

**The Harbor Department of the City of Long Beach
Statements of Revenues, Expenses, and Changes in Fund Net Assets
September 30, 2005 and 2004**

	2005	2004
Port operating revenues (Note 9):		
Berths and special facilities	\$ 314,563,390	\$ 267,455,834
Rental properties	10,925,736	10,163,733
Miscellaneous	3,718,336	3,162,114
Total Port operating revenues	329,207,462	280,781,681
Port operating expenses:		
Facility maintenance	5,801,371	7,139,132
Infrastructure maintenance	16,738,699	11,024,764
Fire and safety	14,210,253	12,928,027
Other indirect	6,155,509	5,540,488
General and administrative	19,109,527	17,575,004
Port operating expenses before depreciation and amortization	62,015,361	54,207,415
Depreciation and amortization	86,753,892	82,920,766
Total Port operating expenses	148,769,253	137,128,181
Operating Income	180,438,209	143,653,500
Non-operating income (expense):		
Intergovernmental (Note 12)	(9,499,689)	(6,850,777)
Interest income	17,964,410	13,450,318
Interest expense	(57,447,850)	(60,544,653)
Income from Harbor oil operations	13,540,959	1,806,653
Loss on disposition of capital assets	(399,737)	(93,464)
Income from equity in joint ventures (Note 10)	3,535,373	2,795,157
Other revenue (expense), net	(8,118,298)	(4,971,896)
Net non-operating expense	(40,424,832)	(54,408,662)
Income before capital grants	140,013,377	89,244,838
Capital grants	2,208,461	5,752,052
Increase in net assets	142,221,838	94,996,890
Total net assets, October 1	1,685,928,668	1,590,931,778
Total net assets, September 30	\$ 1,828,150,506	\$ 1,685,928,668

See accompanying notes to the financial statements.

1 RESOLUTION NO.

2
3 A RESOLUTION OF THE CITY COUNCIL OF THE
4 CITY OF LONG BEACH MAKING CERTAIN FINDINGS
5 AND DETERMINATIONS AND REQUESTING THE BOARD
6 OF HARBOR COMMISSIONERS OF THE CITY OF LONG
7 BEACH TO APPROVE A TRANSFER OF \$14,222,184
8 FROM THE HARBOR REVENUE FUND TO THE
9 TIDELAND OPERATING FUND PURSUANT TO THE
10 PROVISIONS OF CITY CHARTER SECTION 1209(C)(4)
11

12 WHEREAS, City Charter Section 1209(c)(4) authorizes the transfer of
13 monies deposited to the credit of the Harbor Revenue Fund to the Tideland Operating
14 Fund under certain conditions; and

15 WHEREAS, the City Council finds and determines that the lawful
16 obligations of the Tideland Operating Fund for the fiscal year commencing October 1,
17 2006 and ending September 30, 2007 will exceed the anticipated revenues to and
18 reserves of the Tideland Operating Funds by an amount approximating \$14,222,184;
19 and

20 WHEREAS, the net income of the Harbor Department for the fiscal year
21 commencing October 1, 2004 and ending September 30, 2005 as shown on the audited
22 financial statements of the Harbor Department prepared by KPMG LLP and Gary L.
23 Burroughs, City Auditor, is the sum of \$142,221,838 and ten percent (10%) thereof is
24 the sum of \$14,222,184;

25 NOW, THEREFORE, the City Council of the City of Long Beach resolves
26 as follows:

27 Section 1. The lawful obligations of the Tideland Operating Fund for the
28 fiscal year commencing October 1, 2006 and ending September 30, 2007 will exceed

Robert E. Shannon
City Attorney of Long Beach
333 West Ocean Boulevard
Long Beach, California 90802-4664
Telephone (562) 570-2200

