

UPDATE 10/24/2017: RESPONSE TO SIGTARP REPORTS OF FRAUD, WASTE AND ABUSE

In September 2016, the Office of the Special Inspector General for the Troubled Asset Relief Program (SIGTARP) released a report of fraud, waste and abuse of government funds in the amount of \$8.2 million by NAHAC. As a result of SIGTARP's audit, the United States Department of the Treasury (Treasury) conducted a review of the NAHAC expenditures identified in SIGTARP's report. NAHAC cooperated fully with both SIGTARP's audit and Treasury's review and expeditiously responded to every inquiry from SIGTARP and Treasury regarding potential misuse of TARP funds. Of the \$8.2 million identified by SIGTARP, Treasury determined approximately \$82,000 to be unallowable expenditures. Those expenditures were immediately reimbursed to the Hardest Hit Fund from unrestricted funds available to NAHAC and will be used to assist Nevada homeowners.

NAHAC has taken other measures to ensure integrity and public trust, including replacement of leadership and increased transparency of operations. We at NAHAC take these findings seriously and will continue to be responsive and cooperate fully with both agencies to the best of our ability.