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July 16, 2009

Board of Directors  
Blaine County Housing Authority  
Hailey, Idaho 83333

To Whom It May Concern:

We have prepared the accompanying Balance Sheets of the Blaine County Housing Authority as of June 30<sup>th</sup>, 2009 and 2008, and the Profit & Loss Budget Performance report for the month and year to date ending June 30<sup>th</sup>, 2009. This presentation is limited to preparing in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

*McPherson & Keppler CPAs LLC*

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 07/16/09  
 Accrual Basis

**Blaine County Housing Authority**  
**Balance Sheet Prev Year Comparison**  
 As of June 30, 2009

	<u>Jun 30, 09</u>	<u>Jun 30, 08</u>	<u>\$ Change</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
<b>Checking/Savings</b>			
<b>Cash in Bank</b>			
Checking-First Bank of Idaho	4,407.79	6,166.93	-1,759.14
BCHA - Operating Reserve 2478	<u>110,649.38</u>	<u>30,082.56</u>	<u>80,566.82</u>
<b>Total Cash in Bank</b>	<u>115,057.17</u>	<u>36,249.49</u>	<u>78,807.68</u>
<b>Restricted Cash</b>			
BCHA Housing Reserve 1668			
BCHA-Housing Reserve	<u>4,713.13</u>	<u>1,038.72</u>	<u>3,674.41</u>
<b>Total BCHA Housing Reserve 1668</b>	<u>4,713.13</u>	<u>1,038.72</u>	<u>3,674.41</u>
Blaine Co Housg Rsrv 2746	0.00	27.02	-27.02
Ketchum Housg Rsrv 2755			
Loan from Ketchum Hsg Rsv	0.00	-75,000.00	75,000.00
Ketchum Housg Rsrv 2755 - Other	<u>0.00</u>	<u>78,570.10</u>	<u>-78,570.10</u>
<b>Total Ketchum Housg Rsrv 2755</b>	<u>0.00</u>	<u>3,570.10</u>	<u>-3,570.10</u>
<b>Total Restricted Cash</b>	<u>4,713.13</u>	<u>4,635.84</u>	<u>77.29</u>
<b>Total Checking/Savings</b>	<u>119,770.30</u>	<u>40,885.33</u>	<u>78,884.97</u>
<b>Other Current Assets</b>			
Prepaid Insurance	<u>751.99</u>	<u>730.03</u>	<u>21.96</u>
<b>Total Other Current Assets</b>	<u>751.99</u>	<u>730.03</u>	<u>21.96</u>
<b>Total Current Assets</b>	<u>120,522.29</u>	<u>41,615.36</u>	<u>78,906.93</u>
<b>Other Assets</b>			
Rent - Deposit	0.00	950.00	-950.00
Rent - Last Month	<u>0.00</u>	<u>1,050.00</u>	<u>-1,050.00</u>
<b>Total Other Assets</b>	<u>0.00</u>	<u>2,000.00</u>	<u>-2,000.00</u>
<b>TOTAL ASSETS</b>	<u><b>120,522.29</b></u>	<u><b>43,615.36</b></u>	<u><b>76,906.93</b></u>
<b>LIABILITIES &amp; EQUITY</b>			
<b>Liabilities</b>			
<b>Current Liabilities</b>			
<b>Accounts Payable</b>			
Accounts Payable	<u>1,017.95</u>	<u>5,872.25</u>	<u>-4,854.30</u>
<b>Total Accounts Payable</b>	<u>1,017.95</u>	<u>5,872.25</u>	<u>-4,854.30</u>
<b>Other Current Liabilities</b>			
Accrued Payroll Liabilities	2,782.78	3,742.09	-959.31
Accrued Int. - City of Ketchum	470.67	0.00	470.67
Note Payable-Ketchum	<u>39,587.40</u>	<u>72,866.00</u>	<u>-33,278.60</u>
<b>Total Other Current Liabilities</b>	<u>42,840.85</u>	<u>76,608.09</u>	<u>-33,767.24</u>
<b>Total Current Liabilities</b>	<u>43,858.80</u>	<u>82,480.34</u>	<u>-38,621.54</u>
<b>Total Liabilities</b>	<u>43,858.80</u>	<u>82,480.34</u>	<u>-38,621.54</u>
<b>Equity</b>			
Reserved Fund Balance	4,666.00	77,511.01	-72,845.01
Unreserved Fund Balance	-20,988.53	-141,311.76	120,323.23
Net Income	<u>92,986.02</u>	<u>24,935.77</u>	<u>68,050.25</u>
<b>Total Equity</b>	<u>76,663.49</u>	<u>-38,864.98</u>	<u>115,528.47</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><b>120,522.29</b></u>	<u><b>43,615.36</b></u>	<u><b>76,906.93</b></u>

## Blaine County Housing Authority Profit & Loss Budget Performance June 2009

	Jun 09	Budget	% of Budget	Oct '08 - Ju...	YTD Budget	% of Budget	Annual Bud...
<b>Ordinary Income/Expense</b>							
<b>Income</b>							
Application Fees	0.00			250.00			
CH Sales Fee	500.00	5,081.25	9.8%	49,575.65	45,731.25	108.4%	60,975.00
Contracts for Service	36,500.00	11,916.67	306.3%	142,500.00	107,250.03	132.9%	143,000.04
Rental Admin Fees	0.00			500.00			
Interest/Investment Income	39.81			438.51			
<b>Total Income</b>	<b>37,039.81</b>	<b>16,997.92</b>	<b>217.9%</b>	<b>193,264.16</b>	<b>152,981.28</b>	<b>126.3%</b>	<b>203,975.04</b>
<b>Expense</b>							
<b>Payroll Expenses</b>							
Wages - Exec Admin	4,008.34	3,000.00	133.6%	21,883.34	21,750.00	100.6%	30,750.00
Wages - Administrative	3,307.50	3,439.75	96.2%	31,613.70	30,957.75	102.1%	41,277.00
Wages - Marketing Associate	325.00	41.67	779.9%	1,762.50	375.03	470.0%	500.04
Medical Insurance	311.84			2,182.88			
Retirement-taxable to employee	429.98	430.00	100.0%	3,969.06	3,870.00	102.6%	5,160.00
Payroll Taxes	698.12	1,038.50	67.2%	3,902.98	7,944.50	49.1%	11,060.00
Direct Deposit Fees	9.96			60.69			
Workers Comp Insurance	0.00	75.83	0.0%	497.00	682.47	72.8%	909.96
<b>Total Payroll Expenses</b>	<b>9,090.74</b>	<b>8,025.75</b>	<b>113.3%</b>	<b>65,872.15</b>	<b>65,579.75</b>	<b>100.4%</b>	<b>89,657.00</b>
<b>Ads</b>	<b>0.00</b>	<b>41.67</b>	<b>0.0%</b>	<b>0.00</b>	<b>375.03</b>	<b>0.0%</b>	<b>500.04</b>
<b>Audit &amp; Bookkeeping</b>	<b>330.00</b>	<b>475.00</b>	<b>69.5%</b>	<b>6,201.44</b>	<b>4,275.00</b>	<b>145.1%</b>	<b>5,700.00</b>
<b>Computer Expenses</b>	<b>0.00</b>	<b>33.33</b>	<b>0.0%</b>	<b>2,266.89</b>	<b>299.97</b>	<b>755.7%</b>	<b>399.96</b>
<b>Contract Labor</b>	<b>0.00</b>			<b>250.00</b>			
<b>Dues and Subscriptions</b>	<b>450.00</b>	<b>5.83</b>	<b>7,718.7%</b>	<b>659.00</b>	<b>52.47</b>	<b>1,256.0%</b>	<b>69.96</b>
<b>Interest Exp - Ketchum Hsg Rsv</b>	<b>17.38</b>			<b>470.67</b>			
<b>Legal &amp; Professional Fees</b>	<b>0.00</b>	<b>1,750.00</b>	<b>0.0%</b>	<b>4,862.50</b>	<b>15,750.00</b>	<b>30.9%</b>	<b>21,000.00</b>
<b>Liability Insurance</b>	<b>250.67</b>	<b>250.67</b>	<b>100.0%</b>	<b>2,256.01</b>	<b>2,256.03</b>	<b>100.0%</b>	<b>3,008.04</b>
<b>Marketing/Logo Expense</b>	<b>0.00</b>	<b>333.33</b>	<b>0.0%</b>	<b>960.98</b>	<b>2,999.97</b>	<b>32.0%</b>	<b>3,999.96</b>
<b>Meals &amp; Entertrn</b>	<b>0.00</b>			<b>88.34</b>			
<b>Mileage Reimbursement</b>	<b>56.10</b>	<b>68.75</b>	<b>81.6%</b>	<b>650.09</b>	<b>618.75</b>	<b>105.1%</b>	<b>825.00</b>
<b>Office expenses</b>	<b>37.35</b>	<b>125.00</b>	<b>29.9%</b>	<b>2,342.48</b>	<b>1,125.00</b>	<b>208.2%</b>	<b>1,500.00</b>
<b>Postage and Delivery</b>	<b>0.00</b>	<b>66.67</b>	<b>0.0%</b>	<b>425.40</b>	<b>600.03</b>	<b>70.9%</b>	<b>800.04</b>
<b>Public Outreach</b>							
Scott	0.00			458.84			
Public Outreach - Other	0.00			1,059.05			
<b>Total Public Outreach</b>	<b>0.00</b>			<b>1,517.89</b>			
<b>Rent</b>	<b>400.00</b>	<b>425.00</b>	<b>94.1%</b>	<b>7,500.00</b>	<b>7,575.00</b>	<b>99.0%</b>	<b>8,850.00</b>
<b>Repairs</b>	<b>0.00</b>	<b>16.67</b>	<b>0.0%</b>	<b>0.00</b>	<b>150.03</b>	<b>0.0%</b>	<b>200.04</b>
<b>Telephone &amp; Internet</b>	<b>365.92</b>	<b>250.00</b>	<b>146.4%</b>	<b>3,806.59</b>	<b>2,250.00</b>	<b>169.2%</b>	<b>3,000.00</b>
<b>Utilities</b>							
Office Utilities	39.64			147.71			
<b>Total Utilities</b>	<b>39.64</b>			<b>147.71</b>			
<b>Total Expense</b>	<b>11,037.80</b>	<b>11,867.67</b>	<b>93.0%</b>	<b>100,278.14</b>	<b>103,907.03</b>	<b>96.5%</b>	<b>139,510.04</b>
<b>Net Ordinary Income</b>	<b>26,002.01</b>	<b>5,130.25</b>	<b>506.8%</b>	<b>92,986.02</b>	<b>49,074.25</b>	<b>189.5%</b>	<b>64,465.00</b>
<b>Other Income/Expense</b>							
<b>Other Expense</b>							
Contingency	0.00	465.00	0.0%	0.00	4,185.00	0.0%	5,580.00
<b>Total Other Expense</b>	<b>0.00</b>	<b>465.00</b>	<b>0.0%</b>	<b>0.00</b>	<b>4,185.00</b>	<b>0.0%</b>	<b>5,580.00</b>
<b>Net Other Income</b>	<b>0.00</b>	<b>-465.00</b>	<b>0.0%</b>	<b>0.00</b>	<b>-4,185.00</b>	<b>0.0%</b>	<b>-5,580.00</b>
<b>Net Income</b>	<b>26,002.01</b>	<b>4,665.25</b>	<b>557.4%</b>	<b>92,986.02</b>	<b>44,889.25</b>	<b>207.1%</b>	<b>58,885.00</b>