

EXHIBIT B

DCHA RESPONSE TO DCOIG "SCHEDULE OF SUPPORTED AND UNSUPPORTED COSTS"

PO #	Date	Vendor	Requests for Reimbursement	Date of Payment Request	Amount	DCOIG Description	DCOIG Notes	DCOIG Supported Payment	DCOIG Unsupported Payment	DCHA Explanation
5				8/16/2001	\$719,895.00	Remediation cost as of July 7, 2000	DCHA did not attach receipts/invoices to support request for reimbursement	\$0.00	\$719,895.00	Documentation is attached to support \$719,895. The payment referenced is an advance for remediation work, supported by a change order in the amount of \$719,895, which is a receipt, and a breakdown of the remediation cost, all with supporting documentation. The payment package includes the following: (a) payment request in the amount of \$396,036; (b) contractor's application for payment in the amount of \$173,852 (AIA document G702, application no. 5); (c) contractor's application for payment in the amount of \$123,267 (AIA document G702, application no. 6); and (d) overhead payment to the developer in the amount of \$26,740, or 9% of items b and c.

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6					10/12/1998	\$2,665,000.00	Demolition-Project Work	DCHA attached the same invoices, totaling \$516136.61, used in the above request for reimbursement dated 10/12/98 for the amount of \$2,950,000; therefore, no invoices were attached to support this request for reimbursement	\$0.00	\$2,665,000.00	Documentation is attached to support \$2,665,000. It appears the "same as above" reference is to the payment in the amount of \$2,950,000, or item #4, above. Since both payments were advances, there were no invoices to support the total amount provided. The draw schedule included in the payment package makes clear this is the second draw and not a duplication of the amount included in item #4, above. The Site Work Loan Agreement previously provided to the DCOIG provides evidence of the authority of DCHA to advance loans.
7					10/15/1999	\$452,795.00	Remediation cost as of October 18	DCHA did not attach receipts/invoices to support request for reimbursement	\$0.00	\$452,795.00	Documentation is attached to support \$452,795. A change order for \$394,357.88; a change order for \$314; a change order for \$5,668 draws from fixed sum contract for silt fence for \$2,220; vac truck rental for \$3,874; contractors overhead for \$78; engineering oversight for \$11,355; contingency for \$31,581; developers fee for \$3,368 (total \$452,795). DCHA undercharged by \$19.

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8					9/12/1999	\$466,134.00	Remediation cost	DCHA did not attach receipts/invoices to support request for reimbursement	\$0.00	\$466,134.00	Documentation is attached to support \$466,134. A change order for \$300,978; certification in the amount of \$409,505, of which \$103,295 is charged to this invoice; the following items drawn from a fixed sum contract: general requirements for \$11,394; bond for \$1,295; contractor's overhead and fee for \$7,767; oversight engineering for \$26,495; insurance for \$1,358; legal for \$2,500; developer's fee for \$11,052. (total \$466,134)
9					7/31/1999	\$154,699.54	Unable to determine description for reimbursement	Invoices were attached from contractors totaling \$141,929.54 and payment request for overhead totaling \$12,770	\$154,699.54	\$0.00	The DCOIG had no issue with this invoice.

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10					8/6/1999	\$432,001.00	Unable to determine description for reimbursement	DCHA did not attach receipts/invoices to support request for reimbursement	\$0.00	\$432,001.00	Documentation is attached to support \$432,001. The payment has a "Payment Request for Work Performed" cover sheet which is the invoice. The amount represents a payment for site work and is supported by a Site Work Draw Schedule prepared by the developer and a contractor's application for payment in the amount of \$420,626. The total sum of the payment includes an overhead payment to the developer, in the amount of \$11,375, based on a prescribed formula consistent with the terms of the developer agreement, previously provided to the DC Office of the Inspector General, that didn't require detailed documentation. The Business Terms for Agreement, outlining the 4% overhead fee, is attached.

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11					12/22/1999	\$320,790.00	Remediation cost	Contaminated soil remediation schedule attached; not an invoice however, it list the tonage per trucks...this document listed costs at \$257,963.93	\$257,963.00	\$62,826.07	Documentation is attached to support \$320,790. Attached change orders for \$281,132 & \$53,316 (-) \$33,344; Draws from fixed sum contract for: vac truck rental for \$3,996; installation of monitoring wells for \$12,230; contingency for \$2,000; developer's overhead for \$1,460 (total is \$320,790).
12					7/16/1999	\$724,675.00	Unable to determine description for reimbursement	DCHA did not attach receipts/invoices to support request for reimbursement	\$0.00	\$724,675.00	Documentation is attached to support \$724,675. [REDACTED] certification for \$417,539 and developer's overhead (for 27 months x 11,375) for \$307,136 (total is \$724,675).
13	112495	5/8/1998			2/24/1998	\$250,000.00	rehabilitation of 21 unoccupied units at Skytower site, per MOU dated 4/23/97	Accepting MOU document as sufficient for payment request	\$250,000.00	\$0.00	The DCOIG had no issue with this invoice.
14	1133356	9/14/1998			6/9/1998	\$130,000.00	program and admin activity cost...	Accepting documents for the bridge loan, an advance of funds	\$130,000.00	\$0.00	The DCOIG had no issue with this invoice.
15	112095	2/14/1998			11/3/1999	\$96,501.55	Skytower/Valley Green Project third party out of pocket expenses as of 10/31/07	DCHA did not attach receipts/invoices to support request for reimbursement	\$0.00	\$96,501.00	Documentation to support \$96,501.55 is attached. Documentation for \$96,501.55 in [REDACTED] out of pocket expenses is attached.

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16	11338821	5/13/1999	[REDACTED]	[REDACTED]	5/19/1999	\$246,447.66	[REDACTED] is requesting reimbursement	No invoices attached to back up reimbursement, a profit loss statement was attached; however, it showed a loss of \$24,962.38	\$0.00	\$246,447.00	Documentation is attached to support \$246,447. Invoice amount includes \$130,000 loan, with repayment agreement attached. Documentation supporting invoice amount was included with subsequent invoice at request of DCHA.
17				[REDACTED]	7/30/1999	\$90,000.00	[REDACTED] is requesting reimbursement	invoice/letter from [REDACTED] outlining what was accomplished from 5/26/98-5/31/99. No invoices were attached but we will attach this request for reimbursement.	\$90,000.00	\$0.00	The DCOIG had no issue with this invoice.
18				[REDACTED]	2/8/2000	\$10,030.00	[REDACTED] is requesting reimbursement	invoices/ receipts attached.	\$10,030.00	\$0.00	The DCOIG had no issue with this invoice.
19				[REDACTED]	6/15/2000	\$54,980.51	For the month of March 2000, [REDACTED] is requesting reimbursement inexpenses and fixed assets purchases	invoices/receipts appear to be for this reimbursement...	\$54,980.51	\$0.00	The DCOIG had no issue with this invoice.

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20					5/19/2000	\$36,896.76	For the month of April 2000, [REDACTED] is requesting reimbursement in expenses and fixed assets purchases	invoices/receipts appear to be for this reimbursement	\$36,896.76	\$0.00	The DCOIG had no issue with this invoice.
21					4/4/2000	\$15,549.97	For the month of February 2000, [REDACTED] is requesting reimbursement in expenses and fixed assets purchases	invoices/receipts appear to be for this reimbursement	\$15,549.97	\$0.00	The DCOIG had no issue with this invoice.
22					12/7/1999	\$128,169.00	For the months of April 1998 - July 1999, [REDACTED] is requesting reimbursement in expenses and fixed assets purchases	invoices/receipts appear to be for this reimbursement, totaling \$124,818.56	\$124,818.56	\$3,350.44	Documentation is attached to support \$128,169. Payment is for three invoices to [REDACTED] for (1) \$41,906 (2) \$37,746 (3) \$48,517. All receipts for \$100 or greater are attached.
23					1/11/2000	\$61,203.00	For the month of November 1999, [REDACTED] is requesting reimbursement in expenses and fixed assets purchases	invoices/receipts appear to be for this reimbursement	\$61,203.00	\$0.00	The DCOIG had no issue with this invoice.

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24	112756	5/20/1998	[REDACTED]	[REDACTED]	5/27/1998	\$97,991.40	Payment for expenses incurred by the [REDACTED]	invoices/receipts attached total \$15,902	\$15,902.00	\$82,089.40	Documentation is attached to support \$97,991. This amount is a draw down from a \$120,000 loan to the [REDACTED]
25	11343185	10/20/2000	[REDACTED]	[REDACTED]	4/10/2001	\$5,580.00	Unable to determine description for reimbursement	DCHA did not attach receipts/invoices to support request for reimbursement	\$0.00	\$5,580.00	Documentation is attached to support \$5,580. There is documentation for \$5529 self-sufficiency payment from HOPE VI funds; a construction payment for \$51 is from DCHA funds.
26			[REDACTED]	[REDACTED]	5/4/2001	\$5,795.00	Unable to determine description for reimbursement	invoices attached totaled \$648	\$648.00	\$5,147.00	Documentation is attached to support \$5,795. Documentaion is attached for \$5,529 self-sufficiency payment from HOPE VI funds; \$262 of the \$648 receipt referenced by DCOIG is prorated to DCHA funds; a construction payment for \$4 is from DCHA funds.
27			[REDACTED]	[REDACTED]	12/29/2000	\$7,441.00	preoccupancy management services general/site overhead	invoices/receipts attached letter from [REDACTED] for general site overhead for \$3,657	\$3,657.00	\$3,784.00	Documentation is attached to support \$7,441. Documentation is attached for \$5529 self-sufficiency payment from HOPE VI funds; a payment for \$1,912 is from DCHA funds (prorated for site improvement, construction cost and overhead - cost certifications attached).

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28					5/4/2001	\$5,579.00	Unable to determine description for reimbursement	DCHA did not attach receipts/invoices to support request for reimbursement	\$0.00	\$5,579.00	Documentation is attached to support \$5,579. Documentation is attached for \$5529 self-sufficiency payment from HOPE VI funds; a payment for \$50 is from DCHA funds (prorated for site improvement and construction cost - cost certifications attached).
29					12/18/2000	\$7,480.00	preoccupancy management services general/site overhead	no invoices/receipts attached letter from [REDACTED] for general site overhead for \$3,657	\$3,657.00	\$3,823.00	Documentation is attached to support \$7,480. Documentation is attached for \$5529 self-sufficiency payment from HOPE VI funds; a payment for \$1951 is from DCHA funds (prorated construction cost \$116 - cost certifications attached and developers overhead \$1,835).
30					11/10/2000	\$168,265.00	legal services, general/site overhead	invoice attached only for legal fees. Will accept invoice for \$7,721	\$7,721.00	\$160,544.00	Documentation is attached to support \$168,265. Documentation is attached for \$166,344 self-sufficiency payment from HOPE VI funds; a payment for \$1921 is from DCHA funds (prorated construction cost \$86 - cost certifications attached and developers overhead \$1,835).

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31	11339861 & 11339861 Mod. 1	8/12/99 & 10/31/01	[REDACTED]	[REDACTED]	6/11/2001	\$132,839.00	Unable to determine description for reimbursement	invoices attached totaled \$79,661.71	\$79,661.71	\$53,177.29	Documentation is attached to support \$132,839. [REDACTED] certification for \$176,051, of which \$57,925 is charged to this invoice; [REDACTED] (builder's risk) for \$20,850; [REDACTED] gen liability) for \$4,812; [REDACTED] for \$11; [REDACTED] interest) for \$47,856; [REDACTED] (service fee) for \$500; [REDACTED] for \$885. (total \$132,839)
32				[REDACTED]	2/6/2001	\$377,800.00	general/site overhead???	accepted attached invoices totaled \$75,239.14	\$75,239.14	\$302,560.86	Documentation is attached for \$318,835 in construction costs (certification attached) & \$58,965 in financing fees ([REDACTED] \$16; [REDACTED] \$2,500; [REDACTED] \$2,686; [REDACTED] \$2,074; [REDACTED] \$458; [REDACTED] \$6,520; [REDACTED] interest \$44,211; [REDACTED] service fee \$500)

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33					1/7/2001	\$494,646.00	general/site overhead???	accepted attached invoices totaled \$69,168.46	\$69,168.46	\$425,477.54	Documentation is attached for construction costs (\$155,5220 for elderly building; \$286,638 for rental units) with certification attached. Financing fees for \$51,575 [REDACTED] \$40; MD reproduction \$35; DC Treasurerer \$2,870; [REDACTED] \$6221; [REDACTED] interest \$41,909; [REDACTED] service fee \$500. Relocation expenses DC movingline \$705; [REDACTED] \$911)

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34					3/1/2001	\$392,108.00	Unable to determine description for reimbursement	accepted attached invoices totaled \$234,058.49	\$234,058.49	\$158,049.51	Documentation is attached to support \$392,108. Total requisition for the vendor (rental) is \$796,517, of which \$392,108 is to be paid with HOPE VI/DCHA funds. Documentation includes [REDACTED] certificate for \$15,312 for site work (paid under separate cover included in \$796,517 total but not \$392,108); (all of the following are included in the \$392,108 DCHA total): [REDACTED] certification for \$675,000 (\$287,637 to be paid by DCHA/HOPE VI funds); \$10 receipt for water and sewer; \$14,284 [REDACTED] receipt for overhead; \$540 receipt from [REDACTED] \$1,615 from [REDACTED] \$87,522 from [REDACTED] (interest); \$500 from [REDACTED] (servicing fee).

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35					12/15/2000	\$210,849.00	Unable to determine description for reimbursement	accepted attached invoices totaled \$68,529.83	\$68,529.83	\$142,319.17	Documentation is attached to support \$210,849. Total requisition for the vendor (rental) is \$275,762, of which \$210,849 is to be paid with HOPE VI/DCHA funds. Documentation includes [REDACTED] certificate for \$48,645 for site work (paid under separate cover included in \$275,762 total but not \$210,849); (all of the following are included in the \$210,849 DCHA total): [REDACTED] certification for \$158,587 (\$144,303 to be paid by DCHA/HOPE VI funds); \$151 receipt for [REDACTED]; \$63 receipt for [REDACTED]; \$14,284 [REDACTED] receipt for [REDACTED]; \$40,095 from [REDACTED] (interest); \$500 from [REDACTED] (servicing fee); \$11,453 receipts from [REDACTED]

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36					7/7/2000	\$457,028.00	Unable to determine description for reimbursement	accepted attached invoices totaled \$61,658	\$61,658.00	\$395,460.00	Documentation is attached to support \$457,028. Total requisition for the vendor (rental) is \$625,948, of which \$457,028 is to be paid with HOPE VI/DCHA funds. Documentation includes [REDACTED] certificate for \$83,539 for site work (paid under separate cover - included in \$625,948 total but not \$457,028); A repayment of \$13,177 toward predevelopment advance; (all of the following are included in the \$457,028 DCHA total): [REDACTED] certification for \$170,469 and \$310,405 (total \$480,874) (\$410,654 to be paid by DCHA/HOPE VI funds); \$14,284 [REDACTED] receipt for overhead; \$32,090 from [REDACTED] (interest).

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37					7/28/2000	\$496,155.00	Unable to determine description for reimbursement	accepted attached invoices totaled \$61,658	\$120,217.03	\$375,937.97	Documentation is attached to support \$496,155. Total requisition for the vendor (rental) is \$585,476, of which \$496,155 is to be paid with HOPE VI/DCHA funds. Documentation includes [REDACTED] certificate for \$83,539 for site work (paid under separate cover included in \$585,476 total but not \$496,155); (all of the following are included in the \$496,155 DCHA total): [REDACTED] certification for \$98,350 and \$239,891 (total \$338,241) all \$338,241 is included in this payment; \$14,284 [REDACTED] receipt for overhead; [REDACTED] for \$78,518; [REDACTED] for \$28,825; \$35,762 from [REDACTED] (interest); \$525 from [REDACTED] (service fee).