

Proposed FY 2024-25 ABAG Operating Budgets

Date: April 18, 2024

Presenter: Derek Hansel, CFO



ASSOCIATION
OF BAY AREA
GOVERNMENTS



Administrative Budget Challenges

- ABAG structural deficit persists, pension costs increased by \$1 million, nearly doubling – total of \$2.1 million takes up more than 2/3 of Membership Dues
- MTC subsidizing shared services costs beyond that required in Contract for Services
- Administrative budget still doesn't factor in staffing costs associated with providing administrative services

ABAG Administration

- Membership dues increased by 10%
- Pension obligations increased by \$1 million
- \$401 thousand deficit funded by unbudgeted revenue and anticipated savings in budgeted expenses for FY 2023-24
- Challenging financial position in upcoming years

ABAG Administration	FY 2023-24 Amendment No. 1	FY 2024-25 Proposed	Difference \$
	(Thousands \$)	(Thousands \$)	(Thousands \$)
Revenues & Transfers			
Membership Dues	\$2,851	\$3,140	\$289
Interest & Other Revenue	484	615	131
Total Revenues & Transfers In	\$3,335	\$3,755	\$420
Expenses & Transfers			
Pension	\$1,135	\$2,139	\$1,004
OPEB	480	558	78
375 Beale Assessment	222	206	(16)
BARC (transfer out)	188	203	15
Insurance	259	250	(9)
Other	998	800	(198)
Total Expenses & Transfers Out	\$3,283	\$4,156	\$874
Operating Surplus/(Deficit)	\$52	(\$401)	(\$453)

Bay Area Regional Energy Network (BayREN)

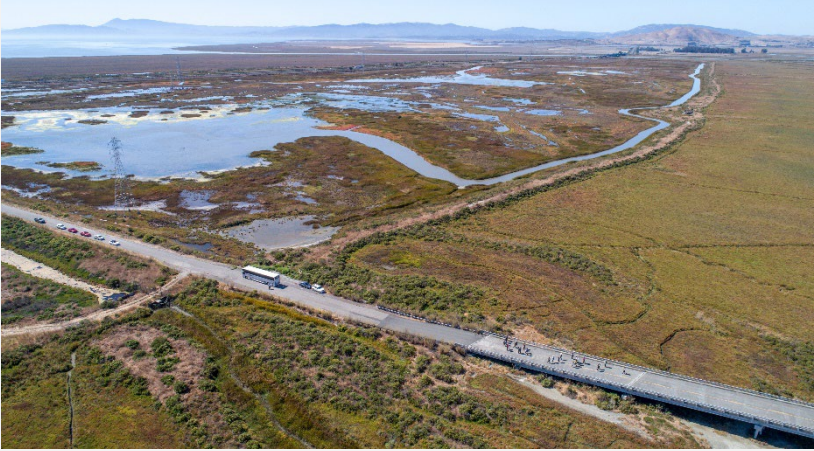


BayREN Operating Budget

- Main source of revenue is grant from the California Public Utilities Commission (CPUC)
- Additional consultant, incentive, and staff costs to support new programs and equity initiatives in BayREN’s 2024-2031 strategic business plan, approved by CPUC in July 2023.

BayREN	FY 2023-24 Amendment No. 1	FY 2024-25 Proposed	Difference \$
	(Thousands \$)	(Thousands \$)	(Thousands \$)
Revenues			
CPUC Grant	\$36,564	\$39,100	\$2,536
Other Revenue	-	285	285
Total Revenues & Transfers In	\$36,564	\$39,385	\$2,821
Expenses & Transfers			
Consultants	\$18,682	\$19,105	\$423
Incentives	15,600	16,650	1,050
Staff (transfer out to MTC)	1,939	3,219	1,280
Other	343	410	67
Total Expenses & Transfers Out	\$36,564	\$39,385	\$2,821
Operating Surplus/(Deficit)	\$0	\$0	\$0

San Francisco Estuary Partnership (SFEP)



San Francisco Estuary Partnership Budget

- Continued grant funding from State (DWR) and Federal (EPA) sources
- Additional staff costs to support new programs including Wetlands Regional Monitoring Program and Water Quality Improvement Fund grants
- Increased overhead recovery in support of program administration

SFEP	FY 2023-24 Amendment No. 1	FY 2024-25 Proposed	Difference \$
	(Thousands \$)	(Thousands \$)	(Thousands \$)
Revenues			
Grant Revenue	\$41,478	\$42,959	\$1,481
Total Revenues & Transfers In	\$41,478	\$42,959	\$1,481
Expenses & Transfers			
Consultants	\$6,218	\$3,011	(\$3,207)
Passthrough Contributions	32,474	36,099	3,625
Staff (transfer out to MTC)	2,786	3,838	1,052
Other	0	11	11
Total Expenses & Transfers Out	\$41,478	\$42,959	\$1,481
Operating Surplus/(Deficit)	\$0	\$0	\$0

Staff Recommendation

Staff requests that the Executive Board:

- ✓ recommend approval of ABAG Resolution No. 5-2024 approving the FY 2024-25 Operating Budget and Work Program
- ✓ authorize submission of the Budget and Work Program to the General Assembly for approval.

