

# Annual Comprehensive Financial Report (ACFR)

For the Year Ended June 30, 2021

Presented by:

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CPA, MBA

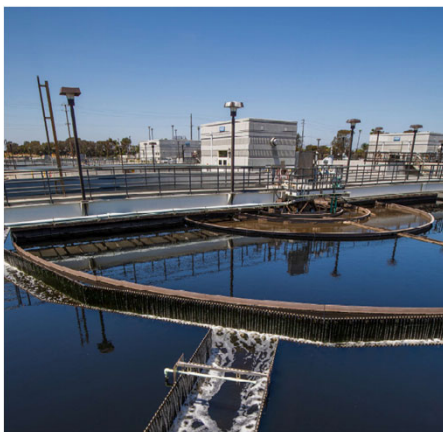
*Financial Management  
Accounting Supervisor*

Administration Committee  
November 10, 2021



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## Renaming the Report



Orange County Sanitation District  
**Comprehensive Annual  
Financial Report**  
for the year ended June 30, 2020



Orange County Sanitation District  
**Annual Comprehensive  
Financial Report**  
for the year ended June 30, 2021

Orange County, California



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## Overview of the ACFR

- Provides financial condition and performance for fiscal year ended June 30, 2021.
- GFOA Excellence in Financial Reporting Award – 26 consecutive years.
- Independent auditor – Macias Gini & O’Connell, LLP (MGO).

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## Financial Net Position

Total Net Position: \$2.7 billion

*(Dollars in thousands)*

	June 30, 2021	June 30, 2020	Increase (Decrease)	% Increase (Decrease)
<b>Total assets &amp; deferred outflows</b>	<b>3,852,165</b>	<b>3,701,949</b>	<b>150,216</b>	<b>4.1%</b>
<b>Total liabilities &amp; deferred inflows</b>	<b>1,141,783</b>	<b>1,162,939</b>	<b>(21,156)</b>	<b>-1.8%</b>
<b>Net position</b>				
Net investment in capital assets	1,740,102	1,678,041	62,061	3.7%
Unrestricted	970,280	860,969	109,311	12.7%
<b>Total net position</b>	<b>\$ 2,710,382</b>	<b>\$ 2,539,010</b>	<b>\$ 171,372</b>	<b>6.7%</b>

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## Increase in Net Position

Increase in Net Position: \$171.4 million

*(Dollars in thousands)*

	June 30, 2021	June 30, 2020	Increase (Decrease)	% Increase (Decrease)
<b>Total revenues</b>	<b>476,204</b>	<b>492,397</b>	<b>(16,193)</b>	<b>-3.3%</b>
<b>Total expenses</b>	<b>322,379</b>	<b>336,482</b>	<b>(14,103)</b>	<b>-4.2%</b>
<b>Income before capital contributions</b>	<b>153,825</b>	<b>155,915</b>	<b>(2,090)</b>	<b>-1.3%</b>
Capital facilities capacity charges	17,547	22,593	(5,046)	-22.3%
<b>Increase in net position</b>	<b>171,372</b>	<b>178,508</b>	<b>(7,136)</b>	<b>-4.0%</b>
Beginning net position	2,539,010	2,360,502	178,508	7.6%
<b>Ending net position</b>	<b>\$ 2,710,382</b>	<b>\$ 2,539,010</b>	<b>\$ 171,372</b>	<b>6.7%</b>

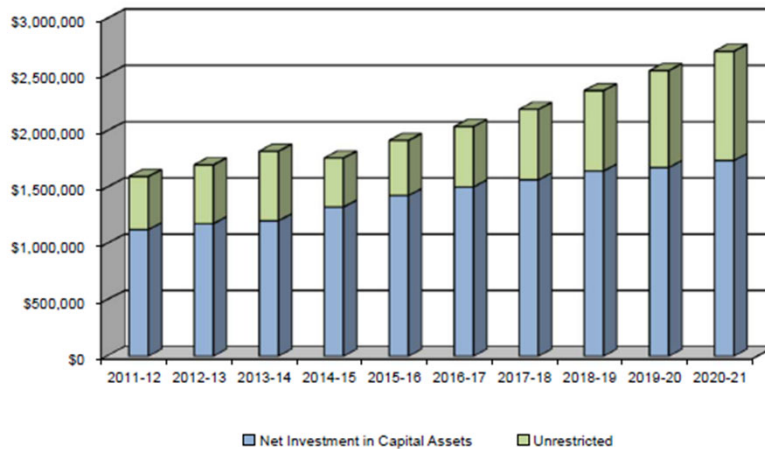
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## Net Position – Last 10 Fiscal Years

*(Dollars in Thousands)*



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## Financial Performance - Operations

*(Dollars in thousands)*

	June 30, 2021	June 30, 2020	Increase (Decrease)	% Increase (Decrease)
<b>Operating expenses:</b>				
Salaries and benefits	74,772	82,916	(8,144)	-9.8%
Utilities	9,789	8,622	1,167	13.5%
Supplies, repairs and maintenance	47,545	44,063	3,482	7.9%
Contractual services	22,653	24,625	(1,972)	-8.0%
Feasibility studies	5,704	5,113	591	11.6%
Other	7,555	2,994	4,561	152.3%
<b>Total operating expenses</b>	<b>\$ 168,018</b>	<b>\$ 168,333</b>	<b>\$ (315)</b>	<b>-0.2%</b>

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## Capital Improvement Outlays

Major capital asset additions:

- \$36.5 million Ocean Outfall System Rehabilitation (J-117)
- \$18.6 million Newhope-Placentia Trunk Replacement (2-72)
- \$15.9 million Westminster Blvd Force Main Replacement (3-62)
- \$10.5 million Headworks Modifications at P2 for GWRS (P2-122)
- \$ 8.0 million Headquarters Complex (P1-128)

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## Available Resources

Cash and investments: \$960.6 million — Increase: \$79.9 million

*(Dollars in thousands)*

	June 30, 2021	June 30, 2020	Increase (Decrease)	% Increase (Decrease)
Cash on hand	7	6	1	16.7%
Deposits with financial institutions	1,649	9,056	(7,407)	-81.8%
Managed portfolio - cash and investments	958,983	871,719	87,264	10.0%
Held by trustees - cash and cash equivalents	0	7	(7)	-100.0%
<b>Total cash and investments</b>	<b>\$ 960,639</b>	<b>\$ 880,788</b>	<b>\$ 79,851</b>	<b>9.1%</b>

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## Questions



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