

Advancing California Finance Authority

Governing Board

November 17, 2022

Agenda Item 7.a.

Financial Statements and Accompanying Reports

Subject:

Report on Advancing California Finance Authority (ACFA) and ABAG Finance Authority for Nonprofit Corporations (ABAG FAN) Financial Statements and Accompanying Reports for Fiscal Year 2021-22

Background:

Staff requests that the Advancing California Finance Authority Governing Board recommend that the ABAG Executive Board accept and approve the attached Financial Statements and Accompanying Reports for the Fiscal Year ended June 30, 2022 and accept the staff recommendation to reappoint Crowe LLP for the FY 2023 audit. The Financial Statements are audited by Crowe LLP.

The exit interview represents an opportunity for the Advancing California Finance Authority Governing Board to have direct communication with Crowe LLP, your independent auditor. As part of the exit interview, Crowe LLP will make a presentation relating to the audit results and required communications. Staff will make a presentation on the ACFA Financial Statements.

There are several documents that make up the year-end Financial Statements and Accompanying Reports. These reports are presented by Crowe LLP.

FY 2021-22 ACFA Audit Results and Required Communications

The audit opinion is “unmodified” with no “material” or “significant deficiency” in internal controls.

FY 2021-22 ACFA Financial Statements

The ACFA financial statements for FY 2021-22 are comprised of five sections:

- Independent Auditors Report (p. 1)—This is the opinion expressed on internal controls and the financial statements.
- Management’s Discussion and Analysis (MD&A) (p. 4)—The MD&A provides a management overview of the information contained in the financial statements as of June 30, 2022.
- Basic Financial Statements (p. 8)—Including:
 - Statement of Net Position or assets over liabilities

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- Statement of Revenue, Expenses and Changes in Net Position
- Statement of Cash Flows
- Notes to the Financial Statements (p. 11)—Including descriptions of the ACFA as a reporting entity and certain information considered important to understanding the reporting entity and accounting practices related to ACFA.
- Other Supplementary Information (p. 19)—summary of conduit financing programs

If you have any questions about this report, please contact Derek Hansel at (415) 778-6730.

Issues:

None

Recommended Action:

The ACFA Governing Board is requested to accept the Advancing California Finance Authority (ACFA) and ABAG Finance Authority for Nonprofit Corporations (ABAG FAN) Financial Statements and Accompanying Reports for Fiscal Year 2021-22.

Attachments:

- A. ACFA Audit Results and Required Communications
- B. ACFA Financial Statements for the Year Ended June 30, 2022
- C. ACFA Financial Reports and Year End Audit Results

Reviewed:



Therese W. McMillan