STATE OF CALIFORNIA – STATE LANDS COMMISSION GRANTED PUBLIC TRUST LANDS STANDARDIZED REPORTING FORM

See Attachment A

SLC 150 (formerly Form 12.26)

<u>DUE DECEMBER 31 Pursuant to Public Resources Code § 6306</u>

Fiscal/Calendar Year: 2023/2024
Grantee Name: City of Monterey
Contact Person: Stella Sandoval
Mailing Address: 735 Pacific St. Ste A, Monterey, CA 93940
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).
Tidelands Trust Fund, Marina 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)).
FY2023-24 ACFR: Statement of Revenues, Expenditures, and Changes in Fund Balances Tidelands Fund (pg.23) and the Combining Statement of Net Position Marina Fund (pg.142)
2. Revenue
a. What was the gross revenue received or generated from trust land or trust assets during the past fiscal year?
\$4,771,629
b. Please list all sources of revenue and the amount of revenue generated from each source (e.g., permits, rentals, percentage of lease, etc.).

GRANTED PUBLIC TRUST LANDS STANDARDIZED REPORTING FORM

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3. Expenses

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

\$4,380,537

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

See Attachment A

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 Attachment A

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.

N/A

4. Beginning and Ending Balance

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

Beginning balance: \$4,199,420 (adjusted beginning balance)

Ending balance: \$4,590,512

City of Monterey

FY 2023-2024 Tidelands Fund Activities

Tidelands Trust Fund 807		Marina Enterprise Fund 600	
Revenues:		Revenues:	
Tidelands Rents	3,447,998	Parking fees/parking meters	1,088,274
Harbor		Liveaboard fees	21,017
Outer harbor mooring - West	134,463	Transient boat fees	161,591
Outer harbor mooring - East	7,972	Berthing fees	1,733,086
Transient boat fees	16,259	Rental income	582,414
Maintenance fees	56,023	Interest income	111,627
Other revenue	407,438	Unrealized gain on investments GASB 31	35,432
Interest income/loans/leases GASB 87	684,287	Interest revenue leases	19,385
Unrealized gain on investments GASB 31	17,190	Other revenue	42,240
Total revenues	4,771,629	Total revenues	3,795,066
Expenditures:		Expenditures:	
Harbor administration/maintenance/security	1,590,530	Marina administration	1,033,745
Fire Shore operations/training/equipment	175,567	Marina maintenance	1,798,741
Police patrol, investigations	518,633	Marina security	421,663
Economic development/property management	697,434	Accumulated depreciation	205,788
Parks/maintenance	37,489	Interest and fiscal charges	27,416
Tidelands trust/admin support	314,184		3,487,353
Finance revenue administration	50,583	<u>Transfers:</u>	
	3,384,420	Parking support	235,873
Transfers:			
Programmatic Wharf Repairs	419,023	Total Expenditures/Transfers:	3,723,226
Wharf 2 Critical Repairs & Parking Area	232,609	Net income	71,840
Coast Guard Pier Reuse Project	74,373		
Wharf 2 Warehouse Exterior Rehabilitation	44,737	Beginning fund balance	6,786,130
City Fire Boat Storage Building Repair	759	Adjustment to beginning balance	7,316
Parks and Maintenance	224,617	Ending Marina fund balance	6,865,286
	996,118		
Total Expenditures/Transfers:	4,380,537	Capital Improvement Program Projects:	
Net income	391,092	Marina Pay Station Upgrades	241
		Waterfront Parking Lot Resurface/Stripe	764,495
Beginning fund balance	4,199,751	Wharf 2 Repairs	379,240
Adjustment to beginning balance	(331)	Waterfront Parking Resurface/Stripe/ADA	85,546
Ending Tidelands fund balance	4,590,512	Replace Marina "K" Tier	4,146
		Marina Structural Repairs and Replacement	2,208
			1,235,876
Capital Improvement Projects budgeted > \$250,	000 in FY24:		
Wharf 2 Repairs	2,102,080	Wharf 2 Warehouse Exterior Rehab	413,697
Wharf 2 Mid-Wharf Restroom	657,908	Replace Marina "K" Tier	285,854
Programmatic Wharf Repairs	595,838	·	•
•	•		

		Capital		Special Revenue				
		Improvement	Presidio of	•	Community			
	General	Capital Projects Fund	Capital Projects Monterey Fund Public Works		Development Block Grant			
REVENUES:	General	Tana	Tublic Works	Tidelands	Block Grant			
Property tax	\$ 11,760,161	\$ -	\$ -	\$ -	\$ -			
Sales tax	15,666,405	- ب	· -	- -	- -			
In-lieu sales tax	3,716,788	_	_	_	_			
Transient occupancy tax	29,678,681	_	_	_	_			
Utility users tax	4,915,491	_	_	_	_			
Other taxes	3,128,500	_	_	_	_			
Intergovernmental	1,242,775	129,693	129,693 7,913,279 -					
Use of money and property	3,858,578	-		701,475	347,338 313,159			
Rental income	3,473,079	_	_	3,011,854	333,712			
Licenses and permits	6,240,563	_	_	-	-			
Charges for current services	20,124,972	<u>-</u>	10,442,670	214,717	-			
Fines	772,712	<u>-</u>	-		-			
Other	224,335	-	-	407,438	104,551			
Total revenues	104,803,040	129,693	18,355,949	4,335,484	1,098,760			
EXPENDITURES:								
Current:								
General government:	13,219,966	-	-	363,784	-			
Police	22,360,464	-	-	518,632	-			
Fire	28,427,087	-	-	175,568	-			
Public works	7,976,095	8,062,100	15,750,994	1,689,627	-			
Community development	6,524,266	-	-	599,650	835,619			
Parks and recreation	14,289,084	-	-	37,489	-			
Library and museum	2,727,062	-	-		-			
Capital outlay	-	8,439,415	-		-			
Debt service:								
Principal	40,529	-	-	-	-			
Interest and fiscal charges	9,166							
Total expenditures	95,573,719	16,501,515	15,750,994	3,384,750	835,619			
EXCESS (DEFICIENCY) OF REVENUES								
OVER EXPENDITURES	9,229,321	(16,371,822)	2,604,955	950,734	263,141			
OTHER FINANCING SOURCES (USES):								
Transfers in	2,679,704	16,422,527	-	-	-			
Transfers out	(3,133,909)	(750,000)		(996,118)				
Total other financing sources (uses)	(454,205)	15,672,527		(996,118)				
NET CHANGE IN FUND BALANCES	8,775,116	(699,295)	2,604,955	(45,384)	263,141			
FUND BALANCES:								
Beginning of year, as previously reported	53,795,726	-	(2,340,989)	4,199,751	2,496,108			
Restatement, Note 15	-	1,553,015	- (2.2.2.2.2.2.2.2.2.2.2.2.2.2.2.2.2.2.2.	436,145				
Beginning of year, as restated	53,795,726	1,553,015	(2,340,989)	4,635,896	2,496,108			
End of year	\$ 62,570,842	\$ 853,720	\$ 263,966	\$ 4,590,512	\$ 2,759,249			

	Marina			Cemetery		Materials Recovery		Total
OPERATING REVENUES:								
Charges for services Lease revenue Other revenue	\$	3,010,928 589,024 55,367	\$	288,394 - 40,948	\$	- - -	\$	3,299,322 589,024 96,315
Total operating revenues		3,655,319		329,342				3,984,661
OPERATING EXPENSES:								
Salaries and benefits Services and supplies Depreciation		1,165,853 2,088,297 205,788		389,967 124,925 27,270		- 16,620 93,327		1,555,820 2,229,842 326,385
Total operating expenses		3,459,938		542,162		109,947		4,112,047
Operating gain (loss)		195,381		(212,820)	(109,947)			(127,386)
NONOPERATING REVENUES (EXPENSES):								
Investment losses Interest and fiscal charges	147,064 (27,416)		- -		1,323			148,387 (27,416)
Total nonoperating revenues		119,648			1,323			120,971
INCOME (LOSS) BEFORE TRANSFERS		315,029		(212,820)		(108,624)		(6,415)
CAPITAL CONTRIBUTIONS AND TRANSFERS:								
Transfers out		(235,873)						(235,873)
Total transfers		(235,873)		-		-		(235,873)
CHANGES IN NET POSITION		79,156		(212,820)		(108,624)		(242,288)
NET POSITION:								
Beginning of year		6,786,130		(407,483)		1,010,545		7,389,192
End of year	\$	6,865,286	\$	(620,303)	\$	901,921	\$	7,146,904

Note 15 - Restatement due to Correction of Errors and Change to or within the Financial Reporting Entity

During fiscal year 2024, the City determined that there were certain errors in amounts previously reported in the 2023 financial statements resulting in a restatement of the beginning governmental activities net position and the Tidelands Major Special Revenue fund balance. The corrections in the governmental activities relate to capitalized costs that did not meet the definition of a capital asset over several years beginning in 2015. The lease receivable and related deferred inflows of resources corrections in the Tidelands Fund and Governmental Activities was due to errors in interpreting the terms of lease agreements or extension of leases that were not captured in the 2023 fiscal year. The construction in progress restatement had no impact on the change in net position of the governmental activities. The change in net position of the governmental activities and the change in fund balance in the Tideland Fund relating to the lease receivable and related deferred inflows of resources adjustment would have increased by \$89,066 in the fiscal year ended June 30, 2023. The effect of the correction of the errors are summarized below:

During fiscal year 2024, there was a change within the financial reporting entity which resulted in the Capital improvement Capital Projects fund being reported as a major fund instead of as a nonmajor fund. As a result, fund balance of the Capital improvement Capital Projects fund of \$1,553,015 which was previously reported in the nonmajor funds is now reported as a major fund with a beginning fund balance of \$1,553,015. During fiscal year 2024, there was a change within the financial reporting entity which resulted in the Measure P Special Revenue Fund being reported as a nonmajor fund instead of as a major fund. As a result, fund balance of the Measure P Special Revenue Fund of \$17,503,158 which was previously reported in the Measure P Special Revenue Fund column is now reported in the nonmajor fund column and the nonmajor fund beginning fund balance has been adjusted by \$17,503,158. This resulted in adjustments to and restatements of beginning fund balance to the major and nonmajor governmental funds as follow:

				vernmental			
				Activities			
Net Position, beginning of year, as previously reported			\$	191,223,094			
Restatement of construction in progress -correction of error				(55,442,032)			
Restatement of lease receivables-correction of error				3,584,158			
Restatement of lease deferred inflows of resources-correction of error				(3,148,013)			
Net Position, beginning of year, as restated			\$	136,217,207			
				Capital			
			Im	provement			Nonmajor
	Measure P		Capital Projects		Tidelands		Governmental
		Fund		Fund	_	Fund	Funds
Fund Balance beginning of year, as previously reported	\$	17,503,158	\$	-	\$	4,199,751	\$ 44,522,550
Restatement of lease receivables-correction of error		-		-		3,584,158	-
Restatement of lease deferred inflows of resources-correction of error		-		-		(3,148,013)	-
Change to or within the financial reporting entity		(17,503,158)		1,553,015	_		15,950,143
Fund Balance, beginning of year, as restated	\$		\$	1,553,015	\$	4,635,896	\$ 60,472,693