

Association of Bay Area Governments

Finance Committee

November 19, 2020

Agenda Item 6.a.

Financial Statements

Subject: Report on ABAG Financial Statements for Period Ended August 31, 2020 (Unaudited)

Background: Attached are the Association of Bay Area Governments (ABAG) financial statements as of August 31, 2020.

ABAG financial information includes ABAG Administration, Bay Area Regional Energy Network (BayREN)-Energy, and San Francisco Estuary Partnership (SFEP).

Overall Summary

As of August 31, 2020, the combined ABAG financial report shows an operating surplus of \$1,840,457. The surplus is generated from the membership revenue billed at the beginning of the fiscal year. The following are the highlights of the financial report for Administration, BayREN-Energy, and SFEP.

Administration

The Administration Program reports a \$1.9 million surplus. Membership revenue of \$2.4 million is the major revenue source for this program. This revenue is recognized when bills are sent out at the beginning of the year. As of August 31, 2020, out of the \$2.4 million of membership billed, we have collected \$921 thousand. Year-to-date expense is at 10% of the approved budget and is expected to pick up later in the year. The budget will be adjusted for the carryover encumbrance balance from prior fiscal year after the audit is completed.

BayREN—Energy

BayREN-Energy program is a grant funded operation consisting mainly of California Public Utilities Commission grants. BayREN revenue and expense are breakeven with \$1.2 million each in this reporting period. The budget in Object 5300 and 5600 are estimated and will be more accurately structured when staff adjust the budget according to the actual during the year. The adjustment will have zero affect to the overall budget.

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SFEP

SFEP is funded by a series of grants, mainly from the U.S. Environmental Protection Agency (US EPA) and Department of Water Resources (DWR). The grants currently budgeted as Miscellaneous Revenue (Obj 4950) will be reclassified to the appropriate grant types as they are executed during the year. In addition, the budget for the encumbrance balance from prior fiscal year will be added after the audit is completed.

The SFEP is reporting an overall deficit of \$99,911 and is covered by the fund balance from prior years.

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

Issues:

None

Recommended Action:

The ABAG Finance Committee is requested to approve the staff report on Financial Statements for Period Ended August 31, 2020 (Unaudited)

Attachments:

ABAG Financial Statements

Reviewed:



Therese W. McMillan