




**Comprehensive  
Annual Financial  
Report (CAFR)**

Fiscal Year Ended June 30, 2018

January 15, 2019

The seal of the City of Santa Clara, California, featuring a mission building, the year 1852, and the text 'CITY OF SANTA CLARA CALIFORNIA' and 'THE MISSION CITY'.



**City of  
Santa Clara**  
The Center of What's Possible

**AGENDA**

- Overview
- Key Financial Highlights

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## OVERVIEW

- Government Finance Officers Association (GFOA) Certificate of Achievement in Excellence in Financial Reporting
  - Fiscal Year ended June 30, 2017 Comprehensive Annual Financial Report (CAFR)
  - 26 consecutive years
- Maze & Associates completed the annual audit of the City's CAFR, Silicon Valley Power Financial Statements, and Transportation Development Act (TDA) Financial Statements

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## OVERVIEW

- The CAFR covers the 2017-18 fiscal year (July 1, 2017 to June 30, 2018) with comparative data from the 2016-17 fiscal year
- Unmodified (i.e., "clean") opinion expressed by auditors
- Audit Committee Meeting was held on December 4, 2018
  - Recommended that the CAFR, SVP Financial Statements, and TDA Financial Statements be forwarded to the City Council

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## **KEY FINANCIAL HIGHLIGHTS**

- City implemented Governmental Accounting Standard Board (GASB) Statement No. 75
  - Required the recording of the OPEB liability
- City Assets (what is owned) exceeded Liabilities (what is owed) by \$1.7 billion (net position) in fiscal year 2017-18
  - Increase of \$37 million when compared to prior year
  - The City as a whole continues to strengthen its financial position

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## **KEY FINANCIAL HIGHLIGHTS**

- Outstanding long-term debt decreased by \$62 million primarily due to repayment of Stadium Authority debt
- General Fund - fund balance equaled \$196 million, increase of \$4 million or 2% from the prior year
- General Fund had assets of \$204 million and liabilities of \$8 million

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## KEY FINANCIAL HIGHLIGHTS

- General Fund – Fund Balances

Category	Amount	Description
Non-spendable	\$ 25 million	Supplies, Inventory, Long Term Loans Receivable
Restricted	14 million	Grants, Donations, Pension Rate Stabilization Reserve
Committed	42 million	Land Sale Reserve, Building Inspection Reserve
Assigned	7 million	Encumbrances
Unassigned	108 million	Budget Stabilization Reserve, Capital Project Reserve
<b>TOTAL</b>	<b>\$196 million</b>	

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## KEY FINANCIAL HIGHLIGHTS

- The Notes to the Basic Financial Statements

- An integral part of the CAFR

- Note 13 – PERS

- Total unfunded pension liability at June 30, 2018 is \$516 million (\$265 million for Miscellaneous and \$251 million for Safety)

- Note 16 – Other Post Employment Benefits (OPEB)

- Net OPEB liability at June 30, 2018 is \$47 million

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## **RECOMMENDATION**

- Note and file, as recommended by the Audit Committee:
  1. The audited City of Santa Clara Comprehensive Annual Financial Report (CAFR) for fiscal year ended June 30, 2018;
  2. The audited City of Santa Clara Electric Utility Enterprise Fund (Silicon Valley Power) Financial Statements for fiscal year ended June 30, 2018;
  3. The audited Transportation Development Act (TDA) Financial Statements for fiscal year ended June 30, 2018.