

# Annual Comprehensive Financial Report (ACFR) for FY 2022

Finance Committee

April 26, 2023

# Annual Comprehensive Financial Report

- Set of financial statements that comply with accounting standards set by Government Accounting Standard Board (GASB)
- Contains final actual results of prior fiscal year's financial activities
- Must be audited by an independent auditor
- Accompanied by a Memorandum on Internal Control laying out any major issues

# Financial Highlights

- Ended FY22 with a net position of \$215.8 M
  - Assets and Deferred Outflows of Resources increased by \$13.9 M
  - Liabilities and Deferred Inflows of Resources decreased by \$8.8 M
- Pension liability decreased by \$62.8 M (31%) due to revised actuarial valuations and strong investment earnings
  - \$6.5 M was deposited into Pension Trust

# Revenues

- Total revenue for FY22: \$194.1 M
- Compared to FY21:
  - Property Tax revenue increased by 4.2%
  - Sales Tax revenue increased by 10.3%
  - Property Transfer Tax revenue increased by 56.5%
    - Measure VV contributed to increase

# Expenditures

- Total expenses for FY22: \$171.5 M
- Compared to FY21:
  - Engineering Department had a 52.6% increase
    - Resumption of projects after being delayed in 2021
  - Police Department had a 68% increase
    - Pension expenses increases
  - Community Development Department had a 31.2% decrease
    - Completed projects in 2021

# General Fund

- 86.9% of all revenues
- 80.5% of all expenditures
- FY22 ended with \$11.9 M surplus
- Discussed during prior Finance Committee
- Allocated by Council to fund liabilities and community priorities

# Other Funds

- All Enterprise Funds: ended FY22 with \$70.7 M fund balance
- All Internal Service Funds: ended FY22 with \$15.9 M

# One Significant Deficiency

- Significant turnover within Finance Department strained the ability to perform accounting analysis and closing functions.
  - Led to a significant number of post-closing entries after audit commenced
- Finance Management acknowledges this
  - Increased utilization on temporary staff
  - Implemented a new leadership structure to prevent gaps in direction
  - Working with HR to fully staff Finance Department



# Questions and Comments

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