



**Comprehensive Annual Financial Report**  
FY 2010-2011  
Fiscal Year Ending June 30, 2011





**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
Fiscal Year Ended June 30, 2011**

Prepared by  
Finance Department  
James Cameron  
Chief Financial Officer

*Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2011  
Table of Contents*

**PAGE**

**INTRODUCTORY SECTION**

Letter of Transmittal .....	i
GFOA Certificate of Achievement for Excellence in Financial Reporting.....	vii
List of Principal Officials .....	viii
City of Oxnard Organizational Chart.....	ix

**FINANCIAL SECTION**

Independent Auditors' Report .....	1
Management's Discussion and Analysis .....	3

**Basic Financial Statements:**

*Government-Wide Financial Statements:*

Statement of Net Assets .....	17
Statement of Activities .....	18

*Fund Financial Statements:*

Governmental Funds:

Balance Sheet.....	19
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets.....	20
Statement of Revenues, Expenditures and Changes in Fund Balance.....	21
Reconciliation of the Change in Fund Balances of the Governmental Funds to the Statement of Activities .....	22

Proprietary Funds:

Statement of Net Assets .....	24
Statement of Revenues, Expenses and Changes in Fund Net Assets .....	26
Statement of Cash Flows .....	28

Fiduciary Funds:

Statement of Fiduciary Assets and Liabilities .....	32
---	----

*Notes to the Basic Financial Statements:*

I. Summary of Significant Accounting Policies.....	33
II. Detailed Notes on All Funds.....	
A. Cash and Investments.....	46
B. Receivables and Payables .....	50
C. Interfund Receivables and Payables.....	51
D. Interfund Transfers.....	51
E. Capital Assets .....	52
F. Long-Term Liabilities.....	54

*Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2011  
Table of Contents (Continued)*

III. Defined Benefit Pension Plans and Other Post Employment Benefits	
A. Defined Benefit Pension Plan .....	72
B. Public Agency Retirement System Retirement Enhancement Plan .....	74
C. Early Retirement Incentive Plan .....	76
D. Postemployment Health Care Benefits .....	76
IV. Risk Management	
A. General Liability .....	78
B. Worker’s Compensation.....	79
V. Other Information	
A. Commitments and Contingencies .....	80
B. Other.....	80

**REQUIRED SUPPLEMENTARY INFORMATION**

Schedule of Funding Progress Pension Plan (PERS and PARS).....	83
Schedule of Funding Progress for OPEB Plan .....	84

Schedules of Revenues and Expenditures, Budget and Actual:

***General Fund:***

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual .....	85
--	----

***Major Special Revenue Funds:***

Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	
State and Federal Grants.....	86
Community Development Commission .....	87
Tax Increments .....	88

**SUPPLEMENTARY DATA (COMBINING FUND FINANCIAL STATEMENTS AND SCHEDULES)**

***Non-Major Governmental Funds:***

Combining Balance Sheet.....	90
Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	92

***Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual***

Development Fees Fund .....	94
CDBG and HUD Grants Fund .....	95
Public Safety Retirement Fund .....	96
Debt Service Fund .....	97
Capital Outlay Funds .....	98
State Gas Tax .....	99
Traffic Safety .....	100
Transportation Development .....	101
Maintenance Assessment District.....	102

*Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2011  
Table of Contents (Continued)*

***Internal Service Funds:***

Combining Statement of Net Assets .....	104
Combining Statement of Revenues, Expenses and Changes in Net Assets.....	106
Combining Statement of Cash Flows.....	108

***Fiduciary Funds:***

Statement of Changes in Fiduciary Net Assets.....	111
---	-----

**STATISTICAL SECTION (Unaudited)**

Schedule I - Net Assets by Component.....	114
Schedule II - Changes in Net Assets .....	116
Schedule III - Fund Balances of Governmental Funds.....	120
Schedule IV - Changes in Fund Balances of Governmental Funds.....	122
Schedule V - Governmental Activities Tax Revenue by Source.....	124
Schedule VI - Assessed Value and Estimated Actual Value of Taxable Property .....	125
Schedule VII - Direct and Overlapping Property Tax Rates.....	126
Schedule VIII - Principal Property Taxpayers.....	127
Schedule IX - Property Tax Levies and Collections.....	128
Schedule X - Ratio of Outstanding Debt by Type .....	129
Schedule XI - Direct and Overlapping Governmental Activities Debt .....	130
Schedule XII - Legal Debt Margin Information.....	131
Schedule XIII - Ratio Pledged Revenue Coverage.....	132
Schedule XIV - Demographic and Economic Statistics .....	134
Schedule XV - Full-Time Equivalent City Government Employees by Function .....	135
Schedule XVI - Operating Indicators by Function .....	136
Schedule XVII - Capital Assets by Function .....	137

# INTRODUCTORY SECTION





300 West Third Street, Oxnard, CA 93030

December 01, 2011

To the Honorable Mayor, Members of the City Council,  
and Residents of the City of Oxnard, California

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for the City of Oxnard, California (City) for the fiscal year ended June 30, 2011. State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the objective is to provide reasonable rather than absolute assurance that the financial statements are free of any material misstatements.

Mayer Hoffman McCann PC, a firm of licensed certified public accountants, has issued an unqualified opinion on the City's financial statements for the year ended June 30, 2011. The independent auditor's report is located on page 1 in the financial section of this report. Mayer Hoffman McCann PC also performed the federally mandated "Single Audit", the results of which are presented under separate cover.

Following the independent auditor's report is management's discussion and analysis (MD&A), which provides an overview and analysis of the basic financial statements. The MD&A compliments this letter of transmittal and should be read in conjunction with it.

### **Profile of the City of Oxnard**

The City, incorporated in 1903, is located in western Ventura County (County) on the shores of the Pacific Ocean. The City is approximately 65 miles northwest of the City of Los Angeles. Oxnard is the financial hub and the largest city in the County, with a population of 199,722 in 2011, representing 24 percent of the County's population.

The City operates under the Council-Manager form of government. The City Council, elected at large on a non-partisan basis, consists of the mayor, directly elected for a two-

year term, and four council members, elected for four-year staggered terms. The City Treasurer and City Clerk are also elected for four-year terms. The City Manager is appointed by the City Council for the administration of City affairs, including appointment of the heads of various departments, day-to-day operations, and implementation of the City Council policies. The City Attorney is also appointed by and reports directly to the City Council. Additionally, the City Council members, in separate session, serve as the governing boards of the City of Oxnard Financing Authority, Oxnard Community Development Commission (Redevelopment Agency), and with two tenant members as the Oxnard Housing Authority.

The City provides a full range of municipal services from a variety of funding sources. Services funded from general fund sources include police and fire protection, parks and recreational activities, library services, and cultural events. In addition, the city funds the construction and maintenance of streets, parks, and other public buildings. The City operates municipal water and wastewater treatment systems, refuse collection and a solid waste transfer and recycling facility, and a municipal golf course. In addition, the City oversees the Performing Arts and Convention Center. This report includes all funds of the City, as well as all governmental organizations and activities for which the City Council has financial accountability. These organizations include the Oxnard Community Development Commission, the Oxnard Housing Authority and the City of Oxnard Financing Authority.

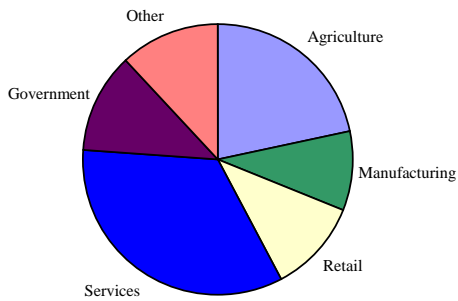
The annual budget, adopted by resolution of the City Council, serves as the foundation for the City's financial planning and control. The City Council approves operating and capital appropriations at the fund and department levels. Budgetary control is maintained at the department level and the department head may transfer resources within a department. While the City Manager may approve the transfer of funds between departments, special approval by the Council is required for adjustments to fund budgets. Although the budget must be adopted annually, the Council approves a balanced two-year operating budget and capital improvement plan. As part of the annual budget resolution, the Council reauthorizes appropriations for continuing projects and activities.

## **Local Economy**

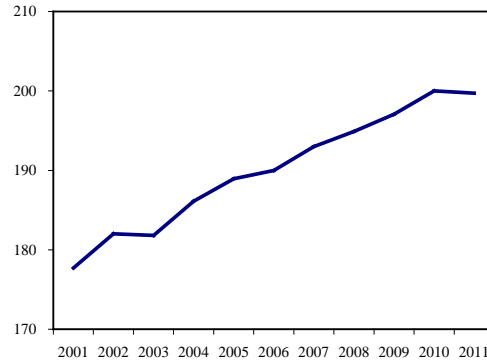
The City of Oxnard enjoys a diversified economic base composed of agriculture and related business, retail, various services, and governmental agencies. The services group provides the largest source of employment with agriculture providing an important source of employment in the City of Oxnard. While population growth in Oxnard has flattened over the last two years, growth has averaged just over 1% over the last ten years as a result of employment opportunities and low housing costs relative to other regions of the State. Unemployment continues to be a concern with only moderate improvement in the last fiscal year, averaging 14.25% compared to 14.4% in the previous fiscal year. Declining employment in construction and government has been largely offset by improvements in various service industries.



**Oxnard Metro Area Employment**

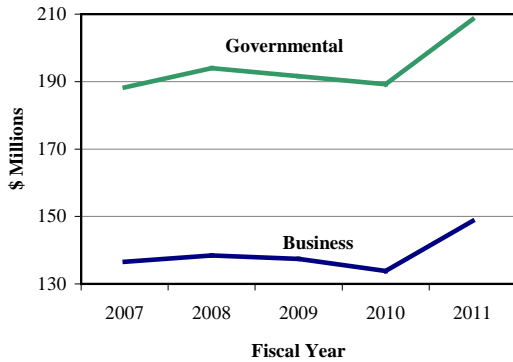


**Oxnard Population**

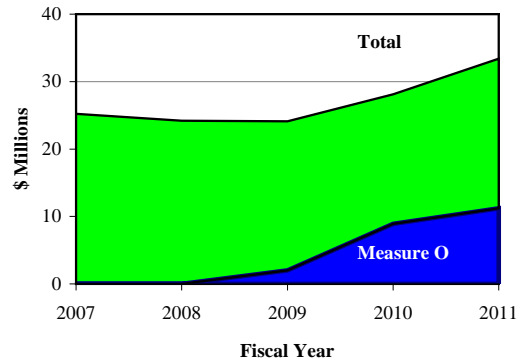


Both City governmental and business activities experienced increased revenues in 2011 as the economy began to stabilize. Sales tax growth in 2011 as well as the prior year was largely driven by the Measure O ½ cent sales tax; however, base sales taxes grew moderately. Property taxes continued to decrease based on valuation while other taxes were generally flat overall. The City was able to take advantage of federal and state grant opportunities resulting in an increase of \$21 million. Developer related fees continued to decline as did other miscellaneous charges for services. Business activity revenues increased based on the second year of the Council approved utility rate adjustment as well as pass through costs for water purchases.

**Revenues**



**Sales Tax**



**Long-term Financial Planning**

The City has various long-term planning initiatives to support the financial management of City resources. As part of the biennial budget process, the City prepares a five-year financial forecast and presents a five-year capital program. The City Council recently adopted the update to the general plan through 2030 and the Community Development Commission is operating under a five-year development plan. In addition, the Water, Wastewater, and Environmental Resource enterprises have developed long term master

plans and rate recommendations. All these activities help the City anticipate and plan for future financial trends.

Because it is difficult to fully anticipate dramatic changes in the national and local economies, the Council has set a general fund unassigned fund balance goal of 18% of the general fund's operating expenditures. The City ended the fiscal year at 14% or \$15.6 million.

### Major Initiatives

In November of 2008, the voters of Oxnard approved a ½ cent sales tax increase. Fiscal year 2011 was the second full year of collecting the sales tax, which began in April of 2009. The following summarizes the financial status of these funds:

#### Measure O 1/2 Cent Sales Tax June 30, 2011

##### Balance Sheet

<b>ASSETS</b>	
Cash and cash equivalents	\$ 15,871,016
Due from other government	2,133,000
Total assets	<b><u>\$ 18,004,016</u></b>
<b>LIABILITIES AND FUND BALANCES</b>	
Liabilities:	531,264
Total liabilities	<u>531,264</u>
Fund balances	17,472,752
Total liabilities and fund balances	<b><u>\$ 18,004,016</u></b>

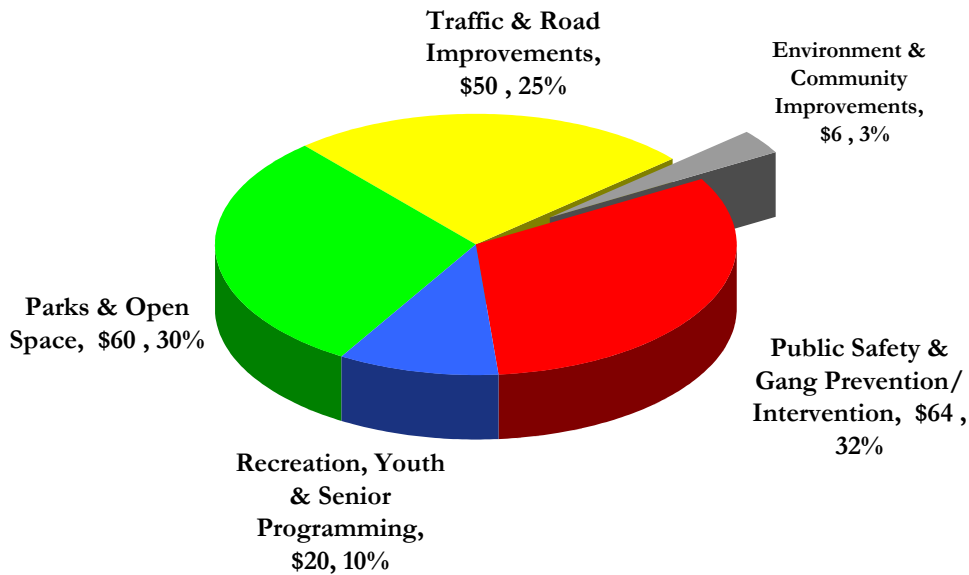
##### Income Statement

<b>REVENUES</b>	
Taxes	\$ 11,161,453
Interest Earnings	167,320
Total revenues	<u>11,328,773</u>
<b>EXPENDITURES</b>	
Parks & Open Space	3,314,685
Traffic & Road Improvements	637,450
Public Safety & Gang Prevention/Intervention	439,470
Recreation & Youth Programming	402,887
Total expenditures	<u>4,794,492</u>
Net change in fund balances	<b><u>\$ 6,534,281</u></b>

While this is a general purpose tax, the City’s policy is to use this additional revenue to improve services to the community by adding and improving City facilities and programs. This initiative includes a citizen oversight committee and requires that revenues and the projects and programs funded from the ½ cent sales tax be audited and reported annually to the community. The ½ cent sales tax will require reauthorization by the voters in 2028.

The City Council has approved the following long-term allocation of Measure O funds. The City has begun implementing several key projects and programs including street repairs and a new traffic management system, expanded community policing and a new CAD/RMS system, a new Fire Station, gang prevention and intervention programs such as the City Corp Townkeepers program, and expansion of Parks and other recreational opportunities.

**Measure O Long-term Allocation  
in \$ Millions and Percent of \$200 Million**



**Single Audit**

In accordance with the Single Audit Act of 1997, the City’s grant programs which utilize federal funds, either directly or passed through from State agencies, are subject to the audit requirements of the Federal Office of Management and Budget (OMB) Circular A-133. This includes tests of compliance with federal laws and regulations. The results of

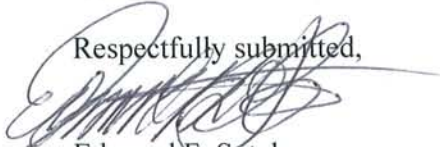
the single audit performed by Mayer Hoffman McCann PC are available under separate cover.

### **Awards and Acknowledgments**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2010. This was the 22nd consecutive year the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized CAFR, whose content conforms to program standards. This report must satisfy both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The City believes the current CAFR continues to conform to the Certificate of Achievement Program's requirements and is submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to Marichu Maramba and to all members of the department as well as staff from other departments who contributed to the preparation of this annual financial report. We would also like to acknowledge the Mayor and Council Members, the City Manager's staff, and department directors for their consistent support in maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Edmund F. Sotelo  
City Manager



James Cameron  
Chief Financial Officer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Oxnard  
California

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

# City of Oxnard, California

## CITY COUNCIL



DR. IRENE G. PINKARD  
Mayor Pro Tem



DR. THOMAS E. HOLDEN  
Mayor



BRYAN A. MACDONALD  
Councilman



TIM FLYNN  
Councilman

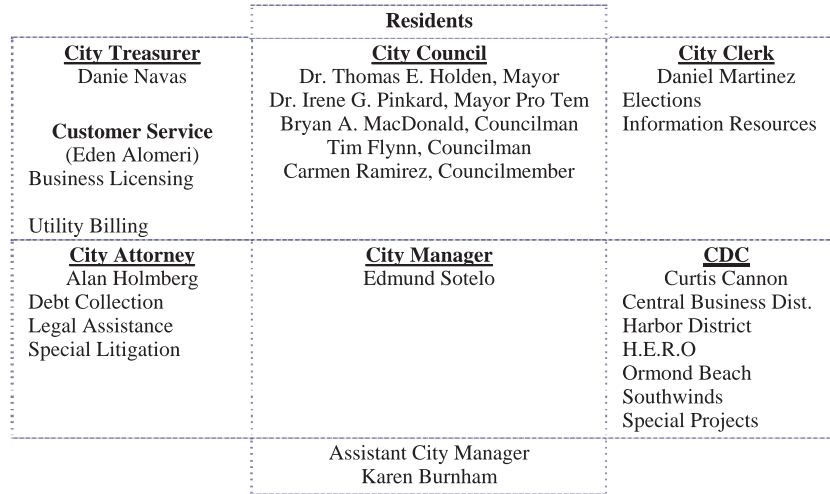


CARMEN RAMIREZ  
Councilmember



**EDMUND F. SOTELO**  
City Manager

## City of Oxnard Organizational Chart



**KAREN BURNHAM**  
Assistant City Manager

<u>Police</u>	<u>Fire</u>	<u>Housing</u>	<u>Finance</u>	<u>Recreation and Community Services</u>	<u>Development Services</u>	<u>Public Works</u>	<u>City Manager</u>	<u>Human Resources</u>	<u>Library</u>	
Jeri Williams	Joe Milligan	Bill Wilkins	Jim Cameron	VACANT	Matt Winegar	Rob Roshanian (Acting)	Edmund Sotelo	Michelle Tellez	Barbara Murray	
<b>Administrative Services</b> (Jason Benites) Emergency Communications Professional Standards Support Services <b>Field Operations</b> (Scott Whitney) Code Compliance Community Patrol <b>Investigative Services</b> (Vacant) Investigative Services Special Services	<b>Disaster Preparedness</b> (Deborah Shane) <b>Emergency Services</b> (Darwin Base) (Michael O'Malia) (Chris Donabedian) <b>Fire Prevention</b> (Gary Sugich) <b>CUPA</b> (Miguel Trujillo)	<b>Administrative Services</b> (Carrie Sabatini) <b>Affordable Housing</b> (Karl Lawson) <b>Housing Assistance</b> (Will Reed) <b>Capital Fund Asset Management</b> (Rick Shear) <b>Grants Management</b> (Norma Owens) Grants Assistance	<b>Budget and Capital Improvement</b> (Beth Vo) Budget Capital Improvement Projects <b>Financial Resources</b> (Mike More) Debt & Property Management Liability Management <b>General Accounting</b> (Marichu Maramba) Accounting Payroll & Benefits <b>Purchasing</b> (Bruce Dandy) Mail Service Purchasing	<b>Community Facilities</b> (Bob Holden) Performing Arts and Convention Center <b>Recreation &amp; Community Services</b> (Vacant) Recreation Services Senior/Special Population Services South Oxnard Center Special Events Youth Development	Development Support Transportation Planning & Services <b>Building and Engineering</b> (Rob Roshanian) Building and Engineering <b>Planning</b> (Sue Martin) Planning & Environmental Services	<b>Administration</b> <b>Construction and Design Services</b> (Lou Balderrama) Construction Services Design Street Maintenance & Repair Traffic Signs & Markings <b>Utilities Services</b> (Vacant) Water Wastewater Environmental Resources	<b>Operations</b> Budget Cable Television Community Relations Neighborhood Services Public Information Special Projects <b>Legislative Affairs</b> (Martin Erickson)	<b>Information Systems</b> (Grace Hoffman) Citywide Network Support Document Publishing Services Geographic Information Systems Help Desk Municipal Software Support Telecommunications Support <b>General Services</b> (Michael Henderson) Facilities Maintenance Landscape Assessment & Graffiti Removal Park/Facility Development Parks Maintenance River Ridge Golf Course Street Lighting Fleet Services	Employee Benefits Employee Training Human Resources Labor Negotiations Safety & Wellness Workers' Compensation	Circulation Services Branch Services Community Outreach Public Services Support Services

This page left blank intentionally



# FINANCIAL SECTION





**Mayer Hoffman McCann P.C.**  
An Independent CPA Firm

5060 California Avenue, Suite 800  
Bakersfield, CA 93309  
PH 661.325.7500  
FAX 661.325.7004

## INDEPENDENT AUDITORS' REPORT

To the Honorable City Council  
City of Oxnard, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Oxnard, California, as of and for the year ended June 30, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of City of Oxnard, California's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit 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 audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Oxnard, California, as of June 30, 2011, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

During the year ended June 30, 2011, the City changed the manner in which it classifies fund balances as a result of the implementation of GASB Statement No. 54, as discussed further in the notes to the financial statements.

As explained further in Note V, the California State Legislature has enacted legislation that is intended to provide for the dissolution of redevelopment agencies in the State of California. The effects of this legislation are uncertain pending the result of certain lawsuits that have been initiated to challenge the constitutionality of this legislation.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2011, on our consideration of the City of Oxnard, California's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 internal control over financial reporting or on compliance. That report is an

### **Southern California Locations**

10474 Santa Monica Blvd. Suite 200 • Los Angeles, CA 90025 • PH 310.268.2000 • FX 310.268.2001  
5060 California Ave. Suite 800 • Bakersfield, CA 93309 • PH 661.325.7500 • FX 661.325.7004  
300 Esplanade Dr. Suite 250 • Oxnard, CA 93036 • PH 805.988.3222 • FX 805.988.3220

integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and schedule of funding progress on pages 3 through 15 and 83 through 84, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Oxnard, California's financial statements as a whole. The introductory section, budgetary comparison information combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and budgetary comparison information have been subjected to the auditing procedures applied in the audit of the basic financial statements. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have 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.

A handwritten signature in black ink that reads "Mayer Hoffman Mc Cann P.C." in a cursive style.

Bakersfield, California  
December 1, 2011

# **MANAGEMENT DISCUSSION AND ANALYSIS**



## Management's Discussion and Analysis

This section of the City of Oxnard's annual financial report presents management's discussion and analysis of the financial performance of the City for the fiscal year ended June 30, 2011. Please read this information in conjunction with the transmittal letter, which can be found in the introductory section of this report (pages i to v), and the City's financial statements, beginning on page 17.

### Financial Highlights

- The assets of the City exceeded its liabilities by \$1.85 billion (net assets) at the close of the fiscal year. In the previous year, net assets were \$1.81 billion.
- The City's total net assets increased by \$46.0 million, primarily from investments in capital assets.
- As of the close of the fiscal year, the City's governmental activities reported combined net assets of \$1.53 billion, an increase of \$25.9 million from the prior year. The unrestricted net assets of \$79.6 million reflect an increase of \$27.5 million from the prior year.
- At the end of the fiscal year, the unassigned fund balance of the General Fund was \$15.6 million, which is 14% of the general fund's operating expenditures.
- The City's total debt (excluding compensated absences) increased by \$10.2 million during the current fiscal year. Golf Course Revenue Refunding Bonds, Series 2011 in the amount of \$21.6 million were issued. Repayment of other outstanding debt partially offset the additional bonds.

### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition, this report contains other supplementary and statistical information.

**Government-wide financial statements.** The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector business. The statement of net assets includes all of the City's assets and liabilities, with the difference reported as net assets. Over time, increases or decreases in the City's net assets may serve as a useful indicator of whether the financial health of the City is improving or deteriorating. Fiscal year revenues and expenses are reported in the statement of activities regardless of when cash is received or paid. The statement of activities summarizes the basis for the changes in net assets.

The two government-wide financial statements distinguish between activities that are primarily supported by taxes and intergovernmental revenues (governmental activities) and business type activities that are intended to recover all or a significant part of their costs.

- *Governmental activities* include most of the City's basic services such as general government, public safety, public works, community development, parks, recreation, and library services. Property and sales taxes, franchise fees, user fees, interest income, and State and Federal grants finance these activities.

- *Business-type activities* consist of the City's water and wastewater systems, environmental resources, housing services, and the operations of the Performing Arts and Convention Center and River Ridge Golf Course. The City charges fees to customers to recover the cost of these services.

The government-wide financial statements can be found on pages 17 through 18.

**Fund financial statements.** A fund is an accountability unit used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is used by state and local governments to meet legal requirements and enhance management of financial resources. The City's funds have been divided into three categories:

- *Governmental funds.* As with the governmental activities reported in the government wide financial statements, most of the City's basic services are reported in governmental funds. Governmental fund statements use the modified accrual basis of accounting and focus on the flow of financial resources to and from those funds and the balances of spendable resources that are available at year-end. As a result, governmental funds provide a short-term view that can be used to evaluate near-term requirements for financial resources. Because governmental fund statements do not encompass the long-term focus of the government-wide statements, a reconciliation of these statements is included following the governmental funds statements. The basic governmental fund financial statements begin on page 19.
- *Proprietary funds.* The City maintains two types of proprietary funds to report services for which customer fees are intended to finance the costs of operations. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Internal service funds report activities that provide supplies and services for the City's programs and services. Internal service funds include the City's self-insurance, utility customer services, information services, facilities maintenance and equipment maintenance services. While these internal service funds are combined into a single presentation for the proprietary funds financial statements, they are allocated to the appropriate function in the government-wide financial statements. The major funds of the enterprise funds are presented separately in the proprietary funds financial statements. Proprietary funds financial statements use similar accounting methods and focus, both long-term and short-term, as the government-wide statements. The basic proprietary fund financial statements begin on page 24.
- *Fiduciary funds.* The City is the trustee, or fiduciary, for certain funds established to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, and other governmental units. The method of accounting for these funds is similar to that of proprietary funds. The City's fiduciary activities are reported in a separate Statement of Fiduciary Net Assets. These activities are excluded from the City's government-wide financial statements because they do not support the City's own programs and operations. The basic fiduciary fund financial statements begin on page 32.

**Notes to the financial statements.** The notes provide additional information to the government-wide and fund financial statements that are important in fully understanding the data presented in the financial statements. The notes to the financial statements begin on page 33.

## Government-wide Financial Analysis

A city's net assets may serve over time as a useful indicator of a government's financial position. As shown in the following table, the City of Oxnard's assets exceeded liabilities by \$1.85 billion at the close of the fiscal year, an increase of \$46.0 million.

### Summary of Net Assets (\$thousands)

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Current assets	\$ 201,026	\$ 209,971	\$ 116,055	\$ 191,072	\$ 317,081	\$ 401,043
Capital assets (net of accumulated depreciation)	1,504,940	1,470,859	607,160	541,279	2,112,100	2,012,138
Properties held for resale	7,068	6,076	-	-	7,068	6,076
Other assets	6,277	7,606	5,009	6,069	11,286	13,675
<b>Total assets</b>	<b>1,719,311</b>	<b>1,694,512</b>	<b>728,224</b>	<b>738,420</b>	<b>2,447,535</b>	<b>2,432,932</b>
Current liabilities	39,423	41,405	10,847	13,484	50,270	54,889
Non-current liabilities	154,073	153,146	390,103	417,785	544,176	570,931
<b>Total liabilities</b>	<b>193,496</b>	<b>194,551</b>	<b>400,950</b>	<b>431,269</b>	<b>594,446</b>	<b>625,820</b>
<b>Net assets:</b>						
Invested in capital assets, net of related debt	1,411,738	1,377,785	265,618	250,720	1,677,356	1,628,505
Restricted	34,500	38,646	18,417	17,706	52,917	56,352
Unrestricted	79,577	83,530	43,239	38,725	122,816	122,255
<b>Total net assets</b>	<b>\$ 1,525,815</b>	<b>\$ 1,499,961</b>	<b>\$ 327,274</b>	<b>\$ 307,151</b>	<b>\$ 1,853,089</b>	<b>\$ 1,807,112</b>

Note: FY 2010 restricted and unrestricted net assets revised to reflect tax increment as restricted.

A significant portion of the City's net assets (90%) reflects its investment in capital assets net of accumulated depreciation, less any related debt outstanding used to acquire those assets. The net investment in capital assets increased \$48.8 million as the City continued to invest in infrastructure. Because these assets are tied up in land, buildings, equipment, and other infrastructure that support the services provided to citizens, these amounts are not available for future spending. The remainder of net assets is divided between restricted and unrestricted categories. Both restricted net assets that are subject to external limitations on how they may be used and unrestricted net assets each make up 7% of the total.

As in prior fiscal years, the City reported positive balances for both governmental and business-type activities, as well as the government as a whole. Net assets of governmental activities increased \$25.9 million, while business activities increased \$20.1 million.

The following table presents a summary of the changes in the City's net assets for the year ended June 30, 2011.

**Summary of Changes in Net Assets**  
(\$thousands)

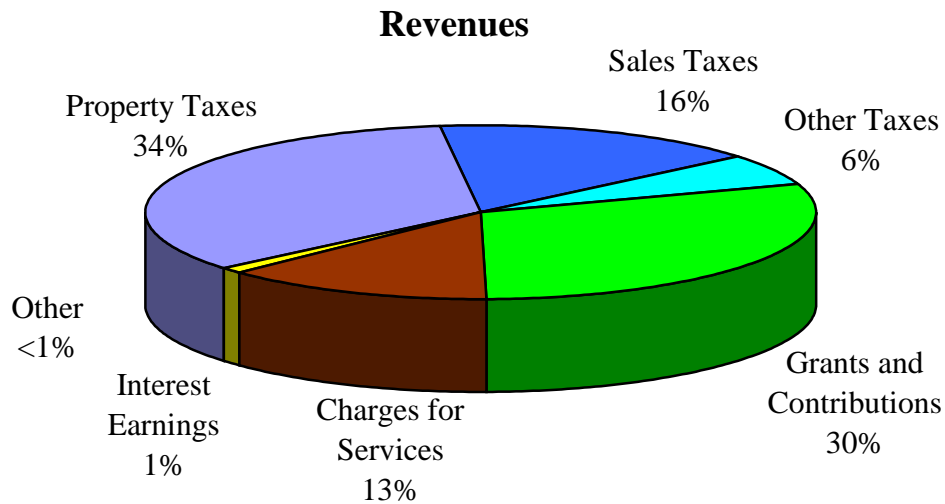
	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Program revenues:						
Charges for services	\$ 27,436	\$ 31,508	\$ 122,506	\$ 110,953	\$ 149,942	\$ 142,461
Operating grants and contributions	27,294	24,380	20,524	20,781	47,818	45,161
Capital grants and contributions	35,331	17,106	2,308	192	37,639	17,298
General revenues:						
Taxes	116,359	112,760	-	-	116,359	112,760
Interest on investments	1,934	2,770	3,362	1,912	5,296	4,682
Sale of capital assets	141	694	-	-	141	694
<b>Total revenues</b>	<b>208,495</b>	<b>189,218</b>	<b>148,700</b>	<b>133,838</b>	<b>357,195</b>	<b>323,056</b>
Expenses:						
General government	20,846	18,695	-	-	20,846	18,695
Public safety	92,703	92,555	-	-	92,703	92,555
Transportation	10,521	10,321	-	-	10,521	10,321
Community development	26,226	32,863	-	-	26,226	32,863
Culture and leisure	19,047	19,017	-	-	19,047	19,017
Libraries	5,230	5,177	-	-	5,230	5,177
Interest on long-term debt	5,503	5,584	-	-	5,503	5,584
Water	-	-	34,063	36,798	34,063	36,798
Wastewater	-	-	23,052	24,206	23,052	24,206
Environmental Resource	-	-	41,406	39,296	41,406	39,296
Performing Arts and Convention Center	-	-	1,606	1,652	1,606	1,652
Oxnard Housing Authority	-	-	24,911	25,260	24,911	25,260
Municipal Golf Course	-	-	6,105	4,507	6,105	4,507
<b>Total expenses</b>	<b>180,076</b>	<b>184,212</b>	<b>131,143</b>	<b>131,719</b>	<b>311,219</b>	<b>315,931</b>
Change in Net Assets before Transfers	28,419	5,006	17,557	2,119	45,976	7,125
Transfers	(2,565)	(886)	2,565	886	-	-
<b>Changes in net assets</b>	<b>25,854</b>	<b>4,120</b>	<b>20,122</b>	<b>3,005</b>	<b>45,976</b>	<b>7,125</b>
Net Assets - July 1	1,499,961	1,495,841	307,151	304,146	1,807,112	1,799,987
<b>Net Assets - June 30</b>	<b>\$ 1,525,815</b>	<b>\$ 1,499,961</b>	<b>\$ 327,273</b>	<b>\$ 307,151</b>	<b>\$ 1,853,088</b>	<b>\$ 1,807,112</b>

Total revenues increased \$34.1 million including \$23 million in Grants. Total expenses decreased \$4.7 million, primarily in governmental activities' community development.



**Governmental Activities.** The net assets of governmental activities increased by \$25.9 million during the fiscal year as follows:

- Taxes, which make up the largest source of governmental revenues at 56%, increased \$3.6 million. This increase was primarily due to a \$5.3 million increase in sales taxes, including \$2.3 million from the Measure O ½ cent sales tax. Property taxes decreased an additional \$1.7 million as a result of falling valuations, including decreases of \$0.3 million in the Public Safety retirement tax and \$0.2 million in Community Development.
- Charges for services, which include various building permits and other development related fees as well as various user fees, make up 13% of governmental revenues. Decreases of \$4.1 million were primarily in development and growth fees, resulting from the ongoing slow down in development projects as a result of the housing and financial.
- Grants and contributions for both capital and operating purposes make up 30% of revenues with the remaining 1% from interest on investments and sale of assets. Grants increased as a result of successful efforts for American Recovery and Reinvestment Act funding and use of other transportation as well as community development related grants.

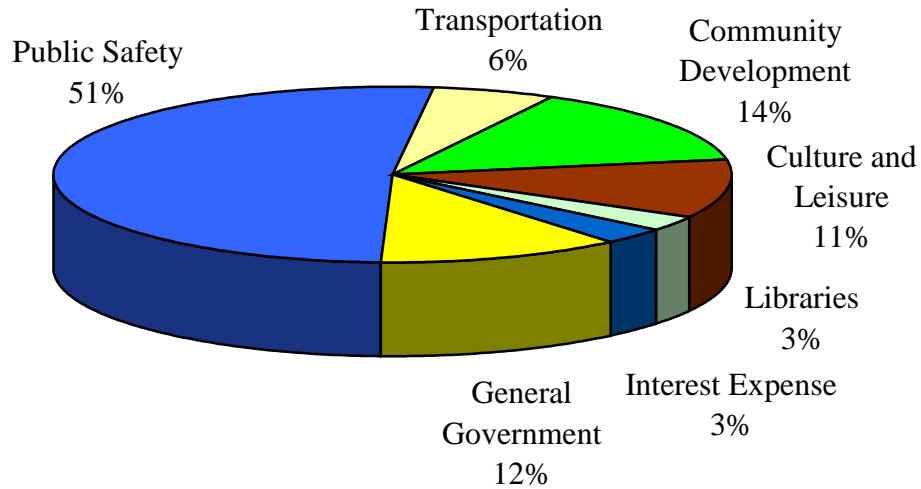


Of the \$180.1 million in total governmental expenses, 85% supports programs that provide direct services to the community.

- At 51%, Public Safety, which includes Police and Fire, receives the largest share of governmental revenues and was relatively unchanged.
- Other service programs include Community Development at 14%, Culture and Leisure at 11%, Transportation at 6%, and Library at 3%. Community Development decreased \$6.65 million primarily from reduced transfers of redevelopment agency tax increments to the State, as well as one time redevelopment pass-through payments made in fiscal year 2011. The other service areas increased a combined \$0.3 million as a result of grant activity.
- The remaining 15% includes General Government, which increased \$2.2 million and Interest Expenses, which decreased \$0.1 million. The increase in General Government accounts for a portion of the early retirement incentive (ERIP) not allocated to specific governmental programs.

Total expenses decreased \$4.1 million.

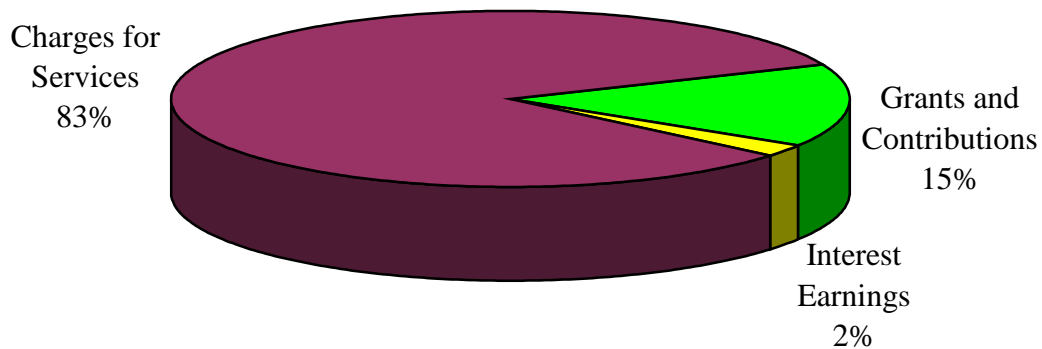
### Expenses



**Business-type Activities.** Business-type activities increased the City’s net assets by \$20.1 million.

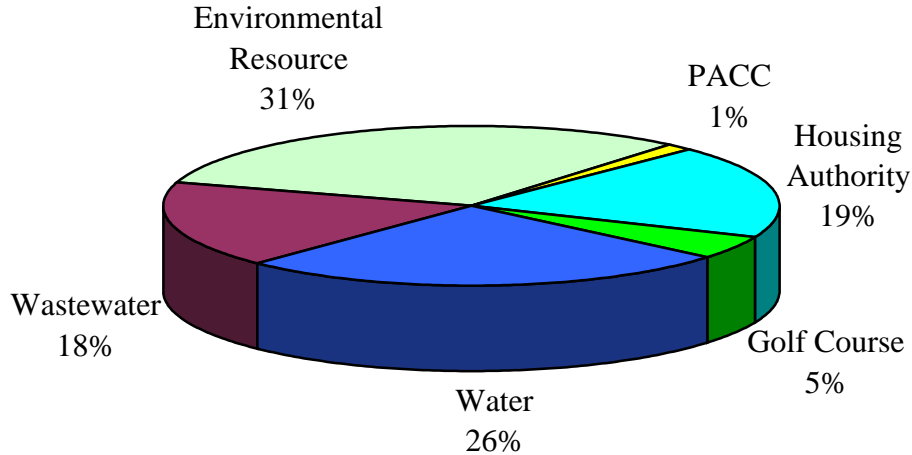
- Charges for services, which make up 83% of business-type revenues, increased \$11.6 million due to increased utility rates and collections.
- Grants added \$1.9 million and interest earnings increased \$1.4 million.
- Net Transfers increased \$1.7 million, primarily due to a one-time transfer into the golf course fund.

### Revenues



- Business-type activity expenses decreased \$0.6 million. While various operating expenses increased \$2.6 million, including water purchases and supplies (\$1.8 million) as well as depreciation (\$1.2 million), interest charges decreased \$3.2 million.

### Expenses



### Financial Analysis of the Government’s Funds

As discussed earlier, the City uses fund accounting to comply with finance-related legal requirements; however, governmental funds use a modified accrual basis of accounting, while proprietary funds generally follow full accrual. Major funds are reported separately.

**Governmental Funds.** The focus of the City’s governmental funds is to provide information on near-term inflows and outflows and balances of spendable resources. At the end of the fiscal year, the City’s governmental funds reported combined ending fund balances of \$158.9 million, a decrease of \$5.9 million from the prior year. This year-end total is made up of the following:

- \$13.2 million is non-spendable consisting of \$7.1 million of property held for resale and \$6.1 million in notes receivable under tax increment funds
- \$34.5 million is restricted primarily for repayment of debt (\$25.1 million) and public safety retiree medical funds (\$9.4 million)
- \$98.3 million is assigned for Measure O programming (\$17.5 million), capital projects (\$10.6 million), and the remainder for special revenue funds.
- \$12.9 million is unassigned consisting of \$15.6 million in the general fund and negative \$2.7 million in grants and community development commission funds.

The major governmental funds are the General Fund, State and Federal Grant Fund, Community Development Commission, and Tax Increment Fund.

**Governmental Funds Balance Sheet Summary**  
**(\$thousands)**

	General Fund		Other Governmental		Total	
	2011	2010	2011	2010	2011	2010
Assets	\$ 41,413	\$ 38,598	\$ 166,419	\$ 162,134	\$ 207,832	\$ 200,732
<b>Liabilities and Fund Balance</b>						
Liabilities	8,292	8,871	40,630	27,030	48,922	35,901
Fund Balances						
Nonspendable	-	-	13,230	11,364	13,230	11,364
Restricted	-	-	34,500	38,379	34,500	38,379
Assigned	17,473	11,269	80,824	85,361	98,297	96,630
Unassigned	15,648	18,458	(2,765)	-	12,883	18,458
Total fund balances	33,121	29,727	125,789	135,104	158,910	164,831
<b>Total Liabilities and Fund Balance</b>	<b>\$ 41,413</b>	<b>\$ 38,598</b>	<b>\$ 166,419</b>	<b>\$ 162,134</b>	<b>\$ 207,832</b>	<b>\$ 200,732</b>

The General Fund is the primary operating fund of the City. At the end of the fiscal year, the fund balance of the General Fund was \$33.1 million. The unassigned fund balance of the General Fund was \$15.6 million, which is 14% of general fund operating expenditures.

General fund operating revenues exceeded expenditures by \$2.4 million. Total operating revenues increased \$3.8 million, including \$2.3 million from the ½ cent sales tax. General fund expenditures reflected a net increase of \$4.7 million, primarily for the use of the ½ cent sales tax for approved projects.

- Taxes increased \$4.1 million, including the \$2.3 million increase in the ½ cent sales tax. These increases reflected a stabilizing local economy and a revised sales tax accrual basis. A \$1.7 million decrease in property taxes was offset by a \$3 million increase in sales tax while other general revenues experienced smaller variances.
- Expenditures were generally flat consistent with revenues apart from the investment of \$4.8 million from ½ cent sales tax revenues in expanding services. The exception was public safety which increased \$2 million, primarily Police, offset by savings in various departments
- Net transfers decreased \$1.6 million due to an adjustment for Public Safety Retirement medical charges against the Public Safety Retirement fund.

**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**(\$thousands)**

	General Fund		Other Governmental		Total	
	2011	2010	2011	2010	2011	2010
<b>Revenues</b>						
Taxes	\$ 84,343	\$ 80,279	\$ 32,016	\$ 32,481	\$ 116,359	\$ 112,760
Other Revenues	28,712	28,986	61,449	49,444	90,161	78,430
<b>Total revenues</b>	<b>113,055</b>	<b>109,265</b>	<b>93,465</b>	<b>81,925</b>	<b>206,520</b>	<b>191,190</b>
<b>Expenditures</b>						
Current	106,835	105,797	46,258	54,763	153,093	160,560
Capital outlay	3,845	158	50,941	34,581	54,786	34,739
Debt service	-	-	9,078	8,974	9,078	8,974
<b>Total expenditures</b>	<b>110,680</b>	<b>105,955</b>	<b>106,277</b>	<b>98,318</b>	<b>216,957</b>	<b>204,273</b>
Excess of revenues over (under) expenditures	<b>2,375</b>	<b>3,310</b>	<b>(12,812)</b>	<b>(16,393)</b>	<b>(10,437)</b>	<b>(13,083)</b>
<b>Other Financing Sources (Uses)</b>						
Proceeds from sale of bonds	-	-	1,296	1,396	1,296	1,396
Net Transfers	1,020	2,622	2,201	2,618	3,221	5,240
<b>Total other financing sources (uses)</b>	<b>1,020</b>	<b>2,622</b>	<b>3,497</b>	<b>4,014</b>	<b>4,517</b>	<b>6,636</b>
<b>Net change in fund balances</b>	<b>3,395</b>	<b>5,932</b>	<b>(9,315)</b>	<b>(12,379)</b>	<b>(5,920)</b>	<b>(6,447)</b>
Fund balances, July 1	29,727	23,795	135,103	147,482	164,830	171,277
<b>Fund balances, June 30</b>	<b>\$ 33,122</b>	<b>\$ 29,727</b>	<b>\$ 125,788</b>	<b>\$ 135,103</b>	<b>\$ 158,910</b>	<b>\$ 164,830</b>

For other major funds, the CDC fund balance decreased \$60.8 million as the result of City Council and CDC action to transfer CDC assets to City accounts, now reflected in Tax Increment Funds. State and Federal Grants decreased \$14.8 million primarily due to the reclassification of Public Safety Retirement Funds to Non-Major Funds. The total fund balance for non-major funds increased \$5.9 million, primarily due to the reclassification of Public Safety Retirement Funds of \$9.4 million partially offset by the use of fund balance in development and capital outlay funds for capital projects as programmed.

**Proprietary Funds.** The City's proprietary funds use the same focus and basis of accounting as the government-wide financial statements. Proprietary fund statements provide additional detail not found in the government-wide statements. The City's enterprise operations consist of Water, Wastewater, and Environmental Resources. Cultural and recreation activities include the River Ridge Golf Course and the Performing Arts and Convention Center. The Oxnard Housing Authority is also included in this category.

The enterprise operations ended the fiscal year with combined unrestricted net assets of \$38.2 million, a increase of \$3.6 million. Total net assets increased \$19.3 million due to improved revenues combined with limited growth in the cost of providing services. Internal service fund balances decreased \$3 million as charges were adjusted consistent with actual costs and reserve requirements.

- Enterprise operating revenues increased \$11.6 million as rate adjustments, including pass through increases, improved revenue performance in water, wastewater, and environmental resources. Interest earnings increased by \$1.4 million.
- Enterprise operating expenses increased \$2.6 million to \$125.5 million primarily due to water purchases and supplies (\$1.8 million) as well as depreciation (\$1.2 million). Various operating increases were offset by lower salary and benefit costs.
- Internal service charges were refunded to operating funds in FY 2011 based on unrestricted fund balances.

### General Fund Budgetary Highlights

Budgeted revenues were increased \$10.1 million and actual revenues were \$2.8 million higher than the final budget. The increase to the budget was primarily to recognize Measure O ½ Cent Sales Tax revenues based on City Council appropriations. In addition, the variance in actual revenues from final budgets included \$2.3 million in higher ½ cent sales tax revenues than budgeted. The remaining increase was the result of higher general property and sales tax revenues of \$1.9 million offset by lower franchise revenues of \$1.2 million and a net shortfall of \$0.2 million in various other revenues.

### General Fund Budgetary Summary (\$thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 72,126	\$ 81,499	\$ 84,343	\$ 2,844
Other Revenues	28,008	28,755	28,712	(43)
<b>Total revenues</b>	<b>100,134</b>	<b>110,254</b>	<b>113,055</b>	<b>2,801</b>
<b>Expenditures</b>				
Current	104,126	105,578	106,835	(1,257)
Capital outlay	136	19,488	3,845	15,643
<b>Total expenditures</b>	<b>104,262</b>	<b>125,066</b>	<b>110,680</b>	<b>14,386</b>
Excess of revenues over (under) expenditures	(4,128)	(14,812)	2,375	17,187
<b>Other Financing Sources (Uses)</b>				
Net Transfers	4,034	2,870	1,020	(1,850)
<b>Total other financing sources (uses)</b>	<b>4,034</b>	<b>2,870</b>	<b>1,020</b>	<b>(1,850)</b>
<b>Net change in fund balances</b>	<b>\$ (94)</b>	<b>\$ (11,942)</b>	<b>\$ 3,395</b>	<b>\$ 15,337</b>

General Fund appropriations were increased \$20.8 million from the original budget of \$104.3 million (excluding transfers) and actual expenditures were \$14.4 million lower than the final budget. Most of this variance was from the appropriation of Measure O ½ Cent Sales Tax funds for multi-year projects.

- Changes to the budget included \$21 million for Measure O projects and programs. Miscellaneous adjustments resulted in a net decrease of approximately \$0.2 million.
- The \$14.4 million difference between the final budget for expenditures and actual amounts included \$16.2 million of Measure O funds anticipated for expenditure in FY 2012. Several departments experienced unbudgeted expenditures that required the use of fund balance in the amount of \$1.6 million. These included higher overtime primarily in public safety, fuel and vehicle maintenance costs, and electricity charges for street lights.

The transfer budgets were reduced \$1.2 million primarily to reflect ERIP savings as they were recognized. The \$1.8 million net variance included a \$1.5 million adjustment for Public Safety Retirement medical charges against the Public Safety Retirement fund previously discussed and a \$0.3 million shortfall in ERIP savings.

## Capital Assets and Debt Administration

**Capital assets.** The City’s investments in capital assets, net of accumulated depreciation, for governmental and business-type activities as of June 30, 2011, were \$1.5 billion and \$0.61 billion respectively. Governmental capital assets increased \$34.1 million or 2.3% including roadway construction, such as the Rice Avenue/Highway 101 Interchange project. Business-type activities increased \$65.9 million or 12.2% primarily related to the GREAT program projects such as the Advanced Water Purification Facility and Recycled Water Backbone. More detailed information about the City’s capital assets activity is presented in Note II-E to the financial statements, beginning on page 52.

### Capital Assets Net of Accumulated Depreciation (\$thousands)

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Land	\$ 989,442	\$ 988,044	\$ 47,730	\$ 47,688	\$ 1,037,172	\$ 1,035,732
Buildings	32,216	22,467	36,721	27,401	68,937	49,868
Other improvements	70,273	64,413	23,351	24,908	93,624	89,321
Machinery and equipment	7,951	7,568	3,435	3,677	11,386	11,245
Infrastructure	228,212	230,933	190,754	168,478	418,966	399,411
Construction in progress	176,846	157,435	305,169	269,128	482,015	426,563
<b>Total</b>	<b>\$ 1,504,940</b>	<b>\$ 1,470,860</b>	<b>\$ 607,160</b>	<b>\$ 541,280</b>	<b>\$ 2,112,100</b>	<b>\$ 2,012,140</b>

**Long-term debt.** The City uses a variety of tax increment, revenue and lease indebtedness to finance various capital acquisitions. As of June 30, 2011, the City’s long-term debt outstanding was \$503.3 million. Of this total, \$117.2 million was in governmental activities and \$386.1 million was in business-type activities. More detailed information about the City’s long-term liabilities is presented in Note II-F to the financial statements, beginning on page 54. The following provides a breakdown of the City’s outstanding indebtedness adjusted for unamortized premiums, discounts and gains or losses on refundings (excludes compensated absences):

**Outstanding Debt  
(\$thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Tax Allocation Bonds	\$ 44,814	\$ 46,066	\$ -	\$ -	\$ 44,814	\$ 46,066
Revenue Bonds	37,359	38,878	382,525	369,890	419,884	408,768
Capital Leases	2,552	1,436	3,624	3,632	6,176	5,068
Certificates of Participation	32,464	33,194	-	-	32,464	33,194
<b>Total</b>	<b>\$ 117,189</b>	<b>\$ 119,574</b>	<b>\$ 386,149</b>	<b>\$ 373,522</b>	<b>\$ 503,338</b>	<b>\$ 493,096</b>

Tax allocation bonds are paid from the increment revenues of property taxes levied within the City’s redevelopment and renewal areas. The Central City Revitalization Project and other redevelopment areas currently are accounted for by the Oxnard Community Development Commission (CDC). CDC debt is rated A by Standard and Poor’s (S&P).

Revenue bonds are used to finance projects for public parking, civic center, water, wastewater, environmental resources, and public housing. Debt service on these issues is paid from the revenues of the appropriate enterprise funds, the general fund, and other governmental funds. Water and Wastewater revenue bonds are rated “A+” by S&P, while the other revenue bonds are “A” rated.

During the fiscal year, the City issued Lease Revenue Refunding Bonds, Series 2011 in the amount of \$21.6 million for the repurchase of land under the Golf Course Fund. The rating on this issue was “A+”, while the Cities underlying general obligation rating was upgraded to “AA-“.

The total outstanding debt is limited by statute to 15% of assessed valuation, or \$2.33 billion.

**Economic Factors and Next Year’s Budgets and Rates**

Oxnard’s diverse economy resulted in a stable environment for City revenues even though the average unemployment rate was just over to 14%. Falling residential property values continued to decline resulting in moderately lower property tax collections.

The fiscal year 2012 budget was developed based on relatively flat economic growth. Taxes were budgeted consistent with FY 2011 receipts. No increases were programmed for user charges; however, a rate study update has been initiated for the City’s utilities.



## **Contacting the City's Financial Management**

This Management's Discussion and Analysis is designed to provide the City's residents, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about this document, separate reports of the City's component units, or wish additional financial information, contact the Office of the Chief Financial Officer at 300 West Third Street, Oxnard, California, 93030.

This page left intentionally blank

# **BASIC FINANCIAL STATEMENTS**



**City of Oxnard, California**  
**STATEMENT OF NET ASSETS**  
**June 30, 2011**

	<b>Primary Government</b>		<b>Total</b>
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	
<b>ASSETS</b>			
Cash and cash equivalents	\$ 138,769,650	\$ 28,858,955	\$ 167,628,605
Investments with fiscal agents	22,735,280	68,239,668	90,974,948
Accounts and other receivables (net of allowance for uncollectibles)	26,670,779	16,752,336	43,423,115
Notes receivable	6,162,281	1,371,139	7,533,420
Internal balances	(832,855)	832,855	-
Due from other government	7,521,005	-	7,521,005
Properties held for resale	7,067,786	-	7,067,786
Other assets	1,444,473	1,225,576	2,670,049
Deferred outflow	4,832,326	3,508,932	8,341,258
Restricted assets:			
Investments with fiscal agents	-	274,035	274,035
Capital assets not being depreciated:			
Land	989,441,664	47,730,214	1,037,171,878
Construction in progress	176,845,876	305,169,620	482,015,496
Capital assets, net of accumulated depreciation:			
Buildings	32,215,771	36,720,751	68,936,522
Other Improvements	70,273,163	23,351,183	93,624,346
Machinery and equipment	7,951,173	3,434,673	11,385,846
Infrastructure	228,212,594	190,753,635	418,966,229
<b>Total assets</b>	<b>\$ 1,719,310,966</b>	<b>\$ 728,223,572</b>	<b>\$ 2,447,534,538</b>
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Accounts payable	12,799,420	3,135,428	15,934,848
Other liabilities	13,092,332	4,202,701	17,295,033
Unearned revenues	8,091,572	-	8,091,572
Due to other agencies	607,642	-	607,642
Self insurance claims - due within one year	6,019,000	-	6,019,000
Compensated absences payable - current	8,894,300	1,461,268	10,355,568
Bonds and capital leases	4,085,820	11,116,056	15,201,876
Interest rate swap	4,832,326	3,508,932	8,341,258
Early retirement incentive payable	741,976	-	741,976
<b>Noncurrent liabilities:</b>			
Notes Payable	-	252,852	252,852
Self insurance claims	6,016,400	-	6,016,400
Compensated absences payable	7,957,550	1,183,823	9,141,373
Post employment retirement payable	5,027,449	1,056,465	6,083,914
Early retirement incentive payable	2,225,929	-	2,225,929
Bonds & capital leases	113,104,313	375,032,264	488,136,577
<b>Total liabilities</b>	<b>193,496,029</b>	<b>400,949,789</b>	<b>594,445,818</b>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	1,411,737,702	265,617,506	1,677,355,208
Restricted for:			
Debt service	25,066,815	16,132,674	41,199,489
Housing	2,288	2,284,436	2,286,724
Public safety retirement	9,431,477	-	9,431,477
Unrestricted	79,576,655	43,239,167	122,815,822
<b>Total net assets</b>	<b>1,525,814,937</b>	<b>327,273,783</b>	<b>1,853,088,720</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,719,310,966</b>	<b>\$ 728,223,572</b>	<b>\$ 2,447,534,538</b>

The notes to the financial statements are an integral part of this statement.

City of Oxnard, California  
Statement of Activities  
For the Year Ended June 30, 2011

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets		Total	
	Expenses	Primary Government		Governmental Activities	Business-type Activities		
		Charges for Services	Operating Grants and Contributions				Capital Grants and Contributions
<b>Primary government:</b>							
Governmental activities:							
General government	\$ 20,845,702	\$ 8,422,050	\$ 14,850,415	\$ -	\$ 2,426,763	\$ -	\$ 2,426,763
Public safety	92,702,882	4,246,985	2,976,234	-	(85,479,663)	-	(85,479,663)
Transportation	10,521,098	2,131,535	6,115,129	23,578,578	21,304,144	-	21,304,144
Community development	26,225,688	7,198,058	2,791,499	10,778,446	(5,457,685)	-	(5,457,685)
Culture and leisure	19,047,037	5,037,380	439,486	974,544	(12,595,627)	-	(12,595,627)
Libraries	5,230,252	399,582	120,954	-	(4,709,716)	-	(4,709,716)
Interest on long-term debt	5,503,330	-	-	-	(5,503,330)	-	(5,503,330)
<b>Total governmental activities</b>	<b>180,075,989</b>	<b>27,435,590</b>	<b>27,293,717</b>	<b>35,331,568</b>	<b>(90,015,114)</b>	<b>-</b>	<b>(90,015,114)</b>
<b>Business-type activities:</b>							
Water	34,062,940	43,170,566	-	-	-	9,107,626	9,107,626
Wastewater	23,052,505	25,157,094	-	-	-	2,104,589	2,104,589
Environmental Resource	41,405,568	45,047,154	24,191	-	-	3,665,777	3,665,777
Performing arts and convention center	1,606,129	439,653	-	-	-	(1,166,476)	(1,166,476)
Oxnard housing authority	24,911,450	4,786,715	20,500,044	2,308,206	-	2,683,515	2,683,515
Municipal golf course	6,104,614	3,905,224	-	-	-	(2,199,390)	(2,199,390)
<b>Total business-type activities</b>	<b>131,143,206</b>	<b>122,506,406</b>	<b>20,524,235</b>	<b>2,308,206</b>	<b>-</b>	<b>14,195,641</b>	<b>14,195,641</b>
<b>Total primary government</b>	<b>311,219,195</b>	<b>149,941,996</b>	<b>47,817,952</b>	<b>37,639,774</b>	<b>(90,015,114)</b>	<b>14,195,641</b>	<b>(75,819,473)</b>
<b>General revenues:</b>							
Taxes:							
Property tax					71,118,203	-	71,118,203
Sales tax					33,396,737	-	33,396,737
Transient occupancy tax					3,301,864	-	3,301,864
Franchise tax					3,495,532	-	3,495,532
Deed transfer tax					528,563	-	528,563
Business license tax					4,412,881	-	4,412,881
Penalties and interest					105,158	-	105,158
Interest on investments					1,934,083	3,361,632	5,295,715
Sale of capital assets					141,123	-	141,123
Transfers					(2,564,795)	2,564,795	-
<b>Total general revenues and transfers</b>					<b>115,869,349</b>	<b>5,926,427</b>	<b>121,795,776</b>
Change in net assets					25,854,235	20,122,068	45,976,303
<b>Net assets - July 1</b>					<b>1,499,960,702</b>	<b>307,151,715</b>	<b>1,807,112,417</b>
<b>Net assets - June 30</b>					<b>\$ 1,525,814,937</b>	<b>\$ 327,273,783</b>	<b>\$ 1,853,088,720</b>

The notes to the financial statements are an integral part of this statement.

City of Oxnard, California  
Balance Sheet  
Governmental Funds  
June 30, 2011

	General	State & Federal Grants	Community Development Commission	Tax Increments	Non Major	Total Governmental
<b>ASSETS</b>						
Cash and cash equivalents	\$ 22,005,593	\$ -	\$ 7,083,971	\$ 33,597,236	\$ 56,946,804	\$ 119,633,604
Investments with fiscal agents	-	-	-	13,149,023	9,586,257	22,735,280
Accounts and other receivables	2,119,208	18,461,454	-	400,648	5,592,424	26,573,734
Notes receivable	-	-	-	6,162,281	-	6,162,281
Due from other funds	10,319,096	-	-	-	7,618,767	17,937,863
Due from other government	6,958,448	-	-	-	562,557	7,521,005
Properties held for resale	-	-	-	7,067,786	-	7,067,786
Other assets	10,700	-	-	-	189,642	200,342
<b>Total assets</b>	<b>\$ 41,413,045</b>	<b>\$ 18,461,454</b>	<b>\$ 7,083,971</b>	<b>\$ 60,376,974</b>	<b>\$ 80,496,451</b>	<b>\$ 207,831,895</b>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	3,051,309	3,497,188	4,915,975	-	843,472	12,307,944
Other liabilities	4,558,250	209,059	10,591	-	1,297,132	6,075,032
Due to other funds	-	11,111,532	2,000,000	-	5,659,186	18,770,718
Due to other agencies	-	-	607,642	-	-	607,642
Deferred/unearned revenues	682,651	3,769,174	-	-	6,708,976	11,160,801
<b>Total liabilities</b>	<b>8,292,210</b>	<b>18,586,953</b>	<b>7,534,208</b>	<b>-</b>	<b>14,508,766</b>	<b>48,922,137</b>
Fund balances						
<b>Nonspendable:</b>						
Property held for resale	-	-	-	7,067,786	-	7,067,786
Notes receivable	-	-	-	6,162,281	-	6,162,281
<b>Restricted for:</b>						
Debt service	-	-	2,189,231	13,149,023	9,728,561	25,066,815
Housing	-	-	-	-	2,288	2,288
Public safety retirement	-	-	-	-	9,431,477	9,431,477
<b>Assigned to:</b>						
Capital projects	-	-	-	-	10,576,085	10,576,085
Measure "O" service enhancement	17,472,751	-	-	-	-	17,472,751
Other purposes	-	-	-	33,997,884	36,249,274	70,247,158
<b>Unassigned:</b>	<b>15,648,084</b>	<b>(125,499)</b>	<b>(2,639,468)</b>	<b>-</b>	<b>-</b>	<b>12,883,117</b>
<b>Total fund balances</b>	<b>33,120,835</b>	<b>(125,499)</b>	<b>(450,237)</b>	<b>60,376,974</b>	<b>65,987,685</b>	<b>158,909,758</b>
<b>Total liabilities and fund balances</b>	<b>\$ 41,413,045</b>	<b>\$ 18,461,454</b>	<b>\$ 7,083,971</b>	<b>\$ 60,376,974</b>	<b>\$ 80,496,451</b>	<b>\$ 207,831,895</b>

The notes to the financial statements are an integral part of this statement.

**City of Oxnard, California**  
**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets**  
**June 30, 2011**

Fund balances of governmental funds	\$ 158,909,758
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets of \$1,838,872,938 net of accumulated depreciation of (\$336,598,789) are not financial resources and, therefore, are not reported in the funds.	1,502,274,149
Long term liabilities, claims and compensated absences have not been included in the governmental fund activity:	
Long-term liabilities of \$117,758,006 net of unamortized discount (\$696,659)	(117,061,347)
Self insurance claims	(12,035,400)
Compensated absences	(15,926,452)
Accrued interest payable for the current portion of interest due on long-term liabilities has not been reported in the governmental funds	(1,231,801)
Unamortized issuance cost, Other assets, not available to pay current-period expenditures	1,244,131
Other post employment liability, other long term liability, not due and payable in the current period	(4,688,396)
Early retirement incentive payable	(2,967,905)
Grants receivable that were not received within the availability period were recorded as deferred revenue in the governmental funds	3,069,229
Internal service funds are used by management to charge the costs of certain activities, such as insurance, information services, facilities and equipment maintenance. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net assets	14,228,971
<b>Net assets of governmental activities</b>	<b>\$ 1,525,814,937</b>

The notes to the financial statements are an integral part of this statement.

**City of Oxnard**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2011**

	General	State & Federal Grants	Community Development Commission	Tax Increments	Non Major	Total Governmental
<b>REVENUES</b>						
Taxes	\$ 84,342,934	\$ -	\$ 15,360,734	\$ -	\$ 16,655,270	\$ 116,358,938
Licenses and permits	1,298,939	-	-	-	703,477	2,002,416
Intergovernmental	12,451,920	37,792,620	-	-	8,726,914	58,971,454
Growth and development fees	-	-	256,390	-	2,407,389	2,663,779
Charges for services	10,512,219	-	66,951	-	89,491	10,668,661
Fines and forfeitures	657,538	140,127	-	-	436,068	1,233,733
Interest on investments	501,703	80,910	602,649	-	748,821	1,934,083
Special assessments	-	-	-	-	9,013,480	9,013,480
Miscellaneous	3,289,632	(669,703)	458,857	-	594,266	3,673,052
<b>Total revenues</b>	<b>113,054,885</b>	<b>37,343,954</b>	<b>16,745,581</b>	<b>-</b>	<b>39,375,176</b>	<b>206,519,596</b>
<b>EXPENDITURES</b>						
Current:						
General government	10,561,644	-	-	-	479,406	11,041,050
Public safety	65,136,544	2,389,707	-	-	16,912,757	84,439,008
Transportation	4,577,506	1,823,110	-	-	3,937,595	10,338,211
Community Development	9,692,678	1,630,002	11,229,750	-	2,250,695	24,803,125
Culture and leisure	12,250,438	528,483	-	-	5,010,366	17,789,287
Library Services	4,616,656	65,377	-	-	-	4,682,033
Capital outlay	3,845,114	37,528,910	5,847,564	-	7,564,000	54,785,588
Debt service:						
Principal	-	-	-	-	3,926,631	3,926,631
Interest and fiscal charges	-	-	-	-	5,151,761	5,151,761
<b>Total expenditures</b>	<b>110,680,580</b>	<b>43,965,589</b>	<b>17,077,314</b>	<b>-</b>	<b>45,233,211</b>	<b>216,956,694</b>
Excess of revenues over (under) expenditures	2,374,305	(6,621,635)	(331,733)	-	(5,858,035)	(10,437,098)
<b>OTHER FINANCING SOURCES (USES)</b>						
Proceeds from capital lease	-	-	-	-	1,295,771	1,295,771
Transfers in	5,939,476	-	-	-	5,778,869	11,718,345
Transfers out	(4,919,740)	-	(117,000)	-	(3,460,674)	(8,497,414)
<b>Total other financing sources (uses)</b>	<b>1,019,736</b>	<b>-</b>	<b>(117,000)</b>	<b>-</b>	<b>3,613,966</b>	<b>4,516,702</b>
<b>SPECIAL ITEMS:</b>						
Contributions from other funds	-	-	-	60,376,974	-	60,376,974
Contributions to other funds	-	-	(60,376,974)	-	-	(60,376,974)
Net change in fund balances	3,394,041	(6,621,635)	(60,825,707)	60,376,974	(2,244,069)	(5,920,396)
Fund balances, July 1	29,726,794	6,496,136	60,375,470	-	68,231,754	164,830,154
<b>Fund balances, June 30</b>	<b>\$ 33,120,835</b>	<b>\$ (125,499)</b>	<b>\$ (450,237)</b>	<b>\$ 60,376,974</b>	<b>\$ 65,987,685</b>	<b>\$ 158,909,758</b>

The notes to the financial statements are an integral part of this statement.



**City of Oxnard, California**  
**Reconciliation of the Change in Fund Balances of the Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2011**

Amounts reported for governmental activities in the statement of activities are different because:

**Net change in fund balances - total governmental funds** \$ (5,920,396)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays \$53,014,104 (net of reclass of \$1,771,484) exceeded depreciation expense (\$19,073,358) in the current period. 33,940,746

In the statement of activities, the loss on disposal of assets is reported whereas in the governmental funds, the proceeds from the sale increase financial resources. The change in net assets differs from the change in fund balance by the cost of the assets disposed \$860,367 net of accumulated depreciation (\$829,091) (31,276)

Some expenses reported in the statement of activities do not require the use of financial resources and are not reported as expenditures in governmental funds. These include the decrease in accrued interest \$15,135 net decrease in compensated absences \$147,361, increase in other post employment benefits (\$749,590), and early retirement incentive (\$2,967,905). (3,554,999)

The proceeds of debt issuances provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which debt proceeds of (\$1,295,771) add cost of issuance (\$248,440) and bond discount (\$118,262) exceeded repayments of \$3,926,631. 2,264,158

Revenue in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. 2,977,298

Net expenditures of internal service funds of \$2,962,828 is reported with governmental activities, plus \$858,468 allocated to business-type activities. (3,821,296)

**Change in net assets of governmental activities (page 18)** \$ 25,854,235

The notes to the financial statements are an integral part of this statement.

This page left blank intentionally

**City of Oxnard, California**  
**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2011**

	<u>Water</u>	<u>Wastewater</u>	<u>Environmental Resource</u>	<u>Performing Arts and Convention Center</u>
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 17,730,976	\$ 7,031,994	\$ 3,111,369	\$ -
Cash with fiscal agent	59,041,420	8,745	2,304,891	35,000
Accounts and other receivable (net of allow for uncollectibles)	6,802,109	3,664,795	6,015,528	3,129
Notes Receivable	-	-	-	-
Due from other funds	2,426,950	-	64,797	-
Deferred outflow	-	3,508,932	-	-
Other assets	-	839,716	199,324	-
<b>Total current assets</b>	<b><u>86,001,455</u></b>	<b><u>15,054,182</u></b>	<b><u>11,695,909</u></b>	<b><u>38,129</u></b>
Noncurrent assets:				
Investments with fiscal agent	-	-	-	-
Notes Receivable	-	1,339,400	-	-
Advances to other funds	12,546,581	-	-	-
Capital assets:				
Land	3,883,110	3,145,160	3,851,164	-
Buildings	14,517,008	6,380,938	22,859,740	-
Improvements	-	-	-	-
Machinery and equipment	2,937,126	17,839,123	21,628,411	15,370
Construction in progress	129,946,709	170,893,077	3,041,235	-
Infrastructure	141,173,678	170,596,693	3,586,781	42,615
Less accumulated depreciation	(53,111,693)	(99,506,973)	(27,010,067)	(16,922)
Total capital assets (net of accum depr)	<u>239,345,938</u>	<u>269,348,018</u>	<u>27,957,264</u>	<u>41,063</u>
<b>Total noncurrent assets</b>	<b><u>251,892,519</u></b>	<b><u>270,687,418</u></b>	<b><u>27,957,264</u></b>	<b><u>41,063</u></b>
<b>Total assets</b>	<b><u>337,893,974</u></b>	<b><u>285,741,600</u></b>	<b><u>39,653,173</u></b>	<b><u>79,192</u></b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	5,056,939	412,974	2,385,792	46,248
Other liabilities	1,791,783	985,596	660,846	26,388
Advances from other funds	-	776,021	-	1,422,360
Interest swap	-	3,508,932	-	-
Compensated absences payable - current	300,000	516,000	560,000	51,000
Self insurance claims - due within one year	-	-	-	-
Revenue bonds and capital leases payable-current	<u>3,520,568</u>	<u>3,532,559</u>	<u>2,645,323</u>	<u>-</u>
<b>Total current liabilities</b>	<b><u>10,669,290</u></b>	<b><u>9,732,082</u></b>	<b><u>6,251,961</u></b>	<b><u>1,545,996</u></b>
Noncurrent liabilities:				
Revenue bonds, net of current portion and discount	199,113,754	135,213,652	8,691,569	-
Compensated absences payable	268,879	88,502	230,556	43,122
Advances from other funds	-	2,470,561	9,300,000	-
Notes Payable	-	-	-	-
Self insurance claims	-	-	-	-
Capital leases payable	154,799	127,171	2,688,248	-
Post employment retirement payable	<u>193,244</u>	<u>296,694</u>	<u>309,196</u>	<u>12,786</u>
<b>Total noncurrent liabilities</b>	<b><u>199,730,676</u></b>	<b><u>138,196,580</u></b>	<b><u>21,219,569</u></b>	<b><u>55,908</u></b>
<b>Total liabilities</b>	<b><u>210,399,966</u></b>	<b><u>147,928,662</u></b>	<b><u>27,471,530</u></b>	<b><u>1,601,904</u></b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	81,439,329	130,094,500	14,828,612	41,063
Restricted for Housing	-	-	-	-
Restricted for debt service	14,002,074	-	2,130,600	-
Unrestricted	<u>32,052,605</u>	<u>7,718,438</u>	<u>(4,777,569)</u>	<u>(1,563,775)</u>
<b>Total net assets</b>	<b><u>\$ 127,494,008</u></b>	<b><u>\$ 137,812,938</u></b>	<b><u>\$ 12,181,643</u></b>	<b><u>\$ (1,522,712)</u></b>

The notes to the financial statements are an integral part of this statement.

<u>Oxnard Housing Authority</u>	<u>Municipal Golf Course</u>	<u>Totals Current Year</u>	<u>Governmental Activities- Internal Service Funds</u>	
\$ 984,616	\$ -	\$ 28,858,955	\$ 19,136,046	<b>ASSETS</b>
6,845,392	4,220	68,239,668	-	Current assets:
266,775	-	16,752,336	97,045	Cash and cash equivalents
31,739	-	31,739	-	Cash with fiscal agent
-	-	2,491,747	-	Accounts and other receivable (net of allow for uncollectibles)
-	-	3,508,932	-	Notes Receivable
186,536	-	1,225,576	-	Due from other funds
<b>8,315,058</b>	<b>4,220</b>	<b>121,108,953</b>	<b>19,233,091</b>	Deferred outflow
				Other assets
274,035	-	274,035	-	<b>Total current assets</b>
-	-	1,339,400	-	Noncurrent assets:
-	-	12,546,581	-	Investments with fiscal agent
8,920,208	27,930,572	47,730,214	595,500	Notes Receivable
40,918,226	3,870,433	88,546,345	-	Advances to other funds
-	25,328,578	25,328,578	-	Capital assets:
1,633,839	13,950	44,067,819	3,301,256	Land
519,405	769,194	305,169,620	1,300,276	Buildings
-	-	315,399,767	-	Improvements
(35,907,500)	(3,529,112)	(219,082,267)	(2,530,940)	Machinery and equipment
16,084,178	54,383,615	607,160,076	2,666,092	Construction in progress
<b>16,358,213</b>	<b>54,383,615</b>	<b>621,320,092</b>	<b>2,666,092</b>	Infrastructure
<b>24,673,271</b>	<b>54,387,835</b>	<b>742,429,045</b>	<b>21,899,183</b>	Less accumulated depreciation
				Total capital assets (net of accum depr)
236,116	7,160	8,145,229	491,476	<b>Total noncurrent assets</b>
636,977	101,111	4,202,701	453,262	<b>Total assets</b>
-	236,531	2,434,912	-	<b>LIABILITIES</b>
-	-	3,508,932	-	Current liabilities:
34,268	-	1,461,268	594,300	Accounts payable
-	-	-	6,019,000	Other liabilities
250,000	1,167,606	11,116,056	27,183	Advances from other funds
1,157,361	1,512,408	30,869,098	7,585,221	Interest swap
				Compensated absences payable - current
4,025,000	25,018,071	372,062,046	-	Self insurance claims - due within one year
552,764	-	1,183,823	331,098	Revenue bonds and capital leases payable-current
-	-	11,770,561	-	Noncurrent liabilities:
252,852	-	252,852	-	Revenue bonds, net of current portion and discount
-	-	-	6,016,400	Compensated absences payable
-	-	2,970,218	101,603	Advances from other funds
244,545	-	1,056,465	339,053	Notes Payable
<b>5,075,161</b>	<b>25,018,071</b>	<b>389,295,965</b>	<b>6,788,154</b>	Self insurance claims
<b>6,232,522</b>	<b>26,530,479</b>	<b>420,165,063</b>	<b>14,373,375</b>	Capital leases payable
				Post employment retirement payable
11,556,326	27,657,676	265,617,506	2,537,306	<b>Total noncurrent liabilities</b>
2,284,436	-	2,284,436	-	<b>Total liabilities</b>
-	-	16,132,674	-	<b>NET ASSETS</b>
4,599,987	199,680	38,229,366	4,988,502	Invested in capital assets, net of related debt
<b>\$ 18,440,749</b>	<b>\$ 27,857,356</b>	<b>\$ 322,263,982</b>	<b>\$ 7,525,808</b>	Restricted for Housing
				Restricted for debt service
				Unrestricted
				<b>Total net assets</b>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds		5,009,801		
Net assets of business-type activities		<b>327,273,783</b>		

**City of Oxnard, California**  
**Statement of Revenues, Expenses and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For Fiscal Year Ended June 30, 2011**

	<u>Water</u>	<u>WasteWater</u>	<u>Environmental Resource</u>	<u>Performing Arts &amp; Convention Center</u>
Operating revenues:				
Charges for services	\$ 42,671,452	\$ 23,889,173	\$ 44,722,839	\$ 419,396
Connection Fees	492,987	432,211	32,206	-
Miscellaneous and reimbursements	6,127	835,710	292,109	20,257
<b>Total operating revenues</b>	<b><u>43,170,566</u></b>	<b><u>25,157,094</u></b>	<b><u>45,047,154</u></b>	<b><u>439,653</u></b>
Operating expenses:				
Salaries and wages	4,420,902	5,894,283	7,025,113	1,129,023
Contractual services	1,101,235	884,766	16,271,141	101,685
Operating supplies	19,252,446	1,810,371	281,645	119
Utilities	700,446	4,279,776	6,804,431	146,181
Depreciation & amortization	3,557,371	4,036,690	1,653,712	2,275
General and administrative	4,040,008	3,474,241	4,033,889	224,346
Repairs and maintenance	395,389	141,292	4,642,337	2,500
Claims expenses	-	-	-	-
<b>Total operating expenses</b>	<b><u>33,467,797</u></b>	<b><u>20,521,419</u></b>	<b><u>40,712,268</u></b>	<b><u>1,606,129</u></b>
Operating income (loss)	<u>9,702,769</u>	<u>4,635,675</u>	<u>4,334,886</u>	<u>(1,166,476)</u>
Nonoperating revenues (expenses):				
Loss on sale of capital assets	-	-	(3,413)	-
Intergovernmental	-	-	24,191	-
Interest on investments	2,947,699	216,268	171,687	-
Interest expense	(761,297)	(2,775,388)	(1,137,520)	-
<b>Total nonoperating revenues (expenses)</b>	<b><u>2,186,402</u></b>	<b><u>(2,559,120)</u></b>	<b><u>(945,055)</u></b>	<b><u>-</u></b>
Income (loss) before contributions and transfers	<u>11,889,171</u>	<u>2,076,555</u>	<u>3,389,831</u>	<u>(1,166,476)</u>
Capital contributions	-	-	-	-
Transfers in	-	-	-	947,811
Transfers out	-	-	(62,129)	-
Changes in net assets	11,889,171	2,076,555	3,327,702	(218,665)
<b>Total net assets- July 1</b>	<b><u>115,604,837</u></b>	<b><u>135,736,383</u></b>	<b><u>8,853,941</u></b>	<b><u>(1,304,047)</u></b>
<b>Total net assets- June 30</b>	<b><u>\$ 127,494,008</u></b>	<b><u>\$ 137,812,938</u></b>	<b><u>\$ 12,181,643</u></b>	<b><u>\$ (1,522,712)</u></b>

The notes to the financial statements are an integral part of this statement.

**City of Oxnard, California**  
**Statement of Revenues, Expenses and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For Fiscal Year Ended June 30, 2011**

Oxnard Housing Authority	Municipal Golf Course	Totals Current Year	Governmental Activities- Internal Service Fund	
\$ 4,287,517	\$ 3,905,176	\$ 119,895,553	\$ 29,013,154	Operating revenues:
-	-	957,404	-	Charges for services
499,198	48	1,653,449	290,173	Connection Fees
<b>4,786,715</b>	<b>3,905,224</b>	<b>122,506,406</b>	<b>29,303,327</b>	Miscellaneous and reimbursements
				<b>Total operating revenues</b>
4,485,443	47,318	23,002,082	8,534,722	Operating expenses:
43,028	3,440,357	21,842,212	938,957	Salaries and wages
15,861,066	-	37,205,647	4,927,750	Contractual services
827,448	194,466	12,952,748	1,717,877	Operating supplies
1,185,139	586,005	11,021,192	267,750	Utilities
1,573,335	175,582	13,521,401	2,505,161	Depreciation & amortization
740,757	28,151	5,950,426	1,526,282	General and administrative
-	-	-	5,322,454	Repairs and maintenance
<b>24,716,216</b>	<b>4,471,879</b>	<b>125,495,708</b>	<b>25,740,953</b>	Claims expenses
(19,929,501)	(566,655)	(2,989,302)	3,562,374	<b>Total operating expenses</b>
				Operating income (loss)
-	-	(3,413)	(901)	Nonoperating revenues (expenses):
20,500,044	-	20,524,235	-	Loss on sale of capital assets
25,974	4	3,361,632	232,024	Intergovernmental
(195,234)	(1,633,114)	(6,502,553)	-	Interest on investments
<b>20,330,784</b>	<b>(1,633,110)</b>	<b>17,379,901</b>	<b>231,123</b>	Interest expense
401,283	(2,199,765)	14,390,599	3,793,497	<b>Total nonoperating revenues (expenses)</b>
2,308,206	-	2,308,206	(970,599)	Income (loss) before contributions and transfers
-	1,679,113	2,626,924	-	Capital contributions
-	-	(62,129)	(5,785,726)	Transfers in
2,709,489	(520,652)	19,263,600	(2,962,828)	Transfers out
<b>15,731,260</b>	<b>28,378,008</b>		<b>10,488,636</b>	Changes in net assets
<b>\$ 18,440,749</b>	<b>\$ 27,857,356</b>		<b>\$ 7,525,808</b>	<b>Total net assets- July 1</b>
				<b>Total net assets- June 30</b>
Adjustment to reflect the consolidation of				
internal service fund activities related to				
enterprise funds		858,468		
Change in net assets of business-type activities		<b>\$ 20,122,068</b>		

**City of Oxnard, California**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For Fiscal Year Ended 2011**

	<u>Water</u>	<u>Wastewater</u>	<u>Environmental Resource</u>	<u>Performing Arts and Convention Center</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers and users	\$ 41,471,404	\$ 24,914,381	\$ 43,599,461	\$ 439,648
Payments to suppliers	(26,481,868)	(10,975,584)	(31,291,008)	(502,912)
Payments to employees	(4,387,279)	(5,934,943)	(7,056,711)	(1,123,400)
Cash paid to claimants	-	-	-	-
<b>Net cash provided(used) by operating activities</b>	<b><u>10,602,257</u></b>	<b><u>8,003,854</u></b>	<b><u>5,251,742</u></b>	<b><u>(1,186,664)</u></b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Due to other funds	-	-	-	238,853
Due from other funds	(2,340,113)	-	(108)	-
Advances to other funds	753,419	-	-	-
Advances from other funds	-	(753,419)	-	-
Received from grants	-	-	24,191	-
Transfer from other funds	-	-	-	947,811
Transfer to other funds	-	-	(62,129)	-
<b>Net cash provided (used) by capital and related financing activities</b>	<b><u>(1,586,694)</u></b>	<b><u>(753,419)</u></b>	<b><u>(38,046)</u></b>	<b><u>1,186,664</u></b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Purchases of capital assets	(51,508,923)	(6,015,230)	(353,685)	-
Capital contributions	-	-	-	-
Principal paid on long-term debt	(2,209,809)	(3,367,079)	(2,534,094)	-
Interest and issuance cost paid on long-term debt	(11,621,908)	(7,359,648)	(1,178,081)	-
Proceeds from issuance of long-term debt	-	-	-	-
<b>Net cash used in capital and related financing activities</b>	<b><u>(65,340,640)</u></b>	<b><u>(16,741,957)</u></b>	<b><u>(4,065,860)</u></b>	<b><u>-</u></b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest on investments	2,947,699	216,268	171,687	-
<b>Net cash provided by investing activities</b>	<b><u>2,947,699</u></b>	<b><u>216,268</u></b>	<b><u>171,687</u></b>	<b><u>-</u></b>
Net increase (decrease) in cash and cash equivalents	(53,377,378)	(9,275,254)	1,319,523	-
<b>Cash and cash equivalents, July 1</b>	<b><u>130,149,774</u></b>	<b><u>16,315,993</u></b>	<b><u>4,096,737</u></b>	<b><u>35,000</u></b>
<b>Cash and cash equivalents, June 30</b>	<b><u>\$ 76,772,396</u></b>	<b><u>\$ 7,040,739</u></b>	<b><u>\$ 5,416,260</u></b>	<b><u>\$ 35,000</u></b>
<b>NON CASH CAPITAL LEASE</b>	<b>\$ 116,522</b>	<b>\$ 171,809</b>	<b>\$ 313,905</b>	<b>\$ -</b>

Note: Purchases of capital assets is net of non-cash capital lease transactions.

The notes to the financial statements are an integral part of this statement.

**City of Oxnard, California  
Statement of Cash Flows  
Proprietary Funds  
For Fiscal Year Ended 2011**

<b>Oxnard Housing Authority</b>	<b>Municipal Golf Course</b>	<b>Total</b>	<b>Governmental Activities-Internal Service Funds</b>	
				<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>
\$ 5,128,597	\$ 4,221,076	\$ 119,774,567	\$ 29,297,655	Receipts from customers and users
(19,305,465)	(3,777,694)	(92,334,531)	(11,611,694)	Payments to suppliers
(4,460,322)	(47,318)	(23,009,973)	(8,487,062)	Payments to employees
-	-	-	(5,630,217)	Cash paid to claimants
<b>(18,637,190)</b>	<b>396,064</b>	<b>4,430,063</b>	<b>3,568,682</b>	<b>Net cash provided(used) by operating activities</b>
				<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>
-	(563,671)	(324,818)	-	Due to other funds
-	-	(2,340,221)	-	Due from other funds
-	-	753,419	-	Advances to other funds
-	-	(753,419)	-	Advances from other funds
20,500,044	-	20,524,235	-	Received from grants
-	1,679,113	2,626,924	-	Transfer from other funds
-	-	(62,129)	(5,785,726)	Transfer to other funds
<b>20,500,044</b>	<b>1,115,442</b>	<b>20,423,991</b>	<b>(5,785,726)</b>	<b>Net cash provided (used) by capital and related financing activities</b>
				<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>
(2,600,768)	(347,433)	(60,826,039)	(298,773)	Purchases of capital assets
2,308,206	-	2,308,206	-	Capital contributions
(240,000)	(41,391,482)	(49,742,464)	(13,299)	Principal paid on long-term debt
(198,220)	(1,645,791)	(22,003,648)	-	Interest and issuance cost paid on long-term debt
-	21,322,544	21,322,544	-	Proceeds from issuance of long-term debt
<b>(730,782)</b>	<b>(22,062,162)</b>	<b>(108,941,401)</b>	<b>(312,072)</b>	<b>Net cash used in capital and related financing activities</b>
				<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>
25,974	4	3,361,632	232,024	Interest on investments
<b>25,974</b>	<b>4</b>	<b>3,361,632</b>	<b>232,024</b>	<b>Net cash provided by investing activities</b>
				Net increase (decrease) in cash and cash equivalents
1,158,046	(20,550,652)	(80,725,715)	(2,297,092)	<b>Cash and cash equivalents, July 1</b>
<b>6,945,997</b>	<b>20,554,872</b>	<b>178,098,373</b>	<b>21,433,138</b>	<b>Cash and cash equivalents, June 30</b>
<b>\$ 8,104,043</b>	<b>\$ 4,220</b>	<b>\$ 97,372,658</b>	<b>\$ 19,136,046</b>	
\$ -	\$ -	\$ 602,236	\$ 142,085	<b>NON CASH CAPITAL LEASE</b>



**City of Oxnard, California  
Statement of Cash Flows  
Proprietary Funds  
For Fiscal Year Ended 2011**

	<u>Water</u>	<u>Wastewater</u>	<u>Environmental Resource</u>	<u>Performing Arts and Convention Center</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>				
<b>Operating income (loss)</b>	<b>\$ 9,702,769</b>	<b>\$ 4,635,675</b>	<b>\$ 4,334,886</b>	<b>\$ (1,166,476)</b>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization	3,557,371	4,036,690	1,653,712	2,275
Changes in assets and liabilities:				
(Increase) decrease in accts receivable & notes receivable	(2,052,459)	(242,713)	(1,447,693)	(5)
(Increase) decrease in other assets	353,297	-	-	-
Increase (decrease) in accounts payable	(1,034,612)	(386,964)	614,462	(21,760)
Increase (decrease) in other liabilities	42,268	1,826	127,973	(6,321)
Increase (decrease) in compensated absences & OPEB	33,623	(40,660)	(31,598)	5,623
Increase (decrease) in self-insurance liabilities	-	-	-	-
<b>Net cash provided by (used) in operating activities</b>	<b><u>\$ 10,602,257</u></b>	<b><u>\$ 8,003,854</u></b>	<b><u>\$ 5,251,742</u></b>	<b><u>\$ (1,186,664)</u></b>

The notes to the financial statements are an integral part of this statement.

**City of Oxnard, California  
Statement of Cash Flows  
Proprietary Funds  
For Fiscal Year Ended 2011**

<u>Oxnard Housing Authority</u>	<u>Municipal Golf Course</u>	<u>Total</u>	<u>Governmental Activities-Internal Service Funds</u>	
\$ (19,929,501)	\$ (566,655)	\$ (2,989,302)	\$ 3,562,374	<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>
				<b>Operating income (loss)</b>
				Adjustments to reconcile operating income (loss) to net cash provided by operating activities:
1,185,139	586,005	11,021,192	267,750	Depreciation and amortization
				Changes in assets and liabilities:
				(Increase) decrease in accts receivable & notes receivable
334,939	315,852	(3,092,079)	(5,672)	Decrease (increase) in other assets
6,943	-	360,240	-	Increase (decrease) in accounts payable
(248,390)	(13,898)	(1,091,162)	7,535	Increase (decrease) in other liabilities
(11,441)	74,760	229,065	(3,202)	Increase (decrease) in compensated absences & OPEB
25,121	-	(7,891)	47,660	Increase (decrease) in self-insurance liabilities
-	-	-	(307,763)	
<u>\$ (18,637,190)</u>	<u>\$ 396,064</u>	<u>\$ 4,430,063</u>	<u>\$ 3,568,682</u>	<b>Net cash provided by (used) in operating activities</b>

**Fiduciary Funds**  
**Statement of Fiduciary Net Assets**  
**June 30, 2011**

	<u><b>Total</b></u>
<b>Assets:</b>	
Cash and Cash Equivalents	\$ 5,599,220
Investments with Fiscal Agents	<u>15,598,722</u>
<b>Total Assets</b>	<u><b>\$ 21,197,942</b></u>
<b>Liabilities:</b>	
Trust and Agency Payables	\$ 21,197,942
<b>Total Liabilities</b>	<u><b>\$ 21,197,942</b></u>

The notes to the financial statements are an integral part of this statement.

**City of Oxnard**  
**Notes to the Financial Statements**  
**June 30, 2011**

**I. Summary of Significant Accounting Policies**

**A. Reporting Entity**

The City of Oxnard, California (City) was incorporated as a general law city on June 30, 1903, and operates under the council-manager form of government. The City is governed by an elected Mayor and four Council members. Other elected positions include the City Clerk and City Treasurer. The accompanying basic financial statements present the financial position and results of operations of the City (the primary government) and its component units. The component units discussed below are included in the City's reporting entity because of the significance of their operational and financial relationships with the City. Although these entities are legally separate, the City's elected officials have a continuing financial responsibility and accountability for fiscal matters of these other entities. Financial accountability includes the appointment of governing bodies, budget authority, approval of tax levies and responsibility for funding deficits.

**Blended Component Units**

City of Oxnard Community Development Commission. The Redevelopment Agency of the City of Oxnard (RDA) was established pursuant to the California Community Redevelopment Law, codified in Part 1 of Division 24 of the California Health and Safety Code. The RDA was activated in 1960 by Ordinance No. 2365 of the City Council. On January 24, 1995, the RDA became the Community Development Commission (CDC). The CDC has continued the RDA's principal activities such as business retention, employment creation, the acquisition of real property for the purpose of removing or preventing blight, funding capital improvements and loaning money for rehabilitation and restoration of real properties. The City Council acts as the Board of Directors of the CDC. The City is financially accountable for the operations of the CDC through budgetary authority and fiscal management and the City is able to significantly influence operations of the CDC. The funds of the CDC have been included in the City's governmental activities in the accompanying government-wide financial statements. A separate Comprehensive Annual Financial Report (CAFR) has also been prepared and can be obtained from the Finance Department.

In January 2011, the City Council adopted a resolution approving the transfer of all real property and Other Assets of the CDC to the City to meet existing obligations set forth in the Cooperation Agreement and implement the provisions thereof. Please see Notes page 80 in Section V. Other Information, regarding the CDC.

City of Oxnard Financing Authority. The Oxnard Financing Authority (Authority) is a separate government entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Authority has the power to purchase

bonds issued by any local agency at public or negotiated sales and may sell such bonds to public or private purchasers at public or negotiated sales. The Authority is controlled by the City and has the same governing body as the City. City staff perform all accounting and administrative functions of the Authority. The debt service of the Authority is included in the Golf Course Enterprise Fund, Environmental Resources Enterprise Fund, Water Enterprise Fund, Wastewater Enterprise Fund, and Debt Service Fund.

Housing Authority of the City of Oxnard. The Housing Authority of the City of Oxnard (the Housing Authority) was established in April, 1945 by ordinance of the City Council. The Housing Authority is a public entity which was organized under the laws of the State of California's Health and Safety Code for the purpose of providing safe, decent, and sanitary housing for qualified economically disadvantaged and elderly individuals in areas where a shortage of such housing exists. To accomplish this purpose, the Housing Authority has entered into Annual Contributions Contracts with the U.S. Department of Housing and Urban Development (HUD) to operate assisted housing programs, such as Local Housing Authority Owned Housing, Section 8, and Modernization. The City Council and two tenant representatives serve as the governing board of the Housing Authority. The Housing Authority's operations have been included in the City's business-type activities in the accompanying government-wide financial statements. The Housing Authority prepares separate financial statements, which can be obtained from the Housing Authority's Financial Services Division.

## **B. New Pronouncements**

In February 2009, GASB issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, effective for periods beginning after June 15, 2010. This statement establishes new categories for reporting fund balances and revises the definitions for governmental fund types. The City implemented this statement for its fiscal year 2010-2011 financial statements.

## **C. Financial Statements Presentation**

In accordance with Governmental Accounting Standards Board Statement No. 34, the City's basic financial statements consist of the following:

- Government-wide financial statements;
- Fund financial statements; and
- Notes to the basic financial statements.

### **Government-Wide Financial Statements**

The City's Government-Wide Financial Statements include a Statement of Net Assets and a Statement of Activities. These statements present financial information for the City as a whole, while distinguishing between governmental and business-type activities. Fiduciary activities of the City are not included in these statements.

Most of the City's basic services are considered to be governmental activities, including general government, public safety, transportation, community development, culture and leisure, and library services. Property tax, sales tax, transient occupancy tax, franchise tax, business license tax, and user fees and charges financially support these activities.

The City's enterprise operations are classified as business-type activities. These operations consist of water, wastewater, environmental resources, housing, the River Ridge Golf Course, and the Performing Arts and Convention Center. These activities generally recover the cost of providing services from customer fees and charges.

Government-wide financial statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred. The types of transactions reported as program revenues for the City are reported in three categories: (1) charges for services; (2) grants and other contributions; and (3) capital grants and contributions.

The statement of activities demonstrates the degree to which expenses, both direct and indirect, of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect expenses are allocated based on the City's cost allocation plan. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) operating and capital grants and contributions, including special assessments, that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Certain eliminations have been made as prescribed by GASB 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated, with the exception of those representing balances between the governmental activities and the business-type activities. In the Statement of Activities, net internal service fund transactions have been allocated back to the governmental and business-type activities generating the net income or loss. In the Statement of Net Assets, internal service assets and liabilities have been combined with the governmental funds and presented as governmental activities.

In accordance with GASB 34, a reconciliation of the difference between the fund financial statements and the government-wide financial statements is provided as part of the fund financial statements.

The City applies all applicable Governmental Accounting Standards Board (GASB) pronouncements (including all National Council on Governmental Accounting (NGCA) Statements and Interpretations currently in effect). Financial Accounting Standards Board

(FASB) and Accounting Standard Codification (ASC) pronouncements issued on or before November 30, 1989, are applied to business type activities, unless those pronouncements conflict with or contradict GASB pronouncements. The City applies all applicable FASB and ASC pronouncements issued after November 30, 1989, except those that conflict with or contradict GASB pronouncements.

## **Fund Financial Statements**

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

### ***Governmental Fund Financial Statements***

Governmental Fund Financial Statements include a Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances for the major governmental funds. Non-major governmental funds are combined for presentation in governmental fund statements. In accordance with GASB 34 and based on the sole purpose for which a fund is established, the following funds have been determined to be the City's major governmental funds:

- **General Fund:** This fund is always a major fund and is used to account for all financial resources traditionally associated with government activities which are not legally required to be accounted for in another fund.
- **State and Federal Grants Fund:** This fund accounts for expenditures of grants from state and federal agencies.
- **Community Development Commission Fund:** This fund accounts for expenditures incurred on redevelopment projects financed primarily from tax increment revenues.
- **Tax Increments Fund:** This fund accounts for the Cooperation Agreement between the City and the CDC.

Governmental funds are accounted for using a "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. The City considers revenues available if they are collected within 60 days after year-end with the exception of sales tax which is based on the California Board of Equalization reporting period through June of the fiscal year for which payment is received in September. Property tax, sales tax, intergovernmental revenues and other taxes are accrued as appropriate. Grants and similar items are recognized as revenue as

soon as all eligibility requirements have been met. The availability period for revenue recognition for Grants receivable is one year after the year-end. Expenditures are recorded in the accounting period in which the related fund liability is incurred and, if paid within 60 days of year-end, except for unmatured principal and interest on long-term debt, which is recognized when due.

### ***Proprietary Fund Financial Statements***

Proprietary Fund Financial Statements include a Statement of Net Assets, Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major fund. A column representing Internal Service Funds in total is also presented in these statements.

The proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises wherein the cost of goods and services to the general public are financed or recovered primarily through user charges. In accordance with GASB 34 and based on the sole purpose for which a fund is established, the following enterprise funds have been determined to be the City's major proprietary funds:

- **Water Fund:** This fund is used to account for all activities of the City's water production, treatment and distribution system. Revenues are derived mainly from metered water services, connection fees, and installation charges.
- **Wastewater Fund:** This fund is used to account for all sewer activities related to conveyance and treatment services. Revenues are derived mainly from sewer service charges, connection fees, and treatment plant charges.
- **Environmental Resources Fund:** This fund is used to account for the activities related to collection and disposal of refuse throughout the City.
- **Performing Arts and Convention Center Fund:** This fund is used to account for the operations and maintenance of the City's Performing Arts and Convention Center.
- **Oxnard Housing Authority:** This fund is used to account for the receipts and disbursements of funds received from the U.S. Department of Housing and Urban Development (HUD) to provide housing assistance, such as the rental assistance programs for low income residents and senior citizens under Section 8 of the Federal Housing Act of 1937, as amended.
- **Municipal Golf Course Fund:** This fund is used to account for the operation and maintenance of the City's River Ridge golf course.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or non-current) are included within the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets present increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.



Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with proprietary funds principal ongoing operations. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use the restricted resources first, then unrestricted resources as they are needed.

### ***Internal Service Funds***

Internal service funds account for services to other departments on a cost-recovery basis. Internal service funds include workers' compensation, public liability and property damage, utility customer services, information systems, facilities maintenance, and fleet services. Internal service funds are reported in total on the proprietary funds statements.

### ***Fiduciary Fund Financial Statements***

Fiduciary fund financial statements include a Statement of Net Assets. The City's fiduciary funds consist of agency funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's fiduciary funds are as follows:

- **Artworks Fund:** This fund is used to account for donations from private parties to pay for Carnegie Art Museum artwork related expenditures.
- **Improvement Districts Fund:** This fund is used to account for various limited obligation improvement bonds issued by the City, wherein bond proceeds are used to finance land acquisition and public improvements of the various assessment districts within the City. Neither the faith, credit, nor the taxing power of the City or any of its political subdivisions is pledged to the payment of the bonds. Property owners within the assessment district are assessed through the County property tax bills and the money collected is used to pay off the annual debt service requirements.

## **D. Cash and Investments**

### **Cash and Cash Equivalents**

For reporting purposes, cash and cash equivalents include cash in bank accounts and investments held by the City Treasurer in a cash management pool. These amounts are readily available for use by the respective funds.

### **Investment Policy**

The City's investment policy is intended to provide guidelines for the prudent investment of City funds, and to outline the policies for maximizing the efficiency of the City's cash management system. The policy of the City is to invest public funds in a manner which will provide high investment return with the maximum security while meeting the daily

cash flow demands of the City and conforming to all state and local statutes governing the investment of public funds. The investment policy applies to the City's pooled investment fund which encompasses all monies under the direct oversight of the City Treasurer. These include the General Fund, Special Revenue Funds, Capital Project Funds, Enterprise Funds, Internal Service Funds and Fiduciary Funds.

### **Investments**

In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and External Investment Pools," the City's investments are stated at fair value.

The City Treasurer's investment pool is comprised of pooled deposits and investments and the State of California Local Agency Investment Fund (LAIF) investments. The City Treasurer's pooled investments are carried at fair value. The fair value is determined utilizing SunGard Securities Systems, the vendor providing investment reporting capability for the City Treasurer's Office, which provides pricing data from multiple industry sources. The fair value of LAIF is determined by allocating the City's share of LAIF's fair value as reported by LAIF.

LAIF is part of the State's Pooled Money Investment Account (PMIA), which was established in 1953. Oversight of PMIA is provided by the Pooled Money Investment Board (PMIB) and an in-house Investment Committee. The PMIB members are the State Treasurer, Director of Finance, and State Controller.

Direct oversight for LAIF is provided by the Local Agency Investment Advisory Board. The board consists of five members as designated by statute. The Chairman is the State Treasurer or his designated representative. Two members qualified by training and experience in the field of investment or finance and two members who are treasurers, finance or fiscal officers, or business managers employed by any county, city, or local district or municipal corporation of this state, are appointed by the State Treasurer. LAIF is required to invest in accordance with state statute.

### **Investment Income**

Investment income earned on pooled cash and investments is allocated monthly to the General Fund and those other funds for which such allocation is a legal contractual requirement based on the average month-end cash balances. Investment income from cash and investments with fiscal agents is credited directly to the related fund. Income from non-pooled investments is recorded in the appropriate fund based on the specific investments held by the trustee of the fund. Changes in the fair value of investments are recognized in Investment income at the end of each year.

## E. Utility Revenue

Utility revenue is recorded when earned. Customers are billed monthly. The estimated value of services provided, but unbilled at year-end is included in the accompanying basic financial statements.

## F. Properties Held for Resale

Properties acquired for the Heritage Square office complex and the Social Security Building are included as properties held for resale by the Community Development Commission in the Tax Increment Fund. At June 30, 2011, properties held for resale which amounted to \$7,067,786, are carried at the lower of cost or estimated fair value.

## G. Capital Assets

The City's assets for governmental and business-type activities are capitalized at historical cost or estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. City policy has set the capitalization threshold at \$5,000. Contributions of capital assets are recorded at fair market value when received. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets as follows:

<b>Buildings</b>	45 years
<b>Improvements:</b>	
Paving, curbs, lighting	40 years
Parks Improvements	25 years
Sports Courts	40 years
Landscaping	50 years
<b>Equipment and Machinery</b>	5-20 years
<b>Infrastructure Assets:</b>	
Roadway network	25-100 years
Waterways/seawalls	75 years
Storm drain system	50-100 years

GASB 34 requires states, local governments, and other public agencies to annually report the net value of all capital assets, including infrastructure assets, consistent with generally accepted accounting principles. GASB 34 defines infrastructure assets as "long lived capital assets that are stationary in nature and normally can be preserved for a significantly greater number of years than most capital assets. Examples of infrastructure assets include roads, bridges, tunnels, drainage systems, water and sewer systems, dams and lighting systems." Infrastructure assets have been included in compliance with GASB 34 using the basic approach methodology. Land is valued at original cost without depreciation.

## **H. Risk Management**

The City provides general liability and workers' compensation insurance under self-insurance programs with an annual limit per occurrence of \$1,000,000 for each program. Excess insurance in the layer of \$1 million to \$25 million is purchased for general liability and \$200 million per year for workers' compensation. The City contracts with outside service agencies to assist in the administration of the self-insurance programs. Estimated liabilities related to outstanding workers' compensation and public liability claims, including estimates for incurred but not reported claims, are based upon actuarial studies and are recorded in internal service funds.

In August 1988, the City adopted a resolution to execute a Joint Powers Agreement (JPA) creating the Big Independent Cities Excess Pool Joint Powers Authority (BICEP), a risk management pool. Through BICEP, five cities share the cost of insuring catastrophic general liability losses incurred by the members for claims between \$1 million and \$25 million, thereby eliminating the need for individual excess commercial insurance policies. The purpose of this JPA is to jointly fund the purchase of reinsurance and the provision of necessary administrative services. Such administrative services may include, but shall not be limited to, risk management consulting, loss prevention and control, centralized loss reporting, actuarial consulting, claims adjustment and legal defense service. BICEP is governed by a five-member board of directors representing each member city. Each member is appointed and serves at the pleasure of the member city council.

The agreement with BICEP may be terminated with advanced notice provided that no bonds or other obligations of BICEP are outstanding. Upon termination of this agreement, all assets of BICEP shall (after payment of all unpaid costs, expenses and charges incurred under the agreement) be distributed among the parties in accordance with the respective contributions of each participating city.

## **I. Compensated Absences**

Vacation leave and annual leave compensation time pay is recorded as a liability when incurred within the government-wide and proprietary funds financial statements. Sick leave, which does not vest, is recorded in all funds when leave is taken. In accordance with GASB Statement No. 6, a liability for these amounts is reported in the governmental funds financial statements only if they have matured and are paid by the City subsequent to year-end.

The accrual for compensated absences was reported as follows as of June 30, 2011:

	<b>Governmental</b>		
	<u>Activities</u>	<u>Business Type</u>	<u>Total</u>
Beginning Balance	\$ 17,009,403	\$ 2,792,727	\$ 19,802,130
Additions	8,776,452	1,586,469	10,362,921
Payments	(8,934,005)	(1,734,105)	(10,668,110)
Ending Balance	<u>16,851,850</u>	<u>2,645,091</u>	<u>19,496,941</u>
<b>Current Portions</b>	<b><u>\$ 8,894,300</u></b>	<b><u>\$ 1,461,268</u></b>	<b><u>\$ 10,355,568</u></b>

Compensated absences are liquidated by the fund that has recorded the liability. The long-term portion of governmental activities compensated absences is liquidated primarily by the General Fund.

## **J. Property Taxes**

Property taxes are assessed and collected each fiscal year according to the following property tax calendar:

Valuation Date	March 1
Property Tax Year	July 1 to June 30
Due Dates	November 1 (first installment) and February 1 (second installment)
Delinquent Dates	December 10 (first installment) and April 10 (second installment), August 3 (unsecured)

Property taxes in the State of California are administered for all local agencies at the county level and consist of secured, unsecured, and utility tax rolls.

### **Property Valuation**

Valuations are established by the Assessor of the County for the secured and unsecured property tax rolls; the utility property tax roll is valued by the State Board of Equalization. Under the provisions of Article XIII A of the State Constitution, properties are assessed at 100 percent of full value. The value of real taxable property is based on fiscal year 1976 levels. From this base of assessment, subsequent annual increases in valuation are limited to a maximum of 2 percent. However, increases to full value are allowed for property improvements or upon change in ownership. Personal property is excluded from these limitations, and is subject to annual reappraisal.

## **Tax Levies**

The county-wide tax levy for general revenue purposes is limited to 1 percent of full value, for a tax rate of \$1.00 per \$100 of assessed valuation. Tax rates for voter-approved indebtedness prior to passage of Proposition 13 are excluded from this limitation. Taxes are levied July 1 for both real and unsecured personal property based upon the assessed valuation as of the previous January 1 (lien date).

Under GASB Statement No. 33, *Accounting and Reporting for Nonexchange Transactions*, property taxes are recognized as revenue in the period for which the taxes are levied. Therefore, the City recognizes revenue and a receivable, less any allowance for doubtful accounts deemed appropriate, for the entire tax levy in the period for which the taxes are levied. Accordingly, at June 30, 2011, the City has recorded property taxes receivable of \$694,354, which is included in due from other governments in the accompanying balance sheet.

## **Tax Lien Dates**

All lien dates attach annually on January 1 preceding the fiscal year for which the taxes are levied. Liens against real estate, and taxes on personal property, are not relieved by subsequent renewal or change in ownership.

## **Tax Collections**

The County Treasurer-Tax Collector is responsible for all property tax collections. Taxes and assessments on the secured and utility rolls, which constitute a lien against the property, may be paid in two installments: the first installment is due on November 1 of the fiscal year and is delinquent if not paid by December 10; the second installment is due on February 1 of the fiscal year and is delinquent if not paid by April 10. Unsecured personal property taxes do not constitute a lien against real property unless the taxes become delinquent. Payment must be paid in one installment, which is delinquent if not paid by August 31 of the fiscal year. Significant penalties are imposed for late payments.

## **Tax Apportionments and Special District Augmentation Fund (SDAF)**

Due to the nature of the county-wide maximum levy, it is not possible to identify general purpose tax rates for specific entities. Apportionments to local agencies are made by the County Auditor-Controller, based primarily on the ratio that each agency represented of the total county-wide levy for the three years prior to fiscal year 1979. The SDAF was established in order to provide greater flexibility in the allocation of the total levy to special districts under this basic apportionment method. Each special district makes a contribution from its base tax levy apportionment to the SDAF. Oversight governments of the special districts (cities or the county) can then reallocate this pool among special districts based on financing needs.

## K. Use of Estimates

The preparation of the City's basic financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the basic financial statements, and revenues and expenses during the reported period. Actual results could differ from those estimates.

## L. Budgets and Budgetary Accounting

The City develops and presents a two-year budget to the City Council, including a capital improvement plan. Annual operating and capital improvement expenditures are adopted by resolution. This resolution constitutes the authorized expenditures for the fiscal year. The second year of the two-year budget is updated and adopted for that year. The City's annual budget is the legally adopted expenditure control document of the City. Budgets are prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP).

The City Council generally reauthorizes appropriations for continuing projects and activities. The City Council has the legal authority to amend the budget of any fund at any time during the fiscal year. The budgetary legal level of control (the level on which expenditures may not legally exceed appropriations) is generally at the fund level. Budgeted expenditures may be reallocated within a fund by the City Manager and within a department by the department director.

## M. Encumbrances

Appropriations in governmental fund types are encumbered upon issuance of purchase orders for goods and/or services. Even though unencumbered appropriations lapse at the end of the fiscal year, unfilled purchase orders of the current year are carried forward and the next year's appropriations are likewise encumbered. As of June 30, 2011, the following outstanding significant governmental fund encumbrances are not reflected in the committed or assigned fund balances nor require the use of existing fund resources. Proprietary funds include all significant outstanding encumbrances.

<b>Governmental Funds</b>		<b>Proprietary Funds</b>	
General fund	\$ 145,434	Water funds	\$ 8,330,801
State and federal grants	19,227,954	Wastewater funds	1,297,451
<b>Total governmental funds</b>	<u>\$ 19,373,388</u>	Environmental resources funds	636,243
		Golf course funds	57,948
		Internal service funds	407,626
		<b>Total proprietary funds</b>	<u>\$ 10,730,069</u>

## N. Fund Equity

The accompanying financial statements reflect certain changes that have been made with respect to the reporting of the components of fund balances for governmental funds. In previous years, fund balances for governmental funds were reported in accordance with previous standards that included components for reserved fund balance, unreserved fund balance, designated fund balance, and undesignated fund balance.

Due to the implementation of GASB No. 54, the components of the fund balances of governmental funds now reflect the component classifications described below. Prior year amounts have been restated to reflect the component designations required by GASB No. 54.

Fund balances are reported in the fund statements in the following classifications:

*Nonspendable fund balance* – this includes amounts that cannot be spent because they are either not spendable in form (such as prepaid items) or legally or contractually required to be maintained intact (such as endowments).

*Restricted fund balance* – this includes amounts that can be spent only for specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

*Committed fund balance* – this includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority.

*Assigned fund balance* – this includes amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed.

*Unassigned fund balance* – this includes all amounts not included in other classifications.

In the government-wide financial statements, net assets are classified in the following categories:

*Invested in capital assets, net of related debt* – This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.

*Restricted net assets* – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.



*Unrestricted net assets* – This resulting category presents the remaining City net assets and this measure of equity is unrestricted, legally or otherwise.

## II. Detailed Notes on All Funds

### A. Cash and Investments

The City’s cash and cash equivalents and investments consist of the following at June 30, 2011:

Deposits	\$ 37,923,289
Investments	135,304,536
Cash and cash equivalents	<u>173,227,825</u>
Investments with Fiscal Agents	106,847,705
<b>Total</b>	<b><u><u>\$ 280,075,530</u></u></b>

The City’s deposits and investments are reflected in the accompanying basic financial statements as follows:

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Internal Service Funds</b>	<b>Fiduciary Funds</b>	<b>Grand Total</b>
Cash and cash equivalents	\$ 119,633,604	\$ 28,858,955	\$ 19,136,046	\$ 5,599,220	\$ 173,227,825
Cash with fiscal agents	22,735,280	68,513,703	—	15,598,722	106,847,705
<b>Total</b>	<b><u><u>\$ 142,368,884</u></u></b>	<b><u><u>\$ 97,372,658</u></u></b>	<b><u><u>\$ 19,136,046</u></u></b>	<b><u><u>\$ 21,197,942</u></u></b>	<b><u><u>\$ 280,075,530</u></u></b>

### Deposits Custodial Credit Risks

Custodial credit risk is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The City’s deposit policy requires deposits to be covered by federal depository insurance and collateral having a market value of 110 percent of the uninsured deposit. As of June 30, 2011, the City has a bank balance of \$42,182,620 (carrying amount of \$39,165,710); of the bank balance, \$250,000 was insured and the balance was secured by collateral held by the City’s agent in the agent’s name. Deposits held by the Housing Authority are also insured or secured by collateral held by the Housing Authority’s agent in the agent’s name.

### Authorized Investments

The City’s investments are managed by the City Treasurer, fiscal agents (Bond trustees acting in accordance with bond covenants), and authorized representatives of the Housing Authority. Investments managed by the City Treasurer and the Housing Authority are

invested in accordance with the City’s investment policies. Investments managed by bond trustees are invested in accordance by provisions of the respective bond agreements.

The City’s investments by investments manager are as follows:

City Treasurer	\$ 135,304,536
Fiscal Agents (Bond trustees for the City and its component units)	99,728,278
Housing Authority (includes fiscal agents)	7,119,427
<b>Total Investments</b>	<b><u><u>\$ 242,152,241</u></u></b>

The City Treasurer has direct oversight over the City’s pooled investment fund which covers cash and cash equivalents of the City’s governmental funds, proprietary funds, and trust and agency funds which are invested in accordance with the City’s investment policy. Allowable investments are detailed in the following table.

<b>Investment Types Authorized by Section 53601</b>	<b>Authorized by Investment Policy</b>	<b>Maximum Maturity (Years)</b>	<b>Maximum Percentage of Portfolio</b>	<b>Maximum Investment in One Issuer</b>	<b>Minimum Ratings</b>
U.S. Treasury and Agencies	Yes	5	None	None	None
Local Agency bonds, notes	Yes	N/A	15%	None	None
Other Bonds, Notes or Evidences of Indebtedness	Yes	N/A	15%	None	None
Bankers acceptances	Yes	180 days	40%	30%	None
Commercial Paper	Yes	270 days	15%	10%	P1/A1
Negotiable CDs	Yes	N/A	30%	None	Aa/AA-
Certificate of Deposits (CDs)	Yes	N/A	40%	15%	A
Repurchase Agreements	Yes	90 days	None	None	None
Medium Term Notes	Yes	5	30%	None	A
Mutual Funds	Yes	N/A	15%	None	None
LAIF	Yes	N/A	None	None	None

The Housing Authority’s investment policy and related disclosures regarding its investments at June 30, 2011, is more fully disclosed in the financial statements for the Housing Authority, which may be obtained from the Housing Authority’s Financial Services Division.

Investments with fiscal agents are investments held by the bond trustee on behalf of the City or its component units. The City selects the investment under the terms of the applicable trust agreement, directs the bond trustee to acquire the investment and the bond trustee then holds the investment on behalf of the City and/or its component units. Proceeds of bonds administered by bond trustees are also generally covered under the City Treasurer’s investment policy; however, specific provisions of each issuance are usually used in managing such investments. Several of the major differences are as follows:

- Allowance of investments in guaranteed investment contracts
- Allowance of investment maturities in excess of five years

### ***Interest Rate Risk***

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Normally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways the City manages its exposure to interest rate risk is by purchasing a combination of short-term and longer-term investments with maturities that provide the cash flow and liquidity needed for operations or debt service requirements.

Information about the sensitivity of the fair value of the City's investments (including investments held by bond trustees) to market interest rate fluctuation is provided by the following table that shows the distribution of the City's investments by maturity:

	<b>Investment Maturities (in Years)</b>			<b>Total</b>
	<b>Less than 1</b>	<b>1-5</b>	<b>More than 5</b>	
Federal Agency Securities	\$ 5,994,897	\$ 81,302,564	\$ -	\$ 87,297,461
Corporate Bonds	4,028,073	3,999,100	-	8,027,173
LAIF	44,875,017	-	-	44,875,017
Municipal Bonds	-	1,000,000	-	1,000,000
Held by trustee:				
Investment Agreement	-	-	5,158,750	5,158,750
LAIF	22,610,387	-	-	22,610,387
Money Market Fund	73,203,550	-	-	73,203,550
<b>Total Investments</b>	<b>\$ 150,711,924</b>	<b>\$ 86,301,664</b>	<b>\$ 5,158,750</b>	242,172,338
Accrued discount				(20,097)
Total investments (net of accrued discount)				242,152,241
Cash in banks and on hand				37,923,289
<b>Total Cash and Investments</b>				<b>\$ 280,075,530</b>

The investment agreements listed above are GICs held by fiscal agents (bond trustees) and are restricted for construction projects and debt service requirements. The maturities of a GIC are normally pegged to the maturities of the related debt; in the event the City refunds or prepay its debt before the maturity, GICs are redeemed at par.

### ***Credit Risk***

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 City's investments that are not rated include LAIF and GICs. Although GICs are not rated, the City has only entered into GICs with institutions that carry a high credit rating. In addition, in the event of a downgrade of the GIC provide below certain thresholds, the GIC provider is required to collateralize the GIC obligation with U.S. debt obligations.

Presented below are the actual ratings for each investment type as of June 30, 2011:

<b>Investment Type</b>	<b>AAA</b>	<b>AA+</b>	<b>AA</b>	<b>A+</b>	<b>Total</b>
Federal agency securities	\$ -	\$ 87,297,461	\$ -	\$ -	\$ 87,297,461
Los Angeles Municipal Bonds	-	-	-	1,000,000	1,000,000
Corporate bonds (GECC)	-	4,016,389	-	-	4,016,389
Corporate bonds (BHFC)	-	2,011,684	-	-	2,011,684
Corporate bonds (Walmart)	-	-	1,999,100	-	1,999,100
Money Market Fund	73,203,550	-	-	-	73,203,550
<b>Totals</b>	<b>\$ 73,203,550</b>	<b>\$ 93,325,534</b>	<b>\$ 1,999,100</b>	<b>\$ 1,000,000</b>	169,528,184
Not rated:					
LAIF					67,485,404
GIC					5,158,750
<b>Total Investments</b>					<b>242,172,338</b>
Less accrued discount					(20,097)
Total investments (net of accrued discount)					242,152,241
Cash in banks and on hand					37,923,289
<b>Total cash and investments</b>					<b>\$ 280,075,530</b>

### ***Concentration of Credit Risk***

Investments in the securities of any individual issuer, other than U.S. Treasury securities, mutual funds, and external investment funds that represent 5 percent or more of total entity-wide investments are as follows at June 30, 2011:

<b>Issuer</b>	<b>Type of Investments</b>	<b>Amounts</b>
Federal National Mortgage Association	Federal Agency Securities	\$ 38,000,000
Federal Home Loan Bank	Federal Agency Securities	\$ 23,302,564
Federal Farm Credit Bank	Federal Agency Securities	\$ 19,994,897
Wells Fargo Advantage Government	Money Market Fund	\$ 72,583,264

### ***Custodial Credit Risk***

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure of custodial credit risk for deposits or investments, other than the provisions for deposits in the California Government Code that require that financial institutions secure deposits made by state 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 City deposits by pledging first trust deed mortgage notes having value of 150% of the secured public deposits.

For investments identified herein as held by fiscal agent (bond trustee), the bond trustee selects the investment under the terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government.

***Interest rate swap***

The City has entered into 3 floating-to-fixed interest rate swaps with a notional amount of \$55,385,000. The City pays the counterparty a fixed amount of 3.53 percent and 4.037 percent and receives variable payments computed as 68 percent of the 1-month London Interbank Offered Rate (LIBOR). At June 30, 2011, this interest rate swap had a fair value of a negative \$8,341,258. Other applicable risks (credit risk, basis risk and termination risk) associated with these derivative instruments are described in note F.

**B. Receivables and Payables**

Accounts receivables and other receivables as of June 30, 2011 included in the accompanying Statement of Net Assets primarily consist of the following:

<u>Accounts Receivables</u>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>
Accrued Interest Receivable	\$ 175,051	\$ -
Utilities Receivable	9,836	12,261,227
Grants Receivable	18,427,403	-
Accounts Receivable Billed and Accrued	2,121,026	4,690,102
Other Receivables	6,502,525	146,059
Sub-Total	<u>27,235,841</u>	<u>17,097,388</u>
Allowance for Uncollectible Receivables	(565,062)	(345,052)
Total	<u><u>\$ 26,670,779</u></u>	<u><u>\$ 16,752,336</u></u>

Accounts payable and other liabilities as of June 30, 2011 reported on the Statement of Net Assets primarily consist of the following:

<u>Accounts Payable and Other Liabilities</u>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>
Accounts Payable (due to vendors)	\$ 12,799,420	\$ 3,135,428
Other liabilities:		
Accrued Payroll	6,034,006	957,046
Other Accrued Expenses	227,232	97,501
Other Payables	6,831,094	3,148,154
Total Other liabilities	<u>13,092,332</u>	<u>4,202,701</u>
Total	<u><u>\$ 25,891,752</u></u>	<u><u>\$ 7,338,129</u></u>

Governmental funds record deferred revenue for revenues that are not yet earned as of year end and grant drawdowns prior to meeting eligibility requirements. At June 30, 2011, deferred/unearned revenues are comprised of the following:

Governmental funds:		
Community development charges for services	\$	682,651
Federal grants		2,483,461
HUD & CDBG		5,468,684
State grants		1,285,713
Transportation development act		1,240,292
<b>Total</b>	<b>\$</b>	<b>11,160,801</b>

Of this total, \$3,069,229 consists of deferred revenue not received within the availability period and unearned revenues recorded in the amount of \$8,091,572.

### C. Interfund Receivables and Payables

Total interfund receivables and payables at June 30, 2011, which are included in the Fund Financial Statements as due from/to other funds and advances to/from other funds, before eliminations, consist of the following:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Interfund Balance</u>
<b>Governmental Activities:</b>			
General Fund	\$ 10,319,096	-	\$ 10,319,096
Capital Outlay Fund	-	151,779	(151,779)
Grants	-	11,111,532	(11,111,532)
HUD & CDBG	-	187,964	(187,964)
Development Fees	7,618,767	4,626,099	2,992,668
Non-Major Governmental Funds	-	693,344	(693,344)
Community Development Commission Fund	-	2,000,000	(2,000,000)
<b>Total governmental activities</b>	<b>\$ 17,937,863</b>	<b>\$ 18,770,718</b>	<b>\$ (832,855)</b>
<b>Business type Activities:</b>			
Water	14,973,531	-	14,973,531
Wastewater	-	3,246,582	(3,246,582)
Environmental Resource	64,797	9,300,000	(9,235,203)
PACC	-	1,422,360	(1,422,360)
Municipal Golf Course	-	236,531	(236,531)
<b>Total business type activities</b>	<b>15,038,328</b>	<b>14,205,473</b>	<b>832,855</b>
<b>Total</b>	<b>\$ 32,976,191</b>	<b>\$ 32,976,191</b>	<b>\$ -</b>

The interfund balances at June 30, 2011 are loans to cover temporary cash deficits in various funds. All interfund balances outstanding at June 30, 2011 are expected to be repaid within one year except Environmental Resources and Wastewater loans from Water.

### D. Interfund Transfers

Interfund transfers generally fall within one of the following categories:

- debt service payments made from a debt service fund but funded from an operating fund,
- program support that generally reflects subsidies and allocations between funds.

The net transfers of \$2,564,795 from governmental activities and internal services to business-type activities in the Statement of Activities primarily relates to a transfer from internal services to general fund and an operational subsidy from the General Fund to the Performing Arts and Convention Center Fund and from Capital Outlay Fund to Municipal Golf Course Fund. There were no transfers during Fiscal Year 2010-2011 that were either non-routine in nature or inconsistent with the activities of the fund making the transfer except for transfer from internal services to general fund, which were made to refund excess charges based on required balances and reserves.

The following transfers in and out are reflected in the Fund Financial Statements for the year ended June 30, 2011:

	Description	Transfers In	Transfers Out	Net Transfers
<b>Governmental Activities:</b>				
General Fund	Program support	\$ 5,939,476	\$ 2,874,369	\$ 3,065,107
General Fund	Debt service	-	2,045,371	(2,045,371)
Community Development Commission	Program support	-	117,000	(117,000)
Non-Major Governmental Funds	Debt service	3,852,311	1,781,561	2,070,750
Non-Major Governmental Funds	Program support	1,926,558	1,679,113	247,445
Internal Service Fund	Program support	-	5,785,726	(5,785,726)
<b>Total governmental activities</b>		<b>11,718,345</b>	<b>14,283,140</b>	<b>(2,564,795)</b>
<b>Business type Activities:</b>				
Environmental Resource	Program support	-	36,750	(36,750)
Environmental Resource	Debt service	-	25,379	(25,379)
Performing Arts and Convention Center	Program support	947,811	-	947,811
Golf Course	Program support	1,679,113	-	1,679,113
<b>Total business type activities</b>		<b>2,626,924</b>	<b>62,129</b>	<b>2,564,795</b>
<b>Total government-wide statements</b>		<b>\$ 14,345,269</b>	<b>\$ 14,345,269</b>	<b>\$ -</b>

## E. Capital Assets

Changes in the City's capital assets for the year ended June 30, 2011 consisted of the following:

	BALANCE JULY 1, 2010	INCREASES	DECREASES	BALANCE JUNE 30, 2011
<b>Governmental Activities</b>				
Capital assets, not being depreciated:				
Land	\$ 988,043,659	\$ 1,398,005	\$ -	\$ 989,441,664
Construction in progress	157,435,247	53,454,962	(34,044,333)	176,845,876
<b>Total capital assets, not being depreciated</b>	<b>1,145,478,906</b>	<b>54,852,967</b>	<b>(34,044,333)</b>	<b>1,166,287,540</b>
Capital assets, being depreciated:				
Buildings	43,690,090	10,892,549	-	54,582,639
Improvements other than buildings	81,220,002	8,067,135	-	89,287,137
Equipment and machinery	40,040,627	3,089,301	(888,190)	42,241,738
Infrastructure	481,073,574	10,597,342	-	491,670,916
<b>Total capital assets, being depreciated</b>	<b>646,024,293</b>	<b>32,646,327</b>	<b>(888,190)</b>	<b>677,782,430</b>
Less: Accumulated depreciation				
Buildings	(21,223,494)	(1,143,374)	-	(22,366,868)
Improvements other than buildings	(16,806,989)	(2,206,985)	-	(19,013,974)
Equipment and machinery	(32,473,101)	(2,673,478)	856,014	(34,290,565)
Infrastructure	(250,141,051)	(13,317,271)	-	(263,458,322)
<b>Total accumulated depreciation</b>	<b>(320,644,635)</b>	<b>(19,341,108)</b>	<b>856,014</b>	<b>(339,129,729)</b>
<b>Total capital assets, being depreciated, net</b>	<b>325,379,658</b>	<b>13,305,219</b>	<b>(32,176)</b>	<b>338,652,701</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 1,470,858,564</b>	<b>\$ 68,158,186</b>	<b>\$ (34,076,509)</b>	<b>\$ 1,504,940,241</b>

	<b>BALANCE</b>			<b>BALANCE</b>
	<b>JULY 1, 2010</b>	<b>INCREASES</b>	<b>DECREASES</b>	<b>JUNE 30, 2011</b>
<b>Business-type Activities</b>				
Capital assets, not being depreciated:				
Land	\$ 47,687,538	\$ 42,676	\$ -	\$ 47,730,214
Construction in progress	269,128,010	74,763,272	(38,721,662)	305,169,620
<b>Total capital assets, not being depreciated</b>	<b>316,815,548</b>	<b>74,805,948</b>	<b>(38,721,662)</b>	<b>352,899,834</b>
Capital assets, being depreciated:				
Buildings	77,035,956	11,510,389	-	88,546,345
Municipal Golf Course improvements	26,387,689	-	(1,059,111)	25,328,578
Equipment and machinery	43,593,717	1,112,707	(638,605)	44,067,819
Infrastructure	286,152,833	29,246,934	-	315,399,767
<b>Total capital assets, being depreciated</b>	<b>433,170,195</b>	<b>41,870,030</b>	<b>(1,697,716)</b>	<b>473,342,509</b>
Less: Accumulated depreciation				
Buildings	(49,635,408)	(2,103,305)	(86,881)	(51,825,594)
Golf improvements	(1,479,392)	(498,003)	-	(1,977,395)
Equipment and machinery	(39,916,715)	(1,448,435)	732,004	(40,633,146)
Infrastructure	(117,674,683)	(6,971,449)	-	(124,646,132)
<b>Total accumulated depreciation</b>	<b>(208,706,198)</b>	<b>(11,021,192)</b>	<b>645,123</b>	<b>(219,082,267)</b>
<b>Total capital assets, being depreciated, net</b>	<b>224,463,997</b>	<b>30,848,838</b>	<b>(1,052,593)</b>	<b>254,260,242</b>
<b>Business-type activities capital assets, net</b>	<b>541,279,545</b>	<b>105,654,786</b>	<b>(39,774,255)</b>	<b>607,160,076</b>
<b>Total</b>	<b>\$ 2,012,138,109</b>	<b>\$ 173,812,972</b>	<b>\$ (73,850,764)</b>	<b>\$ 2,112,100,317</b>

For the year ended June 30, 2011 depreciation expense on capital assets was charged as follows:

**Governmental Activities:**

Legislative	\$ 57,926
Administration and support	5,401,622
Public safety	8,903,291
Transportation (Highways and streets)	384,080
Community development	680,595
Culture and leisure	1,273,204
Libraries	497,871
Capital improvement projects, including depreciation of general infrastructure assets	1,874,769
Capital assets held by the City's internal service fund	267,750
<b>Total governmental activities depreciation expense</b>	<b>\$ 19,341,108</b>

**Business-type Activities:**

Water	\$ 3,557,371
Wastewater	4,036,690
Environmental Resources	1,653,712
Performing Arts and Convention Center	2,275
Oxnard Housing Authority	1,185,139
Municipal Golf Course	586,005
<b>Total business-type activities depreciation expense</b>	<b>\$ 11,021,192</b>



Internal Service Funds predominantly serve the governmental funds. Accordingly, their capital assets are included within governmental activities.

	<b>BALANCE JULY 1, 2010</b>	<b>INCREASES</b>	<b>DECREASES</b>	<b>BALANCE JUNE 30, 2011</b>
<b>Internal Service Funds</b>				
Capital assets, not being depreciated:				
Land	\$ 595,500	\$ -	\$ -	\$ 595,500
Construction in progress	2,202,690	440,857	(1,343,271)	1,300,276
<b>Total capital assets, not being depreciated</b>	<b>2,798,190</b>	<b>440,857</b>	<b>(1,343,271)</b>	<b>1,895,776</b>
Capital assets, being depreciated:				
Equipment and machinery	2,956,407	372,672	(27,823)	3,301,256
Total capital assets, being depreciated	2,956,407	372,672	(27,823)	3,301,256
Less: Accumulated depreciation				
Equipment and machinery	(2,290,113)	(267,750)	26,923	(2,530,940)
Total accumulated depreciation	(2,290,113)	(267,750)	26,923	(2,530,940)
Total capital assets, being depreciated, net	666,294	104,922	(900)	770,316
<b>Total</b>	<b>\$ 3,464,484</b>	<b>\$ 545,779</b>	<b>\$ (1,344,171)</b>	<b>\$ 2,666,092</b>

Decreases in construction in progress included \$970,599 that were transferred to governmental activities.

## F. Long-term Liabilities

The following is a summary of changes in long-term liabilities. Certain long-term liabilities provide financing to both governmental and business-type activities. The following table present balances and activity for the City's fiscal year ended June 30, 2011.

	<b>Balance July 1, 2010</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance June 30, 2011</b>	<b>Due within one year</b>
<b>Governmental Activities:</b>					
Revenue Bonds:					
Lease revenue refunding bonds, series 2003 A	\$ 4,032,717	\$ -	\$ 608,519	\$ 3,424,198	\$ 637,397
Variable rate demand lease revenue, series 2003 B	12,330,000	-	385,000	11,945,000	395,000
Variable rate demand lease revenue bonds, series 2006	22,515,000	-	525,000	21,990,000	545,000
1999 Certificate of participation	6,660,000	-	265,000	6,395,000	275,000
Tax Allocation refunding bonds, series 2004 A	15,415,000	-	710,000	14,705,000	730,000
2006 tax allocation bond financing	19,440,000	-	435,000	19,005,000	450,000
2008 tax allocation bond	11,620,000	-	175,000	11,445,000	185,000
Capital Leases:					
Lasalle national leasing	87,804	-	87,804	-	-
2009 CIP lease purchase, draw #1	914,575	-	78,857	835,718	82,500
2009 CIP lease purchase, draw #2	29,118	-	6,084	23,034	6,298
2009 CIP lease purchase, draw #3	61,216	-	12,780	48,436	13,237
2009 CIP lease purchase, draw #6	343,438	-	63,876	279,562	66,196
2009 CIP lease purchase, draw #7	-	145,118	13,470	131,648	27,609
2009 CIP lease purchase, draw #8	-	38,883	3,627	35,256	7,423
2009 CIP lease purchase, draw #10	-	1,028,201	41,614	986,587	87,335
2009 CIP lease purchase, draw #11	-	142,085	13,299	128,786	27,183
2009 CIP lease purchase, draw #12	-	83,569	-	83,569	15,642
Gas tax revenue certificate of participation	26,940,000	-	515,000	26,425,000	535,000
Compensated absences	17,009,403	8,776,452	8,934,005	16,851,850	8,894,300
Unamortized discounts	(814,923)	-	(118,262)	(933,185)	-
<b>Total Governmental Activities</b>	<b>136,583,348</b>	<b>10,214,308</b>	<b>12,755,673</b>	<b>134,041,983</b>	<b>12,980,120</b>

	Balance July 1, 2010	Additions	Reductions	Balance June 30, 2011	Due within one year
<b>Business-Type Activities:</b>					
<b>Water fund</b>					
Revenue refunding bonds, series 2001	\$ 10,035,000	\$ -	\$ 310,000	\$ 9,725,000	\$ 325,000
Water revenue refunding bonds, series 2004	42,180,000	-	1,030,000	41,150,000	1,065,000
Water revenue project bonds, series 2006	53,025,000	-	840,000	52,185,000	875,000
Water revenue project bonds, series 2010A	16,455,000	-	-	16,455,000	1,215,000
Water revenue project bonds, series 2010B	83,670,000	-	-	83,670,000	-
2009 CIP lease purchase, draw #4	40,671	-	7,567	33,104	7,841
2009 CIP lease purchase, draw #5	67,983	-	12,669	55,314	13,117
2009 CIP lease purchase, draw #8	-	72,552	6,768	65,784	13,850
2009 CIP lease purchase, draw #9	-	43,970	2,805	41,165	5,760
Add: Unamortized bond premium	3,042,403	-	212,638	2,829,765	-
Less: Unamortized loss on refunding	(2,619,819)	-	(130,991)	(2,488,828)	-
Unamortized discounts	(967,106)	-	(34,923)	(932,183)	-
Sub Total	<u>204,929,132</u>	<u>116,522</u>	<u>2,256,533</u>	<u>202,789,121</u>	<u>3,520,568</u>
Compensated absences	561,098	306,522	298,741	568,879	300,000
<b>Total Water fund</b>	<b><u>\$ 205,490,230</u></b>	<b><u>\$ 423,044</u></b>	<b><u>\$ 2,555,274</u></b>	<b><u>\$ 203,358,000</u></b>	<b><u>\$ 3,820,568</u></b>
<b>Wastewater fund</b>					
Wastewater revenue refunding bonds, series 2003	\$ 28,270,000	\$ -	\$ 2,240,000	\$ 26,030,000	\$ 2,355,000
Wastewater revenue bonds, series 2004A	80,000,000	-	-	80,000,000	-
Wastewater revenue bonds, series 2004B	22,315,000	-	865,000	21,450,000	885,000
Wastewater revenue bonds, series 2006	11,690,000	-	250,000	11,440,000	260,000
2009 CIP lease purchase, draw #7	-	130,128	12,079	118,049	24,757
2009 CIP lease purchase, draw #12	-	41,681	-	41,681	7,802
Less: Unamortized discounts	(275,131)	-	(68,783)	(206,348)	-
Sub Total	<u>141,999,869</u>	<u>171,809</u>	<u>3,298,296</u>	<u>138,873,382</u>	<u>3,532,559</u>
Compensated absences	679,814	440,915	516,227	604,502	516,000
<b>Total Wastewater fund</b>	<b><u>\$ 142,679,683</u></b>	<b><u>\$ 612,724</u></b>	<b><u>\$ 3,814,523</u></b>	<b><u>\$ 139,477,884</u></b>	<b><u>\$ 4,048,559</u></b>
<b>Environmental resources fund</b>					
Solid waste revenue refunding bonds, series 2005	\$ 12,360,000	\$ -	\$ 1,965,000	\$ 10,395,000	\$ 2,065,000
<b>Capital Lease</b>					
Del Norte Blvd. improvement	205,196	-	80,630	124,566	81,538
Fifth and Del Norte improvement	387,567	-	126,192	261,375	123,587
Lasalle national leasing	31,690	-	31,690	-	-
Lease purchase trash containers	2,856,572	-	308,116	2,548,456	320,973
2009 CIP lease purchase, draw #5	42,732	-	7,964	34,768	8,245
2009 CIP lease purchase, draw #9	-	227,430	14,502	212,928	29,793
2009 CIP lease purchase, draw #12	-	86,478	-	86,478	16,187
Add: Unamortized bond premium	520,066	-	104,014	416,052	-
Less: Unamortized discounts	(68,104)	-	(13,621)	(54,483)	-
Sub Total	<u>16,335,719</u>	<u>313,908</u>	<u>2,624,487</u>	<u>14,025,140</u>	<u>2,645,323</u>
Compensated absences	863,854	486,137	559,435	790,556	560,000
<b>Total Environmental resources fund</b>	<b><u>\$ 17,199,573</u></b>	<b><u>\$ 800,045</u></b>	<b><u>\$ 3,183,922</u></b>	<b><u>\$ 14,815,696</u></b>	<b><u>\$ 3,205,323</u></b>
<b>Performing arts and convention center fund (PACC)</b>					
Compensated absences	\$ 88,499	\$ 56,638	\$ 51,015	\$ 94,122	\$ 51,000
<b>Total PACC</b>	<b><u>\$ 88,499</u></b>	<b><u>\$ 56,638</u></b>	<b><u>\$ 51,015</u></b>	<b><u>\$ 94,122</u></b>	<b><u>\$ 51,000</u></b>
<b>Oxnard housing authority fund</b>					
2004 Capital Fund Revenue Bonds	\$ 4,515,000	\$ -	\$ 240,000	\$ 4,275,000	\$ 250,000
Compensated Absences	599,462	296,256	308,686	587,032	34,268
<b>Total Oxnard housing authority fund</b>	<b><u>\$ 5,114,462</u></b>	<b><u>\$ 296,256</u></b>	<b><u>\$ 548,686</u></b>	<b><u>\$ 4,862,032</u></b>	<b><u>\$ 284,268</u></b>
<b>Municipal golf course fund</b>					
Revenue Refunding Bonds Series 2003	\$ 5,742,293	\$ -	\$ 866,483	\$ 4,875,810	\$ 907,606
Lease Revenue Refunding Bonds Series 2011	-	\$ 21,580,000	-	\$ 21,580,000	\$ 260,000
Less: Unamortized discounts	-	-	-	-	-
<b>Total Municipal golf course fund</b>	<b><u>\$ 5,742,293</u></b>	<b><u>\$ 21,309,867</u></b>	<b><u>\$ 866,483</u></b>	<b><u>\$ 26,185,677</u></b>	<b><u>\$ 1,167,606</u></b>
<b>Total Business-Type Activities</b>	<b><u>\$ 376,314,740</u></b>	<b><u>\$ 23,498,574</u></b>	<b><u>\$ 11,019,903</u></b>	<b><u>\$ 388,793,411</u></b>	<b><u>\$ 12,577,324</u></b>
<b>Total</b>	<b><u>\$ 512,898,088</u></b>	<b><u>\$ 33,712,882</u></b>	<b><u>\$ 23,775,576</u></b>	<b><u>\$ 522,835,394</u></b>	<b><u>\$ 25,557,444</u></b>

Internal Service Funds long-term obligations are included as part of the above totals for the governmental activities. Changes in long-term obligations for the internal service funds for the year ended June 30, 2011 are as follows:

	Balance July 1, 2010	Additions	Reductions	Balance June 30, 2011	Due within one year
<b>Internal service funds:</b>					
Compensated absences	\$ 935,590	\$ 638,775	\$ 648,967	\$ 925,398	\$ 594,300
2009 CIP lease purchase, draw #11	-	142,085	13,299	128,786	27,183
<b>Total</b>	<b>\$ 935,590</b>	<b>\$ 780,860</b>	<b>\$ 662,266</b>	<b>\$ 1,054,184</b>	<b>\$ 621,483</b>

## Description of Long-term Debt

### *Lease Revenue Refunding Bonds, Series 2003A.*

Lease Revenue Refunding Bonds, Series 2003A were issued on May 22, 2003 in the amount of \$18,640,000. These are thirteen-year bonds maturing in various amounts through June 1, 2016, with a net interest cost of 3.5904 percent. The bonds were issued to refinance the outstanding Lease Revenue Refunding Bonds Series 1993, 1988 Civic Center Library bonds, 1986 River Ridge Golf Course bonds, land acquisition bonds, 1966 Auditorium Authority bonds, and 1972 parking authority bonds, and to prepay the Zions Bank leases for the Old Oxnard High School and 300 West Third Street. The refunding resulted in an economic gain of \$921,361 and an overall cash savings of \$4,922,193. The total balance outstanding as of June 30, 2011 is \$8,300,008, of which \$3,424,198 is recorded within governmental activities and \$4,875,810 is recorded within business-type activities in the accompanying statement of net assets.

### *Variable Rate Demand Lease Revenue Bonds, Series 2003B*

Variable Rate Demand Lease Revenue Bonds, Series 2003B in the amount of \$14,750,000 were issued on December 1, 2003, maturing in various amounts through June 1, 2033. The bond's variable rate coupons track The Securities Industry Financial Markets Association (SIFMA) Municipal Swap Index. These bonds were issued to finance the Downtown Parking Structure and a new Library. The City entered into an interest rate exchange agreement with respect to the bonds with Royal Bank of Canada. The swap agreement terminates by its term on June 1, 2033. On August 26, 2008, the bonds were remarketed with the issuance of an irrevocable, direct-pay letter of credit by Union Bank of California, N.A. The balance outstanding as of June 30, 2011 is \$11,945,000.

### *Variable Rate Demand Lease Revenue Bonds (Civic Center Phase 2 Project), Series 2006*

Variable Rate Demand Lease Revenue Bonds (Civic Center Phase 2 Project), Series 2006 were issued on December 1, 2006 in the amount of \$24,205,000 to finance the acquisition, construction, and improvement of certain public facilities constituting the Civic Center Phase 2 Project. The bond's variable rate coupons track The Securities Industry Financial Markets Association (SIFMA) Municipal Swap Index. The City entered into an interest rate exchange agreement with respect to the bonds with Royal Bank of Canada (the "Swap Provider") consisting of an International Swap Dealers Association, Inc. (ISDA) Master Agreement, dated December 1, 2006, including related schedule, Credit Support Annex,

and Confirmation pertaining to the “Swap Agreement.” The Swap Agreement terminates by its term on June 1, 2036. As of March 3, 2007, the swap rate was 3.53 percent. On August 26, 2008, the bonds were remarketed with the issuance of an irrevocable, direct-pay letter of credit by Union Bank of California, N.A. The outstanding balance as of June 30, 2011 is \$21,990,000.

### ***1999 Certificates of Participation***

The 1999 Certificates of Participation (COPs) were issued on January 26, 1999 in the amount of \$8,980,000. These are thirty-year COPs with a net interest cost of 5.04 percent, maturing in various amounts through June 1, 2033. The COPs were issued to fund improvements to various facilities including the Civic Center, parks, and streets and the purchase of Fire apparatus. The balance outstanding and recorded in governmental activities as of June 30, 2011 is \$6,395,000.

### ***Tax Allocation Refunding Bonds, Series 2004A***

Tax Allocation Refunding Bonds, Series 2004A were issued on May 4, 2004 in the amount of \$19,185,000. These are twenty-two-year bonds with a net interest cost of 4.58 percent. The bonds were issued to refinance the Tax Allocation Refunding Bonds, Series 1994A and to finance additional redevelopment activities within the Central City Revitalization and Downtown Project Area. The balance outstanding as of June 30, 2011 is \$14,705,000.

### ***2006 Tax Allocation Bond Financings***

Local Obligation Revenue Bonds (2006 Tax Allocation Bond Financings) in the amount of \$20,530,000 were issued on December 1, 2006 to purchase the following obligations being issued simultaneously for 1) the Oxnard Community Development Commission Ormond Beach Project Area Tax Allocation Bonds, Series 2006 in the amount of \$5,750,000, 2) the Oxnard Community Development Commission Southwinds Project Area Tax Allocation Bonds, Series 2006 in the amount of \$3,290,000, and 3) the Oxnard Community Development Commission Historic Enhancement and Revitalization of Oxnard (HERO) Project Area Tax Allocation Bonds, Series 2006 in the amount of \$11,490,000. The bonds were issued to finance redevelopment activities (street improvement projects) in the Ormond Beach Project Area, Southwinds Project Area and the HERO Redevelopment Project Areas. These bonds carry a net interest cost of 4.424 percent, maturing on September 1, 2036. The outstanding balance as of June 30, 2011 is \$19,005,000.

### ***Tax Allocation Bonds, Series 2008***

Tax Allocation Bonds, Series 2008 were issued on July 1, 2008 in the amount of \$11,790,000 for the Oxnard Community Development Commission Historic Enhancement and Revitalization of Oxnard (HERO) Project Area. Proceeds from the sale of bonds are to be used to finance a 500-space parking structure to service a mixed-use retail/commercial development located within the RiverPark Specific Plan Area. These bonds carry a net

interest cost of 4.849 percent, with a final maturity of September 1, 2038. The outstanding balance as of June 30, 2011 is \$11,445,000.

***Gas Tax Revenue Certificates of Participation (2007 Street Improvement Program)***

Gas Tax Revenue Certificates of Participation were issued on December 18, 2007 in the amount of \$27,675,000. Proceeds from the sale of the certificates are to be used to reconstruct various streets throughout the City. The certificates are secured solely by gas tax revenues received from the State of California. Yields on the certificates range from 2.97 percent to 4.87 percent with a final maturity of September 1, 2037. The outstanding balance as of June 30, 2011 is \$26,425,000.

***Water Revenue Refunding and Project Bonds, Series 2001***

Water Revenue Refunding and Project Bonds, Series 2001 were issued on July 17, 2001 in the amount of \$12,410,000. These bonds carry a net interest rate of 5.1057 percent and mature on June 1, 2030. The proceeds from the sale of the bonds were used to advance refund the total outstanding principal amount of \$5,391,884 of the Water Revenue Bonds Series 1993 and the Water Capital Appreciation Bonds and to finance the cost of construction of the 2001 project. The 2001 Project includes improvements to the City's Blending Station No. 1 Disinfection System, replacement of cast iron pipe in the City's downtown area, an upgrade of the City's Blending Station No. 1 to improve its energy efficiency, improvements to the City's Automated Meter Reading Program, replacement and upgrade of existing pipeline corrosion protection systems, and rehabilitation of certain water wells. The refunding resulted in an economic gain of \$1,373,201 (difference between the present value of the old bonds and the present value of the new bonds), which is being amortized over the life of the original bonds, and cash flow savings of \$5,796,073. The outstanding balance on the new bonds as of June 30, 2011 is \$9,725,000.

***Water Revenue Project Bonds, Series 2004***

Water Revenue Project Bonds, Series 2004 were issued on February 1, 2004 in the amount of \$47,895,000. These bonds carry a net interest cost of 4.67 percent and mature on June 30, 2034. The proceeds from the sale of the bonds were used to pay for the costs of improvements to the Water System, including Cast Iron Pipe Replacement (Hydraulic Improvement), Hydrant Upgrades, Hydraulic Deficiencies, Blending Station No. 3 Water Conditioning II, Blending Station No. 5, SCADA Upgrades, Phase I of the Groundwater Recovery Enhancement and Treatment Program, Automated Meter Reading Retrofit Program, and Water Well Improvement Program. The balance outstanding as of June 30, 2011 is \$41,150,000.

***Water Revenue Project Bonds, Series 2006***

Water Revenue Project Bonds, Series 2006 were issued on April 20, 2006 in the amount of \$54,600,000. These bonds carry a net interest cost of 4.805 percent and mature on June 1, 2036. The proceeds from the sale of the bonds were used to pay for the costs of

reconstruction, repair or replacement to the water system, including SCADA system improvement, industrial lateral reconnection, aquifer storage and recovery wells, Blending Station No. 3 expansion project, downtown cast iron replacement, hydraulic deficiencies and the GREAT Program. The balance outstanding as of June 30, 2011 is \$52,185,000.

***Water Revenue Project Bonds, Series 2010A***

Water Revenue Project Bonds, Series 2010A were issued on February 11, 2010 in the amount of \$16,455,000. These bonds carry a net interest cost of 3.3729 percent and mature on June 1, 2022. The proceeds from the sale of the bonds will be used to finance a portion of the cost of certain capital improvements related to the GREAT program. The balance outstanding as of June 30, 2011 is \$16,455,000.

***Water Revenue Project Bonds, Series 2010B***

Water Revenue Project Bonds, Series 2010B were issued on February 11, 2010 in the amount of \$83,670,000. These bonds, issued as Federally Taxable Build America Bonds under the American Recovery and Reinvestment Act of 2008, carry a net interest cost of 4.5287 percent and mature on June 1, 2040. The City receives an interest subsidy directly from the United States Treasury equal to 35 percent of each interest payment. The proceeds from the sale of the bonds will be used to finance a portion of the cost of certain capital improvements related to the GREAT program. The balance outstanding as of June 30, 2011 is \$83,670,000.

***Wastewater Revenue Refunding Bonds, Series 2003***

Wastewater Revenue Refunding Bonds, Series 2003 were issued on April 1, 2003 in the amount of \$43,785,000. These are seventeen-year bonds maturing in various amounts through June 1, 2020 with a net interest cost of 4.183 percent. The bonds were issued to refinance Wastewater Revenue Refunding Bonds, Series 1993, 1986 Wastewater Treatment Plant Expansion Bonds, 1985 Wastewater Treatment Plant Expansion Land Bonds, and 1977 Oxnard Port Hueneme Regional Wastewater Treatment Authority bonds. This refunding resulted in an economic gain of \$3,923,503 (difference between the present value of the old bonds and the present value of the new bonds) and a cash flow savings of \$4,922,193. The outstanding balance as of June 30, 2011 is \$26,030,000.

***Wastewater Revenue Bonds, Series 2004A***

Wastewater Revenue Bonds, Series 2004A were issued on June 22, 2004 in the amount of \$80,000,000. These bonds carry a net interest cost of 5.149 percent and mature on June 30, 2034. The purpose of these bonds is to pay for the costs of the Redwood Trunk Sewer and Headworks Projects. The balance outstanding as of June 30, 2011 is \$80,000,000.

### ***Wastewater Revenue Bonds, Series 2004B***

Variable Rate Demand Wastewater Revenue Bonds, Series 2004B were issued on November 1, 2004 in the amount of \$23,975,000 and mature on June 1, 2034. The bond's variable rate coupons track The Securities Industry Financial Markets Association (SIFMA) Municipal Swap Index. The bond proceeds were used to finance the cost of certain capital improvements to the City's wastewater system (Headworks and Septic System Conversion Projects). The City entered into an interest rate exchange agreement with respect to the bonds with Royal Bank of Canada. The swap agreement terminates by its term on June 1, 2034. On August 26, 2008, the bonds were remarketed with the issuance of an irrevocable, direct-pay letter of credit by Union Bank of California, N.A. The balance outstanding as of June 30, 2011 is \$21,450,000.

### ***Wastewater Revenue Bonds, Series 2006***

Wastewater Revenue Bonds, Series 2006 were issued on April 27, 2006 in the amount of \$12,575,000. These bonds carry a net interest cost of 4.788 percent and mature on June 1, 2036. The proceeds from the sale of the bonds were used to finance the cost of certain capital improvements to the City's wastewater system (the "Headworks Project") to address master-planned increases in sewer capacity needs in the north and northwest portions of the City, and to correct existing wastewater system deficiencies. The balance outstanding as of June 30, 2011 is \$11,440,000.

### ***Solid Waste Revenue Refunding Bonds, Series 2005***

Solid Waste Revenue Refunding Bonds, Series 2005 were issued on April 15, 2005 in the amount of \$20,955,000. These bonds carry a net interest cost of 4.25 percent and mature in various amounts on May 1, 2016. The proceeds of the bonds were used to refund the Solid Waste Revenue Bonds, Series 1995 and to purchase various Solid Waste equipment such as commercial front-end loader trucks, green waste collection, refuse tractors, trailers, compactors, pickup trucks and others. The 1995 bonds were issued to finance the construction of the Del Norte Regional Recycling and Transfer Station. The refunding of the 1995 Bonds provided a net present value savings of \$1,200,000. The outstanding balance as of June 30, 2011 is \$10,395,000.

### ***Golf Course Lease Revenue Refunding Bonds, Series 2011***

Golf Course Lease Revenue Refunding Bonds, Series 2011 were issued on June 9, 2011 in the amount of \$21,580,000. These bonds carry a net interest cost of 5.47 percent and mature on June 1, 2036. The proceeds of the bonds were used to pay the principal of and interest on the Bond Anticipation Notes, Series 2010. The outstanding balance as of June 30, 2011 is \$21,580,000.

### ***Housing Authority 2004 Capital Fund Revenue Bonds***

The Affordable Housing Agency issued Affordable Housing Agency Certificates of Participation, Series 2004 (Oxnard's Santa Clara Projects) on April 25, 2004 in the amount of \$10,370,000, evidencing a proportionate ownership interest in debt service payments to be made with respect to certain Capital Fund Revenue Bonds, Series 2004, issued by the Oxnard and Santa Clara Housing Authorities in the amounts of \$5,820,000 and \$4,550,000, respectively. Each certificate represents a proportionate ownership interest of the holder in the right to receive debt service payments made with respect to the bonds. The obligation of the housing authorities under their respective bond indentures are independent and neither is obligated for the payment of principal or interest on the bonds of the other housing authority. The bonds were issued to finance certain capital projects of the Housing Authority, with interest ranging from 2.00 percent to 4.95 percent, maturing on or after April 1, 2012. The outstanding balance as of June 30, 2011 is \$4,275,000.

### ***Capital Lease Obligations***

On October 28, 2002, the City entered into a Lease Purchase Agreement, line of credit with Zions Bank in the amount of \$715,575, for the purpose of Del Norte Boulevard improvements, with variable interest rate, based upon a projected interest rate of 5.0 percent and final maturity on December 1, 2012. The outstanding balance as of June 30, 2011 is \$124,566.

On February 7, 2003, the City entered into a Lease Purchase Agreement with Zions Bank in the amount of \$1,118,330 for the purpose of the Fifth/Del Norte Land Purchase, with an interest rate of 5.00 percent and final maturity on June 1, 2013. The outstanding balance as of June 30, 2011 is \$261,375.

On April 23, 2008, the City entered into a Lease Purchase Agreement with Upton & Oliver Funding Corporation in the amount of \$3,436,273 for the purpose of acquiring trash containers associated with the conversion to a three-cart residential container service. The lease purchase carries an interest rate of 4.13 percent, with a final maturity of April 23, 2018. The outstanding balance as of June 30, 2011 is \$2,548,456.

On September 1, 2009, the City entered into a Master Equipment Lease Purchase Line of Credit Agreement with Bank of America in an amount not to exceed \$10 million for the purpose of acquiring vehicles and other capital assets. As of June 30, 2011, the total outstanding balance on this line of credit was \$3,241,867.

### ***Compensated Absences***

The long-term portion of the liability was \$7,957,550 for governmental activities and \$1,183,823 for business-type activities at June 30, 2011, which is expected to be paid in future years from future resources.



## ***Interest Rate Swaps***

The City of Oxnard has entered into interest rate swaps to hedge its variable rate bond exposure. All three interest rate swaps qualify for treatment as ‘Hedging Derivative Instruments’ pursuant to the requirements of GASB Statement No. 53. Gains or losses on Hedging Derivative Instruments are reported as deferrals in the Statement of Net Assets.

**1. City of Oxnard Financing Authority Variable Rate Demand Lease Revenue Bonds, (Civic Center Phase 2 Project), Series 2006.** As a result of a decline in interest rates since execution of the swap, the swap has a negative fair value of \$2,798,800 as of June 30, 2011. The goal of the swap is to effectively fix the cost of debt over the term of the bonds, not for speculative purposes such as capturing the positive fair value at any point in time. The coupons on the City’s variable-rate bonds adjust to changing interest rates, and therefore the bonds do not have a corresponding fair value increase. The fair value of the swap was estimated using the zero-coupon method. This method calculates the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap.

- a. Objectives. As a means to lower borrowing costs, when compared against fixed-rated bonds at the time of issuance in December 2006, the City entered into a floating-to-fixed interest rate swap in connection with its \$24,205,000 City of Oxnard Financing Authority Variable Rate Demand Lease Revenue Bonds, (Civic Center Phase 2 Project), Series 2006. The intention of the swap was to effectively change the City’s variable interest rate on the bonds to an expected synthetic fixed rate of 3.53 percent. The contract provides that the City of Oxnard pay a fixed interest rate of 3.53 percent to the swap counterparty, the Royal Bank of Canada, in exchange for receiving a variable interest rate based upon 68 percent of the 1-month London Interbank Offered Rate (LIBOR). The swap is consistent with the guidelines contained within the City of Oxnard Master Swap Policy adopted on November 21, 2006.
- b. Terms. The bonds and the related swap agreement mature on June 1, 2036, and as of June 30, 2011 the swap’s notional amount of \$21,990,000 matches the \$21,990,000 in variable-rate bonds. The swap was entered at the same time the bonds were issued (December 2006) and terminates at the same time that the bonds mature (June 2036). The notional value of the swap declines annually at the same rate and amount as the associated principal balance of the bonds. Pursuant to the swap agreement, the City pays the counterparty a fixed payment of 3.53 percent and receives a variable payment computed as 68 percent of 1-month LIBOR. The bond’s variable rate coupons track The Securities Industry Financial Markets Association (SIFMA) Municipal Swap Index.
- c. Risks. The following represent the applicable risks that could give rise to financial loss:

- i. *Credit Risk.* The swap counterparty carries a senior debt rating of 'Aa1' by Moody's and 'AA-' by Standard & Poor's as of June 30, 2011. To mitigate the potential for credit risk, if the counterparty's credit quality falls below 'AA-' by Standard & Poor's or 'Aa' by Moody's, then the fair value of the swap will be collateralized by the swap counterparty with U.S. government securities. Collateral would be posted with a third-party custodian. As of June 30, 2011, the City is not exposed to credit risk due to the negative fair value of the swap.
- ii. *Basis Risk.* The swap exposes the City to basis risk should the relationship between LIBOR and the SIFMA Municipal Swap Index converge, potentially affecting the synthetic rate on the bonds. If a change occurs in which 68 percent of 1-month LIBOR is greater than the SIFMA swap index, the expected cost savings may be reduced. As of June 30, 2011, the SIFMA Municipal Swap Index rate was 0.09 percent, whereas 68 percent of 1-month LIBOR was 0.13 percent.
- iii. *Termination Risk.* The City or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract. The swap may be terminated by the City in the event that the swap counterparty's credit rating falls below investment grade (e.g., 'BBB' by Standard & Poor's or 'Baa' by Moody's). If the swap is terminated, the City would be exposed to interest rate risk. Also, if at the time of termination the swap has a negative fair value, the City would be liable to the counterparty for a payment equal to the swap's fair value.

**2. City of Oxnard Financing Authority Variable Rate Demand Wastewater Revenue Bonds (Headworks and Septic System Conversion Program), 2004 Series B.** As a result of a decline in interest rates since execution of the swap, the swap has a negative fair value of \$3,508,932 as of June 30, 2011. The goal of the swap is to effectively fix the cost of debt over the term of the bonds, not for speculative purposes such as capturing the positive fair value at any point in time. The coupons on the City's variable-rate bonds adjust to changing interest rates, and therefore the bonds do not have a corresponding fair value increase. The fair value of the swap was estimated using the zero-coupon method. This method calculates the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap.

- a. *Objectives.* As a means to fix its borrowing costs, in June 2007 the City entered into a floating-to-fixed interest rate swap in connection with its \$23,975,000 City of Oxnard Financing Authority Variable Rate Demand Wastewater Revenue Bonds (Headworks and Septic System Conversion Program), 2004 Series B. The intention of the swap was to effectively change the City's variable interest rate on the bonds to

an expected synthetic fixed rate of 4.017 percent. The contract provides that the City of Oxnard pay a fixed interest rate of 4.017 percent to the swap counterparty, the Royal Bank of Canada, in exchange for receiving a variable interest rate based upon 68 percent of the 1-month London Interbank Offered Rate (LIBOR). The swap is consistent with the guidelines contained within the City of Oxnard Master Swap Policy adopted on November 21, 2006.

- b. Terms. The bonds and the related swap agreement mature on June 1, 2034, and as of June 30, 2011 the swap's notional amount of \$21,450,000 matches the \$21,450,000 in variable-rate bonds. The swap was entered into in June 2007 and terminates at the same time that the bonds mature (June 2034). The notional value of the swap declines annually at the same rate and amount as the associated principal balance of the bonds. Pursuant to the swap agreement, the City pays the counterparty a fixed payment of 4.017 percent and receives a variable payment computed as 68 percent of 1-month LIBOR. The bond's variable rate coupons track The Securities Industry Financial Markets Association (SIFMA) Municipal Swap Index.
- c. Risks. The following represent the applicable risks that could give rise to financial loss:
  - i. Credit Risk. The swap counterparty carries a senior debt rating of 'Aa1' by Moody's and 'AA-' by Standard & Poor's as of June 30, 2011. To mitigate the potential for credit risk, if the counterparty's credit quality falls below 'AA-' by Standard & Poor's or 'Aa' by Moody's, then the fair value of the swap will be collateralized by the swap counterparty with U.S. government securities. Collateral would be posted with a third-party custodian. As of June 30, 2011, the City is not exposed to credit risk due to the negative fair value of the swap.
  - ii. Basis Risk. The swap exposes the City to basis risk should the relationship between LIBOR and the SIFMA Municipal Swap Index converge, potentially affecting the synthetic rate on the bonds. If a change occurs in which 68 percent of 1-month LIBOR is greater than the SIFMA swap index, the expected cost savings may be reduced. As of June 30, 2011, the SIFMA Municipal Swap Index rate was 0.09 percent, whereas 68 percent of 1-month LIBOR was 0.13 percent.
  - iii. Termination Risk. The City or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract. The swap may be terminated by the City in the event that the swap counterparty's credit rating falls below investment grade (e.g., 'BBB' by Standard & Poor's or 'Baa' by Moody's). If the swap is terminated, the City would be exposed to interest rate risk. Also, if at the time of termination the swap has a negative fair value, the City would be liable to the counterparty for a payment equal to the swap's fair value.

### 3. City of Oxnard Financing Authority Variable Rate Demand Lease Revenue Bonds

**2003 Series B.** As a result of a decline in interest rates since execution of the swap, the swap has a negative fair value of \$2,033,526 as of June 30, 2011. The goal of the swap is to effectively fix the cost of debt over the term of the bonds, not for speculative purposes such as capturing the positive fair value at any point in time. The coupons on the City's variable-rate bonds adjust to changing interest rates, and therefore the bonds do not have a corresponding fair value increase. The fair value of the swap was estimated using the zero-coupon method. This method calculates the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap.

- a. *Objectives.* As a means to fix its borrowing costs, in June 2007 the City entered into a floating-to-fixed interest rate swap in connection with its \$14,750,000 City of Oxnard Financing Authority Variable Rate Demand Lease Revenue Bonds 2003 Series B. The intention of the swap was to effectively change the City's variable interest rate on the bonds to an expected synthetic fixed rate of 4.037 percent. The contract provides that the City of Oxnard pay a fixed interest rate of 4.037 percent to the swap counterparty, the Royal Bank of Canada, in exchange for receiving a variable interest rate based upon 68 percent of the 1-month London Interbank Offered Rate (LIBOR). The swap is consistent with the guidelines contained within the City of Oxnard Master Swap Policy adopted on November 21, 2006.
- b. *Terms.* The bonds and the related swap agreement mature on June 1, 2033, and as of June 30, 2011 the swap's notional amount of \$11,945,000 matches the \$11,945,000 in variable-rate bonds. The swap was entered into in June 2007 and terminates at the same time that the bonds mature (June 2033). The notional value of the swap declines annually at the same rate and amount as the associated principal balance of the bonds. Pursuant to the swap agreement, the City pays the counterparty a fixed payment of 4.037 percent and receives a variable payment computed as 68 percent of 1-month LIBOR. The bond's variable rate coupons track The Securities Industry Financial Markets Association (SIFMA) Municipal Swap Index.
- c. *Risks.* The following represent the applicable risks that could give rise to financial loss:
  - i. *Credit Risk.* The swap counterparty carries a senior debt rating of 'Aa1' by Moody's and 'AA-' by Standard & Poor's as of June 30, 2011. To mitigate the potential for credit risk, if the counterparty's credit quality falls below 'AA-' by Standard & Poor's or 'Aa' by Moody's, then the fair value of the swap will be collateralized by the swap counterparty with U.S. government securities. Collateral would be posted with a third-party custodian. As of June 30, 2011, the City is not exposed to credit risk due to the negative fair value of the swap.

- ii. *Basis Risk.* The swap exposes the City to basis risk should the relationship between LIBOR and the SIFMA Municipal Swap Index converge, potentially affecting the synthetic rate on the bonds. If a change occurs in which 68 percent of 1-month LIBOR is greater than the SIFMA swap index, the expected cost savings may be reduced. As of June 30, 2011, the SIFMA Municipal Swap Index rate was 0.09 percent, whereas 68 percent of 1-month LIBOR was 0.13 percent.
- iii. *Termination Risk.* The City or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract. The swap may be terminated by the City in the event that the swap counterparty's credit rating falls below investment grade (e.g., 'BBB' by Standard & Poor's or 'Baa' by Moody's). If the swap is terminated, the City would be exposed to interest rate risk. Also, if at the time of termination the swap has a negative fair value, the City would be liable to the counterparty for a payment equal to the swap's fair value.

#### **Hedging derivatives instrument payments and hedged debt**

As of June 30, 2011, debt service requirements of the City's variable-rate debt and net receipts/payments on associated hedging derivatives are as follows. These amounts assume that current interest rates on variable-rate bonds and the current reference rate of hedging derivative instruments will remain the same for their term. As interest rates vary, interest payments on variable-rate bonds and net receipts/payments on the hedging derivative instruments will vary.

Fiscal Year Ending 30-Jun	Principal	Interest	Hedging Derivatives, Net
2012	\$ 1,825,000	\$ 138,463	\$ 1,981,651
2013	1,890,000	133,900	1,915,478
2014	1,950,000	129,175	1,846,977
2015	2,005,000	124,300	1,776,309
2016	2,070,000	119,288	1,703,666
2017	2,135,000	114,113	1,628,693
2018	2,200,000	108,775	1,551,367
2019	2,275,000	103,275	1,471,710
2020	2,340,000	97,588	1,389,347
2021	2,005,000	91,738	1,304,680
2022	2,075,000	86,725	1,232,751
2023	2,140,000	81,538	1,158,328
2024	2,215,000	76,188	1,081,600
2025	2,280,000	70,650	1,002,188
2026	2,355,000	64,950	920,471
2027	2,430,000	59,063	836,096
2028	2,510,000	52,988	749,063
2029	2,590,000	46,713	659,183
2030	2,675,000	40,238	566,456
2031	2,765,000	33,550	470,718
2032	2,845,000	26,638	371,780
2033	2,935,000	19,525	270,021
2034	2,285,000	12,188	165,062
2035	1,270,000	6,475	84,952
2036	1,320,000	3,300	43,296
<b>Total</b>	<b>\$ 55,385,000</b>	<b>\$ 1,841,344</b>	<b>\$ 26,181,843</b>

## Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. During the current year, the City performed calculations of excess investment earnings on various bonds and financings. Liabilities were calculated for the issues and rebate payments were made as appropriate.

## Debt Service

The annual debt service requirements are shown below for all long-term debt:

Fiscal Year	Governmental Activities		Business - Type Activities	
	Principal	Interest	Principal	Interest
2012	\$ 4,085,820	\$ 4,994,219	\$ 11,116,056	\$ 20,215,691
2013	4,236,392	4,743,414	11,501,750	19,821,151
2014	4,392,475	4,582,813	11,846,644	19,489,305
2015	4,545,206	4,410,057	12,376,022	18,972,601
2016	4,595,224	4,229,057	11,906,366	18,407,953
2017-2021	20,936,677	18,500,814	52,032,640	84,773,243
2022-2026	23,590,000	13,911,610	64,385,000	70,862,699
2027-2031	22,130,000	8,795,910	80,630,000	52,202,173
2032-2036	22,105,000	4,250,244	84,505,000	29,190,695
2037-2041	7,270,000	334,161	46,555,000	8,327,897
<b>Totals</b>	<b>\$ 117,886,794</b>	<b>\$ 68,752,299</b>	<b>\$ 386,854,478</b>	<b>\$ 342,263,408</b>

Fiscal Year	Gas Tax Revenue Cert. of Participation Issued 2008		Tax Allocation Bonds Series 2006	
	Principal	Interest	Principal	Interest
2012	\$ 535,000	\$ 1,178,150	\$ 450,000	\$ 867,020
2013	555,000	1,156,350	465,000	752,599
2014	580,000	1,133,650	480,000	736,301
2015	600,000	1,107,050	495,000	719,479
2016	630,000	1,079,450	515,000	700,516
2017-2021	3,585,000	4,958,075	2,895,000	3,190,079
2022-2026	4,405,000	4,126,263	3,495,000	2,559,845
2027-2031	5,470,000	2,986,785	4,290,000	1,747,112
2032-2036	6,850,000	1,648,885	5,290,000	730,070
2037-2041	3,215,000	39,069	630,000	13,775
<b>Totals</b>	<b>\$ 26,425,000</b>	<b>\$ 19,413,727</b>	<b>\$ 19,005,000</b>	<b>\$ 12,016,796</b>

Fiscal Year	Water Revenue Project Bonds Series 2006		Water Revenue Project Bonds Series 2004	
	Principal	Interest	Principal	Interest
2012	\$ 875,000	\$ 2,551,385	\$ 1,065,000	\$ 1,962,984
2013	920,000	2,507,635	1,095,000	1,928,904
2014	965,000	2,461,635	1,150,000	1,874,154
2015	1,015,000	2,413,385	1,190,000	1,833,904
2016	1,060,000	2,370,248	1,235,000	1,789,874
2017-2021	6,065,000	11,076,278	6,990,000	8,144,094
2022-2026	7,625,000	9,524,613	8,865,000	6,262,750
2027-2031	10,460,000	7,496,999	11,320,000	3,813,000
2032-2036	23,200,000	4,031,750	8,240,000	837,249
2037-2041	-	-	-	-
<b>Totals</b>	<b>\$ 52,185,000</b>	<b>\$ 44,433,928</b>	<b>\$ 41,150,000</b>	<b>\$ 28,446,913</b>

<b>Water Revenue Refunding Bonds</b>				
<b>Fiscal Year</b>	<b>Series 2001</b>		<b>1999 Certificate of Participation</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2012	\$ 325,000	\$ 483,321	\$ 275,000	\$ 302,058
2013	340,000	469,103	290,000	289,820
2014	355,000	453,803	300,000	276,625
2015	370,000	437,118	315,000	262,675
2016	385,000	419,542	330,000	247,712
2017-2021	2,240,000	1,792,562	1,800,000	990,136
2022-2026	2,860,000	1,173,562	2,100,000	542,690
2027-2031	2,850,000	374,126	985,000	70,775
2032-2036	-	-	-	-
2037-2041	-	-	-	-
<b>Totals</b>	<b>\$ 9,725,000</b>	<b>\$ 5,603,137</b>	<b>\$ 6,395,000</b>	<b>\$ 2,982,491</b>

<b>Fiscal Year</b>	<b>Wastewater Revenue Bonds Series 2004 A</b>		<b>Wastewater Revenue Refunding Bonds - Series 2003</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2012	\$ -	\$ 4,087,725	\$ 2,355,000	\$ 1,314,813
2013	-	4,087,725	2,470,000	1,197,063
2014	-	4,087,725	2,595,000	1,073,562
2015	-	4,087,725	2,730,000	937,325
2016	-	4,087,725	2,875,000	794,000
2017-2021	4,075,000	20,438,625	13,005,000	1,665,501
2022-2026	23,630,000	17,172,375	-	-
2027-2031	30,175,000	10,627,575	-	-
2032-2036	22,120,000	2,362,418	-	-
2037-2041	-	-	-	-
<b>Totals</b>	<b>\$ 80,000,000</b>	<b>\$ 71,039,618</b>	<b>\$ 26,030,000</b>	<b>\$ 6,982,264</b>

<b>Fiscal Year</b>	<b>Wastewater Revenue Bonds Series 2006</b>		<b>Tax Allocation Bonds Series 2008</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2012	\$ 260,000	\$ 536,730	\$ 185,000	\$ 525,338
2013	270,000	526,330	190,000	517,838
2014	280,000	515,530	200,000	510,038
2015	295,000	504,330	215,000	501,738
2016	305,000	492,530	215,000	493,138
2017-2021	1,725,000	2,259,674	1,220,000	2,311,088
2022-2026	2,145,000	1,841,592	1,505,000	2,020,666
2027-2031	2,705,000	1,282,500	1,880,000	1,639,299
2032-2036	3,455,000	535,250	2,410,000	1,119,318
2037-2041	-	-	3,425,000	281,317
<b>Totals</b>	<b>\$ 11,440,000</b>	<b>\$ 8,494,466</b>	<b>\$ 11,445,000</b>	<b>\$ 9,919,778</b>

<b>Fiscal Year</b>	<b>Tax Allocation Refunding Bonds Series 2004 A</b>		<b>Adjustable Lease Revenue Bonds Series 2003 B</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Swap Interest</b>
2012	\$ 730,000	\$ 637,996	\$ 395,000	\$ 482,220	\$ 467,014
2013	755,000	612,921	405,000	466,274	451,571
2014	780,000	585,278	420,000	449,924	435,736
2015	810,000	555,458	430,000	432,968	419,315
2016	840,000	523,268	440,000	415,609	402,503
2017-2021	4,590,000	2,043,181	2,415,000	1,799,695	1,742,946
2022-2026	5,040,000	931,814	2,790,000	1,283,159	1,242,700
2027-2031	1,160,000	28,710	3,230,000	685,484	663,869
2032-2036	-	-	1,420,000	86,391	83,666
2037-2041	-	-	-	-	-
<b>Totals</b>	<b>\$ 14,705,000</b>	<b>\$ 5,918,626</b>	<b>\$ 11,945,000</b>	<b>\$ 6,101,724</b>	<b>\$ 5,909,320</b>



Fiscal Year	Lease Revenue Refunding Bonds Series 2003 A		Variable Rate Demand Lease Revenue Bonds Series 2006		
	Principal	Interest	Principal	Interest	Swap Interest
	2012	\$ 1,545,003	\$ 306,335	\$ 545,000	\$ 776,247
2013	1,600,000	253,805	570,000	757,009	729,709
2014	1,655,000	197,805	590,000	736,888	710,314
2015	1,715,000	136,570	610,000	716,061	690,238
2016	1,785,007	71,400	635,000	694,528	669,481
2017-2021	-	-	3,535,000	3,120,343	3,007,816
2022-2026	-	-	4,255,000	2,447,173	2,358,921
2027-2031	-	-	5,115,000	1,637,745	1,578,682
2032-2036	-	-	6,135,000	665,580	641,580
2037-2041	-	-	-	-	-
Totals	\$ 8,300,010	\$ 965,915	\$ 21,990,000	\$ 11,551,574	\$ 11,134,995

Fiscal Year	Solid Waste Revenue Refunding Bonds Series 2005		Wastewater Revenue Bonds Series 2004 B		
	Principal	Interest	Principal	Interest	Swap Interest
	2012	\$ 2,065,000	\$ 519,750	\$ 885,000	\$ 861,647
2013	2,165,000	416,500	915,000	826,096	799,917
2014	2,275,000	308,250	940,000	789,341	764,326
2015	2,390,000	194,500	965,000	751,581	727,763
2016	1,500,000	75,000	995,000	712,817	690,227
2017-2021	-	-	5,005,000	2,941,247	2,848,038
2022-2026	-	-	4,020,000	2,045,055	1,980,247
2027-2031	-	-	4,625,000	1,190,839	1,153,102
2032-2036	-	-	3,100,000	251,261	243,301
2037-2041	-	-	-	-	-
Totals	\$ 10,395,000	\$ 1,514,000	\$ 21,450,000	\$ 10,369,884	\$ 10,041,262

Fiscal Year	Water Revenue Refunding Bonds Series 2010A		Water Revenue Refunding Bonds Series 2010B	
	Principal	Interest	Principal	Interest
	2012	\$ 1,215,000	\$ 752,475	\$ -
2013	1,255,000	716,025	-	5,786,173
2014	1,300,000	670,325	-	5,786,173
2015	1,340,000	631,325	-	5,786,173
2016	1,410,000	564,325	-	5,786,173
2017-2021	8,070,000	1,778,625	-	28,930,865
2022-2026	1,865,000	102,575	8,420,000	28,100,309
2027-2031	-	-	12,800,000	24,389,750
2032-2036	-	-	15,895,000	19,630,330
2037-2041	-	-	46,555,000	8,327,897
Totals	\$ 16,455,000	\$ 5,215,675	\$ 83,670,000	\$ 138,310,016

Fiscal Year	2004 Capital Fund Revenue Bonds Housing Authority		Golf Course Lease Revenue Bonds Series 2011	
	Principal	Interest	Principal	Interest
	2012	\$ 250,000	\$ 189,205	\$ 260,000
2013	260,000	180,455	225,000	1,098,345
2014	270,000	170,835	260,000	1,093,845
2015	280,000	160,170	290,000	1,086,045
2016	295,000	148,690	330,000	1,075,895
2017-2021	1,690,000	539,460	2,300,000	5,162,200
2022-2026	1,230,000	122,755	3,725,000	4,517,113
2027-2031	-	-	5,695,000	3,401,510
2032-2036	-	-	8,495,000	1,542,437
2037-2041	-	-	-	-
Totals	\$ 4,275,000	\$ 1,511,570	\$ 21,580,000	\$ 20,015,937

<u>Fiscal Year</u>	<u>2009 Master Equipment Lease Purchase</u>		<u>Purchase Agreement Issue 2008</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2012	\$ 460,774	\$ 120,863	\$ 320,972	\$ 101,971
2013	477,962	103,644	334,365	88,578
2014	495,802	85,024	348,317	74,626
2015	503,377	66,986	362,851	60,092
2016	343,593	49,618	377,992	44,952
2017-2021	960,359	90,400	803,959	41,929
Totals	<u>\$ 3,241,867</u>	<u>\$ 516,535</u>	<u>\$ 2,548,456</u>	<u>\$ 412,148</u>

	<u>Fifth/Del Norte Land Purchase Solid Waste</u>		<u>Del Norte Blvd. Improve. Solid Waste</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2012	\$ 123,587	\$ 11,011	\$ 81,537	\$ 5,151
2013	137,788	4,785	43,029	1,043
2014	-	-	-	-
2015	-	-	-	-
2016-2020	-	-	-	-
Totals	<u>\$ 261,375</u>	<u>\$ 15,796</u>	<u>\$ 124,566</u>	<u>\$ 6,194</u>

Management believes the City complies with all significant covenants related to its debt issues as of June 30, 2011.

### **Special Assessment Bonds**

There are various 1915 Act Improvement Districts and Mello-Roos Community Facilities Districts within the City, which have issued special assessment or special tax debt. The debt is secured by liens of special assessments or special taxes on the properties in the districts and is paid by the property owners. The City is not liable under any circumstance for the repayment of the debt, but is only acting as agent for the property owners in collecting the assessments and special taxes, forwarding the collections to fiscal agents to pay the bondholders, and initiating foreclosure proceedings when appropriate.

Accordingly, such special assessment debt is not reflected in the accompanying basic financial statements. Special assessment debt outstanding at June 30, 2011 is as follows:

<b>Rice Avenue/Highway 101 Assessment District:</b>	\$ 13,195,000
1915 Act Limited Obligation Bonds issued August 27, 2002 with original amount \$15,125,000; maximum rate of 5.70%; maturing in varying amounts through 2032	
<b>Rose Avenue/Highway 101 Assessment District:</b>	3,580,000
1915 Act Improvement Bonds issued November 1, 1996; original amount \$8,560,000; average rate of 5.50%; maturing in 2016	
<b>City of Oxnard Community Facilities District I (Westport):</b>	9,220,000
<b>City of Oxnard Community Facilities District 88-1:</b>	660,000
<b>Oxnard Boulevard Interchange Community Facilities District 2000-03:</b>	8,820,000
<b>Oxnard Boulevard/Highway 101 Interchange Assessment District 2000-01:</b>	2,060,000
1915 Act Improvement Limited Obligation Bonds issued on August 14, 2003; original amount \$2,335,000; interest rate varies; the maximum rate of 6.15%; maturing in 2033	
<b>Community Facilities District No. 3 - Seabridge/Mandalay Bay</b>	<u>31,465,000</u>
<b>Total</b>	<u><u>\$ 69,000,000</u></u>

### III. Defined Benefit Pension Plans and Other Post Employment Benefits

#### A. Retirement Plan Description

The City contributes to the California Public Employees' Retirement System ("PERS"), a multiple-employer, public employee defined benefit plan, which acts as a common investment and administrative agent for participating public entities within the State of California. The City's membership is reported within three plans classified into two categories: safety members (police and fire) and miscellaneous members (all other regular employees). The City's payroll for employees covered by PERS for the year ended June 30, 2011, was \$82,635,227; the City's total payroll was \$99,226,570. PERS issues a separate comprehensive annual financial report. Copies of PERS annual financial report may be obtained from the PERS Executive Office, 400 "P" Street, Sacramento, CA 95814.

All personnel are eligible to participate in PERS, becoming vested after five years of service. Employees who retire at or after age 50 with five years of credited service are entitled to retirement benefits. Monthly retirement benefits are payable for life in an amount equal to a specified percentage as follows:

Miscellaneous Employees	2% at age 55
(ranging from 1.426 percent for employees who retire at age 50 to 2.418 percent for employees who retire at age 63 or over)	
Police Employees	3% at age 50
Fire employees	3% at age 55

The benefits are calculated at the highest consecutive 12 months for miscellaneous employees and safety employees.

Required employee contributions to PERS are 7 percent of compensation for miscellaneous employees and 9 percent of compensation for safety employees, which the City currently pays for regular employees. The City is required to contribute the remaining amounts necessary to fund the benefits for its members, using the actuarial basis recommended by the PERS actuaries and actuarial consultants and adopted by the PERS Board of Administration.

PERS uses a modification of the entry age normal actuarial cost method, which is a projected benefit cost method. That is, it takes into account those benefits that are expected to be earned in the future as well as those already accrued.

### **Annual Pension Cost**

For Fiscal Year 2010-2011, the City's annual pension cost (APC) of \$22,331,816 for PERS was equal to the City's required and actual contribution. The required contribution was determined as part of the June 30, 2010 actuarial assumptions, using the entry age normal cost method.

Significant actuarial assumptions across all three plans included (1) 7.75% investment rate of return (net of administrative expenses), (2) projected annual salary increases ranging from 3.55% to 14.45% for miscellaneous and fire employees and from 3.55% to 13.15% for police employees and that vary based on the duration of service and type of employment, (3) 3.25 percent per year across-the-board real salary increases, and (4) inflation of 3%. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a fifteen-year period. In addition, actuarial gains/losses in any given year are amortized over a thirty year period. PERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis.

### **Trend Information by Plan**

	Fiscal Year Ending June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
Police	2009	\$ 9,285,787	100%	\$ -
Police	2010	9,263,703	100%	-
Police	2011	9,547,444	100%	-
Fire	2009	\$ 3,546,603	100%	\$ -
Fire	2010	3,549,349	100%	-
Fire	2011	3,713,081	100%	-
Miscellaneous	2009	\$ 9,923,543	100%	\$ -
Miscellaneous	2010	9,640,108	100%	-
Miscellaneous	2011	9,071,291	100%	-

Contributions to PERS for the Fiscal Year ended June 30, 2011, are shown below:

	<u>City Contributions</u>	<u>Employee Contributions</u>	<u>Total</u>
Safety employees:			
Police	\$ 7,402,754	\$ 2,144,690	\$ 9,547,444
Fire	<u>2,827,468</u>	<u>885,613</u>	<u>3,713,081</u>
Total safety employees	10,230,222	3,030,303	13,260,525
Miscellaneous employees	<u>5,643,728</u>	<u>3,427,563</u>	<u>9,071,291</u>
<b>Total</b>	<b><u>\$ 15,873,950</u></b>	<b><u>\$ 6,457,866</u></b>	<b><u>\$ 22,331,816</u></b>

### Funded Status and Funding Progress

The funded status of each plan as of June 30, 2010, the most recent actuarial valuation is as follows (dollar amounts in thousands):

	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)-Entry Age</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a percentage of Covered Payroll</u>
Police	\$ 186,836	\$ 230,263	\$ 43,427	81.1%	\$ 23,898	181.7%
Fire *	\$ 8,470,235	\$ 10,165,475	\$ 1,695,240	83.3%	\$ 955,981	177.3%
Miscellaneous	\$ 272,189	\$ 313,317	\$ 41,128	86.9%	\$ 52,770	77.9%

\* Amounts reflect total risk pool valuations and liabilities.

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

## B. Public Agency Retirement System Retirement Enhancement Plan

### Plan Description

The City established a Public Agency Retirement System Retirement Enhancement Plan (PARS) effective January 1, 2003 for selected groups of miscellaneous employees (non-safety), Service Employees International Union (SEIU), International Union of Operating Engineers (IUOE), Management, and one of the two groups of Confidential employees. PARS is defined benefit 401 (a) tax-qualified multiple agency trust. It meets the requirements of a pension trust under California Government code. The plan provides supplemental retirement benefits in addition to PERS. Phase II Systems is the PARS Trust Administrator. For employees meeting the eligibility requirements, the plan provides a benefit equal to the “3% at 60” plan factor (formula is a static 3% at age 60 and older), less the PERS “2% at 55” plan factors for all years of City service plus any military service purchased through PERS (prior to July 1, 2003) while an employee of the City of Oxnard.

Eligibility for an immediate benefit is defined as reaching age 50, completing five years of Oxnard service, and retiring concurrently from both the City and PERS after leaving City employment. In addition, a deferred benefit would be available to participants who complete five years of service. The City has full discretionary authority to control, amend, modify or terminate this plan at any time.

**Funding Policy**

Employees and the City contribute a total of 8 percent of eligible employees’ gross wages. Current employee and city contributions by employee groups are as follows:

	<u>City Contributions</u>	<u>Employee Contributions</u>
IUOE	2.7%	5.3%
SEIU	3.5%	4.5%
Management and confidential	3.0%	5.0%

In addition, the City is required to contribute the remaining amounts necessary to fund the benefit to its members using the actuarial basis recommended by PARS actuarial consultants. This contribution for the fiscal year ended June 30, 2011, was 3.44 percent of eligible employee gross wages. The City’s payroll for employees covered by PARS for the year ended June 30, 2011, was \$38,602,942. PARS issues a separate comprehensive annual financial report. Copies of PARS annual financial report may be obtained from the PARS Executive Office, 3961 MacArthur Boulevard, Suite 200, Newport Beach, CA 92660.

PARS uses an entry age normal actuarial cost method, which is a projected benefit cost method. The chief characteristics of projected benefits methods is that the actuarial present value of all plan benefits is determined as of the valuation date and then allocated between the period before and after the valuation date. The present value of plan benefits earned prior to the valuation date is called the actuarial liability. The present value of plan benefits to be earned after the valuation date is called the present value of future normal costs.

**Annual Pension Costs**

For fiscal year 2010-2011, the City’s annual pension cost (APC) of \$4,194,952, for PARS was equal to the City’s required actual contribution. The required contribution was determined as part of the June 30, 2007, actuarial assumptions and retained the entry age actuarial cost method.

Contributions to PARS for the fiscal year ended June 30, 2011 are shown below:

	<u>City Contributions</u>	<u>Employee Contributions</u>	<u>Total</u>
Miscellaneous employees	\$ 1,107,904	\$ 3,087,048	\$ 4,194,952

### **Trend Information**

The three year trend for fiscal years ending June 30 is as follows:

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2009	\$ 4,539,412	100%	\$ -
2010	\$ 4,490,429	100%	-
2011	\$ 4,194,952	100%	-

### **Funded Status and Funding Progress**

As of July 1, 2007, the most recent actuarial valuation date (due to unavoidable circumstances, the report has not been updated), the plan was 39.6% funded. The actuarial accrued liability for benefits was \$41,103,479, and the actuarial value of assets was \$16,294,026, resulting in an unfunded actuarial accrued liability (UAAL) of \$24,809,453. The covered payroll (annual payroll of active employees covered by the plan) was \$42,158,800, and the ratio of the UAAL to the covered payroll was 58%.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability of benefits.

### **C. Early Retirement Incentive Plan**

The City adopted through resolution number 13,893 a supplemental retirement plan to forty eight (48) eligible employees, this plan is administered by Phase II Systems, PARS Trust Administrator. The level of benefit is seven percent (7%) of the employee's final base pay, payable through the employee's lifetime, with an option of payment for five (5) to ten (10) years, at the employee's election.

### **D. Post-employment Health Care Benefits**

#### **Plan Description**

The City participates in the CALPERS medical program, which is a cost-sharing multiple

employer defined benefit health care plan administered by CALPERS. Employees who retire from the City and receive a CalPERS pension are eligible for post employment medical benefits. Retirees can enroll in any of the available CalPERS medical plans. This benefit continues for the life of the retiree and surviving spouse. Benefit provisions for CalPERS are established by the Public Employees Retirement Law (Part 3 of the California Government Code, Section 20000 et seq.).

CalPERS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office, 400 “P” Street, Sacramento, California 95814.

### **Funding Policy**

The City contributes the minimum amount allowed under Government Code Section 22825 of the Public Employees Medical and Hospital Care Act. The City’s required monthly contribution for calendar year 2011 was \$108.00. The required contribution is based on pay-as-you-go financing requirements. Retirees must contribute any premium amounts in excess of the City Contribution.

### **Annual OPEB Cost and Net OPEB Obligation**

For fiscal 2010-2011 the City’s annual OPEB cost of \$1,599,856 was higher than the actual contribution. The City’s annual OPEB cost, actual contribution, percentage of annual OPEB cost contributed, and the net OPEB obligation for the current year and prior fiscal year were as follows:

<b>Fiscal Year Ended</b>	<b>Annual OPEB Cost</b>	<b>Actual Contribution</b>	<b>Percentage of Annual OPEB Cost Contributed</b>	<b>Net OPEB Obligation</b>
6/30/2009	\$ 2,254,674	\$ 270,735	12.0%	\$ 1,983,939
6/30/2010	\$ 1,359,054	\$ 248,179	18.3%	\$ 1,110,875
6/30/2011	\$ 1,599,856	\$ 322,671	20.2%	\$ 1,277,185

### **Funded Status and Funding Progress**

The funded status of the plan as of June 30, 2009, was as follows:

Actuarial accrued liability (AAL)	\$ 11,081,083
Actuarial value of plan assets	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 11,081,083</u>
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	\$ 82,635,227
UAAL as a percentage of covered payroll	13.410%



Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trends. Amounts determined regarding the funded status are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress is presented as RSI following the notes to the financial statements.

#### **IV. Risk Management**

All funds of the City participate in general liability and workers' compensation insurance programs and make payments to internal service funds on the basis of loss experience and exposure. The total unpaid claims and claims adjustment expense liability (long-term obligations) of \$12,035,400 recorded at June 30, 2011, is based on results of actuarial studies and includes an estimate for claims incurred but not reported at the balance sheet date. Claims liabilities are calculated considering the effects of inflation, recent claims settlement trends including frequency and amount of payouts, and other economic and societal factors. General liability and workers' compensation liabilities are carried at present value using a discount rate of 3.5 percent. In addition, the City is in compliance with the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred as of the date of the financial statements and the amount of the loss can be reasonably estimated.

##### **A. General Liability**

The City is self-insured for general liability claims up to \$1,000,000. The City is covered through Big Independent Cities Excess Pool (BICEP) for claims between \$1,000,000 and \$25,000,000. Self-insured general liability claims are administered through a third-party administrator, with the City Attorney's approval required for settlements over \$15,000. Litigated claims are settled directly through the City Attorney's Office.

The City's contribution to BICEP for general liability coverage in Fiscal Year 2010-2011 was \$700,322 which included a pure premium adjustment of \$430,599. During the past five-year period, the average claims filed each year for general liability amounted to 205 claims totaling \$1,491,888 per year (an average of \$7,278 per claim). In addition, there have been no insurance settlements that have exceeded the City's insurance coverage for each of the past three years. Information concerning the BICEP pooled liability insurance program can be obtained at 801 South Figueroa Street, Suite 1050, Los Angeles, CA 90017, telephone number (213) 896-8900.

The total unpaid claims and claims adjustment expense liability (long-term obligations) recorded at June 30, 2011 was \$3,871,295. The following schedule presents the changes in self-insurance claims liabilities for the past two years:

	Public Liability and Property Damage	
	FY 10-11	FY 09-10
Unpaid claims and claims adjustment expenses-July 1	\$ 3,992,930	\$ 4,544,718
Incurred claims and claims adjustment expenses:		
Increase/decrease in provision for insured events	(121,635)	(426,217)
Increase/decrease in actuarially incurred but not reported claims (IBNR)	-	(125,571)
Total incurred claims and claims adjustment expenses	(121,635)	(551,788)
Unpaid claims and claims adjustment expenses-June 30	3,871,295	3,992,930
Claims and judgements due within one year	\$ 2,117,000	\$ 1,992,000

## B. Workers' Compensation

The City is self-insured for workers' compensation claims up to \$1,000,000. For claims over \$1,000,000, the City has purchased excess workers' compensation insurance through BICEP. The claims are processed by a third party administrator similar to general liability claims.

Within the City's self-insured program for workers' compensation, there has been an average of 221 claims filed per year for the past five years, with an average of approximately \$2,552,306 per year in total reported losses (an average of \$11,559 per claim). In addition, there have been no insurance settlements that have exceeded the City's insurance coverage for each of the past three years.

The total unpaid claims and claims adjustment expense liability (long-term obligations) recorded at June 30, 2011 was \$8,164,105.

The following schedule presents the changes in self-insurance claims liabilities for the past two years:

	Worker's Compensation	
	FY 10-11	FY 09-10
Unpaid claims and claims adjustment expenses-July 1	\$ 8,350,233	\$ 9,458,261
Incurred claims and claims adjustment expenses:		
Increase/decrease in provision for insured events	(186,128)	(879,312)
Increase/decrease in actuarially incurred but not reported claims (IBNR)	-	(228,716)
Total incurred claims and claims adjustment expenses	(186,128)	(1,108,028)
Unpaid claims and claims adjustment expenses-June 30	8,164,105	8,350,233
Claims and judgements due within one year	\$ 3,902,000	\$ 3,957,000

## **V. Other Information**

### **A. Commitments and Contingencies**

There are various lawsuits and claims pending against the City. In the opinion of the City Attorney and management, none of these cases, nor the aggregate thereof, represents any substantial exposure to the City. At June 30, 2011 the City has recorded a general litigation reserve of \$1,000,000 to cover any potential exposure, which has been recorded within self-insurance claims liabilities in the accompanying basic financial statements.

The City has received several Federal and State grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to request for reimbursements to grantor agencies for expenditures disallowed under terms of the grant. Based upon prior experience, the City believes such disallowance, if any, would be immaterial.

### **B. Other**

In July of 2010, the Ventura County District Attorney initiated an investigation into the use of public funds and conflicts of interest regarding various contracts. As of the issuance of this document, the investigation was ongoing.

#### California State Budget Impacts

The State fiscal year 2012 budget included two major items that impact the City. As part of the realignment of certain public safety responsibilities, primarily the shift of inmates from State prisons to County jails, budget trailer bill SB 89, which eliminated vehicle license fees allocated to Cities, was approved by the legislature and governor. The impact on future City general fund revenues is approximately \$700,000 based on projected revenues. The budget for FY 2012 adopted by the City Council excludes these revenues.

On June 29, 2011, California Governor Brown signed Assembly Bills (AB) X1 26 and 27. AB X1 26 requires each California redevelopment agency to suspend nearly all activities except to implement existing contracts, meet already-incurred obligations, preserve its assets and prepare for the impending dissolution of the agency. AB X1 27 provides a means for redevelopment agencies to continue to exist and operate by means of Voluntary Alternative Redevelopment Program. Under this program, each city would adopt an ordinance agreeing to make certain payments to the County Auditor Controller in fiscal year 2011-12 and annual payments each fiscal year thereafter. AB X1 26 indicates that the city “may use any available funds not otherwise obligated for other uses” to make this payment. The City of Oxnard intends to use available monies of its redevelopment agency for this purpose and the City and Agency have approved a reimbursement agreement to accomplish that objective. The amounts to be paid after fiscal year 2012-13 have yet to be determined by the state legislature.

AB X1 26 directs the California State Controller to review the propriety of any transfers of

assets between the redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by AB X1 26.

In the event that AB X1 26 is upheld, the interagency receivable recognized by funds of the City that had previously loaned or advanced funds to the redevelopment agency may become uncollectible resulting in a loss recognized by such funds. The City might additionally be impacted if reimbursements previously paid by the redevelopment agency to the City for shared administrative services are reduced or eliminated.

On July 18, 2011, the California Redevelopment Association (CRA) and the League of California Cities filed a lawsuit on behalf of cities, counties and redevelopment agencies petitioning the California Supreme Court to overturn AB X1 26 and 27 on the grounds that these bills violate the California Constitution. On August 11, 2011, the California Supreme Court issued a stay of all AB X1 27 and most of AB X1 26. The California Supreme Court stated in its order that “the briefing schedule is designed to facilitate oral argument as early as possible in 2011, and a decision before January 15, 2012. A second order issued by the California Supreme Court on August 17, 2011 indicated that certain provisions of AB X1 26 and 27 were still in effect and not affected by its previous stay, including requirements to file an appeal of the determination of the community remittance payment by August 15, the requirement to adopt an Enforceable Obligations Payment Schedule (“EOPS”) by August 29, 2011, and the requirement to prepare a preliminary draft of the initial Recognized Obligation Payment Schedule (“ROPS”) by September 30, 2011.

Because the stay provided by AB X1 26 only affects enforcement, each agency must adopt an EOPS and draft ROPS prior to September 30, as required by the statute. Enforceable obligations include bonds, loans and payments required by the federal or State government; legally enforceable payments required in connection with agency employees such as pension payments and unemployment payments, judgments or settlements; legally binding and enforceable agreements or contracts; and contracts or agreements necessary for the continued administration or operation of the agency that are permitted for purposes set forth in AB X1 26.

On August 2, 2011, City Ordinance No. 2849 was adopted, indicating that the City will comply with the Voluntary Alternative Redevelopment Program in order to permit the continued existence and operation of the agency, in the event AB X1 26 and/or 27 are upheld as constitutional. The initial payment by the City is estimated to be \$6.9 million with one half due on January 15, 2012 and the other half due May 15, 2012. Thereafter, an estimated \$1.6 million will be due annually. The amounts to be paid after fiscal year 2012-13 have yet to be determined by the State Legislature. The semi-annual payments will be due on January 15 and May 15 of each year and would increase or decrease with changes in tax increment. Additionally, an increased amount would be due to schools if any “new debt” is incurred. AB X1 27 allows a one-year reprieve on the agency’s obligation to contribute 20% of tax increment to the low-and-moderate-income housing

fund so as to permit the Agency to assemble sufficient funds to make its initial payments. Failure to make these payments would require agencies to be terminated under the provisions of AB X1 26.

Management believes that the Agency will have sufficient funds to pay its obligations as they become due during the fiscal year ending June 30, 2012. The nature and extent of the operation of redevelopment agencies in the State of California beyond that time frame are dependent upon the outcome of litigation surrounding the actions of the state. In the event that AB X1 26 and/or 27 are specifically found by the courts to be unconstitutional, there is a possibility that future legislative acts may create new challenges to the ability of redevelopment agencies in the State of California to continue in view of the California State Legislature's stated intent to eliminate California redevelopment agencies and to reduce their funding.

**REQUIRED  
SUPPLEMENTARY  
INFORMATION**



**Required Supplementary Information  
Schedule of Funding Progress  
For the Year Ended June 30, 2011  
(Dollars in Thousands)**

**California Public Employees' Retirement System Plan**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets</b>	<b>Actuarial Accrued Liability (AAL)-Entry Age</b>	<b>Unfunded AAL (UAAL)</b>	<b>Funded Ratio</b>	<b>Covered Payroll</b>	<b>UAAL as a percentage of Covered Payroll</b>
<b>Police</b>						
6/30/08	\$ 165,344	\$ 197,254	\$ 31,910	83.8%	\$ 21,964	145.3%
6/30/09	\$ 175,938	\$ 218,213	\$ 42,275	80.6%	\$ 23,030	183.6%
6/30/10	\$ 186,836	\$ 230,263	\$ 43,427	81.1%	\$ 23,898	181.7%
<b>Fire *</b>						
6/30/08	\$ 7,464,928	\$ 8,700,468	\$ 1,235,540	85.8%	\$ 914,841	135.1%
6/30/09	\$ 8,027,159	\$ 9,721,675	\$ 1,694,516	82.6%	\$ 973,814	174.0%
6/30/10	\$ 8,470,235	\$ 10,165,475	\$ 1,695,240	83.3%	\$ 955,981	177.3%
<b>Miscellaneous</b>						
6/30/08	\$ 245,132	\$ 277,076	\$ 31,944	88.5%	\$ 55,412	57.6%
6/30/09	\$ 258,028	\$ 300,084	\$ 42,056	86.0%	\$ 53,822	78.1%
6/30/10	\$ 272,189	\$ 313,317	\$ 41,128	86.9%	\$ 52,770	77.9%

\* Fire amounts reflect total risk pool valuations and liabilities.

**Public Agency Retirement System Retirement Enhancement Plan**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets</b>	<b>Actuarial Accrued Liability (AAL)- Entry Age</b>	<b>Unfunded AAL (UAAL)</b>	<b>Funded Ratio</b>	<b>Covered Payroll</b>	<b>UAAL as a percentage of Covered Payroll</b>
7/1/05	\$ 7,357	\$ 32,328	\$ 24,971	22.76%	\$ 33,043	75.57%
7/1/07	\$ 16,294	\$ 41,103	\$ 24,809	39.64%	\$ 42,159	58.85%

Due to unavoidable circumstance, the valuation report is not available at the time of the issuance of the CAFR.

**Required Supplementary Information  
Schedule of Funding Progress  
For the Year Ended June 30, 2011  
(Dollars in Thousands)**

**Other Post Employment Benefit – CalPERS Plan**

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)- Entry Age</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a percentage of Covered Payroll</u>
7/1/07	\$ -	\$ 21,811	\$ 21,811	0%	\$ 84,863	25.7%
7/1/07	\$ -	\$ 23,751	\$ 23,751	0%	\$ 86,730	27.4%
7/1/09	\$ -	\$ 11,081	\$ 11,081	0%	\$ 85,873	12.9%



**General Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes:				
Property	\$ 38,710,000	\$ 38,710,000	\$ 39,104,079	\$ 394,079
Sales	20,250,000	29,622,975	33,396,737	3,773,762
Transient occupancy	3,089,000	3,089,000	3,301,864	212,864
Business license (net of refund)	4,772,000	4,772,000	4,412,881	(359,119)
Franchise	4,646,000	4,646,000	3,495,532	(1,150,468)
Other taxes	659,000	659,000	631,841	(27,159)
Licenses and permits	1,562,000	1,562,000	1,298,939	(263,061)
Intergovernmental	11,109,000	11,874,275	12,451,920	577,645
Charges for services	10,940,000	10,936,000	10,512,219	(423,781)
Fines and forfeitures	656,000	656,000	657,538	1,538
Investment earnings	609,000	609,000	501,703	(107,297)
Miscellaneous	3,132,000	3,118,000	3,289,632	171,632
<b>Total revenues</b>	<b>100,134,000</b>	<b>110,254,250</b>	<b>113,054,885</b>	<b>2,800,635</b>
<b>EXPENDITURES</b>				
General government:				
Legislative				
City council	377,032	389,432	393,308	(3,876)
City treasurer	1,170,674	1,056,052	1,041,235	14,817
City clerk	518,724	425,089	393,875	31,214
City manager	1,591,238	1,569,623	1,558,867	10,756
City attorney	1,341,833	1,343,783	1,336,575	7,208
Financial services	3,515,278	3,113,456	3,102,410	11,046
Human resources	1,244,938	1,070,359	1,224,117	(153,758)
Non-departmental	(2,181,908)	1,629,513	1,511,257	118,256
Public safety:				
Police	50,185,182	49,619,007	50,537,882	(918,875)
Fire	14,443,593	14,338,931	14,598,662	(259,731)
Transportation	4,411,878	4,323,387	4,577,506	(254,119)
Community development:				
Development services	6,334,262	5,672,881	5,670,696	2,185
Economic development and tourism service	864,948	864,948	864,948	-
Housing services	391,109	391,109	372,197	18,912
Community services	2,856,250	3,013,851	2,784,837	229,014
Culture and leisure:				
Recreation services	3,413,755	3,873,867	3,920,404	(46,537)
Carnegie art museum	426,987	-	-	-
Park and public grounds	8,442,611	8,226,211	8,330,034	(103,823)
Library services	4,777,907	4,657,059	4,616,656	40,403
Capital outlay	136,069	19,487,713	3,845,114	15,642,599
<b>Total expenditures</b>	<b>104,262,360</b>	<b>125,066,271</b>	<b>110,680,580</b>	<b>14,385,691</b>
Excess (deficiency) of revenues over expenditures	(4,128,360)	(14,812,021)	2,374,305	17,186,326
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	7,326,726	6,307,009	5,939,476	(367,533)
Transfers out	(3,293,182)	(3,436,966)	(4,919,740)	(1,482,774)
<b>Total other financing sources (uses)</b>	<b>4,033,544</b>	<b>2,870,043</b>	<b>1,019,736</b>	<b>(1,850,307)</b>
Net change in fund balances	(94,816)	(11,941,978)	3,394,041	15,336,019
<b>Fund balances, July 1</b>	<b>29,726,794</b>	<b>29,726,794</b>	<b>29,726,794</b>	<b>-</b>
<b>Fund balances, budgetary basis, June 30</b>	<b>\$ 29,631,978</b>	<b>\$ 17,784,816</b>	<b>\$ 33,120,835</b>	<b>\$ 15,336,019</b>

**Notes to Budgetary Comparison Schedule:**

Budgets are prepared on the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

**Federal & State Grants Special Revenue Funds**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual**  
**For Fiscal Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Intergovernmental	\$ 1,058,424	\$ 5,387,718	\$ 37,792,620	\$ 32,404,902
Fines and forfeitures	-	-	140,127	140,127
Interest	-	-	80,910	80,910
Miscellaneous	-	133,798	(669,703)	(803,501)
<b>Total revenues</b>	<b><u>1,058,424</u></b>	<b><u>5,521,516</u></b>	<b><u>37,343,954</u></b>	<b><u>31,822,438</u></b>
<b>EXPENDITURES</b>				
Public safety	31,622	3,980,010	2,389,707	1,590,303
Transportation	-	12,324	1,823,110	(1,810,786)
Community Development	286,954	6,727,688	1,630,002	5,097,686
Culture and leisure	-	772,499	528,483	244,016
Library Services	-	184,706	65,377	119,329
Capital Outlay	738,000	68,951,745	37,528,910	31,422,835
<b>Total expenditures</b>	<b><u>1,056,576</u></b>	<b><u>80,628,972</u></b>	<b><u>43,965,589</u></b>	<b><u>36,663,383</u></b>
Excess (deficiency) of revenues over expenditures	1,848	(75,107,456)	(6,621,635)	68,485,821
Net changes in fund balances	1,848	(75,107,456)	(6,621,635)	68,485,821
<b>Fund balances-July 1</b>	<b><u>6,496,136</u></b>	<b><u>6,496,136</u></b>	<b><u>6,496,136</u></b>	<b><u>-</u></b>
<b>Fund balances,budgetary basis, June 30</b>	<b><u>\$ 6,497,984</u></b>	<b><u>\$ (68,611,320)</u></b>	<b><u>\$ (125,499)</u></b>	<b><u>\$ 68,485,821</u></b>

**Notes to Budgetary Comparison Schedule:**

Budgets are prepared on the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

**Community Development Commission**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For Fiscal Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 19,125,414	\$ 19,125,414	\$ 15,360,734	\$ (3,764,680)
Interest	822,482	822,482	602,649	(219,833)
Rental Income	249,000	249,000	256,390	7,390
Miscellaneous	186,000	186,000	525,808	339,808
<b>Total revenues</b>	<b><u>20,382,896</u></b>	<b><u>20,382,896</u></b>	<b><u>16,745,581</u></b>	<b><u>(3,637,315)</u></b>
<b>EXPENDITURES</b>				
Community development	9,278,617	11,951,682	11,229,750	721,932
Capital outlay	158,000	23,211,694	5,847,564	17,364,130
<b>Total expenditures</b>	<b><u>9,436,617</u></b>	<b><u>35,163,376</u></b>	<b><u>17,077,314</u></b>	<b><u>18,086,062</u></b>
Excess (deficiency) of revenues over expenditures	<u>10,946,279</u>	<u>(14,780,480)</u>	<u>(331,733)</u>	<u>14,448,747</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Contributions to other funds	-	-	(60,376,974)	(60,376,974)
Transfer Out	(117,000)	(117,000)	(117,000)	-
<b>Total other financing sources (uses)</b>	<b><u>(117,000)</u></b>	<b><u>(117,000)</u></b>	<b><u>(60,493,974)</u></b>	<b><u>(60,376,974)</u></b>
Net change in fund balance	10,829,279	(14,897,480)	(60,825,707)	(45,928,227)
<b>Fund balance, July 1</b>	<b><u>60,375,470</u></b>	<b><u>60,375,470</u></b>	<b><u>60,375,470</u></b>	<b><u>-</u></b>
<b>Fund balance, budgetary basis, June 30</b>	<b><u>\$ 71,204,749</u></b>	<b><u>\$ 45,477,990</u></b>	<b><u>\$ (450,237)</u></b>	<b><u>\$ (45,928,227)</u></b>

**Notes to Budgetary Comparison Schedule:**

Budgets are prepared based on the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

**Tax Increments**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For Fiscal Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>				
Communiy development	-	-	-	-
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Contributions from other funds	-	-	60,376,974	60,376,974
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>60,376,974</u>	<u>60,376,974</u>
Net change in fund balance	-	-	60,376,974	60,376,974
<b>Fund balance, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, budgetary basis, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60,376,974</u>	<u>\$ 60,376,974</u>

**Notes to Budgetary Comparison Schedule:**

Budgets are prepared based on the modified accrual basis of accounting consistent with general accepted accounting principles (GAAP).

# **SUPPLEMENTARY INFORMATION**



# **NON-MAJOR GOVERNMENTAL FUNDS**



## Non-Major Governmental Funds

### Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than capital projects funds) that are legally restricted to expenditures for particular purposes.

**Development Fees Fund** – This fund includes fees that the City collects on new development to provide resources for special projects such as parks, storm drainage facilities, traffic improvements, utility undergrounding and community developments.

**HUD Home Loan Fund** – This fund is used to account for federal entitlement that is used to provide housing loan to low/moderate income families.

**CDBG Entitlement Fund** – This fund is used to account for community development block grants to develop viable urban communities.

**Public Safety Retirement Fund** – This fund is used to account for voter-approved property tax for public safety uniformed employees' retirement.

**Debt Service Fund** – This fund accounts for the accumulation of resources and payments of principal and interest of the City's general long-term debt.

**Capital Outlay Funds** – This fund accounts for financing and construction of general government capital projects.

**State Gas Tax Fund** – This fund is used to account for the allocated share of Gas Tax Revenue. Spending of gas tax is legally restricted to be used for maintenance and improvement of public streets.

**Traffic Safety Fund** – This fund is used to account for shared revenues received from fines and forfeitures under the State of California Vehicle Code. Fund is restricted to be expended only for improvement and maintenance of traffic control equipment/devices.

**Transportation Development Fund** – This fund is used to account for Transportation Development Act revenues and to be used for street maintenance and road improvements, and construction of pedestrian and bike facilities.

**Maintenance Assessment District** – This fund is used to account for assessment revenues and expenditures related to waterways and landscape maintenance of various district areas in the City.

City of Oxnard, California  
Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2011

	Development Fees Fund	HUD and CDBG Grants Fund	Public Safety Retirement Fund	Debt Service Fund	Capital Outlay Fund
<b>ASSETS</b>					
Cash and cash equivalents	\$ 25,113,677	\$ -	\$ 10,191,447	\$ 142,300	\$ 3,246,467
Investments with fiscal agents	-	-	-	4	7,491,032
Accounts and other receivables	123,374	5,466,509	-	-	-
Due from other funds	7,618,767	-	-	-	-
Due from other government	-	449,421	-	-	-
Other assets	-	189,642	-	-	-
<b>Total assets</b>	<b>\$ 32,855,818</b>	<b>\$ 6,105,572</b>	<b>\$ 10,191,447</b>	<b>\$ 142,304</b>	<b>\$ 10,737,499</b>
<b>LIABILITIES</b>					
Accounts payable	272,643	318,635	-	-	9,300
Other liabilities	220,274	128,001	759,970	-	335
Due to other funds	4,626,099	187,964	-	-	151,779
Deferred revenues	-	5,468,684	-	-	-
<b>Total liabilities</b>	<b>5,119,016</b>	<b>6,103,284</b>	<b>759,970</b>	<b>-</b>	<b>161,414</b>
<b>FUND BALANCES</b>					
<b>Restricted for:</b>					
Debt service	-	-	-	142,304	-
Housing	-	2,288	-	-	-
Public safety retirement	-	-	9,431,477	-	-
<b>Assigned to:</b>					
Capital projects	-	-	-	-	10,576,085
Other purposes	27,736,802	-	-	-	-
<b>Total fund balances</b>	<b>27,736,802</b>	<b>2,288</b>	<b>9,431,477</b>	<b>142,304</b>	<b>10,576,085</b>
<b>Total liabilities and fund balances</b>	<b>\$ 32,855,818</b>	<b>\$ 6,105,572</b>	<b>\$ 10,191,447</b>	<b>\$ 142,304</b>	<b>\$ 10,737,499</b>



City of Oxnard, California  
 Combining Balance Sheet  
 Non-Major Governmental Funds  
 June 30, 2011

State Gas Tax Fund	Traffic Safety Fund	Transportation Development Fund	Maintenance Assessment Districts Fund	Total Non-major Governmental Funds	
\$ 1,554,221	\$ -	\$ 2,206,178	\$ 14,492,514	\$ 56,946,804	<b>ASSETS</b>
2,095,221	-	-	-	9,586,257	Cash and cash equivalents
520	-	221	1,800	5,592,424	Investments with fiscal agents
-	-	-	-	7,618,767	Accounts and other receivables
-	113,136	-	-	562,557	Due from other funds
-	-	-	-	189,642	Due from other government
-	-	-	-	-	Other assets
<b>\$ 3,649,962</b>	<b>\$ 113,136</b>	<b>\$ 2,206,399</b>	<b>\$ 14,494,314</b>	<b>\$ 80,496,451</b>	<b>Total assets</b>
66,602	-	9,698	166,594	843,472	<b>LIABILITIES</b>
104,816	44,337	5,129	34,270	1,297,132	Accounts payable
-	693,344	-	-	5,659,186	Other liabilities
-	-	1,240,292	-	6,708,976	Due to other funds
<b>171,418</b>	<b>737,681</b>	<b>1,255,119</b>	<b>200,864</b>	<b>14,508,766</b>	Deferred revenues
					<b>Total liabilities</b>
					<b>FUND BALANCES</b>
					<b>Restricted for:</b>
-	-	-	-	142,304	Debt service
-	-	-	-	2,288	Housing
-	-	-	-	9,431,477	Public safety retirement
-	-	-	-	10,576,085	<b>Assigned to:</b>
3,478,544	(624,545)	951,280	14,293,450	45,835,531	Capital projects
<b>3,478,544</b>	<b>(624,545)</b>	<b>951,280</b>	<b>14,293,450</b>	<b>65,987,685</b>	Other purposes
<b>\$ 3,649,962</b>	<b>\$ 113,136</b>	<b>\$ 2,206,399</b>	<b>\$ 14,494,314</b>	<b>\$ 80,496,451</b>	<b>Total fund balances</b>
					<b>Total liabilities and fund balances</b>

**City of Oxnard, California**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Non-Major Funds**  
**For the Year Ended June 30, 2011**

	<u>Development Fees Fund</u>	<u>HUD and CDBG Grants Fund</u>	<u>Public Safety Retirement Fund</u>	<u>Debt Service Fund</u>	<u>Capital Outlay Fund</u>
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ 13,257,834	\$ 3,395,556	\$ -
Licenses and permits	703,477	-	-	-	-
Intergovernmental	53,258	3,859,450	-	-	5,799
Growth and development fees	2,407,389	-	-	-	-
Charges for services	-	-	-	-	23,751
Fines and forfeitures	-	-	-	-	-
Interest	458,709	-	-	591	76,175
Special assessments	-	-	-	-	-
Miscellaneous	186,908	-	-	-	-
<b>Total revenues</b>	<b>3,809,741</b>	<b>3,859,450</b>	<b>13,257,834</b>	<b>3,396,147</b>	<b>105,725</b>
<b>EXPENDITURES</b>					
Current:					
General government	182,416	800	-	-	-
Public safety	750,526	245,001	13,489,460	-	-
Transportation	441,279	-	-	-	-
Community Development	563,568	1,685,421	-	-	-
Culture and leisure	17,705	37,940	35,496	-	28,103
Capital outlay	3,664,416	1,888,000	-	-	1,691,992
Debt service:					
Principal	-	-	-	3,411,631	-
Interest and fiscal charges	-	-	-	3,952,611	-
<b>Total expenditures</b>	<b>5,619,910</b>	<b>3,857,162</b>	<b>13,524,956</b>	<b>7,364,242</b>	<b>1,720,095</b>
Excess (deficiency) of revenues over (under) expenditures	(1,810,169)	2,288	(267,122)	(3,968,095)	(1,614,370)
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds from sale of capital leases	-	-	-	-	1,295,771
Transfers in	-	-	1,482,774	3,852,311	-
Transfers out	(1,781,561)	-	-	-	(1,679,113)
Net other financing sources (uses)	(1,781,561)	-	1,482,774	3,852,311	(383,342)
Net change in fund balances	(3,591,730)	2,288	1,215,652	(115,784)	(1,997,712)
Fund balances, July 1	31,328,532	-	8,215,825	258,088	12,573,797
<b>Fund balances, June 30</b>	<b>\$ 27,736,802</b>	<b>\$ 2,288</b>	<b>\$ 9,431,477</b>	<b>\$ 142,304</b>	<b>\$ 10,576,085</b>

City of Oxnard, California  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Non-Major Funds**  
**For the Year Ended June 30, 2011**

State Gas Tax Fund	Traffic Safety Fund	Transportation Development Fund	Maintenance Assessment Districts Fund	Total Non-major Governmental Funds	
\$ -	\$ -	\$ -	\$ 1,880	\$ 16,655,270	<b>REVENUES</b>
-	-	-	-	703,477	Taxes
4,401,872	-	406,535	-	8,726,914	Licenses and permits
-	-	-	-	2,407,389	Intergovernmental
-	50,666	15,074	-	89,491	Growth and development fees
-	436,068	-	-	436,068	Charges for services
23,523	-	21,300	168,523	748,821	Fines and forfeitures
-	-	-	9,013,480	9,013,480	Interest
225,208	-	182,150	-	594,266	Special assessments
<b>4,650,603</b>	<b>486,734</b>	<b>625,059</b>	<b>9,183,883</b>	<b>39,375,176</b>	Miscellaneous
					<b>Total revenues</b>
					<b>EXPENDITURES</b>
					Current:
3,625	-	-	292,565	479,406	General government
-	286,011	-	2,141,759	16,912,757	Public safety
1,814,479	672,840	609,018	399,979	3,937,595	Transportation
1,706	-	-	-	2,250,695	Community Development
-	-	-	4,891,122	5,010,366	Culture and leisure
75,672	-	215,487	28,433	7,564,000	Capital outlay
515,000	-	-	-	3,926,631	Debt service:
1,199,150	-	-	-	5,151,761	Principal
<b>3,609,632</b>	<b>958,851</b>	<b>824,505</b>	<b>7,753,858</b>	<b>45,233,211</b>	Interest and fiscal charges
					<b>Total expenditures</b>
1,040,971	(472,117)	(199,446)	1,430,025	(5,858,035)	Excess (deficiency) of revenues over (under) expenditures
					<b>OTHER FINANCING SOURCES (USES)</b>
-	-	-	-	1,295,771	Proceeds from sale of capital leases
-	300,000	-	143,784	5,778,869	Transfers in
-	-	-	-	(3,460,674)	Transfers out
-	300,000	-	143,784	3,613,966	Net other financing sources (uses)
1,040,971	(172,117)	(199,446)	1,573,809	(2,244,069)	Net change in fund balances
2,437,573	(452,428)	1,150,726	12,719,641	68,231,754	Fund balances, July 1
<b>\$ 3,478,544</b>	<b>\$ (624,545)</b>	<b>\$ 951,280</b>	<b>\$ 14,293,450</b>	<b>\$ 65,987,685</b>	<b>Fund balances, June 30</b>

**City of Oxnard, California**  
**Non-Major - Development Fees Funds**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Licenses and permits	\$ 891,436	\$ 891,436	\$ 703,477	\$ (187,959)
Intergovernmental	-	-	53,258	53,258
Growth and development fees	3,172,243	3,172,243	2,407,389	(764,854)
Interest	695,946	695,946	458,709	(237,237)
Miscellaneous	123,000	123,000	186,908	63,908
<b>Total revenues</b>	<b>4,882,625</b>	<b>4,882,625</b>	<b>3,809,741</b>	<b>(1,072,884)</b>
<b>EXPENDITURES</b>				
General government	120,620	120,620	182,416	(61,796)
Public safety	895,436	895,436	750,526	144,910
Transportation	168,000	168,000	441,279	(273,279)
Community development	-	600,000	563,568	36,432
Culture and leisure	-	-	17,705	(17,705)
Capital Outlay	4,294,251	21,963,954	3,664,416	18,299,538
<b>Total expenditures</b>	<b>5,478,307</b>	<b>23,748,010</b>	<b>5,619,910</b>	<b>18,128,100</b>
Excess (deficiency) of revenues over (under) expenditures	(595,682)	(18,865,385)	(1,810,169)	17,055,216
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out	(1,781,561)	(1,781,561)	(1,781,561)	-
Total other financing sources (uses)	(1,781,561)	(1,781,561)	(1,781,561)	-
Net change in fund balances	(2,377,243)	(20,646,946)	(3,591,730)	17,055,216
Fund balance, July 1	31,328,532	31,328,532	31,328,532	-
<b>Fund balance, June 30</b>	<b>\$ 28,951,289</b>	<b>\$ 10,681,586</b>	<b>\$ 27,736,802</b>	<b>\$ 17,055,216</b>

**City of Oxnard**  
**Non-Major - CDBG & HUD**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual**  
**For the Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Intergovernmental	\$ 4,436,459	\$ 4,438,601	\$ 3,859,450	\$ (579,151)
<b>Total revenues</b>	<u>4,436,459</u>	<u>4,438,601</u>	<u>3,859,450</u>	<u>(579,151)</u>
<b>EXPENDITURES</b>				
General government	-	-	800	(800)
Public safety	245,000	245,000	245,001	(1)
Community Development	1,973,642	2,956,705	1,685,421	1,271,284
Culture and leisure	37,940	37,940	37,940	-
Capital Outlay	2,179,800	4,116,665	1,888,000	2,228,665
<b>Total expenditures</b>	<u>4,436,382</u>	<u>7,356,310</u>	<u>3,857,162</u>	<u>3,499,148</u>
Excess (deficiency) of revenues over (under) expenditures	<u>77</u>	<u>(2,917,709)</u>	<u>2,288</u>	<u>2,919,997</u>
Net changes in fund balances	77	(2,917,709)	2,288	2,919,997
Fund balances, July 1	-	-	-	-
<b>Fund balances, June 30</b>	<u>\$ 77</u>	<u>\$ (2,917,709)</u>	<u>\$ 2,288</u>	<u>\$ 2,919,997</u>

**City of Oxnard, California**  
**Non-Major - Public Safety Retirement**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 14,469,122	\$ 14,469,122	\$ 13,257,834	\$ (1,211,288)
<b>Total revenues</b>	<b>14,469,122</b>	<b>14,469,122</b>	<b>13,257,834</b>	<b>(1,211,288)</b>
<b>EXPENDITURES</b>				
Public safety	12,753,551	12,753,551	13,489,460	(735,909)
Culture & leisure	33,998	33,998	35,496	(1,498)
<b>Total expenditures</b>	<b>12,787,549</b>	<b>12,787,549</b>	<b>13,524,956</b>	<b>(737,407)</b>
Excess (deficiency) of revenues over (under) expenditures	1,681,573	1,681,573	(267,122)	(1,948,695)
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	-	-	1,482,774	1,482,774
Total other financing sources (uses)	-	-	1,482,774	1,482,774
Net change in fund balances	1,681,573	1,681,573	1,215,652	(465,921)
Fund balance, July 1	8,215,825	8,215,825	8,215,825	-
<b>Fund balance, June 30</b>	<b>\$ 9,897,398</b>	<b>\$ 9,897,398</b>	<b>\$ 9,431,477</b>	<b>\$ (465,921)</b>

City of Oxnard  
Non-Major - Debt Service Funds  
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual  
For the Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ 3,395,556	\$ 3,395,556
Interest	31,413	31,413	591	(30,822)
<b>Total revenues</b>	<b><u>31,413</u></b>	<b><u>31,413</u></b>	<b><u>3,396,147</u></b>	<b><u>3,364,734</u></b>
<b>EXPENDITURES</b>				
Debt Service:				
Principal	2,032,964	2,032,964	3,411,631	(1,378,667)
Interest	1,819,347	1,819,347	3,952,611	(2,133,264)
<b>Total expenditures</b>	<b><u>3,852,311</u></b>	<b><u>3,852,311</u></b>	<b><u>7,364,242</u></b>	<b><u>(3,511,931)</u></b>
Excess (deficiency) of revenues over (under) expenditures	(3,820,898)	(3,820,898)	(3,968,095)	(147,197)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	3,852,311	3,852,311	3,852,311	-
Total other financing sources (uses)	3,852,311	3,852,311	3,852,311	-
Net changes in fund balances	31,413	31,413	(115,784)	(147,197)
Fund balances, July 1	258,088	258,088	258,088	-
<b>Fund balances, June 30</b>	<b><u>\$ 289,501</u></b>	<b><u>\$ 289,501</u></b>	<b><u>\$ 142,304</u></b>	<b><u>\$ (147,197)</u></b>

**City Of Oxnard, California**  
**Non-Major - Capital Outlay Funds**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ 5,799	\$ 5,799
Interest	-	-	76,175	76,175
Charges for services	-	-	23,751	23,751
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>105,725</b>	<b>105,725</b>
<b>EXPENDITURES</b>				
Culture and leisure	-	-	28,103	(28,103)
Capital Outlay	2,519,400	10,449,430	1,691,992	8,757,438
<b>Total expenditures</b>	<b>2,519,400</b>	<b>10,449,430</b>	<b>1,720,095</b>	<b>8,729,335</b>
Excess (deficiency) of revenues over (under) expenditures	(2,519,400)	(10,449,430)	(1,614,370)	8,835,060
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out	-	-	(1,679,113)	(1,679,113)
Proceeds from issuance of capital leases	2,519,400	3,237,400	1,295,771	(1,941,629)
Total other financing sources (uses)	2,519,400	3,237,400	(383,342)	(3,620,742)
Net change in fund balances	-	(7,212,030)	(1,997,712)	5,214,318
Fund balance, July 1	12,573,797	12,573,797	12,573,797	-
<b>Fund balance, June 30</b>	<b>\$ 12,573,797</b>	<b>\$ 5,361,767</b>	<b>\$ 10,576,085</b>	<b>\$ 5,214,318</b>



**City of Oxnard, California**  
**Non-Major - State Gas Tax Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Intergovernmental	\$ 3,167,700	\$ 3,167,700	\$ 4,401,872	\$ 1,234,172
Interest	87,800	87,800	23,523	(64,277)
Miscellaneous	432,775	432,775	225,208	(207,567)
<b>Total revenues</b>	<b>3,688,275</b>	<b>3,688,275</b>	<b>4,650,603</b>	<b>962,328</b>
<b>EXPENDITURES</b>				
General government	12,125	12,125	3,625	8,500
Transportation	3,534,064	3,534,064	1,814,479	1,719,585
Community development	9,400	9,400	1,706	7,694
Capital Outlay	-	113,108	75,672	37,436
Debt service:				
Principal	515,000	515,000	515,000	-
Interest and fiscal charges	1,199,150	1,199,150	1,199,150	-
<b>Total expenditures</b>	<b>5,269,739</b>	<b>5,382,847</b>	<b>3,609,632</b>	<b>1,773,215</b>
Excess (deficiency) of revenues over expenditure	(1,581,464)	(1,694,572)	1,040,971	2,735,543
Net change in fund balances	(1,581,464)	(1,694,572)	1,040,971	2,735,543
Fund balance, July 1	2,437,573	2,437,573	2,437,573	-
<b>Fund balance, June 30</b>	<b>\$ 856,109</b>	<b>\$ 743,001</b>	<b>\$ 3,478,544</b>	<b>\$ 2,735,543</b>

**City of Oxnard, California**  
**Non-Major - Traffic Safety**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Charges for services	\$ 10,000	\$ 10,000	\$ 50,666	\$ 40,666
Fines and forfeitures	451,700	451,700	436,068	(15,632)
Total revenues	<u>461,700</u>	<u>461,700</u>	<u>486,734</u>	<u>25,034</u>
<b>EXPENDITURES</b>				
Public safety	318,959	318,959	286,011	32,948
Transportation	655,657	655,657	672,840	(17,183)
Total expenditures	<u>974,616</u>	<u>974,616</u>	<u>958,851</u>	<u>15,765</u>
Excess (deficiency) of revenues over expenditure	<u>(512,916)</u>	<u>(512,916)</u>	<u>(472,117)</u>	<u>40,799</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	300,000	300,000	300,000	-
Total other financing sources (uses)	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>
Net change in fund balances	(212,916)	(212,916)	(172,117)	40,799
Fund balance, July 1	(452,428)	(452,428)	(452,428)	-
<b>Fund balance, June 30</b>	<b><u><u>\$ (665,344)</u></u></b>	<b><u><u>\$ (665,344)</u></u></b>	<b><u><u>\$ (624,545)</u></u></b>	<b><u><u>\$ 40,799</u></u></b>

**City of Oxnard, California**  
**Non-Major - Transportation Development**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Intergovernmental	\$ 560,000	\$ 560,000	\$ 406,535	\$ (153,465)
Charges for services	33,139	33,139	15,074	(18,065)
Interest	9,100	9,100	21,300	12,200
Miscellaneous	170,000	170,000	182,150	12,150
<b>Total revenues</b>	<b><u>772,239</u></b>	<b><u>772,239</u></b>	<b><u>625,059</u></b>	<b><u>(147,180)</u></b>
<b>EXPENDITURES</b>				
Transportation	658,239	614,515	609,018	5,497
Capital Outlay	110,000	834,119	215,487	618,632
Total expenditures	768,239	1,448,634	824,505	624,129
Excess (deficiency) of revenues over (under) expenditures	4,000	(676,395)	(199,446)	476,949
Net change in fund balances	4,000	(676,395)	(199,446)	476,949
Fund balance, July 1	1,150,726	1,150,726	1,150,726	-
<b>Fund balance, June 30</b>	<b><u>\$ 1,154,726</u></b>	<b><u>\$ 474,331</u></b>	<b><u>\$ 951,280</u></b>	<b><u>\$ 476,949</u></b>

**City of Oxnard, California**  
**Non-Major - Maintenance Assessment District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ 1,880	\$ 1,880
Interest	25,000	25,000	168,523	143,523
Special assessments	7,808,390	7,808,390	9,013,480	1,205,090
<b>Total revenues</b>	<b>7,833,390</b>	<b>7,833,390</b>	<b>9,183,883</b>	<b>1,350,493</b>
<b>EXPENDITURES</b>				
General government	165,222	165,222	292,565	(127,343)
Public safety	2,171,912	2,171,912	2,141,759	30,153
Transportation	668,933	962,717	399,979	562,738
Culture and leisure	4,722,786	4,845,863	4,891,122	(45,259)
Capital Outlay	172,020	172,020	28,433	143,587
<b>Total expenditures</b>	<b>7,900,873</b>	<b>8,317,734</b>	<b>7,753,858</b>	<b>563,876</b>
Excess (deficiency) of revenues over expenditure	(67,483)	(484,344)	1,430,025	1,914,369
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	-	143,784	143,784	-
Total other financing sources (uses)	-	143,784	143,784	-
Net change in fund balances	(67,483)	(340,560)	1,573,809	1,914,369
Fund balance, July 1	12,719,641	12,719,641	12,719,641	-
<b>Fund balance, June 30</b>	<b>\$ 12,652,158</b>	<b>\$ 12,379,081</b>	<b>\$ 14,293,450</b>	<b>\$ 1,914,369</b>

# **INTERNAL SERVICE FUNDS**



## INTERNAL SERVICE FUNDS

Internal Service Funds are established to account for goods and services provided by one City department to other City department or related entities, generally on a cost recovery basis.

**Public Liability and Property Damage Fund**-This fund is used to account for the City's self-insurance program of providing public liability and property damage insurance coverage and claims adjustment services to the City's operating funds.

**Workers' Compensation Fund**-This fund is used to account for the City's self-insurance program for workers' compensation claims.

**Utility Customer Services Fund**-This fund is used to account for the costs associated with administering the operation of the Customer Services Division and to distribute these costs to the various City utilities such as water, sewer and refuse.

**Information Services Fund**-This fund is used to account for the costs associated with the City's data/word processing and financial systems and to distribute these costs to the departments using the systems on a pro-rata basis. Included are costs for hardware and software maintenance, computer operation costs and some centralized supplies.

**Facilities Maintenance Fund**-This fund is used to account for the operation and maintenance of City facilities, properties and capital projects.

**Equipment Maintenance Fund**-This fund is used to account for automotive fleet maintenance and services provided to City departments.

**City of Oxnard, California**  
**Internal Service Funds**  
**Combining Statement of Net Assets**  
**June 30, 2011**

	<u>Public Liability / Property Damage</u>	<u>Worker's Compensation</u>	<u>Utility Customer Service</u>	<u>Information Services</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 5,171,617	\$ 8,085,308	\$ 720,883	\$ 2,717,208
Accounts and other receivable (net of allowance for uncollectibles)	1,348	85,700	-	-
<b>Capital assets:</b>				
Land	595,500	-	-	-
Machinery and equipment	52,622	56,827	42,507	1,814,412
Construction in progress	-	-	-	855,606
Total capital assets	<u>648,122</u>	<u>56,827</u>	<u>42,507</u>	<u>2,670,018</u>
Less accumulated depreciation	<u>(50,159)</u>	<u>(53,812)</u>	<u>(40,875)</u>	<u>(1,380,976)</u>
Net capital assets	<u>597,963</u>	<u>3,015</u>	<u>1,632</u>	<u>1,289,042</u>
<b>Total assets</b>	<b><u>5,770,928</u></b>	<b><u>8,174,023</u></b>	<b><u>722,515</u></b>	<b><u>4,006,250</u></b>
<b>LIABILITIES</b>				
<b>Current liabilities:</b>				
Accounts payable	20,424	4,818	22,853	108,085
Other liabilities	2,940	20,615	24,047	94,103
Compensated absences payable - current	-	25,000	26,300	130,000
Capital lease payable - current	-	-	-	-
Self insurance claims - due within one year	<u>2,117,000</u>	<u>3,902,000</u>	<u>-</u>	<u>-</u>
Total current liabilities	<u>2,140,364</u>	<u>3,952,433</u>	<u>73,200</u>	<u>332,188</u>
<b>Noncurrent liabilities:</b>				
Compensated absences payable	-	7,868	3,596	92,997
Self insurance claims	1,754,295	4,262,105	-	-
Other post employment payable	105,111	7,102	19,578	51,436
Capital lease payable	-	-	-	-
Total noncurrent liabilities	<u>1,859,406</u>	<u>4,277,075</u>	<u>23,174</u>	<u>144,433</u>
<b>Total liabilities</b>	<b><u>3,999,770</u></b>	<b><u>8,229,508</u></b>	<b><u>96,374</u></b>	<b><u>476,621</u></b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	597,963	3,015	1,632	1,289,042
Unrestricted	<u>1,173,195</u>	<u>(58,500)</u>	<u>624,509</u>	<u>2,240,587</u>
<b>Total net assets</b>	<b><u>\$ 1,771,158</u></b>	<b><u>\$ (55,485)</u></b>	<b><u>\$ 626,141</u></b>	<b><u>\$ 3,529,629</u></b>

The notes to the financial statements are an integral part of this statement.

**City of Oxnard, California  
Internal Service Funds  
Combining Statement of Net Assets  
June 30, 2011**

<u>Facilities Maintenance</u>	<u>Equipment Maintenance</u>	<u>Total</u>	
\$ 2,061,483	\$ 379,547	\$ 19,136,046	<b>ASSETS</b>
-	9,997	97,045	Cash and cash equivalents
-	-	595,500	Accounts and other receivable (net of allowance for uncollectibles)
625,806	709,082	3,301,256	<b>Capital assets:</b>
-	444,670	1,300,276	Land
625,806	1,153,752	5,197,032	Machinery and equipment
(517,809)	(487,309)	(2,530,940)	Construction in progress
107,997	666,443	2,666,092	Total capital assets
<b>2,169,480</b>	<b>1,055,987</b>	<b>21,899,183</b>	Less accumulated depreciation
			Net capital assets
			<b>Total assets</b>
			<b>LIABILITIES</b>
			<b>Current liabilities:</b>
52,351	282,945	491,476	Accounts payable
123,696	187,861	453,262	Other liabilities
142,000	271,000	594,300	Compensated absences payable - current
-	27,183	27,183	Capital lease payable - current
-	-	6,019,000	Self insurance claims - due within one year
318,047	768,989	7,585,221	Total current liabilities
			<b>Noncurrent liabilities:</b>
130,218	96,419	331,098	Compensated absences payable
-	-	6,016,400	Self insurance claims
68,072	87,754	339,053	Other post employment payable
-	101,603	101,603	Capital lease payable
198,290	285,776	6,788,154	Total noncurrent liabilities
<b>516,337</b>	<b>1,054,765</b>	<b>14,373,375</b>	<b>Total liabilities</b>
			<b>NET ASSETS</b>
107,997	537,657	2,537,306	Invested in capital assets, net of related debt
1,545,146	(536,435)	4,988,502	Unrestricted
<b>\$ 1,653,143</b>	<b>\$ 1,222</b>	<b>\$ 7,525,808</b>	<b>Total net assets</b>



City of Oxnard, California  
Internal Service Funds  
Combining Statement of Revenues, Expenses and Changes in Net Assets  
For Fiscal Year Ended June 30, 2011

	<u>Public Liability / Property Damage</u>	<u>Workers' Compensation</u>	<u>Utility Customer Services</u>	<u>Information Services</u>
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 3,403,118	\$ 6,414,499	\$ 1,336,291	\$ 4,138,481
Miscellaneous & reimbursements	151,257	-	-	28,184
<b>Total operating revenues</b>	<u>\$ 3,554,375</u>	<u>\$ 6,414,499</u>	<u>\$ 1,336,291</u>	<u>\$ 4,166,665</u>
<b>OPERATING EXPENSES:</b>				
Salaries and wages	51,915	381,764	486,999	1,677,503
Contractual services	173,500	397,682	71,272	30,908
Operating supplies	-	-	-	93,606
Utilities	2,914	3,713	18,811	1,118,620
Depreciation	2,462	2,411	1,152	174,644
General and administrative	160,372	430,902	750,507	376,739
Repairs and maintenance	780	21,711	37,698	285,364
Claims expenses	2,149,047	3,173,407	-	-
<b>Total operating expenses</b>	<u>2,540,990</u>	<u>4,411,590</u>	<u>1,366,439</u>	<u>3,757,384</u>
Operating income (loss)	<u>1,013,385</u>	<u>2,002,909</u>	<u>(30,148)</u>	<u>409,281</u>
<b>NON-OPERATING REVENUES (EXPENSES):</b>				
Loss on sale of capital assets	-	-	-	-
Interest on investments	66,672	127,421	9,189	-
<b>Total non-operating revenues (expenses)</b>	<u>66,672</u>	<u>127,421</u>	<u>9,189</u>	<u>-</u>
Income (loss) before contributions and transfers	<u>1,080,057</u>	<u>2,130,330</u>	<u>(20,959)</u>	<u>409,281</u>
Capital contribution	(970,599)	-	-	-
Transfers out	(1,080,226)	(4,705,500)	-	-
Changes in net assets	<u>(970,768)</u>	<u>(2,575,170)</u>	<u>(20,959)</u>	<u>409,281</u>
<b>Net Assets - July 1</b>	<u>2,741,926</u>	<u>2,519,685</u>	<u>647,100</u>	<u>3,120,348</u>
<b>Net Assets - June 30</b>	<u>\$ 1,771,158</u>	<u>\$ (55,485)</u>	<u>\$ 626,141</u>	<u>\$ 3,529,629</u>

The notes to the financial statements are an integral part of this statement.

City of Oxnard, California  
**Internal Service Funds**  
**Combining Statement of Revenues, Expenses and Changes in Net Assets**  
**For Fiscal Year Ended June 30, 2011**

<u>Facilities Maintenance</u>	<u>Equipment Maintenance</u>	<u>Total</u>	
\$ 4,009,107	\$ 9,711,658	\$ 29,013,154	<b>OPERATING REVENUES:</b>
<u>66,086</u>	<u>44,646</u>	<u>290,173</u>	Charges for services
<u>\$ 4,075,193</u>	<u>\$ 9,756,304</u>	<u>\$ 29,303,327</u>	Miscellaneous & reimbursements
			<b>Total operating revenues</b>
			<b>OPERATING EXPENSES:</b>
2,372,566	3,563,975	8,534,722	Salaries and wages
121,140	144,455	938,957	Contractual services
283,706	4,550,438	4,927,750	Operating supplies
555,275	18,544	1,717,877	Utilities
32,712	54,369	267,750	Depreciation
251,862	534,779	2,505,161	General and administrative
95,043	1,085,686	1,526,282	Repairs and maintenance
-	-	5,322,454	Claims expenses
<u>3,712,304</u>	<u>9,952,246</u>	<u>25,740,953</u>	<b>Total operating expenses</b>
<u>362,889</u>	<u>(195,942)</u>	<u>3,562,374</u>	Operating income (loss)
			<b>NON-OPERATING REVENUES (EXPENSES):</b>
-	(901)	(901)	Loss on sale of capital assets
<u>22,591</u>	<u>6,151</u>	<u>232,024</u>	Interest on investments
<u>22,591</u>	<u>5,250</u>	<u>231,123</u>	<b>Total non-operating revenues (expenses)</b>
<u>385,480</u>	<u>(190,692)</u>	<u>3,793,497</u>	Income (loss) before contributions and transfers
-	-	(970,599)	Capital contribution
-	-	(5,785,726)	Transfers out
<u>385,480</u>	<u>(190,692)</u>	<u>(2,962,828)</u>	Changes in net assets
<b><u>1,267,663</u></b>	<b><u>191,914</u></b>	<b><u>10,488,636</u></b>	<b>Net Assets - July 1</b>
<b><u>\$ 1,653,143</u></b>	<b><u>\$ 1,222</u></b>	<b><u>\$ 7,525,808</u></b>	<b>Net Assets - June 30</b>

**City of Oxnard, California**  
**Internal Service Funds**  
**Combining Statement of Cash Flows**  
**For the Year Ended June 30, 2011**

	Public Liability / Property			
	Damage	Worker's Compensation	Utility Customer Service	Information Services
<b>Cash flows from operating activities :</b>				
Receipts from customers	\$ 3,581,350	\$ 6,388,799	\$ 1,336,291	\$ 4,166,665
Payments to suppliers	(386,717)	(928,851)	(884,055)	(1,851,209)
Payments to employees	(51,621)	(373,177)	(484,648)	(1,709,951)
Claims paid	(2,270,682)	(3,359,535)	-	-
Net cash flows from operating activities	<u>872,330</u>	<u>1,727,236</u>	<u>(32,412)</u>	<u>605,505</u>
<b>Cash flows from noncapital financing activities:</b>				
Transfers out	(1,080,226)	(4,705,500)	-	-
Net cash provided (used) by noncapital financing activities	<u>(1,080,226)</u>	<u>(4,705,500)</u>	<u>-</u>	<u>-</u>
<b>Cash flows from capital financing activities:</b>				
Acquisitions (Disposals) of capital assets	-	-	-	(145,224)
Principal paid on long-term debt	-	-	-	-
Net cash flows from capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(145,224)</u>
<b>Cash flows from investing activities:</b>				
Interest on investments	66,672	127,421	9,189	-
Cash flows from investing activities	<u>66,672</u>	<u>127,421</u>	<u>9,189</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>(141,224)</u>	<u>(2,850,843)</u>	<u>(23,223)</u>	<u>460,281</u>
<b>Cash and cash equivalents, July 1</b>	<b>5,312,841</b>	<b>10,936,151</b>	<b>744,106</b>	<b>2,256,927</b>
<b>Cash and cash equivalents, June 30</b>	<b><u>\$ 5,171,617</u></b>	<b><u>\$ 8,085,308</u></b>	<b><u>\$ 720,883</u></b>	<b><u>\$ 2,717,208</u></b>
Reconciliation of operating income (loss) to net cash used by operating activities:				
Operating income (loss)	\$ 1,013,385	\$ 2,002,909	\$ (30,148)	\$ 409,281
Adjustment to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	2,462	2,411	1,152	174,644
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	26,975	(25,700)	-	-
Increase (decrease) in accounts payable and other liability	(49,151)	(74,843)	(5,767)	54,028
Increase (decrease) in self insurance liability	(121,635)	(186,128)	-	-
Increase (decrease) in other post emp payable	294	1,762	7,048	10,572
Increase (decrease) in compensated absences	-	6,825	(4,697)	(43,020)
<b>Cash flows from operating activities</b>	<b><u>\$ 872,330</u></b>	<b><u>\$ 1,727,236</u></b>	<b><u>\$ (32,412)</u></b>	<b><u>\$ 605,505</u></b>

The notes to the financial statements are an integral part of this statement.

**City of Oxnard, California**  
**Internal Service Funds**  
**Combining Statement of Cash Flows**  
**For the Year Ended June 30, 2011**

<u>Facilities Maintenance</u>	<u>Equipment Maintenance</u>	<u>Total</u>
\$ 4,078,105	\$ 9,746,445	\$ 29,297,655
(1,275,650)	(6,285,212)	(11,611,694)
(2,333,782)	(3,533,883)	(8,487,062)
-	-	(5,630,217)
468,673	(72,650)	3,568,682
-	-	(5,785,726)
-	-	(5,785,726)
-	(153,549)	(298,773)
-	(13,299)	(13,299)
-	(166,848)	(312,072)
22,591	6,151	232,024
22,591	6,151	232,024
491,264	(233,347)	(2,297,092)
<b>1,570,219</b>	<b>612,894</b>	<b>21,433,138</b>
<b>\$ 2,061,483</b>	<b>\$ 379,547</b>	<b>\$ 19,136,046</b>

**Cash flows from operating activities :**

Receipts from customers  
Payments to suppliers  
Payments to employees  
Claims paid

Net cash flows from operating activities

**Cash flows from noncapital financing activities:**

Transfers out  
Net cash provided (used) by noncapital financing activities

**Cash flows from capital financing activities:**

Acquisitions (Disposals) of capital assets  
Principal paid on long-term debt  
Net cash flows from capital and related financing activities

**Cash flows from investing activities:**

Interest on investments  
Cash flows from investing activities

Net increase (decrease) in cash and cash equivalents

**Cash and cash equivalents, July 1**

**Cash and cash equivalents, June 30**

\$ 362,889	\$ (195,942)	\$ 3,562,374
32,712	54,369	267,750
2,912	(9,859)	(5,672)
31,376	48,690	4,333
-	-	(307,763)
17,620	20,556	57,852
21,164	9,536	(10,192)
<b>\$ 468,673</b>	<b>\$ (72,650)</b>	<b>\$ 3,568,682</b>

Reconciliation of operating income (loss) to net cash used by operating activities:

Operating income (loss)

Adjustment to reconcile operating income to net cash provided by operating activities:

Depreciation and amortization

Changes in assets and liabilities:

(Increase) decrease in accounts receivable

Increase (decrease) in accounts payable and other liability

Increase (decrease) in self insurance liability

Increase (decrease) in other post emp payable

Increase (decrease) in compensated absences

**Cash flows from operating activities**

This page left blank intentionally

# FIDUCIARY FUNDS



**Fiduciary Funds**  
**Statement of Changes in Fiduciary Net Assets**  
**June 30, 2011**

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2011</u>
<b>ARTWORKS FUND</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 51,782	\$ 678	\$ 25	\$ 52,435
<b>Total Assets</b>	<b>\$ 51,782</b>	<b>\$ 678</b>	<b>\$ 25</b>	<b>\$ 52,435</b>
<b>Liabilities:</b>				
Trust and Agency Payables	\$ 51,782	\$ 678	\$ 25	\$ 52,435
<b>Total Liabilities</b>	<b>\$ 51,782</b>	<b>\$ 678</b>	<b>\$ 25</b>	<b>\$ 52,435</b>
<b>IMPROVEMENT DISTRICTS FUND</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 5,425,916	\$ 6,631,133	\$ 6,510,264	\$ 5,546,785
Investments with Fiscal Agents	24,799,343	166,838	9,367,459	15,598,722
<b>Total Assets</b>	<b>\$ 30,225,259</b>	<b>\$ 6,797,971</b>	<b>\$ 15,877,723</b>	<b>\$ 21,145,507</b>
<b>Liabilities:</b>				
Trust and Agency Payables	\$ 30,225,259	\$ 6,797,971	\$ 15,877,723	\$ 21,145,507
<b>Total Liabilities</b>	<b>\$ 30,225,259</b>	<b>\$ 6,797,971</b>	<b>\$ 15,877,723</b>	<b>\$ 21,145,507</b>
<b>TOTAL - ALL FIDUCIARY FUNDS</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 5,477,698	\$ 6,631,811	\$ 6,510,289	\$ 5,599,220
Investments with Fiscal Agents	24,799,343	166,838	9,367,459	15,598,722
<b>Total Assets</b>	<b>\$ 30,277,041</b>	<b>\$ 6,798,649</b>	<b>\$ 15,877,748</b>	<b>\$ 21,197,942</b>
<b>Liabilities:</b>				
Trust and Agency Payables	\$ 30,277,041	\$ 6,798,649	\$ 15,877,748	\$ 21,197,942
<b>Total Liabilities</b>	<b>\$ 30,277,041</b>	<b>\$ 6,798,649</b>	<b>\$ 15,877,748</b>	<b>\$ 21,197,942</b>

This page left blank intentionally



# STATISTICAL SECTION



This page left blank intentionally

City of Oxnard, California

**SCHEDULE I**  
 Net Assets by Component  
 Last Ten Fiscal Years  
*(accrual basis of accounting)*

	Fiscal Year				
	2002	2003	2004	2005	2006
<b>Governmental activities</b>					
Invested in capital assets, net of related debt	\$56,440,149	\$105,248,878	\$104,613,981	\$131,874,401	\$1,313,161,486
Restricted	18,239,533	59,123,684	12,510,935	16,183,475	15,902,180
Unrestricted	71,775,592	16,356,191	91,002,589	80,742,442	95,688,754
Total governmental activities net assets	<u>\$146,455,274</u>	<u>\$180,728,753</u>	<u>\$208,127,505</u>	<u>\$228,800,318</u>	<u>\$1,424,752,420</u>
<b>Business-type activities</b>					
Invested in capital assets, net of related debt	\$161,339,177	\$171,973,198	\$59,252,770	\$97,741,991	\$154,777,148
Restricted	2,931,639	2,714,603	7,380,620	7,696,523	13,405,164
Unrestricted	42,906,594	38,624,788	159,369,013	138,793,254	83,556,063
Total business-type activities net assets	<u>\$207,177,410</u>	<u>\$213,312,589</u>	<u>\$226,002,403</u>	<u>\$244,231,768</u>	<u>\$251,738,375</u>
<b>Primary government</b>					
Invested in capital assets, net of related debt	\$217,779,326	\$277,222,076	\$163,866,751	\$229,616,392	\$1,467,938,634
Restricted	21,171,172	61,838,287	19,891,555	23,879,998	29,307,344
Unrestricted	114,682,186	54,980,979	250,371,602	219,535,696	179,244,817
Total primary government net assets	<u>\$353,632,684</u>	<u>\$394,041,342</u>	<u>\$434,129,908</u>	<u>\$473,032,086</u>	<u>\$1,676,490,795</u>

Source: Finance Department, City of Oxnard

**City of Oxnard, California**

**SCHEDULE I**  
**Net Assets by Component**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

					Fiscal Year					
2007	2008	2009	2010	2011						
					Governmental activities					
\$1,329,023,654	\$1,357,202,580	\$1,371,345,945	\$1,377,784,811	\$1,411,737,702	Invested in capital assets, net of related debt					
33,774,265	48,175,216	12,852,498	25,080,711	72,142,274	Restricted					
94,848,663	79,025,330	111,642,569	97,095,180	41,934,961	Unrestricted					
<u>\$1,457,646,582</u>	<u>\$1,484,403,126</u>	<u>\$1,495,841,012</u>	<u>\$1,499,960,702</u>	<u>\$1,525,814,937</u>	Total governmental activities net assets					
					Business-type activities					
\$225,311,825	\$229,468,962	\$238,066,640	\$250,720,062	\$265,617,506	Invested in capital assets, net of related debt					
12,508,465	8,782,553	7,811,268	17,706,319	18,417,110	Restricted					
46,954,212	47,628,743	55,267,595	38,725,334	43,239,167	Unrestricted					
<u>\$284,774,502</u>	<u>\$285,880,258</u>	<u>\$301,145,503</u>	<u>\$307,151,715</u>	<u>\$327,273,783</u>	Total business-type activities net assets					
					Primary government					
\$1,554,335,479	\$1,586,671,542	\$1,609,412,585	\$1,628,504,873	\$1,677,355,208	Invested in capital assets, net of related debt					
46,282,730	56,957,769	20,663,766	42,787,030	90,559,384	Restricted					
141,802,875	126,654,073	166,910,164	135,820,514	85,174,128	Unrestricted					
<u>\$1,742,421,084</u>	<u>\$1,770,283,384</u>	<u>\$1,796,986,515</u>	<u>\$1,807,112,417</u>	<u>\$1,853,088,720</u>	Total primary government net assets					

City of Oxnard, California

**SCHEDULE II**

Changes in Net Assets  
Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year				
	2002	2003	2004	2005	2006
<b>Expenses</b>					
<b>Governmental activities:</b>					
General government	\$11,561,786	\$11,089,303	\$12,911,930	\$13,646,432	\$18,360,819
Public safety	47,675,795	51,798,458	58,758,103	68,542,046	75,789,982
Transportation	4,900,486	8,576,565	8,595,630	9,912,068	10,341,829
Community development	17,583,882	25,632,688	18,590,562	18,937,934	22,614,813
Culture and leisure	7,917,645	8,194,868	11,177,403	12,018,761	15,345,765
Libraries	2,908,754	3,115,118	3,940,974	3,919,671	4,654,234
Interest on long-term debt	1,811,687	2,076,882	2,305,762	2,299,356	1,904,516
Total governmental activities expenses	<u>94,360,035</u>	<u>110,483,882</u>	<u>116,280,364</u>	<u>129,276,268</u>	<u>149,011,958</u>
<b>Business-type activities:</b>					
Water	20,660,212	19,281,560	23,636,082	23,152,648	26,636,150
Wastewater	18,321,799	22,141,678	18,960,096	25,482,133	27,939,236
Environmental resource	29,770,148	28,693,531	35,070,009	37,117,879	38,535,592
Performing arts and convention center	1,250,372	1,284,733	1,402,812	1,565,920	1,590,321
Oxnard housing authority	20,103,955	22,800,927	24,462,843	25,507,125	24,724,889
Municipal golf course	3,901,301	2,052,025	3,130,165	4,028,435	3,983,695
Total business-type activities expenses	<u>94,007,787</u>	<u>96,254,454</u>	<u>106,662,007</u>	<u>116,854,140</u>	<u>123,409,883</u>
Total primary government expenses	<u>\$188,367,822</u>	<u>\$206,738,336</u>	<u>\$222,942,371</u>	<u>\$246,130,408</u>	<u>\$272,421,841</u>
<b>Program Revenues</b>					
<b>Governmental activities:</b>					
Charges for services:					
General government	\$8,609,967	\$12,172,573	\$8,044,319	\$8,516,015	\$7,864,784
Public safety	2,412,682	5,066,751	3,654,740	5,306,818	6,513,674
Transportation	204,005	2,079,319	1,455,304	2,468,510	4,369,882
Community development	12,780,422	16,018,715	16,712,568	23,822,460	24,448,745
Culture and leisure	1,337,193	2,343,267	1,772,109	2,725,055	928,054
Libraries	103,356	196,900	214,559	209,622	169,339
Operating grants and contributions	36,071,980	32,793,458	39,370,445	20,254,587	30,436,511
Capital grants and contributions	-	-	-	-	16,758,901
Total governmental activities program revenues	<u>61,519,605</u>	<u>70,670,983</u>	<u>71,224,044</u>	<u>63,303,067</u>	<u>91,489,890</u>

Source: Finance Department, City of Oxnard

City of Oxnard, California

**SCHEDULE II**  
Changes in Net Assets  
Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year					
	2007	2008	2009	2010	2011	
	\$19,130,468	\$21,898,728	\$19,717,999	\$18,695,220	\$20,845,702	<b>Expenses</b>
	80,579,263	88,547,776	86,249,353	92,554,917	92,702,882	<b>Governmental activities:</b>
	9,893,618	10,847,730	10,600,127	10,321,184	10,521,098	General government
	19,369,860	27,123,076	26,989,828	32,863,176	26,225,688	Public safety
	16,015,957	18,162,564	20,945,072	19,016,619	19,047,037	Transportation
	5,025,580	5,517,965	5,341,028	5,176,704	5,230,252	Community development
	3,263,821	4,701,143	6,519,008	5,583,856	5,503,330	Culture and leisure
	153,278,567	176,798,982	176,362,415	184,211,676	180,075,989	Libraries
						Interest on long-term debt
						Total governmental activities expenses
						<b>Business-type activities:</b>
	30,683,509	33,417,143	29,837,358	36,797,806	34,062,940	Water
	29,033,021	24,009,381	22,337,575	24,205,554	23,052,505	Wastewater
	39,817,351	45,329,486	41,117,534	39,296,115	41,405,568	Environmental resource
	1,761,156	1,829,853	1,799,861	1,651,658	1,606,129	Performing arts and convention center
	23,494,108	23,758,739	26,153,808	25,259,519	24,911,450	Oxnard housing authority
	4,433,702	3,794,080	7,601,054	4,507,360	6,104,614	Municipal golf course
	129,222,847	132,138,682	128,847,190	131,718,012	131,143,206	Total business-type activities expenses
	\$282,501,414	\$308,937,664	\$305,209,605	\$315,929,688	\$311,219,195	Total primary government expenses
						<b>Program Revenues</b>
						<b>Governmental activities:</b>
						Charges for services:
	\$17,237,868	\$8,515,014	\$9,765,771	\$10,203,810	\$8,422,050	General government
	6,114,255	4,921,670	5,017,708	4,202,162	4,246,985	Public safety
	4,217,846	4,050,457	4,042,492	5,068,843	2,131,535	Transportation
	11,095,658	15,030,222	11,825,981	6,366,499	7,198,058	Community development
	3,903,705	4,401,090	5,273,551	5,237,167	5,037,380	Culture and leisure
	320,939	246,576	260,577	428,872	399,582	Libraries
	25,025,965	23,207,919	25,875,331	24,380,018	27,293,717	Operating grants and contributions
	6,804,709	12,902,805	9,420,033	17,106,111	35,331,568	Capital grants and contributions
	74,720,945	73,275,753	71,481,444	72,993,482	90,060,875	Total governmental activities program revenues

**City of Oxnard, California**

**SCHEDULE II**  
**Changes in Net Assets**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	Fiscal Year				
	2002	2003	2004	2005	2006
<b>Business-type activities:</b>					
Charges for services:					
Water	\$17,206,345	\$20,465,812	\$28,401,190	\$34,334,436	\$32,150,667
Wastewater	20,495,040	22,130,759	23,532,305	33,709,319	26,139,278
Environmental resource	28,432,860	29,811,773	32,965,746	36,071,999	36,704,264
Performing arts and convention center	296,295	364,053	371,553	468,732	483,475
Oxnard housing authority	18,040,124	20,342,572	23,024,813	21,411,579	23,197,945
Municipal golf course	3,207,541	2,687,299	7,487,215	3,119,621	3,899,645
Operating grants and contributions	3,881,547	3,422,902	-	-	-
Capital grants and contributions	-	-	-	-	1,306,910
Total business-like activities program revenues	<u>91,559,752</u>	<u>99,225,170</u>	<u>115,782,822</u>	<u>129,115,686</u>	<u>123,882,184</u>
Total primary government program revenues	<u>\$153,079,357</u>	<u>\$169,896,153</u>	<u>\$187,006,866</u>	<u>\$192,418,753</u>	<u>\$215,372,074</u>
Net (expense) revenue					
Governmental activities	(32,840,430)	(39,812,899)	(45,056,320)	(65,973,201)	(57,522,068)
Business-like activities	<u>(2,448,035)</u>	<u>2,970,716</u>	<u>9,120,815</u>	<u>12,261,546</u>	<u>472,301</u>
Total primary government net expense	<u>(\$35,288,465)</u>	<u>(\$36,842,183)</u>	<u>(\$35,935,505)</u>	<u>(\$53,711,655)</u>	<u>(\$57,049,767)</u>
<b>General Revenues and Other Changes in Net Assets</b>					
<b>Governmental activities:</b>					
Taxes					
Property taxes	\$25,873,406	\$30,115,989	\$35,245,432	\$49,096,920	\$58,537,770
Sales taxes	19,846,352	20,775,896	22,772,358	23,212,641	23,985,182
Transient occupancy taxes	2,321,758	2,247,831	2,222,553	2,445,468	3,309,716
Franchise taxes	7,085,201	2,830,462	3,718,917	4,572,206	3,914,317
Deed transfer taxes	555,249	573,234	1,159,215	1,196,393	1,230,768
Business license taxes	3,194,683	-	4,386,245	3,967,972	4,470,841
Penalties on delinquent taxes	182,230	190,546	181,655	126,250	132,403
Investment earnings	4,588,082	3,858,978	4,547,276	3,911,106	4,860,461
Sale of capital assets	-	-	-	-	7,146,270
Transfers	(1,672,830)	(1,236,947)	(1,778,579)	(1,882,942)	(2,280,393)
Total governmental activities	<u>61,974,131</u>	<u>59,355,989</u>	<u>72,455,072</u>	<u>86,646,014</u>	<u>105,307,335</u>
<b>Business-type activities:</b>					
Investment earnings	2,331,298	1,927,516	2,080,206	4,486,577	4,753,913
Sale of capital assets	-	-	-	-	-
Transfers	1,672,830	1,236,947	1,488,793	1,481,242	2,280,393
Total business-type activities	<u>4,004,128</u>	<u>3,164,463</u>	<u>3,568,999</u>	<u>5,967,819</u>	<u>7,034,306</u>
Total primary program	<u>\$65,978,259</u>	<u>\$62,520,452</u>	<u>\$76,024,071</u>	<u>\$92,613,833</u>	<u>\$112,341,641</u>
<b>Change in Net Assets</b>					
Governmental activities	29,133,701	19,543,090	27,398,752	20,672,813	47,785,267
Business-type activities	<u>1,556,093</u>	<u>6,135,179</u>	<u>12,689,814</u>	<u>18,229,365</u>	<u>7,506,607</u>
Total primary government	<u>\$30,689,794</u>	<u>\$25,678,269</u>	<u>\$40,088,566</u>	<u>\$38,902,178</u>	<u>\$55,291,874</u>

Source: Finance Department, City of Oxnard

City of Oxnard, California

**SCHEDULE II**  
Changes in Net Assets  
Last Ten Fiscal Years  
(accrual basis of accounting)

Fiscal Year					
2007	2008	2009	2010	2011	
					<b>Business-type activities:</b>
					Charges for services:
\$36,855,486	\$35,378,947	\$38,477,754	\$38,439,653	\$43,170,566	Water
24,503,133	27,621,114	24,846,717	22,566,372	25,157,094	Wastewater
40,122,057	42,795,069	39,695,711	40,468,627	45,047,154	Environmental resource
517,766	485,548	483,371	513,857	439,653	Performing arts and convention center
23,137,523	23,785,335	6,105,106	4,686,681	4,786,715	Oxnard housing authority
3,999,148	3,234,074	4,398,074	4,278,241	3,905,224	Municipal golf course
-	-	19,635,556	20,781,204	20,524,235	Operating grants and contributions
-	-	543,140	192,400	2,308,206	Capital grants and contributions
<u>129,135,113</u>	<u>133,300,087</u>	<u>134,185,429</u>	<u>131,927,035</u>	<u>145,338,847</u>	Total business-like activities program revenues
<u>\$203,856,058</u>	<u>\$206,575,840</u>	<u>\$205,666,873</u>	<u>\$204,920,517</u>	<u>\$235,399,722</u>	Total primary government program revenues
					Net (expense) revenue
(78,557,622)	(103,523,229)	(104,880,971)	(111,218,193)	(90,015,114)	Governmental activities
(87,734)	1,161,405	5,338,239	209,022	14,195,641	Business-like activities
<u>(\$78,645,356)</u>	<u>(\$102,361,824)</u>	<u>(\$99,542,732)</u>	<u>(\$111,009,171)</u>	<u>(\$75,819,473)</u>	Total primary government net expense
					<b>General Revenues and Other Changes in Net Assets</b>
					<b>Governmental activities:</b>
					Taxes
\$68,429,117	\$75,726,666	\$76,681,392	\$72,817,719	\$71,118,203	Property taxes
25,783,808	24,205,622	24,043,286	28,103,051	33,396,737	Sales taxes
3,550,903	3,618,611	3,328,803	3,061,163	3,301,864	Transient occupancy taxes
3,686,627	3,986,567	4,635,616	3,439,645	3,495,532	Franchise taxes
880,370	860,378	573,882	509,370	528,563	Deed transfer taxes
4,504,455	4,662,658	5,059,323	4,692,615	4,412,881	Business license taxes
129,679	123,956	145,945	136,565	105,158	Penalties on delinquent taxes
6,653,231	7,561,978	5,556,004	2,769,250	1,934,083	Investment earnings
-	4,351,772	59,319	694,185	141,123	Sale of capital assets
(2,166,406)	5,181,566	(3,764,713)	(885,679)	(2,564,795)	Transfers
<u>111,451,784</u>	<u>130,279,774</u>	<u>116,318,857</u>	<u>115,337,884</u>	<u>115,869,349</u>	Total governmental activities
					<b>Business-type activities:</b>
7,480,785	5,125,917	3,299,336	1,911,510	3,361,632	Investment earnings
23,476,670	-	2,862,957	-	-	Sale of capital assets
2,166,406	(5,181,566)	3,764,713	885,679	2,564,795	Transfers
<u>33,123,861</u>	<u>(55,649)</u>	<u>9,927,006</u>	<u>2,797,189</u>	<u>5,926,427</u>	Total business-type activities
<u>\$144,575,645</u>	<u>\$130,224,125</u>	<u>\$126,245,863</u>	<u>\$118,135,073</u>	<u>\$121,795,776</u>	Total primary program
					<b>Change in Net Assets</b>
32,894,162	26,756,545	11,437,886	4,119,691	25,854,235	Governmental activities
33,036,127	1,105,756	15,265,245	3,006,211	20,122,068	Business-type activities
<u>\$65,930,289</u>	<u>\$27,862,301</u>	<u>\$26,703,131</u>	<u>\$7,125,902</u>	<u>\$45,976,303</u>	Total primary government

Source: Finance Department, City of Oxnard



**City of Oxnard, California**

**SCHEDULE III**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	Fiscal Year				
	2002	2003	2004	2005	2006
General Fund					
Reserved	\$1,870,298	\$3,211,597	\$1,180,342	\$4,201,060	\$3,658,849
Unreserved	25,526,320	24,597,396	25,398,644	19,197,335	23,523,456
Total general fund	<u>\$27,396,618</u>	<u>\$27,808,993</u>	<u>\$26,578,986</u>	<u>\$23,398,395</u>	<u>\$27,182,305</u>
All other governmental funds					
Reserved	\$13,887,599	\$8,486,307	\$11,330,593	\$11,982,415	\$12,243,331
Unreserved, reported in:					
Special revenue funds	37,036,381	45,814,074	55,595,303	53,104,087	58,172,246
Capital projects funds	12,639,137	12,974,002	21,790,919	22,103,670	26,320,799
Total all other governmental funds	<u>\$63,563,117</u>	<u>\$67,274,383</u>	<u>\$88,716,815</u>	<u>\$87,190,172</u>	<u>\$96,736,376</u>

Source: Finance Department, City of Oxnard

City of Oxnard, California

**SCHEDULE III**  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
*(accrual basis of accounting)*

Fiscal Year					
2007	2008	2009	2010	2011	
					General Fund
\$3,573,245	\$344,987	\$ -	\$ -	\$ -	Reserved
21,424,406	20,108,117	23,794,737	29,726,794	33,120,835	Unreserved
<u>\$24,997,651</u>	<u>\$20,453,104</u>	<u>\$23,794,737</u>	<u>\$29,726,794</u>	<u>\$33,120,835</u>	Total general fund
					All other governmental funds
\$30,201,020	\$47,830,229	\$12,852,498	\$13,811,524	\$11,765,300	Reserved
					Unreserved, reported in:
51,516,503	61,096,986	61,924,849	61,896,005	45,710,032	Special revenue funds
47,966,047	45,195,438	72,705,295	59,395,831	68,313,591	Capital projects funds
<u>\$129,683,570</u>	<u>\$154,122,653</u>	<u>\$147,482,642</u>	<u>\$135,103,360</u>	<u>\$125,788,923</u>	Total all other governmental funds

City of Oxnard, California

**SCHEDULE IV**  
 Changes in Fund Balances of Governmental Funds  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)

	Fiscal Year				
	2002	2003	2004	2005	2006
<b>Revenues</b>					
Taxes	\$59,058,879	\$59,303,485	\$69,686,376	\$84,617,850	\$95,580,997
Licenses and permits	1,987,392	2,862,476	2,182,715	2,116,934	5,937,172
Intergovernmental	37,691,308	38,508,559	40,834,560	27,036,948	31,543,392
Growth and development fees	7,432,528	8,796,590	9,004,335	10,061,956	9,616,234
Charges for services	7,908,643	12,022,652	11,105,208	15,358,432	14,721,778
Fines and forfeitures	1,411,837	853,188	1,198,456	1,248,242	1,320,782
Interest	4,588,082	3,858,978	4,547,276	3,911,106	4,860,461
Special assessments	1,515,592	1,727,674	2,089,097	2,240,492	2,346,088
Contributions from property owners	-	-	-	-	1,085,000
Miscellaneous	3,572,305	3,055,944	4,809,675	5,240,064	10,352,424
Total revenues	<u>125,166,566</u>	<u>130,989,546</u>	<u>145,457,698</u>	<u>151,832,024</u>	<u>177,364,328</u>
<b>Expenditures</b>					
General government	9,786,593	9,781,192	11,444,213	11,788,754	11,994,048
Public safety	44,560,812	48,494,541	55,856,590	64,312,956	69,405,713
Transportation	4,743,755	8,409,737	8,108,305	9,709,306	10,254,324
Community development	17,413,069	20,454,657	17,912,245	18,597,956	22,100,626
Culture and leisure	10,362,084	7,811,085	10,824,801	11,520,103	14,366,317
Library services	-	2,991,509	3,818,769	3,731,437	4,214,038
Capital outlay	23,794,668	22,199,380	31,640,247	29,924,300	41,227,891
Debt Service:					
Principal	2,412,335	4,525,483	2,908,600	2,999,393	7,983,492
Cost of issuance	-	-	-	-	-
Interest	1,988,947	2,178,355	2,102,073	2,072,111	1,920,662
Total expenditures	<u>115,062,263</u>	<u>126,845,939</u>	<u>144,615,843</u>	<u>154,656,316</u>	<u>183,467,111</u>
Excess of revenues over (under) expenditures	<u>10,104,303</u>	<u>4,143,607</u>	<u>841,855</u>	<u>(2,824,292)</u>	<u>(6,102,783)</u>
<b>Other Financing Sources (Uses)</b>					
Proceeds from loans payable	2,705,584	7,435,000	-	-	-
Proceeds from financing sources	-	-	34,750,209	-	-
Payment to escrow agent	-	(6,380,000)	(13,601,060)	-	14,567,020
Proceeds from sale of property	-	-	-	-	1,885,649
Proceeds from sale of bonds	-	-	-	-	-
Bond discount	-	-	-	-	-
Transfers in	6,374,102	6,989,190	6,475,027	10,770,253	13,659,615
Transfers out	(8,046,932)	(8,064,156)	(8,253,606)	(12,653,195)	(10,679,387)
Total other financing sources (uses)	<u>1,032,754</u>	<u>(19,966)</u>	<u>19,370,570</u>	<u>(1,882,942)</u>	<u>19,432,897</u>
Net change in fund balances	<u>\$11,137,057</u>	<u>\$4,123,641</u>	<u>\$20,212,425</u>	<u>(\$4,707,234)</u>	<u>\$13,330,114</u>
Debt service as a percentage of noncapital expenditures	4.82%	6.41%	4.44%	4.07%	6.96%

City of Oxnard, California

**SCHEDULE IV**  
Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

Fiscal Year					
2007	2008	2009	2010	2011	
					<b>Revenues</b>
\$106,964,959	\$113,184,458	\$114,468,247	\$112,760,128	\$116,358,938	Taxes
3,434,727	2,792,191	2,470,865	2,267,581	2,002,416	Licenses and permits
31,830,674	36,110,724	32,290,549	42,232,125	58,971,454	Intergovernmental
4,984,467	5,724,940	7,210,668	1,502,781	2,663,779	Growth and development fees
11,418,999	12,877,753	10,705,908	11,007,992	10,668,661	Charges for services
1,383,780	1,350,628	1,408,066	1,213,655	1,233,733	Fines and forfeitures
6,653,231	7,561,978	5,556,004	2,769,250	1,934,083	Interest
14,967,993	9,014,090	8,611,926	9,168,150	9,013,480	Special assessments
-	-	-	-	-	Contributions from property owners
6,700,305	9,757,199	5,837,966	8,268,073	3,673,052	Miscellaneous
<u>188,339,135</u>	<u>198,373,961</u>	<u>188,560,199</u>	<u>191,189,735</u>	<u>206,519,596</u>	Total revenues
					<b>Expenditures</b>
12,283,152	12,390,389	11,883,205	11,145,722	11,041,050	General government
75,815,578	80,409,884	74,877,737	84,818,990	84,439,008	Public safety
10,136,221	10,642,590	9,829,554	10,137,568	10,338,211	Transportation
18,962,172	26,158,572	25,832,640	32,073,825	24,803,125	Community development
15,141,511	16,894,790	19,348,413	17,751,755	17,789,287	Culture and leisure
4,558,864	4,950,293	4,755,540	4,632,177	4,682,033	Library services
56,309,445	52,283,436	43,704,965	34,739,151	54,785,588	Capital outlay
					Debt Service:
2,251,795	2,754,823	3,168,595	3,743,020	3,926,631	Principal
-	-	791,867	-	-	Cost of issuance
2,411,174	3,810,737	5,574,369	5,230,494	5,151,761	Interest
<u>197,869,912</u>	<u>210,295,514</u>	<u>199,766,885</u>	<u>204,272,702</u>	<u>216,956,694</u>	Total expenditures
<u>(9,530,777)</u>	<u>(11,921,553)</u>	<u>(11,206,686)</u>	<u>(13,082,967)</u>	<u>(10,437,098)</u>	Excess of revenues over (under) expenditures
					<b>Other Financing Sources (Uses)</b>
-	-	-	-	-	Proceeds from loans payable
-	-	-	-	-	Proceeds from financing sources
-	-	-	-	-	Payment to escrow agent
-	-	-	-	-	Proceeds from sale of property
42,459,723	26,634,523	11,790,000	1,395,646	1,295,771	Proceeds from sale of bonds
-	-	(116,979)	-	-	Bond discount
13,159,636	14,107,966	10,573,077	10,550,390	11,718,345	Transfers in
<u>(15,326,042)</u>	<u>(8,926,400)</u>	<u>(14,337,790)</u>	<u>(5,310,294)</u>	<u>(8,497,414)</u>	Transfers out
<u>40,293,317</u>	<u>31,816,089</u>	<u>7,908,308</u>	<u>6,635,742</u>	<u>4,516,702</u>	Total other financing sources (uses)
<u>\$30,762,540</u>	<u>\$19,894,536</u>	<u>(\$3,298,378)</u>	<u>(\$6,447,225)</u>	<u>(\$5,920,396)</u>	Net change in fund balances
3.29%	4.16%	6.11%	5.29%	5.60%	Debt service as a percentage of noncapital expenditures

City of Oxnard, California

**SCHEDULE V**  
 Governmental Activities Tax Revenues by Source  
 Last Ten Fiscal Years  
*(modified accrual basis of accounting)*

<b>Fiscal Year</b>	<b>Property Tax</b>	<b>Sales Tax</b>	<b>Transient Occupancy Tax</b>	<b>Franchise Tax</b>	<b>Deed Transfer Tax</b>	<b>Business License</b>	<b>Penalties and Interest</b>	<b>Total</b>
2002	25,873,406	19,846,352	2,321,758	7,085,201	555,249	3,194,683	182,230	59,058,879
2003	30,115,989	20,775,896	2,247,831	2,830,462	849,413	3,366,003	190,546	60,376,140
2004	35,245,432	22,772,358	2,222,553	3,718,917	1,159,215	4,386,245	181,655	69,686,375
2005	49,096,920	23,212,641	2,445,468	4,572,206	1,196,393	3,967,972	126,250	84,617,850
2006	58,537,770	23,985,182	3,309,716	3,914,317	1,230,768	4,470,841	132,403	95,580,997
2007	68,429,117	25,783,808	3,550,903	3,686,627	880,370	4,504,455	129,679	106,964,959
2008	75,726,666	24,205,622	3,618,611	3,986,567	860,378	4,662,658	123,956	113,184,458
2009	76,681,392	24,043,286	3,328,803	4,635,616	573,882	5,059,323	145,945	114,468,247
2010	72,817,719	28,103,051	3,061,163	3,439,645	509,370	4,692,615	136,565	112,760,128
2011	71,118,203	33,396,737	3,301,864	3,495,532	528,563	4,412,881	105,158	116,358,938

Source: Finance Department, City of Oxnard

**SCHEDULE VI**  
Assessed Value and Estimated Value of Taxable Property  
Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>Land</b>	<b>Improvements</b>	<b>Personal Property</b>	<b>Less: Tax Exempt Real Property</b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate</b>	<b>Estimated Actual Taxable Value</b>	<b>Assessed Value as a Percentage of Actual Value</b>
2002	2,900,656,137	5,131,100,929	431,425,298	905,863,935	7,557,318,429	1.20417%	7,557,318,429	100.00%
2003	3,189,299,331	5,584,524,376	444,095,624	1,110,078,014	8,107,841,317	1.21447%	8,107,841,317	100.00%
2004	3,613,674,889	6,152,956,699	580,195,155	1,346,099,223	9,000,727,520	1.20384%	9,000,727,520	100.00%
2005	4,320,681,588	6,818,196,522	484,878,479	1,537,114,090	10,086,642,499	1.19624%	10,086,642,499	100.00%
2006	5,266,423,145	7,510,814,807	564,046,351	1,835,609,239	11,505,675,064	1.17614%	11,505,675,064	100.00%
2007	6,122,287,297	8,427,981,083	598,530,800	2,126,175,049	13,022,624,131	1.16564%	13,022,624,131	100.00%
2008	7,043,458,754	8,801,081,711	608,929,391	2,299,830,016	14,153,639,840	1.17864%	14,153,639,840	100.00%
2009	7,364,501,802	8,753,745,455	637,023,113	2,692,759,267	14,062,511,103	1.19334%	14,062,511,103	100.00%
2010	6,699,090,916	8,441,834,476	648,608,797	654,220,264	15,135,313,925	1.20384%	15,135,313,925	100.00%
2011	6,524,818,244	8,540,793,743	618,870,116	654,216,502	15,030,265,601	1.22054%	15,030,265,601	100.00%

NOTE: The County does not provide the breakdown of residential and commercial assessed values to the cities. The City also no longer has the information available for the residential and commercial assessed values. The personal property amounts include assessed values for boats and aircraft.

Source: County of Ventura, Office of the Auditor-Controller  
Finance Department, City of Oxnard

**City of Oxnard, California**

**SCHEDULE VII**  
Direct and Overlapping Property Tax Rates  
Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>City Direct Rates</b>			<b>Overlapping Rates</b>			<b>Total Direct &amp; Overlapping Rates</b>
	<b>Basic (1)</b>	<b>Debt Service</b>	<b>Total Direct</b>	<b>School Districts</b>	<b>Water Districts</b>	<b>Total Overlapping</b>	
2002	1.00000%	0.20417%	1.20417%	0.10420%	0.05690%	0.16110%	1.36527%
2003	1.00000%	0.21447%	1.21447%	0.10790%	0.05120%	0.15910%	1.37357%
2004	1.00000%	0.20384%	1.20384%	0.09770%	0.04476%	0.14246%	1.34630%
2005	1.00000%	0.19624%	1.19624%	0.08410%	0.04224%	0.12634%	1.32258%
2006	1.00000%	0.17614%	1.17614%	0.09850%	0.03691%	0.13541%	1.31155%
2007	1.00000%	0.16564%	1.16564%	0.08220%	0.03272%	0.11492%	1.28056%
2008	1.00000%	0.17864%	1.17864%	0.10500%	0.02922%	0.13422%	1.31286%
2009	1.00000%	0.19334%	1.19334%	0.11160%	0.01290%	0.12450%	1.31784%
2010	1.00000%	0.20384%	1.20384%	0.11470%	0.01290%	0.12760%	1.33144%
2011	1.00000%	0.22054%	1.22054%	0.11990%	0.01110%	0.13100%	1.35154%

NOTE: (1) The passage of Proposition 13 on June 6, 1978 established a maximum countywide levy of 1% of market value or \$1.00 per \$100 of assessed value.

Source: County of Ventura, Office of the Auditor-Controller

City of Oxnard, California

**SCHEDULE VIII**  
Principal Property Taxpayers  
Current Year and Nine Years Ago

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Proctor & Gamble Paper Products	266,561,813	1	1.76%	269,163,758	1	3.24%
SOCM I LLC	88,715,141	2	0.58%			
Haas Automation Inc	78,230,500	3	0.52%			
Essex Arbors LP	77,354,636	4	0.51%			
RRI Energy Mandalay Inc	74,418,584	5	0.49%			
Essex Tierra Vista LP	72,312,800	6	0.48%			
GS Paz Mar LP	68,962,228	7	0.44%			
MEF Realty LLC	67,257,103	8	0.44%			
Capri of KW Serenade LLC	66,869,817	9	0.44%			
Duesenberg Investment Company	66,402,857	10	0.44%			
St Johns Regional Medical Center				142,320,548	2	1.72%
Willamette Industries Inc				67,773,739	3	0.82%
Tiger Ventura County				60,070,769	4	0.72%
Seminis Vegetable Seeds Inc				45,118,255	5	0.54%
Ormond Beach Power Gen LLC				42,767,608	6	0.52%
BMW of North America Inc				39,336,819	7	0.47%
Ocean Vista Power Generation				37,205,756	8	0.45%
Donwen Corporation				36,509,318	9	0.44%
Fred Kavli				34,162,579	10	0.41%
Other taxpayers	14,247,795,565		93.90%	7,524,153,169		90.67%
Totals	<u>15,174,881,044</u>		<u>100.00%</u>	<u>8,298,582,318</u>		<u>100.00%</u>

Source: HdL Coren & Cone, Ventura County Assessor 2007/08 Combined Tax Rolls



**City of Oxnard, California**

**SCHEDULE IX**  
Property Tax Levies and Collections  
Last Ten Fiscal Years

<b>Year Ended June 30</b>	<b>Total Tax Levy for Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2002	25,900,000	25,718,029	99.30%	284,711	26,002,740	100.40%
2003	30,040,000	29,892,747	99.51%	190,546	30,083,293	100.14%
2004	35,432,169	35,281,916	99.58%	344,390	35,626,306	100.55%
2005	44,743,658	49,223,170	110.01%	126,250	49,349,420	110.29%
2006	54,511,910	58,537,770	107.39%	132,403	58,670,173	107.63%
2007	59,401,879	68,429,117	115.20%	129,679	68,558,796	115.42%
2008	69,931,705	75,726,668	108.29%	121,075	75,847,743	108.46%
2009	69,147,624	76,681,392	110.90%	145,945	76,827,337	111.11%
2010	75,929,128	71,755,189	94.50%	136,565	71,891,754	94.68%
2011	72,434,536	71,118,203	98.18%	105,158	71,223,361	98.33%

Source: Finance Department, City of Oxnard

City of Oxnard, California

**SCHEDULE X**  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-type Activities		Total Primary Government	(1)	(1)
	Revenue Bonds	Certificates of Participation	Tax Allocation Bonds	Capital Leases	Revenue Bonds	Capital Leases		Percentage of Personal Income	Per Capita
2002	9,080,000	8,440,000	14,475,000	604,201	88,945,000	1,215,752	122,759,953	4.545%	703
2003	9,535,000	8,245,000	13,850,000	307,187	84,030,000	2,824,171	118,791,358	4.281%	664
2004	22,874,301	8,045,000	19,185,000	1,729,354	214,035,699	2,916,139	268,785,493	9.310%	1,479
2005	21,607,009	7,835,000	18,635,000	1,412,398	236,943,314	2,469,070	288,901,791	9.339%	1,554
2006	19,975,756	7,620,000	18,030,000	1,086,013	298,559,567	2,010,676	347,282,012	10.649%	1,850
2007	43,109,750	7,395,000	37,940,000	749,911	292,625,260	1,536,788	383,356,709	10.970%	2,025
2008	41,746,367	34,835,000	37,040,000	493,471	286,428,643	4,603,874	405,147,355	11.009%	2,112
2009	40,337,356	34,350,000	47,755,000	293,886	278,427,654	4,053,370	405,217,266	10.800%	2,090
2010	38,877,717	33,600,000	46,475,000	1,436,151	370,257,293	3,632,411	494,278,572	13.333%	2,510
2011	37,359,198	32,820,000	45,155,000	2,552,594	383,230,810	3,623,668	504,741,270	13.498%	2,524

NOTE: Details regarding the City's outstanding debt can be found in the notes to the financial statements.  
(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

Source: Finance Department, City of Oxnard

City of Oxnard, California

**SCHEDULE XI**  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2011

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>City of Oxnard Overlapping Debt:</b>			
Metropolitan Water District	227,670,000	0.737%	1,677,928
Ventura County Community College District	314,522,814	14.023%	44,105,534
Ventura County Superintendent of Schools - Certificates of Participation	12,140,000	14.018%	1,701,785
Ventura County General Fund Obligations	101,290,000	14.018%	14,198,832
Oxnard Union High School District	92,889,913	44.356%	41,202,250
Oxnard Union High School District - Certificates of Participation	9,280,000	44.356%	4,116,237
Oxnard School District	118,733,139	91.686%	108,861,666
Oxnard School District - Certificates of Participation	5,285,900	91.686%	4,846,430
Rio School District	15,653,540	84.081%	13,161,653
Rio School District - Certificates of Participation	7,930,000	84.081%	6,667,623
Hueneme School District	23,944,708	46.434%	11,118,486
Ocean View School District	11,950,247	31.774%	3,797,071
Ocean View School District - Certificates of Participation	1,701,500	31.774%	540,635
Rio School District - Community Facilities District 1	30,140,000	100.000%	30,140,000
City of Oxnard - Rose Avenue/Hwy 101 Assessment District 96-1	3,580,000	100.000%	3,580,000
City of Oxnard - Rice Avenue/Hwy 101 Assessment District 2001-1	13,195,000	100.000%	13,195,000
City of Oxnard - Oxnard Blvd/Hwy 101 Assessment District 2000-1	2,060,000	100.000%	2,060,000
City of Oxnard Community Facilities District 1	9,220,000	100.000%	9,220,000
City of Oxnard Community Facilities District 3	31,465,000	100.000%	31,465,000
City of Oxnard Community Facilities District 88-1	660,000	100.000%	660,000
Oxnard Boulevard Interchange Community District	8,820,000	100.000%	8,820,000
Subtotal - Overlapping Debt	<u>1,042,131,761</u>		<u>355,136,130</u>
<b>City of Oxnard Direct Debt:</b>			
City of Oxnard Financing Authority			<u>70,210,000</u>
Subtotal - Direct Debt			<u>70,210,000</u>
<b>Total direct and overlapping debt</b>			<u><u>425,346,130</u></u>

Source: California Municipal Statistics, Inc.

City of Oxnard, California

SCHEDULE XII  
Legal Debt Margin Information  
Last Ten Fiscal Years  
(in thousands)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$ 1,269,477	\$ 1,382,688	\$ 1,534,332	\$ 1,726,418	\$ 1,983,111	\$ 2,250,164	\$ 2,449,824	\$ 2,493,677	\$ 2,349,884	\$ 2,333,523
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 1,269,477	\$ 1,382,688	\$ 1,534,332	\$ 1,726,418	\$ 1,983,111	\$ 2,250,164	\$ 2,449,824	\$ 2,493,677	\$ 2,349,884	\$ 2,333,523
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**Legal Debt Margin Calculation for Fiscal Year 2011**

Assessed value	\$ 14,902,603
Add back: exempt real property	654,217
Total assessed value	\$ 15,556,820
Debt limit (15% of total assessed value)	\$ 2,333,523
Debt applicable to limit:	
General obligation bonds	498,564
Less: assets in debt service funds for principal payments	
Revenue bonds - governmental activities	(37,359)
Revenue bonds - business-type activities	(383,230)
Tax allocation bonds-community development commission	(45,155)
Certificates of participation	(32,820)
Total net debt applicable limit	0
Legal debt margin	\$ 2,333,523

Source: Finance Department, City of Oxnard

SCHEDULE XIII  
Pledged Revenue Coverage  
Last Ten Fiscal Years

<b>Water Revenue Bonds</b>						
Fiscal Year	Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage
2002	17,856,094	18,141,656	(285,562)	794,388	709,225	(0.19)
2003	20,602,479	16,782,851	3,819,628	225,000	730,142	4.00
2004	28,898,906	19,899,216	8,999,690	235,000	1,315,783	5.80
2005	34,609,573	18,351,471	16,258,102	1,150,000	2,682,330	4.24
2006	34,212,012	21,865,005	12,347,007	1,202,083	2,699,580	3.16
2007	40,719,155	22,674,080	18,045,075	1,205,000	2,625,730	4.71
2008	38,369,885	27,732,616	10,637,269	1,235,000	5,253,315	1.64
2009	40,395,380	25,883,824	14,511,556	2,040,000	5,149,575	2.02
2010	39,764,998	28,681,992	11,083,006	2,105,000	8,049,790	1.09
2011	46,118,265	29,910,426	16,207,839	2,209,809	11,621,908	1.17

<b>Environmental Resources Revenue Bonds</b>						
Fiscal Year	Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage
2002	28,714,969	26,240,998	2,473,971	1,012,756	1,570,081	0.96
2003	30,031,391	25,682,146	4,349,245	1,617,980	1,499,922	1.39
2004	33,200,540	30,574,399	2,626,141	1,433,833	1,216,797	0.99
2005	36,529,711	34,228,035	2,301,676	19,001,588	1,155,331	0.11
2006	36,878,690	36,342,348	536,342	2,033,392	1,117,677	0.17
2007	40,322,484	38,170,528	2,151,956	2,142,556	1,036,405	0.68
2008	42,986,155	43,113,155	(127,000)	2,102,040	943,620	(0.04)
2009	39,901,815	38,055,524	1,846,291	2,335,505	970,779	0.56
2010	40,614,642	37,258,502	3,356,140	2,447,346	885,840	1.01
2011	45,243,032	39,058,556	6,184,476	2,534,094	1,178,081	1.67

**City of Oxnard, California**

**SCHEDULE XIII**  
**Pledged Revenue Coverage**  
**Last Ten Fiscal Years**

<b>Wastewater Revenue Bonds</b>						
<b>Fiscal Year</b>	<b>Gross Revenues</b>	<b>Less: Operating Expenses</b>	<b>Net Available Revenues</b>	<b>Debt Service Principal</b>	<b>Interest</b>	<b>Coverage</b>
2002	22,005,625	11,978,948	10,026,677	1,925,000	2,484,277	2.27
2003	23,515,790	16,445,581	7,070,209	1,805,000	1,883,286	1.92
2004	23,182,456	12,958,128	10,224,328	1,750,000	1,924,827	2.78
2005	36,892,293	14,715,076	22,177,217	1,815,000	5,969,101	2.85
2006	28,512,017	16,185,708	12,326,309	1,885,000	6,682,905	1.44
2007	27,322,064	16,956,481	10,365,583	2,135,000	7,259,743	1.10
2008	29,054,646	17,562,559	11,492,087	2,260,000	7,418,756	1.19
2009	28,762,308	16,268,395	12,493,913	3,155,000	7,282,032	1.20
2010	23,165,658	17,588,757	5,576,901	3,255,000	7,284,462	0.53
2011	25,373,362	16,484,729	8,888,633	3,367,079	7,359,648	0.83

<b>Oxnard Housing Authority Revenue Bonds</b>						
<b>Fiscal Year</b>	<b>Gross Revenues</b>	<b>Less: Operating Expenses</b>	<b>Net Available Revenues</b>	<b>Debt Service Principal</b>	<b>Interest</b>	<b>Coverage</b>
2002	-	-	-	-	-	-
2003	-	-	-	-	-	-
2004	21,823,107	22,305,475	(482,368)	-	181,708	(2.65)
2005	21,515,845	23,235,370	(1,719,525)	205,000	231,660	(3.94)
2006	23,321,917	22,699,304	622,613	205,000	227,758	1.44
2007	22,616,071	21,496,289	1,119,782	215,000	243,407	2.44
2008	23,956,893	21,916,273	2,040,620	220,000	218,233	4.66
2009	25,784,589	24,427,197	1,357,392	225,000	209,945	3.12
2010	24,847,419	23,750,482	1,096,937	235,000	212,903	2.45
2011	25,312,733	23,531,077	1,781,656	240,000	198,220	4.07

Note 1: The above operating expenses figures do not include depreciation and debt service expenses

Note 2: Fiscal year 2009 gross revenue was corrected to include non-operating income.

Source: Finance Department, City of Oxnard

SCHEDULE XIV  
Demographic and Economic Statistics  
Last Ten Fiscal Years

Fiscal Year	(1) Population	(2) Personal Income (in thous)	(2) Per Capita Income	(3) Median Age	(4) School Enrollment	(5) Unemployment Rate
2002	182,027	2,701,082	15,468	30	42,106	7.50%
2003	181,800	2,774,931	15,522	30	41,936	8.10%
2004	186,122	2,886,966	15,886	30	42,276	7.80%
2005	188,941	3,093,466	16,645	30	38,372	7.00%
2006	189,990	3,261,107	17,376	28	37,196	6.20%
2007	192,997	3,494,586	18,463	31	37,956	6.10%
2008	194,905	3,680,019	19,185	36	37,703	7.40%
2009	197,067	3,751,908	19,352	30	38,911	11.00%
2010	200,004	3,707,181	18,829	29.7	39,135	14.40%
2011	199,722	3,739,475	18,697	30.5	38,595	14.25%

In years 2009 and prior, the City of Oxnard calculated personal income and per capital income based on the Consumer Price Index calculator using Los Angeles as the index.

- Sources:
- (1) California Department of Finance, Demographic Research Unit
  - (2) HdL Coren & Cone
  - (3) HdL Coren & Cone
  - (4) Oxnard School Districts (Elementary) and Oxnard Union High School District
  - (5) State Employment Development Department (data is based on fical year average)

Note: Unemployment rates now shows Oxnard City's unemployment rate, in the past we used Ventura County's unemployment rate.

**City of Oxnard, California**

SCHEDULE XV  
Full-Time Equivalent City Government Employees by Function  
Last Ten Fiscal Years

<b>Function</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
General government	197	200	207	211	217	214	186	234	234	234
Public Safety										
Police										
Officers	202	208	220	229	235	236	236	293	237	237
Civilians	128	131	134	138	152	151	151	95	151	151
Fire										
Firefighters & officers	86	87	89	91	100	102	103	100	103	103
Civilians	2	4	5	4	4	5	4	7	3	3
Transportation	36	36	36	36	45	56	84	50	50	50
Community development	50	53	56	57	57	59	67	66	66	66
Culture and recreation	72	78	79	79	74	83	85	85	85	85
Utilities										
Water	41	45	44	44	48	47	46	45	51	51
Wastewater	67	67	67	72	72	72	74	72	72	72
Environmental Resources	76	80	80	80	81	81	76	78	78	78
Housing	77	80	80	80	80	81	81	81	81	81
<b>Total</b>	<b>1,034</b>	<b>1,069</b>	<b>1,097</b>	<b>1,121</b>	<b>1,165</b>	<b>1,187</b>	<b>1,193</b>	<b>1,206</b>	<b>1,211</b>	<b>1,211</b>

Source: Finance Department, City of Oxnard



**City of Oxnard, California**

SCHEDULE XVI  
Operating Indicators by Function  
Last Seven Fiscal Years

<b>Function</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
<b>Police</b>							
Physical arrests	6,492	8,162	8,835	8,425	7,842	7,794	8,116
Parking violations	36,240	28,533	31,462	51,046	37,968	35,346	35,091
Traffic violations	30,985	19,590	20,525	16,673	23,305	25,288	25,517
<b>Fire</b>							
Number of calls answered	11,117	10,631	11,212	12,210	13,310	13,417	13,813
Inspections	2,829	3,109	3,693	3,190	4,244	4,777	5,614
<b>Highways and streets</b>							
Potholes repaired	18,333	10,545	12,200	12,375	12,300	12,650	13,000
<b>Sanitation</b>							
Total number of customers	43,617	44,941	45,731	43,489	37,195	37,124	43,991
Refuse/recyclables collected (tons/day)	-	708	681	581	571	570	577
Recyclables collected (tons/day)	-	30	13	13	95	91	93
<b>Culture and recreation</b>							
Community center admissions	48,800	43,849	42,831	43,230	51,872	27,934	29,655
<b>Water</b>							
Total number of customers	37,276	38,053	38,816	39,531	40,206	40,756	40,785
Average daily consumption	29,000,000	29,000,000	29,000,000	29,326,500	25,781,331	23,246,924	23,293,140
<b>Wastewater</b>							
Total number of customers	34,694	35,188	35,646	36,484	37,251	38,081	38,158
Average daily sewerage treatment	23,000,000	23,000,000	23,000,000	23,000,000	23,000,000	23,000,000	23,000,000

Note: The City of Oxnard did not prepare the above schedule prior to implementation of GASB34; therefore, information prior to that year is not available.

Source: Various departments, City of Oxnard

City of Oxnard, California

SCHEDULE XVII  
Capital Assets by Function  
Last Seven Fiscal Years

Function	2005	2006	2007	2008	2009	2010	2011
Public safety							
Police							
Stations	1	1	1	1	1	1	1
Police vehicles	223	261	345	269	223	171	264
Fire							
Stations	6	7	7	7	7	7	7
Hydrants	4,180	5,200	5,000	5,150	6,282	5,413	5,413
Sanitation							
Collection trucks	48	48	57	52	52	52	52
Highways and streets							
Streets (miles)	403	400	400	400	400	400	400
Streetlights	650	650	650	654	654	674	674
Traffic signals	9,120	9,120	9,258	9,314	9,371	9,943	9,943
Culture and recreation							
Parks acreage	449	469	469	494	550	550	550
Parks	45	49	49	55	58	58	58
Ball diamonds	31	30	30	30	30	30	37
Basketball courts	20	19	19	24	29	29	47
Craft/Activity buildings	9	8	8	8	8	8	10
Gymnasium	2	3	3	3	2	2	2
Swimming pools	1	1	1	1	1	1	1
Tennis courts	33	31	31	32	31	31	30
Community centers	3	3	3	3	3	3	3
Library							
Number of books	336,518	361,713	433,008	355,151	353,455	356,456	356,624
Number of microfilms	8,299	8,394	8,473	8,510	8,525	8,572	8,634
Number of audiotapes	14,537	18,200	20,284	21,055	20,864	21,345	22,105
Number of videotapes	9,377	12,917	14,709	15,582	15,318	16,045	16,015
Number of CD-ROMS (data disk)	609	708	808	755	632	689	617
Water							
Water mains (miles)	500	525	600	601	663	592	592
Maximum daily treatment capacity	18,000,000	18,000,000	18,000,000	18,600,000	18,600,000	18,600,000	18,600,000
Sewer							
Miles of sewer lines	425	435	440	445	445	445	445

Note: The City of Oxnard did not prepare the above schedule prior to implementation of GASB34; therefore, information prior to that year is not available.

Source: Various departments, City of Oxnard

This page left blank intentionally