FY 2022- 2023 FINANCIAL REPORTS AND YEAR END AUDIT RESULTS

November 16, 2023

Grace Martinez,
Section Director Financial
Reporting & Operational
Accounting

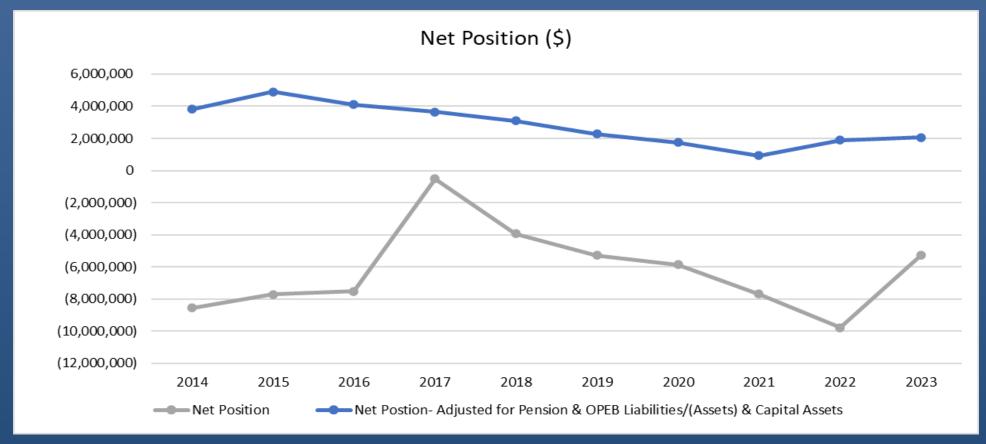


Financial Highlights

- 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



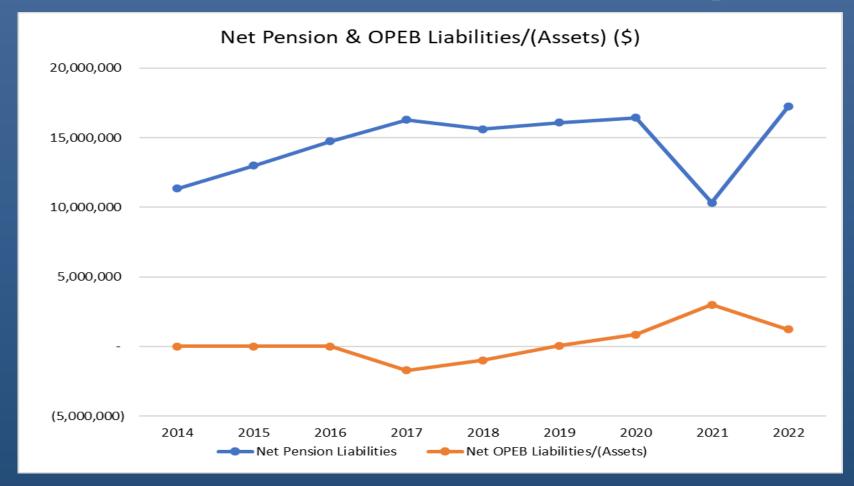
Membership Dues



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