

DUE DECEMBER 31 Pursuant to Public Resources Code § 6306

Fiscal/Calendar Year: FY 2023

Grantee Name: City of Santa Barbara - Waterfront Department

Contact Person: Michael Wiltshire, Waterfront Director

Mailing Address: 132A Harbor Way, Santa Barbara, 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).

Waterfront Operating Fund, Waterfront 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)).

FY 2024 ACFR (Page 41-48)

2. Revenue

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

\$18,302,249

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

Service Charges: \$11,249,551; Other: \$920,711; Leases: \$5,988,015; Interest: \$143,972
(ACFR, Page 43)

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?

\$16,359,739 (ACFR, Page 43)

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

\$16,359,739 (ACFR, Page 43)

- 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.

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: \$19,574,418; Ending: \$21,569,311 (ACFR, Page 43)

**CITY OF SANTA BARBARA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023**

	Water	Wastewater	Airport	Waterfront
ASSETS				
Current Assets:				
Pooled Cash and Investments	\$ 99,605,920	\$ 20,804,093	\$ 31,686,654	\$ 14,645,324
Accounts Receivable, Net	13,197,030	5,106,383	1,963,490	379,044
Prepaid Assets	4,189,175	-	-	-
Deposits	-	-	-	-
Leases Receivable	14,021	32,772	3,642,642	3,455,397
Inventories	-	-	-	-
Total Current Assets	<u>117,006,146</u>	<u>25,943,248</u>	<u>37,292,786</u>	<u>18,479,765</u>
Noncurrent Assets:				
Restricted:				
Cash and Investments with Fiscal Agent	2,792,098	1	2	591,556
Advances to Other Funds	-	-	-	-
Leases Receivable	-	346,878	13,195,317	10,484,520
Loans Receivable	3,286,442	-	-	-
Capital Assets:				
Nondepreciable	30,927,747	9,423,046	10,797,759	2,583,062
Depreciable, Net	221,788,191	99,925,447	143,773,563	23,889,625
Total Noncurrent Assets	<u>258,794,478</u>	<u>109,695,372</u>	<u>167,766,641</u>	<u>37,548,763</u>
Total Assets	<u>375,800,624</u>	<u>135,638,620</u>	<u>205,059,427</u>	<u>56,028,528</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Charge on Refunding	259,585	47,759	522,272	199,518
Pension-Related Items	6,874,136	4,785,698	5,365,365	2,647,463
OPEB-Related Items	-	-	-	-
Total Deferred Outflows of Resources	<u>7,133,721</u>	<u>4,833,457</u>	<u>5,887,637</u>	<u>2,846,981</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	5,837,448	1,270,970	1,446,448	357,750
Salaries and Benefits Payable	415,712	264,358	323,436	253,061
Interest Payable	78,618	286,483	314,880	377,060
Unearned Revenue	-	-	462,088	333,771
Deposits	647,944	237	1,278,257	687,903
Interfund Payable	-	-	-	-
Compensated Absences Payable	996,426	605,402	462,264	528,893
Lease Payable	-	-	-	15,440
Subscription Payable	169,509	12,114	112,971	-
Claims Payable	-	-	-	-
Total OPEB Liability, due in one year	-	-	-	-
Current Portion Long-Term Debt	7,526,760	2,704,589	1,388,132	1,516,570
Total Current Liabilities	<u>15,672,417</u>	<u>5,144,153</u>	<u>5,788,476</u>	<u>4,070,448</u>
Noncurrent Liabilities:				
Advances from Other Funds	-	-	-	-
Unearned Revenue	3,286,442	-	-	-
Net Pension Liability	19,937,157	13,413,733	13,216,607	8,682,975
Total Other Postemployment Benefit Liability	-	-	-	-
Compensated Absences Payable, Net of Current Portion	113,062	68,692	52,451	60,011
Lease Payable, Net of Current Portion	-	-	-	90,377
Subscription Payable, Net of Current Portion	514,328	13,230	239,036	-
Claims Payable, Net of Current Portion	-	-	-	-
Long-Term Debt, Net of Current Portion	75,991,105	34,128,160	27,784,621	10,996,932
Total Noncurrent Liabilities	<u>99,842,094</u>	<u>47,623,815</u>	<u>41,292,715</u>	<u>19,830,295</u>
Total Liabilities	<u>115,514,511</u>	<u>52,767,968</u>	<u>47,081,191</u>	<u>23,900,743</u>
DEFERRED INFLOWS OF RESOURCES				
Lease Related	11,951	368,020	16,193,599	13,377,980
Pension Related	71,338	49,664	55,680	27,475
OPEB Related	-	-	-	-
Total Deferred Inflows of Resources	<u>83,289</u>	<u>417,684</u>	<u>16,249,279</u>	<u>13,405,455</u>
NET POSITION				
Net Investment in Capital Assets	167,021,108	71,847,118	125,730,866	14,140,144
Restricted for Debt Service	2,792,098	1	2	591,556
Restricted for Airport Improvements	-	-	5,049,859	-
Unrestricted	97,523,339	15,439,306	16,835,867	6,837,611
Total Net Position	<u>\$ 267,336,545</u>	<u>\$ 87,286,425</u>	<u>\$ 147,616,594</u>	<u>\$ 21,569,311</u>

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

See accompanying Notes to Basic Financial Statements.

**CITY OF SANTA BARBARA
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023**

	Water	Wastewater	Airport	Waterfront
OPERATING REVENUES				
Sales	\$ 62,040,166	\$ 26,315,721	\$ -	\$ -
Service Charges	4,450,302	1,011,226	8,483,867	11,249,551
Other Revenues	844,016	70,687	126,032	920,711
Total Operating Revenues	<u>67,334,484</u>	<u>27,397,634</u>	<u>8,609,899</u>	<u>12,170,262</u>
OPERATING EXPENSES				
Salaries, Wage, and Benefits	13,050,110	8,409,643	9,983,976	7,757,130
Material, Supplies, and Services	32,038,651	10,658,506	14,850,829	7,015,162
Depreciation	10,122,972	5,227,903	6,759,878	1,587,447
Total Operating Expenses	<u>55,211,733</u>	<u>24,296,052</u>	<u>31,594,683</u>	<u>16,359,739</u>
OPERATING INCOME (LOSS)	12,122,751	3,101,582	(22,984,784)	(4,189,477)
NONOPERATING REVENUES (EXPENSES)				
Interest Income	848,751	157,491	948,810	730,227
Intergovernmental Revenue	1,315,604	-	800,878	-
Leases and Rents	-	39,951	20,071,260	5,988,015
Other Income	-	-	188,823	-
Interest Expense	(764,954)	(806,370)	(1,357,654)	(586,255)
Total Nonoperating Revenues (Expenses)	<u>1,399,401</u>	<u>(608,928)</u>	<u>20,652,117</u>	<u>6,131,987</u>
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	13,522,152	2,492,654	(2,332,667)	1,942,510
CONTRIBUTIONS				
Capital Contributions	-	-	73,129	52,383
TRANSFERS				
Transfers In	67,791	67,963	-	-
Transfers Out	(7,483)	(5,107)	(30,422)	-
Total Transfers	<u>60,308</u>	<u>62,856</u>	<u>(30,422)</u>	<u>-</u>
CHANGES IN NET POSITION	13,582,460	2,555,510	(2,289,960)	1,994,893
Total Net Position (Deficit) - Beginning of Year, as Restated	<u>253,754,085</u>	<u>84,730,915</u>	<u>149,906,554</u>	<u>19,574,418</u>
TOTAL NET POSITION - END OF YEAR	<u>\$ 267,336,545</u>	<u>\$ 87,286,425</u>	<u>\$ 147,616,594</u>	<u>\$ 21,569,311</u>
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.

**CITY OF SANTA BARBARA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023**

	Water	Wastewater	Airport	Waterfront
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 64,741,465	\$ 26,132,079	\$ 7,588,626	\$ 11,098,891
Payments to Suppliers of Goods or Services	(31,732,128)	(10,586,146)	(13,684,699)	(6,994,691)
Payments to Employees	(12,935,387)	(8,273,306)	(9,755,473)	(7,728,749)
Receipts from Others	844,016	70,687	126,032	920,711
Net Cash Provided (Used) by Operating Activities	20,917,966	7,343,314	(15,725,514)	(2,703,838)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Cash Transfers In	67,791	67,963	-	-
Cash Transfers Out	(7,483)	(5,107)	(30,422)	-
Advances from (to) Other Funds	-	-	-	-
Operating Grants Received	1,315,604	-	800,878	-
Net Cash Provided (Used) by Noncapital Financing Activities	1,375,912	62,856	770,456	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Capital Assets	(18,384,265)	(3,022,563)	(2,352,362)	(2,302,908)
Lease and Rental Income	-	39,951	20,071,260	5,988,015
Principal Paid on Capital Debt	(7,339,421)	(2,624,755)	(1,323,062)	(1,461,086)
Interest Paid	(914,957)	(927,263)	(1,371,484)	(575,881)
Net Cash Provided (Used) by Capital and Related Financing Activities	(26,638,643)	(6,534,630)	15,024,352	1,648,140
CASH FLOWS FROM INVESTING ACTIVITIES				
Loans Payments Received	1,073,892	-	-	-
Investment Income	848,751	157,491	948,810	730,227
Net Cash Provided (Used) by Investing Activities	1,922,643	157,491	948,810	730,227
NET CHANGE IN CASH AND CASH EQUIVALENTS	(2,422,122)	1,029,031	1,018,104	(325,471)
Cash and Cash Equivalents - Beginning of Year	104,820,140	19,775,063	30,668,552	15,562,351
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 102,398,018</u>	<u>\$ 20,804,094</u>	<u>\$ 31,686,656</u>	<u>\$ 15,236,880</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION				
Current Assets:				
Pooled Cash and Investments	\$ 99,605,920	\$ 20,804,093	\$ 31,686,654	\$ 14,645,324
Noncurrent Assets:				
Restricted:				
Cash and Investments with Fiscal Agent	2,792,098	1	2	591,556
Total Cash and Cash Equivalents	<u>\$ 102,398,018</u>	<u>\$ 20,804,094</u>	<u>\$ 31,686,656</u>	<u>\$ 15,236,880</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF SANTA BARBARA
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023**

	Water	Wastewater	Airport	Waterfront
RECONCILIATION OF OPERATING INCOME				
(LOSS) TO NET CASH PROVIDED (USED) BY				
OPERATING ACTIVITIES:				
Operating Income (Loss)	\$ 12,122,751	\$ 3,101,582	\$ (22,984,784)	\$ (4,189,477)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization	10,122,972	5,227,903	6,759,878	1,587,447
(Increase) Decrease in Operating Assets and Deferred Outflows of Resources:				
Accounts Receivable	(748,968)	(1,187,467)	(1,193,296)	(48,861)
Lease Receivable	13,538	31,333	2,284,245	2,946,517
Prepays Assets and Deposits	(353,373)	-	-	-
Inventory	-	-	-	-
Deferred Outflows of Resources - Pension Related	(4,242,861)	(3,008,021)	(3,453,756)	(1,589,635)
Deferred Outflows of Resources - OPEB	-	-	-	-
Increase (Decrease) in Operating Liabilities and Deferred Inflows of Resources:				
Accounts Payable	(23,941)	47,016	814,123	(85,346)
Salaries and Benefits Payable	106,080	64,746	85,156	64,691
Deposits Payable	74,660	5	95,233	15,534
Lease Payable	-	-	-	105,817
Subscriptions Payable	683,837	25,344	352,007	-
Unearned Revenue	(1,073,892)	-	462,088	105,967
Compensated Absences Payable	122,096	87,735	67,058	58,914
Net Pension Liability	9,740,864	6,781,482	7,602,888	3,751,538
Total Other Postemployment Benefit Liability	-	-	-	-
Claims and Judgements	-	-	-	-
Deferred Inflows of Resources - Lease Related	(14,341)	(38,739)	(2,543,511)	(3,169,817)
Deferred Inflows of Resources - Pension Related	(5,611,456)	(3,789,605)	(4,072,843)	(2,257,127)
Deferred Inflows of Resources - OPEB Related	-	-	-	-
Total Adjustments	8,795,215	4,241,732	7,259,270	1,485,639
Net Cash Provided (Used) by Operating Activities	\$ 20,917,966	\$ 7,343,314	\$ (15,725,514)	\$ (2,703,838)
NONCASH CAPITAL AND FINANCING ACTIVITIES:				
Capital Contributions	\$ -	\$ -	\$ 73,129	\$ 52,383
Capital Assets in Accounts Payable	\$ 2,071,476	\$ 602,115	\$ 189,975	\$ 18,559
NONCASH FLOWS FROM INVESTING ACTIVITIES:				
Change in Fair Value	\$ (1,102,835)	\$ (230,343)	\$ (350,833)	\$ (162,123)

See accompanying Notes to Basic Financial Statements.