

Tidelands





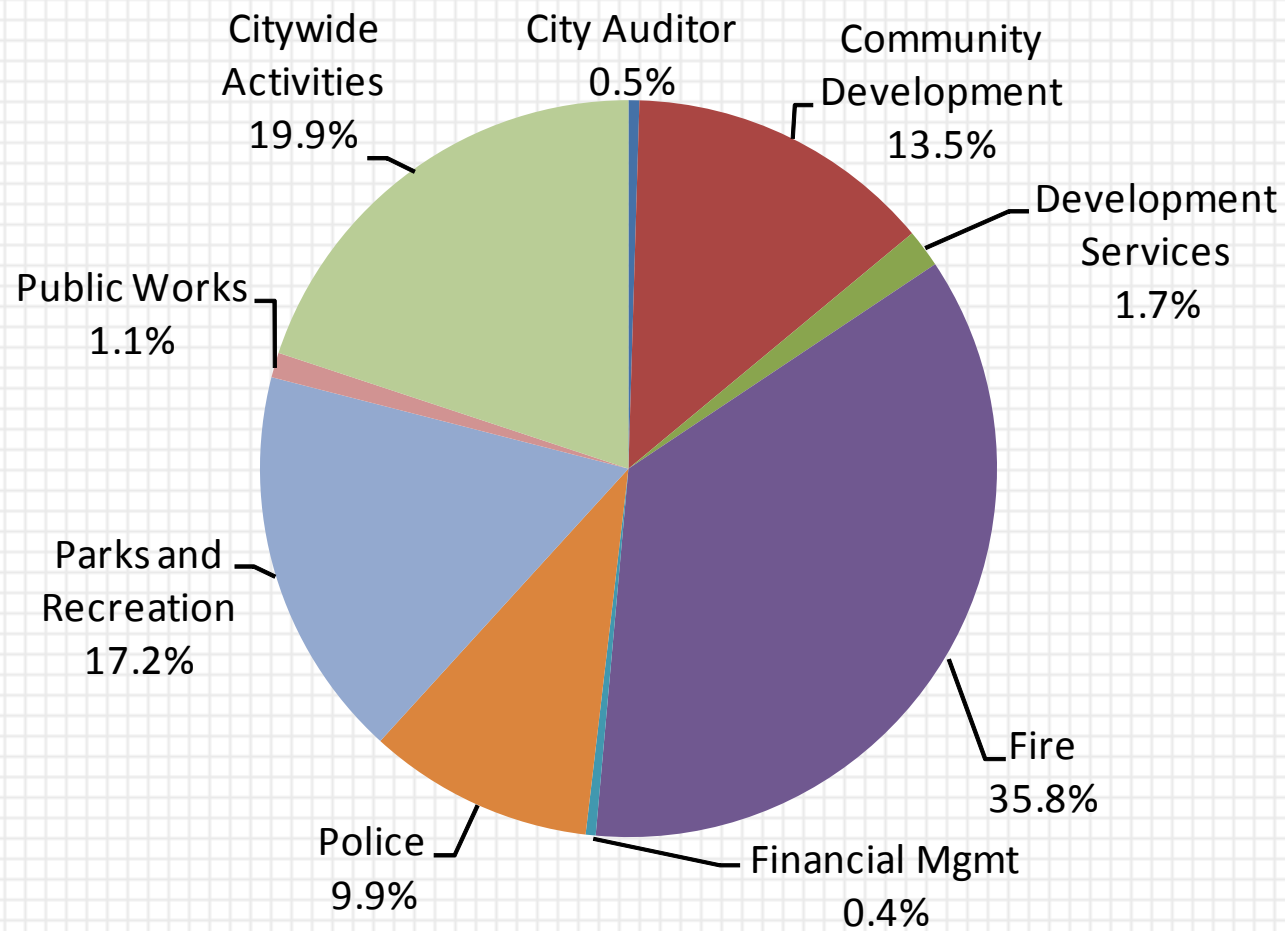
Tidelands Funds

- Purpose of Tidelands Funds
 - City Manages Tidelands Trust Area on Behalf of the State
 - Provide Funding to Support Tidelands Operations (Police, Fire, Lifeguards, Recreation, Beach Maintenance)
 - Provide Funding for Repair, Replacement and Construction of Capital Assets



FY 10 Tidelands Operating Expenditures

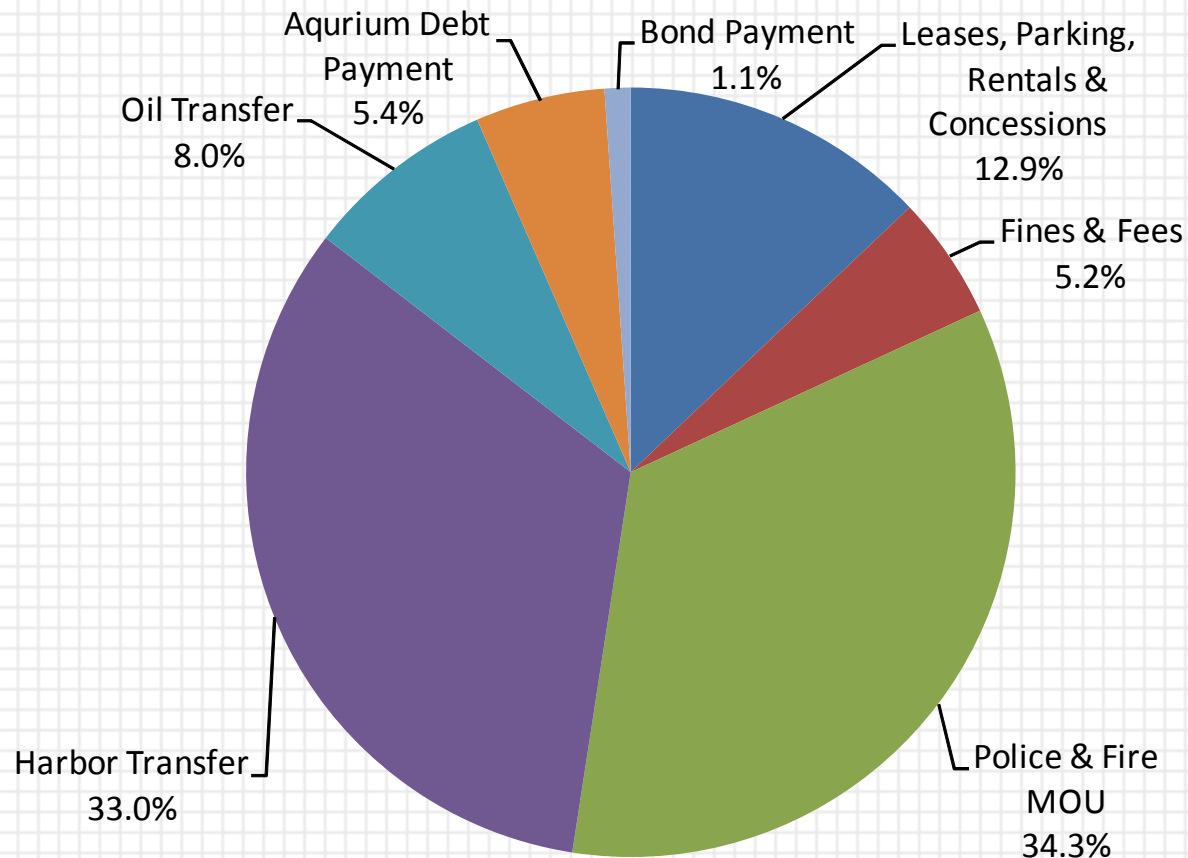
\$49.3 Million total





FY 10 Tidelands Operating Revenue

\$48.7 million total*



*Difference comes from Fund Balance Reserve



Tidelands Fund Challenges

- Will Have a Minimal or Negative Fund Balance Reserve by FY 12
- Relying on Existing Fund Balance Reserve (One-Time Funds) for Operating Costs
- Continuing to Defer Critical Capital and Infrastructure Needs
- Need Current Level of Harbor Transfers (\$16 million) to Stay Solvent



Tidelands Operating Fund Projection

	FY 2010 Adopted	FY 2011 Projected	FY 2012 Projected
Fund Balance Reserve	\$21,859,257	\$21,296,331	\$12,015,142
Tidelands Revenues	32,662,585	29,676,313	31,019,838
Less Expenditures	(49,309,483)	(49,957,502)	(51,186,734)
Subtotal Fund Balance Before Harbor Transfer	5,212,359	1,015,142	(8,151,754)
Harbor Dept 10% Transfer	16,083,972	11,000,000	8,740,000
Subtotal	21,296,331	12,015,142	588,246
Capital Projects	0	0	0
Ending Fund Balance	\$21,296,331	\$12,015,142	\$588,246



FY 10 Tidelands Expenses

Department	Adopted FY 10
City Auditor	\$231,159
Community Development	6,658,860
Development Services	822,000
Fire	17,644,468
Financial Management	219,206
Police	4,879,464
Parks, Recreation & Marine	8,497,435
Public Works	538,329
Debt Service & Indirect Costs	9,818,562
TOTAL	\$49,309,483



FY 10 Programs & Activities

<i>City Auditor</i>	<i>Expenditures</i>	<i>Revenue</i>
Tidelands Audits	\$231,159	--

<i>Community Development</i>	<i>Expenditures</i>	<i>Revenue</i>
Convention Center Utilities & Management	\$6,130,899	\$1,631,360
Hyatt Parking Structure Lease	31,311	531,119
Queen Mary & Tidelands Leases	353,964	2,200,834
Colorado Lagoon	142,686	--
Coca-Cola Contract	--	30,000
TOTAL	\$6,658,860	\$4,393,313



FY 10 Programs & Activities

<i>Development Services</i>	<i>Expenditures</i>	<i>Revenue</i>
QM Master Plan	\$822,000	\$822,000
TOTAL	\$822,000	\$822,000

<i>Fire</i>	<i>Expenditures</i>	<i>Revenue</i>
Fire Services MOU with Port	\$12,579,192	\$12,579,192
Convention Center Code Enforcement/Fire Prevention Services	138,705	--
Beach/Lifeguards	2,235,997	70,200
Rescue Boats	1,554,064	53,700
Harbor District Lifeguards MOU	200,100	200,100
Jr. Lifeguard	155,964	182,320
Marine Safety Oversight/Administration	780,446	--
TOTAL	\$17,644,468	\$13,085,512



FY 10 Programs & Activities

<i>Financial Management</i>	<i>Expenditures</i>	<i>Revenue</i>
Tidelands Budgeting, Accounting and Financial Reporting	\$219,206	--

<i>Police</i>	<i>Expenditures</i>	<i>Revenue</i>
Harbor Port Security Unit (PSU)	\$3,489,883	\$3,267,842
Calls for Service	906,121	674,121
Marine Patrol Overtime	93,038	--
Tidelands Overtime Costs	374,400	--
Harbor Crime Investigation	16,022	16,022
TOTAL	\$4,879,464	\$3,957,985



FY 10 Programs & Activities

<i>Parks, Recreation & Marine</i>	<i>Expenditures</i>	<i>Revenue</i>
Recreation	\$2,873,902	\$99,709
Beach Maintenance	3,025,951	394,876
Rainbow Harbor Maintenance	1,032,704	--
Administration	624,762	83,300
Public Marina & Beach Operating Costs	940,117	1,339,666
TOTAL	\$8,497,117	\$2,814,551

<i>Public Works</i>	<i>Expenditures</i>	<i>Revenue</i>
Water Quality Testing (As Needed)	\$54,325	--
Parking Meter Collection & Maintenance	484,004	240,000
TOTAL	\$538,329	\$240,000



FY 10 Programs & Activities

<i>Citywide Activities</i>	<i>Expenditures</i>	<i>Revenue</i>
Aquarium Debt Service Payment	\$2,651,806	\$2,651,806
Rainbow Harbor Debt Service and Maintenance	6,550,000	--
Department of Boating and Waterways Loans	79,381	--
Tidelands Indirect Cost Plan	531,288	--
Tidelands Civic Center Rent	6,087	--
Tidelands Oil Transfer	--	3,914,925
Harbor Transfer	--	16,083,972
Interest on Pooled Cash	--	782,364
TOTAL	\$9,818,562	\$23,483,067



Tidelands Capital

- \$185 million in deferred capital needs
- \$0 in FY 10
- Oil revenue over \$40/bbl available in FY 10 for one-time expenses including capital, if desired



Sample Project Needs

<u>Projects</u>	<u>Estimated Cost</u>
• Belmont Pool	\$35 million
• Convention Center	\$10 million
• Bluff Erosion Repair	\$6 million
• Colorado Lagoon	\$5.1 million
• Beach Pedestrian Path	\$5 million
• Beach Restrooms	\$5 million
• Underground Storage Tanks	\$1.6 million
• Bike Path Lighting	\$700,000



Harbor Transfer

- Harbor Transfer of \$113.4 million over the past 10 fiscal years
 - ✓ \$16.1 million in FY 10 (based on FY 08 Actuals)
 - ✓ Expect decrease by 46% (to \$8.7 million) by FY 12
 - ✓ Explore with Harbor Department alternative means to support Tidelands Operations to avoid deep service cuts

Tidelands

