



Midpeninsula Regional
Open Space District

R-15-171
Meeting 15-32
December 16, 2015

AGENDA ITEM 4

AGENDA ITEM

Fiscal Year 2015-16 Midyear Controller's Report

CONTROLLER'S RECOMMENDATION

Review and accept the attached Fiscal Year 2015-16 Midyear Controller's Report.

SUMMARY

The Controller's Midyear Financial Review Report concludes that the Midyear revenues and expenditures are on track and consistent with the District's long-term financial plans.

DISCUSSION

As part of the Midyear Action Plan and Budget Review process, the Controller prepares a Midyear Financial Report that presents the District's balance sheet and year-to-date revenues and expenditures as of September 30. For FY2015-16, the financial results of the first six months indicate that revenues and expenditures are consistent with the District's long-term financial plans.

Staff is currently preparing proposed FY2015-16 Action Plan and Budget adjustments to account for the fiscal year three-month extension to June 30, 2016. These revisions will be presented to the Board for approval in February 2016.

BOARD COMMITTEE REVIEW

The Action Plan and Budget Committee reviewed the proposed FY2015-16 Midyear Controller's report on November 30, 2015.

FISCAL IMPACT

Acceptance of this report has no fiscal impact.

PUBLIC NOTICE

Public notice was provided as required by the Brown Act. No additional notice is required.

CEQA COMPLIANCE

This proposed action is not a project under the California Environmental Quality Act (CEQA) and no environmental review is required.

NEXT STEPS

The Controller will continue to monitor property tax revenues and District expenditures.

Attachments:

1. Midyear Financial Review Report

Prepared by:

Mike Foster, Controller

Exhibit A

MIDPENINSULA REGIONAL OPEN SPACE DISTRICT

Balance Sheet

(Thousands)	September 30, 2015 <u>(Unaudited)</u>	March 31, 2015 <u>(Audited)</u>	<u>Increase</u>
Cash/Investments-Gen Fund	\$37,147	\$33,871	\$3,275
Cash/Investments-MAA	\$31,371	\$0	\$31,371
Cash/Investments-Hawthorn	<u>\$1,683</u>	<u>\$1,691</u>	<u>(\$7)</u>
Total Cash & Investments	\$70,201	\$35,562	\$34,639
Receivables & Prepaids	\$1,930	\$10,588	<u>(\$8,658)</u>
Deferred Charges	\$3,495	\$3,698	<u>(\$203)</u>
Net OPEB Asset	\$863	\$863	\$0
Land	\$400,065	\$390,691	\$9,374
Structures & Improvements	\$19,843	\$18,140	\$1,703
Equipment	<u>\$2,586</u>	<u>\$2,647</u>	<u>(\$61)</u>
TOTAL ASSETS	\$498,983	\$462,188	\$36,795
Accounts Payable	\$358	\$1,624	<u>(\$1,266)</u>
Accrued Liabilities	\$640	\$1,338	<u>(\$698)</u>
Compensated Absences	\$1,673	\$1,537	\$136
Land Contract Debt	\$2,402	\$2,412	<u>(\$10)</u>
GO Bonds Payable	\$47,282	\$0	\$47,282
Public Notes Payable	<u>\$131,001</u>	<u>\$134,152</u>	<u>(\$3,151)</u>
TOTAL LIABILITIES	\$183,355	\$141,063	\$42,292
TOTAL EQUITY (*)	\$315,628	\$321,125	<u>(\$5,498)</u>

(*) Includes \$20.4 million of committed reserves and \$2.5 million of restricted reserves

Exhibit B

MIDPENINSULA REGIONAL OPEN SPACE DISTRICT

Six Month Revenue vs. Prior Year

(Thousands, Unaudited)	<u>Six Months Ended September 30</u>		Percent <u>Increase</u>
	<u>2015</u>	<u>2014</u>	
Property Taxes	\$5,213	\$4,800	9%
Acquisition Grants	\$740	\$0	na
Development Grants	\$202	\$59	243%
Rental Income	\$462	\$469	-2%
SCC Parks Income	\$351	\$314	12%
Interest Income	\$73	\$96	-24%
Other	<u>\$366</u>	<u>\$97</u>	<u>278%</u>
TOTAL REVENUE	\$7,406	\$5,834	27%

Six Month Revenue vs. Annual Budget

(Thousands, Unaudited)	Six Months	Annual (*)	Percent
	<u>Actual</u>	<u>Budget</u>	<u>Received</u>
Property Taxes	\$5,213	\$36,305	14%
Acquisition Grants	\$740	\$740	100%
Development Grants	\$202	\$451	45%
Gifts of Land	\$0	\$550	0%
Rental Income	\$462	\$1,261	37%
SCC Parks Income	\$351	\$326	108%
Interest Income	\$73	\$145	50%
Other	<u>\$366</u>	<u>\$175</u>	<u>209%</u>
TOTAL REVENUE	\$7,406	\$39,953	19%

(*) excluding GO bond-related property tax and interest income

Exhibit C

MIDPENINSULA REGIONAL OPEN SPACE DISTRICT

Six Month Spending vs. Prior Year

(Thousands, Unaudited)	<u>Six Months Ended September 30</u>		Percent <u>Increase</u>
	<u>2015</u>	<u>2014</u>	
Salaries & Benefits	\$7,169	\$6,350	13%
Services & Supplies	<u>\$2,076</u>	<u>\$1,561</u>	<u>33%</u>
Operating Expense	\$9,244	\$7,912	17%
Strategic/Vision Plan	\$0	\$775	-100%
Property Management	\$166	\$159	5%
Land Acquisition Expense	\$104	\$105	-1%
Capital Spending	\$2,169	\$854	154%
Land Acquired	\$9,270	\$10	92600%
Debt Service	<u>\$6,363</u>	<u>\$6,043</u>	<u>5%</u>
TOTAL SPENDING	<u>\$27,316</u>	<u>\$15,857</u>	72%

Six Month Spending vs. Annual Budget

(Thousands, Unaudited)	Six Months	Annual	Percent <u>Spent</u>
	<u>Actual</u>	<u>Budget</u>	
Salaries & Benefits	\$7,169	\$15,394	47%
Services & Supplies	<u>\$2,076</u>	<u>\$5,789</u>	<u>36%</u>
Operating Expense	\$9,244	\$21,183	44%
Property Management	\$166	\$795	21%
Land Acquisition Expense	\$104	\$1,309	8%
Capital Spending	<u>\$2,169</u>	<u>\$10,414</u>	<u>21%</u>
NON-LAND SPENDING	\$11,683	\$33,701	35%
Debt Service	\$6,363	\$11,063	58%
Land Acquired	<u>\$9,270</u>	<u>\$11,000</u>	<u>84%</u>
TOTAL SPENDING	<u>\$27,316</u>	<u>\$55,764</u>	49%
Hawthorn Endowment	\$16	\$380	4%

Exhibit D

MIDPENINSULA REGIONAL OPEN SPACE DISTRICT

Six Month Activity vs. Annual Budget

(Thousands)	Six Months <u>Actual</u>	Annual <u>Budget</u>	Percent <u>Done</u>
<u>General Fund</u>			
Property Taxes	\$5,213	\$36,305	14%
Other Income	<u>\$1,252</u>	<u>\$1,907</u>	<u>66%</u>
GEN FUND REVENUE	<u>\$6,465</u>	<u>\$38,212</u>	17%
Opex	\$9,244	\$21,183	44%
Non-Opex Expense	\$166	\$715	23%
Capital Spending	\$646	\$3,777	17%
Land Acquisition	\$0	\$1,003	0%
Debt Service	<u>\$6,363</u>	<u>\$9,883</u>	<u>64%</u>
GEN FUND SPENDING	<u>\$16,419</u>	<u>\$36,561</u>	45%
MAA REIMBURSEMENT	<u>\$5,310</u>	<u>\$5,310</u>	100%
General Fund Net Position	<u>(\$4,644)</u>	<u>\$6,961</u>	
<u>MAA Program</u>			
MAA BOND PROCEEDS	<u>\$47,559</u>	<u>\$44,830</u>	106%
Property Taxes	\$0	\$1,183	0%
Acquisition Grants/Gifts	\$740	\$1,290	57%
Development Grants	\$202	\$451	45%
Interest Income	<u>\$0</u>	<u>\$100</u>	<u>0%</u>
MAA REVENUE	<u>\$942</u>	<u>\$3,024</u>	31%
MAA Debt Service	\$0	\$1,183	0%
MAA Capex Labor	\$254	\$1,299	20%
MAA Non-Labor Capex	\$1,269	\$5,418	23%
MAA Land Acquisition	<u>\$9,374</u>	<u>\$11,306</u>	<u>83%</u>
MAA SPENDING	<u>\$10,897</u>	<u>\$19,206</u>	57%
<i>MAA Spent To-Date (net)</i>	<i>\$15,265</i>	<i>\$45,000</i>	<i>34%</i>
<i>(May 2014-Sep 2015)</i>			