



June 19, 2018

Item No. 1

RECOMMENDATION TO ACCEPT AND SUBMIT TO THE UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) THE CHICAGO HOUSING AUTHORITY'S SINGLE AUDIT REPORT, FINANCIAL STATEMENT AUDIT AND COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2017

Presenters: Michael Moran, Chief Financial Officer
Allen Faucett, Jr., Director, Audit Management and Compliance

Recommendation

The Finance and Audit Committee has reviewed and approved the Chicago Housing Authority's (CHA) audited Single Audit Report, Financial Statement Audit and Comprehensive Annual Financial Report for the year ended December 31, 2017 pursuant to the Finance and Audit Committee's Charter. The 2017 reports were presented to the Finance and Audit Committee at its June 19, 2018 Regular Meeting.

It is recommended that the Board of Commissioners accept the attached Single Audit Report, Financial Statement Audit and Comprehensive Annual Financial Report for the year ended December 31, 2017, and authorize the CEO or his designee to submit such documents to the United States Department of Housing and Urban Development (HUD).

The Chief Financial Officer and Finance Division have completed all necessary due diligence to support the submission of this initiative and recommend the approval of this item accordingly.

Background

The Single Audit is required for entities such as the CHA that receive and use substantial federal financial assistance, and reports on the CHA's compliance with applicable federal regulations. The CHA is required to submit the Single Audit Report to HUD by September 30, 2018, nine months after the end of its fiscal year (December 31, 2017).

HUD requires public housing authorities to annually publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. For the year ended December 31, 2017, the Authority engaged Ernst and Young to audit its results and issue the Comprehensive Annual Financial Report in accordance

with HUD requirements. The Authority is required to submit the Financial Statement Audit and Financial Report to HUD by September 30, 2018, nine months after the end of its fiscal year (December 31).

Respectfully Submitted:

Michael Moran, Chief Financial Officer
Allen Faucett, Jr., Director, Audits and Management

RESOLUTION NO. 2018-CHA-

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated June 19, 2018 and attached hereto entitled "Recommendation to Accept and Submit to HUD the Chicago Housing Authority's Single Audit Report, Financial Statement Audit and Comprehensive Annual Financial Report for The Year Ended December 31, 2017"

THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF THE CHICAGO HOUSING AUTHORITY

THAT, The Board of Commissioners hereby accepts the Authority's 2017 Single Audit Report, and

Financial Statement Audit and Comprehensive Annual Financial Report for The Year Ended December 31, 2017

THAT, The Board of Commissioners hereby authorizes the Chief Executive Officer or his designee to submit the Single Audit Report, Financial Statement Audit and Comprehensive Annual Financial Report for the year ended December 31, 2017 to the U.S. Department of Housing and Urban Development.

Eugene E. Jones, Jr.
Chief Executive Officer
Chicago Housing Authority