



## 2017 Comprehensive Annual Financial Report

Board of Directors – July 3, 2018

# 2017 CAFR - Unmodified Audit Opinion

## 2016 CAFR - GFOA Award for Excellence



VAVRINEK, TRINE, DAY & CO., LLP  
Certified Public Accountants

VALUE THE *difference*

### INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
East Bay Regional Park District  
Oakland, California

#### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the East Bay Regional Park District (District), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

#### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

#### Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### Opinions

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 District as of December 31, 2017, and the respective changes in financial position and, where applicable, cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Government Finance Officers Association

## Certificate of Achievement for Excellence in Financial Reporting

Presented to

**East Bay Regional Park District  
California**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2016**

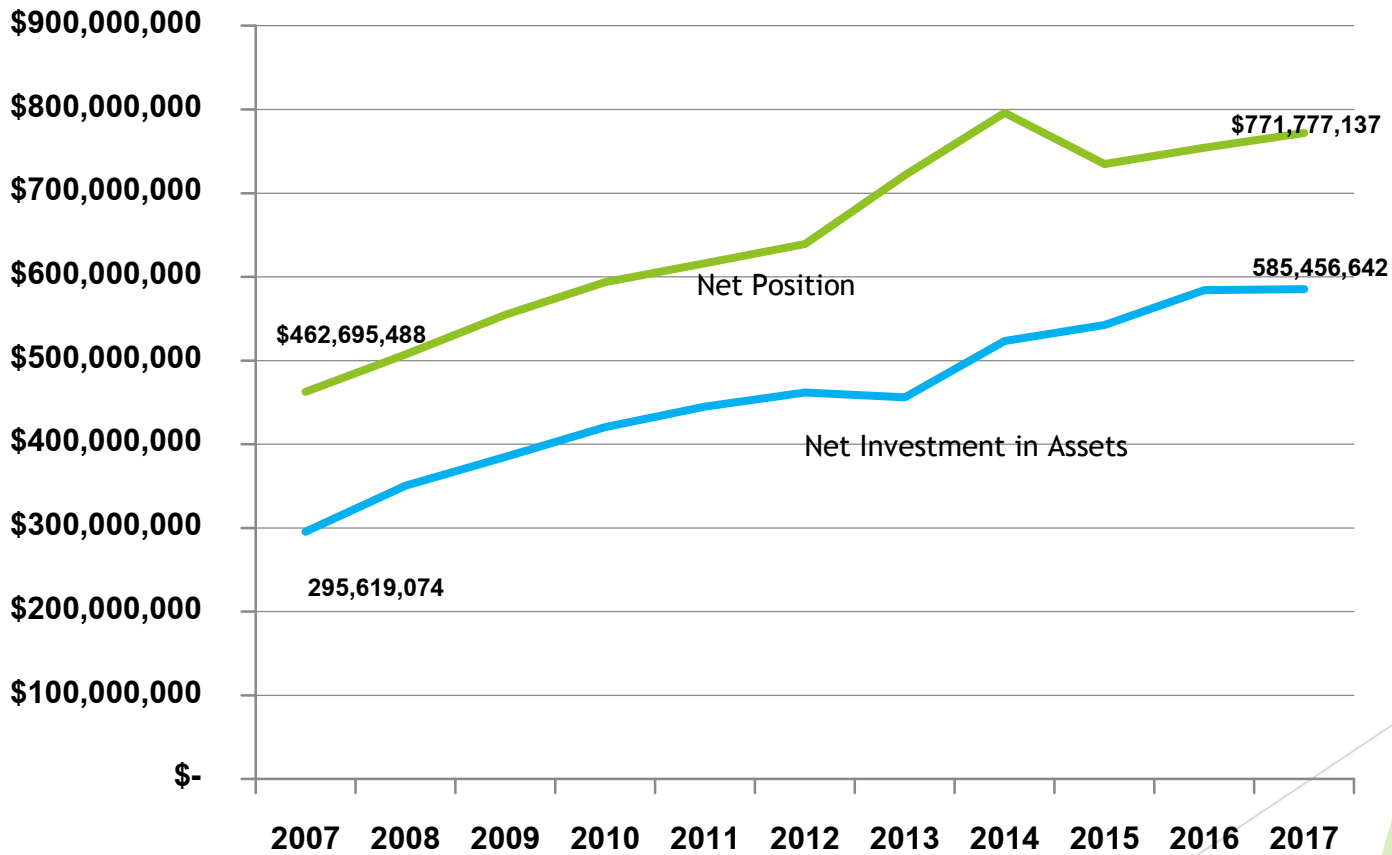
*Christopher P. Morrill*

Executive Director/CEO

**2017 Total Net Position \$771.8 million**

**2017 Increase in Net Position \$17.6 million**

### District-wide Net Position



# General Fund Budget to Actual

<b>December 31, 2017</b>				
	Original Budget	Final Budget	Actual Amounts	Variance Positive (Negative)
<b>REVENUES</b>				
Property taxes and assessments	\$ 123,400,000	\$ 123,400,000	\$ 128,608,261	\$ 5,208,261
Charges for services	9,575,150	9,575,150	9,573,751	(1,399)
Interest	550,000	550,000	908,281	358,281
Property usage	1,619,700	1,619,700	2,079,655	459,955
Interagency agreements and grants	332,720	482,720	243,472	(239,248)
Miscellaneous	<u>743,430</u>	<u>738,941</u>	936,262	197,321
Total revenues	<u>136,221,000</u>	<u>136,366,511</u>	<u>142,349,682</u>	<u>5,983,171</u>
<b>EXPENDITURES</b>				
Current:				
Acquisition/Stewardship/Development Division	9,823,740	9,937,019	9,104,913	832,106
Executive/Legislative Division	6,479,350	6,711,882	5,770,267	941,615
Finance/Management Services Division	9,131,940	9,310,578	8,797,108	513,470
Legal Division	2,563,240	3,036,500	2,829,438	207,062
Operations Division	62,262,090	62,687,839	59,637,051	3,050,788
Public Affairs Division	5,025,070	5,011,244	4,529,193	482,051
Public Safety Division	28,252,330	28,692,459	26,234,714	2,457,745
Capital outlay	<u>972,520</u>	<u>2,400,119</u>	<u>1,791,524</u>	<u>608,595</u>
Total expenditures	<u>124,510,280</u>	<u>127,787,640</u>	<u>118,694,208</u>	<u>9,093,432</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>11,710,720</u>	<u>8,578,871</u>	<u>23,655,474</u>	<u>15,076,603</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of capital assets	117,000	117,000	222,878	105,878
Transfers in	6,000	3,859,318	4,108,855	249,537
Transfers out	<u>(11,802,970)</u>	<u>(19,237,246)</u>	<u>(19,237,246)</u>	-
Total other financing sources (uses)	<u>(11,679,970)</u>	<u>(15,260,928)</u>	<u>(14,905,513)</u>	<u>355,415</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 30,750</u>	<u>\$ (6,682,057)</u>	<u>8,749,961</u>	<u>\$ 15,432,018</u>
Beginning of year			108,250,121	
End of year			<u>\$ 117,000,082</u>	

# 2017 Measure WW Bond Issuance & Refunding

- General Obligation Bonds \$80 M
  - Certified \$30 M in “Green Bonds”
- General Obligation Refunding Bonds \$50.4 M
  - Partially defease 2009 GO Bonds
  - \$8.2 M reduced debt service

## Pension Liabilities

➤ Supplemental Pension Trust - \$3.5M contribution

▶ EBRPD Plan

- ▶ Net Pension Liability – General \$12,660,707
- ▶ Net Pension Liability – Safety \$ 2,019,437

▶ CalPERs Plan

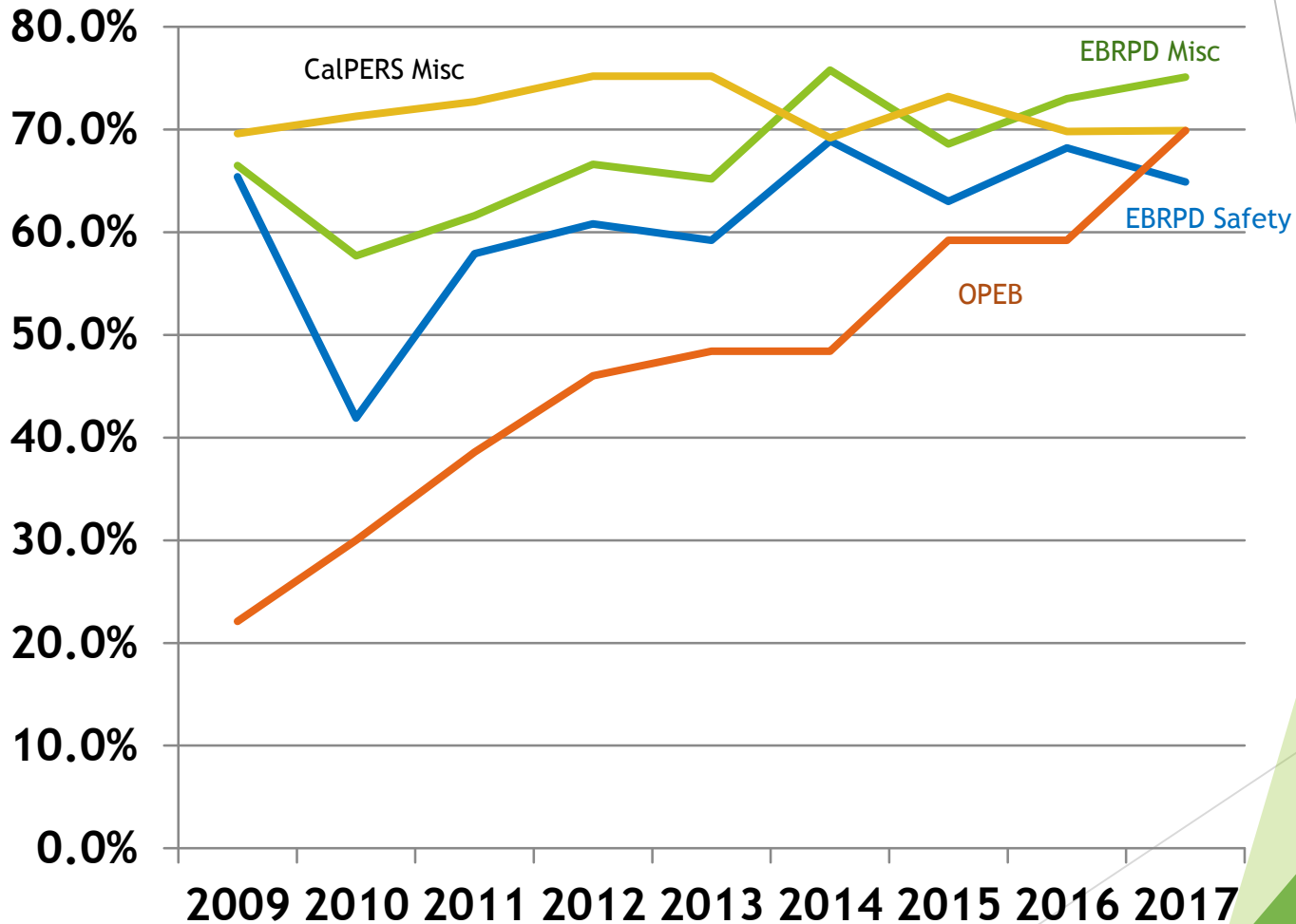
- ▶ Net Pension Liability – Misc \$93,761,267
- ▶ Net Pension Liability – Safety \$19,994,259

**Total Net Pension Liability 2017** **\$128,435,670**

**Total Net Pension Liability 2016** **\$115,814,969**

**2017 Increase** **\$ 12,620,701**

# Schedule of Funding Progress Retiree Benefits



- Comprehensive Annual Financial Report
- SAS 114 Auditor's Communication Letter
- Report on Federal Awards
- Appropriations Limit Report

# Questions?

