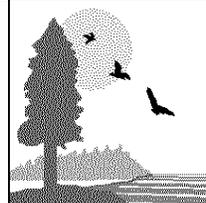


DUE DECEMBER 31

Pursuant to Public
Resources Code § 6306

Granted Public Trust Lands Standardized Reporting Form



Fiscal/Calendar Year: 2015/16

Grantee Name: City of Martinez
Contact Person: Cindy Mosser, Finance Manager
Contact Phone: 925.372.3579
Mailing Address: 525 Henrietta Street
Martinez CA 94553

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)

Marina Services Enterprise Fund

- 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.

City of Martinez - Marina Services Enterprise Fund

2. Revenue

- a. What was the gross revenue received or generated from trust land or trust assets during the past fiscal year? \$19,072

- b. Please list all sources of revenue and the amount of revenue generated from each source (e.g. permits, rentals, percentage of lease) Lease rentals - \$19,072

3. Expenses

- a. What was the total expenditure of funds received or generated from trust land or assets during the past fiscal year? \$19,812

- b. What expenses were allocated or charged directly to the trust? Please list the source of the expenditure and the amount expended. Utilities - \$5,572; Mitigation - \$14,240

- 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?

- 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.

4. Beginning and Ending Balance

Please list the beginning and ending balances for the tidelands trust fund(s) for this past fiscal year.

Beginning - \$390; Ending - (\$350)

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 MARTINEZ
GRANTED PUBLIC TRUST LANDS
FOR THE YEAR ENDED JUNE 30, 2016

Fund Equity 06/30/15	\$390
<u>REVENUE</u>	
Lease - Rooster Productions	10,708
Lease - Southern Pacific Transportation	<u>8,364</u>
TOTAL REVENUE	<u>19,072</u>
<u>EXPENDITURES</u>	
Utilities	5,572
Consultation for mitigation	<u>14,240</u>
TOTAL EXPENDITURES	<u>19,812</u>
Fund Equity 06/30/16	<u><u>(\$350)</u></u>

CITY OF MARTINEZ
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN FUND NET POSITION
 FOR THE YEAR ENDED JUNE 30, 2016

	Business-type Activities - Enterprise Funds				Governmental Activities- Internal Service Funds
	Water System	Marina Services	Parking Services	Totals	
OPERATING REVENUES					
Water sales	\$10,215,923			\$10,215,923	
Rents and leases	75,790	\$139,540		215,330	
Charges for services	730,871	175	\$509,013	1,240,059	\$1,428,901
Other fees	755			755	
Other revenue	34,091			34,091	24,694
Total Operating Revenues	11,057,430	139,715	509,013	11,706,158	1,453,595
OPERATING EXPENSES					
Filtration plant	4,782,245			4,782,245	
Maintenance, repairs, and distribution	1,836,070	45,296		1,881,366	1,240,955
Administration	1,953,304	87,465	201,554	2,242,323	
Depreciation	2,077,731	5,707	41,251	2,124,689	241,091
Total Operating Expenses	10,649,350	138,468	242,805	11,030,623	1,482,046
Operating Income (Loss)	408,080	1,247	266,208	675,535	(28,451)
NONOPERATING REVENUES (EXPENSES)					
Interest income	103,229	1,332	13,173	117,734	11,650
Interest (expense)	(238,760)	(88,749)		(327,509)	
Gain on disposal of equipment					2,392
Taxes		16,182	51,299	67,481	
Total Nonoperating Revenues (Expenses)	(135,531)	(71,235)	64,472	(142,294)	14,042
Income (loss) before contributions and transfers	272,549	(69,988)	330,680	533,241	(14,409)
Transfers in (Note 4A)	20,254	50,000		70,254	
Change in net position	292,803	(19,988)	330,680	603,495	(14,409)
BEGINNING NET POSITION (DEFICIT)	38,472,838	(3,367,692)	2,089,980		2,672,020
ENDING NET POSITION (DEFICIT)	\$38,765,641	(\$3,387,680)	\$2,420,660		\$2,657,611

Some amounts reported for *business-type activities* in the Statement of Activities are different because the portion of the net income of certain internal service funds is reported with the business-type activities which those funds service

19,852

Change in net position of business-type activities

\$623,347

See accompanying notes to financial statements



City of Martinez

525 Henrietta Street, Martinez, CA 94553-2394

(925) 372-3500 / Fax (925) 229-5012

RECEIVED

DEC 23 2016

SLC - EAD

December 22, 2016

Ms. Sheri Pemberton
Chief, External Affairs/Legislative Liaison
California State Lands Commission
100 Howe Avenue, Suite 100 South
Sacramento, CA 95825-8202

RE: Annual Summary – Use of Trust Revenues

Dear Ms. Pemberton:

Attached please find our Standardized Reporting Form and Annual Financial Statements for 2016. The City is actively engaged in the process of planning an upcoming dredge in 2017 to make the Marina more viable for public use. We contracted with AnchorQEA in October at an approximate cost of \$30K to survey the ponds and marina. The preliminary data shows significant siltation throughout the Marina and an initial estimated cost of approximately \$700K to complete a dredge of around 33,000 cubic yards, which would temporarily satisfy the most urgent dredging needs of the boating public. AnchorQEA is submitting a proposal for the second phase of the dredge cycle, which will include sediment characterization, design, and permitting of the highest priority areas. The City has requested the proposal include options for expanding the scope at the City's discretion.

We anticipate presenting the proposal to our City Council for consideration at the February 1, 2017 meeting. Dredging operations would be expected to commence sometime around August 2017. In the meantime, the City is also continuing its discussions with a private company interested in participating in our dredging operations (both short and long-term). These discussions are being held in conjunction with Almar, our contracted Marina operator, and AnchorQEA to ensure all options are explored.

Please contact Michael Chandler, Assistant to the City Manager, at (925) 372-3517, if you have any further questions or require additional information. Thank you again for your continued partnership in the Martinez Marina.

Sincerely,

Brad Kilger
City Manager

Attachments: Standardized Reporting Form and Annual Financial Statements