

Memorandum

To: Policy Board Members and Alternates

From: Robert D. Miller, Director, NRP

Date: March 17, 2004

Subject: NRP Policy Board Audit for calendar year 2002

Policy Board members and alternates should have received or soon will receive a copy of the Neighborhood Revitalization Policy Board audit for the year ending December 31, 2002. The Office of the State Auditor now mails this report directly to each member and alternate.

The Office of the State Auditor has again issued an “unqualified opinion” on the Board’s financial statements. This means that in their opinion, the financial statements are in conformance with applicable accounting standards.

In the compliance section of the report the Auditor reported that the Board complied with the material terms and conditions of applicable legal provisions.

In the management section of the report, the auditor has pointed out that NRP will need to comply with the new *Government Accounting Standards Board Statement #34*. This will change how financial position and operations are reported in the future. We have already begun implementing the required changes for the fiscal year ending December 31, 2004.

No further action by the Policy Board is required.