

Meeting Agendas/Info

MUNICIPAL
HOUSING
GOVERNING
BOARD
COMMUNICATION:

01-470

AGENDA:

SEPTEMBER 10, 2001

SUBJECT:

2001 FINANCIAL
ASSESSMENT SUB-
SYSTEM

TYPE:

RESOLUTION
RECEIVE/FILE

SUBMITTED BY:

MIKE MATTHES
HOUSING SERVICES
ACTING DIRECTOR

ITEM - MHGB _____

**OFFICE OF THE CITY MANAGER
CITY OF DES MOINES, IOWA**

SYNOPSIS -

Submission of 2001 Financial Assessment Sub-System (FASS), a component of the Public Housing Assessment System (PHAS), to the United States Department of Housing and Urban Development (HUD).

FISCAL IMPACT -

N/A

RECOMMENDATION -

Approval.

BACKGROUND -

HUD requires Housing Agencies to submit an annual report of its financial performance, called the FASS. This is a standardized set of performance measures completed by all Public Housing Agencies. Under FASS, HUD evaluates Housing Agencies based on the following indicators:

1. Current Ratio - Ratio of Current Assets to Liabilities
2. Number of Months Expendable Fund Balance - An indication of Agency's ability to operate using its net available resources.
3. Tenant Receivable Outstanding - Measures rent collectability.
4. Occupancy Loss - A measure of the degree of unit vacancy experienced over a year.
5. Expense Management/Utility Consumption - Measures the Public Housing Agency's ability to manage key components of its annual

expenditures at a level relative to its peers, adjusted for size.

6. Net Income or Loss divided by the Expendable Fund Balance - Indicates whether the Public Housing Agency is adequately managing its income and expenses to maintain a balanced budget.

Upon approval by the Governing Board, the FASS report will be submitted to HUD. The report must be submitted to HUD prior to September 15, 2001.
