

**SUPPLEMENTAL INFORMATION**

**SUMMIT HOUSING AUTHORITY  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED DECEMBER 31, 2013**

<u>Federal and State Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Expenditures</u>
U.S. Department of Housing and Urban Development:		
Low Rent Public Housing	14.850	\$ 285,218
Public Housing Capital Fund Program	14.872	213,332
<u>Passed through the City of Summit:</u>		
Community Development Block Grant	14.228	<u>25,500</u>
		<u>\$ 524,050</u>

**SUMMIT HOUSING AUTHORITY  
NOTES TO SCHEDULE OF EXPENDITURES FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2013**

**NOTE 1. BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Summit Housing Authority and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the principles contained in OMB Circular A-87, Cost Principles for State, Local and Indian Tribes, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

**NOTE 3. SUBRECIPIENTS**

The Authority did not pass-through any federal awards to subrecipients.

**NOTE 4. NON-CASH FEDERAL ASSISTANCE**

The Authority did not receive any non-cash Federal assistance for the year ended December 31, 2013.

**SUMMIT HOUSING AUTHORITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
DECEMBER 31, 2013**

I. Summary of Auditor's Results

Financial Statement Section

- |    |  |            |
|----|--|------------|
| 1. | Type of auditor's report issued:   | Unmodified |
| 2. | Internal control over financial reporting  |            |
| a. | Material weakness(es) identified?  | No         |
| b. | Were significant deficiencies identified not considered to be material weaknesses? | No         |
| 3. | Noncompliance material to the financial statements?                                | No         |

Federal Awards Section

- |    |   |            |
|----|---|------------|
| 1. | Dollar threshold used to distinguish Type A Programs from Type B Programs:  | \$ 300,000 |
| 2. | Auditee qualified as low-risk Auditee?  | Yes        |
| 3. | Type of auditor's report on compliance for major programs:  | Unmodified |
| 4. | Internal Control over compliance:   |            |
| a. | Material weakness(es) identified?   | No         |
| b. | Were significant deficiencies not considered to be material weaknesses?   | No         |
| c. | Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a)) | No         |
| 5. | Identification of major programs:   |            |

<u>CFDA Number</u>	<u>Name of Federal Program</u>
14.850	Low Rent Public Housing

**SUMMIT HOUSING AUTHORITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
DECEMBER 31, 2013**

I. Financial Statement Findings

None

III. Federal Award Findings and Questioned Costs

None.

II. Schedule of Prior Year Audit Findings

None.

**SUMMIT HOUSING AUTHORITY  
SCHEDULE OF CAPITAL FUND PROGRAM COSTS AND ADVANCES  
FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>501-13</u>
Budget	\$ <u>213,332</u>
 <u>Advances:</u>	
Cumulative through 12/31/2012	\$ -
Current year	<u>213,332</u>
Cumulative through 12/31/2013	<u>213,332</u>
 <u>Costs:</u>	
Cumulative through 12/31/2012	-
Current year	<u>213,332</u>
Cumulative through 12/31/2013	<u>213,332</u>
Excess / (Deficiency)	\$ <u>-</u>
 <u>Summary</u>	
<u>Soft Costs:</u>	
Cumulative through 12/31/2012	\$ -
Current year	<u>213,332</u>
Cumulative through 12/31/2013	<u>213,332</u>
 <u>Hard Costs:</u>	
Cumulative through 12/31/2012	-
Current year	<u>-</u>
Cumulative through 12/31/2013	<u>-</u>
Cumulative	\$ <u>213,332</u>

**NOTES TO SCHEDULE OF CAPITAL FUND PROGRAM COSTS AND ADVANCES**

- 1) The total amount of Capital Fund Program Costs and Advances incurred and earned by the Summit Housing Authority as of and for the year ended December 31, 2013 are provided herein.
- 2) Capital Fund Grant No. NJ39P017501-13 with an approved funding of \$213,332 has been fully drawn down and expended as per Capital Fund Grant Regulations.

Summit Housing Authority (NJ017)							
Summit, NJ							
Financial Data Schedule (FDS)							
December 31, 2013							
Line Item #	Account Description	PROJECT	COMPONENT UNIT	STATE &	LOCAL	CDBG	TOTAL
<b>ASSETS:</b>							
<b>CURRENT ASSETS:</b>							
Cash:							
111	Cash - unrestricted	\$ 1,250,314	\$ 72,377	\$ 18,311	\$ -	\$ -	\$ 1,341,002
112	Cash - restricted - modernization and development	-	-	-	-	-	-
113	Cash - other restricted	-	-	-	-	-	-
114	Cash - tenant security deposits	103,227	-	-	-	-	103,227
115	Cash - restricted for payment of current liabilities	-	-	-	-	-	-
100	Total cash	1,353,541	72,377	18,311	-	-	1,444,229
Accounts and notes receivables:							
121	Accounts receivable - PHA projects	-	-	-	-	-	-
122	Accounts receivable - HUD other projects	-	-	6,064	-	-	6,064
124	Accounts receivable - other government	-	5,000	-	-	-	28,926
125	Accounts receivable - miscellaneous	23,926	-	-	1,951	-	19,116
126	Accounts receivable - tenants	17,165	-	-	-	-	(9,018)
126.1	Allowance for doubtful accounts - tenants	(9,018)	-	-	-	-	-
126.2	Allowance for doubtful accounts - other	-	-	-	-	-	-
127	Notes and mortgages receivable- current	-	-	-	-	-	-
128	Fraud recovery	-	-	-	-	-	-
128.1	Allowance for doubtful accounts - fraud	-	-	-	-	-	-
129	Accrued interest receivable	2,748	-	-	-	-	2,748
120	Total receivables, net of allowances for doubtful accounts	34,821	5,000	8,015	-	-	47,836
Current investments							
131	Investments - unrestricted	-	-	-	-	-	-
132	Investments - restricted	-	-	-	-	-	-
135	Investments - restricted for payment of current liability	-	-	-	-	-	-
142	Prepaid expenses and other assets	-	-	-	-	-	-
143	Inventories	-	-	-	-	-	-
143.1	Allowance for obsolete inventories	-	-	-	-	-	-
144	Interprogram - due from	-	-	-	-	-	-
145	Assets held for sale	-	-	-	-	-	-
150	TOTAL CURRENT ASSETS	1,388,362	77,377	26,326	-	-	1,492,065
<b>NONCURRENT ASSETS:</b>							
Fixed assets:							
161	Land	1,697,896	-	-	-	-	1,697,896
162	Buildings	15,558,186	-	-	-	-	15,558,186
163	Furniture, equipment & machinery - dwellings	196,739	-	-	-	-	196,739
164	Furniture, equipment & machinery - administration	395,840	30,000	15,829	-	-	441,669
165	Leasehold improvements	-	-	-	-	-	-
166	Accumulated depreciation	(11,691,461)	(21,000)	(14,475)	-	-	(11,726,936)
167	Construction in Progress	-	-	-	-	-	-
168	Infrastructure	-	-	-	-	-	-
160	Total fixed assets, net of accumulated depreciation	6,157,200	9,000	1,354	-	-	6,167,554
Other non-current assets:							
171	Notes and mortgages receivable - non-current	-	-	-	-	-	-
172	Notes and mortgages receivable-non-current - past due	-	-	-	-	-	-
174	Other assets	-	-	-	-	-	-
175	Undistributed debits	-	-	-	-	-	-
176	Investment in joint ventures	-	-	-	-	-	-
180	TOTAL NONCURRENT ASSETS	6,157,200	9,000	1,354	-	-	6,167,554
190	TOTAL ASSETS	\$ 7,545,562	\$ 86,377	\$ 27,680	\$ -	\$ -	\$ 7,659,619

Summit Housing Authority (NJ017)							
Summit, NJ							
Financial Data Schedule (FDS)							
December 31, 2013							
Line Item #	Account Description	PROJECT	COMPONENT UNIT	STATE &	LOCAL	CDBG	TOTAL
<b>LIABILITIES AND EQUITY</b>							
<b>Liabilities:</b>							
<b>Current Liabilities:</b>							
311	Bank overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
312	Accounts payable ≤ 90 days	90,796	2,008		2,149	-	94,953
313	Accounts payable > 90 days past due	-	-	-	-	-	-
321	Accrued wage payroll taxes payable	-	-	-	-	-	-
322	Accrued compensated absences - current portion	4,814	-	-	-	-	4,814
324	Accrued contingency liability	-	-	-	-	-	-
325	Accrued interest payable	-	-	-	-	-	-
331	Accounts payable - HUD PHA programs	-	-	-	-	-	-
332	Accounts payable - PHA projects	-	-	-	-	-	-
333	Accounts payable - other government	57,450	-	-	-	-	57,450
341	Tenant security deposits	103,227	-	-	-	-	103,227
342	Deferred revenue	12,408	-	-	-	-	12,408
343	Current portion of L-T debt - capital projects	-	-	-	-	-	-
344	Current portion of L-T debt - operating borrowings	-	-	-	-	-	-
345	Other current liabilities	4,547	-	-	-	-	4,547
346	Accrued liabilities - other	-	-	-	-	-	-
347	Interprogram - due to	-	-	-	-	-	-
310	<b>TOTAL CURRENT LIABILITIES</b>	<b>273,242</b>	<b>2,008</b>		<b>2,149</b>	<b>-</b>	<b>277,399</b>
<b>NONCURRENT LIABILITIES:</b>							
351	Long-term debt, net of current - capital projects	-	-	-	-	-	-
352	Long-term debt, net of current - operating borrowings	-	-	-	-	-	-
353	Non-current liabilities- other	-	-	-	-	-	-
354	Accrued compensated absences - noncurrent	43,327	-	-	-	-	43,327
355	Loan Liability - Non Current	-	-	-	-	-	-
356	FASB S Liabilities	-	-	-	-	-	-
357	Accrued pension and OPEB liabilities	-	-	-	-	-	-
350	<b>TOTAL NONCURRENT LIABILITIES</b>	<b>43,327</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43,327</b>
300	<b>TOTAL LIABILITIES</b>	<b>316,569</b>	<b>2,008</b>		<b>2,149</b>	<b>-</b>	<b>320,726</b>
<b>EQUITY:</b>							
508.1	Invested in Capital Assets, Net of Related Debt	6,157,200	9,000		1,354	-	6,167,554
511.1	Restricted Net Assets	-	-	-	-	-	-
512.1	Unrestricted Net Assets	1,071,793	75,369		24,177	-	1,171,339
513	<b>TOTAL EQUITY</b>	<b>7,228,993</b>	<b>84,369</b>		<b>25,531</b>	<b>-</b>	<b>7,338,893</b>
600	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 7,545,562</b>	<b>\$ 86,377</b>	<b>\$ 27,680</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,659,619</b>
	<b>Proof of concept</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



Summit Housing Authority (NJ017)							
Summit, NJ							
Financial Data Schedule (FDS)							
December 31, 2013							
Line Item #	Account Description	OPERATING	CAPITAL	COMPONENT UNITS	STATE & LOCAL	CDBG	TOTAL
<b>REVENUE:</b>							
70300	Net tenant rental revenue	\$ 993,128	\$ -	\$ -	\$ -	\$ -	\$ 993,128
70400	Tenant revenue - other	4,690	-	-	-	-	4,690
70500	Total tenant revenue	997,818	-	-	-	-	997,818
70600	HUD PHA grants	285,218	213,332	-	-	-	498,550
70610	Capital grants	-	-	-	-	25,500	25,500
70710	Management fee	-	-	-	-	-	-
70720	Asset management fee	-	-	-	-	-	-
70730	Book keeping fee	-	-	-	-	-	-
70750	Other fees	-	-	-	-	-	-
70800	Other government grants	-	-	-	42,217	-	42,217
71100	Investment income - unrestricted	12,143	-	11	-	-	12,154
71200	Mortgage interest income	-	-	-	-	-	-
71300	Proceeds from disposition of assets held for sale	-	-	-	-	-	-
71301	Cost of sale of assets	-	-	-	-	-	-
71400	Fraud recovery	-	-	-	-	-	-
71500	Other revenue	105,943	-	29,582	42,814	-	178,339
71600	Gain or loss on sale of fixed assets	-	-	-	-	-	-
72000	Investment income - restricted	-	-	-	-	-	-
70000	<b>TOTAL REVENUE</b>	<b>1,401,122</b>	<b>213,332</b>	<b>29,593</b>	<b>85,031</b>	<b>25,500</b>	<b>1,754,578</b>
<b>EXPENSES:</b>							
<b>Administrative</b>							
91100	Administrative salaries	314,638	-	-	18,711	-	333,349
91200	Auditing fees	7,900	-	-	-	-	7,900
91300	Outside management fees	-	-	-	-	-	-
91310	Book-keeping fee	-	-	-	-	-	-
91400	Advertising and marketing	-	-	-	-	-	-
91500	Employee benefit contributions- administrative	102,863	-	-	1,431	-	104,294
91600	Office expenses	-	-	85	310	-	395
91700	Legal expenses	19,761	-	-	-	-	19,761
91800	Travel	48	-	25	-	-	73
91810	Allocated overhead	-	-	-	-	-	-
91900	Other	97,413	-	16,121	11,148	-	124,682
92000	Asset Management Fee	-	-	-	-	-	-
<b>Tenant services</b>							
92100	Tenant services - salaries	-	-	-	-	-	-
92200	Relocation costs	-	-	-	-	-	-
92300	Employee benefit contributions- tenant services	-	-	-	-	-	-
92400	Tenant services - other	600	-	-	53,829	-	54,429

Summit Housing Authority (NJ017)							
Summit, NJ							
Financial Data Schedule (FDS)							
December 31, 2013							
Line Item #	Account Description	OPERATING	CAPITAL	COMPONENT UNITS	STATE & LOCAL	CDBG	TOTAL
	Utilities						
93100	Water	54,179	-	-	-	-	54,179
93200	Electricity	179,081	-	-	-	-	179,081
93300	Gas	46,529	-	-	-	-	46,529
93400	Fuel	-	-	-	-	-	-
93500	Labor	8,454	-	-	-	-	8,454
93600	Sewer	39,000	-	-	-	-	39,000
93700	Employee benefit contributions- utilities	2,604	-	-	-	-	2,604
93800	Other utilities expense	-	-	-	-	-	-
	Ordinary maintenance & operation						
94100	Ordinary maintenance and operations - labor	79,587	-	-	-	-	79,587
94200	Ordinary maintenance and operations - materials & other	49,748	-	2,277	1,144	-	53,169
94300	Ordinary maintenance and operations - contract costs	143,321	-	-	-	-	143,321
94500	Employee benefit contributions- ordinary maintenance	24,739	-	-	-	-	24,739
	Protective services						
95100	Protective services - labor	-	-	-	-	-	-
95200	Protective services- other contract costs	-	-	-	-	-	-
95300	Protective services - other	-	-	-	-	-	-
95500	Employee benefit contributions- protective services	-	-	-	-	-	-
	General expenses						
96100	Insurance premiums	85,855	-	1,336	-	-	87,191
96200	Other general expenses	-	-	-	-	-	-
96210	Compensated absences	-	-	-	-	-	-
96300	Payments in lieu of taxes	57,450	-	-	-	-	57,450
96400	Bad debt - tenant rents	22,847	-	-	-	-	22,847
96500	Bad debt- mortgages	-	-	-	-	-	-
96600	Bad debt - other	-	-	-	-	-	-
96700	Interest expense	-	-	-	-	-	-
96710	Amortization of bond issue costs	-	-	-	-	-	-
96800	Severance expense	-	-	-	-	-	-
96900	<b>TOTAL OPERATING EXPENSES</b>	<b>1,336,617</b>	<b>-</b>	<b>19,844</b>	<b>86,573</b>	<b>-</b>	<b>1,443,034</b>
97000	<b>EXCESS OPERATING REVENUE OVER OPERATING EXPENSES</b>	<b>64,505</b>	<b>213,332</b>	<b>9,749</b>	<b>(1,542)</b>	<b>25,500</b>	<b>311,544</b>
97100	Extraordinary maintenance	91,046	-	-	-	-	91,046
97200	Casualty losses - non capitalized	-	-	-	-	-	-
97300	Housing assistance payments	-	-	-	-	-	-
97350	HAP Portability - in	-	-	-	-	-	-
97400	Depreciation expense	568,308	-	6,000	1,477	-	575,785
97500	Fraud losses	-	-	-	-	-	-
97800	Dwelling units rent expense	-	-	-	-	-	-
90000	<b>TOTAL EXPENSES</b>	<b>1,995,971</b>	<b>-</b>	<b>25,844</b>	<b>88,050</b>	<b>-</b>	<b>2,109,865</b>

Summit Housing Authority (NJ017)							
Summit, NJ							
Financial Data Schedule (FDS)							
December 31, 2013							
Line Item #	Account Description	OPERATING	CAPITAL	COMPONENT UNITS	STATE & LOCAL	CDBG	TOTAL
<b>OTHER FINANCING SOURCES (USES)</b>							
10010	Operating transfers in	213,332	-	-	-	-	213,332
10020	Operating transfers out	-	(213,332)	-	-	-	(213,332)
10030	Operating transfers from/to primary government	-	-	-	-	-	-
10040	Operating transfers from/to component unit	-	-	-	-	-	-
10070	Extraordinary items, net gain/loss	-	-	-	-	-	-
10080	Special items (net gain/loss)	-	-	-	-	-	-
10091	Inter Project excess cash transfer in	-	-	-	-	-	-
10092	Inter Project excess cash transfer out	-	-	-	-	-	-
10093	Transfers between program and project in	-	-	-	-	-	-
10094	Transfers between program and project out	-	-	-	-	-	-
10100	<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	213,332	(213,332)	-	-	-	-
10000	<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	(381,517)	-	3,749	(3,019)	25,500	(355,287)
<b>MEMO ACCOUNT INFORMATION:</b>							
11020	Required annual debt principal payments	-	-	-	-	-	-
11030	Beginning equity	7,585,010	-	80,620	28,550	-	7,694,180
11040	Prior period adjustments and equity transfers	25,500	-	-	-	(25,500)	-
11170	Administrative fee equity	-	-	-	-	-	-
11180	Housing assistance payments equity	-	-	-	-	-	-
11190	Unit months available	2,340	-	-	-	-	2,340
11210	Number of unit months leased	2,317	-	-	-	-	2,317
Equity Roll Forward Test:							
	Calculation from R/E Statement	\$ 7,228,993	\$ -	\$ 84,369	\$ 25,531	\$ -	\$ 7,338,893
	B/S Line 513	\$ 7,228,993	\$ -	\$ 84,369	\$ 25,531	\$ -	\$ 7,338,893
		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -