



City of Greensboro

Date: June 23, 2008
To: Andy Scott, Director of Housing & Community Development
From: Internal Audit Division
Subject: L. Richardson Hospital, Limited Partnership for Richardson Hospital Apartments

The Internal Audit Division has performed our yearly monitoring visit of Beacon Management which received a Supportive Services grant for L. Richardson, LP (Partnership) in the amount of \$4,000 from the City of Greensboro during the 2006 to 2007 grant year.

The **Supportive Services** grant for \$4,000 was used to assist the Partnership development with Site Based Services for \$4,000. There are 32 units in Richardson Hospital Apartments. This is the 2nd year of a 3-year funding that runs through the 2007-2008 grant year. Only \$3,707.16 of the \$4,000.00 grant requisitioned was reimbursed by the Department of Housing and Community Development because some items requisitioned were not reimbursable.

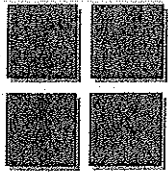
We examined selected financial transactions and program documentation maintained by the Partnership for compliance with the contract and for assurance that program goals were achieved. Based on our review, it appears that the funds have been spent according to the terms of this contract.

We would like to thank Mr. George Carr, President; Ms. Cathy Mitchell, Regional Manager; Ms. Ann Costner, On-Site Manager and the staff of the Beacon Management for their courtesy and cooperation shown to us during this visit. If there are any questions or comments concerning the details of this visit, we can be reached at 373-2821.

Mickey Kerans
Internal Auditor

Len Lucas
Internal Audit Director

Cc: Bob Morgan, Deputy City Manager
George Carr III, President of Beacon Management



HCD

Department of Housing & Community Development

Date: June 20, 2008
To: George Carr, Beacon Management, Inc
From: Michael Blair, City of Greensboro HCD
RE: *FY06/07 (2008) Supportive Services L. Richardson Hospital*

Project Information:

For reference purposes L. Richardson Hospital Apartments features 32 units serving elderly and disabled residents and is located at 603 Benbow Road. The former hospital is managed by Beacon Management, George Carr, President.

The property received a \$4,000 Supportive Services grant in FY06/07 which is the subject of this review. Supportive Services records were reviewed on-site and at the apartments.

Spending:

While the grant was funded for \$4,000 a lesser amount, \$3,707.16, was expended. This occurred when certain items requisitioned after the fiscal year end were determined to be ineligible per program rules.


Programmatic Review:

Supportive services and activities for the residents of L. Richardson Hospital are well attended by its residents and appeared to improve from Y05/06 through FY06/07.


A review of sign-in sheets for FY06/07 showed that usually between 5 to 25 residents attended each organized event (movies, bingo, healthcare, lunch, dinner, etcetera).

HCD appreciates the services provided to L. Richardson Hospital residents during FY06/07. All FY06/07 payments made were for eligible expenses per the agreement.

The draft May 5, 2008 Internal Audit report did not contain any findings however the City terminated rental housing Supportive Services after FY06/07 so there is no current FY07/08 supportive services funding or future supportive services funding planned.



Michael Blair
Specialist Grants Compliance



Andy Scott
Director HCD