

*DUE DECEMBER 31 Pursuant to Public Resources Code § 6306*

**Fiscal/Calendar Year:** FY 2023-2024

Grantee Name: City of Newport Beach

Contact Person: Jason Al-Imam, Finance Director/Treasurer

Mailing Address: 100 Civic Center Dr. Newport Beach, CA 92660

## 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).

- 1) Tide and Submerged Lands Operating Fund (includes a restricted amount for Upper Newport Bay Restoration Fund)
- 2) Tide and Submerged Lands Harbor Capital Fund

If “No”, under what fund are they accounted for?

N/A

b. Are separate financial statements prepared for the trust?

YES  NO

If “Yes,” describe the organization of the separate financial statement.

City of Newport Beach - Tide and Submerged Lands Annual Financial Report for the Year Ending June 30, 2024 (pages 10-15)

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

N/A

## 2. Revenue

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

Gross revenues for FY 2023-2024 were \$24,505,016 (page 11).

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

Please see attached report (page 11).

**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?

Total expenditures for FY 2023-2024 were \$5,806,024 (page 12).

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

Please see attached report (page 12).

- 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 during FY 2023-2024 amounted to \$1,273,887 (page 12).  
For next fiscal year, \$12,714,000 in capital improvements are expected.

- 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.

Tide and Submerged Lands Operating Fund: Beginning Balance - \$6,107,317; Ending Balance - \$8,547,722  
Reserve for Upper Newport Bay Restoration Fund: Beginning Balance - \$1,479,188; Ending Balance - \$1,683,144  
Tide and Submerged Lands Harbor Capital Fund: Beginning Balance - \$30,214,811; Ending Balance - \$43,107,346

**CITY OF NEWPORT BEACH**  
**Tide and Submerged Lands**  
**Balance Sheet**  
**June 30, 2024**

	Tide and Submerged Land - Operating	Tide and Submerged Land - Harbor Capital	Tide and Submerged Land Total Funds
<b>Assets</b>			
Cash and investments	\$ 7,057,434	\$ 48,689,151	\$ 55,746,585
Receivables:			
Accounts (net of allowance)	2,224,279	-	2,224,279
Interest	39,628	137,249	176,877
Lease Receivables (note 2)	189,149,589	-	189,149,589
Public-private partnership receivable (note 3)	714,546	-	714,546
Prepaid items	101,646	-	101,646
<b>Total assets</b>	<b>\$ 199,287,122</b>	<b>\$ 48,826,400</b>	<b>\$ 248,113,522</b>
 <b>Liabilities, Deferred Inflows of Resources, and Fund Balances</b>			
Liabilities:			
Accounts payable	\$ 1,305,980	\$ 42,395	\$ 1,348,375
Accrued payroll	62,414	-	62,414
Deposits payable	260,510	-	260,510
Unearned Revenue	980,433	-	980,433
Advance from other funds (note 4)	-	5,676,659	5,676,659
<b>Total liabilities</b>	<b>2,609,337</b>	<b>5,719,054</b>	<b>8,328,391</b>
Deferred Inflows of Resources:			
Deferred amount from leases (note 2)	187,410,062	-	187,410,062
Deferred amount from public-private partnerships (note 3)	720,001	-	720,001
<b>Total deferred inflows of resources</b>	<b>188,130,063</b>	<b>-</b>	<b>188,130,063</b>
 <b>Fund balances:</b>			
Nonspendable:			
Prepaid items	101,646	-	101,646
Restricted:			
Upper Newport Bay restoration	1,683,144	-	1,683,144
Other	5,710,272	43,107,346	48,817,618
Committed:			
Oil and gas	1,052,660	-	1,052,660
<b>Total fund balances</b>	<b>8,547,722</b>	<b>43,107,346</b>	<b>51,655,068</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 199,287,122</b>	<b>\$ 48,826,400</b>	<b>\$ 248,113,522</b>

See accompanying notes to basic financial statements

**CITY OF NEWPORT BEACH**  
**Tide and Submerged Lands**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**For the Fiscal Year Ended June 30, 2024**

	Tide and Submerged Land - Operating	Tide and Submerged Land - Harbor Capital	Tide and Submerged Land Total Funds
<b>Revenues:</b>			
Intergovernmental	\$ 6,481	\$ -	\$ 6,481
Licenses, permits, and fees	103,338	-	103,338
Charges for services	38,081	-	38,081
Fines and forfeitures	37,902	-	37,902
Investment income	194,821	1,309,710	1,504,531
Net increase in fair value of investments	77,382	790,072	867,454
Property Income			
Parking			
Balboa Lot	2,761,019	-	2,761,019
Other parking	2,220,893	-	2,220,893
Total Parking	4,981,912	-	4,981,912
Leases			
Balboa Yacht Basin Slips (net of increment)	653,171	991,519	1,644,690
Balboa Yacht Basin Garages (net of increment)	35,344	44,987	80,331
Balboa Yacht Basin Apartments (net of increment)	30,456	7,391	37,847
Balboa Yacht Basin Offices	18,767	-	18,767
Balboa Yacht Basin Electricity	10,873	-	10,873
Balboa Bay Club	3,011,162	3,032,944	6,044,106
Beacon Bay	1,881,442	-	1,881,442
Other Leases	1,339,599	199,304	1,538,903
Total Leases	6,980,814	4,276,145	11,256,959
Rent			
Moorings Off-Shore (net of increment)	623,171	614,024	1,237,195
Moorings On-Shore (net of increment)	69,546	101,336	170,882
Moorings Guest (net of increment)	-	402,290	402,290
Moorings Transfers (net of increment)	-	81,836	81,836
Residential Piers Rent (net of increment)	118,000	164,562	282,562
Commercial Piers Rent (net of increment)			
Large Com Marina Rent	248,441	628,086	876,527
Medium Com Marina Rent	-	96,850	96,850
Small Com Marina Rent	47,662	110,966	158,628
Vessel Charter Bus Rent	22,833	22,649	49,482
Vessel Rental Facility Rent	20,560	42,448	63,008
HOA NONMEM <13,000 sqf	5,693	16,867	22,560
HOA NONMEM 13K-30K sqf	6,927	9,347	16,274
Yacht Club Guest Slip Rent	13,471	2,954	16,425
Restaurant Rent	7,873	3,222	11,095
Shipyard Rent	6,559	31,141	37,700
Other Rent - Bldg over Tid	5,325	7,112	12,437
Fuel Dock - Base/Plus Rent	4,710	6,624	11,334
Sport Fishing Charter Rent	4,446	6,253	10,699
Total Commercial Piers Rent	398,500	984,519	1,383,019
Total Rent	1,209,217	2,348,567	3,557,784
Sale of Oil	1,582,452	-	1,582,452
Other	554,081	-	554,081
Total property income	15,308,476	6,624,712	21,933,188
Other	14,041	-	14,041
<b>Total Revenues</b>	<b>\$ 15,780,522</b>	<b>\$ 8,724,494</b>	<b>\$ 24,505,016</b>

See accompanying notes to basic financial statements

**CITY OF NEWPORT BEACH**  
**Tide and Submerged Lands**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**For the Fiscal Year Ended June 30, 2024**

Continued

	Tide and Submerged Land - Operating	Tide and Submerged Land - Harbor Capital	Tide and Submerged Land Total Funds
<b>Expenditures:</b>			
General government:			
General government - Direct	\$ 516,156	\$ -	\$ 516,156
Total General government	<u>516,156</u>	<u>-</u>	<u>516,156</u>
Public works:			
Public works - Utilities - Direct	1,201,737	-	1,201,737
Public works - Tidelands management - Direct	305,984	-	305,984
Total Public works	<u>1,507,721</u>	<u>-</u>	<u>1,507,721</u>
Community development:			
Community development - Direct	20,637	-	20,637
Total Community development	<u>20,637</u>	<u>-</u>	<u>20,637</u>
Community services:			
Harbor operations - Direct	2,487,623	-	2,487,623
Total Community services	<u>2,487,623</u>	<u>-</u>	<u>2,487,623</u>
Capital improvement projects: - All are Direct			
Abandoned Watercraft Grant	10,686	-	10,686
American Legion Bulkhead	-	92,311	92,311
Balboa Island Seawall Assessment	-	7,621	7,621
Beach and Bay Sand Management	230,735	-	230,735
Big Canyon Restoration - PH2 Monitor	24,859	-	24,859
Harbor Bulkheads and Seawall Repair	10,025	24,720	34,745
Harbor Dredging/Planning	-	3,745	3,745
Harbor Maintenance/Minor Improv	138,273	60,391	198,664
Harbor Piers Rehabilitation	-	171,323	171,323
Newport Bay Water Wheel	35,715	-	35,715
Oil Well 12 Rehabilitation	168,054	-	168,054
Surfside Sunset Coastal Sand Replenishment	96,283	-	96,283
Tide Valve Replacement Program	-	186,002	186,002
TMDL Compliance/Water Quality Imp	12,298	846	13,144
Total Capital improvement projects	<u>726,928</u>	<u>546,959</u>	<u>1,273,887</u>
<b>Total Expenditures</b>	<b><u>\$ 5,259,065</u></b>	<b><u>\$ 546,959</u></b>	<b><u>\$ 5,806,024</u></b>
<b>Other financing sources (uses):</b>			
Transfers in	11,252,355	4,715,000	15,967,355
Transfers out	(19,333,407)	-	(19,333,407)
Total other financing sources (uses)	<u>(8,081,052)</u>	<u>4,715,000</u>	<u>(3,366,052)</u>
<b>Net change in fund balances</b>	<b>2,440,405</b>	<b>12,892,535</b>	<b>15,332,940</b>
<b>Fund balance, beginning</b>	<b><u>6,107,317</u></b>	<b><u>30,214,811</u></b>	<b><u>36,322,128</u></b>
<b>Fund balance, ending</b>	<b><u>\$ 8,547,722</u></b>	<b><u>\$ 43,107,346</u></b>	<b><u>\$ 51,655,068</u></b>

See accompanying notes to basic financial statements