

MALCOLM JOHNSON & COMPANY, P.A.
CERTIFIED PUBLIC ACCOUNTANTS
210 N. Highway 17-92
P.O. Box 530848
DeBary, Florida 32713-0848

Phone (386) 668-6464 Fax (386) 668-6463
office@malcolmjohnsoncompany.com

April 17, 2019

Management and
The Board of Commissioners of
Housing Authority of Avon Park

In planning and performing our audit of the basic financial statements of the Housing Authority of Avon Park ("the Authority") for the year ended December 31, 2018 we considered the Authority's internal control in order to determine our auditing procedures for the purpose of expressing an opinion on the basic financial statements and not to provide assurance on internal control.

However, during our audit, we became aware of two matters that are opportunities for strengthening internal controls and operating efficiency. This letter does not affect our report dated April 17, 2019 on the basic financial statements of the Authority.

We will review the status of these comments during our next audit engagement. We have already discussed the comments and suggestions with Authority personnel and will be pleased to discuss the comments in further detail at your convenience, to perform any additional study of the matters, or to assist you in implementing the recommendations. Our comments are summarized as follows:

1. Project Based Tenant Files

During the review of the project-based tenant files for the FY 2018 Audit, the following deficiencies were noted:

- 1 file lacked accurate rent calculation
- 1 file lacked timely annual inspection FY 2018

These errors appeared to be due to employee transition that took place during FY 2018.

We recommend that the Authority continue to prioritize employee training so that the files are processed in compliance with HUD regulations

2. EIV Documentation

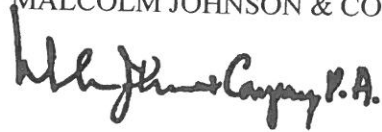
During the review of the FY 2018 participant files, it was noted that timely EIV documentation was not present in a number of files. The Authority provided evidence that they were working with HUD in order to resolve the EIV access errors and that the EIV documentation was pulled when access was restored.

We recommend that EIV access be reviewed regularly to ensure that these types of errors do not occur in the future

We wish to thank the Executive Director and the staff of the Authority for their support and assistance during our audit.

This report is intended solely for the information and use of the Board of Commissioners, management, and others within the Authority and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,
MALCOLM JOHNSON & COMPANY, P.A.

A handwritten signature in black ink that reads "Malcolm Johnson & Company P.A." in a cursive style.

Certified Public Accountants

DeBary, Florida
April 17, 2019