

MF-FASS Audited A-133 Threshold Reporting Requirements Change Revision of the Office of Management and Budget (OMB) Circular A-133 "Audits of States, Local Governments, and Non-Profit Organizations" are being finalized. The important change for HUD-assisted projects is the threshold increase from \$300,000 to \$500,000 for un-audited annual financial statements. Projects above the new \$500,000 threshold will still submit a single or program-specific audit. Additionally, this change applies to projects with fiscal year-end reporting responsibilities after December 31, 2003. Projects with under \$500,000 in Federal subsidy will still have to file owner-certified information electronically. Projects should consider the awards to include loan and loan guarantee balances (prior and current), Section 8 Housing Assistance Payments (HAP) and other Federal funding sources.

Schedule to Determine Whether a Property Owner Should Obtain an A-133 Audit

1.	Does the organization participate in the HUD direct loan or one of the HUD-insured loan programs	
1a.	If yes, enter the total amount of any loans outstanding as of the end of the fiscal year. Enter the total for each direct loan or insured loan program in which the organization participates.	\$
2.	Does the organization participate in the 202/811 Capital Grant program?	
2a.	If yes, enter the amount of the Capital Grant .	\$
3.	Does the organization participate in the Below Market Rate program?	
3a.	If yes, enter the amount of interest subsidy received during the fiscal year.	\$
4.	Did the organization participate in the Section 8 program?	
4a.	If yes, enter the amount of rent subsidy received during the fiscal year.	\$
5.	Does the organization have any federal funding sources other than those listed above?	
5a.	If yes, enter the amount of expenditures incurred from all other federal funding sources during the fiscal year	\$
11.	Total (Lines 1a, 2a, 3a, 4a, and 5a). If this line is greater than \$500,000, then the organization is required to receive an independent audit from an IPA in accordance with the regulations of OMB Circular A-133	\$

This checklist is designed to provide assistance to a property owner in determining if an audit under OMB Circular A-133 is necessary. It is not intended to replace the guidance in OMB Circular A-133. Please refer to the detailed requirements in OMB Circular A-133 for a complete explanation of the calculation of total federal expenditures.