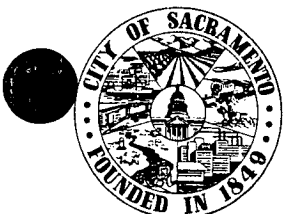


3c.



CITY OF SACRAMENTO

DEPARTMENT OF PARKS
AND COMMUNITY SERVICES
3520 FIFTH AVENUE SACRAMENTO, CALIFORNIA 95817
TELEPHONE (916) 449-5200

CROCKER ART MUSEUM DIVISION
GOLF DIVISION
METROPOLITAN ARTS DIVISION
MUSEUM AND HISTORY DIVISION
RECREATION DIVISION
PARKS DIVISION
ZOO DIVISION

ROBERT P. THOMAS
DIRECTOR

G. ERLING LINGGI
ASSISTANT DIRECTOR

May 23, 1985

Budget and Finance Committee
Sacramento, California

Honorable Members in Session:

SUBJECT: Sacramento Boat Harbor Proposed Fee Increases


SUMMARY

This report provides information on the Sacramento Boat Harbor Enterprise Operation and recommends a 15 percent increase in berth license fees and the establishment of a flat rate fee for electrical users. These fees, if approved, would become effective July 1, 1985.

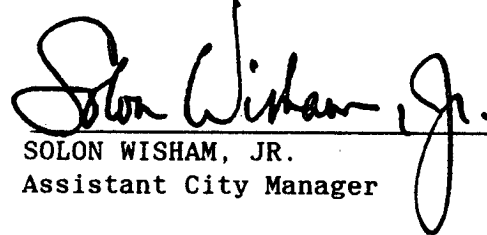
RECOMMENDATION

It is recommended that the Budget and Finance Committee review the attached report and refer it to the full City Council for action.

Respectfully submitted,


ROBERT P. THOMAS, Director
Parks and Community Services

Recommendation Approved:



SOLON WISHAM, JR.
Assistant City Manager

RPT:sl
Attachments

June 13, 1985
District No. 1



CITY OF SACRAMENTO

DEPARTMENT OF PARKS AND COMMUNITY SERVICES

3520 FIFTH AVENUE SACRAMENTO, CALIFORNIA 95817
TELEPHONE (916) 449-5200

ROBERT P. THOMAS
DIRECTOR

G. ERLING LINGGI
ASSISTANT DIRECTOR

CROCKER ART MUSEUM DIVISION
GOLF DIVISION
METROPOLITAN ARTS DIVISION
MUSEUM AND HISTORY DIVISION
RECREATION DIVISION
PARKS DIVISION
ZOO DIVISION

May 23, 1985

City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: Sacramento Boat Harbor Proposed Fee Increase

SUMMARY

This report provides information of the Sacramento Boat Harbor Enterprise Operation and recommends a 15 percent increase in berth license fees and the establishment of a flat rate fee for electrical users. These fees, if approved, would become effective July 1, 1985.

BACKGROUND INFORMATION

The Sacramento Boat Harbor was constructed by a private developer in 1958 and operated under a concession agreement until June 1, 1977. At that time, the City of Sacramento, Department of Parks and Community Services, took over the operation of the 289-slip marina.

Since taking over this operation, the City has expended over \$400,000 in Capital Improvement Projects (see Exhibit A) and has maintained an efficiently operated facility. In order for the Boat Harbor to maintain its quality and effectiveness, it is necessary that we continue a City Council approved Capital Improvement Program (shown on Exhibit B) as well as maintaining an adequate fund balance for unforeseen emergencies. A 15 percent berth fee increase, as proposed, is consistent with the recommendations of the marketing and financial analysis done during the Boat Harbor Expansion Feasibility Study which was approved by the City Council in the spring of 1984. Exhibit C provides a comparison of delta and local marina berth rates.

The harbor currently has over 135 slip renters that are utilizing dock electrical hookups on an ongoing basis. They are used for such things as small refrigerators, light bulbs, ice makers, battery chargers, and pumps.

In order to pay for this service, it is recommended that a fee be established for harbor patrons who are utilizing dock electrical hookups. It has been determined by the City's Energy Systems Coordinator and the Sacramento Municipal Utility District that the average cost for these usages is approximately \$2.90 per month. Therefore, it is recommended that a fee of \$3.00 per month be assessed for those harbor patrons using electricity. This fee is in addition to the normal monthly berth license fee. It is further recommended that the Director of Parks and Community Services be allowed to adjust this fee accordingly as utility rates are adjusted by the Utility District.

The 15 percent fee increase and new utility fee received the endorsement of the Sacramento Boat Harbor Advisory Council at their April 24, 1985, meeting. The Advisory Council is composed of seven members who represent the various areas of docks within the harbor.

FINANCIAL DATA

The fee increase will raise the slip fees for open berths from \$2.10 per foot to \$2.40 per foot and the covered slips from \$3.35 per foot to \$3.85 per foot. The proposed berth license fee increase of 15 percent will generate approximately \$33,000 annually in new revenue. The \$3.00 per month electrical fee is estimated to generate approximately \$4,800 in new revenue.

These two increases of approximately \$37,800 will allow the Boat Harbor Fund to carry an estimated fund balance of \$92,260 at the end of fiscal year 1985-86.

Following is a two-year projection of revenues/expenditures assuming a fee increase and utility fee:

	<u>1985-86</u>	<u>1986-87</u>
Projected Fund Balance	\$ 84,515	\$ 92,260
Revenue	495,325	524,300
Operating Expenses	427,580	457,510
Capital Improvements	<u>60,000</u>	<u>60,000</u>
Projected Ending Fund Balance	\$ 92,260	\$ 99,050

The proposed fiscal year 1985-86 operating budget depicts a fund balance of \$49,000, page 27, Schedule 2. This has been revised upward to \$84,515 due to completing a Capital Improvement Project under budget. Revenue projections are also higher due to anticipated higher interest based on a higher fund balance.

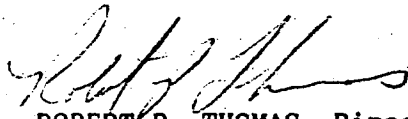
BUDGET AND FINANCE COMMITTEE ACTION

The Budget and Finance Committee will review this item at their meeting on June 13, 1985. Committee action will be presented verbally to the Council.

RECOMMENDATION

It is recommended that the City Council adopt, by resolution, a Boat Harbor berth license fee increase and establish electrical user fee, effective July 1, 1985.

Respectfully submitted,



ROBERT P. THOMAS, Director
Parks and Community Services

Recommendation Approved:

WALTER J. SLIPE
City Manager

RPT:sl
Attachment

June 18, 1985
District No.1

Sacramento Boat Harbor

The following is a list of Capital Improvement Projects that have been completed since the City took over the operation of the Boat Harbor in June 1977:

I. Major Harbor Dredging (FY 1977-78)	\$108,000
II. Dock Water Supply and Fire Protection System (FY 1981-82)	126,759
III. Temporary Fenced Parking Lot (FY 1981-82)	13,305
IV. 12,000 Gallon Capacity Fuel Tank (FY 1982-83)	4,765
V. Perimeter Security Lights (FY 1982-83)	34,033
VI. T.V. Security Surveillance Cameras (FY 1983-84)	26,144
VII. Major Harbor Dredging (FY 1984-85)	<u>87,135</u>
	\$400,141

Sacramento Boat Harbor
Current and Proposed Capital Improvement Program

<u>Fiscal Year</u>	<u>Project</u>	<u>Cost</u>
1984-85	Harbor Dredging Fund	\$10,000
	Dock Facility Replacement Fund	20,000
	Dock Stabilization Plan	<u>50,000</u>
		\$80,000
1985-86	Harbor Dredging Fund	\$20,000
	Dock Facility Replacement Fund	<u>40,000</u>
		\$60,000
1986-87	Harbor Dredging Fund	\$20,000
	Dock Facility Replacement Fund	<u>40,000</u>
		\$60,000
1987-88	Harbor Dredging Fund	\$ 10,000
	Dock Facility Replacement Fund	40,000
	Marina Expansion	<u>254,000</u>
		\$304,000
1988-89	Harbor Dredging Fund	\$ 10,000
	Dock Facility Replacement Fund	40,000
	Marina Expansion	<u>542,000</u>
		\$592,000

City of Sacramento Department of
of Parks and Community Services

MARINA RATE COMPARISON

March 1985

A. Covered Berth:

<u>Name of Marina</u>	<u>Location</u>	<u>Rate Per Foot</u>
River Bank Marina	Sacramento	\$5.00
River View Marina	Sacramento	4.75
Cliffs Marina	Freeport	4.62
Outrigger Marina	Rio Vista	4.58
Oxbow Marina	Isleton	4.50
Spindrift	Isleton	4.29
Alamar Marina	Sacramento	3.85
Sacramento Boat Harbor	(with 15% increase)	3.85
Metro Marina	Sacramento	3.80
B & W Marina	Isleton	3.75
Delta Marina	Rio Vista	3.72
Perry's Marina	Isleton	3.50
<u>Sacramento Boat Harbor</u>	<u>(presently)</u>	<u>3.35</u>

B. Open Berth:

River Bank Marina	Sacramento	\$4.00
River View Marina	Sacramento	3.75
Cliffs Marina	Freeport	3.75
Outrigger Marina	Rio Vista	3.75
Alamar Marina	Sacramento	3.50
River Galley Marina	Sacramento	3.50
Metro Marina	Sacramento	3.50
Spindrift Marina	Isleton	3.33
Four Seasons	Sacramento	3.25
Delta Marina	Rio Vista	3.20
B & W Marina	Isleton	3.00
Sherwood Harbor	Sacramento	2.75
Rio Ramoza	Verona	2.50
Andreas Cove Marina	Isleton	2.50
Sacramento Boat Harbor	(with 15% increase)	2.40
<u>Sacramento Boat Harbor</u>	<u>(presently)</u>	<u>2.10</u>

RESOLUTION NO.

ADOPTED BY THE SACRAMENTO CITY COUNCIL ON DATE OF

RESOLUTION AMENDING FEES AND CHARGES RELATING TO THE DEPARTMENT OF PARKS AND COMMUNITY SERVICES

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SACRAMENTO:

1. That fees and charges for various City licenses, permits, services, and facilities are hereby amended to reflect the Parks and Community Services (Boat Harbor) related fees and charges as set forth below:

Berth license fees for the Sacramento Boat Harbor shall be effective July 1, 1985, as follows:

Covered Berths	\$3.85 per foot
Open Berths	\$2.40 per foot
Overnight	\$5.00 per foot

2. That effective July 1, 1985, a fee of \$3.00 per month be established for use of electricity on the docks on a monthly basis.
3. That the Director of Parks and Community Services be authorized to adjust the utility rate as adjustments are made by the Sacramento Municipal Utility District.
4. That the City of Sacramento, Fees and Charges Report (page 41a) is hereby amended to reflect the Parks and Community Services related fees and charges as set forth above.

MAYOR

ATTEST:

CITY CLERK