



# City of Martinez

525 Henrietta Street, Martinez, CA 94553-2394

(925) 372-3500 / Fax (925) 229-5012

April 29, 2016

Ms. Sheri Pemberton  
Chief, External Affairs/Legislative Liaison  
California State Lands Commission  
100 Howe Avenue, Suite 100 South  
Sacramento, CA 95825-8202

**RE: Request for relief from obligation to transmit gross revenue from Martinez Marina**

Dear Ms. Pemberton:

The City of Martinez requests relief from the obligation to transmit a portion of the gross revenue generated by the land grant described in SB 1424, also known as the Martinez Marina, as authorized under Section 7(d)(2). The City requests this relief for fiscal year 2015-2016.

The Martinez Marina is currently in a deteriorated state. Although the Marina was designed with six docks (A-F), currently only five are usable with Dock E only functioning on one side. Of the 400 slips in the Marina, only approximately 140 are in use. This is due primarily to the condition of the docks and the high levels of siltation as a result of major issues in the seawall and the entrance configuration. The last dredge occurred in 2012 and, due to the location of the Marina, the dredge cycle is every three years.

As a result of the Marina infrastructure needs, the revenue generated by the land has barely been enough to keep pace with basic maintenance and operational costs. The revenues are generated from two leases as well as docking and launching fees. All money generated by the Marina is kept in a separate Marina Services Enterprise Fund. However, since 2012, the revenue has not been sufficient to service the debt for the Marina State loans. The City is working closely with the State to address the outstanding loans. The revenues generated by the Marina for the past fiscal year are as follows:

City of Martinez  
Marina Budgeted Revenue & Expenses  
Fiscal Year 2015-16

Description	Revenues	Expenses	Net Income / (Loss)
Fund 73 - Marina	74,600.00	80,018.00	(5,418.00)
Fund 78 - Marina Management	76,000.00	89,000.00	(13,000.00)
Total	\$ 150,600.00	\$ 169,018.00	\$ (18,418.00)



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If the State Lands Commission allows the City to retain the revenue generated from the granted lands, that revenue will be placed into the Marina Service Enterprise Fund and used toward plans to address the infrastructure needs and redevelop the Marina. As stated earlier, the revenue generated is by no means sufficient to redevelop the Marina, but the revenue would provide the City with funding to prepare the necessary feasibility studies in order to attract a developer. Any additional revenue will be used for dredging of sediment to restore adequate depth for Marina launching, berthing, and safe navigation.

The City appreciates your consideration of this matter. Please contact Michael Chandler, Assistant to the City Manager, at (925) 372-3517, if you have any further questions or require additional information. Thank you for your continued partnership in the Martinez Marina.

Sincerely,

A handwritten signature in black ink, appearing to read "Jim Jakel", written over a horizontal line.

Jim Jakel  
Interim City Manager

## YEAR-TO-DATE BUDGET REPORT

FOR 2016 12

ACCOUNTS FOR: NO PROJECT	ORIGINAL APPROP	REVISED BUDGET	YTD ACTUAL	MTD ACTUAL	ENCUMBRANCES	AVAILABLE BUDGET	PCT USED
<b>730007 MARINA-REVENUE</b>							
730007 4112 PERSONAL PROPERTY	-4,800	-4,800	-4,800.00	-4,800.00	.00	.00	100.0%
730007 4115 GENERAL SALES & USE TA	-9,500	-9,500	-8,939.37	.00	.00	-560.63	94.1%*
730007 4662 LAUNCH RAMP	-100	-100	-135.00	.00	.00	35.00	135.0%
730007 4701 INTEREST	-500	-500	-429.16	.00	.00	-70.84	85.8%*
730007 4750 RENTS ON LEASED PUBLIC	-59,700	-59,700	-50,925.83	.00	.00	-8,774.17	85.3%*
TOTAL MARINA-REVENUE	-74,600	-74,600	-65,229.36	-4,800.00	.00	-9,370.64	87.4%
<b>7300920 MARINA ADMINISTRATION</b>							
7300920 5300 PROF/TECH SERVICES	64,300	66,500	14,002.84	.00	.00	52,497.16	21.1%
7300920 5500 OTHER SERVICES	500	500	.00	.00	.00	500.00	.0%
7300920 5560 LUNCH/DINNER MEETINGS	300	300	64.00	.00	.00	236.00	21.3%
7300920 5570 DUES/MEMBERSHIPS/SUBS	275	275	300.00	.00	.00	-25.00	109.1%*
TOTAL MARINA ADMINISTRATION	65,375	67,575	14,366.84	.00	.00	53,208.16	21.3%
<b>7300921 MARINA OPERATIONS</b>							
7300921 5410 UTILITIES	2,500	2,500	1,881.76	.00	.00	618.24	75.3%
7300921 5420 REPAIR & MAINTENANCE	4,500	4,500	.00	.00	.00	4,500.00	.0%
7300921 5430.1 SERVICES FROM OTHER	3,000	3,000	735.15	.00	.00	2,264.85	24.5%
7300921 5455 RENTAL CHARGES - CITY	2,000	2,000	160.00	.00	.00	1,840.00	8.0%
7300921 5520.1 INSURANCE-PROPERTY	443	443	371.00	.00	.00	72.00	83.7%
TOTAL MARINA OPERATIONS	12,443	12,443	3,147.91	.00	.00	9,295.09	25.3%
TOTAL REVENUES	-74,600	-74,600	-65,229.36	-4,800.00	.00	-9,370.64	
TOTAL EXPENSES	77,818	80,018	17,514.75	.00	.00	62,503.25	

## YEAR-TO-DATE BUDGET REPORT

FOR 2016 12

ACCOUNTS FOR: NO PROJECT	ORIGINAL APPROP	REVISED BUDGET	YTD ACTUAL	MTD ACTUAL	ENCUMBRANCES	AVAILABLE BUDGET	PCT USED
<b>780007 MARINA-REVENUE</b>							
780007 4796 MARINA MANAGEMENT LEAS	-76,000	-76,000	-59,018.00	.00	.00	-16,982.00	77.7%*
TOTAL MARINA-REVENUE	-76,000	-76,000	-59,018.00	.00	.00	-16,982.00	77.7%
<b>7800900 TRANSFERS OUT-MARINA</b>							
7800900 5948 TRANSFER TO MARINA DE	70,000	70,000	65,253.34	.00	.00	4,746.66	93.2%
TOTAL TRANSFERS OUT-MARINA	70,000	70,000	65,253.34	.00	.00	4,746.66	93.2%
<b>7800922 MARINA MANAGEMENT</b>							
7800922 5410 UTILITIES	19,000	19,000	19,271.09	.00	8,441.06	-8,712.15	145.9%*
7800922 5420 REPAIR & MAINTENANCE	0	0	6,520.00	.00	.00	-6,520.00	100.0%*
TOTAL MARINA MANAGEMENT	19,000	19,000	25,791.09	.00	8,441.06	-15,232.15	180.2%
TOTAL REVENUES	-76,000	-76,000	-59,018.00	.00	.00	-16,982.00	
TOTAL EXPENSES	89,000	89,000	91,044.43	.00	8,441.06	-10,485.49	