



SAN DIEGO  
HOUSING  
COMMISSION

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# San Diego Housing Commission (SDHC) Fiscal Year (FY) 2024 Annual Financial Audit Report Presentation to the SDHC Board of Commissioners November 22, 2024

Suket Dayal  
Executive Vice President of Business Administration  
and Chief Financial Officer  
San Diego Housing Commission

Christelle Van Der Windt  
Vice President of Financial Operations  
San Diego Housing Commission

Tracy Bryson  
Manager of Finance – Audit and Reporting  
San Diego Housing Commission



# SDHC – FY 2024 Annual Financial Audit Report Agenda

- Introduction and Summary of Annual Audit
- Financial Results
- Operational Highlights



# SDHC – FY 2024 Annual Financial Audit Report

## Introduction

- Audit Period: July 1, 2023 - June 30, 2024
- Independent Auditors: CohnReznick LLP
- Audit Opinion: Unmodified
- No Management Letter Comments



# SDHC – FY 2024 Annual Financial Audit Report

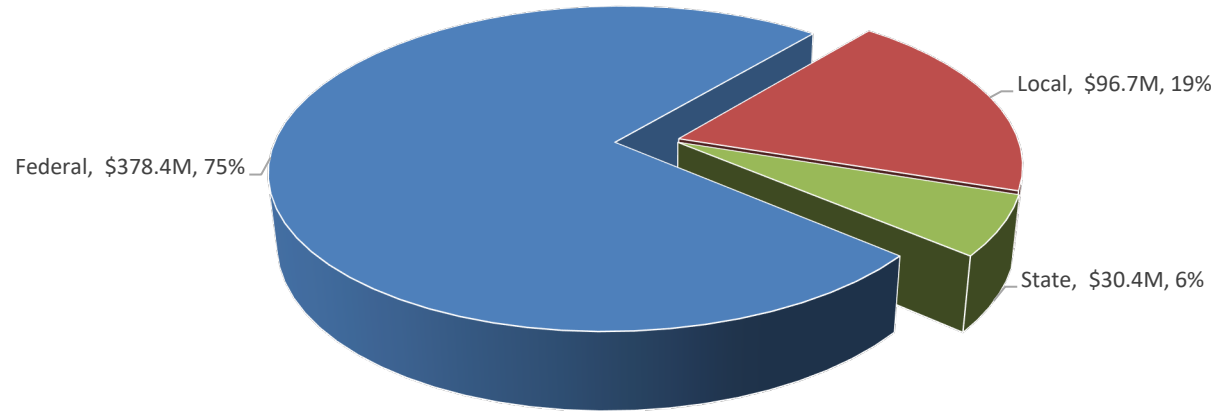
## Financial Results Summary

- Total revenues: \$505.5 million
  - U.S. Department of Housing and Urban Development (HUD) & U.S. Treasury Department grants: 75% of revenues
- Total expenses: \$469.2 million
  - Housing Assistance Expenses: \$291.3 million
  - Grant Expenses: \$69.9 million
  - Other Expenses: \$108.0 million
- Total multifamily and homeownership loans funded: \$19.5 million



# SDHC – FY 2024 Annual Financial Audit Report

## Financial Results – Revenues by Funding Type



<b>Federal:</b>	<b>\$378.4M</b>
<b>Local:</b>	<b>\$96.7M</b>
<b>State:</b>	<b>\$30.4M</b>
<b>Total:</b>	<b>\$505.5M</b>

Section 8/MTW	\$331.6M
Other Federal - Homekey	\$24.3M
HOME	\$10.2M
ESG/CoC	\$8.4M
CDBG & Other Federal (ROSS Grant)	<u>\$3.9M</u>
<b>Total Federal</b>	<b>\$378.4M</b>

SDHC Real Estate	\$46.5M
Other Local (Primarily City General Funds)	\$28.6M
Inclusionary/Housing Impact Fee	\$10.9M
Unrestricted (Includes Bond, Compliance Monitoring Fees)	<u>\$10.7M</u>
<b>Total Local</b>	<b>\$96.7M</b>

Homeless Housing Assistance and Prevention	\$25.5M
CALHOME Mortgages	\$2.7M
State LHTF	\$1.2M
State - Homekey	\$0.9M
State - Other Programs	<u>\$0.1M</u>
<b>Total State</b>	<b>\$30.4M</b>



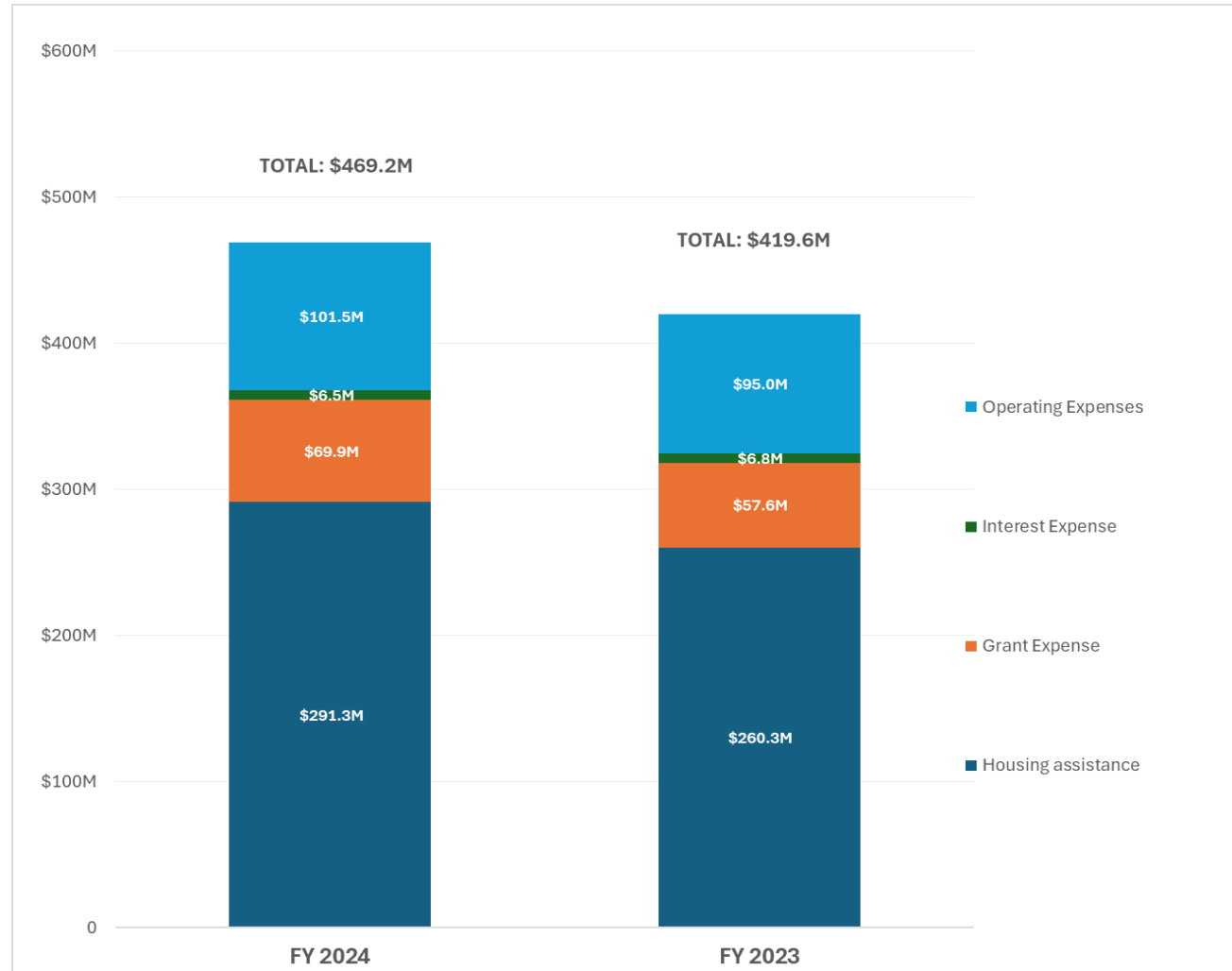
# SDHC – FY 2024 Annual Financial Audit Report

## Financial Results – Revenue



# SDHC – FY 2024 Annual Financial Audit Report

## Financial Results – Expenses



# SDHC – FY 2024 Annual Financial Audit Report

## Statement of Net Position – Changes from Prior Fiscal Year (in millions)

	FY24 Actual	FY23 Actual	\$\$ Change	% Change
<b>Total Assets</b>	<b>\$1,148.8M</b>	<b>\$1,122.9M</b>	<b>\$25.9M</b>	<b>2%</b>
<i>Total Liabilities</i>	<i>155.8M</i>	<i>164.5M</i>	<i>(8.7M)</i>	<i>-5%</i>
<i>Total Deferred Inflows</i>	<i>89.5M</i>	<i>91.1M</i>	<i>(1.6M)</i>	<i>-2%</i>
<i>Total Net Position</i>	<i>903.5M</i>	<i>867.3M</i>	<i>36.2M</i>	<i>4%</i>
<b>Total Liabilities + Deferred Inflows + Net Position</b>	<b>\$1,148.8M</b>	<b>\$1,122.9M</b>	<b>\$25.9M</b>	<b>2%</b>





# SDHC – FY 2024 Annual Financial Audit Report

## Net Position Categories

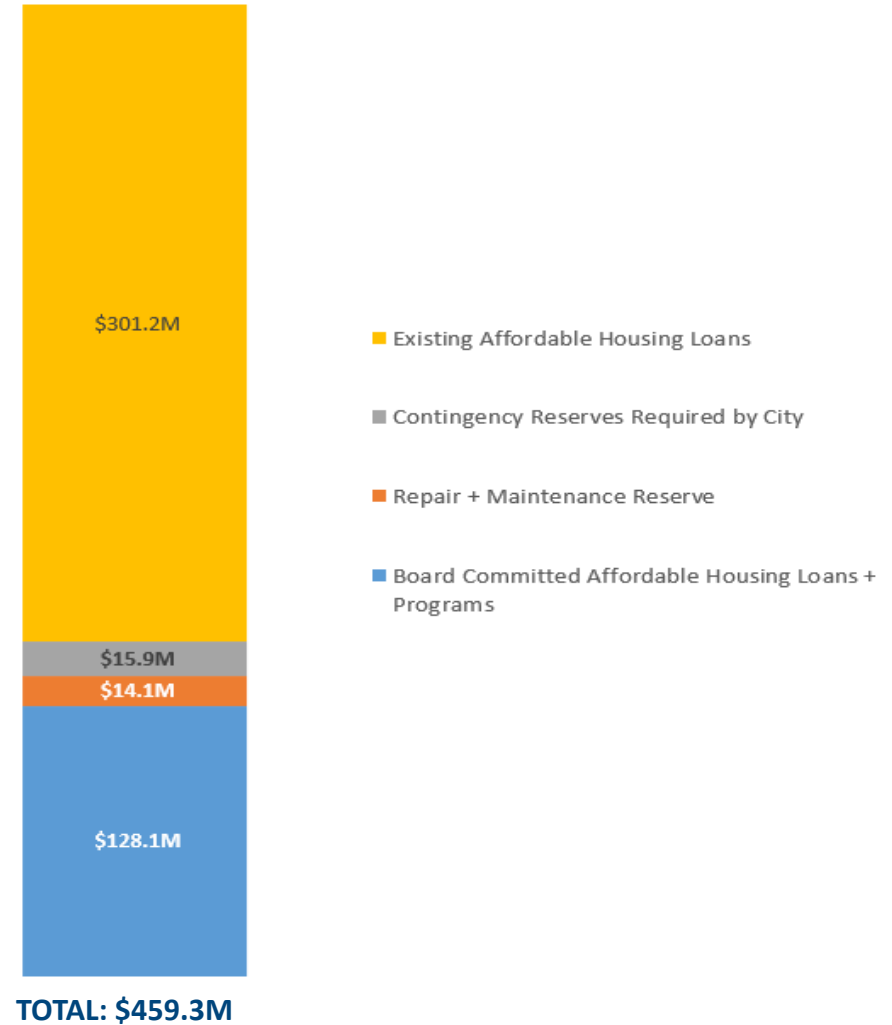
- Net Investment in Capital Assets: \$196.6 million
  - The amount spent on capital assets and is used for operations
- Restricted Net Position: \$247.6 million
  - This amount is restricted by external creditors, grantors, contributors, or laws or regulations of other governments.
- Unrestricted Net Position: \$459.3 million
  - This balance is **not** indicative of funds available for discretionary use.
  - GASB (accounting) definitions require this amount to be classified as “unrestricted net position” for financial reporting on the Annual Comprehensive Financial Report (ACFR).
  - See next slide for detailed explanation of commitments.



# SDHC – FY 2024 Annual Financial Audit Report

## Unrestricted Net Position

<b>Total Unrestricted Net Position</b>	<b>\$459.3M</b>
<b>Less:</b>	
Contingency Reserves required by the City	(\$15.9M)
Repair and Maintenance Reserve	(\$14.1M)
Board-Committed Affordable Housing Loans + Programs	(\$128.1M)
Existing Affordable Housing Loans	<u>(\$301.2M)</u>
<b>Remaining Available for Use</b>	<b><u>\$0</u></b>



# SDHC – FY 2024 Annual Financial Audit Report Recognition



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**San Diego Housing Commission  
California**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Morill*

Executive Director/CEO

*Certificate of Achievement  
for Excellence in  
Financial Reporting*

## Financial Services

- Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA) for Annual Comprehensive Financial Reports 2008 – 2023
- Award for Outstanding Achievement in Popular Annual Financial Reporting (PAFR) from GFOA for 2010 - 2023



# SDHC – FY 2024 Annual Financial Audit Report Committee Recommendation

- That the SDHC Board of Commissioners accept the Fiscal Year (FY) 2024 (July 1, 2023 – June 30, 2024) Annual Comprehensive Financial Report (ACFR) and Single Audit Reports prepared by CohnReznick LLP, an independent audit firm, and attached to this staff report.



## Questions & Comments

