

DUE DECEMBER 31 Pursuant to Public Resources Code § 6306

**Fiscal/Calendar Year:** FY 2018-2019

**Grantee Name:** COUNTY OF ORANGE

**Contact Person:** Yolanda Razo, Admin Manager- Orange County Community Resources

**Mailing Address:** 601 N. Ross Street 6th Floor, Santa Ana, CA 92701

**1. Funds**

a. Is a separate fund maintained for trust assets, liabilities, revenues and expenditures?

YES  NO

If "Yes", please list the name(s) of the fund(s).

Fund 106 - County Tidelands - Newport Bay

If "No", under what fund are they accounted for?

b. Are separate financial statements prepared for the trust?

YES  NO

If "Yes," describe the organization of the separate financial statement.

If "No," in which financial statements are they included? (Name of the document(s) and the applicable page number(s)).

Financial Statements for the trusts are included in the County of Orange Comprehensive Annual Financial Report (CAFR) under Non-major Government Funds.

**2. Revenue**

a. What was the gross revenue received or generated from trust land or trust assets during the past fiscal year?

\$4,975,541.95

b. Please list all sources of revenue and the amount of revenue generated from each source (e.g., permits, rentals, percentage of lease, etc.).

See Attached- Page 2. 2019 Revenues Section

### **3. Expenses**

- a. What was the total expenditure of funds received or generated from trust land or assets during the past fiscal year?

\$8,553,915.37

- b. What expenses were allocated or charged directly to the trust? Please list the source of the expenditure and the amount expended.

See Attached - Page 2 2019 Expenditures Section

- c. Have there been any capital improvements over \$250,000 within the current fiscal year? Are any capital improvements over \$250,000 expected in the next fiscal year?

See Attached - Page 3

- d. Describe any other disposition of trust funds or assets or any other disposition of the trust lands or trust assets themselves. Include any internal funds that were transferred to other grantees, to the management of entity or under the management of another political subdivision of the grantee under an agreement, settlement, or memorandum of understanding.

See Attached- Page 3

### **4. Beginning and Ending Balance**

Please list the beginning and ending balances for the tidelands trust fund(s) for this past fiscal year.

See Attached- Page 4

**NEWPORT BAY TIDELANDS  
BALANCE SHEET (AUDITED)  
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018**

<u>ASSETS</u>	<u>2019</u>	<u>2018</u>
CASH	\$ 6,624,086.79	\$ 5,623,050.61
ACCOUNTS RECEIVABLE, MISC. - TTC USE	33,441.98	71,524.64
ACCOUNTS RECEIVABLE, MISC.		-
ACCOUNTS RECEIVABLE, YEAR - END ACCRUAL	384,726.09	462,872.28
INTEREST RECEIVABLE	(183,992.38)	(132,085.01)
DUE FROM OTHER COUNTY FUNDS	(1,813,461.46)	112,284.80
DUE FROM OTHER GOVERNMENTAL AGENCIES - TTC USE		0.02
DUE FROM OTHER GOVERNMENTAL AGENCIES, - NON - TTC USE		-
PREPAID EXPENSE		-
BUILDINGS AND IMPROVEMENTS	1,600,192.63	2,221,800.12
ACCUM. DEPR. - BUILDINGS & IMPROVEMENTS (CREDIT BALANCE)	(1,600,192.63)	(1,600,192.63)
EQUIPMENT	339,970.48	290,420.74
ACCUM. DEPR. - EQUIPMENT (CREDIT BALANCE)	(235,283.98)	(234,101.07)
CONSTRUCTION IN PROGRESS		-
INFRASTRUCTURE	5,425,212.99	7,202,746.01
ACCUM. DEPR. - INFRASTRUCTURE (CREDIT BALANCE)	(2,792,006.22)	(2,566,959.38)
PENSION CONTRIBUTION AFTER MEASUREMENT DATE		
DEFERRED OUTFLOWS OF RESOURCES FROM PENSION		94,747.06
<b>TOTAL ASSETS</b>	<b>\$ 7,782,694.29</b>	<b>\$ 11,546,108.19</b>
 <u>LIABILITIES</u>		
ACCOUNTS PAYABLE - EA TRANSACTION ACCRUALS ONLY	\$ 10,088.30	\$ 26,459.99
RETAINAGE PAYABLE	162,869.79	203,417.68
SALARIES AND EMPLOYEE BENEFITS PAYABLE		
CUSTOMER DEPOSITS	615,200.00	557,300.00
DUE TO OTHER COUNTY FUNDS	291,669.05	249,666.64
DUE TO OTHER COUNTY FUNDS - INFERRED (AUTO ENTRIES ONLY)	3,219.50	2,923.41
USE TAX PAYABLE		-
UNEARNED REVENUE RECEIVED	234,372.89	124,748.10
COMPENSATED EMPLOYEE ABSENCES PAYABLE		1,700.00
NET PENSION LIABILITY		950,750.18
DEFERRED INFLOWS OF RESOURCES FROM PENSION		138,306.87
<b>TOTAL LIABILITIES</b>	<b>\$ 1,317,419.53</b>	<b>\$ 2,255,272.87</b>
 <u>FUND BALANCE</u>		
FUND BALANCE - RESTRICTED	\$ 3,300,550.23	\$ 4,671,097.75
FUND BALANCE DESIGNATED CAPITAL PROJECTS	-	-
FUND BALANCE RESERVED FOR ENCUMBRANCES - INFERRED	396,185.40	329,208.97
FUND BALANCE - UNASSIGNED	2,768,539.13	4,290,528.60
<b>TOTAL FUND BALANCE</b>	<b>\$ 6,465,274.76</b>	<b>\$ 9,290,835.32</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 7,782,694.29</b>	<b>\$ 11,546,108.19</b>
 <u>RECONCILIATION OF FUND BALANCE</u>		
CY NET INCOME	\$ (3,578,373.42)	
OTHER CHANGES IN FUND BALANCE	\$ 752,812.86	Note 1
NET CHANGE IN FUND BALANCE	\$ (2,825,560.56)	

Note 1: There was an operating transfer out of \$241,497.13 this fiscal year (2018-19) dated 10/11/2019. In addition, there was a prior period adjustment made in the amount of \$994,309.99 transferring pension balances from FY 2018 from Fund 106 to Fund 405.

Source: F-FR-05M01 General Ledger (CAFR) Accounting Period 0 FY 2019; Report Date: 12/19/19

**NEWPORT BAY TIDELANDS  
STATEMENT OF REVENUES AND EXPENDITURES (AUDITED)  
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018**

	2019	2018
<b>REVENUES</b>		
LICENSES AND PERMITS	\$ 1,594.35	\$ -
FORFEITURES AND PENALTIES	11,581.55	1,040.00
INTEREST	209,630.35	98,148.75
RENTS AND CONCESSIONS	4,733,402.30	4,195,620.40
PARK AND RECREATION FEES	17,000.00	19,571.50
OTHER CHARGES FOR SERVICES	750.00	750.00
MISCELLANEOUS REVENUE	39.49	39,009.75
SIX-MONTH EXPIRED (OUTLAWED) CHECKS	1,518.91	
RETURNED CHECK CHARGES	25.00	-
<b>TOTAL REVENUES</b>	<b>\$ 4,975,541.95</b>	<b>\$ 4,353,100.40</b>
<b>EXPENDITURES</b>		
REGULAR SALARIES	\$ (1,700.00)	\$ (35,480.00)
OVERTIME		1,187.06
ANNUAL LEAVE PAYOFFS		331.85
OTHER PAY		-
OTHER SALARIES		-
RETIREMENT		59,005.00
1.62% RETIREMENT ER CONTRIBUTION 401(A) PLAN		-
RETIREE MEDICAL		-
PENSION PREPAYMENT DISCOUNT		-
PENSION EXPENSE		-
HEALTH INSURANCE		-
OTHER INSURANCE		-
WORKERS COMPENSATION - GENERAL		-
MEDICARE		-
CLOTHING AND PERSONAL SUPPLIES		-
ENTERPRISE TELEPHONE SERVICE CHARGE	4,569.47	5,724.34
TELEPHONE SERVICE CHARGES FROM VENDOR		-
CELL PHONE, PAGERS, BLACKBERRY	164.96	730.33
HOUSEHOLD EXPENSE		43,053.57
HOUSEHOLD EXPENSE - TRASH		1,539.67
INSURANCE	13,454.70	10,080.00
MAINTENANCE EQUIPMENT - NON-IT MAINTENANCE		283.35
IT HARDWARE MAINTENANCE & SUPPORT		-
MAINTENANCE - BLDGS & IMPRVMTS	119,922.07	193,419.00
MINOR ALTERATIONS & IMPRVMTS	50,017.39	11,267.15
MAJOR ALTERATIONS & IMPRVMTS		-
MEDICAL, DENTAL & LAB SUPPLIES		-
MEMBERSHIPS		-
OFFICE EXPENSE		6,479.68
DUPLICATING SERV'S(PUBLISHING SERVICES)		-
POSTAGE		-
PRINTING COSTS - OUTSIDE VENDORS		488.58
MIN OFFICE EQ TO BE CONTROLLED		5,293.07
IT HARDWARE PURCHASES (purchases under \$5,000)		3,498.22
PROFESSIONAL/SPECIALIZED SERVICES	5,562,766.53	3,569,083.04
CWCAP CHARGES	81,259.67	87,947.70
INVESTMENT ADMINISTRATIVE FEES	3,646.56	4,270.20
MERCHANT FEES	173.65	189.13
IT PROFESSIONAL SERVICES CONTRACT		2,049.09
PUBLICATIONS AND LEGAL NOTICES		-
RENT AND LEASES - EQUIPMENT		3,109.81
SOFTWARE LEASES & LICENSES		416.80
SMALL TOOLS AND INSTRUMENTS	373.89	-
MIN SM TOOLS/INSTR TO BE CONTROLLED		9,134.89
SPECIAL DEPARTMENTAL EXPENSE	1,040.83	8,216.24
TRANSPORTATION AND TRAVEL - GENERAL		400.00
GARAGE EXPENSE	48,721.27	27,860.38
TRANS & TRAVEL - MTGS/CONFER'S		565.00
UTILITIES - PURCHASED ELECTRICITY	50,056.44	51,213.75
UTILITIES - PURCHASED GAS	1,542.50	673.23
UTILITIES - PURCHASED WATER	8,104.39	8,211.08
CONTRIBUTIONS TO NON-COUNTY GOVT AGENCIES		-
TAXES AND ASSESSMENTS	10,766.38	10,837.82
EQUIPMENT		-
BUILDINGS AND IMPROVEMENTS		-
CAPITAL ASSETS DISPOSITION	2,372,804.90	(70,196.58)
DEPRECIATION	226,229.75	253,961.81
<b>TOTAL EXPENDITURES</b>	<b>\$ 8,553,915.37</b>	<b>\$ 4,274,644.26</b>
<b>NET INCOME (LOSS)</b>	<b>\$ (3,578,373.42)</b>	<b>\$ 78,456.14</b>

Source:

F-FR-06M01 YTD Expense Budget to Actual Period 15; Report Date 12/19/19

F-FR-07M01 YTD Revenue Budget to Actual Period 15; Report Date 12/19/19

**NEWPORT BAY TIDELANDS  
EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2019**

**3. EXPENSES**

**C** For FY 18-19, there are upgrades being made to the ampitheater at the Muth Center as well as the completion of the East Bluff drainage project. Future years will include upgrades to the sea wall at Newport Harbor and dredging when needed.

**D** The Newport Tidelands provide funds to the OC Sheriff's Department Harbor Patrol for law enforcement services within and around Newport Harbor and its trust lands.

**NEWPORT BAY TIDELANDS  
 BEGINNING BALANCE AND ENDING BALANCES (AUDITED)  
 FOR THE YEAR ENDED JUNE 30, 2019**

<u>ACCOUNTS</u>	<u>BEGINNING BALANCES</u>	<u>ENDING BALANCES</u>	<u>CHANGE IN FUND BALANCE</u>
TOTAL ASSET	\$ 11,546,108.19	\$ 7,782,694.29	
TOTAL LIABILITIES	\$ 2,255,272.87	\$ 1,317,419.53	
TOTAL FUND BALANCES	\$ 9,290,835.32	\$ 6,465,274.76	\$ (2,825,560.56)
			(3,578,373.42) CY Net Loss
			(241,497.13) Transfer out
			994,309.99 Prior Period Adjustment
			<u>(2,825,560.56)</u>