

Advancing California Finance Authority

Governing Board

November 19, 2020

Agenda Item 7.a.

ABAG Finance Authority for Nonprofit Corporations

Subject: Report on ABAG Finance Authority for Nonprofit Corporations
Financial Statements from July to August 2020 (Unaudited)

Background: Attached for your information is the budget-to-actual report for
ABAG FAN as of the end of August 2020.

The report is showing a deficit of \$61,439 at the end of this reporting period mainly due to incorrect charges to salary related expenses. The error will be corrected at a later month.

Total revenue of \$92,071 is 9% of the projected budget of the year. Revenue is expected to catch up during the year, as interest revenue and the CDF reimbursement revenue are recorded on a quarterly basis. In addition, many of the portfolios FAN manages have an issuance date later in the year which has an impact on when the administrative and project monitor fee revenues are billed.

Total expenses of \$153,510 is 16% of the projected budget before the payroll adjustment. Expense activities will pick up later when contract services are renewed during the year. The expense budget balance indicates that we have overspent by \$317,915 as of the end of August. The overspending issue is caused by prior year carryover contract encumbrance of \$1.1 million. The prior year encumbrance balance will be clear out once the FY20 financial audit is concluded.

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

Issues: None

Recommended Action: The ACFA Governing Board is requested to approve the staff report on ABAG Finance Authority for Nonprofit Corporations Financial Statements from July to August 2020 (Unaudited).

Attachments: ABAG FAN Financial Statements

Reviewed:



Therese W. McMillan