

Memorandum

To: Policy Board Members and Alternates

From: Robert D. Miller, Director, NRP

Date: January 19, 2005

Subject: NRP Policy Board Audit for calendar year 2003

Policy Board members and alternates should have received a copy of the Neighborhood Revitalization Program Policy Board audit for the year ending December 31, 2003 from the Office of the State Auditor. 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 the financial statements are in conformance with applicable accounting standards and "present fairly, in all material aspects, the financial position of the Minneapolis Neighborhood Revitalization Policy Board as of December 31, 2003".

The single "Management and Compliance Finding" is notification that the financial reporting requirements for FY 2004 will be changed as a result of a Government Accounting Standards Board statement that becomes effective in 2004. NRP staff are already aware of the requirements of the new standard and do not expect any problems meeting them in 2004.

No further action by the Policy Board is required.