

# ABAG Finance Authority for Nonprofit Corporations

## Executive Committee

September 5, 2019

Agenda Item 6

### Year End Financial Statements (Unaudited)

**Subject:** Report on ABAG FAN Financial Statements from July 2018 to June 2019 (Unaudited)

**Background:** Attached for your information is the budget-to-actual report for ABAG Finance Authority for Nonprofit Corporations (ABAG FAN) for the year ending June 30, 2019. The report is unaudited and subject to change based on closing and final audit adjustments.

Fiscal Year 2018-19 was a second operational year for ABAG FAN after the program transitioned to Metropolitan Transportation Commission (MTC) administration. ABAG FAN ended the fiscal year with an operating deficit of \$60,000 as a result of startup costs for the new Advancing California Finance Authority (ACFA) conduit borrower.

On the revenue basis, ABAG FAN recognized revenue of \$1.3 million, approximately 76% of the adopted budget, which indicates that ABAG FAN maintains a stable financial position. The main source of revenue was financial services fees which totaled \$1.1 million, about 65% of the total budgeted revenue and 85% of the budget estimate for fee revenue.

On the expense side, the year-end expenses were \$342,000 under budget. The expense level is significant given the considerable startup expenses for ACFA. The year-end encumbrances represent the second year of the approved contracts and will be rolled over with the fiscal 2020 operating budget.

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

**Issues:** None

**Recommended Action:** The ABAG FAN Executive Committee is requested to approve the staff report.

**Attachments:** Financial Statements

**Reviewed:**



Therese W. McMillan