

STATE OF MINNESOTA

Office of the State Auditor



Patricia Anderson
State Auditor

FINANCIAL DATA SCHEDULE

**FARIBAULT HOUSING
AND REDEVELOPMENT AUTHORITY
FARIBAULT, MINNESOTA**

YEAR ENDED DECEMBER 31, 2005

Description of the Office of the State Auditor

The Office of the State Auditor serves as a watchdog for Minnesota taxpayers by helping to ensure financial integrity, accountability, and cost-effectiveness in local governments throughout the state.

Through financial, compliance, and special audits, the State Auditor oversees and ensures that local government funds are used for the purposes intended by law and that local governments hold themselves to the highest standards of financial accountability.

The State Auditor performs approximately 250 financial and compliance audits per year and has oversight responsibilities for over 4,300 local units of government throughout the state. The office currently maintains five divisions:

Audit Practice - conducts financial and legal compliance audits for local governments;

Government Information - collects and analyzes financial information for cities, towns, counties, and special districts;

Legal/Special Investigations - provides legal analysis and counsel to the Office and responds to outside inquiries about Minnesota local government law; as well as investigates allegations of misfeasance, malfeasance, and nonfeasance in local government;

Pension - monitors investment, financial, and actuarial reporting for over 700 public pension funds; and

Tax Increment Financing, Investment and Finance - promotes compliance and accountability in local governments' use of tax increment financing through financial and compliance audits.

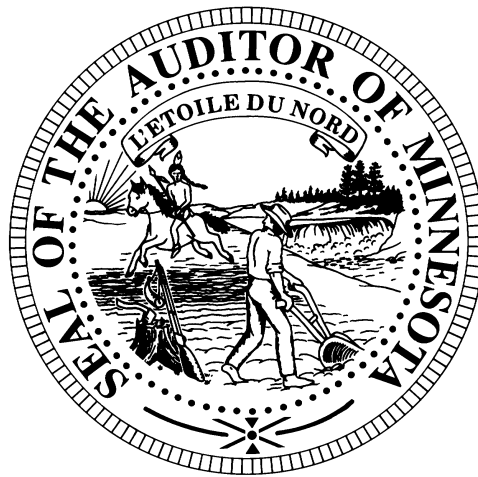
The State Auditor serves on the State Executive Council, State Board of Investment, Land Exchange Board, Public Employee's Retirement Association Board, Minnesota Housing Finance Agency, and the Rural Finance Authority Board.

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**FARIBAULT HOUSING
AND REDEVELOPMENT AUTHORITY
FARIBAULT, MINNESOTA**

Year Ended December 31, 2005



FINANCIAL DATA SCHEDULE

**Audit Practice Division
Office of the State Auditor
State of Minnesota**

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**FARIBAULT HOUSING AND REDEVELOPMENT AUTHORITY
FARIBAULT, MINNESOTA**

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PATRICIA ANDERSON
STATE AUDITOR

INDEPENDENT AUDITOR'S REPORT

Board Members
Faribault Housing and Redevelopment Authority

We have audited the financial statements of the City of Faribault, including the Housing and Redevelopment Authority (HRA) as a discretely presented component unit, as of and for the year ended December 31, 2005, and have issued our report thereon dated August 11, 2006. The financial statements are the responsibility of the City of Faribault's management. Our responsibility is to express opinions on these financial statements based on our audit.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the City of Faribault's basic financial statements, including the HRA as a discretely presented component unit, taken as a whole. The accompanying Financial Data Schedule is presented for purposes of additional analysis as required by the U.S. Department of Housing and Urban Development (HUD) Real Estate Assessment Center (REAC) and is not a required part of the basic financial statements. Information on the Financial Data Schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of management and the Board of the Faribault HRA and HUD REAC and is not intended to be, and should not be, used by anyone other than those specified parties.

/s/Pat Anderson

PATRICIA ANDERSON
STATE AUDITOR

/s/Greg Hierlinger

GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

End of Fieldwork: August 11, 2006

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FINANCIAL DATA SCHEDULE

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**CITY OF FARIBAULT HOUSING AND REDEVELOPMENT AUTHORITY
FARIBAULT, MINNESOTA**

Schedule 1

**FINANCIAL DATA SCHEDULE
YEAR ENDED DECEMBER 31, 2005**

Line Item #	Account Description	Low Rent Public Housing Operating Subsidy 14.850	Public Housing Capital Fund Program 14.872	MURL Loan Program 14.239	State and Local	Grand Total
<u>Assets</u>						
Current Assets						
Cash						
111	Cash - unrestricted	594,403	-	212,809	370,452	1,177,664
112	Cash - restricted - modernization and development	-	-	-	-	-
113	Cash - other restricted	-	-	-	604,084	604,084
114	Cash - tenant security deposits	16,186	-	-	-	16,186
100	Total cash	610,589	-	212,809	974,536	1,797,934
Receivables						
121	Accounts receivable - PHA projects	-	-	-	-	-
122	Accounts receivable - HUD other projects	-	-	-	-	-
124	Accounts receivable - other government	-	-	-	3,508	3,508
125	Accounts receivable - miscellaneous	19,516	-	-	8,293	27,809
126	Accounts receivable - tenants - dwelling rents	7,418	-	-	-	7,418
126.1	Allowance for doubtful accounts - dwelling rents	(3,709)	-	-	-	(3,709)
126.2	Allowance for doubtful accounts - other	(17,803)	-	-	(6,650)	(24,453)
127	Notes, loans, and mortgages receivable - current	-	-	32,712	-	32,712
128	Fraud recovery	-	-	-	-	-
128.1	Allowance for doubtful accounts - fraud	-	-	-	-	-
129	Accrued interest receivable	4,546	-	-	4,135	8,681
120	Total receivables, net of allowances for doubtful accounts	9,968	-	32,712	9,286	51,966
131	Investments - unrestricted	-	-	-	-	-
132	Investments - restricted	-	-	-	-	-
142	Prepaid expenses and other assets	-	-	-	320	320
143	Inventories	-	-	-	-	-
143.1	Allowance for obsolete inventories	-	-	-	-	-
144	Interprogram due from	-	-	-	-	-
150	Total current assets	620,557	-	245,521	984,142	1,850,220
Noncurrent Assets						
Fixed assets						
161	Land	570,396	-	-	302,037	872,433
162	Buildings	3,238,004	-	-	2,910,749	6,148,753
163	Furniture, equipment, and machinery - dwellings	33,474	-	-	-	33,474
164	Furniture, equipment, and machinery - administration	15,429	-	-	-	15,429
165	Leasehold improvements	-	-	-	-	-
166	Accumulated depreciation	(872,785)	-	-	(742,332)	(1,615,117)
160	Total fixed assets, net of accumulated depreciation	2,984,518	-	-	2,470,454	5,454,972
171	Notes, loans, and mortgages receivable - noncurrent	-	-	770,104	99,707	869,811
180	Total noncurrent assets	2,984,518	-	770,104	2,570,161	6,324,783
190	Total Assets	3,605,075	-	1,015,625	3,554,303	8,175,003

**CITY OF FARIBAULT HOUSING AND REDEVELOPMENT AUTHORITY
FARIBAULT, MINNESOTA**

Schedule 1
(Continued)

**FINANCIAL DATA SCHEDULE
YEAR ENDED DECEMBER 31, 2005**

Line Item #	Account Description	Low Rent Public Housing Operating Subsidy 14.850	Public Housing Capital Fund Program 14.872	MURL Loan Program 14.239	State and Local	Grand Total
<u>Liabilities and Equity/Net Assets</u>						
Liabilities						
Current liabilities						
311	Bank overdraft	-	-	-	-	-
312	Accounts payable <= 90 days	7,054	-	-	8,911	15,965
313	Accounts payable > 90 days past due	-	-	-	-	-
321	Accrued wage/payroll taxes payable	-	-	-	-	-
322	Accrued compensated absences	-	-	-	-	-
324	Accrued contingency liability	-	-	-	-	-
325	Accrued interest payable	-	-	-	67,313	67,313
331	Accounts payable - HUD PHA programs	-	-	-	-	-
332	Accounts payable - PHA projects	-	-	-	-	-
333	Accounts payable - other governments	-	-	-	20,513	20,513
341	Tenant security deposits	15,593	-	-	-	15,593
342	Deferred revenues	1,845	-	-	1,499	3,344
343	Current portion of long-term debt - capital projects	-	-	-	75,000	75,000
344	Current portion of long-term debt - operating borrowings	-	-	-	-	-
345	Other current liabilities	4,855	-	4,502	-	9,357
346	Accrued liabilities - other	-	-	-	22,045	22,045
347	Interprogram (due to)	-	-	-	-	-
348	Loan liability - current	-	-	-	-	-
310	Total current liabilities	29,347	-	4,502	195,281	229,130
Noncurrent liabilities						
351	Long-term debt, net of current - capital projects	-	-	-	3,065,000	3,065,000
352	Long-term debt, net of current - operating borrowings	-	-	-	-	-
353	Noncurrent liabilities - other	-	-	-	-	-
355	Loan Liability - Non Current	-	-	-	160,783	160,783
350	Total noncurrent liabilities	-	-	-	3,225,783	3,225,783
300	Total Liabilities	29,347	-	4,502	3,421,064	3,454,913
Equity/Net Assets						
508.1	Invested in Capital Assets, Net of Related Debt	2,984,518	-	-	(669,546)	2,314,972
511.1	Restricted net assets	591,210	-	1,011,123	731,872	2,334,205
512.1	Unrestricted net assets	-	-	-	70,913	70,913
513	Total Equity/Net Assets	3,575,728	-	1,011,123	133,239	4,720,090
600	Total Liabilities and Equity/Net Assets	3,605,075	-	1,015,625	3,554,303	8,175,003

**CITY OF FARIBAULT HOUSING AND REDEVELOPMENT AUTHORITY
FARIBAULT, MINNESOTA**

Schedule 1
(Continued)

**FINANCIAL DATA SCHEDULE
YEAR ENDED DECEMBER 31, 2005**

Line Item #	Account Description	Low Rent Public Housing Operating Subsidy 14.850	Public Housing Capital Fund Program 14.872	MURL Loan Program 14.239	State and Local	Grand Total
Revenues						
703	Net Tenant Rental Revenue	101,425	-	-	477,031	578,456
705	Total Tenant Revenue	101,425	-	-	477,031	578,456
706	HUD PHA operating grants	127,979	54,563	-	-	182,542
708	Other government grants	-	-	85,000	114,998	199,998
711	Investment income - unrestricted	15,079	-	-	13,712	28,791
712	Mortgage interest income	-	-	-	-	-
714	Fraud recovery	-	-	-	-	-
715	Other revenue	10,801	-	30,298	286,922	328,021
716	Gain or loss on the sale of fixed assets	-	-	-	4,204	4,204
720	Investment income - restricted	-	-	-	18,458	18,458
700	Total Revenue	255,284	54,563	115,298	915,325	1,340,470
Expenses						
Administrative						
911	Administrative salaries	-	-	-	-	-
912	Auditing fees	4,808	-	-	93	4,901
913	Outside management fees	86,982	-	2,479	233,355	322,816
914	Compensated absences	-	-	-	-	-
915	Employee benefit contributions - administrative	-	-	-	-	-
916	Other operating - administrative	5,335	-	5,522	23,944	34,801
Tenant services						
921	Tenant services - salaries	-	-	-	-	-
922	Relocation costs	-	-	-	-	-
923	Employee benefit contributions - tenant services	-	-	-	-	-
924	Tenant services - other	-	-	-	-	-
Utilities						
931	Water	981	-	13	4,732	5,726
932	Electricity	846	-	327	11,034	12,207
933	Gas	1,302	-	441	18,185	19,928
934	Fuel	-	-	-	-	-
935	Labor	-	-	-	-	-
937	Employee benefit contributions - utilities	-	-	-	-	-
938	Other utilities expense	1,191	-	32	7,939	9,162
Ordinary maintenance and operation						
941	Ordinary maintenance and operation - labor	-	-	-	-	-
942	Ordinary maintenance and operation - materials and other	16,723	-	459	14,221	31,403
943	Ordinary maintenance and operation - contract costs	76,486	-	-	61,869	138,355
945	Employee benefit contributions - ordinary maintenance	-	-	-	-	-
Protective services						
951	Protective services - labor	-	-	-	-	-
952	Protective services - other contract costs	-	-	-	-	-
953	Protective services - other	-	-	-	-	-
955	Employee benefit contributions - protective services	-	-	-	-	-

**CITY OF FARIBAULT HOUSING AND REDEVELOPMENT AUTHORITY
FARIBAULT, MINNESOTA**

*Schedule 1
(Continued)*

**FINANCIAL DATA SCHEDULE
YEAR ENDED DECEMBER 31, 2005**

Line Item #	Account Description	Low Rent Public Housing Operating Subsidy 14.850	Public Housing Capital Fund Program 14.872	MURL Loan Program 14.239	State and Local	Grand Total
	General					
961	Insurance premiums	16,772	-	-	16,691	33,463
962	Other general expenses	3,790	-	105,636	99,125	208,551
963	Payments in lieu of taxes	4,855	-	-	20,513	25,368
964	Bad debt - tenant rents	-	-	-	-	-
965	Bad debt - mortgages	-	-	-	-	-
966	Bad debt - other	-	-	-	-	-
967	Interest expenses	623	-	-	173,155	173,778
968	Severance expenses	-	-	-	-	-
969	Total Operating Expenses	220,694	-	114,909	684,856	1,020,459
970	Excess Operating Revenue Over Operating Expenses	34,590	54,563	389	230,469	320,011
971	Extraordinary maintenance	37,266	-	-	36,482	73,748
972	Casualty losses - noncapitalized	-	-	-	-	-
973	Housing assistance payments	-	-	-	-	-
974	Depreciation	73,506	-	-	61,728	135,234
975	Fraud losses	-	-	-	-	-
900	Total Expenses	331,466	-	114,909	783,066	1,229,441
	Other Financing Sources (Uses)					
1001	Transfers in	54,563	-	-	9,350	63,913
1002	Transfers out	-	(54,563)	-	(9,350)	(63,913)
1003	Transfers from primary government	-	-	-	-	-
1004	Transfers from component unit	-	-	-	-	-
1005	Proceeds from notes, loans, and bonds	-	-	-	-	-
1006	Proceeds from property sales	-	-	-	-	-
1010	Total Other Financing Sources (Uses)	54,563	(54,563)	-	-	-
1000	Excess (Deficiency) of Operating Revenue Over (Under) Expenses	(21,619)	-	389	132,259	111,029
	Memo account information					
1101	Capital outlays - enterprise funds	-	-	-	-	-
1102	Debt principal payments - enterprise funds	-	-	-	-	-
1103	Beginning equity	3,597,347	-	1,010,734	980	4,609,061
1104	Prior period adjustments - equity transfer	-	-	-	-	-
1105	Changes in compensated absence liability balance	-	-	-	-	-
1106	Changes in self-insurance liability balance	-	-	-	-	-
1107	Changes in unrecognized pension transition liability	-	-	-	-	-
1108	Changes in special term/severance benefits liability	-	-	-	-	-
1109	Changes in allowance for doubtful accounts - dwelling rents (126.1)	-	-	-	-	-
1110	Changes in allowance for doubtful accounts - other (126.2)	-	-	-	-	-
1112	Depreciation "add back"	-	-	-	-	-
1113	Maximum annual contributions commitment (per ACC)	-	-	-	-	-
1114	Prorata maximum annual contributions applicable to a period of less than twelve months	-	-	-	-	-
1115	Contingency reserve, ACC program reserve	-	-	-	-	-
1116	Total annual contributions available	-	-	-	-	-
1120	Unit Months Available	588	-	-	-	588
1121	Number of unit months leased	550	-	-	-	550
	Equity Roll-Forward Check	3,575,728	-	1,011,123	133,239	4,720,090