

**HOLLY CITY DEVELOPMENT CORPORATION
(A Component Unit of Millville Housing Authority)**

FINANCIAL STATEMENTS

FOR THE Year Ended September 30, 2008

HOLLY CITY DEVELOPMENT CORPORATION
(A Component Unit of Millville Housing Authority)

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CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Holly City Development Corporation
Millville, New Jersey

We have audited the accompanying Statement of Financial Position of Holly City Development Corporation (a not-for-profit organization), a component unit of Millville Housing Authority, as of September 30, 2008 and the related Statements of Activities, Functional Expenses and Cash Flows for the year then ended. These financial statements are the responsibility of the Agency's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Holly City Development Corporation as of September 3, 2008 and the results of its operations, changes in net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Polcari & Company

POLCARI & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Wayne, New Jersey
July 24, 2009

HOLLY CITY DEVELOPMENT CORPORATION
(A Component Unit of Millville Housing Authority)
STATEMENT OF NET ASSETS
As of September 30, 2008

ASSETS

CURRENT ASSETS

Cash and Cash Equivalents - Unrestricted	\$	160,834
Accounts Receivable		1,644
Prepaid Expenses		10,332
Total Current Assets		172,810

FIXED ASSETS

Land		179,867
Buildings		875,391
Furniture, Equipment and Machinery - Administration		129,526
Construction in Process		-
Total Fixed Assets		1,184,784
Less: Accumulated Depreciation		(157,592)
Net Fixed Assets		1,027,192
Total Assets	\$	1,200,002

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts Payable and Accrued Expenses	\$	42,441
Deferred Revenues		45,838
Current Portion of Notes Payable		2,245
Advances from Millville Housing Authority		631,787
Total Current Liabilities		722,311

LONG TERM LIABILITIES

Non-current Portion of Notes Payable		100,000
Total Long Term Liabilities		254,343
Total Liabilities		1,076,654

NET ASSETS

Unrestricted Net Assets		123,348
Total Net Assets		123,348

Total Liabilities and Net Assets	\$	1,200,002
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The accompanying notes are an integral part of these financial statements.