

DUE DECEMBER 31 Pursuant to Public Resources Code § 6306

Fiscal/Calendar Year: 2022

Grantee Name: City of Morro Bay

Contact Person: Yvonne Kimball, City Manager

Mailing Address: 595 Harbor Street, Morro Bay, CA 93442

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).

331 Harbor Operating Fund, 055 Harbor Equipment Replacement Fund, 923 Harbor Capital Improvement Fund, and 953 Harbor Accumulation 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)).

City of Morro Bay's Annual Comprehensive Financial Report (ACFR) for the Year Ending June 30, 2022. The Financial Statement for the Harbor Funds is found on pages 32-41. Detail of revenue and expenses is found on page 145.

2. Revenue

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

\$2,950,627

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

Leases: \$1,974,492; Dockage: \$55,176; Mooring: \$124,658; Slip Rental: \$206,201; Other Services: \$88,225; Penalties: \$4,864; Other Local Income: \$298,884; Grants: \$18,127; Transfers In: \$180,000

3. Expenses

- a. What was the total expenditure of funds received or generated from trust land or assets during the past fiscal year?
\$3,030,715

- b. What expenses were allocated or charged directly to the trust? Please list the source of the expenditure and the amount expended.
Employee Wages & Benefits: 2,103,968; Insurance: \$71,792; Depreciation: \$62,136; Maintenance: \$410,229; Supplies: \$57,835; Investment Losses: \$1,673; Transfers Out: \$323,082

- 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 there were capital improvements in the amount of \$285,463

- 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.

Fund Balance Beginning July 1, 2020 <\$967,041>
Fund Balance Ending June 30, 2021 <\$1,047,129>

CITY OF MORRO BAY
CHANGES IN FUND BALANCES OF PROPRIETARY FUNDS (Continued)
WATER, SEWER, AND HARBOR
LAST TEN FISCAL YEARS

HARBOR FUND	Fiscal Year				
	2018	2019	2020	2021	2022
Operating Revenues					
Harbor Leases	\$ 1,584,933	\$ 1,623,984	\$ 1,445,560	\$ 1,839,555	\$ 1,974,492
North T-Pier Dockage	44,912	42,571	10,384	61,528	24,177
South T-Pier Dockage	56,423	45,285	43,819	39,718	30,999
Mooring	99,824	107,140	113,245	125,817	124,658
Slip Rental	145,522	110,442	109,246	141,772	206,201
Other Services	55,493	132,721	13,832	99,271	88,225
Penalties	6,800	2,103	3,290	(35)	4,884
Other Local Income	3,605	15,442	43,030	113,770	298,884
Total Operating Revenues	1,997,312	2,079,688	1,782,408	2,421,396	2,752,500
Operating Expenses					
Employee Wage and Benefits	988,272	1,423,174	1,127,831	1,252,820	2,103,988
Insurance Costs	61,987	65,798	56,635	46,728	71,792
Depreciation	151,182	115,492	51,818	64,943	62,136
Maintenance	46,587	43,638	62,108	365,504	410,229
Administration	308,948	249,175	239,171	-	-
Supplies	170,595	68,256	59,003	57,701	57,835
Total Operating Expenses	1,727,571	1,965,533	1,596,566	1,787,796	2,705,960
Operating Income (Loss)	269,741	114,155	185,840	633,600	46,540
Nonoperating Revenues (Expenses)					
Intergovernmental	67,376	34,384	24,868	103,918	18,127
Rental Income	-	-	-	-	-
Refunds and Adjustments	-	-	-	-	-
Investment Earnings (Losses)	7,383	11,996	-	297	(1,673)
Gain (Loss) on Sale of Capital Assets	-	-	-	-	-
Interest on Debt	(26,640)	(21,771)	(30,151)	(6,772)	-
Total Nonoperating Revenues (Expenses)	48,119	24,609	(5,283)	97,443	16,454
Net Income (Loss) Before Transfers	317,860	138,764	180,557	731,043	62,994
Transfers					
Transfers In	168,361	-	-	25,000	180,000
Transfers Out	(480,445)	(396,700)	(298,688)	(305,854)	(323,082)
Total Transfers	(312,084)	(396,700)	(298,688)	(280,854)	(143,082)
Change in Net Position	5,776	(257,936)	(118,131)	450,189	(80,088)
Net Position					
Beginning of Year, Restated	(1,128,269)	(1,122,483)	(1,380,429)	(1,417,230)	(967,041)
End of Year	\$ (1,122,493)	\$ (1,380,429)	\$ (1,498,560)	\$ (967,041)	\$ (1,047,129)