

# Alameda County Transportation Commission

Audited Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2015

## Audit Committee

- The Commission Audit Committee reviewed the Draft Comprehensive Annual Financial Report on October 22<sup>nd</sup> 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 \$143.4 million at June 30, 2015, a decrease of \$36.0 million or 20.1 percent from the prior fiscal year end primarily related to capital project expenditures in the Measure B capital project funds.
- Total assets and deferred outflows increased slightly by \$0.1 million from \$436.5 million to \$436.6 million as of June 30, 2015 compared to June 30, 2014 related to an increase in sales tax revenues receivable due to the passage of Measure BB, a new sales tax which augments and extends the Measure B sales tax. ACTC began collections of the tax in April 2015. Cash and investments comprised \$359.1 million or 82.2 percent of the total assets as of June 30, 2015.
- Revenues totaled \$213.9 million for the fiscal year ended June 30, 2015. This was an increase of \$35.9 million or 20.2 percent over the fiscal year ended June 30, 2014 mostly related to an increase in sales tax revenues.
- Total liabilities and deferred inflow increased by \$36.1 million or 14.1 percent from \$257.0 million to \$293.2 million as of June 30, 2015 compared to June 30, 2014. This increase is primarily related to an increase in the accrual of Measure B capital project expenditures as Measure B bond funds are utilized to fund specific Measure B projects indicated in the official statement and an accrual for the distribution of new Measure BB Direct Local Distribution funds.
- Expenses totaled \$249.9 million for the fiscal year ended June 30, 2015. This was an increase of \$35.8 million or 16.7 percent over the fiscal year ended June 30, 2014 mostly related to Measure B and congestion management capital project expenditures and the new Measure BB Direct Local Distribution expenditures.

**Alameda CTC**  
**Statement of Net Position**  
**June 30, 2015**

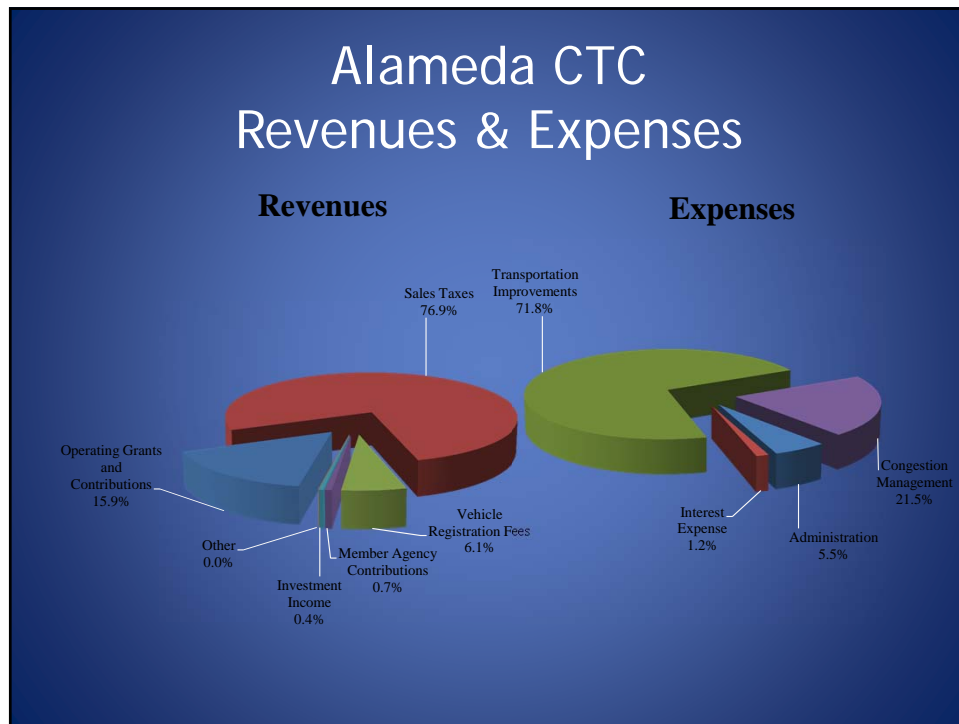
(in thousands of dollars)

<b>Assets and Deferred Outflows:</b>	
Cash and Investments	\$359,075
Receivables	72,014
Land Held for Resale	4,068
Capital Assets, net	516
Other Assets	79
Deferred Outflow from Pension Activities	<u>822</u>
Total Assets and Deferred Outflows	436,574
<b>Liabilities and Deferred Inflows:</b>	
Payables	102,171
Unearned Revenue	32,956
Long-term Obligations	157,123
Deferred Inflow from Pension Activities	<u>918</u>
Total Liabilities and Deferred Inflows	293,168
<b>Net Position:</b>	
Net Investment in Capital Assets	516
Restricted	111,117
Unrestricted	<u>31,773</u>
Total Net Position	<u>\$143,406</u>

**Alameda CTC**  
**Statement of Activities**  
**for the Fiscal Year Ended**  
**June 30, 2015**

(in thousands of dollars)

<b>Governmental Activities</b>	
Program Revenues	
Operating and grants contributions	\$34,091
Total Program Revenues	34,091
Expenses	
Administration	13,683
Transportation Improvements	179,363
Congestion Management	53,656
Interest Expense	<u>3,185</u>
Total Expenses	249,887
Total Governmental Activities	<u>(215,796)</u>
General Revenues	179,768
Change in Net Position	(36,028)
Net Position – Beginning	179,434
<b>Net Position – Ending</b>	<u>\$143,406</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, 2015.

“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 the Alameda CTC, as of June 30, 2015, 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.”

## Measure B Limitations Calculations

(in thousands of dollars)

Revenues:	
Net Sales Tax Proceeds	\$132,537
Investments & other Income	<u>(6,993)</u>
Total Funds Generated	\$125,544
Expenditures:	
Gross Salaries & Benefits	\$ 779
Other Admin Costs	<u>2,839</u>
Total Admin Costs	\$ 3,618
Salaries & Benefits to Sales Tax Ratio	0.588%
Total Admin Costs to Sales Tax Ratio	2.730%
Salaries & Benefits to Funds Generated	0.621%

## Measure BB Limitations Calculations

(in thousands of dollars)

Revenues:	
Net Sales Tax Proceeds	\$27,709
Investments & other Income	<u>3</u>
Total Funds Generated	\$ 27,712
Expenditures:	
Gross Salaries & Benefits	\$ 0
Other Admin Costs	<u>11</u>
Total Admin Costs	\$ 11
Salaries & Benefits to Sales Tax Ratio	0.000%
Total Admin Costs to Sales Tax Ratio	0.039%
Salaries & Benefits to Funds Generated	0.000%

## New Accounting Pronouncements

### GASB Statement No. 68 & 71

- Alameda CTC implemented the provisions of GASB Statement No. 68 and 71. This required a restatement to the beginning net position of the ACTC in the amount of \$3.6 million. The amounts is based on ACTC's proportionate share of the net pension liability for the Miscellaneous Cost-Sharing Plan with CalPERS.
- GASB Statement No. 75. This Statement is effective for fiscal year 2018. Similar to GASB 68, ACTC will have to recognize a liability on the financial statements related to Postemployment Benefits other than retirements (Health benefits).

Alameda CTC  
June 30, 2015

Questions?