

FY 2022- 2023 FINANCIAL REPORTS AND YEAR END AUDIT RESULTS

November 16, 2023

Grace Martinez,

Section Director Financial
Reporting & Operational
Accounting



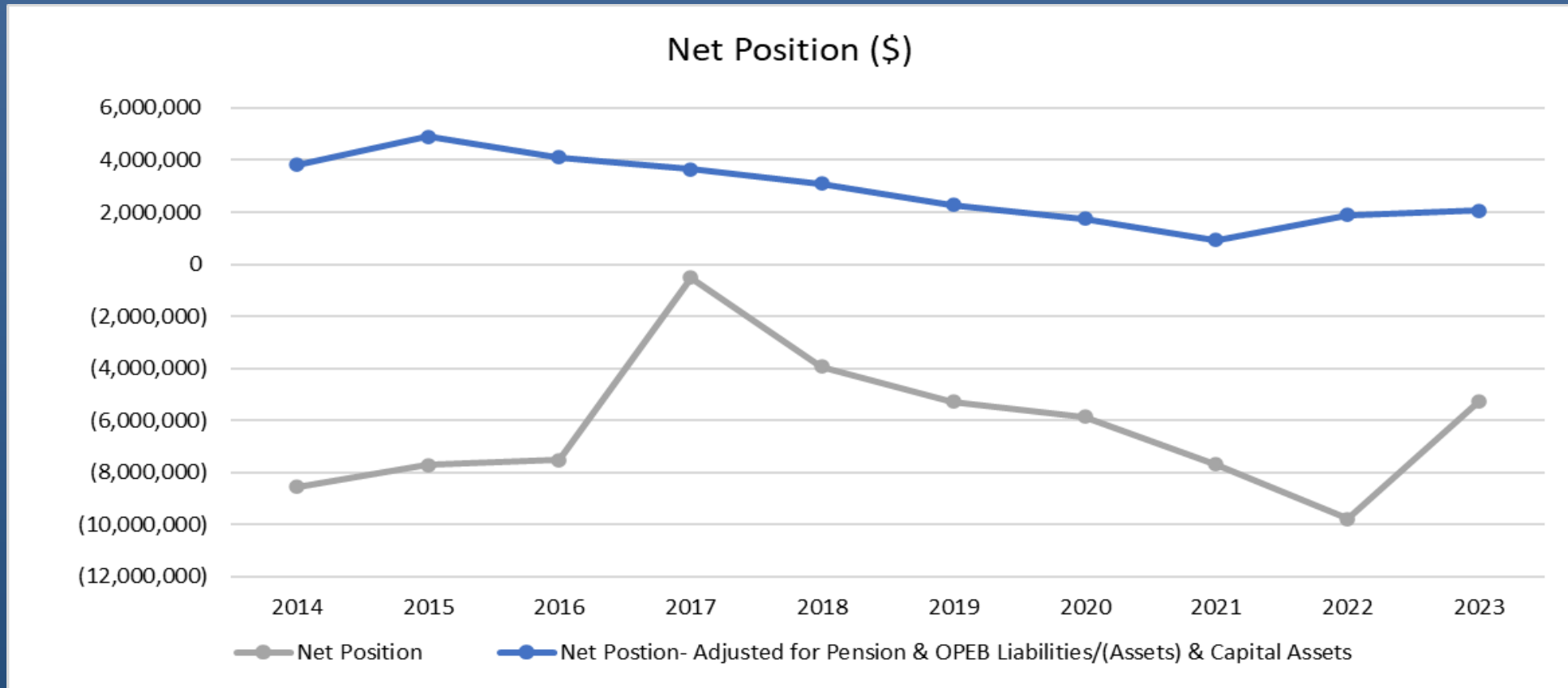
**ASSOCIATION
OF BAY AREA
GOVERNMENTS**

Financial Highlights

- Total operating revenue increased by \$0.2 million in FY 2023, primarily due to a 6% increase in membership dues and other operating revenues which includes donations and administrative services.
- Total operating expenses decreased by \$7.1 million, primarily due to the decrease in pension expense related to GASB 68 adjustment.
- The BayREN Energy program received grant funding of \$22.5 million in FY 2023.
- The SFEP program received grant funding of \$13.4 million in FY 2023
- ABAG received funding from Regional Early Action Planning Grant (REAP) of \$11.3 million in FY 2023.

Net position

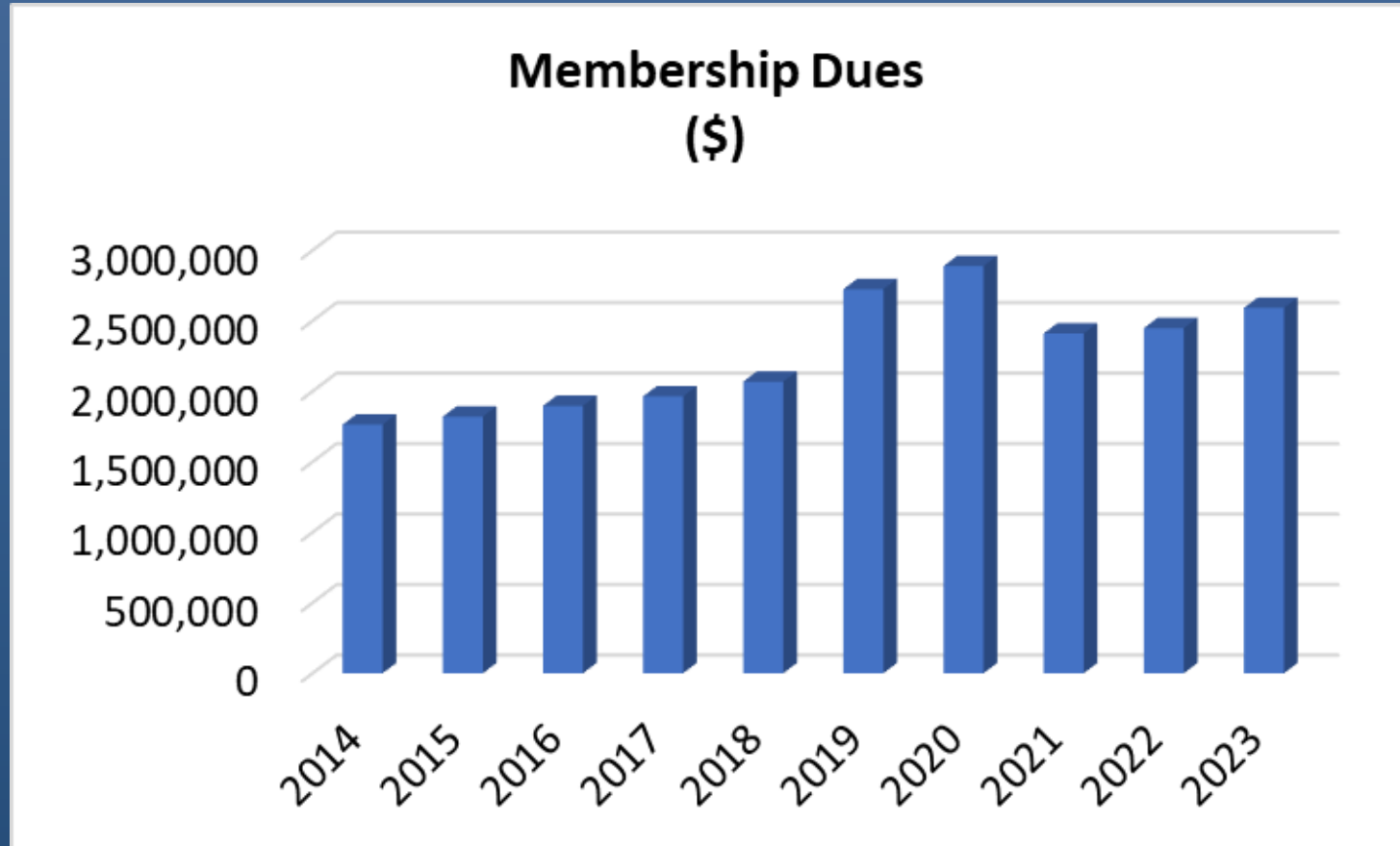
(Assets+ Deferred Outflows) minus (Liabilities + Deferred Inflows)



Note:

1. Negative net positions are mainly the result of recognition of the net pension/OPEB liabilities
2. Gain of \$4.96 million from the sale of the Oakland office condominium in FY2017
3. Increases of \$2.8 million in net pension & OPEB related liabilities in FY2018
4. Decreases of \$4.5 million in net pension & OPEB related liabilities in FY2023

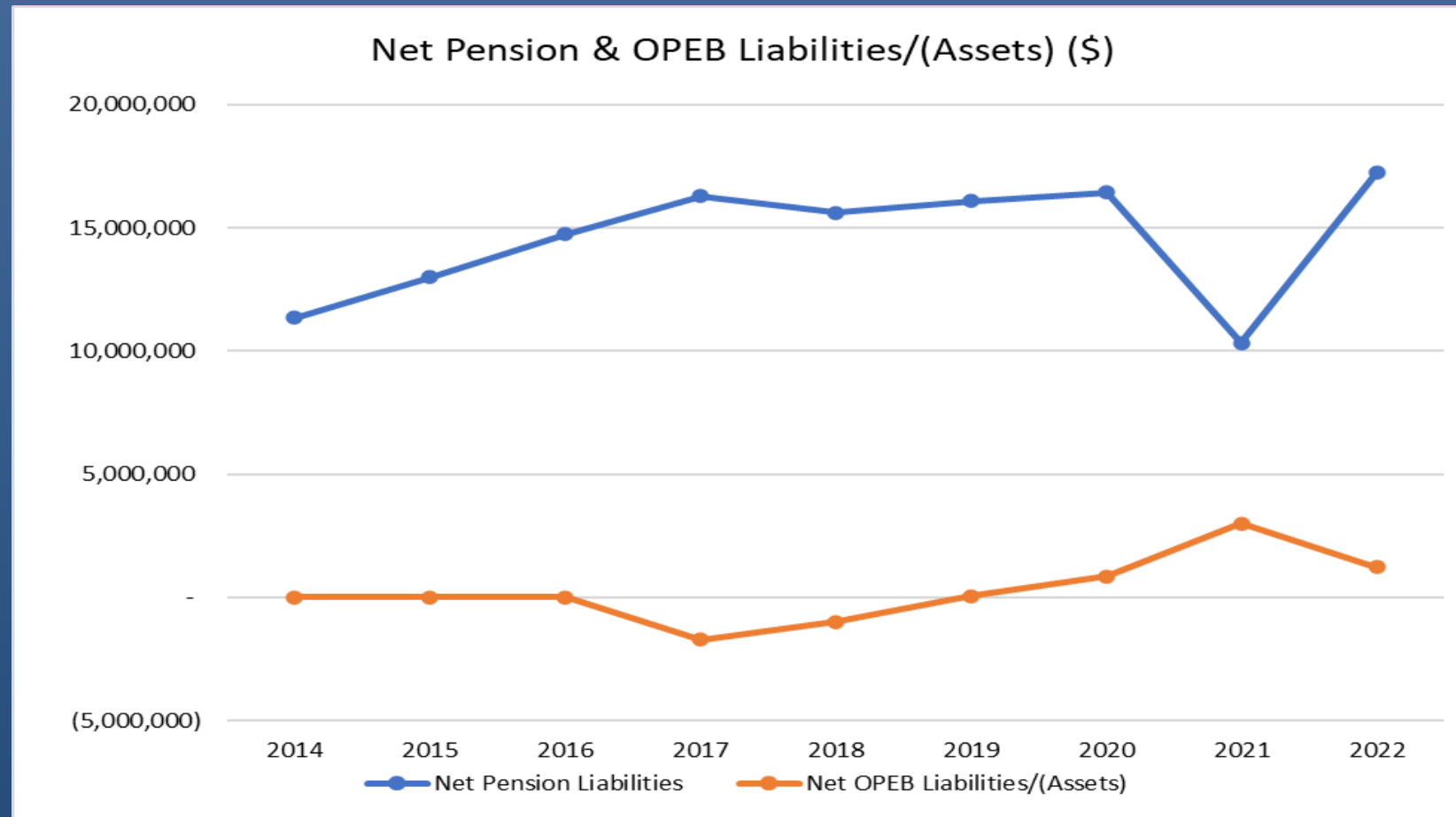
Membership Dues



Note:

1. Increased consistently over the years to cover operating costs.
2. In FY 2019 & FY2010, the County members agreed to a supplemental assessment of \$535,000.

Net Pension & OPEB Liability/(Assets)



Notes:

1. A positive difference of \$9.0 million between projected and actual earnings on pension investments in FY 2021.
2. A negative difference of \$4.9 million between projected and actual earnings on pension investments & changes of assumptions in FY 2022.
3. Net investment loss of \$1.3 million for OPEB assets in FY2022.

Actions Requested from the Committee

- Accept the staff report and recommend ABAG Executive Board acceptance of the audited Financial Statements and Accompanying Reports for the Fiscal Year ended June 30, 2023
- Accept the staff recommendation to reappoint Crowe LLP for the FY 2024 audit