

Mission Bay Lease Revenue - FY2018

Prepared by: Department of Finance
Source: Real Estate Asset Department

SAP #	Business Name	Legal Lessee Name	Revenue Type	FY2018 Recorded Revenue												Audit/Other	Journal Entries		Total
				Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18		Amount	Ref	
R15495	SD Mission Bay Boat & Ski Club	SD Mission Bay Boat & Ski Club	Invoiced	-	12,199	12,199	12,199	12,199	12,199	11,736	12,045	12,045	12,045	12,045	12,045	-	-	-	\$ 132,801
	Ending: 01/26/2017	Beginning: 1/27/2014	PY Actual Inv.	-	11,273	11,273	11,273	11,273	11,273	12,199	12,199	12,199	12,199	12,199	12,199	14,052	-	-	\$ 144,537
	Function: Power Boat Club		Minimum	12,199	12,199	12,199	12,045	12,045	12,045	12,045	12,045	12,045	12,045	12,045	12,045	-	-	-	\$ 145,001
R09896	Mission Bay Yacht Club	Mission Bay Yacht Club	Invoiced	-	33,890	33,890	33,890	33,890	33,890	32,604	33,461	33,461	33,461	33,461	33,461	55,062	-	-	\$ 423,997
	Ending: 7/31/2037	Beginning: 08/01/2012	PY Actual Inv.	-	31,317	31,317	31,317	31,317	31,317	33,890	33,890	33,890	33,890	33,890	33,890	57,636	-	-	\$ 420,136
	Function: Yacht Club		Minimum	33,890	33,890	33,890	33,461	33,461	33,461	33,461	33,461	33,461	33,461	33,461	33,461	-	-	-	\$ 402,825
R00061	Dana Inn and Marina	Bartell Hotels	Invoiced	199,301	158,851	129,901	111,545	93,479	83,652	83,652	101,874	135,931	123,183	121,734	154,830	-	-	-	\$ 1,497,933
	Ending: 11/30/2050	Beginning: 12/01/2000	PY Actual Inv.	191,469	156,893	115,802	117,887	94,903	71,161	83,652	90,514	120,977	117,221	110,424	149,855	-	-	-	\$ 1,420,758
	Function: Hotel, Coffee Shop, Marina		Minimum	83,652	83,652	83,652	83,652	83,652	83,652	83,652	83,652	83,652	83,652	83,652	83,652	-	-	-	\$ 1,003,824
R12496	Bahia Resort Hotel	Bh Partnership	Invoiced	265,003	207,038	180,348	166,001	140,350	132,791	126,204	116,253	202,922	162,241	162,319	171,635	196,489	-	-	\$ 2,229,595
	Ending: 5/31/2053	Beginning: 5/16/2013	PY Actual Inv.	243,655	211,812	152,499	146,225	130,945	151,069	114,270	131,968	161,618	171,635	164,520	201,983	158,770	-	-	\$ 2,140,970
	Function: Hotel, Restaurant, Marina		Minimum	134,470	134,470	134,470	134,470	134,470	134,470	134,470	134,470	134,470	134,470	134,470	134,470	-	-	-	\$ 1,613,641
R00184	Hilton San Diego Resort	LHO Mission Bay Rosie Hotel, LP	Invoiced	604,641	292,495	255,363	247,282	189,168	118,766	159,644	193,935	269,093	243,589	241,028	293,954	-	-	-	\$ 3,108,958
	Ending: 8/1/18	Beginning: 1/1/2015	PY Actual Inv.	338,671	295,162	242,390	212,506	189,745	143,141	-	-	75,545	159,644	159,644	182,971	-	-	-	\$ 1,999,418
	Function: Hotel, Restaurant, Dock		Minimum	159,644	159,644	159,644	159,644	159,644	159,644	159,644	159,644	159,644	159,644	159,644	159,644	-	-	-	\$ 1,915,730
R00002	Driscoll Mission Bay LLC	Driscoll Mission Bay LLC	Invoiced	36,373	37,892	40,499	36,175	33,510	35,492	34,520	42,660	40,881	38,891	41,594	43,062	-	-	-	\$ 461,549
	Ending: 3/4/2029	Beginning: 3/5/1979	PY Actual Inv.	34,111	34,111	34,111	34,111	34,111	33,609	29,055	31,951	39,433	34,311	36,916	39,628	-	-	-	\$ 415,277
	Function: Boat Repair, Storage, Marina		Minimum	27,991	27,991	27,991	27,991	27,991	27,991	27,991	27,991	27,991	27,991	27,991	27,991	-	-	-	\$ 335,886
R00354	Dana Landing Marina	Wesco Sales Corp	Invoiced	42,142	42,471	35,088	30,232	27,180	26,131	24,360	24,905	26,044	30,630	31,819	39,116	-	-	-	\$ 380,119
	Ending: 7/31/2020	Beginning: 8/1/1995	PY Actual Inv.	18,238	38,320	31,931	27,258	22,811	21,917	22,161	21,927	25,565	29,587	29,686	35,097	-	-	-	\$ 324,498
	Function: Marina & Related Uses		Minimum	21,165	21,165	21,165	21,165	21,165	21,165	21,165	21,165	21,165	21,165	21,165	21,165	-	-	-	\$ 253,981
R00052	Sea World	Sea World, Inc.	Invoiced	1,609,011	1,221,668	700,327	657,907	663,997	1,579,334	411,887	500,037	891,733	918,938	809,832	1,319,722	-	-	-	\$ 11,284,393
	Ending: 6/30/2048	Beginning: 7/1/1998	PY Actual Inv.	1,944,939	1,509,225	776,872	794,896	533,002	935,363	356,447	339,661	686,045	941,968	697,050	1,054,027	-	-	-	\$ 10,569,495
	Function: Marine Park		Minimum	866,775	866,775	866,775	866,775	866,775	866,775	866,775	866,775	866,775	866,775	866,775	866,775	-	-	-	\$ 10,401,306
R00139	Everingham Bros Bait Co	Everingham Bros Bait Co	Invoiced	-	4,578	4,578	4,578	4,578	4,578	4,578	4,578	4,578	4,578	4,578	4,578	5,094	-	-	\$ 55,452
	Ending: 5/30/2029	Beginning: 5/20/2009	PY Actual Inv.	-	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	8,640	-	-	\$ 56,160
	Function: Retail & Wholesale Live Bait		Minimum	4,578	4,578	4,578	4,578	4,578	4,578	4,578	4,578	4,578	4,578	4,578	4,578	-	-	-	\$ 54,936
R00253	Mission Bay Aquatic Center	Associated Students SDSU/Regents Of UCSD	Invoiced	-	-	-	-	-	-	-	-	-	-	-	-	71,453	-	-	\$ 71,453
	Ending: 8/31/2023	Beginning: 8/20/2008	PY Actual Inv.	-	-	-	-	-	-	-	-	-	-	-	-	71,215	-	-	\$ 71,215
	Function: Aquatic Sports Programming		Minimum	-	-	-	-	-	-	-	-	-	-	-	-	25,898	-	-	\$ 25,898
R00104	Campland On The Bay	Campland, LLC	Invoiced	228,393	144,246	105,521	75,070	67,374	62,720	57,462	57,462	88,261	80,178	90,397	147,434	(939)	-	-	\$ 1,203,579
	Ending: 11/7/2020	Beginning: 11/8/2017	PY Actual Inv.	388,188	251,239	169,964	124,727	117,364	104,911	95,579	98,756	145,379	160,907	154,454	135,983	-	898,991	2	\$ 1,048,460
	Function: Campground		Minimum	100,131	100,131	100,131	100,131	100,131	100,131	100,131	100,131	100,131	100,131	100,131	100,131	-	-	-	\$ 1,201,574
R05898	Mission Bay Sportcenter	Gleason, Richard & Debra	Invoiced	40,277	36,150	19,273	15,908	7,328	10,491	8,041	6,044	10,635	14,176	17,466	26,041	-	-	-	\$ 211,831
	Ending: 07/20/2031	Beginning: 07/21/2011	PY Actual Inv.	38,954	33,741	19,597	15,341	6,695	6,902	5,324	6,629	13,415	18,883	22,962	25,822	-	-	-	\$ 214,266
	Function: Aquatics, Sailing Center		Minimum	11,957	11,957	11,957	11,957	11,957	11,957	11,957	11,957	11,957	11,957	11,957	11,957	-	-	-	\$ 143,483
R00097	Catamaran Pier	Braemar Partnership/9th & A LP	Invoiced	16,553	13,254	5,952	2,997	1,986	1,297	1,290	850	2,347	3,220	2,997	7,586	-	-	-	\$ 60,330
	Ending: 12/13/2026	Beginning: 12/14/2016	PY Actual Inv.	16,865	14,532	5,589	2,947	1,559	-	624	796	2,814	5,365	3,522	7,215	862	-	-	\$ 62,690
	Function: Dock Facility, Boat Berthing		Minimum	3,417	3,417	3,417	3,417	3,417	3,417	3,417	3,417	3,417	3,417	3,417	3,417	-	-	-	\$ 41,000
R00183	SD Paradise Point Resort	LHO Mission Bay Hotel, LP.	Invoiced	494,287	411,627	329,278	336,611	215,394	199,220	271,520	262,421	318,839	276,518	308,891	378,421	-	-	-	\$ 3,803,026
	Ending: 5/31/2050	Beginning: 6/1/2000	PY Actual Inv.	448,720	386,744	322,408	314,599	232,000	187,280	237,491	276,995	329,096	288,565	289,522	394,941	-	-	-	\$ 3,708,361
	Function: Hotel & Marina		Minimum	247,138	247,138	247,138	247,138	247,138	247,138	247,138	247,138	247,138	247,138	247,138	247,138	-	-	-	\$ 2,965,657
R02096	Marina Village	Retirement Fund Trust Of Plumbing	Invoiced	68,737	66,921	70,786	65,471	62,581	64,162	57,172	60,033	62,244	62,375	68,791	72,551	-	-	-	\$ 781,824
	Ending: 4/30/2027	Beginning: 5/1/1977	PY Actual Inv.	65,602	63,388	63,286	67,708	61,938	60,888	56,148	56,860	59,456	60,848	64,623	67,941	-	-	-	\$ 748,686
	Function: Marina & Shops		Minimum	39,396	39,396	39,396	39,396	39,396	39,396	39,396	39,396	39,396	39,396	39,396	39,396	-	-	-	\$ 472,749
R00271	SD Rowing Club/Intercollegiate Rowing	SD Rowing Club/Intercollegiate Rowing	Invoiced	-	1,532	1,532	1,532	1,532	1,474	1,513	1,513	1,513	1,513	1,513	1,513	11,698	-	-	\$ 28,380
	Ending: 7/31/2013	Beginning: 8/1/1988	PY Actual Inv.	-	1,416	1,416	1,416	1,416	1,532	1,532	1,532	1,532	1,532	1,532	1,532	11,008	-	-	\$ 27,400
	Function: Rowing & Storage Facility		Minimum	1,532	1,532	1,532	1,513	1,513	1,513	1,513	1,513	1,513	1,513	1,513	1,513	-	-	-	\$ 18,215
R00096	Catamaran Beach Concession	Braemar Partnership/03	Invoiced	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	\$ -
	Ending: 11/30/2014	Beginning: 12/1/2004	PY Actual Inv.	42	42	42	42	42	-	-	-	-	-	-	-	-	-	-	\$ 208
	Function: Chair, Umbrella, Food Concession		Minimum	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	\$ -
R15897	Hanohano Outrigger Canoe Club	Hanohano Outrigger Canoe Club	Invoiced	-	-	425	425	425	393	420	420	420	420	420	420	515	-	-	\$ 4,703
	Ending: 03/31/2017	Beginning: 04/01/2014	PY Actual Inv.	-	-	393	393	393	393	393	393	425	425	455	425	1,407	-	-	\$ 5,496
	Function: Outrigger Canoes, Equipment Storage		Minimum	420	420	420	420	420	420	420	420	420	420	420	420	-	-	-	\$ 5,039

SAP #	Business Name	Legal Lessee Name	Revenue Type	FY2018 Recorded Revenue												Audit/Other	Journal Entries		Total	
				Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18		Amount	Ref		
R10296	Hyatt Regency Islandia	CHSP Mission Bay LLC	Invoiced	411,629	401,537	301,970	273,849	248,708	334,742	229,773	279,178	332,717	285,907	282,768	356,228	(26,044)			\$ 3,712,962	
	Ending: 1/31/2056	Beginning: 1/9/2006	PY Actual Inv.	387,231	336,432	296,236	295,080	257,396	205,338	245,993	221,768	271,128	279,317	308,112	332,048				\$ 3,436,079	
	Function: Hotel, Restaurant, Marina, Sportfishing		Minimum	195,490	195,490	195,490	195,490	195,490	195,490	195,490	195,490	195,490	195,490	195,490	195,490				\$ 2,345,875	
R11495	Quivera Rd	Verizon Wireless LLC	Invoiced	-	-	-	-	-	-	-	-	-	-	-	-	10,781			\$ 10,781	
	Ending: 8/31/2022	Beginning: 9/1/2012	PY Actual Inv.	-	-	-	-	-	-	-	-	-	-	-	-	10,467			\$ 10,467	
	Function: Equipment enclosure and a light standard		Minimum	-	-	-	-	-	-	-	-	-	-	-	-	10,781			\$ 10,781	
R00278	Seaforth Sportfishing Corp.	Seaforth Sportfishing Corp.	Invoiced	159,720	216,969	173,027	109,008	70,057	56,880	47,867	38,506	45,347	53,935	66,448	83,119	-			\$ 1,120,883	
	Ending: 11/30/2047	Beginning: 11/8/2007	PY Actual Inv.	156,074	179,124	135,066	89,740	55,772	35,498	42,941	31,178	48,975	69,616	70,250	90,919	-			\$ 1,005,153	
	Function: Sportfishing Headquarters		Minimum	45,791	45,791	45,791	45,791	45,791	45,791	45,791	45,791	45,791	45,791	45,791	45,791	-			\$ 734,010	
R22797	SD Canoe & Kayak Team	SD Canoe & Kayak Team	Invoiced	-	417	417	417	417	417	417	417	417	417	417	417	-			\$ 4,588	
	Ending: 2/29/2020	Beginning: 3/1/2017	PY Actual Inv.	-	385	385	385	385	385	417	417	417	417	417	417	575			\$ 5,036	
	Function: Storage and Access		Minimum	417	417	417	417	417	417	417	417	417	417	417	417	-			\$ 5,005	
R13995	Kai Elua Outrigger Canoe Club	Kai Elua Outrigger Canoe Club	Invoiced	-	158	158	158	158	146	156	156	156	156	156	156	158			\$ 1,872	
	Ending: 09/30/2016	Beginning: 10/1/2013	PY Actual Inv.	-	146	146	146	146	158	158	158	158	158	158	158	60			\$ 1,750	
	Function: Outrigger Canoe Storage		Minimum	156	156	156	156	156	156	156	156	156	156	156	156	-			\$ 1,872	
R14195	SD Alliance for Asian Pacific Islanders	SD Alliance for Asian Pacific Islanders	Invoiced	-	198	198	198	198	183	195	195	195	195	195	195	-			\$ 2,143	
	Ending: 10/31/2016	Beginning: 11/01/2013	PY Actual Inv.	-	183	183	183	182	198	198	198	198	198	198	198	455			\$ 2,567	
	Function: Boat Storage		Minimum	195	195	195	195	195	195	195	195	195	195	195	195	-			\$ 2,340	
R14895	Sportsmen's Seafood Co Inc.	Sportsmen's Seafood Co Inc.	Invoiced	16,917	19,806	9,000	9,481	6,000	4,074	4,904	4,000	4,714	4,000	6,500	7,332	-			\$ 96,729	
	Ending: 11/30/2016	Beginning: 11/27/2013	PY Actual Inv.	17,637	16,423	13,329	10,441	6,500	5,241	4,751	5,031	8,904	8,665	9,408	12,701	26,474			\$ 145,505	
	Function: Park Related Restaurant, Etc.		Minimum	3,129	3,129	3,129	3,129	3,129	3,129	3,129	3,129	3,129	3,129	3,129	3,129	-			\$ 37,552	
R19195	Kapolioka Ehukai Outrigger Canoe Club	Rell Sunn Educational Fund, Inc.	Invoiced	-	198	198	198	198	183	195	195	195	195	195	195	273			\$ 2,415	
	Ending: 02/28/2017	Beginning: 03/01/2014	PY Actual Inv.	-	183	183	183	183	198	198	198	198	198	198	198	365			\$ 2,478	
	Function: Boat Storage/Access		Minimum	195	195	195	195	195	195	195	195	195	195	195	195	-			\$ 2,340	
R17895	SD Parasail Adventures, Inc.	SD Parasail Adventures, Inc.	Invoiced	11,932	7,469	2,748	1,591	527	1,115	2,982	-	2,982	2,982	4,179	6,626	-			\$ 45,131	
	Ending: 10/31/2018	Beginning: 10/20/2014	PY Actual Inv.	14,309	9,512	3,714	1,538	402	660	-	-	2,982	2,982	3,603	6,110	-			\$ 45,811	
	Function: Boat Storage/Access		Minimum	2,982	2,982	2,982	2,982	2,982	2,982	2,982	2,982	2,982	2,982	2,982	2,982	-			\$ 35,780	
R00209	Nextel of California		Invoiced	-	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	(6,720)			\$ 30,238	
	Ending: 1/31/2017	Beginning: 1/05/2007	PY Actual Inv.	-	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	17,303			\$ 17,303	
	Function:		Minimum	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360	-			\$ 40,317	
N/A	Community Rowing of San Diego	Community Rowing of San Diego	Invoiced	-	-	-	-	-	-	-	-	-	-	-	-	-			\$ -	
	Ending: 08/31/2016	Beginning: 06/01/2016	PY Actual Inv.	-	-	-	-	-	-	-	-	-	-	-	-	1,333			\$ 1,333	
	Function: Use of Permit Area		Minimum	-	-	-	-	-	-	-	-	-	-	-	-	-			\$ -	
R23195	Mission Bay Athletic	Verizon Wireless	Invoiced	-	-	-	-	-	-	-	-	-	-	-	-	40,707			\$ 40,707	
	Ending: 12/31/2025	Beginning: 1/01/16	PY Actual Inv.	-	-	-	-	-	-	-	-	-	-	-	-	39,330		3	\$ 39,330	
	Function:		Minimum	-	-	-	-	-	-	-	-	-	-	-	-	40,707			\$ 40,707	
	De Anza RV Park	De Anza RV Park	CY Actual	-	-	-	-	-	-	-	-	-	-	-	-	1,765,428		1	\$ 1,765,428	
	Ending:		PY Actual	-	-	-	-	-	-	-	-	-	-	-	-	1,693,034		1	\$ 1,693,034	
	Function: Campground			-	-	-	-	-	-	-	-	-	-	-	-	-			\$ -	
	Penalties			-	-	-	-	-	-	-	-	-	-	-	-	62,754		4	\$ 62,754	
			TOTAL	4,204,916	3,334,924	2,416,035	2,196,085	1,884,594	2,765,940	1,577,617	1,744,498	2,491,029	2,357,103	2,313,103	3,163,998	358,526	1,828,182			\$ 32,636,552
			PY Actual Inv.	4,304,704	3,585,921	2,432,449	2,304,661	1,794,800	2,016,281	1,347,743	1,367,340	2,044,667	2,402,672	2,178,063	2,790,578	380,623	833,373			\$ 29,783,877
			Minimum	2,000,070	2,000,070	2,000,070	1,999,467	1,999,467	2,025,828	2,025,828	2,025,828	2,025,828	2,025,828	2,025,828	2,025,828	77,386	-			\$ 24,257,322

(1) Staff has modified past calculations of Mission Bay Park Lease Revenues based on a recent legal opinion (LO 2016-01 dated Nov 2nd, 2016). The City Attorney's Office opined that revenue derived from the RV Park at DeAnza Cove would be considered Mission Bay Park Lease Revenue, as defined in Charter Section 55.2. Staff retroactively corrected the allocation of RV Park funds to the Charter Section 55.2 formula.

(2) The City Attorney's Office and City Staff have reviewed the Campland-by-the-Bay leasehold parcel and determined that 44.2% of its acreage is outside of Mission Bay Park and 55.8% of that acreage is within Mission Bay Park. Staff had previously allocated all (100%) of the lease revenue from Campland-by-the-Bay according to the Charter 55.2 formula. Staff retroactively corrected the split based on acreage since not all of the Campland-by-the-Bay leasehold is located within Mission Bay Park, as defined in the Charter

(3) The City Attorney's Office determined that the Verizon Wireless Lease at Mission Bay Athletic Field is on Mission Bay Park Land and not subject to exclusion from Charter Section 55.2. Staff retroactively corrected the allocation of Verizon funds.

(4) The City Attorney's Office determined that the Mission Bay Park Lease penalties are not subject to exclusion from Charter Section 55.2. Staff retroactively corrected the allocation of lease penalties.

Schedule of Mission Bay Park Lease Revenue

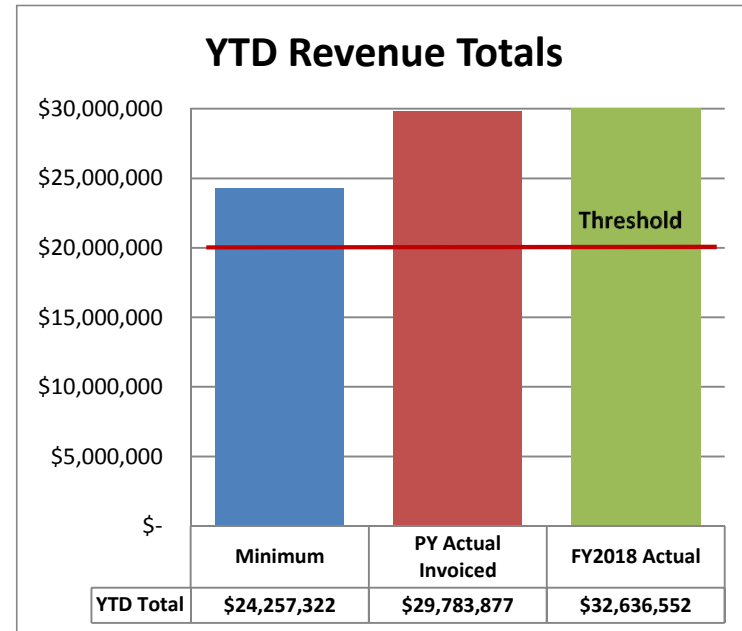
Prepared by: Department of Finance

Account Title: **Mission Bay Park Lease Revenue**

Revenue Account Number: **418108, 418059**

Fiscal Year 2017	Unaudited Revenue	
	Invoiced	YTD Cummulative
Audit/Other	\$ 2,186,708	\$ 2,186,708
July	\$ 4,204,916	\$ 6,391,625
August	\$ 3,334,924	\$ 9,726,549
September	\$ 2,416,035	\$ 12,142,584
October	\$ 2,196,085	\$ 14,338,669
November	\$ 1,884,594	\$ 16,223,263
December	\$ 2,765,940	\$ 18,989,203
January	\$ 1,577,617	\$ 20,566,820
February	\$ 1,744,498	\$ 22,311,318
March	\$ 2,491,029	\$ 24,802,348
April	\$ 2,357,103	\$ 27,159,451
May	\$ 2,313,103	\$ 29,472,553
June	\$ 3,163,998	\$ 32,636,552 *

* Revenues are based on customer invoices subject to year-end audit adjustments



City Charter Article V, Section 55.2 (a)7

Mission Bay Park Lease Revenues means all revenues collected by the City of San Diego from commercial and non-profit sources within Mission Bay Park, including but not limited to all monetary consideration received under leases of city owned property within Mission Bay Park, as well as revenue collected from contracts for concessions or any other revenues collected for the use of city owned property within Mission Bay Park. The term does not include revenue from the Mission Bay Golf Course, unless privately leased; mooring fees; any revenues from taxes including but not limited to Transient Occupancy Taxes, sales taxes, possessory interest taxes, property taxes; or permit fees such as park and recreation fees or special event fees to the extent those fees are levied to recover actual costs incurred by the City of San Diego.

Calculation Formula for Mission Bay Park Improvement Fund

	Example 1	Example 2	Example 3
Mission Bay Park Lease Revenues	\$ 27,000,000	\$ 23,500,000	\$ 35,000,000
Threshold Amount for FY 2015 and Thereafter	\$ 20,000,000	\$ 20,000,000	\$ 20,000,000
MBP Lease Revenues in Excess of the Threshold	<u>\$ 7,000,000</u>	<u>\$ 3,500,000</u>	<u>\$ 15,000,000</u>
 Allocation to San Diego Regional Parks Improvement Fund <i>35% of MBP Lease Revenues in Excess of Threshold or \$2,500,000 or MBP Lease Revenue in Excess of the Threshold if that amount is less than \$3,500,000</i>	 <u>\$ 3,500,000</u>	 <u>\$ 3,500,000</u>	 <u>\$ 5,250,000</u>
 Allocation to Mission Bay Park Improvement Fund <i>65% of MBP Lease Revenues in Excess of the Threshold or the remainder of the funds if less than 65% is available after the Allocation to the San Diego Regional Parks Improvement Fund</i>	 \$ 3,500,000	 \$ -	 \$ 9,750,000

City Charter Article V, Section 55.2 (b)

Subject to the City of San Diego's State law obligations as a trustee of tidelands within Mission Bay Park, Mission Bay Park Lease Revenues up to the threshold amount in each fiscal year shall be deposited into the San Diego General Fund and may be used for any municipal purpose, including but not limited to, police, fire, streets, sewers, water delivery, roads, bridges, and operation of parks. All Mission Bay Park Lease Revenues in excess of the threshold amount shall be allocated in the City of San Diego budget to two distinct funds. Thirty-five percent (35%) of the Mission Bay Park Lease Revenues in excess of the threshold amount, or three million five hundred thousand dollars (\$3,500,000) whichever is greater, shall be allocated to the San Diego Regional Parks Improvement Fund that solely benefits the San Diego Regional Parks and sixty-five percent (65%) of the Mission Bay Park Lease Revenues over the threshold amount, or the remainder of those revenues if less than 65% is available after the allocation to the San Diego Regional Parks Improvement Fund, shall be allocated to the Mission Bay Park Improvement Fund that solely benefits the Mission Bay Park Improvement Zone. The threshold amount shall be \$23 million beginning fiscal year 2010 and ending fiscal year 2014. The threshold amount shall be \$20 million beginning fiscal year 2015 and shall remain \$20 million thereafter.

Points of Clarification regarding the Calculation for the Mission Bay Park Improvement Fund

The new Mission Bay Park Improvement Fund was established effective July 1, 2009 to satisfy the new language in City Charter Article V, Section 55.2 *Mission Bay Park and Regional Parks Improvement Funds*. The new accounting code string for the Mission Bay Park Improvement Fund in the City accounting system is 200386.

Mission Bay Park Lease Revenues must exceed the threshold of \$20,000,000 for FY2017 in order for there to be money available for a possible funding. The definition of Mission Bay Park Lease Revenue is coded in City Charter Article V, Section 55.2 (a)7.

The funding of the San Diego Regional Parks Improvement Fund is funded first before money is available for the Mission Bay Park Improvement Fund. There must be more than \$3,500,000 available in excess revenue over the threshold before funding will begin for the Mission Bay Park Improvement Fund (see examples above).

Funding is done once a year on August 15th, based on the prior year fiscal year Mission Bay Park Lease Revenues. For FY2017, the year is July 1, 2016 to June 30, 2017. The next funding, if earned, will be on August 15, 2017. Funding is subject to audit adjustment if discovered after August 15th. Revenue audit adjustments for Leases (performed by the Treasury Department) are considered earned in the period that an audit adjustment is invoiced(credited).

Calculation Formula for the San Diego Regional Parks Improvement Fund

	Example 1	Example 2	Example 3
Mission Bay Park Lease Revenues	\$ 27,000,000	\$ 23,500,000	\$ 35,000,000
Threshold Amount for FY 2015 and Thereafter	<u>\$ 20,000,000</u>	<u>\$ 20,000,000</u>	<u>\$ 20,000,000</u>
MBP Lease Revenues in Excess of the Threshold	\$ 7,000,000	\$ 3,500,000	\$ 15,000,000
Allocation to San Diego Regional Parks Improvement Fund <i>35% of MBP Lease Revenues in Excess of Threshold or \$3,500,000 or MBP Lease Revenue in Excess of the Threshold if that amount is less than \$3,500,000</i>	<u>\$ 3,500,000</u>	<u>\$ 3,500,000</u>	<u>\$ 5,250,000</u>
Allocation to Mission Bay Park Improvement Fund <i>65% of MBP Lease Revenues in Excess of the Threshold or the remainder of the funds if less than 65% is available after the Allocation to the San Diego Regional Parks Improvement Fund</i>	\$ 3,500,000	\$ -	\$ 9,750,000

City Charter Article V, Section 55.2 (b)

Subject to the City of San Diego's State law obligations as a trustee of tidelands within Mission Bay Park, Mission Bay Park Lease Revenues up to the threshold amount in each fiscal year shall be deposited into the San Diego General Fund and may be used for any municipal purpose, including but not limited to, police, fire, streets, sewers, water delivery, roads, bridges, and operation of parks. All Mission Bay Park Lease Revenues in excess of the threshold amount shall be allocated in the City of San Diego budget to two distinct funds.

Thirty-five percent (35%) of the Mission Bay Park Lease Revenues in excess of the threshold amount, or three million five hundred thousand dollars (\$3,500,000) whichever is greater, shall be allocated to the San Diego Regional Parks Improvement Fund that solely benefits the San Diego Regional Parks and sixty-five percent (65%) of the Mission Bay Park Lease Revenues over the threshold amount, or the remainder of those revenues if less than 65% is available after the allocation to the San Diego Regional Parks Improvement Fund, shall be allocated to the Mission Bay Park Improvement Fund that solely benefits the Mission Bay Park Improvement Zone. The threshold amount shall be \$23 million beginning fiscal year 2010 and ending fiscal year 2014. The threshold amount shall be \$20 million beginning fiscal year 2015 and shall remain \$20 million thereafter.

Points of Clarification regarding the Calculation for the Regional Parks Improvement Fund

The new Regional Parks Improvement Fund was established effective July 1, 2009 to satisfy the new language in City Charter Article V, Section 55.2 *Mission Bay Park and Regional Parks Improvement Funds*. The accounting code string for the Regional Parks Improvement Fund in the City accounting system is 200391 (*post prop C funds will segregated by two separate cost centers after the initial audit for FY10*).

Mission Bay Park Lease Revenues must exceed the threshold of \$20,000,000 for FY2017 in order for there to be money available for a possible funding. The definition of Mission Bay Park Lease Revenue is coded in City Charter Article V, Section 55.2 (a)7.

The funding of the San Diego Regional Parks Improvement Fund is funded first before money is available for the Mission Bay Park Improvement Fund. There must be more than \$3,500,000 available in excess revenue over the threshold before funding will begin for the Mission Bay Park Improvement Fund (see examples above).

Funding is done once a year on August 15th, based on the prior year fiscal year Mission Bay Park Lease Revenues. For FY2016, the year is July 1, 2016 to June 30, 2017. The next funding, if earned, will be on August 15, 2017. Funding is subject to audit adjustment if discovered after August 15th. Revenue audit adjustments for Leasees (performed by the Treasury Department) are considered earned in the period that an audit adjustment is invoiced(credited).