

## BOARD OF DIRECTORS' MEETING ANNOUNCEMENT

DATE: Friday, September 15, 2017  
TIME: 9:00 AM  
PLACE: Carpinteria City Hall, 5775 Carpinteria Ave, Carpinteria, CA. 93013

### MEETING AGENDA

1. **Call to Order, Roll Call and Introductions – Jon Sharkey**
2. **Approval of Agenda and Filing of Certificate of Agenda Posting**  
**Action:** Approve and file.
3. **Consideration and Approval of Minutes of the BEACON Meetings held on May 19, 2017.**  
**Action:** Approve and file.
4. **Public Comment and Other Matters not on the Agenda**
  - a. Receive public comments.
5. **Reports**
  - a. Reports from legislative offices.
  - b. Boating and Waterways.
  - c. Cal Coast.
6. **Auditors Controllers Recommended Actions**
  - a. Receive and file the Unadjusted Budget-to-Actual report for the year-to-date period ending June 30, 2017 (Exhibit 1).
  - b. Receive and file the Audited Financial Statements for the Fiscal Years ended June 30, 2015 and 2016 (Exhibit 2).
7. **City of Oxnard Local Coastal Plan Update Presentation**
  - a. Receive a presentation from the City of Oxnard on their LCP Update.
8. **Supplemental Dredging Program Update**
  - a. Receive report from Staff on the grant application to the California Division of Boating and Waterways for supplemental dredging funding and recommended strategy for a path forward.
9. **Kelp Anchor Demonstration Project**
  - a. Receive report from Staff on status of the Kelp Anchor Demonstration Project.
  - b. Approve a Resolution authorizing approval of a five year Lease extension from the California State Lands Commission for the Kelp Anchor Demonstration Project in order to allow continued monitoring of the installed anchors.
10. **Social Media Protocol**
  - a. Receive draft protocol for BEACON officials and Board members on proposed BEACON social media and provide direction to staff as necessary.
11. **Executive Director's Report and Communications.**



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#### Member Agencies

City of Carpinteria  
City of Goleta  
City of Oxnard  
City of Port Hueneme  
City of San Buenaventura  
City of Santa Barbara  
County of Santa Barbara  
County of Ventura

#### **Santa Barbara Address:**

105 East Anapamu, Suite 201  
Santa Barbara, CA 93101

#### **Ventura Address:**

501 Poli St.  
P.O. Box 99  
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#### **Telephone:**

(805) 662-6890

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Staff@Beacon.ca.gov

#### **Internet:**

<http://www.beacon.ca.gov>

**Adjourn to next regular meeting, November 17, 2017 at 9:00 AM in Carpinteria City Hall**

**Disability Access**

*The City of Carpinteria Council Chambers is located on the ground floor of City Hall located at 5775 Carpinteria Ave, Carpinteria, CA. 93013 Fourth Floor of the County. The Council Chambers is wheelchair accessible. Accessible public parking is available behind the Council Chambers.*

*American Sign Language interpreters, Spanish language interpretation and sound enhancement equipment may be arranged by contacting the City Clerk (Fidela Garcia) by 4:00 p.m. on Friday before the Board meeting. Contact information for the City Clerk is (805) 684-5405.*

**Late Distribution of Materials**

*Any disclosable public records related to an open session item on a regular meeting agenda and distributed by the City Clerk to all or a majority of the members of the BEACON Board less than 72 hours prior to that meeting are available for inspection in the City Clerk Office, at 5775 Carpinteria Ave, Carpinteria, CA. 93013 and on the Internet at: [BEACON.CA.GOV](http://BEACON.CA.GOV).*

*Any written ex-parte communication subject to disclosure by members of the BEACON Board may be published online as an attachment to the corresponding item.*

## STAFF REPORT

Meeting Date: 9/15/17  
Agenda Item: 3

To: BEACON Board of Directors  
From: Executive Director  
Date 9/11/17

**Subject: Consideration and Approval of Minutes of BEACON  
Meeting held May 19, 2017**

### **REQUIRED ACTION:**

- a. Approve and file.



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City of Carpinteria  
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## BEACON BOARD OF DIRECTORS' MEETING MINUTES

**DATE:** Friday, May 19, 2017

**TIME:** 9:00 AM

**PLACE:** City of Carpinteria, Council Hearing Room  
5775 Carpinteria Avenue, Carpinteria, CA. 93013

<b>Item</b>	1	Call to Order, Roll Call and Introductions – Chair, Jon Sharkey
<b>Minutes/ Actions:</b>		<b>Directors Present:</b> <ul style="list-style-type: none"> <li>• John Zaragoza (County of Ventura)</li> <li>• Janet Wolf (County of Santa Barbara)</li> <li>• Das Williams (County of Santa Barbara)</li> <li>• Gregg Hart (City of Santa Barbara)</li> <li>• Christy Weir (City of Ventura)</li> <li>• Fred Shaw (City of Carpinteria)</li> <li>• Kyle Richards (City of Goleta)</li> <li>• Jon Sharkey (City of Port Hueneme)</li> </ul>
<b>Item</b>	2	<b>Approval of Agenda and Filing of Certificate of Agenda Posting</b> Action: Approve and file
<b>Minutes/ Actions:</b>		Approved.
<b>Item</b>	3	<b>Consideration and Approval of Minutes of the BEACON Meetings held on March 17, 2017.</b> Action: Approve and file.
<b>Minutes/ Actions:</b>		Approved.
<b>Item</b>	4	<b>Public Comment and Other Matters not on the Agenda</b> Receive public comments.  <u><b>Paul Jenkins – Surf Rider.</b></u> Mr. Jenkins described the ongoing work to remove Matilija Dam in Ventura County. Paul explained that a Resolution was adopted in 1999 (of which BEACON was a signature) to pursue the removal of the dam. The project has been in evolution in various levels of study for more than ten years. Currently the Project is in the design phase and is being funded by Prop 1 funds. 65% design and permitting is anticipated to be completed by 2020. Funding for the construction phase needs to identify. The estimated construction cost is of the order of \$20M. Once implemented the project is expected to deliver 30% more sediment to the coast than is currently being delivered through the Ventura River.  <u><b>John Higgins, Ventura Harbor Master.</b></u> John explained that there had been a very high number of juvenile Great White shark sites in Southern California. It is unknown why this is occurring but surfers and swimmers should be more aware.
<b>Minutes/ Actions:</b>		The Board asked that the juvenile shark issue be brought back to the Board as a future item.
<b>Item</b>	5	<b>Reports</b> <ol style="list-style-type: none"> <li>a. Reports from legislative offices.</li> <li>b. Boating and Waterways.</li> <li>c. Cal Coast.</li> </ol>
<b>Minutes/ Actions:</b>		None.

## BEACON BOARD OF DIRECTORS' MEETING MINUTES

**DATE:** Friday, May 19, 2017

**TIME:** 9:00 AM

**PLACE:** City of Carpinteria, Council Hearing Room  
5775 Carpinteria Avenue, Carpinteria, CA. 93013

<b>Actions:</b>	
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<b>Item</b>	6	<b>Auditor Controllers Recommended Actions</b> <ol style="list-style-type: none"> <li>Adopt Recommended Final Fiscal Year 2017-18 Budget.</li> <li>(Exhibits 1)</li> <li>Authorize the Auditor-Controller's Office to adjust contingency for the Fiscal Year 2017-2018 budget where the Fiscal Year 2016-2017 actual year-end closing fund balance differs from the budget estimate.</li> <li>Approve membership dues for Fiscal Year 2017-18.</li> <li>Receive and file the Budget-to-Actual report for the year-to-date period ending April 30, 2017 (Exhibit 2).</li> <li>Approve and Ratify Amendment No. 1 to the FY 2016-17 Biennial Audit Contract with Fedak &amp; Brown LLP for Financial Auditing Service for FY15 &amp; FY16 (Exhibit 3)..</li> </ol>
<b>Minutes/ Actions:</b>		<p>Mr. Omar Arreola of the Ventura County Auditor Controllers Office presented the Recommended Action Items.</p> <p><b>BOARD ACTIONS:</b> <b>The Board approved all recommended items unanimously.</b></p>

<b>Item</b>	7	<b>Approve and Authorize the Chair to Sign the FY 2017-2018 Annual Staff/Consultant Agreements</b> <ol style="list-style-type: none"> <li>Approve Technical Advisor Services Contract in the amount of \$18,000 with Jim Bailard.</li> <li>Approve Legal Services Contract for \$12,000 with Santa Barbara County Counsel.</li> <li>Approve Auditor Services Contract for \$15,000 with Ventura County Auditor-Controller.</li> <li>Approve Program Management Services Contract with COM3 Consulting for \$53,500.</li> <li>Approve Strategic Planning and Grant Pursuit Services Contract with Marc Beyeler and Associates for \$15,000.</li> <li>Approve Web Site and Facebook Page maintenance Services Contract with Pam Baumgardner for \$2,000.</li> </ol>
<b>Minutes/ Actions:</b>		<p>Executive Director Brennan explained that BEACON must use special consultants and member agencies to provide the operating services necessary to successfully run BEACON. Mr. Brennan explained that BEACON has three standing annual consultant contracts: one with COM3 Consulting (Gerald Comati) for program management; one with Jim Bailard for Technical Advice; and one with Marc Beyeler for Strategic Planning and pursuit of grant funding. This year a forth contract has been added with Pam Baumgardner for website maintenance and social media services. In addition, BEACON has a standing agreement for Financial and accounting servicers through the Ventura County Auditor Controllers Office and a standing agreement for Legal Services through the County of Santa Barbara County Counsel Office.</p> <p><b>BOARD ACTIONS:</b> <b>The Board approved all recommended items unanimously.</b></p>

## BEACON BOARD OF DIRECTORS' MEETING MINUTES

**DATE:** Friday, May 19, 2017

**TIME:** 9:00 AM

**PLACE:** City of Carpinteria, Council Hearing Room  
5775 Carpinteria Avenue, Carpinteria, CA. 93013

<b>Item</b>	8	<b>BEACON Coastal Study</b> a. Receive a presentation from the US Geologic Survey on its long term study of the BEACON coast.
<b>Minutes/ Actions:</b>		<p>During the last fifteen years the USGS has studied the BEACON coast in a variety of ways including beach profiling, wave measurements and sediment transport modeling and more recently the development of modeling that can predict the coastal response to climate change.</p> <p><b>Mr. Dan Hoover of the USGS</b> presented a PowerPoint presentation to the Board. A copy of the PowerPoint presentation will be posted to the BEACON Website. Mr. Hoover indicated that since 2005, the USGS has been studying the Santa Barbara littoral cell in terms of surveys, modeling and evaluation of applications.</p> <p>Director Sharkey asked if all sediment in littoral cell eventually dumps into Mugu Canyon. Mr. Hoover responded that unfortunately this was the case and is a subject of great interest to the Navy. A meeting between BEACON, USGS and the Navy should be arranged to discuss this issue and ways to mitigate.</p> <p>Director Williams asked how much of a defense to SLR can coastal wetlands provide. Mr. Hoover indicated that coastal wetlands were not a huge benefit to inundation except in that it provides a coastal buffer.</p> <p>Director Hart asked what the performance differences were between coastal armoring and nourishment. Mr. Hoover indicated that armoring causes beach erosion but does protect properties behind it. Nourishment can be successful but is costly and does not last long.</p> <p>Director Williams asked if natural armoring such as artificial reefs can be effect in protecting coastline. Mr. Hoover indicated that it can although each site is unique, the technology is very costly and there is no a large database of proven applications.</p> <p><b>BOARD ACTIONS:</b>  <b>The Board received the presentation.</b></p>

<b>Item</b>	9	<b>Executive Director's Report and Communications</b> a. Receive and file report from Executive Director
<b>Minutes/ Actions:</b>		<p>Executive Director Brian Brennan indicated that the July Board meeting may be skipped due to no pressing items needing Board action. Email verification will be distributed if the July meeting is cancelled.</p> <p><b>BOARD ACTIONS:</b>  <b>Received.</b></p>

Meeting Minutes by Gerald Comati, Program Manager, BEACON.

Adjourn to next regular meeting July 21, 2017 at 9:00 AM in Carpinteria City Hall

## **STAFF REPORT**

Meeting Date: September 15, 2017  
Agenda Item: #6

To: BEACON Board of Directors  
From: Ventura County Auditor-Controller's Office  
Date: September 07, 2017

**Subject:** Auditor-Controller Recommended Actions

### **Recommendations:**

- a. Receive and file the Unadjusted Budget-to-Actual report for the year-to-date period ending June 30, 2017 (Exhibit 1).
- b. Receive and file the Audited Financial Statements for the Fiscal Years ended June 30, 2015 and 2016 (Exhibit 2).

### **Discussion for Recommendation a:**

Receive and file report from Ventura County Auditor-Controller's Office on Unadjusted Budget-to-Actual for Fiscal Year 2016-17 for the period ending June 30, 2017 (Exhibit 1).

### **Discussion for Recommendation b:**

Receive and file the Audited Financial Statements for the Fiscal Years ended June 30, 2015 and 2016 (Exhibit 2).



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**BEACON FUND 0025**  
**YEAR TO DATE UNADJUSTED BUDGET TO ACTUAL FY 2016-17**  
**FOR THE MONTH ENDING JUNE 30, 2017**

			BUDGET			ACTUAL YTD			
Unit	Account Number	Title	Adopted Budget	Budget Mod	Revised Budget	Actual	Encumbered	Total Revenue/ Obligation	Variance Favorable (Unfavorable)
UNASSIGNED FUND BALANCE									
		Beginning Balance	82,510		82,510	96,916.47		96,916.47	14,406.47
	5995	Unassigned Fund Balance	82,510	-	82,510	96,916.47		96,916.47	14,406.47
REVENUE									
5665	8911	Investment Income - (Interest Earnings)	430		430	1,344.10		1,344.10	914.10 313%
5665	9371	Other Governmental Agencies - (Member Dues)	131,200		131,200	131,200.00		131,200.00	- 100%
5665	9770	Contributions - Donations	-	2,500	2,500	2,500.00		2,500.00	- 0%
		Total Revenue	131,630	2,500	134,130	135,044.10		135,044.10	914.10 101%
		TOTAL SOURCES	214,140	2,500	216,640	231,960.57		231,960.57	15,320.57 107%
EXPENDITURES									
5665	2072	Insurance	3,500		3,500	3,209.15		3,209.15	290.85 92%
5665	2131	Membership Dues (Cal Coast)	2,000		2,000	-		-	2,000.00 0%
5665	2179	Miscellaneous Expenses (Admin/Legal - Bag Ban, Kelp Anchor Permits, Misc Office Exp. Permit /Planning Fees,	11,000		11,000	95.88		95.88	10,904.12 1%
5665	2183	Engineering and Technical Surveys (Tech Advisor- J Bailard, Proj Mgmt - COM3, Tech Services-SAIC)	62,000		62,000	53,864.67		53,864.67	8,135.33 87%
5665	2185	Attorney Services (Co of Sta Barbara)	12,000		12,000	6,076.00		6,076.00	5,924.00 51%
5665	2199	Other Professional & Spe Svcs (Accounting Srv - Co of Ventura, Biennial Audit, Marc Beyeler, Pam Baumgardner)	39,980	6,500	46,480	47,377.36		47,377.36	(897.36) 102%
5665	2292	Travel Expenses (Misc Payments, Travel & Conf.)	4,000		4,000	2,530.77		2,530.77	1,469.23 63%
		Total Overhead Expenditures	134,480	6,500	140,980	113,153.83	-	113,153.83	27,826.17 80%
5665	6101	Contingency	79,660		79,660	0.57 -		-	79,660.00 0%
		TOTAL EXPENDITURES	214,140	6,500	220,640	113,153.83	-	113,153.83	107,486.17 51%
		Ending Unassigned Fund Balance			(4,000.00)	118,806.74			

Note: Amounts with "( )" in the ACTUAL column reflect FY16 accruals in excess of actual expenditures to date





**Biennial Financial Report**

**For Fiscal Years Ended**

**June 30, 2016 and June 30, 2015**

**Beach Erosion Authority for Clean Oceans and Nourishment**

**Biennial Financial Report**

**For the Fiscal Years Ended June 30, 2016 and 2015**

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
BIENNIAL FINANCIAL REPORT  
FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

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# INTRODUCTORY SECTION

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
BIENNIAL FINANCIAL REPORT  
FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

**OUR MISSION STATEMENT**

***“To address coastal erosion, beach nourishment and clean oceans within the Central California Coast from Point Conception to Point Mugu and to foster greater cooperation toward the maintenance and enhancement of the beaches within the jurisdiction of member agencies.”***

**LIST OF OFFICIALS**

**June 30, 2016**

**Board Members:**

Janet Wolf	Supervisor, County of Santa Barbara
Jon Sharkey	Councilmember, City of Port Hueneme
Steve Bennett	Supervisor, County of Ventura
Salud Carbajal	Supervisor, County of Santa Barbara
John Zaragoza	Supervisor, County of Ventura
Gregg Hart	Councilmember, City of Santa Barbara
Paula Perotte	Councilmember, City of Goleta
Carmen Ramirez	Councilmember, City of Oxnard
Fred Shaw	Councilmember, City of Carpinteria
Christy Weir	Councilmember, City of San Buenaventura

**Administrative:**

Brian Brennan	Executive Director
Rachel Van Mullem	Legal Counsel
Jeffery Burgh	Auditor-Controller
	BEACON Chief Financial Officer

# **FINANCIAL SECTION**



**Fedak & Brown LLP**  
Certified Public Accountants

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Cypress, California 90630  
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FAX (714) 527-9154

Riverside Office:  
4204 Riverwalk Pkwy. Ste. 390  
Riverside, California 92505  
(951) 977-9888

**Independent Auditor's Report**

Governing Board  
Beach Erosion Authority for Clean Oceans and Nourishment  
Ventura, California

***Report on the Financial Statements***

We have audited the accompanying financial statements of the Beach Erosion Authority for Clean Oceans and Nourishment (BEACON) as of and for the years ended June 30, 2016 and 2015, and the related notes to the financial statements, which collectively comprise BEACON's basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of BEACON, as of June 30, 2016 and 2015, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Independent Auditor's Report, continued**

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 7 through 13 and the Budgetary Comparison Schedules – General Fund on page 33 to 35 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise BEACON's basic financial statements. The Project Descriptions on pages 37 to 38, Project Revenue and Expenditures on pages 39 to 40, and Project Expenditures by Category on pages 41 to 42 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

#### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated May 25, 2017, on our consideration of BEACON's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit. That report can be found on pages 43 to 44.

*Fedak & Brown LLP*

**Fedak & Brown LLP**  
Cypress, California  
May 25, 2017



# **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

This section of the Beach Erosion Authority for Clean Oceans and Nourishment (BEACON) basic financial statements presents a discussion and analysis of BEACON's financial performance during the fiscal years ended June 30, 2016 and 2015.

**FINANCIAL HIGHLIGHTS**

- The assets of BEACON exceeded its liabilities at the close of fiscal years 2015-16 and 2014-15 by \$97,179 and \$86,000 (net position) respectively. Of these amounts, \$97,179 in FY 2015-16 and \$86,000 in FY 2014-15 (unrestricted net position) may be used to meet BEACON's ongoing obligations.
- BEACON's total net position in FY2015-16 of \$97,179 increased by 13% compared with FY2014-15. Total net position in FY2014-15 of \$86,000 increased by 11% compared with FY2013-14.
- BEACON's total revenue increased by 5% or \$4,680 from \$103,517 in FY 2014-15 to \$108,197 in FY 2015-16 primarily due to an increase to contributions/donations received.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to BEACON's basic financial statements. BEACON's basic financial statements comprise three components:

- 1) Government-wide financial statements,
- 2) Fund financial statements, and
- 3) Notes to the basic financial statements.

This report also contains required and other supplementary information in addition to the basic financial statements.

**Government-wide Financial Statements**

The *government-wide financial statements* are designed to provide readers with a broad overview of BEACON's finances, in a manner similar to private-sector business. The *statement of net position* and *statement of activities* use the flow of economic resources measurement focus and accrual basis of accounting. The focus and basis emphasize is on the *long-term* view of BEACON's finances.

The *statement of net position* presents information on all of BEACON's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of BEACON is improving or deteriorating.

The *statement of activities* presents information showing how net position changed during the most recent fiscal years. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses reported in this statement include some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements can be found on pages 15 to 17 of this report.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

**Fund Financial Statements**

Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of BEACON rather than BEACON as a whole. They are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. BEACON is a single purpose, single fund entity and utilizes a governmental fund to account for its activities.

The fund financial statements consist of the balance sheet and statement of revenues, expenditures, and changes in fund balance. These are prepared on the modified-accrual basis of accounting. The government-wide statements are prepared on the full-accrual basis.

In general, these financial statements under the modified-accrual basis have a short-term emphasis and for the most part, measure and account for assets that are current financial resources, and liabilities that are expected to be liquidated with current financial resources. Specifically, cash and receivables collectible within a very short period of time are reported on the balance sheet.

Fund liabilities include amounts that are to be paid within a very short time after the end of the fiscal year. The long-term liabilities are not included. The difference between a fund's total assets and total liabilities represents the fund balance. The assigned and unassigned portions of the fund balance represents the amount available to finance future activities. For fiscal years 2016 and 2015, fund balances were assigned to finance the budgetary deficits of the ensuing fiscal years.

The operating statement for the governmental fund reports all expenditures incurred, but only those revenues that were collected in cash during the current period or very shortly after the end of the year.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. When differences exist, both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The fund financial statements can be found on pages 18 to 19 of this report.

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 21 of this report.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

**Required Supplementary Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning BEACON's budgetary schedules. BEACON adopts an annual appropriated budget. Budgetary comparison schedules for the general fund have been provided to demonstrate compliance at the legal level of budgetary control. Required supplementary information can be found on pages 33 to 35 of this report.

**Supplementary Information**

Supplementary information includes the project descriptions and the schedules for revenue and expenditures by project and project expenditures by category. Supplementary information can be found on pages 37 through 42 of this report.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of BEACON, at the close of fiscal years 2016 and 2015, assets exceeded liabilities by \$97,179 and \$86,000 respectively, with the change primarily due to unexpended membership dues.

The following is a summary of BEACON's assets, liabilities and net position comparing FY 2015-16 with FY 2014-15, and FY 2014-15 with FY 2013-14:

Summary of Net Position Governmental Activities June 30, 2016, 2015 and 2014						
	<u>FY 2015-16</u>	<u>FY 2014-15</u>	<u>Percent Increase (Decrease)</u>	<u>FY 2014-15</u>	<u>FY 2013-14</u>	<u>Percent Increase (Decrease)</u>
Assets:						
Cash and investments	\$ 168,822	\$ 160,084	5%	\$ 160,084	\$ 100,140	60%
Current assets	<u>504</u>	<u>178</u>	183%	<u>178</u>	<u>88</u>	102%
Total assets	<u>169,326</u>	<u>160,262</u>	6%	<u>160,262</u>	<u>100,228</u>	60%
Liabilities:						
Current liabilities	11,627	14,075	(17)%	14,075	22,671	(38)%
Long-term liabilities	<u>60,520</u>	<u>60,187</u>	1%	<u>60,187</u>	<u>-</u>	100%
Total liabilities	<u>72,147</u>	<u>74,262</u>	(3)%	<u>74,262</u>	<u>22,671</u>	228%
Net position						
Unrestricted	<u>97,179</u>	<u>86,000</u>	13%	<u>86,000</u>	<u>77,557</u>	11%
Total net position	<u>\$ 97,179</u>	<u>\$ 86,000</u>	13%	<u>\$ 86,000</u>	<u>\$ 77,557</u>	11%

BEACON's total net position in FY 2015-16 of \$97,179 increased by 13% compared with FY 2014-15. Total net position in FY 2014-15 of \$86,000 increased by 11% compared with FY 2013-14.

At the end of each fiscal year, BEACON accrues all amounts owed but not yet paid by year-end. Total liabilities of \$72,147 for FY 2015-16 decreased by \$2,115, compared to FY 2014-15, primarily due to a reduction in year-end accrued expenditures as payments for services were paid out before year-end. Total liabilities of \$74,262 for FY 2014-15 increased by \$51,591, compared to FY 2013-14, primarily due to a Shoreline Sand and Public Access mitigation fee received from a private property as a requirement of the California Coastal Commission permit issued to the property owner for construction activities, an appropriate BEACON project has not yet been identified for the use of these funds.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

The following table summarizes the changes in net position comparing FY 2015-16 with FY 2014-15, and FY 2014-15 with FY 2013-14:

Summary of Activities Governmental Activities						
	<u>FY 2015-16</u>	<u>FY 2014-15</u>	Percent Increase (Decrease)	<u>FY 2014-15</u>	<u>FY 2013-14</u>	Percent Increase (Decrease)
Revenues:						
Program revenues:						
Membership dues	\$ 103,000	\$ 103,000	-%	\$ 103,000	\$ 103,000	-%
Contributions/Donations	4,005	-	100%	-	-	0%
General revenues:						
Interest and investment earnings	<u>1,192</u>	<u>517</u>	131%	<u>517</u>	<u>308</u>	68%
Total revenues	<u>108,197</u>	<u>103,517</u>	5%	<u>103,517</u>	<u>103,308</u>	-%
Expenses:						
Administrative	68,288	73,110	(7)%	73,110	63,156	16%
Technical and engineering services	<u>28,730</u>	<u>21,964</u>	31%	<u>21,964</u>	<u>11,917</u>	84%
Total expenses	<u>97,018</u>	<u>95,074</u>	2%	<u>95,074</u>	<u>75,073</u>	27%
Change in net position	11,179	8,443	32%	8,443	28,235	70%
Net position, beginning	<u>86,000</u>	<u>77,557</u>	11%	<u>77,557</u>	<u>49,322</u>	57%
Net position, ending	<u>\$ 97,179</u>	<u>\$ 86,000</u>	13%	<u>\$ 86,000</u>	<u>\$ 77,557</u>	11%

BEACON received total revenue of \$108,197 in FY 2015-16, which is an increase of \$4,680 when compared with FY 2014-15. This is primarily due a contribution/donation received from the City of Goleta for the Kelp Anchor Demonstration Project. Total revenue received in FY 2014-15 was \$103,517, which was an increase of \$209 compared with FY 2013-14, primarily due to an increase in interest and investment earnings.

In FY 2015-16 a total contribution/donation revenue of \$4,005 was received from the City of Goleta for the Kelp Anchor Demonstration Project, which is a \$4,005 increase in grants and contributions revenue as compared with FY 2014-15. In FY 2014-15, BEACON did not receive any grant and contribution revenue.

BEACON had interest and investment earnings, including the allocated portion of the County Treasurer's Pooled Investment Program's unrealized gain or loss in the fair value of investments at June 30, 2016 and June 30, 2015, of \$1,192 and \$517 respectively, this was a 131% increase. Interest and investment earnings for FY 2014-15 was \$517 or 68% increase when compared to FY 2013-14. The County Treasurer's Pooled Investment Program earned an average rate of 0.55% in FY 2015-16 for funds invested in the investment pool when compared to an average rate of 0.32% in FY 2014-15.

In FY 2015-16, BEACON spent \$68,288 for administrative expenses compared to \$73,110 for FY 2014-15, a decrease of \$4,822. This was primarily due to decreases in expenditures for accounting services and the bi-annual audit, which is a result of a bi-annual audit off-cycle year. Administrative expenses in FY 2014-15 increased by \$9,954 as compared to FY 2013-14 expenses, primarily due to the bi-annual audit, and an increase to accounting services necessary for the completion of the bi-annual audit.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

The following is a summary of BEACON's governmental activities expenses, and the related operating grants and contributions, comparing FY 2015-16 with FY 2014-15, and FY 2014-15 with FY 2013-14:

<u>Governmental Activities</u>	<u>FY 2015-16</u>	<u>FY 2014-15</u>	<u>Increase (Decrease)</u>	<u>FY 2014-15</u>	<u>FY 2013-14</u>	<u>Increase (Decrease)</u>
Administrative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Technical and Engineering Services	-	-	-	-	-	-
Total Expenses	-	-	-	-	-	-
 Total Operating Grants and Contributions	<u>4,005</u>	<u>-</u>	<u>4,005</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Change	<u>\$ (4,005)</u>	<u>\$ -</u>	<u>\$ (4,005)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

In FY 2015-16 , FY 2014-15 and FY 2013-14 , BEACON expended no grant funds, the primary source of funding was membership dues received from member agencies.

**OPERATING FUND BUDGETARY HIGHLIGHTS**

Due to unspent funds, BEACON had a favorable budgetary variance for FY 2015-16 and FY 2014-15 of \$88,827 and \$75,659 respectively primarily due to amounts budgeted for contingencies which were unspent. Additional budgetary information is provided on pages 33 through 35.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

- During FY 2016-17, BEACON will continue pursuing grant funding to fund the associated technical analyses necessary to amend the Coastal Regional Sediment Management Plan (CRSMP) to incorporate coastal inundation and sea level projection data.
- BEACON local sponsorship, oversight or management will continue in FY 2016-17 for the following projects: Oil Piers and the Kelp Anchor Demonstration Project. No grant funding has been secured by BEACON for these projects.
- In June 2016 Grant funding was secured for the Debris Basin Removal Project which will be a collaboration project between the counties of Santa Barbara and Ventura Flood Control Districts. During FY 2016-17, BEACON will be designing and developing the scope and time frame for completion of the removal of San Ysidro Creek and Rattlesnake Creek debris basins.
- In FY 2016-17, BEACON will continue its efforts to secure supplemental funding for the three harbors within BEACON's jurisdiction (Santa Barbara, Ventura, and Channel Islands harbors) in an effort to allow continuation of dredging operations performed by each harbor. In February 2017 BEACON submitted a grant application to the California Division of Boating and Waterways (DBW), success of this grant funding is currently unknown.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

- In FY 2016-17 BEACON will continue to seek other grant funding opportunities to fund the projects listed above as well as BEACON's Policy and Management Initiatives.
- The FY 2016-17 adopted budget totals \$214,140, with \$79,660 budgeted for contingencies. Financing Sources included revenues of \$131,630 and fund balance of \$82,510 was used to balance the budget.

**REQUEST FOR INFORMATION**

The financial report is designed to provide a general overview of BEACON's finances for all those with an interest in BEACON's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Jeffery S. Burgh, BEACON Chief Financial Officer, County of Ventura, 800 South Victoria Avenue, Ventura, California, 93009.



# **BASIC FINANCIAL STATEMENTS**

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES  
JUNE 30, 2016 AND 2015

	<u>FY 2015-16</u>	<u>FY 2014-15</u>
<u>ASSETS</u>		
Cash and investments (Note 2)	\$ 168,822	\$ 160,084
Interest receivable (Note 4)	<u>504</u>	<u>178</u>
Total assets	<u>169,326</u>	<u>160,262</u>
<u>LIABILITIES</u>		
Accounts payable	4,039	14,075
Accrued liabilities (Note 5)	7,588	-
Unearned revenue	<u>60,520</u>	<u>60,187</u>
Total liabilities	<u>72,147</u>	<u>74,262</u>
<u>NET POSITION</u>		
Unrestricted	<u>97,179</u>	<u>86,000</u>
Total net position	<u>\$ 97,179</u>	<u>\$ 86,000</u>

See the accompanying notes to the basic financial statements

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

		Program Revenues		Net (Expenses)
		Membership	Operating	Revenues and Changes
	Expenditures	Dues	Grants and	in Net Position
			Contributions	Total
<u>Functions/Programs</u>				<u>Governmental</u>
Governmental activities:				<u>Activities</u>
Administrative	\$ 68,288	\$ 74,943	\$ -	\$ 6,655
Technical and engineering services	<u>28,730</u>	<u>28,057</u>	<u>4,005</u>	<u>3,332</u>
Total governmental activities	<u>\$ 97,018</u>	<u>\$ 103,000</u>	<u>\$ 4,005</u>	9,987

General Revenues:

Interest and investment earnings	<u>1,192</u>
Change in net position	11,179

Net position - July 1, 2015 86,000

Net position - June 30, 2016 \$ 97,179

See the accompanying notes to the basic financial statements

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

		Program Revenues		Net (Expenses)
		Membership	Operating	Revenues and Changes
	Expenditures	Dues	Grants and Contributions	in Net Position
				Total
<u>Functions/Programs</u>				<u>Governmental</u>
Governmental activities:				<u>Activities</u>
Administrative	\$ 73,110	\$ 81,679	\$ -	\$ 8,569
Technical and Engineering Services	<u>21,964</u>	<u>21,321</u>	<u>-</u>	<u>(643)</u>
Total governmental activities	<u>\$ 95,074</u>	<u>\$ 103,000</u>	<u>\$ -</u>	7,926

General Revenues:	
Interest and investment earnings	<u>517</u>
Change in net position	8,443
Net position - July 1, 2014	<u>77,557</u>
Net position - June 30, 2015	<u>\$ 86,000</u>

See the accompanying notes to the basic financial statements

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
BALANCE SHEET  
GOVERNMENTAL FUND  
JUNE 30, 2016 and 2015

	<u>FY 2015-16</u>	<u>FY 2014-15</u>
	<u>General Fund</u>	<u>General Fund</u>
<b><u>ASSETS</u></b>		
Cash and investments (Note 2)	\$ 168,822	\$ 160,084
Interest receivable (Note 4)	<u>504</u>	<u>178</u>
Total assets	<u>\$ 169,326</u>	<u>\$ 160,262</u>
<b><u>LIABILITIES</u></b>		
Accounts payable	\$ 4,039	\$ 14,075
Due to other governmental agencies (Note 5)	2,588	-
Unearned revenue	60,520	60,187
Deposits (Note 5)	<u>5,000</u>	<u>-</u>
Total liabilities	<u>72,147</u>	<u>74,262</u>
<b><u>FUND BALANCE</u></b>		
Assigned	82,510	78,046
Unassigned	<u>14,669</u>	<u>7,954</u>
Total fund balance	<u>97,179</u>	<u>86,000</u>
 Total liabilities and fund balance	 <u>\$ 169,326</u>	 <u>\$ 160,262</u>
 <b>Fund balance - total governmental fund</b>	 \$ 97,179	 \$ 86,000
 Retention receivable is not available to pay for current-period expenditures, and therefore is not reported as revenues in the governmental fund.	 <u>-</u>	 <u>-</u>
<b>Net position of governmental activities</b>	 <u>\$ 97,179</u>	 <u>\$ 86,000</u>

See the accompanying notes to the basic financial statements

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUND  
FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015

	<u>FY 2015-16</u>	<u>FY 2014-15</u>
	<u>General Fund</u>	<u>General Fund</u>
<b>Revenues:</b>		
Membership dues	\$ 103,000	\$ 103,000
Contributions/Donations	4,005	-
Investment Earnings	<u>1,192</u>	<u>517</u>
Total revenues	<u>108,197</u>	<u>103,517</u>
<b>Expenditures:</b>		
Administrative		
Project management	46,955	44,991
Accounting services	7,631	12,268
Legal services	8,078	5,110
Audit services	1,000	7,000
Membership and dues	1,500	500
Insurance	<u>3,124</u>	<u>3,241</u>
Total administrative	<u>68,288</u>	<u>73,110</u>
Technical and engineering services	<u>28,730</u>	<u>21,964</u>
Total expenditures	<u>97,018</u>	<u>95,074</u>
<b>Net change in fund balance</b>	11,179	8,443
Fund balance - beginning	<u>86,000</u>	<u>77,557</u>
Fund balance - ending	\$ <u>97,179</u>	\$ <u>86,000</u>
 <b>Net change in fund balance - total governmental fund</b>	 \$ 11,179	 \$ 8,443
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	 <u>-</u>	 <u>-</u>
<b>Change in net position of governmental activities</b>	\$ <u>11,179</u>	\$ <u>8,443</u>

See the accompanying notes to the basic financial statements

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
***NOTES TO THE FINANCIAL STATEMENTS***  
**For the Fiscal Years Ended June 30, 2016 and 2015**

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A) ORGANIZATION AND OPERATIONS OF THE REPORTING ENTITY**

B.E.A.C.O.N. was established by a Joint Powers Agreement on July 1, 1986, by the Cities of Carpinteria, Oxnard, Port Hueneme, Santa Barbara, and Ventura, and the Counties of Santa Barbara and Ventura (member agencies). This joint powers agency was established under authority of Title 1, Division 7, Chapter 5 of the California Government Code (6500 et seq.). On May 14, 1999, an amended Joint Powers Agreement established a name change to Beach Erosion Authority for Clean Oceans and Nourishment (BEACON). The City of Goleta joined BEACON in fiscal year 2003-04.

BEACON is a public entity separate and apart from any Member Agency. All powers of BEACON are exercised by the Board of Directors. The Board of Directors is composed of one designated representative and one alternate from each member city, and two designated representatives and two alternates each, from the County of Santa Barbara and the County of Ventura. Each designated director and alternate must be a mayor, councilperson or supervisor.

The purpose of BEACON is to foster greater cooperation toward the maintenance and enhancement of the beaches within the jurisdiction of BEACON member agencies.

BEACON accounts for its financial position and results of operation in accordance with generally accepted accounting principles (GAAP) applicable to governmental units.

*External Investment Trust.* BEACON participates in an external investment trust fund managed by the County of Ventura Treasurer. The County Treasurer's investment pool is defined in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, as amended by GASB 72, which requires governmental entities to report certain investments at fair value in the statement of net position and recognize the corresponding change in fair value of investments in the year in which the change occurred. The fair value of pooled investments is determined monthly and is provided by the custodian bank. The external investment pool commingles the moneys of more than one legally separate entity, not part of the sponsor's reporting entity, and invests on the participants' behalf in an investment portfolio for the purpose of increasing investment earnings.

*Fund Accounting.* The accounts of BEACON are organized on the basis of funds. A fund is an accounting entity with a self-balancing set of accounts established to record the financial position and results of operations of a specific governmental activity.

**General Fund** – The General Fund accounts for the legally authorized activities of BEACON. For financial reporting, the General Fund includes grant and investment revenues and program and administrative expenditures. The activity of an agency fund is combined with the General Fund.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Years Ended June 30, 2016 and 2015**

**B) NEW ACCOUNTING PRONOUNCEMENTS**

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, effective for periods beginning after June 15, 2014, improves accounting and financial reporting by state and local governments for pensions. The new requirements are not applicable to BEACON.

GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*, effective for periods beginning after December 15, 2013, establishes accounting and financial reporting standards related to government combinations and disposals of government operations and improves financial reporting by requiring that certain disclosures be made about combination arrangements and disposals of government operations. The new requirements are not applicable to BEACON.

GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, effective for periods beginning after June 15, 2013, improves accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees by requiring consistent reporting and enhanced disclosure about a government's obligations and risk exposure from extending nonexchange guarantees. The new requirements are not applicable to BEACON.

GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, effective simultaneously with the provisions of Statement 68, eliminates the source of a potential significant understatement of restated beginning net position and expense in the first year of implementation of Statement 68 in the accrual-basis financial statements of employers. The new requirements are not applicable to BEACON.

GASB Statement No. 72, *Fair Value Measurement and Application*, effective for periods beginning after June 15, 2015, enhances comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. BEACON implemented the new requirements for the fiscal year 2015-16 financial statements.

GASB Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, effective for periods beginning after June 15, 2015; except those provisions that address employers and governmental nonemployer contributing entities for pensions that are not within the scope of Statement 68, which are effective beginning after June 15, 2016, improves financial reporting by establishing a single framework for the presentation of information about pensions, which will enhance the comparability of pension-related information reported by employer and non-employer contributing entities. The new requirements are not applicable to BEACON.

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, effective for periods beginning after June 15, 2016, improves the usefulness of information about postemployment benefits other than pensions (OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and accessing accountability, primarily through enhanced note disclosures and schedules of required supplementary information. The new requirements are not applicable to BEACON.



**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
***NOTES TO THE FINANCIAL STATEMENTS***  
**For the Fiscal Years Ended June 30, 2016 and 2015**

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective for periods beginning after June 15, 2017, improves the decision-usefulness of information in employer and governmental nonemployer contributing entity financial reports and enhances its value for assessing accountability and interperiod equity by requiring recognition of the entire OPEB liability and a more comprehensive measure of OPEB expense. The new requirements are not applicable to BEACON.

GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, effective for periods beginning after June 15, 2015, improves financial reporting by state and local governments by identifying the hierarchy of GAAP and addressing the use of authoritative and non-authoritative literature in the event that the accounting treatment of a transaction or other event is not specified within a source of authoritative GAAP. BEACON implemented the new requirements for the fiscal year 2015-16 financial statements.

GASB Statement No. 77, *Tax Abatement Disclosures*, effective for periods beginning after December 15, 2015, improves financial reporting of state and local governments by providing users the tax abatement information they need to evaluate the financial health of governments, such as, a reporting government's own tax abatement agreements and those that are entered into by other governments and that reduce the reporting government's tax revenues. The new requirements are not applicable to BEACON.

GASB Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*, effective for periods beginning after December 15, 2015, amends the scope and applicability of Statement No. 68, *Accounting and Financial Reporting for Pensions*, to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that (1) is not a state or local pension plan, (2) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (3) has no predominant state or local government employer. This statement also establishes requirements for recognition and measurement of pension expense, expenditures, and liabilities; note disclosures; and required supplementary information for pensions that have the characteristics described above. The new requirements are not applicable to BEACON.

GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, effective for periods beginning after June 15, 2015, except those provisions that address portfolio quality, custodial credit risk, and shadow pricing, which are effective for periods beginning after December 15, 2015, establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. The new requirements are not applicable to BEACON.

GASB Statement No. 80, *Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14*, effective for periods beginning after June 15, 2016, improves financial reporting by clarifying the financial statement presentation requirements for certain component units established in Statement No. 14, *The Financial Report Entity, as amended*, by establishing an additional blending requirement. The new requirements are not applicable to BEACON.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
***NOTES TO THE FINANCIAL STATEMENTS***  
**For the Fiscal Years Ended June 30, 2016 and 2015**

GASB Statement No. 81, *Irrevocable Split-Interest Agreements*, effective for periods beginning after December 15, 2016, improves accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. The new requirements are not applicable to BEACON.

GASB Statement No. 82, *Pension Issues, an amendment of GASB Statements No. 67, No. 68, and No. 73*, effective for periods beginning after June 15, 2016, except for the requirements for the selection of assumptions in circumstances where the employer's pension liability is measured as of a date other than the employer's most recent fiscal year-end, which are effective for periods beginning after June 15, 2017, addresses the presentation of payroll-related measures in required supplementary information, selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of practice for financial reporting purposes, and the classification of payments made by employers to satisfy employee contribution requirements. The new requirements are not applicable to BEACON.

GASB Statement No. 83, *Certain Asset Retirement Obligations*, effective for periods beginning after June 15, 2018, enhances comparability of financial statements by establishing uniform criteria for governments to recognize and measure certain Asset Retirement Obligations (AROs) and requiring disclosures related to those AROs. The new requirements are not applicable to BEACON.

GASB Statement No. 84, *Fiduciary Activities*, effective for periods beginning after December 15, 2018, enhances consistency and comparability by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. BEACON intends to implement the new requirements for the fiscal year 2019-20 financial statements.

GASB Statement No. 85, *Omnibus 2017*, effective for periods beginning after June 15, 2017, enhances consistency in the application of accounting and financial reporting requirements of financial statements and improves the usefulness of the information. BEACON intends to implement the new requirements for the fiscal year 2017-18 financial statements.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
***NOTES TO THE FINANCIAL STATEMENTS***  
**For the Fiscal Years Ended June 30, 2016 and 2015**

**C) BASIS OF PRESENTATION**

The basic financial statements of BEACON are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the basic financial statements

Government-Wide Financial Statements

The government-wide financial statements consist of the statement of net position and the statement of activities and display information about the primary government (BEACON). The statements are presented on an economic resources measurement focus and the accrual basis of accounting. The Statement of Net Position includes all of BEACON's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. The Statement of Activities presents changes in the net position. Under accrual basis of accounting revenues are recognized in the period in which the liability is incurred. BEACON reports only governmental type activities. The statement of activities presents a comparison of direct expenses and program revenues. Direct expenses are those that are specifically associated with a program or function. Indirect expenses are not allocated to a program or function. Program revenues include grants and contributions, and membership dues, that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not presented as program revenues are presented as general revenues.

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

Fund Financial Statements

The fund financial statements consist of the balance sheet and the statement of revenues, expenditures and changes in fund balance. These statements are prepared under the modified accrual basis of accounting and the current-financial resources measurement focus. Under this method, revenues are recognized when measurable and available to finance expenditures of the current period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting.

BEACON reports only governmental funds as follows:

General Fund – The General Fund accounts for the legally authorized activities of BEACON. For financial reporting information, the general fund includes the state grants and investment revenue and program and administration expenditures.

**D) CASH AND CASH EQUIVALENTS**

Under the Joint Power Agreement, BEACON has designated County of Ventura to act as its fiscal agent. Substantially all of BEACON's cash is held in a financial institution bank account. BEACON considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**E) ACCOUNTS RECEIVABLE**

BEACON considers accounts receivable to be fully collectible. Accordingly, an allowance for uncollectible accounts has not been recorded.

**F) CAPITAL ASSETS**

Capital assets, which include property, plant, equipment, infrastructure and intangible assets, are reported in the governmental activity column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimate useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized. At June 30, 2016 and June 30, 2015, there were no capital assets.

**G) NET POSITION**

*Net Investment In Capital Assets* – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt, and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of these assets reduce the balance in this category.

*Restricted* – This category reflects the component of net position that is subject to constraints either by creditors (such as debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

*Unrestricted* – This category represents the net position of BEACON not restricted for any project or other purpose. Outstanding liabilities and deferred inflows of resources that are attributable to this component reduce the balance of this category.

**H) FUND BALANCES**

In the fund financial statements, governmental funds report fund balance as nonspendable, restricted, committed, assigned or unassigned based primarily on the extent to which BEACON is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

*Nonspendable fund balance* - includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories or prepaid amounts and may also include the long-term receivables.

*Restricted fund balance* - includes amounts with constraints on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

*Committed fund balance* – includes amounts that can only be used for the specific purposes determined by formal action of the highest level of decision-making authority, the BEACON Board of Directors (Board). Commitments may be changed only by the Board taking the same formal action that originally imposed the constraint.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
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*Assigned fund balance* – includes amounts that are constrained by BEACON’s intent to be used for specific purposes. The intent is expressed by the highest level of decision-making, the Board. Assigned fund balance does not require the same formal action required for committed fund balance. The Board establishes and modifies assignments of fund balance through the adoption of the budget and subsequent budget amendments. Fund balance assignments for subsequent years' adopted budgets were \$82,510 and \$78,046 in FY 2015-16 and FY 2014-15 respectively.

*Unassigned fund balance* – is the residual classification for the General Fund and includes all amounts not contained in the other classifications.

When restricted and unrestricted (committed, assigned, or unassigned) resources are available, restricted resources are generally considered to be used first, followed by committed, assigned, and unassigned resources as they are needed.

BEACON believes that sound financial management principles require that sufficient funds be retained by BEACON to provide a stable financial base at all times. To retain this stable financial base, BEACON maintains an unrestricted fund balance in its funds sufficient to fund cash flows of BEACON and to provide financial reserves for unanticipated expenditures and/or revenue shortfalls of an emergency nature. Committed, assigned and unassigned fund balances are considered unrestricted.

**I) MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus and basis of accounting.

The government-wide financial statements use the flow of economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the statement of net position. Under the accrual basis of accounting, revenues and contributions are recognized in the period in which they are earned and become due; expenses are recognized in the period incurred.

The accompanying fund financial statements have been prepared using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are included on the balance sheet.

The fund financial statements have been prepared using the modified-accrual basis of accounting. The modified-accrual basis of accounting is defined as the basis of accounting under which expenditures are recorded at the time liabilities are incurred. Revenues are recorded when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” is defined as the amount that can be determined. “Available” is defined as collectible in the current period or soon enough thereafter to be used to pay the liabilities of the current period. The availability period is defined as six months. Revenue sources of BEACON susceptible to accrual include state grants, miscellaneous agreements, and interest on investments.

Because the governmental fund financial statements are presented on a different measurement focus and basis of accounting than the government-wide financial statements, a reconciliation is presented which explains the adjustments necessary to reconcile fund financial statements to the government-wide financial statements.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
***NOTES TO THE FINANCIAL STATEMENTS***  
**For the Fiscal Years Ended June 30, 2016 and 2015**

The accounting policies of BEACON conform with GAAP. The following summary of BEACON's more significant accounting policies is presented to assist the reader in interpreting the basic financial statements and other data in this report. These policies should be viewed as an integral part of the accompanying financial statements.

**J) BUDGETARY POLICIES**

BEACON is required to adopt an annual budget and adheres to the provisions of the applicable sections of the California Government Code on budgetary matters, commonly known as the County Budget Act. Annually, the Board conducts a public hearing for discussion of the proposed budget. The Board adopts the final budget including revisions. Subsequent revisions, which occur during the year, are also adopted by the Board.

**K) ENCUMBRANCES**

BEACON utilizes an encumbrance system as an extension of normal budgetary accounting to assist in controlling expenditures. Under this system, purchases and other significant commitments for expenditures are recorded in order to reserve that portion of applicable appropriations. When the related goods or services are received, the encumbrance is reversed and an expenditure and liability for payment to the vendor are recorded. All unencumbered and unexpended appropriations lapse at the end of each fiscal year and become available for financing of next year's budget. Encumbered appropriations are reappropriated in the next year's budget. At June 30, 2016 and June 30, 2015, no encumbrance balances remained and none were reappropriated.

**L) USE OF ESTIMATES**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Years Ended June 30, 2016 and 2015**

**2. CASH AND INVESTMENTS**

Cash and investments as of June 30, 2016 and 2015, consist of the following:

	<u>FY 2015-16</u>	<u>FY 2014-15</u>
Total cash and cash investments	<u>\$ 168,822</u>	<u>\$ 160,084</u>

The County of Ventura Investment Pool is accounted for in accordance with the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, as amended by GASB 72, which requires governmental entities to report certain investments at fair value in the statement of net position and recognize the corresponding change in fair value of investments in the year in which the change occurred. The fair value of pooled investments is determined monthly and is provided by the custodian bank. The fair value of BEACON's position in the pool approximates the value of the pool shares. For BEACON, the net change in fair value from carrying value at June 30, 2016, from June 30, 2015, is an increase of \$398; the net change in fair value from carrying value at June 30, 2015, from June 30, 2014, is an increase of \$73. The realized and unrealized gains and losses are included in investment earnings. However, County investments are primarily held to maturity and only actual earnings are distributed to pool participants. Therefore, the unrealized fair value gain or loss is not available for allocation except if actually realized.

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of the fair value to changes in market interest rates.

At June 30, 2016, the weighted average maturity of the County of Ventura Investment Pool was 328 days.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County of Ventura Investment Pool has received ratings of AA+ and S1+ by Standard and Poor's Ratings Services, the highest possible ratings given by the agency.

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
***NOTES TO THE FINANCIAL STATEMENTS***  
**For the Fiscal Years Ended June 30, 2016 and 2015**

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and BEACON's investment policy do not contain legal or policy requirements, other than the following provision for deposits. The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2016, BEACON had all of its cash pooled with the County of Ventura Treasury. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as the money invested by BEACON in the County of Ventura Investment Pool).

Applicable disclosures to the County Treasurer's Cash and Investment pool, are provided in Ventura County's Fiscal Year 2016 Comprehensive Annual Financial Report. That report is available from the Auditor-Controller's Office, 800 South Victoria Avenue, Ventura CA 93009-1540, or on the County website at: [http://vcportal.ventura.org/auditor/docs/financial-reports/cafr-2016/CAFR\\_FY16.pdf](http://vcportal.ventura.org/auditor/docs/financial-reports/cafr-2016/CAFR_FY16.pdf).

Fair Value Measurements

BEACON categorizes its fair value measurements within the fair value hierarchy established by GASB 72. These principles recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Investments reflect prices quoted in active markets;
- Level 2: Investments reflect prices that are based on a similar observable asset either directly or indirectly, which may include inputs in markets that are not considered to be active; and,
- Level 3: Investments reflect prices based upon unobservable sources.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. BEACON's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

As of June 30, 2016 BEACON held no individual investments. All funds are invested in the Ventura County Investment Pool. Deposits and withdrawals are made on the basis of \$1 and not fair value. Consequently, BEACON's proportionate share of investments in the Ventura County Investment Pool at June 30, 2016 is uncategorized and not defined as Level 1, Level 2 or Level 3 input.



**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Years Ended June 30, 2016 and 2015**

**3. RISK MANAGEMENT**

BEACON is exposed to various risks of loss related to torts; errors and omissions; for which BEACON is either self-insured, commercially insured, or a combination of both.

Insurance coverage has been obtained in the name of BEACON; there have been no claims or insurance settlements. Coverage includes \$1,000,000 in personal injury (including bodily injury and property damage), non-owned and hired automobile liability, products/completed operations, and public officials errors and omissions. The deductible is \$1,000. Also included is a sublimit of \$1,000,000 in fire damage liability with a \$1,000 deductible.

**4. RECEIVABLES**

Year-end receivables for BEACON are as follows:

	<u>FY 2015-16</u>	<u>FY 2014-15</u>
	<u>General Fund</u>	<u>General Fund</u>
Receivables:		
Interest receivable	\$ <u>504</u>	\$ <u>178</u>
Total receivables	\$ <u><u>504</u></u>	\$ <u><u>178</u></u>

**5. ACCRUED LIABILITIES**

Accrued liabilities at year-end are as follows:

<u>Vendor</u>	<u>FY 2015-16</u>	<u>FY 2014-15</u>
County of Ventura: Accounting Service	\$ 2,588	\$ -
California State Lands Commission:		
Kelp Anchor Demonstration Security Deposit	<u>5,000</u>	<u>-</u>
Total accrued liabilities	\$ <u><u>7,588</u></u>	\$ <u><u>-</u></u>

**6. SUPPORT SERVICES**

BEACON has no employees. BEACON contracts with the County of Santa Barbara for legal services and the County of Ventura for accounting services. A summary of amounts paid to each, as well as amounts payable at year end are as follows:

	<u>2016</u>	<u>2015</u>
Total expenditure for fiscal year ending June 30:		
County of Santa Barbara (Legal)	\$ 8,078	\$ 5,110
County of Ventura (Accounting)	7,631	12,268
Accounts payable as at June 30:		
County of Santa Barbara (Legal)	\$ 2,632	\$ 560
County of Ventura (Accounting)	2,588	12,268

**BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT**  
***NOTES TO THE FINANCIAL STATEMENTS***  
**For the Fiscal Years Ended June 30, 2016 and 2015**

**7. COMMITMENTS AND CONTINGENCIES**

There was no work committed to under contract but not yet performed as of June 30, 2016 and June 30, 2015.

BEACON management is not aware of any outstanding claims or litigation.

BEACON has limited revenue sources from member dues, contribution/donations, grant revenues, and revenues from miscellaneous agreements. BEACON is dependent on continued available funding and has relied on both the payment of the annual dues by all member agencies, as well as grant and agreement reimbursements and advances, to provide cash flow. Grant expenditures are subject to audit by grantors that could result in return of funds, although management does not anticipate any questioned costs.

In FY 2015-16, the Statement of Revenues, Expenditures and Changes in Fund Balance (modified-accrual basis of accounting) reflects contributions/donations revenues of \$4,005 or 4 percent of total revenues of \$108,197; the Statement of Activities-Governmental Activities (accrual basis of accounting) reflects contributions/donations revenues of \$4,005 or 4 percent of total revenues of \$108,197. In FY 2014-15, no grant and contributions/donations revenues are reflected in total revenues of \$103,517. Careful monitoring is required to assure positive fund balance, as well as positive cash positioning for payment of obligations.

**8. SUBSEQUENT EVENTS**

**Ocean Protection Council (OPC)**

The natural process of sand transport to BEACON's coast from creeks and rivers is often obstructed by debris basins. BEACON has an ongoing initiative to pursue grants to fund the removal of select debris basins in Santa Barbara and Ventura Counties. In June of 2016 BEACON successfully secured a grant from the Ocean Protection Council (OPC) for \$539,000. These funds will participate in the cost of the removal of the San Ysidro Creek and Rattlesnake Creek debris basins located in the County of Santa Barbara. BEACON is also pursuing funding from the Refugio Oil Spill mitigation fund to contribute to the cost to remove other debris basins located in Santa Barbara County. The success of this effort is currently unknown.

Other Events occurring after June 30, 2016 have been evaluated for possible adjustment to the financial statements or disclosures as of May 25, 2017, which is the date the financial statements were available to be issued.

**REQUIRED  
SUPPLEMENTARY  
INFORMATION  
(OTHER THAN MD & A)**

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
BUDGETARY COMPARISON SCHEDULE - ON BUDGETARY BASIS  
GENERAL FUND

For the Fiscal Year Ended June 30, 2016

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Resources (inflows):</b>				
Membership dues	\$ 103,000	\$ 103,000	\$ 103,000	\$ -
Contributions/Donations	-	-	4,005	4,005
Revenues from use of money and property	<u>430</u>	<u>430</u>	<u>794</u>	<u>364</u>
Amount available for appropriation	<u>103,430</u>	<u>103,430</u>	<u>107,799</u>	<u>4,369</u>
<b>Charges to appropriations (outflows):</b>				
Services and supplies:				
Administrative:				
Project management	62,000	62,000	46,955	15,045
Accounting services	-	-	7,631	(7,631)
Legal services	12,000	12,000	8,078	3,922
Audit services	-	-	1,000	(1,000)
Membership and dues	2,000	2,000	1,500	500
Insurance	3,500	3,500	3,124	376
Miscellaneous expenses	<u>9,000</u>	<u>14,000</u>	<u>-</u>	<u>14,000</u>
Total administrative	<u>88,500</u>	<u>93,500</u>	<u>68,288</u>	<u>25,212</u>
Technical and engineering services	<u>21,000</u>	<u>35,000</u>	<u>28,730</u>	<u>6,270</u>
Contingencies	<u>71,976</u>	<u>52,976</u>	<u>-</u>	<u>52,976</u>
Total charges to appropriation	<u>181,476</u>	<u>181,476</u>	<u>97,018</u>	<u>84,458</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(78,046)</u>	<u>(78,046)</u>	<u>10,781</u>	<u>88,827</u>
<b>Fund balance - beginning</b>	<u>86,000</u>	<u>86,000</u>	<u>86,000</u>	<u>-</u>
<b>Fund balance - ending</b>	<u>\$ 7,954</u>	<u>\$ 7,954</u>	<u>\$ 96,781</u>	<u>\$ 88,827</u>

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
BUDGETARY COMPARISON SCHEDULE - ON BUDGETARY BASIS  
GENERAL FUND

For the Fiscal Year Ended June 30, 2015

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
<b>Resources (inflows):</b>				
Membership dues	\$ 103,000	\$ 103,000	\$ 103,000	\$ -
Revenues from use of money and property	<u>430</u>	<u>430</u>	<u>444</u>	<u>14</u>
Amount available for appropriation	<u>103,430</u>	<u>103,430</u>	<u>103,444</u>	<u>14</u>
<b>Charges to appropriations (outflows):</b>				
Services and supplies:				
Administrative:				
Project management	45,000	45,000	44,991	9
Accounting services	15,000	15,000	12,268	2,732
Legal services	12,000	12,000	5,110	6,890
Audit services	5,000	8,000	7,000	1,000
Membership and dues	2,000	2,000	500	1,500
Insurance	3,500	3,500	3,241	259
Miscellaneous expenses	<u>5,000</u>	<u>4,500</u>	<u>-</u>	<u>4,500</u>
Total administrative	<u>87,500</u>	<u>90,000</u>	<u>73,110</u>	<u>16,890</u>
Technical and engineering services	<u>26,000</u>	<u>23,500</u>	<u>21,964</u>	<u>1,536</u>
Contingencies	<u>57,219</u>	<u>57,219</u>	<u>-</u>	<u>57,219</u>
Total charges to appropriation	<u>170,719</u>	<u>170,719</u>	<u>95,074</u>	<u>75,645</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(67,289)</u>	<u>(67,289)</u>	<u>8,370</u>	<u>75,659</u>
<b>Fund balance - beginning</b>	<u>77,557</u>	<u>77,557</u>	<u>77,557</u>	<u>-</u>
<b>Fund balance - ending</b>	<u>\$ 10,268</u>	<u>\$ 10,268</u>	<u>\$ 85,927</u>	<u>\$ 75,659</u>

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
For the Fiscal Years Ended June 30, 2016 and 2015

BUDGETARY COMPARISONS AND BASIS OF ACCOUNTING

BEACON adopts a balanced annual budget and adheres to the applicable section of the California Government Code on budgetary matters, commonly known as the County Budget Act.

The Budgetary Comparison Schedule, as required by GASB 34 for the General Fund presents the original budget, final budget and actual amount. The “original budget” includes the adopted budget plus appropriations for prior year approved rollover encumbrances. The “final budget” is the budget as Board approved at the end of the fiscal year. The “actual amount” includes the actual revenues and expenditures incurred on a budgetary basis and as adjusted for the basic financial statements. Variances are provided between the Final Budget Amounts and the Actual Amounts on a budgetary basis.

This information is presented as Required Supplementary Information. Analysis of the final budget to actual variances is discussed in the Management’s Discussion and Analysis.

The budget is adopted on a basis of accounting that is different from GAAP. The primary differences are:

- For budgetary purposes, changes in the fair value of investments are not recognized as increases or decreases to revenue. Under GAAP, such changes are recognized as increases or decreases to revenue.

The following schedule is a reconciliation of the difference between the fund balances on the actual on a budgetary basis and the GAAP basis on the fund financial statements at June 30, 2016 and 2015:

	<u>FY 2015-16</u>	<u>FY 2014-15</u>
	<u>General</u>	<u>General</u>
Fund balance - actual on budgetary basis	\$ 96,781	\$ 85,927
Adjustment:		
Change in fair value of investments	<u>398</u>	<u>73</u>
Total adjustments	<u>398</u>	<u>73</u>
Fund balance - GAAP basis	<u>\$ 97,179</u>	<u>\$ 86,000</u>

*Level of Budgetary Control*

BEACON's expenditures are controlled at the object level (services and supplies, contingencies) and sub-object level (capital assets) within budget units for BEACON. The object level is the level at which expenditures may not legally exceed appropriations.

# **SUPPLEMENTARY INFORMATION**

## **BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT PROJECT DESCRIPTIONS**

The projects for BEACON include the following:

**South Central Coast Beach Enhancement Program (SCCBEP):** This program was in place from 2005 to 2010. The program allowed for the potential annual nourishment of five pre-selected beaches within Santa Barbara and Ventura Counties. Permits were secured from the resource agencies for all five beaches for a five year period. These permits expired in 2010. BEACON has abandoned a re-permitting effort for this program and instead is pursuing a new SCCBEP model related to ongoing harbor dredging operations. However, without grant funding this effort cannot commence. BEACON is pursuing grant opportunities.

**Coastal Regional Sediment Management Plan (CRSMP):** The CRSMP is BEACON's blueprint for its path forward for the next twenty to thirty years. The current plan identifies capital projects, policy, studies and management initiatives that serve the objectives of restoring and maintaining coastal beaches and other critical areas of sediment deficient or excess, reducing the proliferation of protective shoreline structures, sustaining recreation and tourism, enhancing public safety and access and restoring coastal sandy habitats. The CRSMP was adopted by the Board at the end of 2009 and in 2011 the BEACON Board approved a Programmatic Environmental Impact Report (EIR) for the Capital Projects identified in the approved CRSMP. Work on all elements of the CRSMP was provided through the Department of Boating and Waterways. Efforts have now turned to an amendment of the CRSMP to accommodate coastal inundation and sea level rise projections. BEACON Contractors are pursuing grant funding to fund the associated technical analyses.

**Federal Authority Project:** This project will allow the State of California to receive Federal Funding for Regional Sediment Management (RSM-FA) projects. The project scope calls for the crafting of amendment language to the Water Resources Development Act (WRDA) to identify a new Federal Authority to fund RSM projects in the State of California. The proposed WRDA Amendment was not included in the WRDA Bill of 2013. Funding for this project was through a grant with the Department of Boating and Waterways. BEACON Staff continue to coordinate with representatives from the California Department of Resources to push for inclusion of the proposed RSM Federal Funding language in the next WRDA Bill.

**Kelp Anchor Demonstration Project:** This project consists of the placement of 212 kelp anchors in the Goleta Bay located between the inner and outer boundaries of the historic kelp bed. BEACON is the lead agency for the project. The re-establishment of a kelp bed in Goleta Bay is considered an environmental benefit to marine life and is consistent with BEACON's mission. As the lead agency, BEACON has secured a California Environmental Quality Act (CEQA) exemption under CEQA Guidelines Section 15306 and has secured a Coastal Commission Permit and a Lease from the State Lands Commission. The kelp anchors were successfully installed between December 2015 and October 2016. The installation was performed by the inventor of the anchor, Mr. Bob Kiel and his team. BEACON was able to secure a small grant from City of Goleta in the amount of \$2,500 and a donation from a private source in the amount of \$4,000. These funds have partially covered Mr. Kiel installation and monitoring service contract, BEACON is seeking other grant opportunities to cover all remaining project expenditures. Post installation monitoring is currently underway by Mr. Kiel's team.



## **BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT PROJECT DESCRIPTIONS (Continued)**

**Oil Piers Project:** The Oil Piers Project is programmed in the Army Corps of Engineers (ACOE) Natural Erosion Control Development Program, Section 203 (previously Section 227) of the Water Resources Development Act (WRDA) of 2007. The project consists of the installation of an off shore artificial reef made up of sand filled geotextile bags. The ACOE is the lead on the project and all Federal funding flows through the ACOE. The project was designed in 2004 and environmental approval was secured. However, the project has evolved considerably since this initial effort. Due to delays in Federal funding and evolution in design protocols for artificial reefs, the design of the Oil Pier reef was re-started in 2009. The new design was completed in 2013 and a new environmental document was under development by the ACOE. However, this effort has been stalled due to a lack of Federal funding. BEACON is working with the ACOE to identify a strategy to move the project forward.

**Supplemental Dredging.** BEACON is seeking grants to fund supplemental dredging of the three harbors within BEACON's jurisdiction (Santa Barbara, Ventura and Channel Islands harbors). The strategy for implementation would be to provide a portion of the grant funding to each of the three harbors. The cost efficiency is accomplished because the supplemental funding would be added to the ongoing annual/biannual Federal Dredging Operations at each harbor. The Federal programs would fund the very costly mobilization and demobilization costs of the dredger and would fund the dredging of the Federal Channels and if budget is available, some of the sand-traps too. The supplemental funding provided by BEACON through grants would continue the dredging operations of the sand-traps which would add more beneficial by-pass sand to be pumped to down-stream beaches. In February 2017 BEACON submitted a grant application to the California Division of Boating and Waterways (DBW).

**Debris Basin Removals.** From a sand transport perspective, by far the largest feeder of sediment to the BEACON coast is from our creeks and rivers. However, this natural process is often obstructed by debris basins. Consequently, BEACON has an ongoing initiative to pursue grants to fund the removal of select debris basins in Santa Barbara and Ventura Counties. BEACON is coordinating with both Flood Control Districts in both counties to identify debris basins. In June of 2016 BEACON successfully secured a grant from the Ocean Protection Council (OPC) for \$539,000. These funds will participate in the cost of the removal of the San Ysidro Creek and Rattlesnake Creek debris basins located in the County of Santa Barbara. BEACON is also pursuing funding from the Refugio Oil Spill mitigation fund to contribute to the cost to remove other debris basins located in Santa Barbara County. The success of this effort is currently unknown.

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
PROJECT REVENUE AND EXPENDITURES  
For the Fiscal Year Ended June 30, 2016

	Kelp Anchor Demonstration Project	Total
REVENUE:		
GRANTS AND CONTRIBUTIONS		
Kelp Anchor Demonstration Project	\$ <u>4,005</u>	\$ <u>4,005</u>
TOTAL GRANTS AND CONTRIBUTIONS REVENUE	\$ <u><u>4,005</u></u>	\$ <u><u>4,005</u></u>
EXPENDITURES		
Direct reimbursables		
Kelp Anchor Demonstration Project	\$ <u>-</u>	\$ <u>-</u>
Total direct reimbursables	\$ <u><u>-</u></u>	-
Non-reimbursable expenditures		<u>97,018</u>
TOTAL EXPENDITURES		\$ <u><u>97,018</u></u>

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
PROJECT REVENUE AND EXPENDITURES  
For the Fiscal Year Ended June 30, 2015

	Kelp Anchor Demonstration Project	Total
	<u>          </u>	<u>          </u>
REVENUE:		
GRANTS AND CONTRIBUTIONS		
Kelp Anchor Demonstration Project	\$ <u>          -          </u>	\$ <u>          -          </u>
TOTAL GRANTS AND CONTRIBUTIONS REVENUE	\$ <u>          -          </u>	\$ <u>          -          </u>
EXPENDITURES		
Direct reimbursables		
Kelp Anchor Demonstration Project	\$ <u>          -          </u>	\$ <u>          -          </u>
Total direct reimbursables	\$ <u>          -          </u>	-
Non-reimbursable expenditures		<u>95,074</u>
TOTAL EXPENDITURES		\$ <u>95,074</u>

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
PROJECT EXPENDITURES BY CATEGORY  
For the Fiscal Year Ended June 30, 2016

		Kelp Anchor Demonstration Project	Total
		<u>          </u>	<u>          </u>
Technical:		\$ -	\$ -
	Total technical	<u>-</u>	<u>-</u>
	Total expenditures by project	<u>\$ -</u>	-
	Non reimbursable expenditures		<u>97,018</u>
	Total expenditures		<u>\$ 97,018</u>

BEACH EROSION AUTHORITY FOR CLEAN OCEANS AND NOURISHMENT  
PROJECT EXPENDITURES BY CATEGORY  
For the Fiscal Year Ended June 30, 2015

	Kelp Anchor Demonstration Project	Total
	<u>          </u>	<u>          </u>
Technical:	<u>\$ -</u>	<u>\$ -</u>
Total technical	<u>-</u>	<u>-</u>
Total expenditures by project	<u>\$ -</u>	-
Non reimbursable expenditures		<u>95,074</u>
Total expenditures		<u>\$ 95,074</u>

# **REPORT ON INTERNAL CONTROLS AND COMPLIANCE**



**Fedak & Brown LLP**  
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**Independent Auditor's Report on Internal Control Over Financial Reporting  
And on Compliance and Other Matters Based on an Audit of Financial  
Statements Performed in Accordance with *Government Auditing Standards***

Governing Board  
Beach Erosion Authority for Clean Oceans and Nourishment  
Ventura, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Beach Erosion Authority for Clean Oceans and Nourishment (BEACON) as of and for the years ended June 30, 2016 and 2015, and the related notes to the financial statements, which collectively comprises BEACON's basic financial statements, and have issued our report thereon dated May 25, 2017.

**Internal Control Over Financial Reporting**

In planning and performing our audits of the financial statements, we considered BEACON's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of BEACON's internal control. Accordingly, we do not express an opinion on the effectiveness of BEACON's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether BEACON's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in dark ink that reads "Fedak & Brown LLP". The signature is written in a cursive, flowing style.

**Fedak & Brown LLP**  
Cypress, California  
May 25, 2017



## **STAFF REPORT**

Meeting Date: September 15, 2017

Agenda Item: 7

To: BEACON Board of Directors

From: Executive Director

Date September 11, 2017

**Subject: City of Oxnard Local Coastal Plan Update Presentation**

### **Required Action:**

- a. Receive a presentation from the City of Oxnard on their LCP Update.

### **DISCUSSION:**

In early August 2017, the City of Oxnard hosted a Local Coastal Plan Update Agency and Technical Stakeholders Meeting. BEACON staff attended and requested that this same presentation be made to the BEACON Board.

The City's Stakeholders meeting presented the results of their Sea Level Rise Vulnerability Assessment and Fiscal Impact Report and including adaptation planning options. The City of Oxnard is the first BEACON member agency to identify potential adaption options in response to Climate Change and SLR impacts.



A California Joint Powers Agency

### **Member Agencies**

City of Carpinteria  
City of Goleta  
City of Oxnard  
City of Port Hueneme  
City of San Buenaventura  
City of Santa Barbara  
County of Santa Barbara  
County of Ventura

### **Santa Barbara Address:**

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<http://www.beacon.ca.gov>

## **STAFF REPORT**

Meeting Date: 09/15/17

Agenda Item: 8

To: BEACON Board of Directors

From: Program Manager

Date 09/11/17

**Subject:** Supplemental Dredging

### **Required Action:**

- a. Receive report from Staff on the grant application to the California Division of Boating and Waterways for supplemental dredging funding and recommended strategy for a path forward.

### **DISCUSSION:**

All three of the BEACON jurisdiction harbors (Santa Barbara, Ventura and Channel Islands) have beneficial sand by-pass programs in place whereby dredged sand is pumped to the nearest downstream beaches. Such beneficial by-pass provides immediate sediment benefits to the BEACON coast by feeding sand back into the littoral cell.

In an effort to implement a very cost efficient and immediate regional coastal benefit, in May 2016 a Memorandum of Understanding (MOU) between BEACON and the three harbors districts was executed. The MOU defined a commitment by BEACON to pursue grants that can fund supplement dredging and beneficial by-pass to the ongoing annual or biannual Federal dredging operations at each harbor.

At the beginning of 2017 Staff submitted a \$2.8M grant request to the California Division of Boating and Waterways (DBW) to fund the supplemental dredging. An official decision on the grant has not been made by the State yet, however, informal input from DBW staff has suggested that the grant application may not be as competitive as hoped. General reasons are:

- DBW may not be able to fund the dredging operations occurring at revenue generating harbors;
- The fact that the project involved three locations (the three harbors) may dilute the competitiveness of the application compared to a single location project;
- The MOU reflected a commitment by each of three harbors to fund the required local match for any successful grant. However, since the Harbors themselves were not the primary applicants, the State may have concerns about BEACON's ability to commit a third party local match.

With these constraints in mind, if the grant application does indeed prove to be unsuccessful, BEACON staff is considering a revised strategy whereby the overall "supplemental dredging" activity is still the overarching program, but where the grant funding from DBW is more surgically requested. The following strategies are being considered:



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September 15, 2017  
Agenda Item: 8  
Subject: Supplemental Dredging

- Separation of the dredging costs from the beneficial by-pass / downstream beach nourishment costs and only requesting DBW grant funds for the latter.
- Consider a single location and maximize the amount of beneficial by-pass at that location.
- Consider requesting funding for the acquisition of by-pass pumps in order to increase the benefit of the beneficial bi-pass.

The next cycle of DBW grant funding is in February 2018. Staff recommends preparation of a new grant application that follows one or more of the strategies outlined above.

## STAFF REPORT

Meeting Date: 09/15/17

Agenda Item: 9

To: BEACON Board of Directors

From: Gerald Comati

Date 09/05/17

**Subject: Kelp Anchor Demonstration Project**

### **REQUIRED ACTION:**

- a. Receive report from Staff on status of the Kelp Anchor Demonstration Project.
- b. Approve a Resolution authorizing approval of a five year Lease extension from the California State Lands Commission for the Kelp Anchor Demonstration Project in order to allow continued monitoring of the installed anchors.

### **DISCUSSION:**

For the past seven years BEACON has been the Lead Agency in delivering an innovative project to demonstrate a method to re-establish kelp in Goleta Bay. The method was developed by Mr. Bob Kiel of the Seattle Aquarium and requires the insertion of 212 three-foot long (2-inch square) granite columns that are water-jetted into the sandy sea bed of Goleta Bay. Four to six inches of the top of the columns protrude providing an immovable and environmentally benign “toe-hold” for kelp spores to attach. The re-establishment of a kelp bed in Goleta Bay is considered an environmental benefit to marine life as well as a recreational opportunity and is consistent with BEACON’s mission.

In 2015, the BEACON authorized the project to proceed into the construction (installation) phase. Subsequently, between December 2015 and October 2016, 212 Kelp Anchors were installed into the seabed of Goleta Bay to demonstrate the possibility of re-establishing the kelp beds historically located in Goleta Bay. The project has shown a good deal of success in securing new kelp growth. A detailed presentation on the project with slides will be made to the board at the November 2017 Board meeting.

The Kelp Anchor Demonstration Project required a California State Lands Commission Lease, a Coastal Development Permit and a permit from the US Army Corps of Engineers. The State Lands Commission Lease is set to expire in December of 2017 and Staff is recommending a an extension of up to five years in order to continue the monitoring of the kelp anchors for a longer time. Attached is a Resolution for approval by the Board authorizing the Executive Director to approve the State Lands Commission lease extension.



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**BEACH EROSION AUTHORITY  
FOR CLEAN OCEANS AND NOURISHMENT (BEACON)  
VENTURA AND SANTA BARBARA COUNTIES, CALIFORNIA**

In the Matter of Approval of the California State  
Lands Commission Lease for the Kelp Anchor  
Demonstration Project

Resolution 2017-2

**WHEREAS**, in December 2012, The California State Lands Commission has approved a lease to BEACON for purposes of implementing the Kelp Anchor Demonstration Project, and;

**WHEREAS**, as of 2016 the Kelp Anchors have been installed and monitoring efforts have been underway and;

**WHEREAS**, the current California State Lands Commission Lease expires on December 31, 2017, and;

**WHEREAS**, BEACON wishes to secure an extension of up to five years of the State Lands Commission Lease in order to allow continued observation and monitoring of the Kelp Anchors.

**THEREFORE**, the Board of Directors of Beach Erosion Authority for Clean Oceans and Nourishment (BEACON) resolves:

1. The Executive Director is authorized to sign the lease extension on behalf of BEACON.

Resolved by the Board of Directors of BEACON, this 15<sup>th</sup> day of September, 2017.

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BEACON Chair

Attest:

---

Brian Brennan  
Executive Director

Approve as to Form:

---

Rachel Van Mullem  
Chief Assistant County Counsel

## **STAFF REPORT**

Meeting Date: September 15, 2017  
Agenda Item: 10

To: BEACON Board of Directors  
From: Executive Director  
Date March 8, 2017

### **Subject: Social Media Protocol**

#### **Required Action:**

- a. Receive draft protocol for BEACON officials and Board members on proposed BEACON social media and provide direction to staff as necessary.

#### **DISCUSSION:**

Many public agencies have now established social media sites such as Facebook as a way of informing the public of what their agency is doing and to seek public conversation. BEACON as a unique and focused regional JPA and is often either overlooked or invisible to the general public. However, BEACON is an important regional player for the Central Coast and very well respected by State and Federal agencies.

In March 2017 Staff made a presentation to the Board regarding the opportunities and issues related to the establishment of social media elements by BEACON. In response to direction received from the Board, attached is a draft Protocol guidance for Board Members and Staff regarding Social Media.



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## **BEACON Social Media Protocol**

The Beach Erosion Authority for Clean Oceans and Nourishment (BEACON) is a California Joint Powers Agency (JPA) established in 1986 to address coastal erosion, beach nourishment and clean oceans within the Central California Coast from Point Conception to Point Mugu. The member agencies of BEACON include the Counties of Santa Barbara and Ventura as well as the coastal cities of Santa Barbara, Goleta, Carpinteria, Ventura, Oxnard and Port Hueneme. BEACON is involved in an array of coastal studies and projects within its jurisdiction and works in close coordination with the parks, planning and public works departments of BEACON's member agencies. BEACON would like to use social media to keep the public informed of current events, projects and information that relate to its goals.

**Social Media & the Brown Act:** Under the Brown Act, a majority of members are prohibited from using a series of communications of any kind, directly or through intermediaries, to discuss, deliberate, or take action on business within its subject matter jurisdiction outside of a noticed, agendaized meeting. (Gov. Code section 54952.2.) To avoid any potential Brown Act violations and to provide consistency and coordination, the following provides guidance to BEACON's social media:

- All posts shall be information items relating to events, projects and subjects within BEACON's jurisdiction.
- Posts should not include individual opinions, advocacy or campaign activities.
- To avoid duplication or potential inadvertent Brown Act violations, all posts shall be forwarded to the BEACON clerk and only the BEACON clerk shall do the posting to social media.
- Any Boardmember, BEACON staff or BEACON consultant wanting to post information should provide it to the BEACON Clerk for posting.
- Posts shall contain general information without personal comment or opinion.
- Officials should avoid commenting, liking, tweeting, retweeting, or posting regarding topics within BEACON's jurisdiction.