

Alameda County Transportation Commission

Audited Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2016



Audit Committee

- The Commission Audit Committee reviewed the Draft Comprehensive Annual Financial Report on October 27th and approved the report.



Required Communications

- The Auditor is required to communicate significant deficiencies or material weaknesses in internal control to the Agency.
 - We noted no significant deficiencies or material weaknesses in internal controls.
 - We had no adjustments to the financial statements.
- We encountered no difficulties in the performance of the audit.



Financial Highlights

- Total net position was \$283.1 million at June 30, 2016, an increase of \$139.7 million or 97.4 percent over the prior fiscal year end primarily due to fiscal year 2015-16 being the first full year of revenue collections of the new Measure BB sales tax and the first fiscal year the I-580 Express Lanes were put into service requiring the capitalization of assets.
- Total assets and deferred outflows increased by \$98.1 million from \$436.6 million to \$534.7 million as of June 30, 2016 compared to June 30, 2015 mainly related to increased sales tax revenues from Measure BB and the capitalization of assets for the I-580 Express Lanes which began operations in February 2016. Cash and investments comprised \$419.1 million or 78.4 percent of total assets and deferred outflows as of June 30, 2016.
- Revenues totaled \$385.2 million for the fiscal year ended June 30, 2016. This was an increase of \$159.2 million or 70.4 percent over the fiscal year ended June 30, 2015 which is closely correlated to the increase in sales tax revenues from the new Measure BB.



Financial Highlights Continued

- Total liabilities and deferred inflows decreased by \$41.6 million or 14.2 percent from \$293.2 million to \$251.6 million as of June 30, 2016 compared to June 30, 2015. This decrease is largely due to the Bay Area Rapid Transit (BART) to Warm Springs project nearing completion. The BART to Warm Springs project is funded by Measure B and had significant accruals for expenditures as of June 30, 2015.
- Expenses totaled \$245.5 million for the fiscal year ended June 30, 2016. This was a decrease of \$16.6 million or 6.3 percent from the fiscal year ended June 30, 2015 mostly related to the wind down of Measure B capital projects, specifically the BART to Warm Springs project.




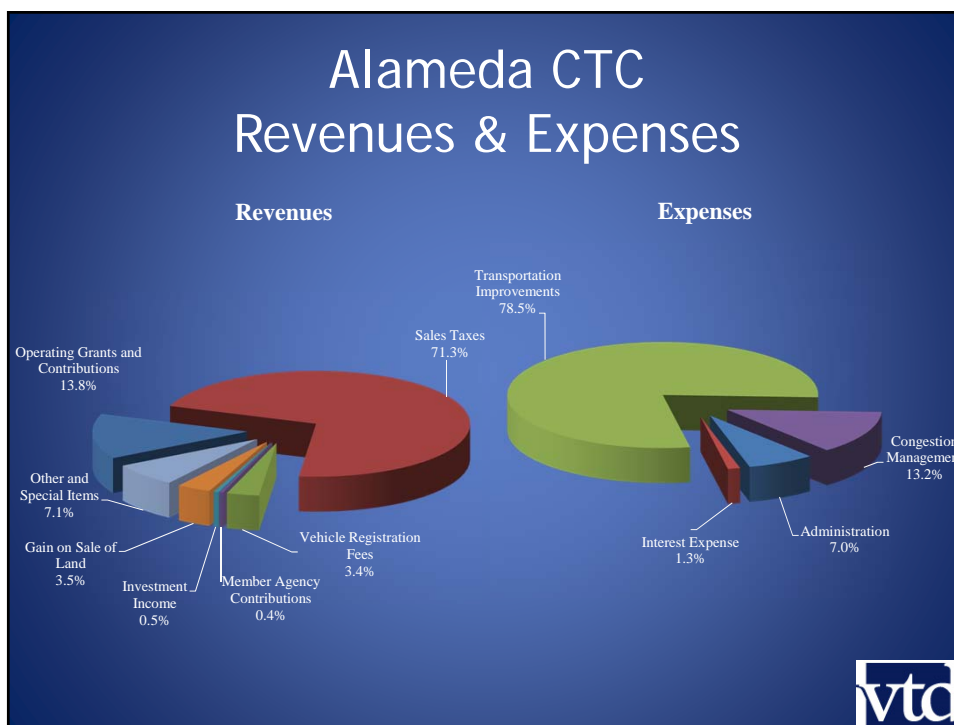
Alameda CTC Statement of Net Position June 30, 2016 (in thousands of dollars)

Assets and Deferred Outflows:	
Cash and Investments	\$419,051
Receivables	69,358
Capital Assets, net	44,850
Other Assets	280
Deferred Outflow from Pension Activities	<u>1,157</u>
Total Assets and Deferred Outflows	534,696
Liabilities and Deferred Inflows:	
Payables	51,844
Unearned Revenue	43,605
Long-term Obligations	155,681
Deferred Inflow from Pension Activities	<u>433</u>
Total Liabilities and Deferred Inflows	251,563
Net Position:	
Net Investment in Capital Assets	44,850
Restricted	197,926
Unrestricted	<u>40,357</u>
Total Net Position	<u>\$283,133</u>



Alameda CTC Statement of Activities for the Fiscal Year Ended June 30, 2016 (in thousands of dollars)

Governmental Activities	
Program Revenues	
Operating grants and contributions	<u>\$53,088</u>
Total Program Revenues	53,088
Expenses	
Administration	17,189
Transportation Improvements	192,753
Congestion Management	32,360
Interest Expense	<u>3,159</u>
Total Expenses	<u>245,461</u>
Total Governmental Activities	<u>(192,373)</u>
General Revenues	<u>332,100</u>
Change in Net Position	139,727
Net Position – Beginning	<u>143,406</u>
Net Position – Ending	<u>\$283,133</u>

Alameda CTC Auditor Opinion

Alameda CTC received what is referred to as an unmodified or clean audit opinion for the Fiscal Year Ended June 30, 2016.

“In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Alameda CTC, as of June 30, 2016, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.”



New Accounting Pronouncements

GASB Statements No. 72, 75, 76, 79 & 82

- Alameda CTC implemented the provisions of GASB Statements No. 72, 76, 79 and 82. GASB 72 relates to fair value measurement of investments, GASB 76 relates to the hierarchy of GAAP, GASB 79 relates to reporting for external investment pools, and GASB 82 relates to pension issues and was issued to amend GASB 68 which was implemented in last year's CAFR.
- GASB Statement No. 75. This Statement is effective for fiscal year 2018. Similar to GASB 68, Alameda CTC will have to recognize a liability on the financial statements related to postemployment benefits other than pensions (e.g. health benefits).



Alameda CTC
June 30, 2016

Questions?

