

DUE DECEMBER 31

Pursuant to Public
Resources Code § 6306

Granted Public Trust Lands Standardized Reporting Form



Fiscal/Calendar Year: FY 2017 (July 1, 2016-June 30, 2017)

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)

CAFR Page 33

- 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 Page 33-38

2. Revenue

- a. What was the gross revenue received or generated from trust land or trust assets during the past fiscal year? \$15,080,329 CAFR Page 35

- 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 \$9,289,098, Leases \$5,148,492, Other \$642,739 CAFR Page 35

3. Expenses

- a. What was the total expenditure of funds received or generated from trust land or assets during the past fiscal year? \$12,348,126 CAFR Page 35

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

- 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 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 \$13,143,925

Ending \$15,171,562 CAFR Page 35

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, 2017

	Business-Type Activities - Enterprise Funds				
	Water	Wastewater	Airport	Waterfront	Solid Waste
ASSETS					
Current Assets:					
Pooled cash and investments	\$ 31,406,316	\$ 14,530,426	\$ 22,792,049	\$ 12,012,378	\$ 2,624,711
Accounts receivable, net	7,920,902	2,534,516	625,448	2,916	2,333,601
Loans receivable	3,273,563	-	-	-	-
Prepaid assets	5,549,222	-	247,504	-	-
Restricted:					
Cash and investments with fiscal agent	2,096,519	11,173	5,278,526	591,558	-
Total Current Assets	50,246,522	17,076,115	28,943,527	12,606,852	4,958,312
Noncurrent:					
Advances to other funds	-	-	-	-	-
Capital assets:					
Land	2,283,187	3,508,672	7,290,419	878,201	-
Buildings	7,414,694	13,953,411	67,317,287	3,690,671	-
Building improvements	2,020,563	741,616	4,618,743	3,928,500	-
Improvements other than buildings	137,519,477	68,925,454	136,023,495	55,170,751	-
Equipment	10,919,976	25,066,521	5,966,997	2,665,112	-
Underground piping	121,969,982	72,699,240	-	-	-
Other infrastructure	30,621,010	279,364	24,381,477	-	-
Construction in progress	88,379,303	27,644,682	2,319,059	10,392,751	-
Less: accumulated depreciation	(167,686,707)	(108,999,005)	(92,742,256)	(48,244,588)	-
Total capital assets, net	233,441,485	103,819,955	155,175,221	28,481,398	-
Total Noncurrent Assets	233,441,485	103,819,955	155,175,221	28,481,398	-
Total Assets	283,688,007	120,896,070	184,118,748	41,088,250	4,958,312
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charge on debt refunding	648,964	105,071	-	438,939	-
Deferred pension-related items	4,663,926	3,050,879	2,875,456	2,106,539	528,241
Total Deferred Outflows of Resources	5,312,890	3,155,950	2,875,456	2,545,478	528,241
LIABILITIES					
Current:					
Accounts payable	8,482,926	2,255,052	686,132	205,042	1,936,935
Salaries and benefits payable	499,396	310,865	337,660	345,473	54,459
Accrued interest payable	483,811	309,596	1,040,769	436,827	-
Unearned revenues	3,273,563	-	-	105,888	-
Deposits	67,155	-	868,531	596,089	-
Compensated absences payable	542,900	254,978	285,168	333,856	20,815
Current portion claims payable	-	-	-	-	-
Current portion long term debt	3,492,099	989,757	1,525,803	962,106	-
Total Current Liabilities	16,841,850	4,120,248	4,744,063	2,985,281	2,012,209
Noncurrent:					
Advances from other funds	-	-	-	-	-
Net pension liability	15,320,827	10,154,297	9,526,339	7,032,937	1,725,471
Other post-employment (OPEB) obligation	-	-	-	-	-
Compensated absences payable	60,324	28,332	31,685	37,095	2,312
Estimated claims liability, net of current portion	-	-	-	-	-
Long-term debt, net of current portion	95,032,614	32,451,970	46,019,939	17,706,246	-
Total Noncurrent Liabilities	110,413,765	42,634,599	55,577,963	24,776,278	1,727,783
Total Liabilities	127,255,615	46,754,847	60,322,026	27,761,559	3,739,992
DEFERRED INFLOWS OF RESOURCES					
Deferred pension-related items	1,496,965	1,018,243	965,337	700,607	178,148
Total Deferred Inflows of Resources	1,496,965	1,018,243	965,337	700,607	178,148
NET POSITION					
Net investment in capital assets	135,565,736	70,483,299	107,629,479	10,251,985	-
Restricted for debt service	6,750,284	925,593	5,278,526	591,558	-
Unrestricted	17,932,297	4,870,038	12,798,836	4,328,019	1,568,413
Total Net Position	\$ 160,248,317	\$ 76,278,930	\$ 125,706,841	\$ 15,171,562	\$ 1,568,413

See Notes to Financial Statements

CITY OF SANTA BARBARA

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 JUNE 30, 2017

	Business-Type Activities - Enterprise Funds		Governmental
	Other Enterprise Funds	Totals	Activities- Internal Service Funds
ASSETS			
Current Assets:			
Pooled cash and investments	\$ 11,287,238	\$ 94,653,118	\$ 25,572,560
Accounts receivable, net	4,319	13,421,702	1,952,822
Loans receivable	-	3,273,563	-
Prepaid assets	11,805	5,808,531	-
Deposits	162,000	162,000	-
Inventories	66,894	66,894	868,283
Restricted:			
Cash and investments with fiscal agent	-	7,977,776	-
Total Current Assets	11,532,256	125,363,584	28,393,665
Noncurrent:			
Advances to other funds	-	-	58,299
Capital assets:			
Land	10,983,895	24,944,374	-
Buildings	31,859,363	124,235,426	105,889
Building improvements	227,526	11,536,948	4,382,083
Improvements other than building	28,029,440	423,668,617	2,754,578
Equipment	3,956,280	48,574,886	25,726,665
Underground piping	-	194,669,222	-
Other infrastructure	340,131	55,621,982	-
Construction in progress	1,029,275	129,765,070	1,064,335
Less: accumulated depreciation	(35,948,199)	(453,620,755)	(17,566,091)
Total capital assets, net	40,477,711	561,395,770	16,467,459
Total Noncurrent Assets	40,477,711	561,395,770	16,525,758
Total Assets	52,009,967	686,759,354	44,919,423
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on debt refunding	-	1,192,974	-
Deferred pension-related items	1,902,486	15,127,527	4,293,060
Total Deferred Outflows of Resources	1,902,486	16,320,501	4,293,060
LIABILITIES			
Current:			
Accounts payable	510,712	14,076,799	666,912
Salaries and benefits payable	256,939	1,804,792	534,784
Accrued interest payable	-	2,271,003	-
Unearned revenues	95,253	3,474,704	-
Deposits	62,230	1,594,005	-
Compensated absences payable	128,641	1,566,358	369,876
Current portion claims payable	-	-	3,948,188
Current portion long term debt	-	6,969,765	-
Total Current Liabilities	1,053,775	31,757,426	5,519,760
Noncurrent:			
Advances from other funds	800,946	800,946	-
Net pension liability	6,632,887	50,392,758	13,692,993
Other post-employment (OPEB) obligation	-	-	17,499,000
Compensated absences payable	14,293	174,041	41,097
Estimated claims liability, net of current portion	-	-	7,632,570
Long-term debt, net of current portion	-	191,210,769	-
Total Noncurrent Liabilities	7,448,126	242,578,514	38,865,660
Total Liabilities	8,501,901	274,335,940	44,385,420
DEFERRED INFLOWS OF RESOURCES			
Deferred pension-related items	730,905	5,090,205	1,279,621
Total Deferred Inflows of Resources	730,905	5,090,205	1,279,621
NET POSITION			
Net investment in capital assets	40,477,711	364,408,210	16,467,459
Restricted for debt service	-	13,545,961	-
Unrestricted	4,201,936	45,699,539	(12,920,017)
Total Net Position	\$ 44,679,647	\$ 423,653,710	\$ 3,547,442
Reconciliation of Net Position to the Statement of Net Position			
Net Position per Statement of Net Position - Proprietary Funds		\$ 423,653,710	
Prior years' accumulated adjustment to reflect the consolidation of internal service funds activities related to the enterprise funds		11,436,976	
Current years' adjustments to reflect the consolidation of internal service activities related to enterprise funds		1,425,126	
Net Position per Statement of Net Position		\$ 436,515,812	

See Notes to Financial Statements

CITY OF SANTA BARBARA

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2017

	Business-Type Activities - Enterprise Funds				
	Water	Wastewater	Airport	Waterfront	Solid Waste
Operating Revenues:					
Sales	\$ 46,187,721	\$ 18,588,724	\$ -	\$ -	\$ 2,237,725
Service charges	5,476,924	1,553,387	2,130,215	9,289,098	-
Leases and rents	-	37,101	16,877,431	5,148,492	-
Other revenues	414,559	2,115	170,297	642,739	18,715,704
Total Operating Revenues	52,079,204	20,181,327	19,177,943	15,080,329	20,953,429
Operating Expenses:					
Salaries, wages and benefits	9,051,778	5,639,943	5,723,550	6,024,363	773,283
Materials, supplies and services	19,817,443	7,015,790	8,530,310	4,833,183	20,305,751
Depreciation expense	6,834,563	4,918,203	5,708,332	1,490,580	-
Total Operating Expenses	35,703,784	17,573,936	19,962,192	12,348,126	21,079,034
Operating Income (Loss)	16,375,420	2,607,391	(784,249)	2,732,203	(125,605)
Nonoperating Revenues (Expenses):					
Sale of Property	-	-	8,663,760	-	-
Interest revenue	192,388	81,911	115,434	94,347	12,356
Intergovernmental Revenue	-	-	-	-	23,251
Interest expense	(2,021,094)	(937,816)	(2,351,451)	(777,534)	-
Total Nonoperating Revenues (Expenses)	(1,828,706)	(855,905)	6,427,743	(683,187)	35,607
Income (Loss) Before Transfers and Contributions	14,546,714	1,751,486	5,643,494	2,049,016	(89,998)
Capital Contributions	76,662	-	350,904	67,991	-
Transfers in	294,840	13,571	-	-	-
Transfers out	(97,914)	(187,128)	(8,229)	(89,370)	(51,481)
Changes in Net Position	14,820,302	1,577,929	5,986,169	2,027,637	(141,479)
Net Position:					
Beginning of Year	145,428,015	74,701,001	119,720,672	13,143,925	1,709,892
End of Fiscal Year	\$ 160,248,317	\$ 76,278,930	\$ 125,706,841	\$ 15,171,562	\$ 1,568,413

CITY OF SANTA BARBARA

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2017

	Business-Type Activities - Enterprise Funds		Governmental Activities- Internal Service Funds
	Other Enterprise Funds	Totals	
Operating Revenues:			
Sales	\$ -	\$ 67,014,170	\$ -
Service charges	10,755,572	29,205,196	25,943,200
Leases and rents	258,753	22,321,777	-
Other revenues	86,228	20,031,642	1,044,189
Total Operating Revenues	11,100,553	138,572,785	26,987,389
Operating Expenses:			
Salaries, wages and benefits	4,137,110	31,350,027	9,945,115
Materials, supplies and services	5,888,873	66,391,350	11,887,288
Depreciation expense	1,125,999	20,077,677	1,963,102
Total Operating Expenses	11,151,982	117,819,054	23,795,505
Operating Income (Loss)	(51,429)	20,753,731	3,191,884
Nonoperating Revenues (Expenses):			
Gain on Sale of Property	-	8,663,760	-
Interest revenue	59,217	555,653	87,673
Intergovernmental Revenue	-	23,251	-
Interest expense	(49,292)	(6,137,187)	-
Total Nonoperating Revenues (Expenses)	9,925	3,105,477	87,673
Income (Loss) Before Transfers and Contributions	(41,504)	23,859,208	3,279,557
Capital Contributions	-	495,557	-
Transfers in	390,230	698,641	2,048,417
Transfers out	(563,350)	(997,472)	(333,152)
Changes in Net Position	(214,624)	24,055,934	4,994,822
Net Position:			
Beginning of Year	44,894,271	399,597,776	(1,447,380)
End of Fiscal Year	\$ 44,679,647	\$ 423,653,710	\$ 3,547,442
Reconciliation of Changes in Net Position to the Statement of Activities:			
Changes in Net Position, per the Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds		\$ 24,055,934	
Adjustment to reflect the consolidation of current fiscal year internal service funds activities related to enterprise funds		1,425,126	
Changes in Net Position of Business-Type Activities per Statement of Activities		\$ 25,481,060	

See Notes to Financial Statements

CITY OF SANTA BARBARA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2017

	Business-Type Activities - Enterprise Funds				
	Water	Wastewater	Airport	Waterfront	Solid Waste
Cash Flows from Operating Activities:					
Cash received from customers and users	\$ 50,249,861	\$ 20,044,378	\$ 19,756,218	\$ 14,393,464	\$ 2,718,211
Cash paid to suppliers for goods and services	(21,866,868)	(6,655,251)	(8,618,118)	(4,980,789)	(19,860,520)
Cash paid to employees for services	(9,124,905)	(5,739,616)	(5,774,269)	(6,053,800)	(820,065)
Cash received from (payments to) others	414,559	2,115	170,297	642,739	18,715,704
Net Cash Provided (Used) by Operating Activities	19,672,647	7,651,626	5,534,128	4,001,614	753,330
Cash Flows from Non-Capital Financing Activities:					
Cash transfers in	294,840	13,571	-	-	-
Cash transfers out	(97,914)	(187,128)	(8,229)	(89,370)	(51,481)
Grant subsidies	-	-	-	-	23,251
Net Cash Provided (Used) by Non-Capital Financing Activities	196,926	(173,557)	(8,229)	(89,370)	(28,230)
Cash Flows from Capital and Related Financing Activities:					
Loan proceeds	26,281,188	13,779,595	-	1,457,767	-
Bond proceeds	-	11,891,547	-	-	-
Payment to Refunding Bond Escrow	-	(13,029,029)	-	-	-
Acquisition and construction of capital assets	(33,060,654)	(19,113,222)	(1,204,746)	(2,552,321)	-
Principal paid on capital debt	(3,397,605)	(965,451)	(1,462,881)	(968,212)	-
Interest paid on capital debt	(2,099,232)	(937,466)	(2,006,813)	(613,330)	-
Proceeds from sale of property	-	-	8,683,341	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(12,276,303)	(8,374,026)	4,008,901	(2,676,096)	-
Cash Flows from Investing Activities:					
Collection of loans receivable	365,098	-	-	-	-
Interest received	192,388	81,911	115,434	94,347	12,356
Net Cash Provided (Used) by Investing Activities	557,486	81,911	115,434	94,347	12,356
Net Increase (Decrease) in Cash and Cash Equivalents	8,150,756	(814,046)	9,650,234	1,330,495	737,456
Cash and Cash Equivalents at Beginning of Year	25,352,079	15,355,645	18,420,341	11,273,441	1,887,255
Cash and Cash Equivalents at End of Year	\$ 33,502,835	\$ 14,541,599	\$ 28,070,575	\$ 12,603,936	\$ 2,624,711
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:					
Operating income (loss)	\$ 16,375,420	\$ 2,607,391	\$ (784,249)	\$ 2,732,203	\$ (125,605)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:					
Depreciation	6,834,563	4,918,203	5,708,332	1,490,580	-
(Increase) decrease in receivables and deposits	(1,049,686)	(134,834)	748,572	(2,916)	480,486
(Increase) decrease in inventory	-	-	-	-	1,493
Increase (decrease) in accrued liabilities	53,598	34,631	50,637	35,521	2,562
(Increase) decrease in prepaid expense	37,383	-	(247,504)	-	-
Increase (decrease) in accounts payable	(2,081,012)	362,708	155,260	(159,232)	443,738
Increase (decrease) in Pensions	(212,768)	(138,267)	(128,793)	(96,188)	(23,040)
Increase (decrease) in deposits payable	(5,796)	(2,169)	4,436	11,626	-
Increase (decrease) in unearned revenue	(365,098)	-	-	(41,210)	-
Increase (decrease) in compensated absences	86,043	3,963	27,437	31,230	(26,304)
Total Adjustments	3,297,227	5,044,235	6,318,377	1,269,411	878,935
Net Cash Provided (Used) by Operating Activities	\$ 19,672,647	\$ 7,651,626	\$ 5,534,128	\$ 4,001,614	\$ 753,330
Non-Cash Investing, Capital, and Financing Activities:					
Change in Fair Value of Investments	\$ (194,108)	\$ (53,722)	\$ 1,307	\$ (72,009)	\$ (14,540)

See Notes to Financial Statements

CITY OF SANTA BARBARA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2017

	Business-Type Activities - Enterprise Funds		Governmental
	Other Enterprise Funds	Totals	Activities- Internal Service Funds
Cash Flows from Operating Activities:			
Cash received from customers and users	\$ 10,888,114	\$ 118,050,246	\$ -
Cash received from/(paid to) interfund service provided	-	-	25,609,481
Cash paid to suppliers for goods and services	(5,633,091)	(67,614,637)	(12,689,231)
Cash paid to employees for services	(4,187,577)	(31,700,232)	(9,171,783)
Cash received from (payments to) others	86,228	20,031,642	1,044,189
Net Cash Provided (Used) by Operating Activities	1,153,674	38,767,019	4,792,656
Cash Flows from Non-Capital Financing Activities:			
Cash transfers in	390,230	698,641	2,048,417
Cash transfers out	(563,350)	(997,472)	(333,152)
Advance from (to) other funds	(87,394)	(87,394)	56,600
Grant subsidies	-	23,251	-
Net Cash Provided (Used) by Non-Capital Financing Activities	(260,514)	(362,974)	1,771,865
Cash Flows from Capital and Related Financing Activities:			
Loan proceeds	-	41,518,550	-
Bond proceeds	-	11,891,547	-
Payment to Refunding Bond Escrow	-	(13,029,029)	-
Acquisition and construction of capital assets	(691,454)	(56,622,397)	(2,522,800)
Principal paid on capital debt	(341,700)	(7,135,849)	-
Interest paid on capital debt	(34,531)	(5,691,372)	-
Proceeds from capital debt issued	-	8,683,341	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,067,685)	(20,385,209)	(2,522,800)
Cash Flows from Investing Activities:			
Collection of loans receivable	-	365,098	-
Interest received	59,217	555,653	87,673
Net Cash Provided (Used) by Investing Activities	59,217	920,751	87,673
Net Increase (Decrease) in Cash and Cash Equivalents	(115,308)	18,939,587	4,129,394
Cash and Cash Equivalents at Beginning of Year	11,402,546	83,691,307	21,443,166
Cash and Cash Equivalents at End of Year	\$ 11,287,238	\$ 102,630,894	\$ 25,572,560
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating income (loss)	\$ (51,429)	\$ 20,753,731	\$ 3,191,884
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:			
Depreciation	1,125,999	20,077,677	1,963,102
(Increase) decrease in receivables and deposits	(165,278)	(123,656)	(333,719)
(Increase) decrease in inventory	(66,894)	(65,401)	(28,445)
(Increase) decrease in accrued liabilities	25,252	202,201	98,464
(Increase) decrease in prepaid expense	(11,805)	(221,926)	-
Increase (decrease) in accounts payable	329,846	(948,692)	(493,093)
Increase (decrease) in OPEB Obligation	-	-	876,998
Increase (decrease) in Pensions	(83,434)	(682,490)	(196,473)
Increase (decrease) in deposits payable	4,635	12,732	-
Increase (decrease) in unearned revenue	39,067	(367,241)	-
Increase (decrease) in claims and judgments	-	-	(280,405)
Increase (decrease) in compensated absences	7,715	130,084	(5,657)
Total Adjustments	1,205,103	18,013,288	1,600,772
Net Cash Provided (Used) by Operating Activities	1,153,674	38,767,019	4,792,656
Non-Cash Investing, Capital, and Financing Activities:			
Change in Fair Value of Investments	\$ (69,663)	\$ (402,735)	\$ (101,383)

See Notes to Financial Statements