

# SamTrans Fiscal Year 2018-2019 Comprehensive Annual Financial Report Single Audit Report

SamTrans Board of Directors  
December 4, 2019

# Agenda

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- Highlights from the CAFR for FY 2018-19
  - Auditor's Communication
  - Timing of the CAFR
  - Assessment of SamTrans Long-Term Fiscal Health
  - Internal Control over Financial Reporting and on Compliance
- Single Audit Report

# Auditor's Communication

- Eide Bailly issued an unmodified “clean” opinion on the financial statements and compliance with federal grants
- No adjustments were proposed to the financial statements
- No difficulties were encountered in the performance of the audit

# Timing of the CAFR

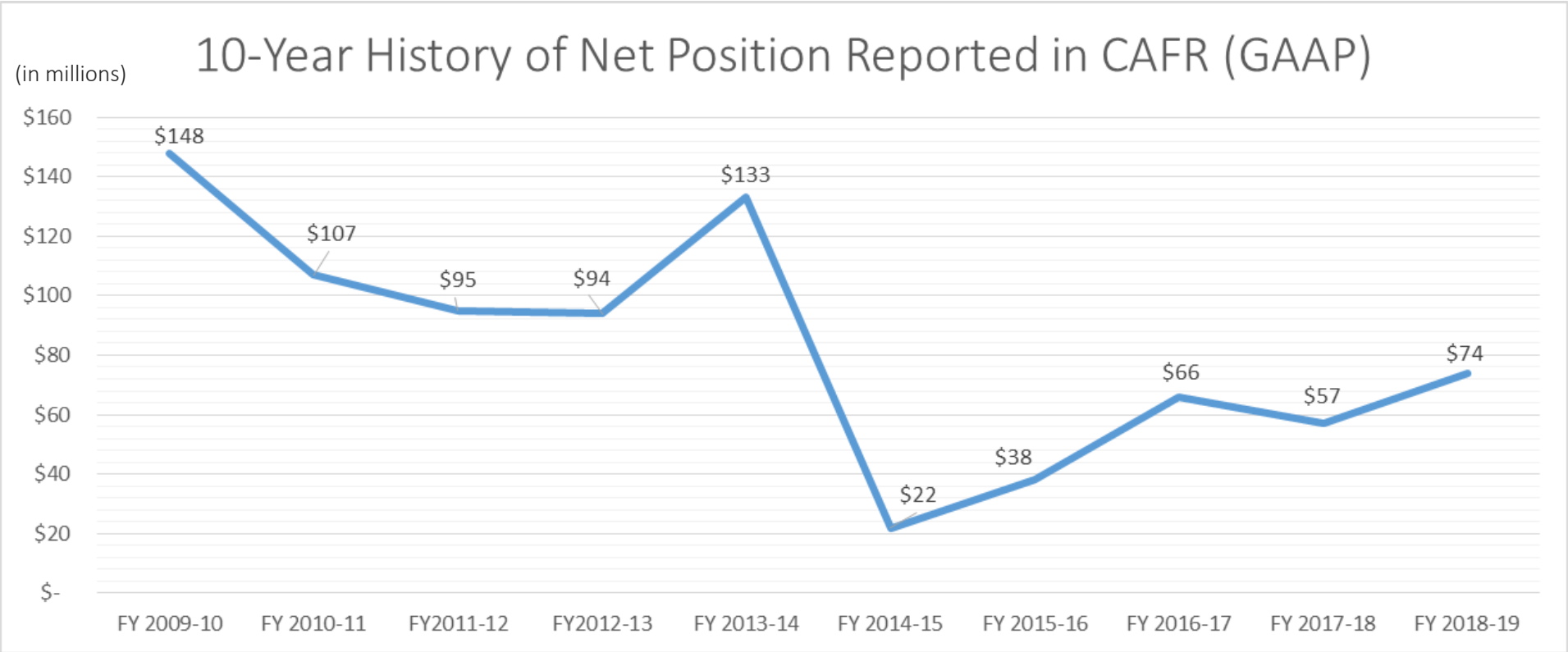
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- The FY 2018-19 CAFR was published on October 31
- 49 days early compared to 2017
- 71 days early compared to 2016
- 76 days early compared to 2015

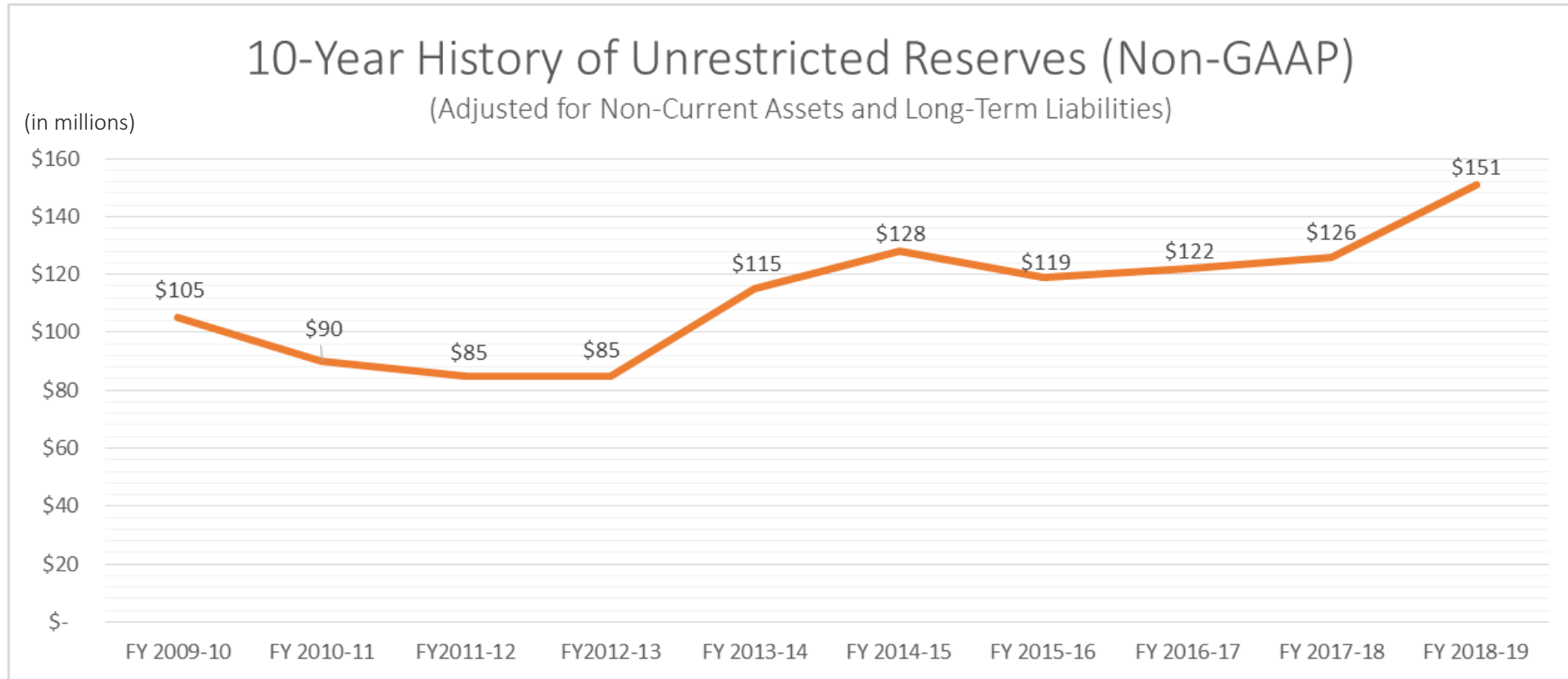
## Benefits of timely reporting:

- Provides more timely information to investors, management, and community
- Allows time to focus on other projects

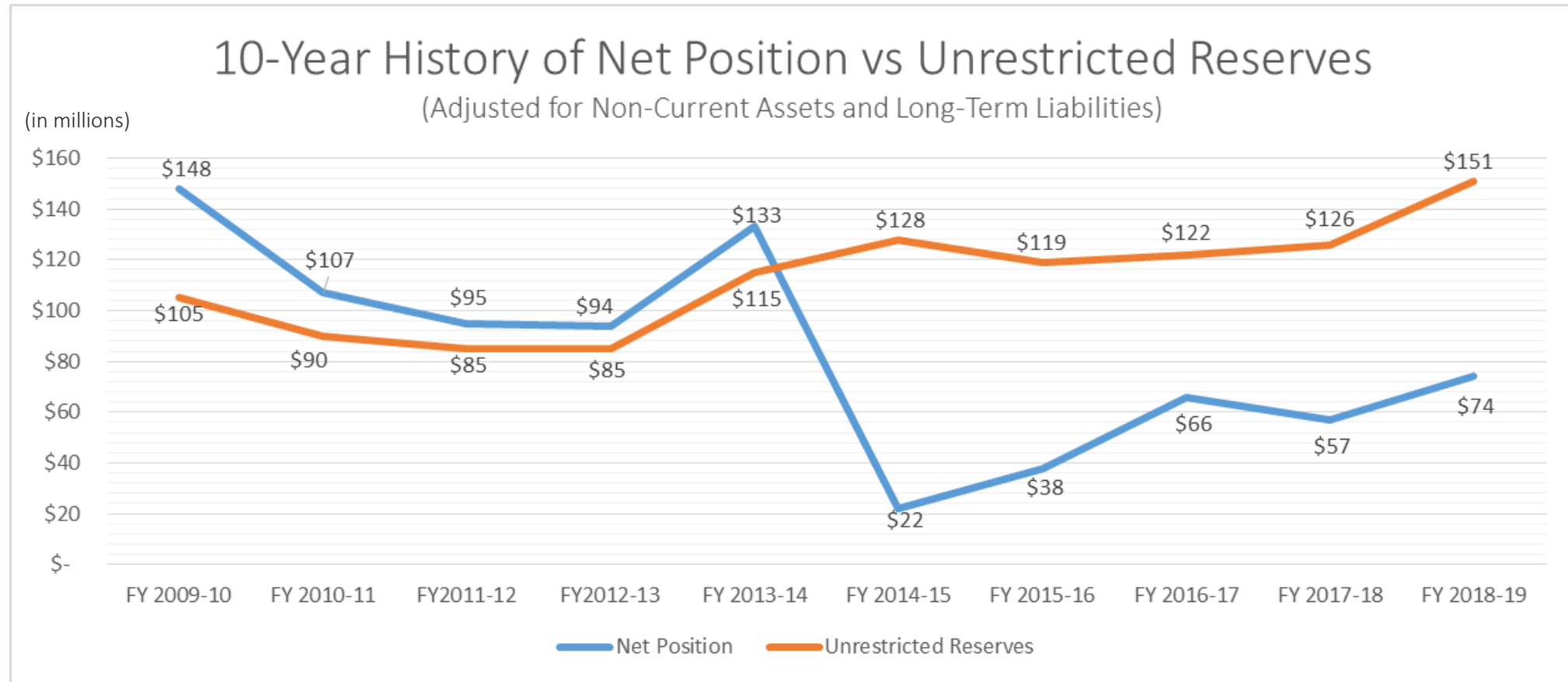
# Assessment of SamTrans Long-Term Fiscal Health



# Assessment of SamTrans Long-Term Fiscal Health (continued)



# Assessment of SamTrans Long-Term Fiscal Health (continued)



# Assessment of SamTrans Long-Term Fiscal Health (continued)

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## What Does This Mean?

### GAAP

- GAAP accounting provides a partial view of the District's financial condition
- GAAP accounting can hide trends

### Non-GAAP

- Focuses on short-term needs
- Ability to maintain services

## What Should We Do?

- Focus on preventing or limiting “Financial Impairment” through cost-effective financial management in both short and long term.
- Continue to develop metrics to help the Board identify and address potential financial impairment issues.
- Address challenges associated with large unfunded liabilities.
- Develop appropriate reserve policies.



# Internal Control Over Financial Reporting and Compliance

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No audit findings reported

# Single Audit Report

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- **Expenditures of Federal Award:**  
*\$6.7 million*
- **Internal Control over Major Programs:**  
*No finding reported*