

## **Audit Report Submission Requirements for Subrecipients That Had Total Federal Expenditures of Less Than \$750,000 for Fiscal Year 2019**

For Subrecipients that have total Federal expenditures from all Federal sources of less than \$750,000 for its fiscal or calendar year ending date that falls between July 1, 2018 and June 30, 2019, see below for audit report submission requirements:

### **Federal Requirements**

No federal regulatory requirement exists pertaining to submission of a 2019 fiscal year audit report for the aforementioned subrecipients. However, see below, as it still may be necessary for your Agency to submit an audit report to DHCD.

### **City Requirements**

Should your Agency have a financial audit report or audit report done pursuant to Governmental Auditing Standards (GAS), DHCD requests that your Agency's **audit report be submitted** to the DHCD Audit Unit **within two (2) weeks from the date when the final audit report is issued**.

### **Commonwealth of Pennsylvania Requirements**

Your Agency must consult Commonwealth of Pennsylvania Statutes at 10 Pa. Cons. Stat. Section 162.5 (e) and (f) to determine what, if any, of the following type of audit report, and/or reviews or compilations of the same, you are required to submit to the Corporate Bureau of the Commonwealth of Pennsylvania. **Also, your Agency must submit the audit report, required by the Commonwealth, to the DHCD Audit Unit, within two (2) weeks from the date when the final audit report is issued.**

- A. If your Agency's annual contributions\* were \$750,000 or more, it must submit an audited financial report done by a CPA or Public Accountant to the Commonwealth and to DHCD.
- B. If your Agency's annual contributions\* were between \$250,000 and \$750,000, it must submit reviewed or audited financial statements, done by a CPA or Public Accountant, to the Commonwealth and to DHCD.
- C. If your Agency's annual contributions\* were between \$100,000 and \$250,000, it must submit compiled, reviewed, or audited financial statements, done by a CPA or Public Accountant, to the Commonwealth and to DHCD.

For any of the above audit reports, **submit** one (1) copy electronically to [DHCD.Auditing@phila.gov](mailto:DHCD.Auditing@phila.gov) and two (2) bound copies to the DHCD Audit Unit, Attn: Brent Carter, 1234 Market Street, 17<sup>th</sup> Floor, Philadelphia, PA 19107.

\* Definition of Contribution per Pennsylvania Statute 10 Pa. Cons. Stat. Section 162.5 (e) and (f):

The promise, grant or pledge of money, credit, property, financial assistance or other thing of any kind or value, excluding volunteer services, in response to a solicitation, including the payment or promise to pay in consideration of a performance, event or sale of a good or service. Payment by members of an organization for membership fees, dues, fines or assessments or for services rendered to individual members, if such fees, dues, fines or assessments confer a bona fide right, privilege, professional standing, honor or other direct benefit, shall not be deemed contributions, provided that membership is not conferred solely as consideration for making a contribution in response to a solicitation. Government grants or contracts shall not be deemed a contribution.