

DUE OCTOBER 1

Pursuant to Public
Resources Code § 6306

Granted Public Trust Lands Standardized Reporting Form



Fiscal/Calendar Year: FY 2013

Grantee Name: City of Santa Barbara /Waterfront Department
Contact Person: Scott Riedman, Waterfront Director
Contact Phone: 805.897.1969
Mailing Address: 132-A Harbor Way
Santa Barbara, CA 93109

1. Funds

- a. Is a separate fund maintained for trust assets, liabilities, revenues and expenditures?
YES NO
If "No", under what fund are they accounted for? If "Yes," please list the name(s) of the fund(s)
- b. Are separate financial statements prepared for the trust?
YES NO
If "No," in which financial statements are they included? (Name of the document(s) and the applicable page number(s)) If "Yes," describe the organization of the separate financial statement.
CAFR pages 30-34

2. Revenue

- a. What was the gross revenue received or generated from trust land or trust assets during the past fiscal year? \$12,782,042
- b. Please list all sources of revenue and the amount of revenue generated from each source (e.g. permits, rentals, percentage of lease) Service Charges \$7,709,618, Leases and Rents\$4,784,685, Misc. \$287,739
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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? \$10,842,537 page 33
- b. What expenses were allocated or charged directly to the trust? Please list the source of the expenditure and the amount expended. \$10,842,537 page 33
- 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?
FY 2013- Yes. FY 2014- 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 another entity or under the management of another political subdivision of the grantee per 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 \$10,741,757
Ending \$11,923,796

For all questions, please give the page number where the information can be found in your accompanying financial document. Please use additional pages as necessary.

CITY OF SANTA BARBARA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2013

| <u>Assets</u> | <u>Water</u> | <u>Wastewater</u> | <u>Airport</u> |
|--|-----------------------|----------------------|-----------------------|
| Current assets: | | | |
| Cash | \$ 1,458,830 | \$ 428,238 | \$ 491,727 |
| Investments | 39,186,325 | 11,503,103 | 13,208,502 |
| Accounts receivable, net | 5,257,422 | 1,946,029 | 1,474,638 |
| Inventory | - | - | - |
| Prepaid assets | 4,600,314 | - | - |
| Total current assets | <u>50,502,891</u> | <u>13,877,370</u> | <u>15,174,867</u> |
| Non-current assets: | | | |
| Other assets: | | | |
| Restricted assets: | | | |
| Cash and investments with fiscal agents | 1,090,739 | 3,095,028 | 5,168,895 |
| Advances to other funds | 1,536,078 | 437,771 | - |
| Total other assets | <u>2,626,817</u> | <u>3,532,799</u> | <u>5,168,895</u> |
| Capital Assets: | | | |
| Land | 2,218,187 | 3,508,672 | 7,310,000 |
| Buildings | 7,414,694 | 13,953,411 | 12,295,464 |
| Building improvements | 1,954,330 | 741,616 | 2,945,645 |
| Improvements other than building | 135,310,270 | 56,623,518 | 132,572,855 |
| Equipment | 9,665,888 | 21,111,086 | 5,900,364 |
| Underground piping | 111,502,502 | 72,699,240 | - |
| Other Infrastructure | - | - | 16,251,997 |
| Construction in progress | 31,621,482 | 5,918,033 | 58,222,111 |
| Less: accumulated depreciation | (141,569,581) | (90,196,488) | (71,177,247) |
| Total capital assets, net | <u>158,117,772</u> | <u>84,359,088</u> | <u>164,321,189</u> |
| Total non-current assets | <u>160,744,589</u> | <u>87,891,887</u> | <u>169,490,084</u> |
| Total assets | <u>211,247,480</u> | <u>101,769,257</u> | <u>184,664,951</u> |
| Deferred Outflows of Resources | | | |
| Deferred from refunding of debt | 908,549 | - | - |
| Total deferred outflows of resources | <u>908,549</u> | <u>-</u> | <u>-</u> |
| Liabilities | | | |
| Current liabilities: | | | |
| Accounts payable | 2,358,726 | 1,251,830 | 1,830,553 |
| Accrued interest payable | 124,081 | 186,419 | 1,122,119 |
| Salaries and benefits payable | 311,280 | 207,009 | 203,030 |
| Deposits | 106,048 | - | 813,197 |
| Unearned revenue | - | - | 336,695 |
| Compensated absences payable | 447,250 | 228,084 | 236,166 |
| Current portion claims payable | - | - | - |
| Current portion long term debt | 2,328,256 | 675,000 | 1,026,753 |
| Total current liabilities | <u>5,675,641</u> | <u>2,548,342</u> | <u>5,568,513</u> |
| Non-current liabilities: | | | |
| Long-term debt, net of current portion | 56,739,048 | 19,161,119 | 46,276,632 |
| Compensated absences payable | 49,695 | 25,343 | 26,240 |
| Other post employment benefits (OPEB) obligation | 741,160 | 515,813 | 484,870 |
| Advances from other funds | - | - | 5,114,509 |
| Estimated claims liability, net of current portion | - | - | - |
| Total noncurrent liabilities | <u>57,529,903</u> | <u>19,702,275</u> | <u>51,902,251</u> |
| Total liabilities | <u>63,205,543</u> | <u>22,250,617</u> | <u>57,470,764</u> |
| Net Position | | | |
| Net investment in capital assets | 99,050,468 | 64,522,969 | 117,017,804 |
| Restricted for debt service | 915,397 | 442,716 | - |
| Unrestricted | 48,984,621 | 14,552,955 | 10,176,383 |
| Total net position | <u>\$ 148,950,486</u> | <u>\$ 79,518,640</u> | <u>\$ 127,194,187</u> |

Adjustment to reflect the consolidation of internal service activities related to enterprise funds
Net position of business-type activities

See accompanying notes to the basic financial statements

| Waterfront | Solid Waste | Nonmajor Proprietary Funds | Total Proprietary Funds | Governmental Activities - Internal Service Funds |
|----------------------|-------------------|----------------------------|-------------------------|--|
| \$ 262,719 | \$ 13,624 | \$ 335,568 | \$ 2,990,706 | \$ 791,603 |
| 7,057,025 | 365,959 | 9,013,827 | 80,334,741 | 21,263,611 |
| - | 2,126,169 | 19,162 | 10,823,420 | 176,758 |
| - | 13,581 | - | 13,581 | 689,725 |
| - | - | - | 4,600,314 | - |
| <u>7,319,744</u> | <u>2,519,333</u> | <u>9,368,557</u> | <u>98,762,762</u> | <u>22,921,697</u> |
| 1,394,275 | - | - | 10,748,937 | - |
| 269,813 | - | 312,173 | 2,555,835 | 817,414 |
| <u>1,664,088</u> | <u>-</u> | <u>312,173</u> | <u>13,304,772</u> | <u>817,414</u> |
| 878,201 | - | 5,286,073 | 19,201,133 | - |
| 3,690,671 | - | 5,876,451 | 43,230,691 | 105,889 |
| 3,676,562 | - | 170,228 | 9,488,381 | 1,323,139 |
| 53,004,685 | - | 10,425,545 | 387,936,873 | 976,354 |
| 1,858,233 | - | 3,597,366 | 42,132,937 | 20,191,499 |
| - | - | - | 184,201,742 | - |
| - | - | - | 16,251,997 | - |
| 4,688,595 | - | 332,586 | 100,782,807 | 527,519 |
| (42,430,327) | - | (11,831,219) | (357,204,862) | (15,935,665) |
| <u>25,366,620</u> | <u>-</u> | <u>13,857,030</u> | <u>446,021,699</u> | <u>7,188,735</u> |
| 27,030,708 | - | 14,169,203 | 459,326,471 | 8,006,149 |
| <u>34,350,452</u> | <u>2,519,333</u> | <u>23,537,760</u> | <u>558,089,233</u> | <u>30,927,846</u> |
| 598,552 | - | 53,319 | 1,560,420 | - |
| <u>598,552</u> | <u>-</u> | <u>53,319</u> | <u>1,560,420</u> | <u>-</u> |
| 421,786 | 1,361,810 | 132,896 | 7,357,601 | 1,153,784 |
| 403,424 | - | 78,986 | 1,915,029 | - |
| 233,914 | 36,584 | 208,677 | 1,200,494 | 280,110 |
| 550,103 | - | 57,081 | 1,526,429 | - |
| 205,901 | - | 41,019 | 583,615 | - |
| 295,445 | 39,698 | 155,102 | 1,401,745 | 336,172 |
| - | - | - | - | 3,132,109 |
| 682,786 | - | 147,900 | 4,860,695 | - |
| <u>2,793,359</u> | <u>1,438,092</u> | <u>821,660</u> | <u>18,845,607</u> | <u>4,902,175</u> |
| 17,332,500 | - | 654,500 | 140,163,799 | - |
| 32,827 | 4,411 | 17,234 | 155,750 | 37,353 |
| 549,661 | 80,317 | 476,271 | 2,848,092 | - |
| 2,316,861 | - | 775,000 | 8,206,370 | - |
| - | - | - | - | 5,093,303 |
| <u>20,231,849</u> | <u>84,728</u> | <u>1,923,005</u> | <u>151,374,011</u> | <u>5,130,656</u> |
| <u>23,025,208</u> | <u>1,522,820</u> | <u>2,744,665</u> | <u>170,219,618</u> | <u>10,032,831</u> |
| 7,351,334 | - | 13,054,630 | 300,997,205 | 7,188,735 |
| - | - | - | 1,358,113 | - |
| 4,572,462 | 996,513 | 7,791,784 | 87,074,718 | 13,706,280 |
| <u>\$ 11,923,796</u> | <u>\$ 996,513</u> | <u>\$ 20,846,414</u> | <u>389,430,036</u> | <u>\$ 20,895,015</u> |
| | | | 11,833,090 | |
| | | | <u>\$ 401,263,126</u> | |

CITY OF SANTA BARBARA
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET POSITION
PROPRIETARY FUNDS
Fiscal Year Ended June 30, 2013

| | <u>Water</u> | <u>Wastewater</u> | <u>Airport</u> |
|--|-----------------------|----------------------|-----------------------|
| Operating Revenues: | | | |
| Charges for sales and services | | | |
| Sales | \$ 32,683,467 | \$ 16,680,953 | \$ - |
| Service charges | 5,292,744 | 934,009 | 2,250,260 |
| Leases and rents | 22,872 | - | 15,088,914 |
| Other revenues | 172,484 | 42,852 | 400,500 |
| Total operating revenues | <u>38,171,567</u> | <u>17,657,814</u> | <u>17,739,674</u> |
| Operating Expenses: | | | |
| Salaries, wages and benefits | 7,575,522 | 5,277,420 | 4,946,952 |
| Materials, supplies and services | 16,001,999 | 6,410,691 | 7,998,865 |
| Depreciation | 6,877,890 | 4,483,607 | 5,185,607 |
| Total operating expenses | <u>30,455,411</u> | <u>16,171,718</u> | <u>18,131,424</u> |
| Operating income (loss) | <u>7,716,156</u> | <u>1,486,096</u> | <u>(391,750)</u> |
| Non-operating Revenues (Expenses): | | | |
| Taxes | - | - | - |
| Investment income | 267,495 | 118,304 | 56,427 |
| Interest expense | (1,654,730) | (770,212) | (2,744,381) |
| Other, net | (58,421) | (8,817) | (11,913) |
| Total non-operating revenues (expenses) | <u>(1,445,656)</u> | <u>(660,725)</u> | <u>(2,699,867)</u> |
| Income (loss) before contributions and transfers | 6,270,500 | 825,371 | (3,091,617) |
| Capital contributions | - | - | 3,936,884 |
| Transfers in | - | 741,769 | - |
| Transfers out | (918,418) | (100,121) | (104,641) |
| Change in net position | 5,352,082 | 1,467,019 | 740,626 |
| Net position, beginning of year as restated | <u>143,598,404</u> | <u>78,051,621</u> | <u>126,453,561</u> |
| Net position, end of year | <u>\$ 148,950,486</u> | <u>\$ 79,518,640</u> | <u>\$ 127,194,187</u> |

Adjustment to reflect the consolidation of internal service activities related to enterprise funds
Change in net position of business-type activities (page 25)

See accompanying notes to the basic financial statements

| <u>Waterfront</u> | <u>Solid Waste</u> | <u>Nonmajor Proprietary Funds</u> | <u>Total Proprietary Funds</u> | <u>Governmental Activities - Internal Service Funds</u> |
|----------------------|--------------------|-----------------------------------|--------------------------------|---|
| \$ - | \$ 18,747,107 | \$ - | \$ 68,111,527 | \$ 200,938 |
| 7,709,618 | - | 8,187,780 | 24,374,411 | 17,567,373 |
| 4,784,685 | - | 367,089 | 20,263,560 | - |
| 287,739 | 606,673 | 3,362 | 1,513,610 | 1,039,270 |
| <u>12,782,042</u> | <u>19,353,780</u> | <u>8,558,231</u> | <u>114,263,108</u> | <u>18,807,581</u> |
| 5,618,534 | 820,145 | 4,855,159 | 29,093,732 | 6,645,906 |
| 3,822,623 | 17,896,240 | 3,308,318 | 55,438,736 | 13,436,280 |
| 1,401,380 | - | 899,726 | 18,848,210 | 1,291,330 |
| <u>10,842,537</u> | <u>18,716,385</u> | <u>9,063,203</u> | <u>103,380,678</u> | <u>21,373,516</u> |
| <u>1,939,505</u> | <u>637,395</u> | <u>(504,972)</u> | <u>10,882,430</u> | <u>(2,565,935)</u> |
| - | - | 966,291 | 966,291 | - |
| 107,371 | - | 32,529 | 582,126 | 56,354 |
| (1,054,804) | - | (61,244) | (6,285,371) | - |
| (37,696) | - | - | (116,847) | - |
| <u>(985,129)</u> | <u>-</u> | <u>937,576</u> | <u>(4,853,801)</u> | <u>56,354</u> |
| 954,376 | 637,395 | 432,604 | 6,028,629 | (2,509,581) |
| 318,641 | - | - | 4,255,525 | - |
| - | - | 43,500 | 785,269 | 1,063,000 |
| <u>(90,978)</u> | <u>(61,671)</u> | <u>(367,439)</u> | <u>(1,643,268)</u> | <u>(399,007)</u> |
| 1,182,039 | 575,724 | 108,665 | 9,426,155 | (1,845,588) |
| <u>10,741,757</u> | <u>420,789</u> | <u>20,737,749</u> | | <u>22,740,603</u> |
| <u>\$ 11,923,796</u> | <u>\$ 996,513</u> | <u>\$ 20,846,414</u> | | <u>\$ 20,895,015</u> |
| | | | (1,371,981) | |
| | | | <u>\$ 8,054,174</u> | |

**CITY OF SANTA BARBARA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Fiscal Year Ended June 30, 2013**

| | Water | Wastewater | Airport | Waterfront |
|---|----------------------|---------------------|---------------------|---------------------|
| Cash flows from operating activities: | | | | |
| Cash received from services | \$ 37,933,389 | \$ 17,232,418 | \$ 1,599,165 | \$ 7,710,167 |
| Cash received from rents and leases | 22,872 | - | 15,092,403 | 4,743,773 |
| Cash payments for goods and services | (18,133,864) | (7,054,900) | (6,728,909) | (4,014,160) |
| Cash payments to employees for services | (7,416,649) | (5,191,335) | (4,861,191) | (5,525,538) |
| Cash received (returned) for deposits | 7,407 | - | (101,609) | 10,161 |
| Other operating receipts | 172,484 | 42,852 | 400,500 | 287,739 |
| Other operating disbursements | - | - | - | - |
| Net cash provided (used) by operating activities | <u>12,585,639</u> | <u>5,029,035</u> | <u>5,400,359</u> | <u>3,212,142</u> |
| Cash flows from noncapital financing activities: | | | | |
| Transfers from other funds | - | 741,769 | - | - |
| Transfers to other funds | (918,418) | (100,121) | (104,641) | (90,978) |
| Received from (paid to) other funds | 89,058 | 84,134 | (130,707) | (361,681) |
| Cash received from taxes and assessments | - | - | - | - |
| Cash received (used) from other sources | (58,421) | (8,816) | (11,913) | (37,696) |
| Net cash provided (used) by non-capital financing activities | <u>(887,781)</u> | <u>716,966</u> | <u>(247,261)</u> | <u>(490,355)</u> |
| Cash flows from capital and related financing activities: | | | | |
| Proceeds from capital debt | 34,347,061 | 4,947,193 | - | 1,689,655 |
| Proceeds from capital grants and contributions | - | - | 3,936,884 | 318,641 |
| Payments on long term debt | (25,468,449) | (646,183) | (951,906) | (25,946) |
| Acquisition of capital assets | (20,349,198) | (9,054,689) | (4,961,515) | (3,350,881) |
| Interest paid on debt | (1,762,610) | (700,792) | (2,761,681) | (952,290) |
| Net cash used for capital and related financing activities | <u>(13,233,196)</u> | <u>(5,454,471)</u> | <u>(4,738,218)</u> | <u>(2,320,821)</u> |
| Cash flows from investing activities: | | | | |
| Cash received on investments | 267,495 | 118,304 | 56,427 | 107,371 |
| Proceeds from sales and maturities of investments | 40,346,141 | 11,098,921 | 11,374,984 | 7,271,580 |
| Purchase of investments | (39,186,325) | (11,503,103) | (13,208,502) | (7,057,025) |
| Net cash provided (used) by investing activities | <u>1,427,311</u> | <u>(285,878)</u> | <u>(1,777,091)</u> | <u>321,926</u> |
| Net increase (decrease) in cash and cash equivalents | (108,027) | 5,652 | (1,362,211) | 722,892 |
| Cash and cash equivalents, beginning of fiscal year | 2,657,596 | 3,517,614 | 7,022,833 | 1,532,654 |
| Cash and cash equivalents, end of fiscal year | <u>\$ 2,549,569</u> | <u>\$ 3,523,266</u> | <u>\$ 5,660,622</u> | <u>\$ 2,255,546</u> |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | | | | |
| Operating income (loss) | \$ 7,716,156 | \$ 1,486,096 | \$ (391,750) | \$ 1,939,505 |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: | | | | |
| Depreciation | 6,877,890 | 4,483,607 | 5,185,607 | 1,401,380 |
| Changes in operating assets and liabilities: | | | | |
| (Increase) decrease in accounts receivable | (42,822) | (382,544) | (651,095) | 549 |
| (Increase) decrease in inventories | - | - | - | - |
| (Increase) decrease in prepaid assets | (482,926) | - | - | - |
| Increase (decrease) in accounts payable | (1,648,939) | (644,208) | 1,269,956 | (191,537) |
| Increase (decrease) in accrued salaries payable | 33,678 | 1,240 | 8,318 | 1,608 |
| Increase (decrease) in deferred revenue | - | - | 3,489 | (40,912) |
| Increase (decrease) in accrued compensated absences | (26,761) | (26,116) | (12,979) | (21,659) |
| Increase (decrease) in OPEB accrual | 151,956 | 110,961 | 90,422 | 113,047 |
| Increase (decrease) in accrued claims | - | - | - | - |
| Increase (decrease) in deposits | 7,407 | - | (101,609) | 10,161 |
| Net cash provided (used) by operating activities | <u>\$ 12,585,639</u> | <u>\$ 5,029,035</u> | <u>\$ 5,400,359</u> | <u>\$ 3,212,142</u> |
| Noncash investing, capital, and financing activities: | | | | |
| Change in fair value of investments | \$ (429,546) | \$ (122,417) | \$ (136,746) | \$ (75,451) |

See accompanying notes to the basic financial statements