

DUE DECEMBER 31 Pursuant to Public Resources Code § 6306

Fiscal/Calendar Year: FY2019

Grantee Name: City of Santa Barbara - Waterfront Department

Contact Person: Karl Treiberg, Acting Waterfront Director / Harbormaster

Mailing Address: 132-A Harbor Way, SB, CA 93109

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).

Harbor Preservation Fund, Grants (when funded), Operating Fund, Capital Fund

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)).

CAFR (Page 34)

2. Revenue

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

\$14,995,495 (CAFR, Page 40)

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

Services Charges: \$9,365,884; Leases: \$5,273,217; Other: \$356,395 (CAFR, Page 40)

GRANTED PUBLIC TRUST LANDS STANDARDIZED REPORTING FORM

SLC 150 (formerly Form 12.26)

3. Expenses

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

\$15,097,074 (CAFR, Page 40)

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

\$15,097,074 (CAFR, Page 40)

- 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?

Yes / Yes

- 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.

NA

4. Beginning and Ending Balance

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

Beginning: \$15,181,445

Ending: \$14,725,214

CITY OF SANTA BARBARA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS

June 30, 2019

| | Water | Wastewater | Airport | Waterfront |
|--|-----------------------|----------------------|-----------------------|----------------------|
| ASSETS: | | | | |
| CURRENT ASSETS: | | | | |
| Pooled cash and investments | \$ 59,538,706 | \$ 16,191,124 | \$ 15,239,537 | \$ 11,965,836 |
| Accounts receivable, net | 7,321,870 | 2,773,154 | 860,609 | 9,188 |
| Prepaid assets | 5,670,826 | - | - | - |
| Deposits | - | - | - | - |
| Inventories | - | - | - | - |
| Restricted: | | | | |
| Cash and investments with fiscal agent | 2,477,530 | 39 | 24,268 | 591,564 |
| TOTAL CURRENT ASSETS | 75,008,932 | 18,964,317 | 16,124,414 | 12,566,588 |
| NONCURRENT ASSETS: | | | | |
| Advances to other funds | - | - | - | - |
| Loans receivable | 6,140,793 | - | - | - |
| Capital assets: | | | | |
| Nondepreciable | 4,348,719 | 4,059,504 | 7,598,547 | 906,355 |
| Depreciable, net | 229,787,373 | 111,310,024 | 160,501,057 | 27,878,549 |
| TOTAL NONCURRENT ASSETS | 240,276,885 | 115,369,528 | 168,099,604 | 28,784,904 |
| TOTAL ASSETS | 315,285,817 | 134,333,845 | 184,224,018 | 41,351,492 |
| DEFERRED OUTFLOWS OF RESOURCES: | | | | |
| Deferred charge on refunding | 519,171 | 85,967 | 661,544 | 359,132 |
| Pension-related items | 2,571,545 | 1,696,095 | 1,605,155 | 1,179,460 |
| OPEB-related items | - | - | - | - |
| TOTAL DEFERRED OUTFLOWS OF RESOURCES | 3,090,716 | 1,782,062 | 2,266,699 | 1,538,592 |
| LIABILITIES: | | | | |
| CURRENT LIABILITIES: | | | | |
| Accounts payable | 9,282,144 | 1,505,094 | 1,468,055 | 364,705 |
| Salaries and benefits payable | 495,220 | 324,304 | 332,015 | 334,315 |
| Interest payable | 145,600 | 342,141 | 366,223 | 488,135 |
| Unearned revenue | - | - | 2,145 | 231,657 |
| Deposits | 100,007 | 51 | 1,036,471 | 633,522 |
| Compensated absences payable | 598,400 | 327,410 | 282,006 | 347,064 |
| Claims payable | - | - | - | - |
| Current portion long-term debt | 6,509,548 | 2,303,481 | 1,488,926 | 1,308,535 |
| TOTAL CURRENT LIABILITIES | 17,130,919 | 4,802,481 | 4,975,841 | 3,707,933 |
| NONCURRENT LIABILITIES: | | | | |
| Advances from other funds | - | - | 3,078,534 | - |
| Unearned revenue | 6,140,793 | - | - | - |
| Net pension liability | 16,578,926 | 10,947,974 | 10,294,084 | 7,517,849 |
| Net other post-employment benefit liability | - | - | - | - |
| Compensated absences payable, net of current portion | 66,489 | 36,379 | 31,334 | 38,563 |
| Claims payable, net of current portion | - | - | - | - |
| Long-term debt, net of current portion | 99,400,316 | 42,436,450 | 37,386,187 | 16,739,121 |
| TOTAL NONCURRENT LIABILITIES | 122,186,524 | 53,420,803 | 50,790,139 | 24,295,533 |
| TOTAL LIABILITIES | 139,317,443 | 58,223,284 | 55,765,980 | 28,003,466 |
| DEFERRED INFLOWS OF RESOURCES: | | | | |
| Pension related | 221,140 | 197,368 | 176,489 | 161,404 |
| OPEB related | - | - | - | - |
| TOTAL DEFERRED INFLOWS OF RESOURCES | 221,140 | 197,368 | 176,489 | 161,404 |
| NET POSITION: | | | | |
| Net investment in capital assets | 134,886,192 | 70,715,564 | 129,886,035 | 11,096,380 |
| Restricted for debt service | 6,517,683 | 2,215,730 | 24,268 | 591,564 |
| Unrestricted | 37,434,075 | 4,763,961 | 637,945 | 3,037,270 |
| TOTAL NET POSITION | \$ 178,837,950 | \$ 77,695,255 | \$ 130,548,248 | \$ 14,725,214 |

Prior years' accumulated adjustment to reflect the consolidation of internal service funds activities related to the enterprise funds

Current year's adjustment to reflect the consolidation of internal service funds' activities related to the enterprise funds

Net position of business-type activities

| Solid Waste | Other Enterprise Funds | Total | Internal Service Funds |
|------------------|------------------------------|-----------------------|---------------------------|
| \$ 506,930 | \$ 10,344,584 | \$ 113,786,717 | \$ 30,169,184 |
| 3,098,228 | 40,045 | 14,103,094 | 173,302 |
| - | 5,639 | 5,676,465 | 1,457,463 |
| - | 225,000 | 225,000 | - |
| - | 80,497 | 80,497 | 751,163 |
| - | - | 3,093,401 | - |
| <u>3,605,158</u> | <u>10,695,765</u> | <u>136,965,174</u> | <u>32,551,112</u> |
| - | - | - | 2,000,000 |
| - | - | 6,140,793 | - |
| - | 11,070,553 | 27,983,678 | 290,136 |
| - | 28,687,744 | 558,164,747 | 16,680,335 |
| - | 39,758,297 | 592,289,218 | 18,970,471 |
| <u>3,605,158</u> | <u>50,454,062</u> | <u>729,254,392</u> | <u>51,521,583</u> |
| - | - | 1,625,814 | - |
| 307,952 | 1,161,705 | 8,521,912 | 2,393,012 |
| - | - | - | 2,049,000 |
| <u>307,952</u> | <u>1,161,705</u> | <u>10,147,726</u> | <u>4,442,012</u> |
| 1,833,948 | 493,290 | 14,947,236 | 917,248 |
| 54,225 | 239,380 | 1,779,459 | 656,261 |
| - | - | 1,342,099 | - |
| 23,570 | 125,960 | 383,332 | - |
| - | 67,980 | 1,838,031 | - |
| 36,076 | 152,657 | 1,743,613 | 395,770 |
| - | - | - | 5,055,942 |
| - | - | 11,610,490 | - |
| <u>1,947,819</u> | <u>1,079,267</u> | <u>33,644,260</u> | <u>7,025,221</u> |
| - | 547,835 | 3,626,369 | 96,560 |
| - | - | 6,140,793 | - |
| 1,830,515 | 6,774,592 | 53,943,940 | 14,707,952 |
| - | - | - | 26,584,000 |
| 4,008 | 16,962 | 193,735 | 43,972 |
| - | - | - | 10,869,520 |
| - | - | 195,962,074 | - |
| <u>1,834,523</u> | <u>7,339,389</u> | <u>259,866,911</u> | <u>52,302,004</u> |
| <u>3,782,342</u> | <u>8,418,656</u> | <u>293,511,171</u> | <u>59,327,225</u> |
| 49,721 | 392,283 | 1,198,405 | 162,010 |
| - | - | - | 1,437,000 |
| <u>49,721</u> | <u>392,283</u> | <u>1,198,405</u> | <u>1,599,010</u> |
| - | 39,758,297 | 386,342,468 | 18,970,471 |
| - | - | 9,349,245 | - |
| 81,047 | 3,046,531 | 49,000,829 | (23,933,111) |
| <u>\$ 81,047</u> | <u>\$ 42,804,828</u> | <u>444,692,542</u> | <u>\$ (4,962,640)</u> |
| | | 12,452,036 | |
| | | (203,876) | |
| | | <u>\$ 456,940,702</u> | |

CITY OF SANTA BARBARA
 STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN NET POSITION
 PROPRIETARY FUNDS

For the year ended June 30, 2019

| | Water | Wastewater | Airport | Waterfront |
|---|-----------------------|----------------------|-----------------------|----------------------|
| OPERATING REVENUES: | | | | |
| Sales | \$ 48,959,080 | \$ 20,695,427 | \$ - | \$ - |
| Service charges | 5,662,969 | 645,091 | 2,697,756 | 9,365,884 |
| Leases and rents | - | 61,186 | 20,507,876 | 5,273,217 |
| Other revenues | 761,562 | 16,616 | 120,182 | 356,394 |
| TOTAL OPERATING REVENUES | 55,383,611 | 21,418,320 | 23,325,814 | 14,995,495 |
| OPERATING EXPENSES: | | | | |
| Salaries, wage and benefits | 11,093,041 | 7,089,091 | 7,342,457 | 6,760,604 |
| Material, supplies and services | 28,911,317 | 8,258,772 | 9,904,176 | 6,272,743 |
| Depreciation | 9,309,100 | 4,555,094 | 6,105,137 | 2,063,727 |
| TOTAL OPERATING EXPENSES | 49,313,458 | 19,902,957 | 23,351,770 | 15,097,074 |
| OPERATING INCOME (LOSS) | 6,070,153 | 1,515,363 | (25,956) | (101,579) |
| NONOPERATING REVENUES (EXPENSES): | | | | |
| Interest income | 2,216,508 | 505,811 | 710,071 | 429,859 |
| Intergovernmental revenue | - | - | - | - |
| Other expenses | - | - | (765,515) | - |
| Interest expense | (2,298,272) | (974,261) | (2,079,450) | (799,639) |
| TOTAL NONOPERATING REVENUES (EXPENSES) | (81,764) | (468,450) | (2,134,894) | (369,780) |
| INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS | 5,988,389 | 1,046,913 | (2,160,850) | (471,359) |
| CONTRIBUTIONS: | | | | |
| Capital contributions | - | - | 2,190,985 | 28,899 |
| TOTAL CONTRIBUTIONS | - | - | 2,190,985 | 28,899 |
| TRANSFERS: | | | | |
| Transfers in | - | - | - | - |
| Transfers out | (89,053) | (41,066) | (21,622) | (13,771) |
| TOTAL TRANSFERS | (89,053) | (41,066) | (21,622) | (13,771) |
| CHANGES IN NET POSITION | 5,899,336 | 1,005,847 | 8,513 | (456,231) |
| TOTAL NET POSITION - BEGINNING OF YEAR, AS RESTATED | 172,938,614 | 76,689,408 | 130,539,735 | 15,181,445 |
| TOTAL NET POSITION - END OF YEAR | \$ 178,837,950 | \$ 77,695,255 | \$ 130,548,248 | \$ 14,725,214 |
| Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds | | | | |
| Change in net position - enterprise funds | | | | |
| Change in net position of business-type activities | | | | |

See accompanying notes to basic financial statements.

| Solid Waste | Other Enterprise Funds | Total | Internal Service Funds |
|-------------------|------------------------------|-----------------------|---------------------------|
| \$ 24,190,935 | \$ - | \$ 93,845,442 | \$ - |
| - | 10,794,271 | 29,165,971 | 27,265,286 |
| - | 307,525 | 26,149,804 | - |
| 448,935 | 210,734 | 1,914,423 | 1,204,777 |
| <u>24,639,870</u> | <u>11,312,530</u> | <u>151,075,640</u> | <u>28,470,063</u> |
| 1,156,880 | 4,651,369 | 38,093,442 | 11,748,296 |
| 23,225,321 | 7,007,057 | 83,579,386 | 15,586,314 |
| - | 1,255,652 | 23,288,710 | 2,359,387 |
| <u>24,382,201</u> | <u>12,914,078</u> | <u>144,961,538</u> | <u>29,693,997</u> |
| <u>257,669</u> | <u>(1,601,548)</u> | <u>6,114,102</u> | <u>(1,223,934)</u> |
| 37,427 | 346,542 | 4,246,218 | 754,775 |
| 23,264 | - | 23,264 | - |
| - | - | (765,515) | - |
| - | (18,328) | (6,169,950) | - |
| <u>60,691</u> | <u>328,214</u> | <u>(2,665,983)</u> | <u>754,775</u> |
| <u>318,360</u> | <u>(1,273,334)</u> | <u>3,448,119</u> | <u>(469,159)</u> |
| - | - | 2,219,884 | - |
| - | - | 2,219,884 | - |
| - | 527,341 | 527,341 | 313,006 |
| (50,000) | (34,660) | (250,172) | (66,500) |
| <u>(50,000)</u> | <u>492,681</u> | <u>277,169</u> | <u>246,506</u> |
| 268,360 | (780,653) | 5,945,172 | (222,653) |
| <u>(187,313)</u> | <u>43,585,481</u> | <u>438,747,370</u> | <u>(4,739,987)</u> |
| <u>\$ 81,047</u> | <u>\$ 42,804,828</u> | <u>\$ 444,692,542</u> | <u>\$ (4,962,640)</u> |
| | | \$ (203,876) | |
| | | <u>5,945,172</u> | |
| | | <u>\$ 5,741,296</u> | |

CITY OF SANTA BARBARA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the year ended June 30, 2019

| | Water | Wastewater | Airport | Waterfront |
|--|----------------------|----------------------|----------------------|----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | | |
| Receipts from customers and users | \$ 57,863,867 | \$ 21,468,342 | \$ 24,275,116 | \$ 14,726,047 |
| Payments to suppliers of goods or services | (25,676,755) | (9,510,635) | (11,652,413) | (6,411,469) |
| Payments to employees | (10,055,410) | (6,415,391) | (6,767,811) | (6,337,903) |
| Receipts from others | 761,562 | 16,616 | 120,182 | 356,394 |
| NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | 22,893,264 | 5,558,932 | 5,975,074 | 2,333,069 |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: | | | | |
| Cash transfers in | - | - | - | - |
| Cash transfers out | (89,053) | (41,066) | (21,622) | (13,771) |
| Advances from (to) other funds | - | - | 3,078,534 | - |
| Operating grants received | - | - | - | - |
| NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES | (89,053) | (41,066) | 3,056,912 | (13,771) |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | | | | |
| Loan proceeds | - | 5,637,629 | - | - |
| Bond proceeds | - | - | 29,825,000 | - |
| Bond premium | - | - | 4,249,187 | - |
| Bond issuance costs | - | - | (458,955) | - |
| Payment to refunding escrow agent | - | - | (40,651,195) | - |
| Acquisition of capital assets | (9,691,601) | (8,138,553) | (10,957,197) | (461,733) |
| Principal paid on capital debt | (6,341,787) | (1,021,741) | (1,584,473) | (1,320,719) |
| Interest paid | (2,443,928) | (1,410,913) | (2,717,860) | (722,149) |
| NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES | (18,477,316) | (4,933,578) | (22,295,493) | (2,504,601) |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | | |
| Loans provided | (3,241,562) | - | - | - |
| Interest | 2,216,508 | 505,811 | 710,071 | 429,859 |
| NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES | (1,025,054) | 505,811 | 710,071 | 429,859 |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | 3,301,841 | 1,090,099 | (12,553,436) | 244,556 |
| CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR | 56,714,395 | 15,101,064 | 27,817,241 | 12,312,844 |
| CASH AND CASH EQUIVALENTS - END OF YEAR | \$ 62,016,236 | \$ 16,191,163 | \$ 15,263,805 | \$ 12,557,400 |

See accompanying notes to basic financial statements.

| Solid Waste | Other Enterprise Funds | Total | Internal Service Funds |
|--------------------|------------------------------|-----------------------|---------------------------|
| \$ 23,856,310 | \$ 11,071,960 | \$ 153,261,642 | \$ 27,323,482 |
| (24,341,027) | (7,030,510) | (84,622,809) | (13,596,703) |
| (1,058,629) | (4,356,038) | (34,991,182) | (10,415,206) |
| 448,935 | 210,734 | 1,914,423 | 1,204,777 |
| <u>(1,094,411)</u> | <u>(103,854)</u> | <u>35,562,074</u> | <u>4,516,350</u> |
| - | 527,341 | 527,341 | 313,006 |
| (50,000) | (34,860) | (250,172) | (66,500) |
| - | (63,094) | 3,015,440 | (2,024,140) |
| 23,264 | - | 23,264 | - |
| <u>(26,736)</u> | <u>429,587</u> | <u>3,315,873</u> | <u>(1,777,634)</u> |
| - | - | 5,637,629 | - |
| - | - | 29,825,000 | - |
| - | - | 4,249,187 | - |
| - | - | (458,955) | - |
| - | - | (40,651,195) | - |
| - | (502,999) | (29,752,083) | (2,238,424) |
| - | - | (10,268,720) | - |
| - | (18,328) | (7,313,178) | - |
| <u>-</u> | <u>(521,327)</u> | <u>(48,732,315)</u> | <u>(2,238,424)</u> |
| - | - | (3,241,562) | - |
| 37,427 | 346,542 | 4,246,218 | 754,775 |
| <u>37,427</u> | <u>346,542</u> | <u>1,004,856</u> | <u>754,775</u> |
| (1,083,720) | 150,948 | (8,849,712) | 1,255,067 |
| <u>1,590,650</u> | <u>10,193,636</u> | <u>125,729,830</u> | <u>28,914,117</u> |
| <u>\$ 506,930</u> | <u>\$ 10,344,584</u> | <u>\$ 116,880,118</u> | <u>\$ 30,169,184</u> |

(Continued)

CITY OF SANTA BARBARA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
(CONTINUED)

For the year ended June 30, 2019

| | Water | Wastewater | Airport | Waterfront |
|--|----------------------|---------------------|---------------------|---------------------|
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES: | | | | |
| Operating income (loss) | \$ 6,070,153 | \$ 1,515,363 | \$ (25,956) | \$ (101,579) |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: | | | | |
| Depreciation and amortization | 9,309,100 | 4,555,094 | 6,105,137 | 2,063,727 |
| (Increase) decrease in operating assets and deferred outflows of resources: | | | | |
| Accounts receivable | (19,573) | 66,638 | 931,049 | (2,554) |
| Due from other agencies | - | - | - | - |
| Prepays and deposits | (783,070) | - | - | - |
| Inventory | - | - | - | - |
| Deferred outflows of resources - pension related | 1,519,008 | 976,803 | 936,728 | 641,682 |
| Deferred outflows of resources - OPEB | - | - | - | - |
| Increase (decrease) in operating liabilities and deferred inflows of resources: | | | | |
| Accounts payables | 4,017,632 | (1,251,863) | (1,748,237) | (138,726) |
| Salaries and benefits payable | 27,977 | 10,254 | (1,528) | 28,881 |
| Deposits payable | 19,830 | - | 136,290 | 15,560 |
| Due to other funds | - | - | - | - |
| Unearned revenue | 3,241,561 | - | 2,145 | 73,940 |
| Compensated absences payable | (4,807) | 18,470 | (15,305) | (30,633) |
| Insurance premium deposit payable | - | - | - | - |
| Net pension liability | (545,922) | (359,038) | (373,560) | (235,044) |
| Net other post-employment benefit liability | - | - | - | - |
| Claims and judgements | - | - | - | - |
| Deferred inflows of resources - pension related | 41,375 | 27,211 | 28,311 | 17,815 |
| Deferred inflows of resources - OPEB related | - | - | - | - |
| TOTAL ADJUSTMENTS | 16,823,111 | 4,043,569 | 6,001,030 | 2,434,648 |
| NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | \$ 22,893,264 | \$ 5,558,932 | \$ 5,975,074 | \$ 2,333,069 |

(Continued)