

Instructions for Form HUD 52723
Project-level Calculation of Audit, PILOT, and Formula Income

Audit

The SAGIS system will contain a link, on the left-hand menu bar, to a spreadsheet that lists a PHA's whole dollar Audit cost based on the most recent FASS-PH Financial Data Schedule (FDS) submission.

In SAGIS, the PHA must enter their operating fund program audit cost for each project. To do so, PHAs should take their most recent actual audit cost (whole dollar amount) for the operating fund program and reasonably allocate it among each project. The sum of the allocations should not exceed their actual audit cost reported on the PHA's FASS-PH FDS. In the cases where a PHA's most recent actual audit cost is not reflected on their FDS, they should include evidence of payment with their submission. The evidence of payment must be submitted in SAGIS as a scanned document as an attachment to their first AMP.

PILOT

The spreadsheet will also contain a calculated PILOT amount based on the statute and the PHA's most recent FASS-PH FDS submission. In order to calculate a project-level PILOT amount, PHAs should take the whole dollar PILOT amount from the spreadsheet and reasonably allocate it among each project. The sum of the allocations should not exceed the PILOT amount listed on the spreadsheet. If the actual amount is different, PHAs must include an explanation as to why. This explanation must be submitted in SAGIS as an attachment to their first AMP.

Frozen Formula Income

PHAs should use the Frozen Formula Income Worksheet as a basis for determining and validating their 2008 project-level Formula Income PUM which they will submit in SAGIS on Form HUD 52723, Part B, Formula Income, Line 01. The worksheet must be submitted in SAGIS as an attachment to their first AMP.

The worksheet is located at:

<http://www.hud.gov/offices/pih/programs/ph/am/of/subsidy.cfm#2008>