



STATE OF ILLINOIS  
**OFFICE OF THE  
 AUDITOR GENERAL**

Frank J. Mautino, Auditor General

**SUMMARY REPORT DIGEST**

**ILLINOIS HOUSING DEVELOPMENT AUTHORITY**

Single Audit  
 For the Year Ended June 30, 2025

Release Date: March 10, 2026

FINDINGS THIS AUDIT: 1	AGING SCHEDULE OF REPEATED FINDINGS						
	New	Repeat	Total	Repeated Since	Category 1	Category 2	Category 3
Category 1:	0	0	0	No Repeat Findings			
Category 2:	1	0	1				
Category 3:	0	0	0				
<b>TOTAL</b>	<b>1</b>	<b>0</b>	<b>1</b>				
FINDINGS LAST AUDIT: 1							

**INTRODUCTION**

This digest covers the Illinois Housing Development Authority’s (Authority) Single Audit for the year ended June 30, 2025. A digest for the Authority’s Financial Audit as of and for the year ended June 30, 2025 was previously released on December 18, 2025. In total, this digest contains 1 finding, which was not reported in the Financial Audit.

**SYNOPSIS**

- (25-01) The Authority did not follow its established policies and procedures for monitoring subrecipients of the Section 811 Project Rental Assistance program.

<p><b>Category 1:</b> Findings that are <b>material weaknesses</b> in internal control and/or a <b>qualification</b> on compliance with State laws and regulations (material noncompliance).</p> <p><b>Category 2:</b> Findings that are <b>significant deficiencies</b> in internal control and <b>noncompliance</b> with State laws and regulations.</p> <p><b>Category 3:</b> Findings that have <b>no internal control issues but are in noncompliance</b> with State laws and regulations.</p>
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**FINDINGS, CONCLUSIONS, AND  
RECOMMENDATIONS**

**FAILURE TO ADEQUATELY MONITOR  
SUBRECIPIENTS**

The Illinois Housing Development Authority (Authority) did not follow its established policies and procedures for monitoring subrecipients of the Section 811 Project Rental Assistance (Section 811) program.

The Authority has implemented procedures whereby program staff perform property inspections over subrecipient compliance with regulations applicable to the Section 811 program. The Authority's policies require the subrecipient to have an inspection every three years.

**Physical inspection of subrecipient  
not conducted with required  
timeframe**

During our testing of the monitoring of subrecipients, we noted one of eight (13%) subrecipients (with expenditures of \$319,404 during the year ended June 30, 2025) had not received an inspection within the required three-year period in accordance with Authority policy. The most recent inspection for this subrecipient was conducted in fiscal year 2019. This sample was not intended to be, and was not, a statistically valid sample. (Finding 1, pages 10-11)

We recommended the Authority improve its internal controls to ensure inspections are completed in accordance with established policies and procedures.

**Authority agreed**

The Authority agreed with the finding and noted it will implement additional internal controls, including quality control of completed inspection, documentation, and inspection scheduling. The Authority also noted it has issued a request for proposal for a third-party inspection vendor to help supplement resources to meet and support the timely completion of required inspections.

**AUDITOR'S OPINIONS**

The financial audit report was previously released. The auditors stated the financial statements of the Authority as of and for the year ended June 30, 2025, are fairly stated in all material respects.

The auditors also conducted a Single Audit of the Authority as required by the Uniform Guidance. The auditors stated the Authority complied, in all material respects, with the types of compliance requirements that could have a direct and material effect on the Authority's major federal programs for the year ended June 30, 2025.

This Single Audit was conducted by CliftonLarsonAllen LLP.

**SIGNED ORIGINAL ON FILE**

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COURTNEY DZIERWA  
Division Director

This report is transmitted in accordance with Section 3-14 of the Illinois State Auditing Act.

**SIGNED ORIGINAL ON FILE**

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FRANK J. MAUTINO  
Auditor General

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