of year		<u>413,134</u>
Net position, end of year		<u><u>\$ 487,784</u></u>

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

DALLAS COUNTY PUBLIC HOUSING AGENCY

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2019

Cash flows from operating activities:

Program income	\$ 2,518,338
Investment income	9,333
Fraud recovery	1,713
Other income	284,058
Housing assistance payments	(2,179,746)
Salaries and related costs	(217,021)
Other expenses	<u>(442,181)</u>

Cash flows used in operating activities (25,506)

Cash flows from investing activities:

Purchase of property and equipment	<u>(20,263)</u>
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Net decrease in cash (45,769)

Cash balance, beginning of year 557,221

Cash balance, end of year \$ 511,452

Reconciliation to Statement of Net Position:

Cash - unrestricted	\$ 466,674
Cash - restricted	<u>44,778</u>
	<u><u>\$ 511,452</u></u>

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

DALLAS COUNTY PUBLIC HOUSING AGENCY

STATEMENT OF CASH FLOWS
(CONTINUED)
YEAR ENDED JUNE 30, 2019

Reconciliation of operating income to net cash
used in operating activities:

Operating income	\$ 74,650
Adjustments to reconcile excess of revenues over expenses to net cash used in operating activities:	
Depreciation	3,377
(Increase) decrease in:	
Accounts receivable	(495)
Portable receivable, net	(29)
Prepaid expenses	128
Increase (decrease) in:	
Accounts payable	3,518
Accrued salaries	304
Accrued compensated absences	1,692
Due to HUD	1,638
Due to administrative entity	<u>(110,289)</u>

Net cash flows used in operating activities	<u><u>\$ (25,506)</u></u>
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The accompanying notes are an integral part of these financial statements.

DALLAS COUNTY PUBLIC HOUSING AGENCY

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2019

1. Summary of significant accounting policies

Nature of activities

The Dallas County Public Housing Agency (Agency) is a fund of Dallas County, Missouri, and its operations consist of providing housing and utility assistance to low income households through a Section 8 Housing Choice Voucher (HCV) appropriation from the U.S. Department of Housing and Urban Development (HUD).

The Ozarks Area Community Action Corporation (OACAC) serves as the administrative entity for Dallas County Public Housing Agency. As such, all funds are held by OACAC, and financial transactions are processed through its administrative offices. At June 30, 2019, the Agency had a due to administrative entity of \$1,978.

The Agency is governed by a board of directors consisting of county officials from each of the counties served by the HUD voucher program, personal representatives of the low-income population from those counties, and other interested citizens of those communities. Dallas County, Missouri and the OACAC Executive Director have the signatory commission to the HUD contracts.

These financial statements include only the funds of the HUD Project No. MO216.

Reporting entity

Under the United States Housing Act of 1937, as amended, the U.S. Department of Housing and Urban Development (HUD) has direct responsibility for administering low-income housing programs in the United States. Accordingly, HUD has entered into a contract with the Dallas County Public Housing Agency to make annual contributions (subsidies) for the purpose of funding its programs for low-income families.

In determining the financial reporting entity, the Agency complies with the provisions of GASB Statement No. 14 as amended by GASB Statement No. 39, "The Financial Reporting Entity," and includes all component units, if any, of which the Agency appointed a voting majority of the units' board; the Agency is either able to impose its will on the unit or a financial benefit or burden relationship exists. There are no agencies, organizations or activities meeting this criteria.

Basis of accounting

The Agency's financial statements are presented on the full accrual basis in accordance with accounting principles generally accepted in the United States of America.

1. Summary of significant accounting policies (continued)

Basis of accounting (continued)

All activities of the Agency are accounted for within a single proprietary (enterprise) fund. Proprietary funds are used to account for operations that are (a) financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing service and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the Agency are grants provided by federal agencies. Operating expenses for proprietary funds include the cost of housing assistance payments and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Federal income tax status

The Agency is a governmental organization which is subsidized by the Federal Government. The Agency is exempt from federal and state income tax.

Net position

The Agency's net position is classified as follows:

Unrestricted net position: Unrestricted net position represents those funds whose use is not restricted by donors, even though their use may be limited in other respects, such as by contract or by board designation. Changes in net position that arise from exchange transactions are included as well as resources derived from gifts and contributions. These resources are used at the discretion of the governing board to meet current expenses for any purpose.

Restricted net position: Restricted net position consists of those funds whose use by the Agency has been limited by granting agencies or donors to later periods of time or after specified dates or to specified purposes.

Subsidies received for operating purposes, are recorded as revenue and result in an increase to unrestricted net position. When an expense is incurred that can be paid using either restricted or unrestricted resources, the Agency's policy is to first apply the expense towards restricted resources, and then towards unrestricted resources.

1. Summary of significant accounting policies (continued)

Accounting estimates

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

2. Cash and investments

Custodial Credit Risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Agency's deposits may not be returned to it.

Dallas County PHA maintained balances in excess of \$250,000 at Guaranty Bank at June 30, 2019. FDIC insurance covers the first \$250,000 in deposits at Guaranty Bank. The balance in excess of the FDIC coverage is swept into the Demand Deposit Marketplace program where Dallas County PHA receives full FDIC coverage on all deposits.

3. Portable receivables, net

Portable receivables consist of amounts due from other public housing agencies for individuals who have transferred to the Agency within the year ended June 30, 2019. At June 30, 2019, the gross portable receivables and the related allowance account information are as follows:

Portable receivables	\$ 5,011
Less allowance for doubtful accounts	<u>-</u>
Portable receivables, net	<u>\$ 5,011</u>

4. Concentration of credit risk

The Agency receives virtually all of its revenues through appropriation funding from the Department of Housing and Urban Development under an appropriation regulation which became effective January 1, 2005. Congress sets the regulations relating to these appropriations. If Congress should choose to enact legislation that would change the regulations, the effect of future funding to the Agency, or to accumulated net position balances, could be significant.

5. Capital assets

Asset type	Balance June 30, 2018	Additions	Disposals	Balance June 30, 2019
Office equipment	\$ 2,439	\$ -	\$ -	\$ 2,439
Computer equipment and software	5,650	-	-	5,650
Vehicle	-	20,263	-	20,263
Total capital assets	8,089	20,263	-	28,352
Less accumulated depreciation	(8,089)	(3,377)	-	(11,466)
Total capital assets, net	\$ -	\$ 16,886	\$ -	\$ 16,886

All capital assets held by the Agency are stated at cost. All long-lived assets acquired prior to October 1, 2001 with cost greater than \$1,000 have been capitalized. The capitalization threshold was increased to \$5,000 beginning October 1, 2001.

Depreciation is calculated on the straight-line basis over the useful life of the specific assets. Depreciation expense amounted to \$3,377 for FY 2019.

6. Contingencies

The Agency receives federal grants for specific purposes that are subject to review by funding sources. Those reviews could lead to disallowed costs due to non-compliance with grant terms and conditions. The amounts, if any, which could be disallowed by a grantor are unknown at this time, although the Agency expects such amounts, if any, to be immaterial.

7. Due to HUD

During FY 2019, the Agency earned interest on HCV payments totaling \$4,826. As it pertains to the HCV Program, this provision allows up to \$500 in interest earned on HAP to be kept per calendar year and applied to the Agency's unrestricted net position balance. Any additional interest must be remitted annually to the Department of Health and Human Services. Accordingly, due to HUD on the accompanying Statement of Net Position amounted to \$4,326 at June 30, 2019.

8. Restricted net position

Restricted net position at June 30, 2019 consisted of the following:

HAP – Housing Assistance \$ 44,778

Cash is restricted on the Statement of Net Position in the amount of \$44,778 related to these programs.

9. Operating lease

The Agency leases a copier under an operating lease. Lease expense under this operating lease for the year ended June 30, 2019 was \$4,691.

Future minimum lease payments are as follows:

Year ending
June 30,

2020	\$ 4,368
2021	4,368
2022	<u>3,640</u>
	<u>\$ 12,376</u>

10. Retirement plan

The Agency has adopted a defined contribution retirement plan in accordance with Internal Revenue Code Sec. 403(b). The plan includes all permanent employees with at least two years of service. If the employee elects to participate in the tax sheltered annuity portion of this retirement plan, an additional matching contribution is made by the Agency. The maximum additional contribution by the Agency is 3%. Total amount paid into the retirement plan by the Agency for the year ended June 30, 2019 was \$1,730.

11. Compensated absences

Sick and annual leave are accumulated on a monthly basis according to Agency policies. Sick leave cannot be taken as cash upon termination; therefore the Agency records no liability for amounts that could be used under Agency sick leave policies.

Annual leave in the amount of 200 hours can be carried over to the following year, with 160 total hours payable upon termination of employment or upon relocation to another OACAC program. Liability for unpaid annual leave has been accrued as an Agency liability.

12. Risk management

The Agency is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The Agency manages these risks through the purchase of various insurance policies.

13. Affiliated organization

As discussed in Note 1, the Agency is administered by Ozarks Area Community Action Corporation (OACAC). The Agency would be considered an affiliated organization of OACAC.

13. Affiliated organization (continued)

OACAC allocates its expenses on a functional basis among its various programs and support activities. Expenses that can be identified with a specific program and support activity are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated using various allocation methods.

14. Subsequent event

The Agency has evaluated subsequent events through January 20, 2020, the date which the financial statements were available to be issued. There were no significant events noted that did not exist at the date of the statement of net position but arose subsequent to that date.

SUPPLEMENTARY INFORMATION

COMBINING SCHEDULES

DALLAS COUNTY PUBLIC HOUSING AGENCY

COMBINING STATEMENT OF NET POSITION

JUNE 30, 2019

	Housing Choice Vouchers	Business Activities	Total
ASSETS			
Current assets:			
Cash - unrestricted	\$ 463,911	\$ 2,763	\$ 466,674
Cash - restricted	44,778	-	44,778
Portable receivables, net	5,011	-	5,011
Accounts receivable	495	-	495
Total current assets	514,195	2,763	516,958
Property and equipment, net	16,886	-	16,886
	<u>\$ 531,081</u>	<u>\$ 2,763</u>	<u>\$ 533,844</u>
LIABILITIES AND NET ASSETS			
Current liabilities:			
Accounts payable	\$ 26,306	\$ -	\$ 26,306
Accrued salaries	3,892	-	3,892
Accrued compensated absences	8,719	-	8,719
Other liabilities	839	-	839
Due to HUD	4,326	-	4,326
Due to administrative entity	1,978	-	1,978
Total current liabilities	46,060	-	46,060
Net position:			
Unrestricted	440,243	2,763	443,006
Restricted	44,778	-	44,778
Total net position	485,021	2,763	487,784
Total liabilities and net position	<u>\$ 531,081</u>	<u>\$ 2,763</u>	<u>\$ 533,844</u>

DALLAS COUNTY PUBLIC HOUSING AGENCY

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

YEAR ENDED JUNE 30, 2019

	Housing Choice Vouchers	Business Activities	Total
Operating revenues:			
Program income	\$ 2,518,338	\$ -	\$ 2,518,338
Investment income	9,299	34	9,333
Fraud recovery	1,713	-	1,713
Other income	284,183	399	284,582
Total operating revenues	<u>2,813,533</u>	<u>433</u>	<u>2,813,966</u>
Operating expenses:			
Housing assistance payments	2,184,902	-	2,184,902
Portable voucher payments	255,773	-	255,773
Salaries	157,503	-	157,503
Employee benefits	59,949	-	59,949
Administrative expenses - other	26,850	-	26,850
General expenses - other	18,973	-	18,973
Office expenses	18,226	398	18,624
Audit	6,444	-	6,444
Travel	3,477	-	3,477
Depreciation	3,377	-	3,377
Insurance	1,879	-	1,879
Compensated absences	<u>1,565</u>	<u>-</u>	<u>1,565</u>
Total operating expenses	<u>2,738,918</u>	<u>398</u>	<u>2,739,316</u>
Change in net position	74,615	35	74,650
Net position, beginning of year	<u>410,406</u>	<u>2,728</u>	<u>413,134</u>
Net position, end of year	<u>\$ 485,021</u>	<u>\$ 2,763</u>	<u>\$ 487,784</u>

COMPLIANCE AND INTERNAL CONTROLS



ROBERTS, McKENZIE, MANGAN & CUMMINGS

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**INDEPENDENT AUDITORS' 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
Dallas County Public Housing Agency
Springfield, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Dallas County Public Housing Agency, which comprise the statement of net position as of June 30, 2019, and the related statements of revenue, expenses and changes in net position, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 20, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Dallas County Public Housing Agency's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Dallas County Public Housing Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of Dallas County Public Housing Agency's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Dallas County Public Housing Agency'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 have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

RMNC, CPA's

Springfield, Missouri
January 20, 2020



ROBERTS, MCKENZIE, MANGAN & CUMMINGS

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

Board of Directors
Dallas County Public Housing Agency
Springfield, Missouri

Report on Compliance for Each Major Federal Program

We have audited Dallas County Public Housing Agency's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Dallas County Public Housing Agency's major federal programs for the year ended June 30, 2019. Dallas County Public Housing Agency's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Dallas County Public Housing Agency's major federal programs based on our audit of the types of compliance requirements referred to above. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Dallas County Public Housing Agency'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 on compliance for each major federal program. However, our audit does not provide a legal determination of Dallas County Public Housing Agency's compliance.

Opinion on Each Major Federal Program

In our opinion, Dallas County Public Housing Agency complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal program for the year ended June 30, 2019.

Report on Internal Control Over Compliance

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

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

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

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

R/M/C, CPA's

Springfield, Missouri
January 20, 2020

DALLAS COUNTY PUBLIC HOUSING AGENCY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2019

<u>U.S. Department of Housing and Urban Development</u>	<u>Federal CFDA Number</u>	<u>Pass-through Identifying Number</u>	<u>Expenditures</u>
Direct Program:			
Section 8 Housing Choice Vouchers	14.871	MO216	<u>\$ 2,518,338</u>

See the accompanying notes to schedule of expenditures of federal awards.

DALLAS COUNTY PUBLIC HOUSING AGENCY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

JUNE 30, 2019

NOTE A – GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Dallas County Public Housing Agency. All federal financial assistance received both directly and indirectly from federal agencies is included in the schedule.

NOTE B – BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when earned. Expenditures under the accrual basis of accounting are recorded when the liability is incurred.

NOTE C – RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports.

NOTE D – INDIRECT COSTS

Dallas County Public Housing Agency maintains an indirect cost rate with the Department of Health and Human Services and is not eligible to use the 10% de minimus indirect cost rate.

DALLAS COUNTY PUBLIC HOUSING AGENCY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS – FEDERAL PROGRAMS

YEAR ENDED JUNE 30, 2019

Section I – Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified.

Internal control over financial reporting:

- Material weakness(es) identified?

____ Yes X No

- Significant deficiencies identified?

____ Yes X No

- Noncompliance material to financial statements noted?

____ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified?

____ Yes X No

- Significant deficiencies identified?

____ Yes X No

Type of auditors' report issued on compliance for major programs: Unmodified.

Any audit finding disclosed that are required to be reported in accordance with 2CFR Section 200.516(a)?

____ Yes X No

DALLAS COUNTY PUBLIC HOUSING AGENCY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS – FEDERAL PROGRAMS
(CONTINUED)

YEAR ENDED JUNE 30, 2019

Identification of major programs:

CFDA Number(s)

14.871 Section 8 Housing Choice Vouchers

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? X Yes No

Section II – Financial Statement Findings

There were no findings for the year ended June 30, 2019.

Section III – Federal Award Findings and Questioned Costs

There were no findings or questioned costs for the year ended June 30, 2019.

DALLAS COUNTY PUBLIC HOUSING AGENCY
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2019

There were no findings or questioned costs for the year ended June 30, 2018.

FINANCIAL DATA SCHEDULE

DALLAS COUNTY PUBLIC HOUSING AGENCY

FINANCIAL DATA SCHEDULE

YEAR ENDED JUNE 30, 2019

Line Item Number	Account Description	Housing Choice Vouchers	Business Activities	Total
	ASSETS			
	CURRENT ASSETS			
	Cash:			
111	Cash - unrestricted	\$ 463,911	\$ 2,763	\$ 466,674
112	Cash - unrestricted - modernization and dev.	-	-	-
113	Cash - other restricted	44,778	-	44,778
114	Cash - tenant security deposits	-	-	-
100	Total cash	508,689	2,763	511,452
	Accounts and notes receivable:			
121	Accounts receivable - PHA projects	5,011	-	5,011
122	Accounts receivable - HUD other projects	-	-	-
124	Accounts receivable - other government	-	-	-
125	Accounts receivable - miscellaneous	495	-	495
126	Accounts receivable - tenants - dwelling units	-	-	-
126.1	Allowance for doubtful accounts - dwelling units	-	-	-
126.2	Allowance for doubtful accounts - other	-	-	-
127	Notes and mortgages receivable - current	-	-	-
128	Fraud recovery	-	-	-
128.1	Allowance for doubtful accounts - fraud	-	-	-
129	Accrued interest receivable	-	-	-
120	Total receivables, net of allowances for uncollectibles	5,506	-	5,506
	Current investments:			
131	Investments - unrestricted	-	-	-
132	Investments - restricted	-	-	-
142	Prepaid expenses and other assets	-	-	-
143	Inventories	-	-	-
143.1	Allowance for obsolete inventories	-	-	-
144	Interprogram due from	-	-	-
146	Amounts to be provided	-	-	-
	Total current investments	-	-	-
150	TOTAL CURRENT ASSETS	514,195	2,763	516,958
	NONCURRENT ASSETS			
	Fixed assets:			
161	Land	-	-	-
162	Buildings	-	-	-
163	Furniture, equipment and machinery - dwellings	-	-	-
164	Furniture, equipment and machinery - admin.	28,352	-	28,352
165	Leasehold improvements	-	-	-
166	Accumulated depreciation	(11,466)	-	(11,466)
167	Construction in progress	-	-	-
160	Total fixed assets, net of accum. depreciation	16,886	-	16,886

DALLAS COUNTY PUBLIC HOUSING AGENCY

FINANCIAL DATA SCHEDULE (CONTINUED)

YEAR ENDED JUNE 30, 2019

Line Item Number	Account Description	Housing Choice Vouchers	Business Activities	Total
171	Notes and mortgages receivable - noncurrent	\$ -	\$ -	\$ -
172	Notes and mortgages rec. - noncurrent-past due	-	-	-
174	Other assets	-	-	-
175	Undistributed debits	-	-	-
176	Investment in joint ventures	-	-	-
		-	-	-
180	TOTAL NONCURRENT ASSETS	16,886	-	16,886
190	TOTAL ASSETS	\$ 531,081	\$ 2,763	\$ 533,844
LIABILITIES AND EQUITY				
Current liabilities:				
311	Bank overdraft	\$ -	\$ -	\$ -
312	Accounts payable < 90 days	26,306	-	26,306
313	Accounts payable > 90 days past due	-	-	-
321	Accrued wage / payroll taxes payable	3,892	-	3,892
322	Accrued compensated absences - current portion	8,719	-	8,719
324	Accrued contingency liability	-	-	-
325	Accrued interest payable	-	-	-
331	Accounts payable - HUD PHA programs	4,326	-	4,326
332	Accounts payable - PHA projects	-	-	-
333	Accounts payable - other government	1,978	-	1,978
341	Tenant security deposits	-	-	-
342	Deferred revenues	-	-	-
343	Current portion long-term debt - capital projects	-	-	-
344	Current portion long-term debt - oper. borrowings	-	-	-
345	Other current liabilities	839	-	839
346	Accrued liabilities - other	-	-	-
347	Inter-program (due to)	-	-	-
310	TOTAL CURRENT LIABILITIES	46,060	-	46,060
NONCURRENT LIABILITIES				
351	Long-term debt, net of current-capital projects	-	-	-
352	Long-term debt, net of current-oper. borrowings	-	-	-
353	Noncurrent liabilities - other	-	-	-
354	Accrued compensated absences-noncurrent portion	-	-	-
350	TOTAL NONCURRENT LIABILITIES	-	-	-
300	TOTAL LIABILITIES	46,060	-	46,060

DALLAS COUNTY PUBLIC HOUSING AGENCY

FINANCIAL DATA SCHEDULE
(CONTINUED)

YEAR ENDED JUNE 30, 2019

Line Item Number	Account Description	Housing Choice Vouchers	Business Activities	Total
	EQUITY			
501	Investment in general fixed assets	\$ -	\$ -	\$ -
	Contributed capital:			
502	Project notes (HUD)	-	-	-
503	Long-term debt - HUD guaranteed	-	-	-
504	Net HUD PHA contributions	-	-	-
505	Other HUD contributions	-	-	-
506	CIAP - ongoing	-	-	-
507	Other contributions	-	-	-
508	Total contributed capital	-	-	-
	Reserved fund balance:			
508.1	Investment in capital assets, net of related debt	-	-	-
509	Reserved for operating activities	-	-	-
510	Reserved for capital activities	-	-	-
511	Total reserved fund balance	-	-	-
511.4	Restricted net position	44,778	-	44,778
512	Undesignated fund balance / retained earnings	-	-	-
512.4	Unrestricted net position	440,243	2,763	443,006
	Total reserved fund balance	485,021	2,763	487,784
513	TOTAL EQUITY	485,021	2,763	487,784
600	TOTAL LIABILITIES AND EQUITY	\$ 531,081	\$ 2,763	\$ 533,844
	REVENUE			
70300	Net tenant rental revenue	\$ -	\$ -	\$ -
70400	Tenant revenue - other	-	-	-
70500	Total tenant revenue	-	-	-
70600	HUD PHA operating grants	2,518,338	-	2,518,338
70610	Capital grants	-	-	-
70800	Other government grants	-	-	-
71100	Investment income - unrestricted	9,299	34	9,333
71200	Mortgage interest income	-	-	-
71400	Fraud recovery	1,713	-	1,713
71500	Other revenue	284,183	399	284,582
71600	Gain or loss on sale of fixed assets	-	-	-
72000	Investment income - restricted	-	-	-
70000	TOTAL REVENUE	2,813,533	433	2,813,966

DALLAS COUNTY PUBLIC HOUSING AGENCY

FINANCIAL DATA SCHEDULE (CONTINUED)

YEAR ENDED JUNE 30, 2019

Line Item Number	Account Description	Housing Choice Vouchers	Business Activities	Total
	EXPENSES			
	Administrative:			
91100	Administrative salaries	\$ 157,503	\$ -	\$ 157,503
91200	Auditing fees	6,444	-	6,444
91300	Outside management fees	-	-	-
91400	Compensated absences	-	-	-
91500	Employee benefit contributions - administrative	59,949	-	59,949
91600	Office expenses	18,226	398	18,624
91800	Travel	3,477	-	3,477
91900	Other	26,850	-	26,850
91000	Total operating - administrative	272,449	398	272,847
	Tenant services:			
92100	Tenant services - salaries	-	-	-
92200	Relocation costs	-	-	-
92300	Employee benefit contributions - tenant services	-	-	-
92400	Tenant services - other	-	-	-
92500	Total tenant services	-	-	-
	Utilities:			
93100	Water	-	-	-
93200	Electricity	-	-	-
93300	Gas	-	-	-
93400	Fuel	-	-	-
93500	Labor	-	-	-
93700	Employee benefit contributions - utilities	-	-	-
93800	Other utilities expense	-	-	-
93000	Total utilities	-	-	-
	Ordinary maintenance and operation:			
94100	Ordinary maint. and operation - labor	-	-	-
94200	Ordinary maint. and operation - materials and other	-	-	-
94300	Ordinary maint. and operation - contract costs	-	-	-
94500	Ordinary maint. and operation - ord. maintenance	-	-	-
94000	Total maintenance	-	-	-
	Protective services:			
95100	Protective services - labor	-	-	-
95200	Protective services - other contract costs	-	-	-
95300	Protective services - other	-	-	-
95500	Protective services - employee benefit cont.	-	-	-
95000	Total protective services	-	-	-
	Insurance:			
96120	Liability insurance	1,879	-	1,879
96100	Total insurance premiums	1,879	-	1,879

DALLAS COUNTY PUBLIC HOUSING AGENCY

FINANCIAL DATA SCHEDULE (CONTINUED)

YEAR ENDED JUNE 30, 2019

Line Item Number	Account Description	Housing Choice Vouchers	Business Activities	Total
	General:			
96200	Other general expenses	\$ 18,973	\$ -	\$ 18,973
96210	Compensated absences	1,565	-	1,565
96300	Payments in lieu of taxes	-	-	-
96400	Bad debt - tenant rents	-	-	-
96500	Bad debt - mortgages	-	-	-
96600	Bad debt - other	-	-	-
96000	Total other general expenses	20,538	-	20,538
	Interest:			
96700	Interest expense	-	-	-
96900	TOTAL OPERATING EXPENSES	294,866	398	295,264
97000	EXCESS OPERATING REVENUE OVER EXPENSES	2,518,667	35	2,518,702
97100	Extraordinary maintenance	-	-	-
97200	Casualty losses - non-capitalized	-	-	-
97300	Housing assistance payments	2,184,902	-	2,184,902
97350	HAP portability-in	255,773	-	255,773
97400	Depreciation expense	3,377	-	3,377
97500	Fraud losses	-	-	-
97600	Capital outlays - governmental funds	-	-	-
97700	Debt principal payment - governmental funds	-	-	-
97800	Dwelling units rent expense	-	-	-
		2,444,052	-	2,444,052
90000	TOTAL EXPENSES	2,738,918	398	2,739,316
	OTHER FINANCIAL SOURCES (USES)			
10010	Operating transfers in	-	-	-
10020	Operating transfers out	-	-	-
10030	Operating transfers from primary government	-	-	-
10040	Operating transfers from component unit	-	-	-
10050	Proceeds from notes, loans and bonds	-	-	-
10060	Proceeds from property sales	-	-	-
10100	TOTAL OTHER FINANCIAL SOURCES (USES)	-	-	-
10000	EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ 74,615	\$ 35	\$ 74,650

DALLAS COUNTY PUBLIC HOUSING AGENCY

FINANCIAL DATA SCHEDULE (CONTINUED)

YEAR ENDED JUNE 30, 2019

Line Item Number	Account Description	Housing Choice Vouchers	Business Activities	Total
11010	Capital outlays enterprised funds	\$ -	\$ -	\$ -
11020	Debt principal payments - enterprised funds	-	-	-
EQUITY				
11030	Beginning equity	\$ 410,406	\$ 2,728	\$ 413,134
11040	Prior period adjustments, equity tsfs. and correction	-	-	-
10000	Excess (deficiency) of revenue over expenses	74,615	35	74,650
513	TOTAL EQUITY	<u>\$ 485,021</u>	<u>\$ 2,763</u>	<u>\$ 487,784</u>
Proof of concept - total equity				
11170	Administrative fee equity	\$ 440,243	\$ -	\$ 440,243
11180	Housing assistance payments equity	\$ 44,778	\$ -	\$ 44,778
11190	Unit month available	7,056	-	7,056
11210	Number of unit months leased	6,691	-	6,691