

DUE DECEMBER 31 Pursuant to Public Resources Code § 6306

Fiscal/Calendar Year: 2020

Grantee Name: City of San Diego

Contact Person: Rosa Abrego

Mailing Address: 2125 Park Blvd, San Diego, CA 92101

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).

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

General Fund, Mission Bay Reserve Fund, Grant Funds, Bond Fund, Prop 42 Fund, TransNet, Gas Tax, Mission Beach Development Fund, and Misc. Capital Outlay Funds.

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)).

City of San Diego, 2020 Comprehensive Annual Financial Report (CAFR) Page numbers: Assets and Liabilities, 48-49; Revenue and Expenditures, 54

2. Revenue

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

\$12,839,429 - page 54

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

Percentage of lease revenue, Park rentals/permits, and Concessions

3. Expenses

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

\$71,364,352 - page 54

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

Personnel costs from activities taking place within Tidelands which (primarily) include: Lifeguard, Police, Park and Recreation and Facility Maintenance costs.

- 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, capital improvements exceeded \$250,000; the total was \$55.6M. Capital improvements are expected to exceed \$250,000 in FY21.

- 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.

None.

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

CITY OF SAN DIEGO
FY 2020 SUMMARY REVENUE AND EXPENSE REPORT
for Mission Bay and Coastal Tidelands

Expense by Department		
	MBP Tidelands (PRC 6306)	Shoreline Tidelands (PRC 6306)
Park and Recreation Department	\$9,022,903	\$775,273
Fire and Life Safety Services Department	\$953,609	\$2,745,804
Police Department	\$1,880,919	\$116,538
Real Estate Assets	\$96	\$0
General Services (Facility Maintenance)	\$199,771	\$106,107
Capital Projects and Engineering Department	\$55,563,331	\$0
Total Expenses	\$67,620,629	\$3,743,723

Revenue by Type		
Park Use Revenues	\$317,913	\$61,776
Lease Revenues	\$11,176,045	\$1,238,680
Lifeguard Services	\$32,021	\$9,920
Concessions	\$3,074	\$0
Total Revenue	\$11,529,053	\$1,310,376

Net Expense		
Net Expense	\$56,091,577	\$2,433,347

Expense Carryover (from previous years)		
Expense Carryover - FY 19 report	\$74,909,645	\$212,460,664
Net Expense	\$131,001,222	\$214,894,011

Other services (not included in this report) performed in Mission Bay Park by other departments or divisions include: street repair maintenance, water/sewer maintenance, Police Department (other than Harbor Patrol) and emergency/fire protection services.

STATEMENT OF NET POSITION
June 30, 2020
(Dollars in Thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	San Diego Housing Commission
ASSETS				
Cash and Investments	\$ 1,845,291	\$ 784,877	\$ 2,630,168	\$ 175,423
Receivables:				
Taxes - Net of Allowance for Uncollectibles	136,354	—	136,354	—
Accounts - Net of Allowance for Uncollectibles	41,886	203,741	245,627	20,145
Claims	29,337	—	29,337	—
Contributions	2,098	—	2,098	—
Special Assessments	838	—	838	—
Notes	289,318	—	289,318	391,457
Loans	110,494	—	110,494	—
Accrued Interest	4,711	2,256	6,967	57,179
Grants	62,813	3,721	66,534	—
From Other Agencies	3,015	—	3,015	—
Advances to Other Agencies	3,257	—	3,257	—
Internal Balances	(1,460)	1,460	—	—
Prepaid Expenses	—	35,865	35,865	4,714
Inventories	1,375	71,325	72,700	—
Land Held for Resale	20,778	—	20,778	—
Restricted Cash and Investments	77,125	123,389	200,514	21,882
Other Assets	—	556	556	4,635
Capital Assets - Non-Depreciable	2,285,259	956,344	3,241,603	90,016
Capital Assets - Depreciable	2,977,012	5,654,355	8,631,367	206,843
TOTAL ASSETS	7,889,501	7,837,889	15,727,390	972,294
DEFERRED OUTFLOWS OF RESOURCES				
Loss on Refunding	12,701	104,317	117,018	—
Deferred Outflows Related to Other Postemployment Benefits	29,024	7,596	36,620	—
Deferred Outflows Related to Pensions	472,159	89,223	561,382	—
TOTAL DEFERRED OUTFLOWS OF RESOURCES	513,884	201,136	715,020	—
LIABILITIES				
Accounts Payable	147,544	118,478	266,022	16,963
Accrued Wages and Benefits	48,797	10,043	58,840	1,762
Other Accrued Liabilities	33,038	49,130	82,168	11,421
Interest Accrued on Long-Term Debt	5,701	21,964	27,665	6,955
Long-Term Liabilities Due Within One Year	163,198	159,698	322,896	6,535
Unearned Revenue	208,387	28,940	237,327	49,676

STATEMENT OF NET POSITION
June 30, 2020
(Dollars in Thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	San Diego Housing Commission
LIABILITIES (Continued)				
Liabilities Payable from Restricted Assets:				
Customer Deposits Payable	\$ —	\$ 13,943	\$ 13,943	\$ —
Deposits/Advances from Others	—	9,203	9,203	2,778
Long-Term Liabilities Due After One Year:				
Compensated Absences	39,413	8,201	47,614	—
Liability Claims	299,464	26,037	325,501	—
Reimbursement Agreement Obligations	15,672	—	15,672	—
Capital Lease Obligations	185,161	8,540	193,701	—
QECB Lease Obligations	4,903	—	4,903	—
Notes Payable	—	4	4	196,630
Loans Payable	28,110	223,943	252,053	—
Section 108 Loans Payable	1,778	—	1,778	—
Commercial Paper Notes Payable	38,575	18,724	57,299	—
Net Bonds Payable	560,424	1,805,965	2,366,389	—
Estimated Landfill Closure and Postclosure Care	—	50,034	50,034	—
Net Other Postemployment Benefits Liability	358,596	103,920	462,516	—
Pension Liabilities	2,175,613	495,387	2,671,000	—
TOTAL LIABILITIES	4,314,374	3,152,154	7,466,528	292,720
DEFERRED INFLOWS OF RESOURCES				
Gain on Refunding	—	4,588	4,588	—
Deferred Inflows Related to Other Postemployment Benefits	599	165	764	—
Deferred Inflows Related to Pensions	123,231	22,021	145,252	—
TOTAL DEFERRED INFLOWS OF RESOURCES	123,830	26,774	150,604	—
NET POSITION				
Net Investment in Capital Assets	4,424,146	4,528,113	8,952,259	98,905
Restricted for:				
Capital Projects	738,177	—	738,177	—
Debt Service	—	9,842	9,842	—
Low-Moderate Income Housing	346,594	—	346,594	—
Nonexpendable Permanent Endowments	18,286	—	18,286	—
Grants	110,893	—	110,893	—
Other	550,008	9,343	559,351	250,098
Unrestricted (Deficit)	(2,222,923)	312,799	(1,910,124)	330,571
TOTAL NET POSITION	\$ 3,965,181	\$ 4,860,097	\$ 8,825,278	\$ 679,574

The accompanying notes are an integral part of the basic financial statements.

STATEMENT OF ACTIVITIES
Fiscal Year Ended June 30, 2020
(Dollars in Thousands)

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
Governmental Activities:				
General Government and Support	\$ 417,462	\$ 188,116	\$ 108,326	\$ 1,894
Public Safety - Police	629,922	33,551	7,195	104
Public Safety - Fire and Life Safety and Homeland Security	338,128	48,626	11,539	83
Parks, Recreation, Culture and Leisure	374,335	91,225	5,863	4,112
Transportation	311,561	69,213	59,028	63,510
Sanitation and Health	117,473	15,531	219	2,799
Neighborhood Services	131,086	37,242	34,033	—
Debt Service - Interest	34,027	—	—	—
TOTAL GOVERNMENTAL ACTIVITIES	2,353,994	483,504	226,203	72,502
Business-Type Activities:				
Sewer Utility	362,289	360,823	10,108	20,378
Water Utility	535,567	552,214	7,383	14,554
Airports	9,044	5,474	165	27,350
Development Services	88,032	85,700	—	—
Environmental Services	32,500	35,366	255	19
Golf Course	21,420	22,446	—	—
Recycling	27,326	25,757	995	—
San Diego Convention Center Corporation	39,834	30,370	—	—
TOTAL BUSINESS-TYPE ACTIVITIES	1,116,012	1,118,150	18,906	62,301
TOTAL PRIMARY GOVERNMENT	\$ 3,470,006	\$ 1,601,654	\$ 245,109	\$ 134,803
Component Unit:				
San Diego Housing Commission	\$ 310,621	\$ 51,156	\$ 250,585	\$ 18,658

General Revenues:	
Property Taxes	
Transient Occupancy Taxes	
Sales Taxes - Shared State Revenue (Unrestricted)	
Franchises	
Other Local Taxes	
Developer Contributions and Fees	
Grants and Contributions not Restricted to Specific Programs	
Investment Income	
Gain on Sale of Capital Assets	
Miscellaneous	
Transfers, Net	
TOTAL GENERAL REVENUES AND TRANSFERS	
Special Item	
CHANGE IN NET POSITION	
Net Position at Beginning of Year	
NET POSITION AT END OF YEAR	

Net Revenue/(Expense) and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-Type Activities	Total	San Diego Housing Commission
\$ (119,126)	\$ —	\$ (119,126)	\$ —
(589,072)	—	(589,072)	—
(277,880)	—	(277,880)	—
(273,135)	—	(273,135)	—
(119,810)	—	(119,810)	—
(98,924)	—	(98,924)	—
(59,811)	—	(59,811)	—
(34,027)	—	(34,027)	—
(1,571,785)	—	(1,571,785)	—
—	29,020	29,020	—
—	38,584	38,584	—
—	23,945	23,945	—
—	(2,332)	(2,332)	—
—	3,140	3,140	—
—	1,026	1,026	—
—	(574)	(574)	—
—	(9,464)	(9,464)	—
—	83,345	83,345	—
(1,571,785)	83,345	(1,488,440)	—
—	—	—	9,778
627,272	—	627,272	—
181,181	—	181,181	—
327,311	—	327,311	—
93,474	—	93,474	—
68,117	—	68,117	—
50,125	—	50,125	—
1,982	—	1,982	—
52,746	27,752	80,498	16,225
6,178	—	6,178	—
20,311	7,975	28,286	7,711
(4,022)	4,022	—	—
1,424,675	39,749	1,464,424	23,936
(10,117)	—	(10,117)	—
(157,227)	123,094	(34,133)	33,714
4,122,408	4,737,003	8,859,411	645,860
\$ 3,965,181	\$ 4,860,097	\$ 8,825,278	\$ 679,574

The accompanying notes are an integral part of the basic financial statements.

**GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2020
(Dollars in Thousands)**

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Investments	\$ 552,417	\$ 1,173,725	\$ 1,726,142
Receivables:			
Taxes - Net of Allowance for Uncollectibles	92,048	44,306	136,354
Accounts - Net of Allowance for Uncollectibles	28,960	11,589	40,549
Claims	—	29,337	29,337
Special Assessments	—	838	838
Notes	—	289,318	289,318
Loans	—	110,494	110,494
Accrued Interest	1,742	2,898	4,640
Grants	—	62,541	62,541
From Other Funds	10,181	11,755	21,936
From Other Agencies	3,015	—	3,015
Contributions	1,159	—	1,159
Interfund Loan Receivable	—	26,167	26,167
Advances to Other Agencies	733	2,524	3,257
Land Held for Resale	—	20,778	20,778
Restricted Cash and Investments	1,534	75,591	77,125
TOTAL ASSETS	\$ 691,789	\$ 1,861,861	\$ 2,553,650
LIABILITIES			
Accounts Payable	\$ 46,395	\$ 93,061	\$ 139,456
Accrued Wages and Benefits	46,421	429	46,850
Other Accrued Liabilities	10,541	22,367	32,908
Due to Other Funds	—	21,936	21,936
Unearned Revenue	156,665	51,722	208,387
Interfund Loan Payable	—	26,167	26,167
TOTAL LIABILITIES	260,022	215,682	475,704
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Taxes	15,017	25,090	40,107
Unavailable Revenue - Grants	—	54,602	54,602
Unavailable Revenue - Other	6,284	9,363	15,647
TOTAL DEFERRED INFLOWS OF RESOURCES	21,301	89,055	110,356

**GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2020
(Dollars in Thousands)**

	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
FUND BALANCES			
Nonspendable	\$ —	\$ 18,286	\$ 18,286
Restricted	195,085	1,564,819	1,759,904
Committed	88,665	63,338	152,003
Assigned	2,133	—	2,133
Unassigned (Deficit)	124,583	(89,319)	35,264
TOTAL FUND BALANCES	<u>410,466</u>	<u>1,557,124</u>	<u>1,967,590</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 691,789</u>	<u>\$ 1,861,861</u>	

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources, and therefore, are not reported at the fund level.	5,080,737
Deferred outflows of resources are not financial resources (uses), and therefore, are not reported at the fund level.	501,584
Unavailable revenues are not financial resources, and therefore, are reported as deferred inflows of resources.	110,356
Internal service funds are used by management to charge the costs of activities such as Fleet Operations, Central Stores, Publishing Services, and Employee Benefit Programs to individual funds. The assets, deferred outflows of resources, liabilities and deferred inflows of resources of internal service funds are included in the governmental activities in the Statement of Net Position.	154,263
Certain liabilities and deferred inflows of resources, including bonds payable, are not due and payable in the current period, and therefore, are not reported in the funds.	<u>(3,849,349)</u>
Net Position of Governmental Activities (page 49)	<u>\$ 3,965,181</u>

The accompanying notes are an integral part of the basic financial statements.

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Fiscal Year Ended June 30, 2020
(Dollars in Thousands)

	General Fund	Other Governmental Funds	Total Governmental Funds
REVENUES			
Property Taxes	\$ 609,297	\$ 15,537	\$ 624,834
Special Assessments	—	56,705	56,705
Sales Taxes - Shared State Revenue	292,525	37,456	329,981
Transient Occupancy Taxes	95,243	85,938	181,181
Franchises	93,336	63,716	157,052
Other Local Taxes	68,026	—	68,026
Licenses and Permits	37,756	62,622	100,378
Fines, Forfeitures and Penalties	27,918	3,758	31,676
Revenue from Use of Money and Property	75,343	53,867	129,210
Revenue from Federal Agencies	92,462	68,690	161,152
Revenue from Other Agencies	9,685	47,196	56,881
Revenue from Private Sources	688	5,985	6,673
Charges for Current Services	296,599	17,841	314,440
Other Revenue	13,080	6,270	19,350
TOTAL REVENUES	1,711,958	525,581	2,237,539
EXPENDITURES			
Current:			
General Government and Support	421,306	16,851	438,157
Public Safety - Police	541,975	15,840	557,815
Public Safety - Fire and Life Safety and Homeland Security	287,844	11,681	299,525
Parks, Recreation, Culture and Leisure	173,080	139,868	312,948
Transportation	117,705	100,762	218,467
Sanitation and Health	102,279	3,272	105,551
Neighborhood Services	43,398	98,917	142,315
Capital Outlay	11,517	219,940	231,457
Debt Service:			
Principal Retirement	13,081	35,108	48,189
Interest	8,367	26,775	35,142
TOTAL EXPENDITURES	1,720,552	669,014	2,389,566
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(8,594)	(143,433)	(152,027)

GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Fiscal Year Ended June 30, 2020
(Dollars in Thousands)

	General Fund	Other Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES)			
Transfers from Proprietary Funds	\$ 4,915	\$ 64	\$ 4,979
Transfers from Other Funds	40,498	77,435	117,933
Transfers to Proprietary Funds	(2,073)	—	(2,073)
Transfers to Other Funds	(37,796)	(80,137)	(117,933)
Proceeds from the Sale of Capital Assets	—	5,644	5,644
Capital Leases Issued	1,349	—	1,349
Loans Issued	—	26,167	26,167
Commercial Paper Notes Issued	—	22,686	22,686
TOTAL OTHER FINANCING SOURCES (USES)	6,893	51,859	58,752
Special Item	—	(10,117)	(10,117)
NET CHANGE IN FUND BALANCES	(1,701)	(101,691)	(103,392)
Fund Balances at Beginning of Year	412,167	1,658,815	2,070,982
FUND BALANCES AT END OF YEAR	\$ 410,466	\$ 1,557,124	\$ 1,967,590

The accompanying notes are an integral part of the basic financial statements.