

**ACCOMACK-NORTHAMPTON
REGIONAL HOUSING AUTHORITY**

**AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

DUNHAM, AUKAMP & RHODES, PLC

**Certified Public Accountants
Chantilly, VA**

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INDEPENDENT AUDITOR'S REPORT

To the Commissioners
Accomack-Northampton Regional Housing Authority
Accomac, Virginia

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Accomack-Northampton Regional Housing Authority, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Accomack-Northampton Regional Housing Authority's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Accomack-Northampton Regional Housing Authority, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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 *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *Specifications for Audits of Authorities, Boards, and Commissions*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Accomack-Northampton Regional Housing Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Accomack-Northampton Regional Housing Authority's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Accomack-Northampton Regional Housing Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Accomack-Northampton Regional Housing Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis presented on pages 4 through 6 to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Accomack-Northampton Regional Housing Authority's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and 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*, are presented for purposes of additional analysis and are not a required part of the basic 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2023, on our consideration of the Accomack-Northampton Regional Housing Authority'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 solely 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 the effectiveness of the Accomack-Northampton Regional Housing Authority's 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 Accomack-Northampton Regional Housing Authority's internal control over financial reporting and compliance.



Certified Public Accountants
Chantilly, Virginia

November 29, 2023

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY

Management's Discussion and Analysis

Our discussion and analysis of the Accomack-Northampton Regional Housing Authority's (the "Authority") financial performance provide an overview of the Authority's financial activities for the fiscal year ended June 30, 2023. Please read it in conjunction with the accompanying financial statements that follow this section.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Authority's basic financial statements. The notes to the financial statements also contain more detail on some of the important information presented in the financial statements.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The funds of the Authority reporting entity can be divided into two proprietary funds – one for the Housing Authority general operations and one for the two housing projects owned and operated by the Authority.

Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position is improving or deteriorating. Net position is reported in three categories; net position invested in capital assets, net position that is restricted in use, and net position that is unrestricted.

Proprietary Funds. All operations of the Authority have been treated as a business-type activity and accordingly are reported as a proprietary fund. Proprietary funds provide the same type of information as the business-type activity column of the government-wide financial statements, only in more detail. The three statements included for the proprietary fund are the statement of net position, the statement of revenues, expenses and changes in net position, and the statement of cash flows.

The Statement of Net Position presents information on all of the Authority's assets and liabilities, with the difference between the two reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the Authority is improving or deteriorating.

The Statement of Revenues, Expenses and Changes in Net Position presents information showing how the Authority's net position changed during the fiscal year. All changes in new assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are recorded in this statement for some items that will only result in cash flows in future periods.

The Statement of Net Position reports information regarding the cash inflows and outflows of the Authority.

Financial Analysis

Summary Statement of Net Position

	Housing Authority		Housing Projects	
	<u>2023</u>	<u>2023</u>	<u>2023</u>	<u>2022</u>
Assets:				
Current Assets	\$1,491,901	\$1,417,925	\$191,027	\$227,081
Capital Assets	-	-	720,803	716,332
Total Assets	<u>1,491,901</u>	<u>1,417,925</u>	<u>912,010</u>	<u>943,413</u>
Liabilities:				
Current Liabilities	298,847	266,190	96,916	38,364
Noncurrent Liabilities	-	-	17,081	20,622
Total Liabilities	<u>298,847</u>	<u>266,190</u>	<u>113,997</u>	<u>58,986</u>
Net Position:				
Invested in Capital Assets	-	-	700,199	692,256
Temporarily Restricted	371,082	390,324	109,558	131,891
Unrestricted	821,972	761,441	(11,744)	60,820
Total Net Position	<u>\$1,193,054</u>	<u>\$1,151,735</u>	<u>\$798,013</u>	<u>\$884,427</u>

Housing Authority

The overall net position of the Housing Authority increased by \$41,319 during fiscal year 2023, as a result of current operations which saw an increase in Section 8 fraud recovery and additional funding under the HUD CARES act.

The Housing Authority's current assets increased during 2023 by \$73,916 as a result of current year operations.

Current liabilities of the Housing Authority increased during 2023 by \$32,657 due to a reasonable timing difference of expenses incurred and paid.

Housing Projects

Current assets decreased by \$36,054 and current liabilities increased by \$58,552 due to increased property expenses for maintenance and repairs and outstanding amounts on those expenses at year end.

The Housing Projects' capital assets increased by \$4,471 due to current year asset purchases in the amount of \$49,290 less annual depreciation costs of \$44,819 taken on the property.

Noncurrent liabilities decreased \$3,541 due to expected debt service payments on the Sunnyside Village mortgage.

Summary Statement of Revenues, Expenses and Changes in Net Position

	Housing Authority		Housing Projects	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Operating Revenues	\$2,991,518	\$3,172,772	\$204,024	\$210,453
Operating Expenses	<u>2,988,771</u>	<u>3,113,269</u>	<u>288,727</u>	<u>236,716</u>
Operating Income (Loss)	2,747	59,503	(84,703)	(26,263)
Other income (expense)	<u>38,572</u>	<u>3,924</u>	<u>(1,711)</u>	<u>(147)</u>
Change in Net Position	41,319	63,427	(86,414)	(26,410)
Net Position				
Beginning of year	<u>1,151,735</u>	<u>1,088,308</u>	<u>884,427</u>	<u>910,837</u>
End of year	<u>\$1,193,054</u>	<u>\$1,151,735</u>	<u>\$798,013</u>	<u>\$884,427</u>

Housing Authority

It is common for operating revenues and expenses in the Housing Authority to change substantially from year to year. The revenue is dependent on the number of participants in the Section 8 housing program, which resulted in a current year decrease in operating revenues in the amount of \$181,254. Related operating expenses decreased by a \$124,498.

Housing Projects

Operating revenues decreased by \$6,429, as both properties had vacancies throughout the year.

These was an increase of \$52,011 in operating expenses in the current year, primarily relating to an increase in property repairs and maintenance costs.

Capital Asset and Debt Administration

The capital assets in the proprietary fund consist of land, rental apartment buildings and other equipment owned by the Accomack-Northampton Regional Housing Authority for use in two low-income housing projects.

Long-term debt in the proprietary fund is comprised of a mortgage note on the Virginia Street housing project. The original amount of the loan was \$88,000, but has been paid down to \$20,604 as of June 30, 2023.

Economic Factors and Future Outlook

Presently, management of the Authority is not aware of any significant changes in conditions that would have a significant effect on the financial position or results of activity of the Authority in the near future.

Contacting the Authority's Financial Management

This financial report is designed to provide a general overview of the Authority's finances and show the Authority's accountability for the money it receives. If you have questions about this report or need additional information, contact the Director of Finance at 23372 Front Street, Accomac, VA 23301.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
STATEMENT OF NET POSITION
JUNE 30, 2023

	BUSINESS-TYPE ACTIVITIES		
	<u>ENTERPRISE FUNDS</u>		
	<u>HOUSING</u>	<u>HOUSING</u>	
	<u>AUTHORITY</u>	<u>PROJECTS</u>	<u>TOTAL</u>
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 1,195,468	\$ 35,197	\$ 1,230,665
Receivables, net of allowance for doubtful accounts	61,200	13,369	74,569
Prepaid expenses	-	33,083	33,083
Restricted cash and cash equivalents	235,233	109,558	344,791
Total Current Assets	<u>1,491,901</u>	<u>191,207</u>	<u>1,683,108</u>
Capital Assets:			
Property and equipment	-	1,601,720	1,601,720
Less accumulated depreciation	-	(880,917)	(880,917)
Total Capital Assets	<u>-</u>	<u>720,803</u>	<u>720,803</u>
TOTAL ASSETS	<u>\$ 1,491,901</u>	<u>\$ 912,010</u>	<u>\$ 2,403,911</u>
LIABILITIES			
Current Liabilities:			
Accounts payable	\$ 63,614	\$ 80,078	\$ 143,692
Deferred revenue	235,233	739	235,972
Escrow accounts held	-	12,576	12,576
Current portion of mortgage payable	-	3,523	3,523
Total Current Liabilities	<u>298,847</u>	<u>96,916</u>	<u>395,763</u>
Noncurrent Liabilities:			
Mortgage payable	-	17,081	17,081
TOTAL LIABILITIES	<u>298,847</u>	<u>113,997</u>	<u>412,844</u>
NET POSITION			
Net investment in capital assets	-	700,199	700,199
Restricted	371,082	109,558	480,640
Unrestricted	821,972	(11,744)	810,228
TOTAL NET POSITION	<u>\$ 1,193,054</u>	<u>\$ 798,013</u>	<u>\$ 1,991,067</u>

See accompanying notes to financial statements.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2023

	HOUSING AUTHORITY	HOUSING PROJECTS	TOTAL
OPERATING REVENUES			
Federal grant-Section 8 Administration	\$ 2,948,898	\$ 76,716	\$ 3,025,614
Revenue from local sources:			
Rent	-	126,983	126,983
Other	42,620	325	42,945
TOTAL OPERATING REVENUES	2,991,518	204,024	3,195,542
OPERATING EXPENSES			
Administrative			
Manager salaries and taxes	-	17,098	17,098
Property management fees	-	17,877	17,877
Oversight and office	19,247	15,671	34,918
Professional fees	330,630	16,145	346,775
Health insurance	-	18,807	18,807
Telephone	-	-	-
Bad debts	-	2,874	2,874
Total Administrative Expenses	349,877	88,472	438,349
Property expenses			
Rental assistance	2,638,894	-	2,638,894
Depreciation	-	44,819	44,819
Maintenance salary and taxes	-	73,435	73,435
Building and grounds maintenance	-	40,972	40,972
Property taxes and insurance	-	35,532	35,532
Utilities	-	5,497	5,497
Total Property Expenses	2,638,894	200,255	2,839,149
TOTAL OPERATING EXPENSES	2,988,771	288,727	3,277,498
OPERATING INCOME (LOSS)	2,747	(84,703)	(81,956)
NON-OPERATING REVENUES (EXPENSES)			
Interest income	38,572	4,533	43,105
Bad debts	-	(5,813)	(5,813)
Interest expense	-	(431)	(431)
TOTAL NON-OPERATING REVENUES (EXPENSES)	38,572	(1,711)	36,861
CHANGE IN NET POSITION	41,319	(86,414)	(45,095)
NET POSITION BEGINNING OF YEAR	1,151,735	884,427	2,036,162
NET POSITION END OF YEAR	\$ 1,193,054	\$ 798,013	\$ 1,991,067

See accompanying notes to financial statements.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

	HOUSING AUTHORITY	HOUSING PROJECTS	TOTAL
Cash Flows from Operating Activities			
Received from customers	\$ 2,947,918	193,722	\$3,141,640
Paid to suppliers for goods and services	<u>(2,956,114)</u>	<u>(186,787)</u>	<u>(3,142,901)</u>
Net Cash Flows from Operating Activities	<u>(8,196)</u>	<u>6,935</u>	<u>(1,261)</u>
Cash Flows from Investing Activities			
Interest income	<u>38,572</u>	<u>4,533</u>	<u>43,105</u>
Net Cash Flows from Investing Activities	<u>38,572</u>	<u>4,533</u>	<u>43,105</u>
Cash Flows from Capital and Related Financing Activities			
Interest paid	-	(431)	(431)
Principal paid on mortgage payable	-	(3,472)	(3,472)
Purchases of property and equipment	<u>-</u>	<u>(49,290)</u>	<u>(49,290)</u>
Net Cash Flows from Capital and Related Financing Activities	<u>-</u>	<u>(53,193)</u>	<u>(53,193)</u>
Net Change in Cash and Cash Equivalents	30,376	(41,725)	(11,349)
Cash and Cash Equivalents - Beginning of Year	<u>1,400,325</u>	<u>186,480</u>	<u>1,586,805</u>
Cash and Cash Equivalents - End of Year	<u>1,430,701</u>	<u>144,755</u>	<u>1,575,456</u>
Reconciliation of Operating Income to Net Cash Flows from Operating Activities			
Operating Income (Loss)	\$ 2,747	\$ (84,703)	\$ (81,956)
Depreciation	-	44,819	44,819
Bad debts	-	(5,813)	(5,813)
Changes in Assets and Liabilities			
Accounts receivable	(43,600)	(4,691)	(48,291)
Prepaid expenses	-	(1,160)	(1,160)
Accounts payable	29,664	58,923	88,587
Escrow accounts held	-	(642)	(642)
Deferred revenue	<u>2,993</u>	<u>202</u>	<u>3,195</u>
Net Cash Flows from Operating Activities	<u><u>\$ (8,196)</u></u>	<u><u>\$ 6,935</u></u>	<u><u>\$ (1,261)</u></u>

See accompanying notes to financial statements.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Accomack-Northampton Regional Housing Authority (the “Authority”) have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) and the Auditor of Public Accounts (APA) of the Commonwealth of Virginia are the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of these accounting policies are described below.

A. Reporting Entity

The Authority is governed by a Commission appointed by the Accomack County Board of Supervisors and the Northampton County Board of Supervisors. Certain administrative and other functions are contracted by the Authority with the Accomack-Northampton Planning District Commission to assist with the management of the Authority.

Because each County created the Authority as a public body corporate and politic, neither County appoints a voting majority of the Authority’s Commission, and neither County provides funding upon which the Authority is fiscally dependent, the financial statements of the Authority are not included in the financial statements of the County of Accomack, Virginia, nor the County of Northampton, Virginia, in accordance with Governmental Accounting Standards Board Statement No. 14, “The Financial Reporting Entity”.

B. Financial Statement Presentation

The Authority’s resources are allocated to, and accounted for, in two funds classified as Enterprise Funds. The Enterprise Funds are accounted for on a cost of services or “capital maintenance” measurement focus. This means that assets, deferred outflows or resources, and liabilities (whether current or non-current) are included in the statement of net position. The reported fund equity (net total position) is segregated into net investment in capital assets and restricted and unrestricted net position. The Enterprise Fund type operating statement presents increases (revenues) and decreases (expenses) in net total position. Enterprise Funds are used to account for operations: (a) 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 and amortization) of providing goods or 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.

The Authority is required to report information regarding its financial position and activities according to three classes of net assets; unrestricted, temporarily restricted and permanently restricted. The Authority has no permanently restricted net assets.

The two housing projects owned and operated by the Authority are shown in the combining statements for the housing projects enterprise fund.

C. Basis of Accounting

The Commission accounts for its Housing Authority and Housing Project operations as separate proprietary funds, using the accrual basis of accounting. Under the accrual method, revenues are recognized in the accounting period in which they are earned, while expenses are recognized in the accounting period in which the related liability is incurred.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits as well as short-term, highly liquid investments with a maturity date within three months of the date acquired by the Authority.

The entire bank balance was covered by federal depository insurance or collateralized in accordance with the Virginia Security for Public Deposits Act. Under the Act, banks holding public deposits in excess of the amounts insured by the FDIC must pledge collateral in the amount of 50% of excess deposits to a collateral pool in the name of the State Treasury Board. Savings and loan institutions are required to collateralize 100% of deposits in excess of FSLIC limits. That State Treasury Board is responsible for monitoring compliance by banks and savings and loans. No balances were uninsured or uncollateralized in banks or savings and loans not qualifying under the Act as of June 30, 2023.

Deposits are carried at cost, which approximates fair value. At year-end, the carrying value of the Authority's balance with banks and savings institutions was \$386,892 and the bank balances were \$406,169, while the housing projects had a carrying value with banks and savings institutions of \$44,316 and the bank balances were \$45,067.

E. Investments

State statutes authorize the Authority to invest in obligations of the U.S. Treasury, agencies and instrumentalities, repurchase agreements, certificates of deposit or time deposits insured by the FDIC, and the local government investment pool.

Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Net investment income consists of realized and unrealized appreciation (depreciation) in the fair value of investments, and interest income earned. Realized gains and losses on the sale of investments are recognized on the specific identification basis to determine the cost basis of the investments sold.

Investments in 2a7-like pools are valued based on the value of pool shares. The Authority invests in a 2a7-like pool, the Local Government Investment Pool, managed by the Virginia Department of Treasury. Permitted investments in the pool include U.S. government obligations, repurchase agreements, certificates of deposit, banker's acceptances, commercial paper, short-term corporate notes, and short-term taxable municipal obligations. The investment pool has not been assigned a risk category since the Authority is not issued securities, but rather owns an undivided interest in the assets of the pool. The Authority's balance in the investment pool was \$1,043,810 and the housing projects' balance was \$69,444 at June 30, 2023.

The value of the position in the external investment pool (Local Government Investment Pool) is the same as the value of the pool shares. As LGIP is not SEC registered, regulatory oversight of the pool rests with the Virginia State Treasury. LGIP is an amortized cost basis portfolio under the provisions of GASB Statement No. 79. There are no withdrawal limitations or restrictions imposed on participants. These investments are exposed to various risks such as changes in market conditions and credit ratings. The Authority minimizes its potential exposure to such risks through diversification of its investment portfolio.

F. Concentration of Credit Risk

Financial instruments that potentially expose the Authority to concentration of credit risk consist primarily of cash and cash equivalents and investments. Cash equivalents are maintained at high-quality financial institutions, and credit exposure is limited at any one institution. The Authority maintains its cash in various bank deposits accounts which, at times, may exceed federally insured limits. The Authority has not experienced any losses in such accounts

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Statement of Cash Flows

For purposes of the statement of cash flows, the Authority considers all highly liquid investments with an initial maturity of six months or less to be cash equivalents.

H. Accounts Receivable

Accounts receivable represents amounts due primarily from governmental agencies and other customers for services rendered by the Authority. The Authority classifies all accounts receivable as current assets, and provides an allowance for doubtful accounts based upon a review of outstanding receivables, historical collection information, and existing economic conditions. Accounts deemed uncollectible are charged off based on credit evaluation and specific circumstances of the parties involved. All receivables are deemed collectible as of June 30, 2023. Bad debt expense was \$5,813 for the year ended June 30, 2023.

I. Deferred Revenue

The Authority records revenue when services have been provided and payment is due. Program income received from various projects are required to be utilized for future projects and therefore are shown as deferred revenue. In subsequent periods, when both revenue recognition criteria are met, or when the Authority has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and revenue is recognized.

J. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

K. Restricted Resources

Sometimes the Authority funds outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the financial statements, a flow assumption must be made about the order in which they are considered to be applied. It is the Authority's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

L. Advertising Costs

Advertising costs are expensed as incurred.

NOTE 2 – RESTRICTED CASH

The Authority maintains the Sunnyside Village Tenant Assistance Fund account established in 1999 to hold funds set aside for specific purposes as part of the requirements set forth by the Virginia Housing Partnership Revolving Fund – HOME Fund loan/grant. The balance as of June 30, 2023 is \$235,233, which is reported in the General Fund.

The Authority is also required to maintain reserve funds for replacement and repairs for various low-income housing properties operated by the Authority under several federal programs. The balances in these accounts totaled \$109,558 as of June 30, 2023.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 3 – CAPITAL ASSETS

Purchased capital assets are stated at cost for all items with an initial cost greater than \$1,000. Donated property is recorded at the market value prevailing at date of donation. Maintenance and repairs are charged to earnings. Depreciation for fixed assets has been provided over the following estimated useful lives using the straight-line method:

Streets, water and sewer	25 years
Buildings and improvements	35 – 40 years
Equipment	5 – 7 years

The following is a summary of changes in capital assets:

	Balance June 30, 2022	Additions (Deletions)	Balance June 30, 2023
<u>Virginia Street</u>			
Land	\$ 45,970	\$ -	\$ 45,970
Buildings	283,213	-	283,213
Furniture and fixtures	40,807	2,400	43,207
Accumulated depreciation	(254,655)	(11,441)	(266,096)
Net fixed assets	\$ 115,335	\$ (9,041)	\$ 106,294
<u>Sunnyside Village</u>			
Land	\$ 116,366	\$ -	\$ 116,366
Buildings	1,020,149	-	1,020,149
Furniture and fixtures	45,925	46,890	92,815
Accumulated depreciation	(581,443)	(33,378)	(614,821)
Net Fixed Assets	\$ 600,997	\$ 13,512	\$ 614,509
Net General Fixed Assets	\$ 716,332	\$ 4,471	\$ 720,803

NOTE 4 – MORTGAGE LOANS

Under the Sunnyside Village Project, the Authority obtained financing from the Virginia Housing Partnership Revolving Fund by way of a H.O.M.E. loan (the “deferred loan”) to finance the construction of the housing units, and a mortgage loan for the financing of the remaining start up and construction costs.

Virginia Housing Development Authority – bearing interest at 2%, payable in monthly installments of \$325 until maturity in 2029, secured by Sunnyside Village Project.

\$20,604

Details of changes in long-term debt of the Authority are as follows:

Balance at July 1, 2022	\$24,076
Principal repaid	(3,472)
Balance at June 30, 2023	<u>\$20,604</u>

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 4 – MORTGAGE LOANS (Continued)

The annual requirement to amortize long-term debt, applicable to the mortgages described above is as follows:

<u>Years Ending June 30,</u>	
2024	\$ 3,523
2025	3,594
2026	3,667
2027	3,741
2028	3,816
Thereafter	<u>2,263</u>
Total	<u>\$20,604</u>

NOTE 5 – COMMITMENTS AND CONTINGENCIES

On July 1, 2003, the Authority refinanced the loan used for the construction of additional housing units at the Sunnyside property with the Virginia Housing Development Authority. The loan is non-interest bearing, and is payable in full on July 1, 2023. Under terms of the loan agreement, at the end of the loan term, the loan may be forgiven if certain conditions have been met, including the continuing use of the property as low-income housing. Because it is the Authority's intention to maintain the use of this property for that purpose, the loan in the amount of \$450,000 has not been included on the statement of net position.

NOTE 6 – RELATED PARTY AGREEMENT

The Authority has entered into an agreement with the Accomack-Northampton Planning District Commission (ANPDC) to provide staffing and other assistance with the management of the Authority. The ANPDC provides oversight of the Authority's properties based on an approved annual budget amount. The amount paid to ANPDC for the year ended June 30, 2023, was \$293,928, including \$63,614 due to ANPDC as of June 30, 2023.

NOTE 7 – INVESTMENT IN ONANCOCK SQUARE, LIMITED PARTNERSHIP

The Authority is the general partner in the Onancock Square Limited Partnership. This partnership was established in March 2005 as a low-income tax credit project to obtain, renovate and maintain a low-income housing project in Onancock, Virginia. The Authority's ownership percentage in this project is .01%. The Authority has adopted the fair value method of accounting for its investment. As of June 30, 2023, there is deemed to be no value for this investment.

NOTE 8 – INVESTMENT IN CRISPUS ATTUCKS, LLC

On March 5, 2007 the Authority, along with the New Road Community Development Group of Exmore, established the Crispus Attucks, LLC. The purpose of the LLC is to acquire, redevelop, own and operate a multifamily housing project in Northampton County, Virginia. The Authority's ownership percentage in this project is .008%. The Authority has adopted the fair value method of accounting for its investment. As of June 30, 2023, there is deemed to be no value for this investment.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 9 – INVESTMENT IN MILL RUN, LLC

The Authority is the managing member of Mill Run, LLC. The LLC was created in July 2011 to acquire, redevelop, own and operate a multifamily housing project in Accomack County, Virginia. As part of the operating agreement to rehabilitate the existing facilities and to build additional low-income housing units, the Authority was required to contribute the land and building which had a book value of \$567,276 and a fair market value of \$710,400. The Authority's ownership percentage in this project is .009%. The Authority has adopted the fair value method of accounting for its investment. As of June 30, 2023, there is deemed to be no value for this investment.

NOTE 10 – INVESTMENT IN WILLIAM HUGHES APARTMENTS, LLC

The Authority is the managing member of William Hughes Apartments, LLC. The LLC was created in March 2013 to acquire, redevelop, own and operate a multifamily housing project in Accomack County, Virginia. As part of the operating agreement to rehabilitate the existing facilities and to build additional low-income housing units, the Authority was required to contribute the land and building which had a book value of \$969,757 and related debt of \$1,001,857. The Authority's ownership percentage in this project is .009%. The Authority has adopted the fair value method of accounting for its investment. As of June 30, 2023, there is deemed to be no value for this investment.

NOTE 11 – EVALUATION OF SUBSEQUENT EVENTS

The Authority has evaluated subsequent events through November 29, 2023, the date the financial statements were available for distribution.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
COMBINING STATEMENT OF NET POSITION
ENTERPRISE FUNDS - HOUSING PROJECTS
JUNE 30, 2023

	VIRGINIA STREET	SUNNYSIDE VILLAGE	TOTAL
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 14,120	\$ 21,077	\$ 35,197
Accounts receivable	710	12,659	13,369
Prepaid expenses	3,209	29,874	33,083
Restricted cash and cash equivalents	60,066	49,492	109,558
Total Current Assets	<u>78,105</u>	<u>113,102</u>	<u>191,207</u>
Capital Assets:			
Property and equipment	372,390	1,229,330	1,601,720
Less accumulated depreciation	<u>(266,096)</u>	<u>(614,821)</u>	<u>(880,917)</u>
Total Capital Assets	<u>106,294</u>	<u>614,509</u>	<u>720,803</u>
TOTAL ASSETS	<u>\$ 184,399</u>	<u>\$ 727,611</u>	<u>\$ 912,010</u>
LIABILITIES			
Current Liabilities:			
Accounts payable	\$ 12,574	\$ 67,504	\$ 80,078
Escrow accounts held	3,334	9,242	12,576
Deferred revenue	31	708	739
Current portion of mortgages payable	-	3,523	3,523
Total Current Liabilities	<u>15,939</u>	<u>80,977</u>	<u>96,916</u>
Noncurrent Liabilities:			
Mortgages payable	<u>-</u>	<u>17,081</u>	<u>17,081</u>
TOTAL LIABILITIES	<u>15,939</u>	<u>98,058</u>	<u>113,997</u>
NET POSITION			
Net investment in capital assets	106,294	593,905	700,199
Restricted	60,066	49,492	109,558
Unrestricted	<u>2,100</u>	<u>(13,844)</u>	<u>(11,744)</u>
TOTAL NET POSITION	<u>\$ 168,460</u>	<u>\$ 629,553</u>	<u>\$ 798,013</u>

See accompanying notes to financial statements.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN NET POSITION
ENTERPRISE FUNDS - HOUSING PROJECTS
FOR THE YEAR ENDED JUNE 30, 2023

	VIRGINIA STREET	SUNNYSIDE VILLAGE	TOTAL
OPERATING REVENUES			
Federal grants - Section 8 rental assistance	\$ 22,830	\$ 53,886	\$ 76,716
Revenue from local sources:			
Rent	36,090	90,893	126,983
Other	110	215	325
TOTAL OPERATING REVENUES	59,030	144,994	204,024
OPERATING EXPENSES			
Administrative			
Oversight and office	11,267	5,831	17,098
Manager salary and taxes	7,647	10,230	17,877
Property management fees	4,878	10,793	15,671
Health insurance	2,380	13,765	16,145
Professional fees	8,120	10,687	18,807
Telephone	97	2,777	2,874
Total Administrative Expenses	34,389	54,083	88,472
Property rent and maintenance			
Depreciation	11,441	33,378	44,819
Building and grounds maintenance	21,131	52,304	73,435
Property taxes and insurance	8,304	32,668	40,972
Maintenance salaries and taxes	8,866	26,666	35,532
Utilities	483	5,014	5,497
Total Property Expenses	50,225	150,030	200,255
TOTAL OPERATING EXPENSES	84,614	204,113	288,727
OPERATING INCOME (LOSS)	(25,584)	(59,119)	(84,703)
NON-OPERATING REVENUES (EXPENSES)			
Interest income	1,992	2,541	4,533
Bad debt	-	(5,813)	(5,813)
Interest expense	-	(431)	(431)
TOTAL NON-OPERATING REVENUES (EXPENSES)	1,992	(3,703)	(1,711)
CHANGE IN NET POSITION	(23,592)	(62,822)	(86,414)
NET POSITION BEGINNING OF YEAR	192,052	692,375	884,427
NET POSITION END OF YEAR	\$ 168,460	\$ 629,553	\$ 798,013

See accompanying notes to financial statements.

ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>FEDERAL</u> <u>CFDA</u> <u>NUMBER</u>	<u>FEDERAL</u> <u>EXPENDITURES</u>
Major Program		
Department of Housing and Urban Development		
Section 8 Rental Assistance	14.871	\$ 3,025,614
Other Federal Awards		
Department of Housing and Urban		
Development passed through - Virginia		
Multi-Family Program H.O.M.E. Funds		
Outstanding loan balance-Sunnyside Village II	14.239	450,000
Total Federal Awards		\$ 3,475,614

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Accomack-Northampton Regional Housing Authority for the year ended June 30, 2023. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Authority, it is not intended to, and does not, present the financial position, change in net position or cash flows of the Authority.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 - INDIRECT COST RATE

The Accomack-Northampton Regional Housing Authority has elected not to use the 10% de minimus indirect cost rate allowed under the Uniform Guidance.

See accompanying notes to financial statements.

Dunham, Aukamp & Rhodes, PLC

Certified Public Accountants

4443 Brookfield Corporate Drive, Suite 110
Chantilly, VA 20151

INDEPENDENT AUDITOR'S 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

To the Commissioners
Accomack-Northampton Regional Housing Authority
Accomac, VA

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 and the *Specifications for Audits of Authorities, Boards, and Commissions*, the financial statements of the business-type activities, and the aggregate remaining fund information of the Accomack-Northampton Regional Housing Authority as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Accomack-Northampton Regional Housing Authority's basic financial statements, and have issued our report thereon dated November 29, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Accomack-Northampton Regional Housing Authority's internal control over financial reporting to determine the audit procedures that are appropriate in circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Accomack-Northampton Regional Housing Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of Accomack-Northampton Regional Housing Authority'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 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 over financial reporting 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Accomack-Northampton Regional Housing Authority's financial statements are free from 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.



Certified Public Accountants
Chantilly, Virginia

November 29, 2023

Dunham, Aukamp & Rhodes, PLC

Certified Public Accountants

4443 Brookfield Corporate Drive, Suite 110
Chantilly, VA 20151

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

To the Commissioners
Accomack-Northampton Regional Housing Authority
Accomac, VA

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Accomack-Northampton Regional Housing Authority's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Accomack-Northampton Regional Housing Authority's major federal programs for the year ended June 30, 2023. Accomack-Northampton Regional Housing Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Accomack-Northampton Regional Housing Authority complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Accomack-Northampton Regional Housing Authority and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Accomack-Northampton Regional Housing Authority's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Accomack-Northampton Regional Housing Authority's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Accomack-Northampton Regional Housing Authority's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Accomack-Northampton Regional Housing Authority's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Accomack-Northampton Regional Housing Authority's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Accomack-Northampton Regional Housing Authority's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 Accomack-Northampton Regional Housing Authority's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.


Certified Public Accountants
Chantilly, Virginia

November 29, 2023

**ACCOMACK-NORTHAMPTON REGIONAL HOUSING AUTHORITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

Section I – Summary of Auditor’s Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting

- Material weakness(es) identified

___ Yes

X No

- Significant deficiency(ies) identified

___ Yes

X None reported

Noncompliance material to financial statements noted?

___ Yes

X No

Federal Awards

Internal control over major program:

- Material weakness(es) identified

___ Yes

X No

- Significant deficiency(ies) identified

___ Yes

X None reported

Type of auditor’s report issued on compliance for major federal award program:

Unmodified

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

___ Yes

X No

Identification of major program

CFDA Number

Name of Federal Program or Cluster

14.871

Section 8 Voucher Program

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

None

Section III – Federal Award Findings

None