

DUE DECEMBER 31

Pursuant to Public
Resources Code § 6306

Granted Public Trust Lands Standardized Reporting Form



Fiscal/Calendar Year: 2015-16

Grantee Name: Port of Oakland
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Oakland CA 94607

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)

Port Revenue Fund - page 18 of the Port's CAFR (attached)

- 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.

2. Revenue

- a. What was the gross revenue received or generated from trust land or trust assets during the past fiscal year? \$339,037,000

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

3. Expenses

- a. What was the total expenditure of funds received or generated from trust land or assets during the past fiscal year? \$285,234,000

- 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

- 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 and yes. Please see attached and <http://www.portofoakland.com/about/investors.aspx>

- 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.

Please see attached.

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 \$198.9 million Ending Balance \$296.5 million (please see attached)

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.

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Port of Oakland – Fiscal Year 2015-16 Responses (Supplement)

Response to Question #1a:

Yes, funds earned and expended on Port of Oakland operations are accounted for separately, in a fund entitled the “Port Revenue Fund”.

Response to Question #1b:

Yes, every fiscal year financial statements are prepared for the Port, which are audited and conform to generally accepted accounting principles.

Response to Question #2a:

Please see “Statements of Revenues, Expenses and Changes in Net Position” on page 18 of the Port’s Comprehensive Annual Financial Report for the Years Ended June 30, 2016 and 2015 (“FY 2015-16 CAFR”). These audited financial statements list Port operating revenue as \$338,037,000 for FY 2015-16.

Response to Question #2b:

Please see “Statements of Revenues, Expenses and Changes in Net Position” on page 18 of the FY 2015-16 CAFR. As noted above, Port operating revenue for 2015-16 was \$338,037,000. The figure is broken down into the Port’s three main areas of operation, and is further categorized by revenue type.

Response to Question #3a:

Please see “Statements of Revenues, Expenses and Changes in Net Position” on page 18 of the Port’s FY 2015-16 CAFR. These audited financial statements list Port operating expense as \$285,234,000.

Response to Question #3b:

Please see “Statements of Revenues, Expenses and Changes in Net Position” on page 18 of the Port’s FY 2015-16 CAFR. As noted above, Port operating expense for 2015-16 was \$285,234,000. The figure is broken down into the Port’s three main areas of operation, and is further categorized by expenditure type.

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Port of Oakland – Fiscal Year 2015-16 Responses (Supplement)

Response to Question #3c:

The Port's capital improvement expenditures in 2015-16 exceeded \$250,000, and in FY 2016-17 it is anticipated that they will again exceed this amount. Below is a link to the Port's web page for financial documents, where the FY 2016-17 Budget Summary may be accessed.

[Important financial documents produced by the Port of Oakland](#)

Response to Question #3d:

The Port of Oakland (Port), pursuant to a Memorandum of Understanding (MOU) between the Port and the City of Oakland (City) dated July 1, 1983, as amended and supplemented, reimburses the City for the operation and maintenance of Lake Merritt (a tidelands grant area). The reimbursement includes the costs for grounds and facilities maintenance, security, algae control and recreational services. The amount paid is limited to the lesser of actual costs or a maximum amount set forth in the MOU that adjusts each year by CPI. In FY 2016, the reimbursement to the City for Lake Merritt expenses was \$1,290,849.

In the course of normal business, the Port also periodically disposes, donates or sells miscellaneous obsolete, worn-out and broken property as well as capital equipment. In FY 2016, disposed equipment included a shuttle bus and miscellaneous property, for which the Port received approximately \$1,400.

Response to Question #4:

Please see "Statements of net Position" on page 16 of the Port's FY 2015-16 CAFR. The beginning and ending balances in the Port Revenue Fund are listed as the "Unrestricted Cash equivalents". At the end of 2015-16 this amount was \$296.5 million, while at the end of 2014-15 (or the beginning of 2015-16) it was \$198.9 million.

Port of Oakland
(A Component Unit of the City of Oakland)
Statements of Net Position
June 30, 2016 and 2015
(dollar amounts in thousands)

	2016	2015
Assets		
Current assets:		
Unrestricted:		
Cash equivalents	\$ 296,454	\$ 198,946
Accounts receivable (less allowance for doubtful accounts of \$1,088 in 2016 and \$1,128 in 2015)	30,199	101,969
Prepaid expenses and other assets	3,219	3,527
Total unrestricted current assets	329,872	304,442
Restricted:		
Cash equivalents	12,375	9,424
Investments	57,719	57,867
Deposits in escrow	2,685	3,919
Passenger facility charges and customer facility charges receivable	2,958	2,914
Accrued interest receivable	161	170
Total restricted current assets	75,898	74,294
Total current assets	405,770	378,736
Non-current assets:		
Capital assets:		
Land	523,374	523,339
Noise easements and air rights	25,852	25,852
Construction in progress	181,907	167,751
Buildings and improvements	852,054	852,565
Container cranes	148,697	148,697
Infrastructure	1,943,951	1,871,579
Software	13,738	13,676
Other equipment	97,895	93,464
Total capital assets, at cost	3,787,468	3,696,923
Less accumulated depreciation	(1,588,448)	(1,484,512)
Capital assets, net	2,199,020	2,212,411
Other receivables	29,271	29,224
Other assets	12,208	12,013
Total non-current assets	2,240,499	2,253,648
Total assets	2,646,269	2,632,384
Deferred Outflows of Resources		
Loss on refunding	10,286	11,745
Deferred outflows related to pensions	34,290	15,077
Total Deferred Outflows of Resources	\$ 44,576	\$ 26,822

The accompanying notes are an integral part of these financial statements.

Port of Oakland
(A Component Unit of the City of Oakland)
Statements of Revenues, Expenses and Changes in Net Position
For the years ended June 30, 2016 and 2015
(dollar amounts in thousands)

	2016			2015	
	Aviation	Maritime	Commerical Real Estate	Total	Total
Operating revenues:					
Lease rentals - terminal	\$ 44,396	\$ 113,864	\$ -	\$ 158,260	\$ 172,236
Lease rentals - other	29,836	17,335	12,334	59,505	53,696
Parking fees and ground access	36,827	6,137	2,772	45,736	36,118
Landing fees	29,209	-	-	29,209	29,783
Terminal concessions	23,408	-	-	23,408	22,019
Utility sales	4,257	9,993	103	14,353	13,641
Fueling	2,336	-	-	2,336	2,940
Other	2,798	1,443	989	5,230	6,154
Total operating revenues	173,067	148,772	16,198	338,037	336,587
Operating expenses:					
Materials, contract services, supplies, and other	71,061	20,255	7,256	98,572	92,488
Maintenance	24,421	14,365	704	39,490	41,356
Advertising and promotion	3,335	1,816	363	5,514	5,148
Administration	14,652	14,166	1,650	30,468	27,597
Cost of utility sales	1,875	5,136	102	7,113	7,074
Depreciation	50,000	51,397	2,680	104,077	101,759
Total operating expenses	165,344	107,135	12,755	285,234	275,422
Operating income	7,723	41,637	3,443	52,803	61,165
Non-operating revenues (expenses):					
Interest income	266	1,289	594	2,149	1,783
Interest expense	(9,542)	(39,298)	(1,049)	(49,889)	(51,636)
Customer facility charges	5,939	-	-	5,939	6,253
Customer facility charges expenses	(4,307)	-	-	(4,307)	(4,137)
Passenger facility charges	22,929	-	-	22,929	21,478
Other income (expense)	4,706	(1,039)	77	3,744	3,176
Grant income	880	539	-	1,419	3,874
Grant expenses	(880)	(539)	-	(1,419)	(3,874)
Gain on long term lease termination	-	35,200	-	35,200	-
Gain (loss) on sale (disposal) of capital assets	(72)	(557)	-	(629)	84
Total non-operating revenue (expenses), net	19,919	(4,405)	(378)	15,136	(22,999)
Increase in net position before capital contributions	27,642	37,232	3,065	67,939	38,166
Capital contributions -					
Grants from government agencies	16,511	18,338	-	34,849	73,725
Increase in net position	\$44,153	\$55,570	\$3,065	102,788	111,891
Net position, beginning of the year				1,039,758	927,867
Net position, end of the year				\$1,142,546	1,039,758

(Concluded)

The accompanying notes are an integral part of these financial statements.