



ALAMEDA-CONTRA COSTA TRANSIT DISTRICT

Master Minute Order

Report ID:	22-568	Status:	Received
Type:	Regular - Finance & Audit		
Meeting Body:	Board of Directors - Regular Meeting 12/14/2022	Final Action:	12/14/2022

Financials not ready. Move item to Dec per C.A.

Sponsors:

Attachments: STAFF REPORT, Att 1 AC Transit-FY22-Financial Statements-DRAFT-11.30, Att 2 AC Transit-FY22-Measure B-DRAFT - 11.28, Att 3 AC Transit-FY22-Measure BB-DRAFT - 11.28, Att 4 AC Transit-FY22-Measure J-DRAFT-11.28, Att 5 AC Transit-FY22-Measure VV-DRAFT-11.28, Att 6 AC Transit-FY22-Prop 111-AUP-DRAFT, Att 7 AC Transit-FY22-BoD Exp AUP-DRAFT, Att 8 AC Transit-FY22-D1D2-AUP-DRAFT-11.28, Att 9 AC Transit-FY22-Single Audit-DRAFT, Att 10 AC Transit-FY22-PTMISEA-Compliance Report - DRAFT, Att 11 AC Transit-FY22-Management Letter-DRAFT, Att 12 AC Transit-FY22-LCTOP-Compliance Report -DRAFT

Agenda Title:

Consider receiving the Year-End Financial Statements and Independent Auditor’s Report for the Fiscal Year Ended June 30, 2022.

Staff Contact:

Chris Andrichak, Chief Financial Officer

Legislative Action & Summary

Acting Body:	Date:	Action:	Result:
Board of Directors - Regular Meeting	12/14/2022	Received	Pass

Action Text:

MOTION: YOUNG/PEEPLES to receive the Year-End Financial Statements and Independent Auditor’s Report for the Fiscal Year Ended June 30, 2022 including the outlined deficiencies and corrections. The motion carried by the following vote:

Ayes: 7 President YOUNG, Vice President SHAW, Director BECKLES, Director WALSH, Director SYED, Director McCALLEY, Director PEEPLES

Notes:

Chief Financial Officer Chris Andrichak presented the staff report. Brad Schelle of Crowe, LLC was also in attendance. Mr. Andrichak explained that although the independent financial auditor Crow, LLC issued a clean opinion, they noted a significant deficiency as outlined in attachments 9 and 11 of the report. The findings relate to the projected and actuarial valuations of Other Post-Employment Benefits (OPEB) liability which has no effect on the operating expenses. Another deficiency was

discovered in the lease accounting statements. In addition to the deficiencies, Staff Report 22-568 (page 3) was corrected to replace “increased” with “decreased” in the following statement on page 3: “It should also be noted that without the receipt of \$65.5 million of Federal Coronavirus Response and Relief Supplemental Appropriations (CRRSA) and American Rescue Plan (ARP) Act funding during the period the cumulative net position would have ~~increased~~ **decreased** modestly to \$107.3 at fiscal year-end.” Mr. Andrichak acknowledged the errors and explained that a corrective action plan is in place.

There was no public comment offered.
