



DATE: December 10, 2019

CATEGORY: Consent

DEPT.: Finance and Administrative Services

TITLE: **Accepting City of Mountain View Comprehensive Annual Financial Report and Various Other Related Reports**

RECOMMENDATION

Accept, acknowledge, and file the following financial and independent auditor's reports pertaining to Fiscal Year 2018-19:

- Comprehensive Annual Financial Report and Independent Auditor's Report
- Article XIII-B Appropriations Limit
- Report to the City Council – Required Communications

BACKGROUND

In accordance with Section 1106 of the City Charter and Council Policy No. B-6, the City's external auditor, Macias Gini & O'Connell, LLP (MGO), presented the financial statements along with their auditor's reports at a Study Session with the Council earlier this evening.

These reports were distributed to the City Council with the Study Session report. They are available for public review in the City Clerk's Office, the Library, and on the Council Agenda page of the City's website at:

http://mountainview.gov/council/agendas/current_council_agendas.asp.

ANALYSIS

A Comprehensive Annual Financial Report (CAFR) is required by the City Charter, the State, and various entities, including bond-rating agencies. This action formally accepts, acknowledges, and files the CAFR and various other related reports in order to comply with grant regulations and other statutory requirements.

A detailed analysis of the General Operating Fund (GOF) audited results compared to Budget is included as Attachment 1. For Fiscal Year 2018-19, the City had a \$7.8 million year-end GOF balance, that is \$6.9 million and \$4.0 million greater than the Adjusted Budget and the Adopted Budget, respectively. This analysis also shows the GOF balance allocations as adopted by Council in the Fiscal Year 2019-20 Adopted Budget. The allocations fund limited-period expenditures, capital outlay, and contributions to long-term liabilities related to pension and compensated absences obligations, as well as the Capital Improvement, General Fund, and Transportation Reserves.

FISCAL IMPACT

Accepting the financial reports does not have a fiscal impact to the City.

ALTERNATIVES

1. Do not accept and acknowledge the reports.
2. Provide other direction.

PUBLIC NOTICING – Agenda posting.

Prepared by:

Helen He
Accounting Manager

Rafaela O. Duran
Principal Financial Analyst

Approved by:

Jesse Takahashi
Finance and Administrative
Services Director

Audrey Seymour Ramberg
Assistant City Manager/
Chief Operating Officer

HH-ROD/2/CAM
525-12-10-19CR
190501

Attachment: 1. Analysis of Fiscal Year 2018-19 Audited Financial Results for the General Operating Fund