



August 12, 2015

Item No. 21

**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, 2014**

To the Honorable Board of Commissioners:

RECOMMENDATION

The Audit Committee has reviewed the Chicago Housing Authority's audited financial statements pursuant to the Audit Committee's Charter. The 2014 reports were presented to the Audit Committee at its August 12, 2015 Special Meeting.

It is recommended that the Board of Commissioners accept the attached 2014 Single Audit Report, Financial Statement Audit and Comprehensive Annual Financial Report for the Year Ended December 31, 2014, 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.

GENERAL BACKGROUND

The Single Audit is required for entities such as the Authority that receive and use substantial federal financial assistance, and reports on the Authority's compliance with applicable federal regulations. The Authority is required to submit the Single Audit report to HUD by September 30, 2015, nine months after the end of its fiscal year (December 31).

HUD requires public housing authorities to annually publish a complete set of financial statements presented in conformity with generally accepted accounting principles and (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. For the year ended December 31, 2014, 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, 2015, nine months after the end of its fiscal year (December 31).

RESOLUTION NO. 2015-CHA -

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated August 12, 2015 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, 2014"

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

THAT The Board of Commissioners hereby accepts the Authority's

- 2014 Single Audit Report,
- 2014 Financial Statement Audit, and
- Comprehensive Annual Financial Report For The Year Ended December 31, 2014; and

THAT the Board of Commissioners hereby authorizes the Chief Executive Officer or his designee to submit the 2014 Single Audit Report, Financial Statement Audit and Comprehensive Annual Financial Report for the Year Ended December 31, 2014 to the U.S. Department of Housing and Urban Development.