



# City of Greensboro

Date: September 9, 2002  
To: Ed Kitchen, City Manager  
From: Internal Audit  
Subject: City of High Point – Federal HOME Funds

The Internal Audit Division has performed a program and compliance audit on the HOME Funds Program Income generated by the City of High Point's Housing and Community Development Department. Under the Joint Cooperative Agreement Greensboro / Guilford / High Point / Burlington / Alamance Housing Consortium; the City of Greensboro is the lead entity and is held accountable by the Department of Housing and Urban Development for Federal HOME Funds received by the Consortium.

We sampled program income revenues and expenditures incurred with the use of HOME Funds for the fiscal years ended 1997, 1998, 1999, 2000 and 2001. These funds are appropriated to help promote affordable housing and community development for qualified individuals and families. Also any income generated with the use of these funds is to be used by the respective entities for qualified projects before any new funds are drawn.

During the years ended 1997, 1998, 1999 and 2000, the City of High Point did not report any program income to the City of Greensboro, nor did our Housing & Community Development Department monitor these funds. These two situations were corrected in 2001. Based on our review, it appears that the funds have been spent according to the terms of the agreement with no exceptions noted.

We would like to thank Mr. Clarence Grier, CPA, Accounting Manager; Mr. Garret Bolden, Accountant III; Mr. Barry Kitley, Redevelopment Area Planner; Ms. Paulette Anderson, Community Development Administrator and Mr. Ed Brown, Community Development Project Manager for their courtesy and cooperation shown us during this audit. If there are any questions or comments concerning the details of this audit, please contact us at 373-2821.

Len Lucas  
Internal Auditor

Jacky Dowd  
Internal Audit Director

Cc: Mitchell Johnson, Assistant City Manager  
Andy Scott, Director of Housing & Community Development  
Rick Lusk, Finance Director  
Jerry Yarborough, Assistant City Manger of City of High Point