



# Comprehensive Annual Financial Report FY 2009-2010



**Fiscal Year Ending June 30, 2010**



**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
Fiscal Year Ended June 30, 2010**

Prepared by  
Finance Department  
James Cameron  
Chief Financial Officer

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For the Fiscal Year Ended June 30, 2010  
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# INTRODUCTORY SECTION





300 West Third Street, Oxnard, CA 93030

November 29, 2010

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, 2010. 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, 2010. 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 200,004 in 2010, representing over 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

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**

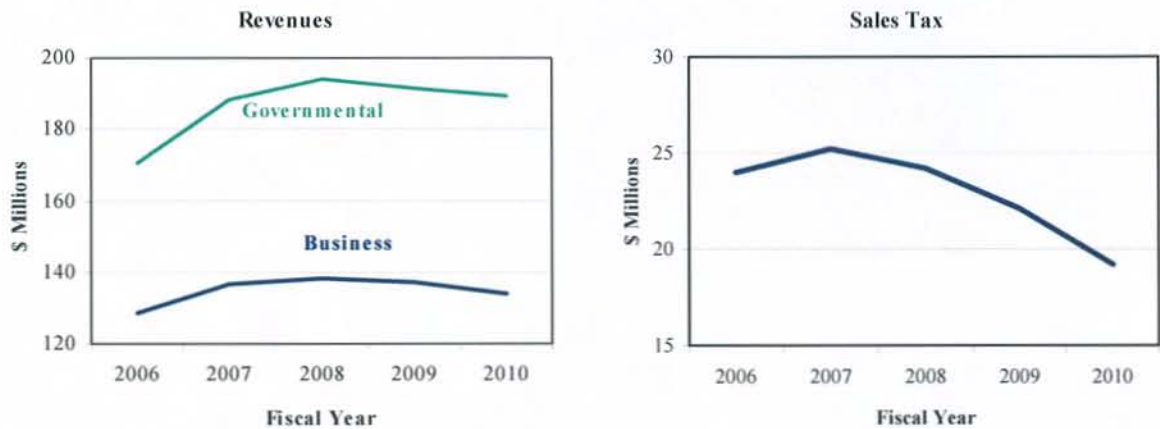
The City of Oxnard enjoys a diversified economic base composed of agriculture and related business, retail, various services, and governmental agencies. The services group provides the largest source of employment with agriculture providing an important source of employment in the City of Oxnard. The population of Oxnard continued to grow 1.5%, as a result of employment opportunities and low housing costs relative to other regions of the State.

At the same time, the City was impacted by the housing and credit crisis and the resulting economic slow down experienced throughout the State of California and the nation. The unemployment rate (annual average) for fiscal year 2009-2010 has jumped to just over 10.6% from a low of 4% just five years ago. The unemployment rate in June 2010 was in excess of 14%. Much of the employment decline has been in housing related industries



such as construction and financial services; however, manufacturing and wholesale trades also experienced significant declines.

City governmental funds experienced a reduction in revenues in 2010. Sales taxes, excluding the new ½ cents sales tax, decreased 12% or \$2.9 million. Oxnard was particularly impacted by the decline in auto sales. Transient occupancy tax and business privilege tax collections also declined as tourism and business development were impacted by the recession. Property taxes decreased as the lag in valuation adjustments finally caught up with other economic trends. The other governmental revenues significantly impacted by the recession were fees and charges related to development activity. Business activity revenues were generally flat.



### 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 is in the process of updating its 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 unreserved, undesignated fund balance goal of 18% of the general fund's operating expenditures. The City ended the fiscal year at 17% or \$18.4 million. As the economy improves in the coming years, it is anticipated that the 18% goal will be achieved.

## Major Initiatives

In November of 2008, the voters of Oxnard approved a ½ cent sales tax increase. Fiscal year 2010 was the first 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, 2010

<b>Balance Sheet</b>	
<b>ASSETS</b>	
Cash and cash equivalents	\$ 9,711,571
Due from other government	1,226,900
Total assets	<u><u>\$ 10,938,471</u></u>
<b>LIABILITIES AND FUND BALANCES</b>	
Liabilities:	-
Total liabilities	-
Fund balances	10,938,471
Total liabilities and fund balances	<u><u>\$ 10,938,471</u></u>
<b>Income Statement</b>	
<b>REVENUES</b>	
Taxes	\$ 8,908,667
Interest Earnings	83,388
Total revenues	<u>8,992,055</u>
<b>EXPENDITURES</b>	
State Board of Equalization*	(8,820)
Street Repair - Materials	11,007
Total expenditures	<u>2,187</u>
Net change in fund balances	<u><u>\$ 8,989,868</u></u>

\* \$8,820 refunded by SBOE in FY 2009-10.

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 20 years.

The State of California is in its fourth year of a drought and many Cities are experiencing reductions in supply from state managed sources. The City is addressing both the short term drought conditions as well as long-term supply issues through two initiatives. First, the City continues to implement its recycled water program and began construction of the Advance Water Purification Facility and recycled water distribution system during fiscal year 2010. The City received \$20 million from the American Recovery and Reinvestment Act and issued \$83.7 million of Build America Bonds authorized under the Act.

### **Single Audit**

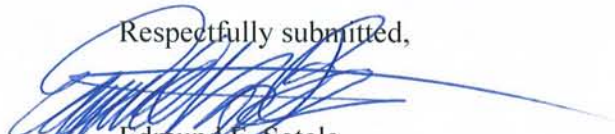
In accordance with the Single Audit Act of 1997, the City's grant programs which utilize federal funds, either directly or passed through from State agencies, are subject to the audit requirements of the Federal Office of Management and Budget (OMB) Circular A-133. This includes tests of compliance with 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, 2009. This was the 21<sup>st</sup> 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, 2009

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.



A stylized handwritten signature in black ink, consisting of several loops and a long horizontal stroke at the end.

President

A handwritten signature in black ink that reads "Jeffrey R. Emer".

Executive Director

# City of Oxnard, California

## CITY COUNCIL



ANDRES HERRERA  
Mayor Pro Tem



DEAN MAULHARDT  
Councilmember



DR. THOMAS E. HOLDEN  
Mayor



DR. IRENE G. PINKARD  
Councilwoman

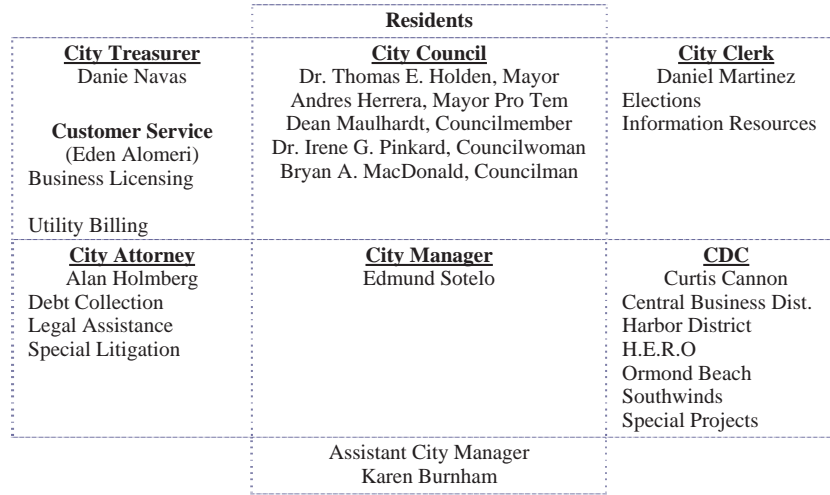


BRYAN A. MACDONALD  
Councilman



**EDMUND F. SOTELO**  
City Manager

## City of Oxnard Organizational Chart



**KAREN BURNHAM**  
Assistant City Manager

<b>Police</b>	<b>Fire</b>	<b>Housing</b>	<b>Finance</b>	<b>Recreation and Community Services</b>	<b>Development Services</b>	<b>Public Works</b>	<b>City Manager</b>	<b>Human Resources</b>	<b>Library</b>	
John Crombach	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> (Melissa Hettena)  <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> (Gil Ramirez) 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> (Mark Norris) 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  *Carnegie Art Museum

Structure: **Department** - Department Director - **Division** - (Division Manager) – Program

\*The Carnegie Art Museum will be managed by the Cornerstones Board of Directors.

# 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, 2010, 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, 2010, 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, 2010, the City changed the manner in which it accounts for derivative instruments as a result of the implementation of GASB Statement No. 53, as discussed further in the notes to the financial statements.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 24, 2010, 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 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 81 through 82, are not a required part of the basic financial statements but are supplementary

### 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



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.

*Mayer Hoffman McClann P.C.*

Bakersfield, California  
November 24, 2010

# 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, 2010. 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 \$1.81 billion (net assets) at the close of the fiscal year. In the previous year, net assets were \$1.8 billion.
- The City's total net assets increased by \$10.1 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 \$1.5 billion, an increase of \$4.1 million from the prior year. The unrestricted net assets of \$97.1 million reflect a decrease of \$14.5 million from the prior year, primarily due to a reduction in amounts invested with fiscal agents.
- At the end of the fiscal year, the unreserved/undesignated fund balance of the General Fund was \$18.4 million, which is 17% of the general fund's operating expenditures.
- The City's total debt (excluding compensated absences) increased by \$89.8 million during the current fiscal year. Water Revenue Bonds, Series 2010 in the amount of \$100.1 million were issued, including \$83.7 million of Build America Bonds. Repayment of other outstanding debt 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 Statements 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 \$1.81 billion at the close of the fiscal year, an increase of \$10.1 million.

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

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current assets	\$ 209,971	\$ 221,051	\$ 191,072	\$ 87,942	\$ 401,043	\$ 308,993
Capital assets (net of accumulated depreciation)	1,470,859	1,454,991	541,279	502,807	2,012,138	1,957,798
Properties held for resale	6,076	6,076	-	-	6,076	6,076
Other assets	7,606	1,894	6,069	2,339	13,675	4,233
<b>Total assets</b>	<b>1,694,512</b>	<b>1,684,012</b>	<b>738,420</b>	<b>593,088</b>	<b>2,432,932</b>	<b>2,277,100</b>
Current liabilities	41,405	33,054	13,484	7,094	54,889	40,148
Non-current liabilities	153,146	155,117	417,785	284,848	570,931	439,965
<b>Total liabilities</b>	<b>194,551</b>	<b>188,171</b>	<b>431,269</b>	<b>291,942</b>	<b>625,820</b>	<b>480,113</b>
<b>Net assets:</b>						
Invested in capital assets, net of related debt	1,377,785	1,371,346	250,720	238,067	1,628,505	1,609,413
Restricted	25,081	12,852	17,706	7,811	42,787	20,663
Unrestricted	97,095	111,643	38,725	55,268	135,820	166,911
<b>Total net assets</b>	<b>\$ 1,499,961</b>	<b>\$ 1,495,841</b>	<b>\$ 307,151</b>	<b>\$ 301,146</b>	<b>\$ 1,807,112</b>	<b>\$ 1,796,987</b>

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 \$19.1 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. Restricted net assets that are subject to external limitations on how they may be used make up 2% of the total. The remaining balance of \$135.8 million (8%) consists of unrestricted net assets of the City which may be used to meet future needs of the community.

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 \$4.1 million, while business activities increased \$3 million.

The following table presents a summary of the changes in the City's net assets for the year ended June 30, 2010.

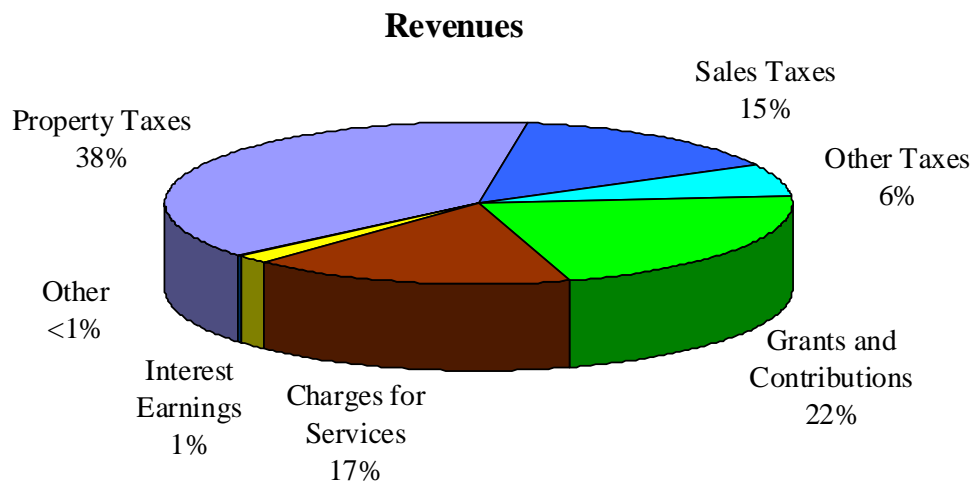
**Summary of Changes in Net Assets**  
**(\$thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Program revenues:						
Charges for services	\$ 31,508	\$ 36,186	\$ 110,953	\$ 114,007	\$ 142,461	\$ 150,193
Operating grants and contributions	24,380	25,875	20,781	19,636	45,161	45,511
Capital grants and contributions	17,106	9,420	192	543	17,298	9,963
General revenues:						
Taxes	112,760	114,469	-	-	112,760	114,469
Interest on investments	2,770	5,556	1,912	3,299	4,682	8,855
Sale of capital assets	694	59	-	2,863	694	2,922
<b>Total revenues</b>	<b>189,218</b>	<b>191,565</b>	<b>133,838</b>	<b>140,348</b>	<b>323,056</b>	<b>331,913</b>
Expenses:						
General government	18,695	19,718	-	-	18,695	19,718
Public safety	92,555	86,249	-	-	92,555	86,249
Transportation	10,321	10,600	-	-	10,321	10,600
Community development	32,863	26,990	-	-	32,863	26,990
Culture and leisure	19,017	20,945	-	-	19,017	20,945
Libraries	5,177	5,341	-	-	5,177	5,341
Interest on long-term debt	5,584	6,519	-	-	5,584	6,519
Water	-	-	36,798	29,837	36,798	29,837
Wastewater	-	-	24,206	22,338	24,206	22,338
Environmental Resource	-	-	39,296	41,117	39,296	41,117
Performing Arts and Convention Center	-	-	1,652	1,800	1,652	1,800
Oxnard Housing Authority	-	-	25,260	26,154	25,260	26,154
Municipal Golf Course	-	-	4,507	7,601	4,507	7,601
<b>Total expenses</b>	<b>184,212</b>	<b>176,362</b>	<b>131,719</b>	<b>128,847</b>	<b>315,931</b>	<b>305,209</b>
Change in Net Assets before Transfers	5,006	15,203	2,119	11,501	7,125	26,704
Transfers	(886)	(3,765)	886	3,765	-	-
<b>Changes in net assets</b>	<b>4,120</b>	<b>11,438</b>	<b>3,005</b>	<b>15,266</b>	<b>7,125</b>	<b>26,704</b>
Net Assets - July 1 (Restated)	1,495,841	1,484,403	304,146	285,880	1,799,987	1,770,283
<b>Net Assets - June 30</b>	<b>\$ 1,499,961</b>	<b>\$ 1,495,841</b>	<b>\$ 307,151</b>	<b>\$ 301,146</b>	<b>\$ 1,807,112</b>	<b>\$ 1,796,987</b>

**Governmental Activities.** The net assets of governmental activities increased by \$4.1 million during the fiscal year as follows:

- Taxes, which make up the largest source of governmental revenues at 60%, decreased \$1.7 million. This decrease was primarily due to a \$3.9 million (5%) decrease in property taxes as a result of falling valuations and a \$1.2 million decrease in franchise fees, primarily from the gas franchise. Sales taxes increased \$4.1 million due to the ½ cent sales tax approved by the voters in November of 2008. The base sales tax decreased by more than \$2 million due to the economic downturn.
- Charges for services, which include various building permits and other development related fees as well as various user fees, make up 17% of governmental revenues. Decreases of \$4.7 million were primarily in development and growth fees resulting in a continuing slow down in residential development projects as a result of the housing and financial crisis.
- Grants and contributions for both capital and operating purposes make up 22% of revenues with the remaining 2% from interest on investments and sale of assets. Grants increased as a result of successful efforts for American Recovery and Reinvestment Act funding as well as reclassification of various developer fees from the category of charges for services.

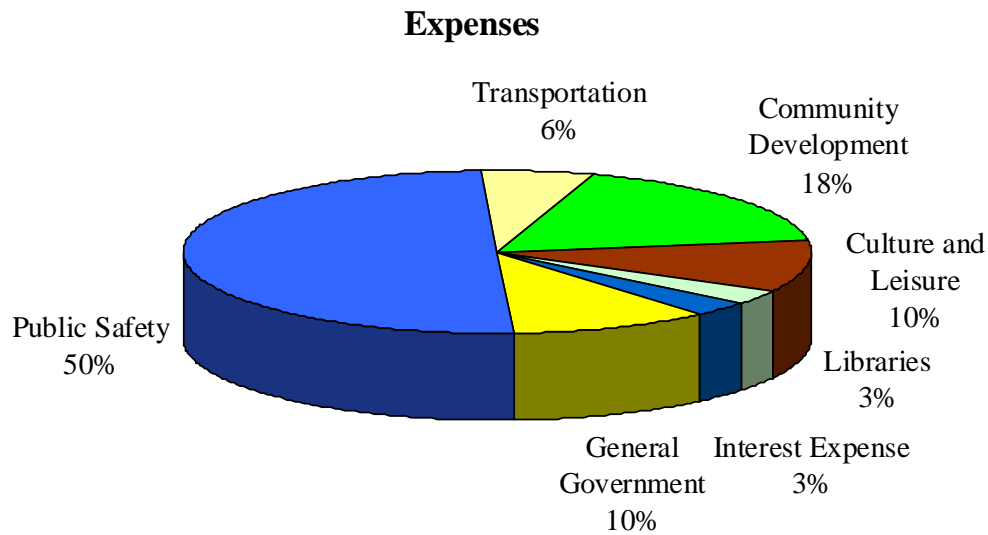
### Governmental Activities



Of the \$184.2 million in total governmental expenses, 87% supports programs that provide direct services to the community.

- At 50%, Public Safety, which includes Police and Fire, receives the largest share of governmental revenues. Public Safety increased \$6.3 million primarily due to salary and benefit costs and grant funding. In addition, the prior year included a one-time adjustment that decreased FY 2009 expenditures.
- Other service programs include Community Development at 18%, Culture and Leisure at 10%, Transportation at 6%, and Library at 3%. Community Development increased \$5.9 million resulting from the required shift of redevelopment agency tax increment to the State of \$6.2 million. The other service areas decreased a combined \$2.4 million as a result of program savings.
- The remaining 13% includes General Government, which decreased \$1 million and Interest Expenses, which decreased \$0.9 million.

Total expenses increased close to \$7.9 million.

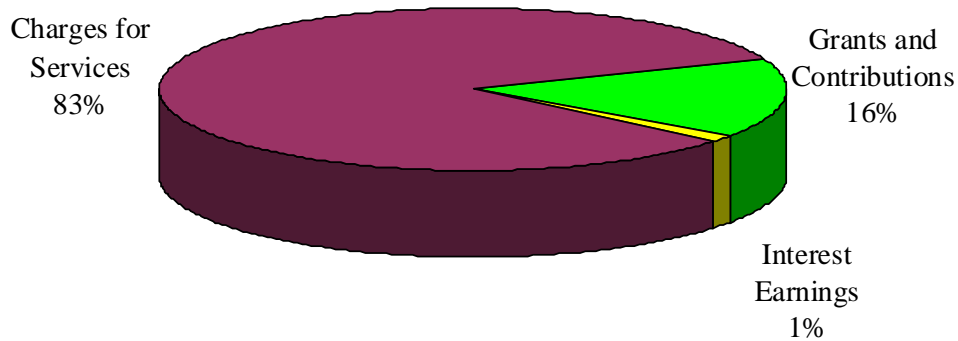




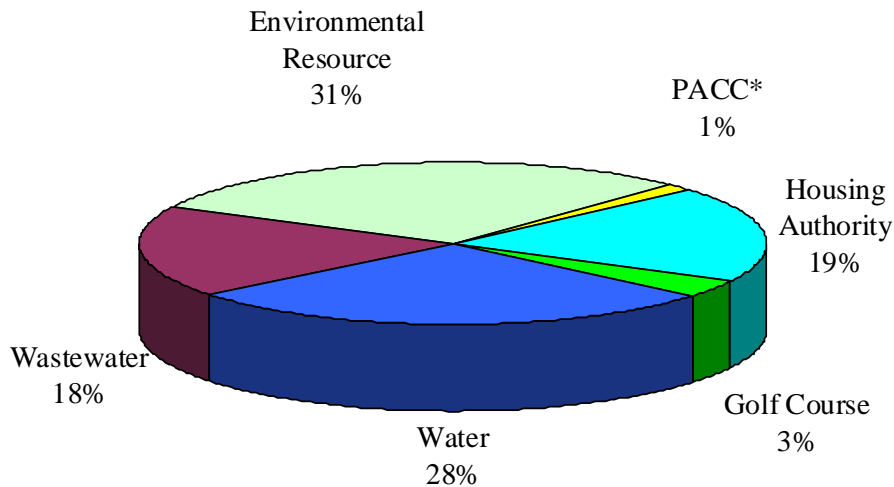
**Business-type Activities.** Business-type activities increased the City’s net assets by \$3 million.

- Charges for services, which make up 83% of business-type revenues, decreased \$3 million. Increased utility rates were offset by falling connection fees charged to new users due to the slow down in residential housing development.
- Interest earnings decreased \$1.4 million due to a more difficult investment climate, while the Wasco Farm Property sale provided one-time revenues of \$2.9 million to the Wastewater fund in the prior year.
- Net Transfers decreased \$2.9 million, primarily due to a one-time \$3.9 million transfer into the golf course fund in the prior fiscal year.

**Revenues**



**Expenses**



- Business-type activity expenses increased \$2.9 million due to increases in the cost of water purchases. Environmental Service costs were reduced based on service demand. In the prior year, the Golf fund reflected a one-time charge.

## 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 \$164.8 million, a decrease of \$6.4 million from the prior year. Of this year-end total, approximately \$151 million is unreserved and available for funding continuing city service requirements. Reserved fund balances include:

- \$5.3 million committed for noncurrent notes receivable,
- \$2.4 million committed for repayment of debt,
- \$6.1 million committed for capital projects

The major governmental funds are the General Fund, State and Federal Grant Fund, and Community Development Commission (CDC) Fund.

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

	General Fund		Other Governmental		Total	
	2010	2009	2010	2009	2010	2009
Assets	\$ 38,598	\$ 33,138	\$ 162,134	\$ 175,015	\$ 200,732	\$ 208,153
<b>Liabilities and Fund Balance</b>						
Liabilities	8,871	9,343	27,030	27,533	35,901	36,876
Fund Balances						
Reserved	-	-	13,812	12,852	13,812	12,852
Unreserved	29,727	23,795	121,292	134,630	151,019	158,425
Total fund balances	29,727	23,795	135,104	147,482	164,831	171,277
<b>Total Liabilities and Fund Balance</b>	<b>\$ 38,598</b>	<b>\$ 33,138</b>	<b>\$ 162,134</b>	<b>\$ 175,015</b>	<b>\$ 200,732</b>	<b>\$ 208,153</b>

**Governmental Funds Summary of Revenues, Expenditures, and Changes in Fund Balances**  
**(\$thousands)**

	General Fund		Other Governmental		Total	
	2010	2009	2010	2009	2010	2009
<b>Revenues</b>						
Taxes	\$ 80,279	\$ 79,844	\$ 32,481	\$ 34,624	\$ 112,760	\$ 114,468
Other Revenues	28,986	29,126	49,444	44,966	78,430	74,092
<b>Total revenues</b>	<b>109,265</b>	<b>108,970</b>	<b>81,925</b>	<b>79,590</b>	<b>191,190</b>	<b>188,560</b>
<b>Expenditures</b>						
Current	105,797	102,787	54,763	43,740	160,560	146,527
Capital outlay	158	795	34,581	42,910	34,739	43,705
Debt service	-	-	8,974	9,535	8,974	9,535
<b>Total expenditures</b>	<b>105,955</b>	<b>103,582</b>	<b>98,318</b>	<b>96,185</b>	<b>204,273</b>	<b>199,767</b>
Excess of revenues over (under) expenditures	3,310	5,388	(16,393)	(16,595)	(13,083)	(11,207)
<b>Other Financing Sources (Uses)</b>						
Bond issuance net of discount	-	-	1,396	11,673	1,396	11,673
Net Transfers	2,622	(2,046)	2,618	(1,719)	5,240	(3,765)
<b>Total other financing sources (uses)</b>	<b>2,622</b>	<b>(2,046)</b>	<b>4,014</b>	<b>9,954</b>	<b>6,636</b>	<b>7,908</b>
Net change in fund balances	5,932	3,342	(12,379)	(6,641)	(6,447)	(3,299)
<b>Fund balances, July 1</b>	<b>23,795</b>	<b>20,453</b>	<b>147,482</b>	<b>154,123</b>	<b>171,277</b>	<b>174,576</b>
<b>Fund balances, June 30</b>	<b>\$ 29,727</b>	<b>\$ 23,795</b>	<b>\$ 135,103</b>	<b>\$ 147,482</b>	<b>\$ 164,830</b>	<b>\$ 171,277</b>

The General Fund is the primary operating fund of the City. At the end of the fiscal year, the unreserved balance of the General Fund was \$29.7 million. The unreserved/undesignated fund balance of the General Fund was \$18.4 million, which is 17% of general fund operating expenditures.

General fund operating revenues exceeded expenditures by \$3.3 million. While total operating revenues only increased \$0.3 million, the ½ cent sales tax approved by the voters in November 2008, which began in April 2009, increased \$6.2 million. Other general fund revenues decreased; however, expenditures reflected a net increase of \$2.4 million even after the implementation of savings plans.

- General taxes and fees, including charges for services, decreased \$6 million (excludes ½ cent sales tax). These decreases were driven by economic conditions, primarily impacting sales taxes, down \$2.9 million, property taxes, down \$1.7 million, and other taxes, down \$1.9 million. Charges for services and intergovernmental revenue were up \$0.7 million.
- Expenditures were generally reduced in response to the economic downturn, including reductions in hiring and deferral or elimination of projects and acquisitions in all program areas. Apart from the impact of the one-time prior reclassification of \$2.8 million, Public Safety expenditures increased \$2.2 million. All other department expenditures were reduced \$2.6 million.

Net transfers increased \$4.7 million as reductions to capital project funds reduced transfers out by \$1.6 million, while transfers from other funds were increased \$3.1 million from internal service funds to correct for excess charges to operating funds.

For other major funds, the CDC fund balance decreased \$11.4 million and State and Federal Grants increased \$3.5 million, less a \$3 million reclassification of prior year revenues. The decrease in the CDC fund balance was the result of a \$2.8 million decrease in revenues and the \$6.2 million shift of tax revenues to the State. Capital improvements expended fund balances as anticipated. The total fund balance for non-major funds decreased \$4.4 million, primarily due to the use of certificates of participation issued in a prior year.

**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 \$34.6 million, a decrease of \$17.4 million. Total net assets increased \$3 million after a prior year adjustment for enterprise funds and decreased \$2 million for internal service funds.

- Enterprise operating revenues decreased \$3.1 million primarily in wastewater and the housing authority. Interest earnings fell by \$1.4 million due to lower interest rates.
- Enterprise operating expenses increased \$2.3 million to \$122.9 million primarily due to water purchases as well as salary and benefit costs.
- Internal service charges were refunded to operating funds in FY 2010 based on unrestricted fund balances.

### **General Fund Budgetary Highlights**

General Fund appropriations were increased \$1.2 million from the original budget of \$112.3 million (including transfers) and actual expenditures and transfers were \$4.3 million lower than the final budget.

- While operating department budgets were decreased a combined \$4.4 million in response to lower revenues, re-appropriation of encumbrances added \$0.5 million and an allocation of ½ cent sales taxes added \$0.7 million. A net \$5.1 million was transferred as capacity to non-departmental and to offset budgeted credits for vacancy savings.
- The \$4.3 million difference between the final budget for expenditures and transfers out and actual amounts includes budget savings of \$2.3 million that were retained as capacity in non-departmental were not expended. In addition, savings from vacant positions and deferred acquisitions, as well as transfers, exceeded anticipated savings in several departments by \$1 million. Finally, a short term transfer of \$1 million to and from CDC are not reflected in actual amounts.

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ 77,825	\$ 77,825	\$ 80,279	\$ 2,454
Other Revenues	28,823	29,502	28,986	(516)
<b>Total revenues</b>	<b><u>106,648</u></b>	<b><u>107,327</u></b>	<b><u>109,265</u></b>	<b><u>1,938</u></b>
<b>Expenditures</b>				
Current	106,946	108,714	105,797	2,917
Capital outlay	383	442	158	284
<b>Total expenditures</b>	<b><u>107,329</u></b>	<b><u>109,156</u></b>	<b><u>105,955</u></b>	<b><u>3,201</u></b>
Excess of revenues over (under) expenditures	(681)	(1,829)	3,310	5,139
<b>Other Financing Sources (Uses)</b>				
Net Transfers	588	1,300	2,622	1,322
<b>Total other financing sources (uses)</b>	<b><u>588</u></b>	<b><u>1,300</u></b>	<b><u>2,622</u></b>	<b><u>1,322</u></b>
<b>Net change in fund balances</b>	<b><u>\$ (93)</u></b>	<b><u>\$ (529)</u></b>	<b><u>\$ 5,932</u></b>	<b><u>\$ 6,461</u></b>

Actual revenues were \$1.9 million higher than the final budget. Part of the variance in actual revenues and expenditures from final budgets was related to the ½ cent sales tax. Only the \$0.7 million allocation was budgeted based on City Council action, while actual revenues were \$8.9 million. Revenue shortfalls, excluding the ½ cent sales tax, were primarily driven by the slowing economy, which impacted property and sales taxes, as well as various other taxes and fees. The reduction in property and base sales taxes was \$4.4 million. Total revenues, excluding the ½ cent sales tax, were \$7 million lower than budget.

**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, 2010, were \$1.47 billion and \$0.54 billion respectively. The increase for these investments was 1.1% for governmental and 7.7% for business-type activities. Increases included construction in progress for water and wastewater projects, as well as street and park improvements.

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

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land	\$ 988,044	\$ 988,044	\$ 47,688	\$ 24,040	\$ 1,035,732	\$ 1,012,084
Buildings	22,467	23,377	27,401	28,886	49,868	52,263
Other improvements	64,413	64,015	24,908	4,350	89,321	68,365
Machinery and equipment	7,568	7,913	3,677	4,143	11,245	12,056
Infrastructure	230,933	228,571	168,478	162,145	399,411	390,716
Construction in progress	157,435	143,072	269,128	279,244	426,563	422,316
<b>Total</b>	<b>\$ 1,470,860</b>	<b>\$ 1,454,992</b>	<b>\$ 541,280</b>	<b>\$ 502,808</b>	<b>\$ 2,012,140</b>	<b>\$ 1,957,800</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, 2010, the City's long-term debt outstanding was \$493 million. Of this total, \$120 million was in governmental activities and \$373 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 53. The following provides a breakdown of the City's outstanding indebtedness:

**Outstanding Debt  
(\$thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Tax Allocation Bonds	\$ 46,066	\$ 47,279	\$ -	\$ -	\$ 46,066	\$ 47,279
Revenue Bonds	38,878	40,337	369,890	277,466	408,768	317,803
Capital Leases	1,436	294	3,632	4,053	5,068	4,347
Certificates of Participation	33,194	33,893	-	-	33,194	33,893
<b>Total</b>	<b>\$ 119,574</b>	<b>\$ 121,803</b>	<b>\$ 373,522</b>	<b>\$ 281,519</b>	<b>\$ 493,096</b>	<b>\$ 403,322</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 Water Revenue Bonds, Series 2010 in the amount of \$100.1 million, including \$83.7 million of Build America Bonds to construct the recycled water system.

The total outstanding debt is limited by statute to 15% of assessed valuation, or \$2.49 billion.

### **Economic Factors and Next Year's Budgets and Rates**

Although the Oxnard metro area has a diverse economy and growing population, City revenues continue to be impacted by the economic slow down experienced throughout the State of California and the nation. City's unemployment rate (annual average) has jumped to just over 10.6% from a low of 4% just five years ago. The unemployment rate in June 2010 was in excess of 14%.

The fiscal year 2011 budget was developed based on a slow economy. Property taxes were budgeted below 2010 budgeted amounts. The budget includes an allowance for retirement incentive savings of \$2.6 million. No increases were programmed for user charges; however, a rate study has been completed for the City's utilities and a combined rate adjustment of 5% has been approved.

### **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.

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# BASIC FINANCIAL STATEMENTS



**City of Oxnard, California**  
**STATEMENT OF NET ASSETS**  
**June 30, 2010**

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 146,119,842	\$ 36,461,703	\$ 182,581,545
Investments with fiscal agents	26,500,190	141,404,561	167,904,751
Accounts and other receivables (net of allowance for uncollectibles)	24,066,174	13,649,821	37,715,995
Notes receivable	5,288,246	1,388,518	6,676,764
Internal balances	1,832,183	(1,832,183)	-
Due from other government	6,164,684	-	6,164,684
Properties held for resale	6,075,959	-	6,075,959
Other assets	1,662,003	1,635,647	3,297,650
Deferred outflow	5,944,346	4,201,563	10,145,909
Restricted assets:			
Investments with fiscal agents	-	232,109	232,109
Capital assets not being depreciated:			
Land	988,043,659	47,687,538	1,035,731,197
Construction in progress	157,435,247	269,128,010	426,563,257
Capital assets, net of accumulated depreciation:			
Buildings	22,466,596	27,400,548	49,867,144
Other Improvements	64,413,013	24,908,297	89,321,310
Machinery and equipment	7,567,526	3,677,002	11,244,528
Infrastructure	230,932,523	168,478,150	399,410,673
<b>Total assets</b>	<b>\$ 1,694,512,191</b>	<b>\$ 738,421,284</b>	<b>\$ 2,432,933,475</b>
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Accounts payable	11,470,014	5,085,058	16,555,072
Other liabilities	13,140,325	4,197,504	17,337,829
Deferred revenues	7,509,008	-	7,509,008
Due to other agencies	3,341,278	-	3,341,278
Self insurance claims - due within one year	5,949,000	-	5,949,000
Compensated absences payable - current	8,476,000	1,265,268	9,741,268
Bonds and capital leases	3,867,920	49,698,374	53,566,294
Interest rate swap	5,944,346	4,201,563	10,145,909
<b>Noncurrent liabilities:</b>			
Notes Payable	-	28,984	28,984
Self insurance claims	6,394,163	-	6,394,163
Compensated absences payable	8,533,403	1,527,459	10,060,862
Post employment retirement payable	4,220,007	916,720	5,136,727
Bonds & capital leases	115,706,025	364,348,639	480,054,664
<b>Total liabilities</b>	<b>194,551,489</b>	<b>431,269,569</b>	<b>625,821,058</b>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	1,377,784,811	250,720,062	1,628,504,873
Restricted for:			
Debt service	2,447,319	16,132,674	18,579,993
Other purposes	22,633,392	1,573,645	24,207,037
Unrestricted	97,095,180	38,725,334	135,820,514
<b>Total net assets</b>	<b>1,499,960,702</b>	<b>307,151,715</b>	<b>1,807,112,417</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,694,512,191</b>	<b>\$ 738,421,284</b>	<b>\$ 2,432,933,475</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, 2010

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets		Total
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	
<b>Primary government:</b>							
Governmental activities:							
General government	\$ 18,695,220	\$ 10,203,810	\$ 10,993,737	\$ -	\$ 2,502,327	\$ -	\$ 2,502,327
Public safety	92,554,917	4,202,162	2,215,263	393,970	(85,743,522)	-	(85,743,522)
Transportation	10,321,184	5,068,843	4,065,869	12,843,739	11,657,267	-	11,657,267
Community development	32,863,176	6,366,499	6,854,115	2,835,197	(16,807,365)	-	(16,807,365)
Culture and leisure	19,016,619	5,237,167	180,236	1,033,205	(12,566,011)	-	(12,566,011)
Libraries	5,176,704	428,872	70,798	-	(4,677,034)	-	(4,677,034)
Interest on long-term debt	5,583,856	-	-	-	(5,583,856)	-	(5,583,856)
<b>Total governmental activities</b>	<b>184,211,676</b>	<b>31,507,353</b>	<b>24,380,018</b>	<b>17,106,111</b>	<b>(111,218,194)</b>	<b>-</b>	<b>(111,218,194)</b>
<b>Business-type activities:</b>							
Water	36,797,806	38,439,653	-	-	-	1,641,847	1,641,847
Wastewater	24,205,554	22,566,372	-	192,400	-	(1,446,782)	(1,446,782)
Environmental Resource	39,296,115	40,468,627	-	-	-	1,172,512	1,172,512
Performing arts and convention center	1,651,658	513,857	-	-	-	(1,137,801)	(1,137,801)
Oxnard housing authority	25,259,519	4,686,681	20,781,204	-	-	208,366	208,366
Municipal golf course	4,507,360	4,278,241	-	-	-	(229,119)	(229,119)
<b>Total business-type activities</b>	<b>131,718,012</b>	<b>110,953,431</b>	<b>20,781,204</b>	<b>192,400</b>	<b>-</b>	<b>209,023</b>	<b>209,023</b>
<b>Total primary government</b>	<b>315,929,688</b>	<b>142,460,784</b>	<b>45,161,222</b>	<b>17,298,511</b>	<b>(111,218,194)</b>	<b>209,023</b>	<b>(111,009,171)</b>

**General revenues:**

Taxes:		
Property tax	72,817,719	72,817,719
Sales tax	28,103,051	28,103,051
Transient occupancy tax	3,061,163	3,061,163
Franchise tax	3,439,645	3,439,645
Deed transfer tax	509,370	509,370
Business license tax	4,692,615	4,692,615
Penalties and interest	136,565	136,565
Interest on investments	2,769,250	1,911,510
Sale of capital assets	694,185	694,185
Transfers	(885,679)	885,679
<b>Total general revenues and transfers</b>	<b>115,337,884</b>	<b>118,135,073</b>
Change in net assets	4,119,690	7,125,902
<b>Restated Net assets - July 1</b>	<b>1,495,841,012</b>	<b>1,799,986,515</b>
<b>Net assets - June 30</b>	<b>\$ 1,499,960,702</b>	<b>\$ 1,807,112,417</b>

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

City of Oxnard, California  
Balance Sheet  
Governmental Funds  
June 30, 2010

	General	State & Federal Grants	Community Development Commission	Non Major	Total Governmental
<b>ASSETS</b>					
Cash and cash equivalents	\$ 22,387,807	\$ 5,980,701	\$ 41,247,666	\$ 55,070,530	\$ 124,686,704
Investments with fiscal agents	-	-	16,467,543	10,032,647	26,500,190
Accounts and other receivables	2,994,596	14,949,176	283,548	5,747,481	23,974,801
Notes receivable	-	-	5,288,246	-	5,288,246
Due from other funds	7,871,572	-	-	-	7,871,572
Due from other government	5,343,610	-	-	821,074	6,164,684
Properties held for resale	-	-	6,075,959	-	6,075,959
Other assets	-	-	-	169,432	169,432
<b>Total assets</b>	<b>\$ 38,597,585</b>	<b>\$ 20,929,877</b>	<b>\$ 69,362,962</b>	<b>\$ 71,841,164</b>	<b>\$ 200,731,588</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	2,675,563	3,589,458	3,562,718	1,158,334	10,986,073
Other liabilities	5,593,442	859,348	83,496	426,870	6,963,156
Due to other funds	-	-	2,000,000	4,039,389	6,039,389
Due to other agencies	-	-	3,341,278	-	3,341,278
Deferred revenues	601,786	1,769,110	-	6,200,642	8,571,538
<b>Total liabilities</b>	<b>8,870,791</b>	<b>6,217,916</b>	<b>8,987,492</b>	<b>11,825,235</b>	<b>35,901,434</b>
Fund balances					
Reserved for:					
Receivables	-	-	5,288,246	-	5,288,246
Repayment of debt	-	-	2,189,231	258,088	2,447,319
Capital project funds	-	-	6,075,959	-	6,075,959
Unreserved					
Undesignated	18,457,607	-	-	-	18,457,607
Designated	11,269,187	5,980,701	16,467,543	2,086,442	35,803,873
Unreserved reported in:					
Special revenue funds	-	8,731,260	-	45,097,602	53,828,862
Capital project funds	-	-	30,354,491	12,573,797	42,928,288
<b>Total fund balances</b>	<b>29,726,794</b>	<b>14,711,961</b>	<b>60,375,470</b>	<b>60,015,929</b>	<b>164,830,154</b>
<b>Total liabilities and fund balances</b>	<b>\$ 38,597,585</b>	<b>\$ 20,929,877</b>	<b>\$ 69,362,962</b>	<b>\$ 71,841,164</b>	<b>\$ 200,731,588</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, 2010**

Fund balances of governmental funds	\$	164,830,154
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets of \$1,785,748,602 net of accumulated depreciation of (\$318,354,522) are not financial resources and, therefore, are not reported in the funds.		1,467,394,080
Long term liabilities, claims and compensated absences have not been included in the governmental fund activity:		
Long-term liabilities of \$120,388,866 net of unamortized discount (\$814,921)		(119,573,945)
Self insurance claims		(12,343,163)
Compensated absences		(16,073,813)
Accrued interest payable for the current portion of interest due on long-term liabilities has not been reported in the governmental funds		(1,246,936)
Unamortized issuance cost, Other assets, not available to pay current-period expenditures		1,492,571
Other post employment liability, other long term liability, not due and payable in the current period		(3,938,806)
Grants receivable that were not received within the availability period were recorded as deferred revenue in the governmental funds		1,062,530
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		18,358,030
<b>Net assets of governmental activities</b>	<b>\$</b>	<b>1,499,960,702</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, 2010

	General	State & Federal Grants	Community Development Commission	Non Major	Total Governmental
<b>REVENUES</b>					
Taxes	\$ 80,279,089	\$ 13,516,568	\$ 15,558,631	\$ 3,405,840	\$ 112,760,128
Licenses and permits	1,523,926	-	-	743,655	2,267,581
Intergovernmental	11,093,447	22,951,974	-	8,186,704	42,232,125
Growth and development fees	-	-	268,918	1,233,863	1,502,781
Charges for services	10,917,704	-	(40,672)	130,960	11,007,992
Fines and forfeitures	627,327	144,716	-	441,612	1,213,655
Interest on investments	663,552	80,890	1,047,702	977,106	2,769,250
Special assessments	-	-	-	9,168,150	9,168,150
Miscellaneous	4,159,988	524,439	180,266	3,403,380	8,268,073
<b>Total revenues</b>	<b>109,265,033</b>	<b>37,218,587</b>	<b>17,014,845</b>	<b>27,691,270</b>	<b>191,189,735</b>
<b>EXPENDITURES</b>					
Current:					
General government	10,769,139	-	-	376,583	11,145,722
Public safety	63,054,917	18,405,336	-	3,358,737	84,818,990
Transportation	4,539,680	239	-	5,597,649	10,137,568
Community Development	10,867,404	1,703,519	17,268,164	2,234,738	32,073,825
Culture and leisure	11,954,916	793,655	-	5,003,184	17,751,755
Library Services	4,611,497	20,680	-	-	4,632,177
Capital outlay	157,863	12,768,202	11,034,542	10,778,544	34,739,151
Debt service:					
Principal	-	-	-	3,743,020	3,743,020
Interest and fiscal charges	-	-	-	5,230,494	5,230,494
<b>Total expenditures</b>	<b>105,955,416</b>	<b>33,691,631</b>	<b>28,302,706</b>	<b>36,322,949</b>	<b>204,272,702</b>
Excess of revenues over (under) expenditures	3,309,617	3,526,956	(11,287,861)	(8,631,679)	(13,082,967)
<b>OTHER FINANCING SOURCES(USES)</b>					
Proceeds from sale of bonds	-	-	-	1,395,646	1,395,646
Transfers in	5,952,395	21,120	-	4,576,875	10,550,390
Transfers out	(3,329,955)	(78,712)	(117,000)	(1,784,627)	(5,310,294)
<b>Total other financing sources (uses)</b>	<b>2,622,440</b>	<b>(57,592)</b>	<b>(117,000)</b>	<b>4,187,894</b>	<b>6,635,742</b>
Net change in fund balances	5,932,057	3,469,364	(11,404,861)	(4,443,785)	(6,447,225)
Fund balances, July 1	23,794,737	11,242,597	71,780,331	64,459,714	171,277,379
<b>Fund balances, June 30</b>	<b>\$ 29,726,794</b>	<b>\$ 14,711,961</b>	<b>\$ 60,375,470</b>	<b>\$ 60,015,929</b>	<b>\$ 164,830,154</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, 2010**

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

<b>Net change in fund balances - total governmental funds</b>	<b>\$ (6,447,225)</b>
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 \$34,017,304 (net of reclass of \$721,847) exceeded depreciation expense (\$18,764,363) in the current period.	15,252,941
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 \$666,588 net of accumulated depreciation (\$636,183)	(30,405)
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 \$13,343 net increase in compensated absences (\$710,781) and other post employment benefits (\$1,045,877).	(1,743,315)
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 (\$1,395,646) add cost of issuance (\$248,440) and bond discount (\$118,265) exceeded repayments of \$3,743,020.	1,980,669
Revenue in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.	(1,942,285)
Net expenditures of internal service funds of \$2,022,008 is reported with governmental activities, plus \$928,682 allocated to business-type activities.	(2,950,690)
<b>Change in net assets of governmental activities (page 17)</b>	<b><u>\$ 4,119,690</u></b>

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

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**City of Oxnard, California**  
**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2010**

	<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	\$ 18,258,080	\$ 15,247,497	\$ 1,832,940	\$ -
Cash with fiscal agent	111,891,694	1,068,496	2,263,797	35,000
Accounts and other receivable (net of allowance for uncollectibles)	4,749,650	3,410,982	4,567,835	3,124
Notes Receivable	-	-	-	-
Due from other funds	86,837	-	64,689	-
Deferred outflow	-	4,201,563	-	-
Other assets	353,297	839,716	249,155	-
<b>Total currents assets</b>	<b><u>135,339,558</u></b>	<b><u>24,768,254</u></b>	<b><u>8,978,416</u></b>	<b><u>38,124</u></b>
Noncurrent assets:				
Investments with fiscal agent	-	-	-	-
Notes Receivable	-	1,350,500	-	-
Advances to other funds	13,300,000	-	-	-
Capital assets:				
Land	3,880,432	3,145,160	3,811,166	-
Buildings	5,795,000	6,380,938	22,859,740	-
Improvements	-	-	-	-
Machinery and equipment	2,824,580	17,626,651	21,593,164	15,370
Construction in progress	102,349,802	161,817,716	4,728,423	-
Infrastructure	115,291,780	169,061,310	1,757,129	42,615
Less accumulated depreciation	<u>(49,677,617)</u>	<u>(95,487,150)</u>	<u>(25,802,825)</u>	<u>(14,647)</u>
Total capital assets (net of accumulated depreciation)	<u>180,463,977</u>	<u>262,544,625</u>	<u>28,946,797</u>	<u>43,338</u>
<b>Total noncurrent assets</b>	<b><u>193,763,977</u></b>	<b><u>263,895,125</u></b>	<b><u>28,946,797</u></b>	<b><u>43,338</u></b>
<b>Total assets</b>	<b><u>329,103,535</u></b>	<b><u>288,663,379</u></b>	<b><u>37,925,213</u></b>	<b><u>81,462</u></b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	6,091,551	799,938	1,771,330	68,008
Other liabilities	1,749,515	983,770	532,873	32,709
Due to other funds	-	-	-	1,183,507
Advances from other funds	-	120,000	-	-
Interest rate swap	-	4,201,563	-	-
Compensated absences payable - current	270,000	495,000	425,000	41,000
Self insurance claims - due within one year	-	-	-	-
Revenue bonds payable-current	<u>2,200,236</u>	<u>3,355,000</u>	<u>2,511,653</u>	<u>-</u>
<b>Total current liabilities</b>	<b><u>10,311,302</u></b>	<b><u>9,955,271</u></b>	<b><u>5,240,856</u></b>	<b><u>1,325,224</u></b>
Noncurrent liabilities:				
Revenue bonds, net of current portion and discount	202,640,478	138,644,869	10,846,962	-
Compensated absences payable	291,098	184,814	438,854	47,499
Advances from other funds	-	3,880,000	9,300,000	-
Notes payable	-	-	-	-
Self insurance claims	-	-	-	-
Capital leases payable	88,418	-	2,977,104	-
Advances from other funds	-	-	-	-
Post employment retirement payable	<u>167,402</u>	<u>262,042</u>	<u>267,496</u>	<u>12,786</u>
<b>Total noncurrent liabilities</b>	<b><u>203,187,396</u></b>	<b><u>142,971,725</u></b>	<b><u>23,830,416</u></b>	<b><u>60,285</u></b>
<b>Total liabilities</b>	<b><u>213,498,698</u></b>	<b><u>152,926,996</u></b>	<b><u>29,071,272</u></b>	<b><u>1,385,509</u></b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	73,274,504	121,065,410	13,446,292	43,338
Restricted for Housing	-	-	-	-
Restricted for debt service	14,002,074	-	2,130,600	-
Unrestricted	<u>28,328,259</u>	<u>14,670,973</u>	<u>(6,722,951)</u>	<u>(1,347,385)</u>
<b>Total net assets</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>

**City of Oxnard, California**  
**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2010**

Oxnard Housing Authority	Municipal Golf Course	Totals Current Year	Governmental Activities Internal Service Funds	
				ASSETS
\$ 1,123,186	\$ -	\$ 36,461,703	\$ 21,433,138	Current assets:
5,590,702	20,554,872	141,404,561	-	Cash and cash equivalents
602,378	315,852	13,649,821	91,373	Cash with fiscal agent
38,018	-	38,018	-	Accounts and other receivable (net of allowance for uncollectibles)
-	-	151,526	-	Notes Receivable
-	-	4,201,563	-	Due from other funds
193,479	-	1,635,647	-	Deferred outflow
<b>7,547,763</b>	<b>20,870,724</b>	<b>197,542,839</b>	<b>21,524,511</b>	Other assets
				<b>Total current assets</b>
232,109	-	232,109	-	Noncurrent assets:
-	-	1,350,500	-	Investments with fiscal agent
-	-	13,300,000	-	Notes Receivable
8,920,208	27,930,572	47,687,538	595,500	Advances to other funds
38,753,244	3,247,033	77,035,955	-	Capital assets:
-	26,387,689	26,387,689	-	Land
1,533,952	-	43,593,717	2,956,407	Buildings
232,069	-	269,128,010	2,202,690	Improvements
-	-	286,152,834	-	Machinery and equipment
(34,780,853)	(2,943,106)	(208,706,198)	(2,290,113)	Construction in progress
14,658,620	54,622,188	541,279,545	3,464,484	Infrastructure
<b>14,890,729</b>	<b>54,622,188</b>	<b>556,162,154</b>	<b>3,464,484</b>	Less accumulated depreciation
<b>22,438,492</b>	<b>75,492,912</b>	<b>753,704,993</b>	<b>24,988,995</b>	Total capital assets (net of accumulated depreciation)
				<b>Total noncurrent assets</b>
				<b>Total assets</b>
				LIABILITIES
				Current liabilities:
484,506	21,058	9,236,391	483,941	Accounts payable
872,286	26,351	4,197,504	456,464	Other liabilities
-	800,202	1,983,709	-	Due to other funds
-	-	120,000	-	Advances from other funds
-	-	4,201,563	-	Interest rate swap
34,268	-	1,265,268	576,000	Compensated absences payable - current
-	-	-	5,949,000	Self insurance claims - due within one year
240,000	41,391,485	49,698,374	-	Revenue bonds payable-current
<b>1,631,060</b>	<b>42,239,096</b>	<b>70,702,809</b>	<b>7,465,405</b>	<b>Total current liabilities</b>
				Noncurrent liabilities:
4,275,000	4,875,808	361,283,117	-	Revenue bonds, net of current portion and discount
565,194	-	1,527,459	359,590	Compensated absences payable
-	-	13,180,000	-	Advances from other funds
28,984	-	28,984	-	Notes payable
-	-	-	6,394,163	Self insurance claims
-	-	3,065,522	-	Capital leases payable
-	-	-	-	Advances from other funds
206,994	-	916,720	281,201	Post employment retirement payable
<b>5,076,172</b>	<b>4,875,808</b>	<b>380,001,802</b>	<b>7,034,954</b>	<b>Total noncurrent liabilities</b>
<b>6,707,232</b>	<b>47,114,904</b>	<b>450,704,611</b>	<b>14,500,359</b>	<b>Total liabilities</b>
				NET ASSETS
14,658,620	28,231,898	250,720,062	3,464,484	Invested in capital assets, net of related debt
1,573,645	-	1,573,645	-	Restricted for Housing
-	-	16,132,674	-	Restricted for debt service
(501,005)	146,110	34,574,001	7,024,152	Unrestricted
<b>15,731,260</b>	<b>\$ 28,378,008</b>	<b>\$ 303,000,382</b>	<b>\$ 10,488,636</b>	<b>Total net assets</b>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds		4,151,333		
Net assets of business-type activities		<b>\$ 307,151,715</b>		

**City of Oxnard, California**  
**Statement of Revenues, Expenses and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For Fiscal Year Ended June 30, 2010**

	<u>Water</u>	<u>WasteWater</u>	<u>Environmental Resource</u>	<u>Performing Arts and Convention Center</u>
Operating revenues:				
Charges for services	\$ 37,078,139	\$ 21,764,958	\$ 40,050,640	\$ 501,157
Connection Fees	979,454	1,168,425	67,174	-
Miscellaneous and reimbursements	382,060	(367,011)	350,813	12,700
<b>Total operating revenues</b>	<b>38,439,653</b>	<b>22,566,372</b>	<b>40,468,627</b>	<b>513,857</b>
Operating expenses:				
Salaries and wages	5,051,323	6,943,427	7,610,586	1,198,107
Contractual services	1,612,079	1,402,458	14,512,609	71,882
Operating supplies	17,432,821	1,692,666	434,789	260
Utilities	513,181	4,169,942	6,450,762	138,053
Depreciation & amortization	2,734,215	4,020,403	1,676,578	3,655
General and administrative	3,724,682	3,297,939	3,873,643	233,410
Repairs and maintenance	347,906	82,325	4,376,113	6,291
Claims expenses	-	-	-	-
<b>Total operating expenses</b>	<b>31,416,207</b>	<b>21,609,160</b>	<b>38,935,080</b>	<b>1,651,658</b>
Operating income (loss)	7,023,446	957,212	1,533,547	(1,137,801)
Nonoperating revenues (expenses):				
Intergovernmental	-	192,400	-	-
Interest on investments	1,325,345	406,886	146,015	-
Interest expense	(5,561,344)	(2,860,676)	(845,280)	-
Miscellaneous	-	-	-	-
<b>Total nonoperating revenues (expenses)</b>	<b>(4,235,999)</b>	<b>(2,261,390)</b>	<b>(699,265)</b>	<b>-</b>
Income (loss) before contributions and transfers	2,787,447	(1,304,178)	834,282	(1,137,801)
Capital contributions	-	-	-	-
Transfers in	-	-	-	947,811
Transfers out	-	-	(62,132)	-
Changes in net assets	2,787,447	(1,304,178)	772,150	(189,990)
Total net assets- July 1	112,817,390	137,040,561	8,081,791	(1,114,057)
Prior period adjustment	-	-	-	-
<b>Restated net assets - July 1</b>	<b>112,817,390</b>	<b>137,040,561</b>	<b>8,081,791</b>	<b>(1,114,057)</b>
<b>Total net assets- June 30</b>	<b>\$ 115,604,837</b>	<b>\$ 135,736,383</b>	<b>\$ 8,853,941</b>	<b>\$ (1,304,047)</b>

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

**City of Oxnard, California**  
**Statement of Revenues, Expenses and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For Fiscal Year Ended June 30, 2010**

<b>Oxnard Housing Authority</b>	<b>Municipal Golf Course</b>	<b>Totals Current Year</b>	<b>Governmental Activities Internal Service Fund</b>	
\$ 4,206,880	\$ 4,273,447	\$ 107,875,221	\$ 27,026,368	Operating revenues:
-	-	2,215,053	-	Charges for services
389,293	4,794	772,649	287,819	Connection Fees
<b>4,596,173</b>	<b>4,278,241</b>	<b>110,862,923</b>	<b>27,314,187</b>	Miscellaneous and reimbursements
				<b>Total operating revenues</b>
				Operating expenses:
4,461,432	47,042	25,311,917	8,897,384	Salaries and wages
41,999	3,936,809	21,577,836	942,882	Contractual services
15,820,124	-	35,380,660	4,284,318	Operating supplies
774,495	1,925	12,048,358	1,696,119	Utilities
1,306,064	97,988	9,838,903	243,082	Depreciation & amortization
1,563,503	168,736	12,861,913	2,394,666	General and administrative
1,088,929	18,087	5,919,651	949,102	Repairs and maintenance
-	-	-	4,228,054	Claims expenses
<b>25,056,546</b>	<b>4,270,587</b>	<b>122,939,238</b>	<b>23,635,607</b>	<b>Total operating expenses</b>
(20,460,373)	7,654	(12,076,315)	3,678,580	Operating income (loss)
				Nonoperating revenues (expenses):
20,144,358	-	20,336,758	-	Intergovernmental
16,380	16,884	1,911,510	425,187	Interest on investments
(202,973)	(237,183)	(9,707,456)	-	Interest expense
90,508	-	90,508	-	Miscellaneous
<b>20,048,273</b>	<b>(220,299)</b>	<b>12,631,320</b>	<b>425,187</b>	<b>Total nonoperating revenues (expenses)</b>
(412,100)	(212,645)	555,005	4,103,767	Income (loss) before contributions and transfers
636,846	-	636,846	-	Capital contributions
-	-	947,811	-	Transfers in
-	-	(62,132)	(6,125,775)	Transfers out
224,746	(212,645)	2,077,530	(2,022,008)	Changes in net assets
15,506,514	25,590,653		12,510,644	Total net assets- July 1
-	3,000,000		-	Prior period adjustment
<b>15,506,514</b>	<b>28,590,653</b>		<b>12,510,644</b>	<b>Restated net assets - July 1</b>
<b>\$ 15,731,260</b>	<b>\$ 28,378,008</b>		<b>\$ 10,488,636</b>	<b>Total net assets- June 30</b>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise		928,682		
Change in net assets of business-type activities		<b>\$ 3,006,212</b>		

**City of Oxnard, California**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended 2010**

	<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	\$ 38,174,545	\$ 23,418,821	\$ 40,444,991	\$ 513,382
Payments to suppliers	(19,247,022)	(12,158,668)	(29,437,663)	(412,571)
Payments to employees	(4,953,748)	(6,867,217)	(7,439,861)	(1,199,638)
Cash paid to claimants	-	-	-	-
<b>Net cash provided by operating activities</b>	<b><u>13,973,775</u></b>	<b><u>4,392,936</u></b>	<b><u>3,567,467</u></b>	<b><u>(1,098,827)</u></b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Advances to other funds	(13,300,000)	-	-	-
Advances from other funds	-	4,000,000	9,300,000	-
Due to other funds	-	-	(7,080,257)	151,016
Due from other funds	(179)	7,080,257	(133)	-
Received from grants	-	-	-	-
Received from notes & mortgages	-	-	-	-
Miscellaneous	-	-	-	-
Transfer from other funds	-	-	-	947,811
Transfer to other funds	-	-	(62,132)	-
<b>Net cash provided (used) by capital and related financing activities</b>	<b><u>(13,300,179)</u></b>	<b><u>11,080,257</u></b>	<b><u>2,157,478</u></b>	<b><u>1,098,827</u></b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Purchases of capital assets	(11,941,585)	(3,410,528)	(614,396)	-
Proceeds of debt	-	-	-	-
Received from grants	-	192,400	-	-
Principal paid on long-term debt	(2,105,000)	(3,255,000)	(2,447,346)	-
Interest paid on long-term debt	(8,049,790)	(7,284,462)	(885,840)	-
Proceeds from issuance of long-term debt	100,841,754	-	42,732	-
<b>Net cash used in capital and related financing activities</b>	<b><u>78,745,379</u></b>	<b><u>(13,757,590)</u></b>	<b><u>(3,904,850)</u></b>	<b><u>-</u></b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest on investments	1,325,345	406,886	146,015	-
<b>Net cash provided by investing activities</b>	<b><u>1,325,345</u></b>	<b><u>406,886</u></b>	<b><u>146,015</u></b>	<b><u>-</u></b>
Net increase (decrease) in cash and cash equivalents	80,744,320	2,122,489	1,966,110	-
<b>Cash and cash equivalents, July 1</b>	<b><u>49,405,454</u></b>	<b><u>14,193,504</u></b>	<b><u>2,130,627</u></b>	<b><u>35,000</u></b>
<b>Cash and cash equivalents, June 30</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>

**City of Oxnard, California  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended 2010**

<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>
\$ 4,841,006	\$ 4,202,351	\$ 111,595,096	\$ 27,266,338	Receipts from customers and users
(19,391,747)	(4,184,497)	(84,832,168)	(10,146,680)	Payments to suppliers
(4,262,977)	(47,042)	(24,770,483)	(8,735,546)	Payments to employees
-	-	-	(5,887,870)	Cash paid to claimants
<b>(18,813,718)</b>	<b>(29,188)</b>	<b>1,992,445</b>	<b>2,496,242</b>	<b>Net cash provided by operating activities</b>
				<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>
-	-	(13,300,000)	-	Advances to other funds
-	-	13,300,000	-	Advances from other funds
-	800,202	(6,129,039)	-	Due to other funds
-	-	7,079,945	-	Due from other funds
20,144,358	-	20,144,358	-	Received from grants
5,569	-	5,569	-	Received from notes & mortgages
90,508	-	90,508	-	Miscellaneous
-	-	947,811	-	Transfer from other funds
-	-	(62,132)	(6,125,775)	Transfer to other funds
<b>20,240,435</b>	<b>800,202</b>	<b>22,077,020</b>	<b>(6,125,775)</b>	<b>Net cash provided (used) by capital and related financing activities</b>
				<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>
(886,219)	(21,459,849)	(38,312,577)	(888,306)	Purchases of capital assets
28,984	-	28,984	-	Proceeds of debt
636,846	-	829,246	-	Received from grants
(235,000)	(825,361)	(8,867,707)	-	Principal paid on long-term debt
(212,903)	(490,676)	(16,923,671)	-	Interest paid on long-term debt
-	40,778,492	141,662,978	-	Proceeds from issuance of long-term debt
<b>(668,292)</b>	<b>18,002,606</b>	<b>78,417,253</b>	<b>(888,306)</b>	<b>Net cash used in capital and related financing activities</b>
				<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>
16,380	16,884	1,911,510	425,186	Interest on investments
<b>16,380</b>	<b>16,884</b>	<b>1,911,510</b>	<b>425,186</b>	<b>Net cash provided by investing activities</b>
774,805	18,790,504	104,398,228	(4,092,653)	Net increase (decrease) in cash and cash equivalents
<b>6,171,192</b>	<b>1,764,368</b>	<b>73,700,145</b>	<b>25,525,791</b>	<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>

**City of Oxnard, California**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended 2010**

	<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>	\$ 7,023,446	\$ 957,212	\$ 1,533,547	\$ (1,137,801)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization	2,734,215	4,020,403	1,676,578	3,655
Changes in assets and liabilities:				
(Increase) decrease in accts receivable and notes receivable	(265,108)	852,449	(23,636)	(475)
(Increase) decrease in other assets	-	-	-	-
Increase (decrease) in accounts payable	4,383,647	(1,513,338)	210,253	37,325
Increase (decrease) in other liabilities	-	-	-	-
Increase (decrease) in compensated absences & OPEB	97,575	76,210	170,725	(1,531)
Increase (decrease) in self-insurance liabilities	-	-	-	-
<b>Net cash provided by (used) in operating activities</b>	<b>\$ 13,973,775</b>	<b>\$ 4,392,936</b>	<b>\$ 3,567,467</b>	<b>\$ (1,098,827)</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 the Year Ended 2010

Oxnard Housing Authority	Municipal Golf Course	Total	Governmental Activities Internal Service Funds	
<b>\$ (20,460,373)</b>	<b>\$ 7,654</b>	<b>\$ (12,076,315)</b>	<b>\$ 3,678,580</b>	<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:
1,306,064	97,988	9,838,903	243,082	Depreciation and amortization
				Changes in assets and liabilities:
236,645	(75,890)	723,985	(47,849)	(Increase) decrease in accts receivable and notes receivable
8,188	-	8,188	-	(Increase) decrease in other assets
149,883	(58,940)	3,208,830	120,407	Increase (decrease) in accounts payable
(53,742)	-	(53,742)	-	Increase (decrease) in other liabilities
(383)	-	342,596	161,838	Increase (decrease) in compensated absences & OPEB
-	-	-	(1,659,816)	Increase (decrease) in self-insurance liabilities
<b>\$ (18,813,718)</b>	<b>\$ (29,188)</b>	<b>\$ 1,992,445</b>	<b>\$ 2,496,242</b>	<b>Net cash provided by (used) in operating activities</b>



**Fiduciary Funds**  
**Statement of Fiduciary Net Assets**  
**June 30, 2010**

	<u><b>Total</b></u>
<b>Assets:</b>	
Cash and Cash Equivalents	\$ 5,477,698
Investments with Fiscal Agents	24,799,343
<b>Total Assets</b>	<u><b>\$ 30,277,041</b></u>
<b>Liabilities:</b>	
Trust and Agency Payables	\$ 30,277,041
<b>Total Liabilities</b>	<u><b>\$ 30,277,041</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, 2010**

**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.

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 June 2008, GASB issued Statement No. 53, Accounting and Financial Reporting for Derivative Instruments, effective for periods beginning after June 15, 2009. This statement addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. The City implemented this statement for its fiscal year 2009-2010 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 &

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.

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. 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. At June 30, 2010 properties held for resale which amounted to \$6,075,959, 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, 2010:

	<b>Governmental Activities</b>	<b>Business Type</b>	<b>Total</b>
Beginning Balance	\$ 16,215,480	\$ 2,577,137	\$ 18,792,617
Additions	9,327,339	1,822,495	11,149,834
Payments	(8,533,416)	(1,606,905)	(10,140,321)
Ending Balance	17,009,403	2,792,727	19,802,130
<b>Current Portions</b>	<b>\$ 8,476,000</b>	<b>\$ 1,265,268</b>	<b>\$ 9,741,268</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, 2010, the City has recorded property taxes receivable of \$690,491, 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 part of the budget adoption, the City Council approved the reappropriation of outstanding commitments in the new fiscal year. As of June 30, 2010, the following outstanding encumbrances were identified for reappropriation of funds:

Library	\$ 29,204
Police	66,581
Public Works	487,000
Water	532,693
Wastewater	33,659
<b>Total</b>	<u><u>\$ 1,149,137</u></u>

**N. Prior Period Adjustment**

There was a prior year adjustment in the Municipal Golf Course beginning net asset in the amount of \$3,000,000 for a property transaction that was classified incorrectly as a miscellaneous expense instead of an addition to capital assets.

## 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, 2010:

Deposits	\$ 23,526,244
Investments	164,532,999
Cash and cash equivalents	188,059,243
Investments with Fiscal Agents	192,936,203
<b>Total</b>	<b><u><u>\$ 380,995,446</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	\$ 124,686,704	\$ 36,461,703	\$ 21,433,138	\$ 5,477,698	\$ 188,059,243
Cash with fiscal agents	26,500,190	41,636,670	—	24,799,343	192,936,203
<b>Total</b>	<b><u><u>\$ 151,186,894</u></u></b>	<b><u><u>\$ 178,098,373</u></u></b>	<b><u><u>\$ 21,433,138</u></u></b>	<b><u><u>\$ 30,277,041</u></u></b>	<b><u><u>\$ 380,995,446</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, 2010, the City has a bank balance of \$25,809,037 (carrying amount of \$24,245,880); 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	\$ 164,532,999
Fiscal Agents (Bond trustees for the City and Its component units)	187,113,392
Housing Authority (includes fiscal agents)	5,822,811
<b>Total Investments</b>	<b><u><u>\$ 357,469,202</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	5	None	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, 2010, 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. For example, investment may be made in guaranteed investment contracts (GICs) with 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	\$ 3,993,354	\$ 97,534,849	\$ -	\$ 101,528,203
Corporate Bonds	1,999,985	4,056,145	-	6,056,130
LAIF	62,098,584	-	-	62,098,584
Held by trustee:				
Investment Agreement	-	-	5,158,750	5,158,750
LAIF	-	-	45,410,188	45,410,188
Money Market Fund	137,268,713	-	-	137,268,713
<b>Total Investments</b>	<b>205,360,636</b>	<b>101,590,994</b>	<b>50,568,938</b>	357,520,568
Accrued discount				(51,366)
Total investments (net of accrued discount)				357,469,202
Cash in banks and on hand				23,526,244
<b>Total Cash and Investments</b>				<b>380,995,446</b>

The investment agreements listed above are GICs held by fiscal agents (bond trustees) and are restricted for construction projects and debt service requirements. GICs are contracts that guarantee repayment of principal and a fixed or floating interest rate for a predetermined period of time. The maturities of a GIC are normally pegged to the maturities of the related debt.

### ***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 credit rating organization. The City's investments that are not rated include LAIF and GICs. Although GIC's are not rated, the City has only entered into GIC's with institutions that carry a high credit rating.



Presented below are the actual ratings for each investment type as of June 30, 2010:

<b>Investment Type</b>	<b>AAA</b>	<b>AA+</b>	<b>Total</b>
Federal agency securities	\$ 101,528,203	\$ -	\$ 101,528,203
Corporate bonds (GECC)	-	4,032,763	4,032,763
Corporate bonds (BHFC)	2,023,367	-	2,023,367
Money Market Fund	137,268,713	-	137,268,713
<b>Totals</b>	<b>\$ 240,820,283</b>	<b>\$ 4,032,763</b>	244,853,046
Not rated:			
LAI			107,508,772
GICs			5,158,750
<b>Total Investments</b>			<b>357,520,568</b>
Less accrued discount			(51,366)
Total investments (net of accrued discount)			357,469,202
Cash in banks and on hand			23,526,244
<b>Total cash and investments</b>			<b>\$ 380,995,446</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, 2010:

<b>Issuer</b>	<b>Type of Investments</b>	<b>Amounts</b>
Federal National Mortgage Association	Federal Agency Securities	\$ 18,000,000
Federal Home Loan Bank	Federal Agency Securities	\$ 43,553,354
Federal Farm Credit Bank	Federal Agency Securities	\$ 23,989,790
Federal Home Loan Mortgage Corp.	Federal Agency Securities	\$ 15,985,059
Wells Fargo Advantage Government	Money Market Fund	\$136,650,953

### ***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 \$58,580,000. The City pays the counterparty a fixed amount of 3.53 percent & 4.037 percent and receives variable payments computed as 68 percent of the 1-month London Interbank Offered Rate (LIBOR). At June 30, 2010, this interest rate swap had a fair value of \$(10,145,909). 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, 2010 included in the accompanying Statement of Net Assets primarily consist of the following:

<b>Accounts Receivables</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>
Accrued Interest Receivable	\$ 555,898	\$ -
Utilities Receivable	11,890	10,150,269
Grants Receivable	14,414,253	-
Accounts Receivable Billed and Accrued	3,161,855	3,303,212
Other Receivables	6,444,671	557,082
Sub-Total	24,588,567	14,010,563
Allowance for Uncollectible Receivables	(522,393)	(360,742)
Total	\$ 24,066,174	\$ 13,649,821

Accounts payable and other liabilities as of June 30, 2010 primarily consist of the following:

<b>Accounts Payable and Other Liabilities</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>
Accounts Payable (due to vendors)	\$ 11,470,014	\$ 5,085,058
Other liabilities:		
Accrued Payroll	7,200,036	1,014,356
Other Accrued Expenses	177,219	20,222
Other Payables	5,763,070	3,162,926
Total Other liabilities	13,140,325	4,197,504
Total	\$ 24,610,339	\$ 9,282,562

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, 2010, unearned revenues are comprised of the following:

Governmental funds:		
Community development charges for services	\$	601,786
Federal grants		1,287,337
HUD & CDBG		5,516,823
State grants		481,773
Transportation development act		683,819
<b>Total</b>	<b>\$</b>	<b>8,571,538</b>

### C. Interfund Receivables and Payables

Total interfund receivables and payables at June 30, 2010, 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	\$ 7,871,572	\$ -	\$ 7,871,572
Non-Major Governmental Funds	-	4,039,389	(4,039,389)
Community Development Commission Fund	-	2,000,000	(2,000,000)
<b>Total governmental activities</b>	<b><u>7,871,572</u></b>	<b><u>6,039,389</u></b>	<b><u>1,832,183</u></b>
<b>Business type Activities:</b>			
Water	13,386,837	-	13,386,837
Wastewater	-	4,000,000	(4,000,000)
Environmental Resources	64,689	9,300,000	(9,235,311)
Municipal Golf Course	-	800,202	(800,202)
Performing Arts and Convention Center	-	1,183,507	(1,183,507)
<b>Total business type activities</b>	<b><u>13,451,526</u></b>	<b><u>15,283,709</u></b>	<b><u>(1,832,183)</u></b>
<b>Total</b>	<b><u>\$ 21,323,098</u></b>	<b><u>\$ 21,323,098</u></b>	<b><u>\$ -</u></b>

The interfund balances at June 30, 2010 are loans to cover temporary cash deficits in various funds. All interfund balances outstanding at June 30, 2010 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 \$885,679 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. There were no transfers during Fiscal Year 2009-2010 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, 2010:

	Description	Transfers In	Transfers Out	Net Transfers
<b>Governmental Activities:</b>				
General Fund	Program support	\$ 5,952,395	\$ 1,268,931	\$ 4,683,464
General Fund	Debt service	-	2,061,024	(2,061,024)
Community Development Commission	Program support	-	117,000	(117,000)
State & Federal Grant Funds	Program support	21,120	78,712	(57,592)
Non-Major Governmental Funds	Debt service	4,276,875	1,784,627	2,492,248
Non-Major Governmental Funds	Program support	300,000	-	300,000
Internal Service Fund	Program support	-	6,125,775	(6,125,775)
<b>Total governmental activities</b>		<b>10,550,390</b>	<b>11,436,069</b>	<b>(885,679)</b>
<b>Business type Activities:</b>				
Environmental Resource	Program support	-	36,750	(36,750)
Environmental Resource	Debt service	-	25,382	(25,382)
Performing Arts and Convention Center	Program support	947,811	-	947,811
<b>Total business type activities</b>		<b>947,811</b>	<b>62,132</b>	<b>885,679</b>
<b>Total government-wide statements</b>		<b>\$ 11,498,201</b>	<b>\$ 11,498,201</b>	<b>\$ -</b>

## E. Capital Assets

Changes in the City's capital assets for the year ended June 30, 2010 consisted of the following:

	BALANCE JULY 1, 2009	INCREASES	DECREASES	BALANCE JUNE 30, 2010
<b>Governmental Activities</b>				
Capital assets, not being depreciated:				
Land	\$ 988,043,659	\$ -	\$ -	\$ 988,043,659
Construction in progress	143,071,551	15,325,428	(961,732)	157,435,247
<b>Total capital assets, not being depreciated</b>	<b>1,131,115,210</b>	<b>15,325,428</b>	<b>(961,732)</b>	<b>1,145,478,906</b>
Capital assets, being depreciated:				
Buildings	43,690,090	-	-	43,690,090
Improvements other than buildings	78,815,757	2,404,245	-	81,220,002
Equipment and machinery	38,140,972	2,566,245	(666,590)	40,040,627
Infrastructure	465,502,148	15,571,426	-	481,073,574
<b>Total capital assets, being depreciated</b>	<b>626,148,967</b>	<b>20,541,916</b>	<b>(666,590)</b>	<b>646,024,293</b>
Less: Accumulated depreciation				
Buildings	(20,313,357)	(910,137)	-	(21,223,494)
Improvements other than buildings	(14,800,935)	(2,006,054)	-	(16,806,989)
Equipment and machinery	(30,227,526)	(2,881,760)	636,185	(32,473,101)
Infrastructure	(236,931,557)	(13,209,494)	-	(250,141,051)
<b>Total accumulated depreciation</b>	<b>(302,273,375)</b>	<b>(19,007,445)</b>	<b>636,185</b>	<b>(320,644,635)</b>
<b>Total capital assets, being depreciated, net</b>	<b>323,875,592</b>	<b>1,534,471</b>	<b>(30,405)</b>	<b>325,379,658</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 1,454,990,802</b>	<b>\$ 16,859,899</b>	<b>\$ (992,137)</b>	<b>\$ 1,470,858,564</b>

	BALANCE JULY 1, 2009	INCREASES	DECREASES	BALANCE JUNE 30, 2010
<b>Business-type Activities</b>				
Capital assets, not being depreciated:				
Land	\$ 24,039,538	\$ 23,648,000	\$ -	\$ 47,687,538
Construction in progress	279,244,138	-	(10,116,128)	269,128,010
<b>Total capital assets, not being depreciated</b>	<b>303,283,676</b>	<b>23,648,000</b>	<b>(10,116,128)</b>	<b>316,815,548</b>
Capital assets, being depreciated:				
Buildings	76,546,524	489,432	-	77,035,956
Municipal Golf Course improvements	5,803,242	20,584,447	-	26,387,689
Equipment and machinery	42,756,569	1,063,589	(226,441)	43,593,717
Infrastructure	273,521,217	12,631,616	-	286,152,833
<b>Total capital assets, being depreciated</b>	<b>398,627,552</b>	<b>34,769,084</b>	<b>(226,441)</b>	<b>433,170,195</b>
Less: Accumulated depreciation				
Buildings	(47,660,358)	(1,975,050)	-	(49,635,408)
Golf improvements	(1,453,561)	(25,831)	-	(1,479,392)
Equipment and machinery	(38,613,718)	(1,529,438)	226,441	(39,916,715)
Infrastructure	(111,376,029)	(6,298,654)	-	(117,674,683)
<b>Total accumulated depreciation</b>	<b>(199,103,666)</b>	<b>(9,828,973)</b>	<b>226,441</b>	<b>(208,706,198)</b>
<b>Total capital assets, being depreciated, net</b>	<b>199,523,886</b>	<b>24,940,111</b>	<b>-</b>	<b>224,463,997</b>
<b>Business-type activities capital assets, net</b>	<b>502,807,562</b>	<b>48,588,111</b>	<b>(10,116,128)</b>	<b>541,279,545</b>
<b>Total</b>	<b>\$ 1,957,798,364</b>	<b>\$ 65,448,010</b>	<b>\$ (11,108,265)</b>	<b>\$ 2,012,138,109</b>

For the year ended June 30, 2010 depreciation expense on capital assets was charged as follows:

**Governmental Activities:**

Legislative	\$ 56,987
Administration and support	5,283,741
Public safety	8,759,055
Transportation (Highways and streets)	377,858
Community development	669,569
Culture and leisure	1,252,578
Libraries	489,806
Capital improvement projects, including depreciation of general infrastructure assets	1,874,769
Capital assets held by the City's internal service fund	243,082
<b>Total governmental activities depreciation expense</b>	<b>\$ 19,007,445</b>

**Business-type Activities:**

Water	\$ 2,734,215
Wastewater	4,020,403
Environmental Resources	1,676,578
Performing Arts and Convention Center	3,655
Oxnard Housing Authority	1,296,134
Municipal Golf Course	97,988
<b>Total business-type activities depreciation expense</b>	<b>\$ 9,828,973</b>

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

	BALANCE			BALANCE		
	JULY 1, 2009	INCREASES	DECREASES	JUNE 30, 2010		
<b>Internal Service Funds</b>						
Capital assets, not being depreciated:						
Land	\$ 595,500	\$ -	\$ -	\$ 595,500		
Construction in progress	1,484,567	958,008	(239,885)	2,202,690		
<b>Total capital assets, not being depreciated</b>	<b>2,080,067</b>	<b>958,008</b>	<b>(239,885)</b>	<b>2,798,190</b>		
Capital assets, being depreciated:						
Equipment and machinery	2,786,225	170,184	(2)	2,956,407		
Total capital assets, being depreciated	2,786,225	170,184	(2)	2,956,407		
Less: Accumulated depreciation						
Equipment and machinery	(2,047,033)	(243,082)	2	(2,290,113)		
Total accumulated depreciation	(2,047,033)	(243,082)	2	(2,290,113)		
Total capital assets, being depreciated, net	739,192	(72,898)	-	666,294		
<b>Total</b>	<b>\$ 2,819,259</b>	<b>\$ 885,110</b>	<b>\$ (239,885)</b>	<b>\$ 3,464,484</b>		

## 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, 2010.

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due within one year
<b>Governmental Activities:</b>					
Revenue Bonds:					
Lease revenue refunding bonds, series 2003 A	\$ 4,612,356	\$ -	\$ 579,639	\$ 4,032,717	\$ 608,519
Variable rate demand lease revenue, series 2003 B	12,700,000	-	370,000	12,330,000	385,000
Variable rate demand lease revenue bonds, series 2006	23,025,000	-	510,000	22,515,000	525,000
1999 Certificate of participation	6,915,000	-	255,000	6,660,000	265,000
Tax Allocation refunding bonds, series 2004 A	16,105,000	-	690,000	15,415,000	710,000
2006 tax allocation bond financing	19,860,000	-	420,000	19,440,000	435,000
2008 tax allocation bond	11,790,000	-	170,000	11,620,000	175,000
Capital Leases:					
Lasalle national leasing	293,886	-	206,082	87,804	87,804
2009 Master equipment lease purchase, draw #1	-	952,688	38,113	914,575	78,857
2009 Master equipment lease purchase, draw #2	-	32,081	2,963	29,118	6,084
2009 Master equipment lease purchase, draw #3	-	67,439	6,223	61,216	12,780
2009 Master equipment lease purchase, draw #6	-	343,438	-	343,438	63,876
Gas tax revenue certificate of participation	27,435,000	-	495,000	26,940,000	515,000
Compensated absences	16,215,480	9,327,339	8,533,416	17,009,403	8,476,000
Unamortized discounts	(933,188)	-	(118,265)	(814,923)	-
<b>Total Governmental Activities</b>	<b>138,018,534</b>	<b>10,722,985</b>	<b>12,158,171</b>	<b>136,583,348</b>	<b>12,343,920</b>

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due within one year
<b>Business-Type Activities:</b>					
<b>Water fund</b>					
Revenue refunding bonds, series 2001	\$ 10,335,000	\$ -	\$ 300,000	\$ 10,035,000	\$ 310,000
Water revenue refunding bonds, series 2004	43,185,000	-	1,005,000	42,180,000	1,030,000
Water revenue project bonds, series 2006	53,825,000	-	800,000	53,025,000	840,000
Water revenue project bonds, series 2010A	-	16,455,000	-	16,455,000	-
Water revenue project bonds, series 2010B	-	83,670,000	-	83,670,000	-
2009 Master equipment lease purchase, draw #4	-	40,671	-	40,671	7,567
2009 Master equipment lease purchase, draw #5	-	67,983	-	67,983	12,669
Add: Unamortized bond premium	1,735,435	1,449,162	142,194	3,042,403	-
Less: Unamortized loss on refunding	(2,750,810)	-	(130,991)	(2,619,819)	-
Unamortized discounts	(144,613)	(841,062)	(18,569)	(967,106)	-
Sub Total	106,185,012	100,841,754	2,097,634	204,929,132	2,200,236
Compensated absences	498,677	332,325	269,904	561,098	270,000
<b>Total Water fund</b>	<b>\$ 106,683,689</b>	<b>\$ 101,174,079</b>	<b>\$ 2,367,538</b>	<b>\$ 205,490,230</b>	<b>\$ 2,470,236</b>
<b>Wastewater fund</b>					
Wastewater revenue refunding bonds, series 2003	\$ 30,445,000	\$ -	\$ 2,175,000	\$ 28,270,000	\$ 2,240,000
Wastewater revenue bonds, series 2004A	80,000,000	-	-	80,000,000	-
Wastewater revenue bonds, series 2004B	23,155,000	-	840,000	22,315,000	865,000
Wastewater revenue bonds, series 2006	11,930,000	-	240,000	11,690,000	250,000
Less: Unamortized discounts	(343,913)	-	(68,782)	(275,131)	-
Sub Total	145,186,087	-	3,186,218	141,999,869	3,355,000
Compensated absences	650,742	527,284	498,212	679,814	495,000
<b>Total Wastewater fund</b>	<b>\$ 145,836,829</b>	<b>\$ 527,284</b>	<b>\$ 3,684,430</b>	<b>\$ 142,679,683</b>	<b>\$ 3,850,000</b>
<b>Environmental resources fund</b>					
Solid waste revenue refunding bonds, series 2005	\$ 14,235,000	\$ -	\$ 1,875,000	\$ 12,360,000	\$ 1,965,000
Add: Unamortized bond premium	624,080	-	104,014	520,066	-
Less: Unamortized discounts	(81,725)	-	(13,621)	(68,104)	-
Sub Total	14,777,355	-	1,965,393	12,811,962	1,965,000
Capital Lease					
Del Norte Blvd. improvement	284,023	-	78,827	205,196	78,892
Fifth and Del Norte improvement	510,936	-	123,369	387,567	119,991
Lasalle national leasing	106,065	-	74,375	31,690	31,690
Lease purchase trash containers	3,152,346	-	295,774	2,856,572	308,116
2009 Master equipment lease purchase, draw #5	-	42,732	-	42,732	7,964
Compensated absences	749,854	539,021	425,021	863,854	425,000
<b>Total Environmental resources fund</b>	<b>\$ 19,580,579</b>	<b>\$ 581,753</b>	<b>\$ 2,962,759</b>	<b>\$ 17,199,573</b>	<b>\$ 2,936,653</b>
<b>Performing arts and convention center fund (PACC)</b>					
Compensated absences	\$ 78,019	\$ 51,153	\$ 40,673	\$ 88,499	\$ 41,000
<b>Total PACC</b>	<b>\$ 78,019</b>	<b>\$ 51,153</b>	<b>\$ 40,673</b>	<b>\$ 88,499</b>	<b>\$ 41,000</b>
<b>Oxnard housing authority fund</b>					
2004 Capital Fund Revenue Bonds	\$ 4,750,000	\$ -	\$ 235,000	\$ 4,515,000	\$ 240,000
Compensated Absences	599,845	372,713	373,096	599,462	34,268
<b>Total Oxnard housing authority fund</b>	<b>\$ 5,349,845</b>	<b>\$ 372,713</b>	<b>\$ 608,096</b>	<b>\$ 5,114,462</b>	<b>\$ 274,268</b>
<b>Municipal golf course fund</b>					
Revenue Refunding Bonds Series 2003	\$ 6,567,654	\$ -	\$ 825,361	\$ 5,742,293	\$ 866,485
<b>Total Municipal golf course fund</b>	<b>\$ 6,567,654</b>	<b>\$ -</b>	<b>\$ 825,361</b>	<b>\$ 5,742,293</b>	<b>\$ 866,485</b>
<b>Total Business-Type Activities</b>	<b>\$ 284,096,615</b>	<b>\$ 102,706,982</b>	<b>\$ 10,488,857</b>	<b>\$ 376,314,740</b>	<b>\$ 10,438,642</b>
<b>Total</b>	<b>\$ 422,115,149</b>	<b>\$ 113,429,966</b>	<b>\$ 22,647,027</b>	<b>\$ 512,898,088</b>	<b>\$ 22,782,562</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, 2010 are as follows:

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due within one year
<b>Internal service funds:</b>					
Compensated absences	\$ 852,448	\$ 666,536	\$ 583,394	\$ 935,590	\$ 576,000
<b>Total</b>	<b>\$ 852,448</b>	<b>\$ 666,536</b>	<b>\$ 583,394</b>	<b>\$ 935,590</b>	<b>\$ 576,000</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 a thirteen-year bond 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, 2010 is \$9,775,010, of which \$4,032,717 is recorded within governmental activities and \$5,742,293 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. 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, 2010 is \$12,330,000.

### ***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, 2010 is \$22,515,000.



### ***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, 2010 is \$6,660,000.

### ***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, 2010 is \$15,415,000.

### ***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, 2010 is \$19,440,000.

### ***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, 2010 is \$11,620,000.

***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, 2010 is \$26,940,000.

***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, 2010 is \$10,035,000.

***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, 2010 is \$42,180,000.

***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, 2010 is \$53,025,000.

***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, 2010 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, 2010 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 a 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, 2010 is \$28,270,000.

***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, 2010 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). 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, 2010 is \$22,315,000.

### ***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, 2010 is \$11,690,000.

### ***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, 2010 is \$12,360,000.

### ***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, 2010 is \$4,515,000.

### ***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, 2010 is \$205,196.

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, 2010 is \$387,567.

On November 20, 2003, the City entered into a Lease Purchase Agreement with LaSalle National Leasing Corporation in the amount of \$2,390,000 for various Parks equipment (\$524,000) amortized over a 4-year term at an interest rate of 2.57 percent, Fire equipment (\$1,383,000) and Solid Waste equipment (\$480,000) amortized over a 7-year period at a rate of 3.23 percent and final maturity on November 25, 2010. The outstanding balance as of June 30, 2010 is \$119,494.

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, 2010 is \$2,856,572.

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, 2010, the total outstanding balance on this line of credit was \$1,499,731.

### ***Compensated Absences***

The long-term portion of the liability was \$8,533,403 for governmental activities and \$1,527,459 for business-type activities at June 30, 2010, 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 3 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 \$3,512,713 as of June 30, 2010. 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, 2010 the swap's notional amount of \$22,515,000 matches the \$22,515,000 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 'Aaa' by Moody's and "AA-" by Standard & Poor's as of June 30, 2010. 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, 2010, 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, 2010, the SIFMA Municipal Swap Index rate was 0.25 percent, whereas 68 percent of 1-month LIBOR was 0.24 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 \$4,201,563 as of June 30, 2010. 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, 2010 the swap's notional amount of \$22,315,000 matches the \$22,315,000 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 'Aaa' by Moody's and "AA-" by Standard & Poor's as of June 30, 2010. 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, 2010, 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, 2010, the SIFMA Municipal Swap Index rate was 0.25 percent, whereas 68 percent of 1-month LIBOR was 0.24 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 \$2,431,633 as of June 30, 2010. 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 \$13,750,000 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, 2010 the swap's notional amount of \$12,330,000 matches the \$12,330,000 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 'Aaa' by Moody's and "AA-" by Standard & Poor's as of June 30, 2010. 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, 2010, 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, 2010, the SIFMA

Municipal Swap Index rate was 0.25 percent, whereas 68 percent of 1-month LIBOR was 0.24 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, 2010, 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.

FY Ending June 30	Principal	Interest	Hedging Derivatives, Net	Total
2011	\$ 1,775,000	\$ 142,900	\$ 2,046,035	\$ 3,963,935
2012	1,825,000	138,463	1,981,651	3,945,114
2013	1,890,000	133,900	1,915,478	3,939,378
2014	1,950,000	129,175	1,846,977	3,926,152
2015	2,005,000	124,300	1,776,309	3,905,609
2016	2,070,000	119,288	1,703,666	3,892,954
2017	2,135,000	114,113	1,628,693	3,877,806
2018	2,200,000	108,775	1,551,367	3,860,142
2019	2,275,000	103,275	1,471,710	3,849,985
2020	2,340,000	97,588	1,389,347	3,826,935
2021	2,005,000	91,738	1,304,680	3,401,418
2022	2,075,000	86,725	1,232,751	3,394,476
2023	2,140,000	81,538	1,158,328	3,379,866
2024	2,215,000	76,188	1,081,600	3,372,788
2025	2,280,000	70,650	1,002,188	3,352,838
2026	2,355,000	64,950	920,471	3,340,421
2027	2,430,000	59,063	836,096	3,325,159
2028	2,510,000	52,988	749,063	3,312,051
2029	2,590,000	46,713	659,183	3,295,896
2030	2,675,000	40,238	566,456	3,281,694
2031	2,765,000	33,550	470,718	3,269,268
2032	2,845,000	26,638	371,780	3,243,418
2033	2,935,000	19,525	270,021	3,224,546
2034	2,285,000	12,188	165,062	2,462,250
2035	1,270,000	6,475	84,952	1,361,427
2036	1,320,000	3,300	43,296	1,366,596
<b>Total</b>	<b>\$ 57,160,000</b>	<b>\$ 1,984,244</b>	<b>\$ 28,227,878</b>	<b>\$ 87,372,122</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
2011	\$ 3,867,920	\$ 5,011,502	\$ 9,173,374	\$ 19,711,207
2012	3,920,627	4,864,085	10,747,903	19,305,605
2013	4,065,229	4,621,509	11,173,274	18,848,591
2014	4,215,119	4,469,410	11,471,855	18,347,200
2015	4,361,430	4,305,767	11,967,748	17,845,055
2016-2020	20,688,541	18,974,841	50,480,550	81,761,929
2021-2025	22,655,000	14,633,889	58,325,000	69,189,939
2026-2030	22,915,000	9,589,434	71,515,000	52,859,615
2031-2035	21,905,000	5,081,352	81,305,000	31,994,805
2036-2040	11,795,000	839,981	57,690,000	12,205,777
<b>Totals</b>	<b>\$ 120,388,866</b>	<b>\$ 72,391,770</b>	<b>\$ 373,849,704</b>	<b>\$ 342,069,723</b>

Fiscal Year	Gas Tax Revenue Cert. of Participation Issued 2008		Tax Allocation Bonds Series 2006	
	Principal	Interest	Principal	Interest
2011	\$ 515,000	\$ 1,199,150	\$ 435,000	\$ 882,508
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
2016-2020	3,440,000	5,105,125	2,790,000	3,297,753
2021-2025	4,225,000	4,311,850	3,360,000	2,699,307
2026-2030	5,230,000	3,231,070	4,115,000	1,925,529
2031-2035	6,545,000	1,917,650	5,070,000	952,314
2036-2040	4,715,000	272,832	1,780,000	66,494
<b>Totals</b>	<b>\$ 26,940,000</b>	<b>\$ 20,612,877</b>	<b>\$ 19,440,000</b>	<b>\$ 12,899,304</b>

Fiscal Year	Water Revenue Project Bonds Series 2006		Water Revenue Project Bonds Series 2004	
	Principal	Interest	Principal	Interest
	2011	\$ 840,000	\$ 2,593,385	\$ 1,030,000
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
2016-2020	5,800,000	11,343,801	6,695,000	8,436,218
2021-2025	7,280,000	9,867,100	8,445,000	6,685,000
2026-2030	9,200,000	7,950,737	10,780,000	4,352,000
2031-2035	19,215,000	4,992,500	10,730,000	1,373,749
2036-2040	6,915,000	345,750	-	-
Totals	\$ 53,025,000	\$ 47,027,313	\$ 42,180,000	\$ 30,440,797

Fiscal Year	Water Revenue Refunding Bonds Series 2001		1999 Certificate of Participation	
	Principal	Interest	Principal	Interest
	2011	\$ 310,000	\$ 496,496	\$ 265,000
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
2016-2020	2,130,000	1,898,292	1,765,000	1,073,973
2021-2025	2,725,000	1,309,812	2,005,000	637,927
2026-2030	3,480,000	551,688	1,445,000	139,413
2031-2035	-	-	-	-
2036-2040	-	-	-	-
Totals	\$ 10,035,000	\$ 6,099,633	\$ 6,660,000	\$ 3,296,076

Fiscal Year	Wastewater Revenue Bonds Series 2004 A		Wastewater Revenue Refunding Bonds - Series 2003	
	Principal	Interest	Principal	Interest
	2011	\$ -	\$ 4,087,725	\$ 2,240,000
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
2016-2020	-	20,438,625	15,880,000	2,459,501
2021-2025	22,505,000	18,297,625	-	-
2026-2030	28,725,000	12,079,625	-	-
2031-2035	28,770,000	3,872,843	-	-
2036-2040	-	-	-	-
Totals	\$ 80,000,000	\$ 75,127,343	\$ 28,270,000	\$ 8,409,077

Fiscal Year	Wastewater Revenue Bonds Series 2006		Tax Allocation Bonds Series 2008	
	Principal	Interest	Principal	Interest
	2011	\$ 250,000	\$ 546,105	\$ 175,000
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
2016-2020	1,655,000	2,330,299	1,165,000	2,363,388
2021-2025	2,050,000	1,933,877	1,445,000	2,084,509
2026-2030	2,580,000	1,409,620	1,795,000	1,725,369
2031-2035	3,290,000	699,750	2,270,000	1,234,374
2036-2040	760,000	38,000	3,980,000	457,186
Totals	\$ 11,690,000	\$ 9,040,571	\$ 11,620,000	\$ 10,452,316

Fiscal Year	Tax Allocation Refunding Bonds		Adjustable Lease Revenue Bonds		
	Series 2004 A		Series 2003 B		
	Principal	Interest	Principal	Interest	Swap Interest
2011	\$ 710,000	\$ 660,508	\$ 385,000	\$ 497,762	\$ 468,552
2012	730,000	637,996	395,000	482,220	453,922
2013	755,000	612,921	405,000	466,274	438,912
2014	780,000	585,278	420,000	449,924	423,521
2015	810,000	555,458	430,000	432,968	407,560
2016-2020	4,555,000	2,242,004	2,345,000	1,894,362	1,783,197
2021-2025	4,810,000	1,171,491	2,710,000	1,392,565	1,310,846
2026-2030	2,265,000	113,478	3,135,000	812,041	764,391
2031-2035	-	-	2,105,000	171,370	161,313
2036-2040	-	-	-	-	-
Totals	\$ 15,415,000	\$ 6,579,134	\$ 12,330,000	\$ 6,599,486	\$ 6,212,214

Fiscal Year	Lease Revenue Refunding Bonds Series 2003 A		Variable Rate Demand Lease Revenue Bonds Series 2006		
	Principal	Interest	Principal	Interest	Swap Interest
	2011	\$ 1,475,000	\$ 380,085	\$ 525,000	\$ 794,780
2012	1,545,000	306,335	545,000	776,247	724,153
2013	1,600,000	253,805	570,000	757,009	706,205
2014	1,655,000	197,805	590,000	736,888	687,435
2015	1,715,000	136,570	610,000	716,061	668,005
2016-2020	1,785,010	71,400	3,410,000	3,240,716	3,023,229
2021-2025	-	-	4,100,000	2,591,903	2,417,959
2026-2030	-	-	4,930,000	1,811,774	1,690,184
2031-2035	-	-	5,915,000	874,382	815,701
2036-2040	-	-	1,320,000	46,594	43,469
Totals	\$ 9,775,010	\$ 1,346,000	\$ 22,515,000	\$ 12,346,354	\$ 11,517,782

Fiscal Year	Solid Waste Revenue Refunding Bonds Series 2005		Wastewater Revenue Bonds Series 2004 B		
	Principal	Interest	Principal	Interest	Swap Interest
	2011	\$ 1,965,000	\$ 618,000	\$ 865,000	\$ 896,394
2012	2,065,000	519,750	885,000	861,647	810,831
2013	2,165,000	416,500	915,000	826,096	777,378
2014	2,275,000	308,250	940,000	789,341	742,790
2015	2,390,000	194,500	965,000	751,581	707,257
2016-2020	1,500,000	75,000	5,265,000	3,152,742	2,966,813
2021-2025	-	-	3,905,000	2,201,919	2,072,061
2026-2030	-	-	4,495,000	1,371,403	1,290,527
2031-2035	-	-	4,080,000	415,155	390,673
2036-2040	-	-	-	-	-
Totals	\$ 12,360,000	\$ 2,132,000	\$ 22,315,000	\$ 11,266,278	\$ 10,601,859

Fiscal Year	Water Revenue Refunding Bonds Series 2010A		Water Revenue Refunding Bonds Series 2010B	
	Principal	Interest	Principal	Interest
	2011	\$ -	\$ 752,475	\$ -
2012	1,215,000	752,475	-	5,786,173
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
2016-2020	7,710,000	2,143,025	-	28,930,865
2021-2025	3,635,000	302,500	6,180,000	28,521,724
2026-2030	-	-	12,255,000	25,225,418
2031-2035	-	-	15,220,000	20,665,290
2036-2040	-	-	50,015,000	11,822,027
Totals	\$ 16,455,000	\$ 5,968,150	\$ 83,670,000	\$ 144,096,189

**2004 Capital Fund Revenue Bonds  
Housing Authority**

Fiscal Year	Principal		Interest	
2011	\$	240,000	\$	197,245
2012		250,000		189,205
2013		260,000		180,455
2014		270,000		170,835
2015		280,000		160,170
2016-2020		1,615,000		610,665
2021-2025		1,600,000		200,240
2026-2030		-		-
2031-2035		-		-
2036-2040		-		-
Totals	\$	<u>4,515,000</u>	\$	<u>1,708,815</u>

Fiscal Year	Equipment Lease Purchase Lasalle National Leasing - Total		ER Lease Purchase Agreement Issue 2008	
	Principal	Interest	Principal	Interest
	2011	\$ 119,494	\$ 711	\$ 308,116
2012	-	-	320,972	101,971
2013	-	-	334,365	88,578
2014	-	-	348,317	74,626
2015	-	-	362,851	60,092
2016-2020	-	-	1,181,951	86,881
Totals	<u>\$ 119,494</u>	<u>\$ 711</u>	<u>\$ 2,856,572</u>	<u>\$ 526,976</u>

	Fifth/Del Norte Land Purchase Solid Waste		Del Norte Blvd. Improve. Solid Waste	
	Principal	Interest	Principal	Interest
	2011	\$ 119,991	\$ 17,055	\$ 78,892
2012	123,587	11,011	81,537	5,151
2013	143,989	4,785	44,767	1,043
2014	-	-	-	-
2015	-	-	-	-
2016-2020	-	-	-	-
Totals	<u>\$ 387,567</u>	<u>\$ 32,851</u>	<u>\$ 205,196</u>	<u>\$ 15,322</u>

	2009 Master Equipment Lease Purchase	
	Principal	Interest
2011	\$ 189,797	\$ 60,789
2012	197,434	53,153
2013	205,382	45,203
2014	213,657	36,929
2015	211,327	28,318
2016-2020	482,136	56,716
Totals	<u>\$ 1,499,733</u>	<u>\$ 281,108</u>

Management believes the City complies with all significant covenants related to its debt issues as of June 30, 2010.

## 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, 2010 is as follows:

<b>Mandalay Bay Assessment District:</b>	\$ 310,000
1915 Act Improvement Bonds issued April 24, 1987; original amount \$6,250,000; maximum rate 7.4%; due 2007	
<b>Rice Avenue/Highway 101 Assessment District:</b>	13,510,000
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>	4,085,000
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>	9,280,000
<b>City of Oxnard Community Facilities District 88-1:</b>	855,000
<b>Oxnard Boulevard Interchange Community Facilities District 2000-03:</b>	9,040,000
<b>Oxnard Boulevard/Highway 101 Interchange Assessment District 2000-01:</b>	2,105,000
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>	31,765,000
<b>Total</b>	<b><u>\$ 70,950,000</u></b>

## G. Short term liability

### Bond Anticipation Notes, Series 2009

Bond Anticipation Notes, Series 2009 (BANs) were issued on August 04, 2009 in the amount of \$20,005,000 to finance the acquisition of approximately 14 acres of real property adjacent to the River Ridge Golf Club in the City of Oxnard. The yield on the BANs is fixed at 1.75% with a maturity date of August 25, 2010. The balance outstanding and recorded within the business-type activities as of June 30, 2010 is \$20,005,000.

## **Bond Anticipation Notes, Series 2010**

Bond Anticipation Notes, Series 2010 were issued on June 16, 2010 in the amount of \$20,520,000 to pay the Bond Anticipation Notes, Series 2009 at maturity and to pay for certain costs of issuing BANs 2010. The yield on the BANS is fixed at 1.150% with a maturity date of June 25, 2011. The balance outstanding and recorded within the business-type activities as of June 30, 2010 is \$20,520,000.

### **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, 2010, was \$85,872,782; the City's total payroll was \$101,352,411. 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 (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) for miscellaneous employees and 3 percent for police employees at age 50 and fire employees 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 2009-2010, the City's annual pension cost (APC) of \$22,453,160 for PERS was equal to the City's required and actual contribution. The required contribution was determined as part of the June 30, 2008 revised actuarial assumptions, using the entry age actuarial 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 3.25% to 14.45% (for miscellaneous employees) and from 3.25% to 13.15% (for safety employees) and that vary based on the duration of service and type of employment, and (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	2008	\$ 8,752,107	100%	\$ -
Police	2009	9,285,787	100%	-
Police	2010	9,263,703	100%	-
Fire	2008	\$ 3,361,352	100%	\$ -
Fire	2009	3,546,603	100%	-
Fire	2010	3,549,349	100%	-
Miscellaneous	2008	\$ 9,962,852	100%	\$ -
Miscellaneous	2009	9,923,543	100%	-
Miscellaneous	2010	9,640,108	100%	-

Contributions to PERS for the Fiscal Year ended June 30, 2010, are shown below:

	<u>City Contributions</u>	<u>Employee Contributions</u>	<u>Total</u>
Safety employees:			
Police	\$ 7,137,104	\$ 2,126,599	\$ 9,263,703
Fire	2,679,126	870,223	3,549,349
Total safety employees	9,816,230	2,996,822	12,813,052
Miscellaneous employees	5,959,875	3,680,233	9,640,108
<b>Total</b>	<b>\$ 15,776,105</b>	<b>\$ 6,677,055</b>	<b>\$ 22,453,160</b>

### Funded Status and Funding Progress

The funded status of each plan as of June 30, 2008, 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	\$ 165,344	\$ 197,254	\$ 31,910	83.8%	\$ 21,964	145.3%
Fire *	\$ 7,464,928	\$ 8,700,468	\$ 1,235,540	85.8%	\$ 914,841	135.1%
Miscellaneous	\$ 245,132	\$ 277,076	\$ 31,944	88.5%	\$ 55,412	57.6%

\* 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, 2010, was 3.44 percent of eligible employee gross wages. The City’s payroll for employees covered by PARS for the year ended June 30, 2010, was \$41,305,856. 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 2009-2010, the City’s annual pension cost (APC) of \$4,490,429, 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, 2010 are shown below:

	<b>City Contributions</b>	<b>Employee Contributions</b>	<b>Total</b>
Miscellaneous employees	\$ 1,186,079	\$ 3,304,350	\$ 4,490,429

### **Trend Information**

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

	Fiscal Year Ending June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
Miscellaneous	2008	\$4,697,762	100%	\$ -
Miscellaneous	2009	\$4,539,412	100%	-
Miscellaneous	2010	\$4,490,429	100%	-

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

As of July 1, 2007, the most recent actuarial valuation date, the plan was 39.64 percent 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 58.85 percent.

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. Post-employment Health Care Benefits**

### **Plan Description**

The City participates in the CalPERS medical program, which is a cost-sharing multiple employer defined benefit healthcare 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.).

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

As of the most recent actuarial valuation date of July 1, 2009, the projected unit credit cost method was used. The actuarial assumptions include a 5 percent discount rate, an annual healthcare cost trend rate of 7 percent beginning January 1, 2009 reduced by decrements to an ultimate rate of 5 percent after 2 years, turnover rates are taken from a standard actuarial table reduced by 30% at all ages, and that 40% of all future non-Police retirees would waive coverage under PERS Health. The remaining amortization period as of June 30, 2010 was twenty seven years.

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 2010 was \$105.00. 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 2009-2010 the City's annual OPEB cost of \$1,301,142 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 (cumulative) 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>
6/30/2008	\$ 2,077,017	\$ 213,360	10%	\$ 1,863,657
6/30/2009	\$ 2,254,674	\$ 270,735	12%	\$ 3,847,597
6/30/2010	\$ 1,359,054	\$ 248,179	18%	\$ 1,301,142

## Funded Status and Funding Progress

The funded status of the plan as of June 30, 2010, was as follows:

Actuarial accrued liability (AAL)	\$	18,518,303
Actuarial value of plan assets		-
Unfunded Actuarial Accrued Liability (UAAL)	\$	<u>18,518,303</u>
Funded ratio (actuarial value of plan assets/AAL)		0%
Covered payroll (active plan members)	\$	85,872,782
UAAL as a percentage of covered payroll		21.565%

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 \$12,343,163 recorded at June 30, 2010, 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 2009-2010 was \$635,342 which included a pure premium adjustment of \$137,811. During the past five-year period, the average claims filed each year for general liability amounted to 211

claims totaling \$1,901,793 per year (an average of \$9,013 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, 2010 was \$3,992,930. The following schedule presents the changes in self-insurance claims liabilities for the past two years:

	Public Liability and Property Damage	
	FY 09-10	FY 08-09
Unpaid claims and claims adjustment expenses-July 1	\$ 4,544,718	\$ 5,123,310
Incurred claims and claims adjustment expenses:		
Increase/decrease in provision for insured events	(426,217)	(759,856)
Increase/decrease in actuarially incurred but not reported claims (IBNR)	(125,571)	181,264
Total incurred claims and claims adjustment expenses	(551,788)	(578,592)
Unpaid claims and claims adjustment expenses-June 30	3,992,930	4,544,718
Claims and judgements due within one year	\$ 1,992,000	\$ 2,288,000

## **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 236 claims filed per year for the past five years, with an average of approximately \$2,529,436 per year in total reported losses (an average of \$10,727 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, 2010 was \$8,350,233.

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

	Worker's Compensation	
	FY 09-10	FY 08-09
Unpaid claims and claims adjustment expenses-July 1	\$ 9,458,261	\$ 8,517,409
Incurred claims and claims adjustment expenses:		
Increase/decrease in provision for insured events	(879,312)	670,721
Increase/decrease in actuarially incurred but not reported claims (IBNR)	(228,716)	270,131
Total incurred claims and claims adjustment expenses	(1,108,028)	940,852
Unpaid claims and claims adjustment expenses-June 30	8,350,233	9,458,261
Claims and judgements due within one year	\$ 3,957,000	\$ 3,616,200

## 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, 2010 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. Proposition 1A Securitization

Under the provisions of Proposition 1A and as part of the 2009-10 budget package passed by the California state legislature on July 28, 2009, the State of California borrowed 8% of the amount of property tax revenue, including those property taxes associated with the in-lieu motor vehicle license fee, the triple flip in lieu sales tax, and supplemental property tax, apportioned to cities, counties and special districts (excluding redevelopment agencies). The state is required to repay this borrowing plus interest by June 30, 2013. After repayment of this initial borrowing, the California legislature may consider only one additional borrowing within a ten-year period. The amount of this borrowing pertaining to the City was \$3.7M.

Authorized with the 2009-10 State budget package, the Proposition 1A Securitization Program was instituted by the California Statewide Communities Development Authority ("California Communities"), a joint powers authority sponsored by the California State Association of Counties and the League of California Cities, to enable local governments to sell their Proposition 1A receivables to California Communities. Under the Securitization Program, California Communities simultaneously purchased



the Proposition 1A receivables and issued bonds (“Prop 1A Bonds”) to provide local agencies with cash proceeds in two equal installments, on January 15, 2010 and May 3, 2010. The purchase price paid to the local agencies equaled 100% of the amount of the property tax reduction. All transaction costs of issuance and interest were paid by the State of California. Participating local agencies have no obligation on the bonds and no credit exposure to the State. The City participated in the securitization program and accordingly property taxes have been recorded in the same manner as if the State had not exercised its rights under Proposition 1A. The receivable sale proceeds were equal to the book value and, as a result, no gain or loss was recorded.

### **C. Subsequent Events**

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.

Payment of the City of Oxnard Financing Authority Bond Anticipation Notes, Series 2009 were paid from the proceeds of the City of Oxnard Financing Authority Bond Anticipation Notes, Series 2010, issued June of 2010. Payment included both principal and interest in the amount of \$20,534,299.

# REQUIRED SUPPLEMENTARY INFORMATION



**Required Supplementary Information  
Schedule of Funding Progress  
For the Year Ended June 30, 2010  
(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>						
6/30/06	\$ 137,524	\$ 167,434	\$ 29,910	82.1%	\$ 20,296	147.4%
6/30/07	\$ 151,994	\$ 181,593	\$ 29,599	83.7%	\$ 21,551	137.3%
6/30/08	\$ 165,344	\$ 197,254	\$ 31,910	83.8%	\$ 21,964	145.3%
<b>Fire *</b>						
6/30/06	\$ 6,102,616	\$ 7,278,050	\$ 1,175,434	83.9%	\$ 754,730	155.7%
6/30/07	\$ 6,826,599	\$ 7,986,055	\$ 1,159,456	85.5%	\$ 831,608	139.4%
6/30/08	\$ 7,464,928	\$ 8,700,468	\$ 1,235,540	85.8%	\$ 914,841	135.1%
<b>Miscellaneous</b>						
6/30/06	\$ 207,208	\$ 237,646	\$ 30,438	87.2%	\$ 52,304	58.2%
6/30/07	\$ 226,956	\$ 258,156	\$ 31,200	87.9%	\$ 55,185	56.5%
6/30/08	\$ 245,132	\$ 277,076	\$ 31,944	88.5%	\$ 55,412	57.6%

\* 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%

**Required Supplementary Information  
Schedule of Funding Progress  
For the Year Ended June 30, 2010  
(Dollars in Thousands)**

**Other Post Employment Benefit – CalPERS Plan**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets</b>	<b>Actuarial 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>
7/1/07	\$ -	\$ 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 Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes:				
Property	\$ 41,460,000	\$ 41,460,000	\$ 40,345,720	\$ (1,114,280)
Sales	22,543,000	22,543,000	28,103,051	5,560,051
Transient occupancy	3,231,000	3,231,000	3,061,163	(169,837)
Business license (net of refund)	5,095,000	5,095,000	4,692,615	(402,385)
Franchise	4,800,000	4,800,000	3,439,645	(1,360,355)
Other taxes	696,000	696,000	636,895	(59,105)
Licenses and permits	1,694,800	1,694,800	1,523,926	(170,874)
Intergovernmental	10,341,000	10,401,000	11,093,447	692,447
Charges for services	10,991,500	11,291,500	10,917,704	(373,796)
Fines and forfeitures	679,700	679,700	627,327	(52,373)
Investment earnings	968,000	968,000	663,552	(304,448)
Miscellaneous	4,148,100	4,467,100	4,159,988	(307,112)
<b>Total revenues</b>	<b>106,648,100</b>	<b>107,327,100</b>	<b>109,265,033</b>	<b>1,937,933</b>
<b>EXPENDITURES</b>				
General government:				
City council	388,170	387,170	370,062	17,108
City treasurer	1,171,285	1,161,335	1,151,851	9,484
City clerk	493,924	485,024	465,494	19,530
City manager	1,614,595	1,494,105	1,510,894	(16,789)
City attorney	1,382,872	1,444,339	1,429,594	14,745
Financial services	3,754,264	3,444,415	3,352,019	92,396
Human resources	1,312,512	1,197,712	1,178,700	19,012
Non-departmental	(1,434,239)	3,626,001	1,310,525	2,315,476
Public safety:				
Police	50,166,590	48,266,971	48,449,947	(182,976)
Fire	14,572,540	14,463,736	14,604,970	(141,234)
Transportation	4,433,850	4,802,430	4,539,680	262,750
Community development:				
Development services	6,539,649	6,776,520	6,633,758	142,762
Economic development and tourism service	864,948	864,948	864,948	-
Housing services	264,820	391,547	413,035	(21,488)
Community services	3,088,009	2,974,679	2,955,663	19,016
Culture and leisure:				
Recreation services	3,488,505	3,147,735	3,359,265	(211,530)
Carnegie art museum	455,849	412,209	389,093	23,116
Park and public grounds	9,385,759	8,527,359	8,206,558	320,801
Library services	5,002,457	4,845,592	4,611,497	234,095
Capital outlay	383,369	441,862	157,863	283,999
<b>Total expenditures</b>	<b>107,329,728</b>	<b>109,155,689</b>	<b>105,955,416</b>	<b>3,200,273</b>
Excess (deficiency) of revenues over expenditures	(681,628)	(1,828,589)	3,309,617	5,138,206
<b>OTHER FINANCING SOURCES(USES)</b>				
Transfers in	5,642,905	5,759,905	5,952,395	192,490
Transfers out	(5,056,093)	(4,459,955)	(3,329,955)	1,130,000
<b>Total other financing sources (uses)</b>	<b>586,812</b>	<b>1,299,950</b>	<b>2,622,440</b>	<b>(937,510)</b>
Net change in fund balances	(94,816)	(528,639)	5,932,057	4,200,696
<b>Fund balances, July 1</b>	<b>23,794,737</b>	<b>23,794,737</b>	<b>23,794,737</b>	<b>-</b>
<b>Fund balances, budgetary basis, June 30</b>	<b>\$ 23,699,921</b>	<b>\$ 23,266,098</b>	<b>\$ 29,726,794</b>	<b>\$ 4,200,696</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 Funds**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual**  
**For the Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 12,898,128	\$ 12,898,128	\$ 13,516,568	\$ 618,440
Intergovernmental	340,905	86,699,241	22,951,974	(63,747,267)
Fines and forfeitures	-	-	144,716	144,716
Interest	-	-	80,890	80,890
Miscellaneous	-	172,994	524,439	351,445
<b>Total revenues</b>	<b><u>13,239,033</u></b>	<b><u>99,770,363</u></b>	<b><u>37,218,587</u></b>	<b><u>(62,551,776)</u></b>
<b>EXPENDITURES</b>				
Public safety	13,320,498	19,052,151	18,405,336	646,815
Transportation	-	7,000	239	6,761
Community Development	806,035	7,549,982	1,703,519	5,846,463
Culture and leisure	142,764	1,071,200	793,655	277,545
Library Services	80,600	69,799	20,680	49,119
Capital Outlay	-	89,369,167	12,768,202	76,600,965
<b>Total expenditures</b>	<b><u>14,349,897</u></b>	<b><u>117,119,299</u></b>	<b><u>33,691,631</u></b>	<b><u>83,427,668</u></b>
Excess (deficiency) of revenues over expenditures	<u>(1,110,864)</u>	<u>(17,348,936)</u>	<u>3,526,956</u>	<u>20,875,892</u>
<b>OTHER FINANCING SOURCES(USES)</b>				
Transfers in	80,600	21,120	21,120	-
Transfers out	-	-	(78,712)	(78,712)
<b>Total other financing uses</b>	<b><u>80,600</u></b>	<b><u>21,120</u></b>	<b><u>(57,592)</u></b>	<b><u>(78,712)</u></b>
Net change in fund balances	(1,030,264)	(17,327,816)	3,469,364	20,797,180
Fund balances-July 1	11,242,597	11,242,597	11,242,597	-
<b>Fund balances,budgetary basis, June 30</b>	<b><u>\$ 10,212,333</u></b>	<b><u>\$ (6,085,219)</u></b>	<b><u>\$ 14,711,961</u></b>	<b><u>\$ 20,797,180</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 the Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 21,421,000	\$ 21,421,000	\$ 15,558,631	\$ (5,862,369)
Interest	312,604	312,604	1,047,702	735,098
Growth & development fees	15,000	15,000	268,918	253,918
Charges for services	1,993,841	1,993,841	(40,672)	(2,034,513)
Miscellaneous	103,281	103,281	180,266	76,985
<b>Total revenues</b>	<b><u>23,845,726</u></b>	<b><u>23,845,726</u></b>	<b><u>17,014,845</u></b>	<b><u>(6,830,881)</u></b>
<b>EXPENDITURES:</b>				
Community development	12,483,812	19,493,826	17,268,164	2,225,662
Capital outlay	988,000	33,899,365	11,034,542	22,864,823
<b>Total expenditures</b>	<b><u>13,471,812</u></b>	<b><u>53,393,191</u></b>	<b><u>28,302,706</u></b>	<b><u>25,090,485</u></b>
Excess (deficiency) of revenues over expenditures	<u>10,373,914</u>	<u>(29,547,465)</u>	<u>(11,287,861)</u>	<u>18,259,604</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	(117,000)	(117,000)	-
<b>Total other financing sources (uses)</b>	<b><u>-</u></b>	<b><u>(117,000)</u></b>	<b><u>(117,000)</u></b>	<b><u>-</u></b>
Net change in fund balances	10,373,914	(29,664,465)	(11,404,861)	18,259,604
Fund balance, July 1	<u>71,780,331</u>	<u>71,780,331</u>	<u>71,780,331</u>	<u>-</u>
Fund balances, budgetary basis, June 30	<b><u>\$ 82,154,245</u></b>	<b><u>\$ 42,115,866</u></b>	<b><u>\$ 60,375,470</u></b>	<b><u>\$ 18,259,604</u></b>

**Notes to Budgetary Comparison Schedule:**

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

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# 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 grant to develop viable urban communities.

**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, 2010

	<u>Development Fees Fund</u>	<u>HUD and CDBG Grants Fund</u>	<u>Debt Service Fund</u>	<u>Capital Outlay Fund</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 34,887,947	\$ -	\$ 258,079	\$ 4,917,524
Investments with fiscal agents	-	-	9	7,946,196
Accounts and other receivables	225,669	5,517,323	-	-
Due from other government	-	412,620	-	-
Other assets	-	169,432	-	-
<b>Total assets</b>	<b><u>\$ 35,113,616</u></b>	<b><u>\$ 6,099,375</u></b>	<b><u>\$ 258,088</u></b>	<b><u>\$ 12,863,720</u></b>
<b>LIABILITIES</b>				
Liabilities:				
Accounts payable	588,645	194,698	-	138,397
Other liabilities	142,035	75,107	-	-
Due to other funds	3,054,404	312,747	-	151,526
Deferred revenues	-	5,516,823	-	-
<b>Total liabilities</b>	<b><u>3,785,084</u></b>	<b><u>6,099,375</u></b>	<b><u>-</u></b>	<b><u>289,923</u></b>
<b>FUND BALANCES</b>				
Unreserved reported in:				
Designated	-	-	258,088	-
Special revenue funds	31,328,532	-	-	-
Capital projects funds	-	-	-	12,573,797
<b>Total fund balances</b>	<b><u>31,328,532</u></b>	<b><u>-</u></b>	<b><u>258,088</u></b>	<b><u>12,573,797</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 35,113,616</u></b>	<b><u>\$ 6,099,375</u></b>	<b><u>\$ 258,088</u></b>	<b><u>\$ 12,863,720</u></b>

City of Oxnard, California  
Combining Balance sheet  
Non-Major Governmental Funds  
June 30, 2010

State Gas Tax Fund	Traffic Safety Fund	Transportation Development Fund	Maintenance Assessment Districts Fund	Total Non-major Governmental Funds	
\$ 148,975	\$ -	\$ 1,929,667	\$ 12,928,338	\$ 55,070,530	<b>ASSETS</b>
2,086,442	-	-	-	10,032,647	Cash and cash equivalents
164	-	4,325	-	5,747,481	Investments with fiscal agents
294,773	113,681	-	-	821,074	Accounts and other receivables
-	-	-	-	169,432	Due from other government
<u>\$ 2,530,354</u>	<u>\$ 113,681</u>	<u>\$ 1,933,992</u>	<u>\$ 12,928,338</u>	<u>\$ 71,841,164</u>	Other assets
					<b>Total assets</b>
					<b>LIABILITIES</b>
					Liabilities:
18,334	-	42,456	175,804	1,158,334	Accounts payable
74,447	45,397	56,991	32,893	426,870	Other liabilities
-	520,712	-	-	4,039,389	Due to other funds
-	-	683,819	-	6,200,642	Deferred revenues
<u>92,781</u>	<u>566,109</u>	<u>783,266</u>	<u>208,697</u>	<u>11,825,235</u>	<b>Total liabilities</b>
					<b>FUND BALANCES</b>
					Unreserved reported in:
2,086,442	-	-	-	2,344,530	Designated
351,131	(452,428)	1,150,726	12,719,641	45,097,602	Special revenue funds
-	-	-	-	12,573,797	Capital projects funds
<u>2,437,573</u>	<u>(452,428)</u>	<u>1,150,726</u>	<u>12,719,641</u>	<u>60,015,929</u>	<b>Total fund balances</b>
<u>\$ 2,530,354</u>	<u>\$ 113,681</u>	<u>\$ 1,933,992</u>	<u>\$ 12,928,338</u>	<u>\$ 71,841,164</u>	<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, 2010**

	<u>Development Fees Fund</u>	<u>HUD and CDBG Grants Fund</u>	<u>Debt Service Fund</u>	<u>Capital Outlay Fund</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ 3,396,800	\$ -
Licenses and permits	743,655	-	-	-
Intergovernmental	145,295	3,987,240	-	-
Growth and development fees	1,233,863	-	-	-
Charges for services	-	-	-	27,073
Fines and forfeitures	-	-	-	-
Interest	546,290	-	2,088	135,093
Special assessments	-	-	-	-
Miscellaneous	2,994,853	-	-	-
<b>Total revenues</b>	<b><u>5,663,956</u></b>	<b><u>3,987,240</u></b>	<b><u>3,398,888</u></b>	<b><u>162,166</u></b>
<b>EXPENDITURES</b>				
Current:				
General government	209,733	-	-	-
Public safety	730,153	222,689	-	-
Transportation	393,006	-	-	-
Community Development	372,152	1,854,175	-	-
Culture and leisure	18,000	37,940	-	11,946
Capital outlay	5,500,457	1,872,436	-	2,749,531
Debt service:				
Principal	-	-	3,248,020	-
Interest and fiscal charges	-	-	4,011,144	-
<b>Total expenditures</b>	<b><u>7,223,501</u></b>	<b><u>3,987,240</u></b>	<b><u>7,259,164</u></b>	<b><u>2,761,477</u></b>
Excess (deficiency) of revenues over (under) expenditures	(1,559,545)	-	(3,860,276)	(2,599,311)
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of bonds	-	-	-	1,395,646
Transfers in	-	-	4,276,875	-
Transfers out	(1,784,627)	-	-	-
Net other financing sources (uses)	<u>(1,784,627)</u>	<u>-</u>	<u>4,276,875</u>	<u>1,395,646</u>
Net change in fund balances	(3,344,172)	-	416,599	(1,203,665)
Fund balances, July 1	34,672,704	-	(158,511)	13,777,462
<b>Fund balances, June 30</b>	<b><u>\$ 31,328,532</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 258,088</u></b>	<b><u>\$ 12,573,797</u></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, 2010**

State Gas Tax Fund	Traffic Safety Fund	Transportation Development Fund	Maintenance Assessment Districts Fund	Total Non-major Governmental Funds	
\$ -	\$ -	\$ -	\$ 9,040	\$ 3,405,840	<b>REVENUES</b>
-	-	-	-	743,655	Taxes
3,494,655	-	559,514	-	8,186,704	Licenses and permits
-	-	-	-	1,233,863	Intergovernmental
-	19,325	84,562	-	130,960	Growth and development fees
-	441,612	-	-	441,612	Charges for services
49,825	-	38,959	204,851	977,106	Fines and forfeitures
-	-	-	9,168,150	9,168,150	Interest
211,882	-	168,624	28,021	3,403,380	Special assessments
<b>3,756,362</b>	<b>460,937</b>	<b>851,659</b>	<b>9,410,062</b>	<b>27,691,270</b>	Miscellaneous
					<b>Total revenues</b>
					<b>EXPENDITURES</b>
					Current:
3,500	-	-	163,350	376,583	General government
-	349,118	-	2,056,777	3,358,737	Public safety
2,275,776	682,925	2,061,196	184,746	5,597,649	Transportation
8,411	-	-	-	2,234,738	Community Development
-	-	-	4,935,298	5,003,184	Culture and leisure
282,177	-	78,573	295,370	10,778,544	Capital outlay
					Debt service:
495,000	-	-	-	3,743,020	Principal
1,219,350	-	-	-	5,230,494	Interest and fiscal charges
<b>4,284,214</b>	<b>1,032,043</b>	<b>2,139,769</b>	<b>7,635,541</b>	<b>36,322,949</b>	<b>Total expenditures</b>
(527,852)	(571,106)	(1,288,110)	1,774,521	(8,631,679)	Excess (deficiency) of revenues over (under) expenditures
					<b>OTHER FINANCING SOURCES (USES)</b>
-	-	-	-	1,395,646	Proceeds from sale of bonds
-	300,000	-	-	4,576,875	Transfers in
-	-	-	-	(1,784,627)	Transfers out
-	300,000	-	-	4,187,894	Net other financing sources (uses)
(527,852)	(271,106)	(1,288,110)	1,774,521	(4,443,785)	Net change in fund balances
2,965,425	(181,322)	2,438,836	10,945,120	64,459,714	Fund balances, July 1
<b>\$ 2,437,573</b>	<b>\$ (452,428)</b>	<b>\$ 1,150,726</b>	<b>\$ 12,719,641</b>	<b>\$ 60,015,929</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, 2010**

	<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	\$ 900,969	\$ 900,969	\$ 743,655	\$ (157,314)
Intergovernmental	-	-	145,295	145,295
Growth and development fees	3,799,360	3,799,360	1,233,863	(2,565,497)
Interest	734,146	734,146	546,290	(187,856)
Miscellaneous	155,810	155,810	2,994,853	2,839,043
<b>Total revenues</b>	<b><u>5,590,285</u></b>	<b><u>5,590,285</u></b>	<b><u>5,663,956</u></b>	<b><u>73,671</u></b>
<b>EXPENDITURES</b>				
General government	120,620	120,620	209,733	(89,113)
Public safety	850,707	850,707	730,153	120,554
Transportation	168,000	202,714	393,006	(190,292)
Community development	-	150,000	372,152	(222,152)
Culture and leisure	-	-	18,000	(18,000)
Capital Outlay	2,320,761	21,659,289	5,500,457	16,158,832
<b>Total expenditures</b>	<b><u>3,460,088</u></b>	<b><u>22,983,330</u></b>	<b><u>7,223,501</u></b>	<b><u>15,759,829</u></b>
Excess (deficiency) of revenues over (under) expenditures	<u>2,130,197</u>	<u>(17,393,045)</u>	<u>(1,559,545)</u>	<u>15,833,500</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out	(1,784,627)	(1,784,627)	(1,784,627)	-
Total other financing sources (uses)	<u>(1,784,627)</u>	<u>(1,784,627)</u>	<u>(1,784,627)</u>	<u>-</u>
Net change in fund balances	345,570	(19,177,672)	(3,344,172)	15,833,500
Fund balance, July 1	34,672,704	34,672,704	34,672,704	-
<b>Fund balance, June 30</b>	<b><u>\$ 35,018,274</u></b>	<b><u>\$ 15,495,032</u></b>	<b><u>\$ 31,328,532</u></b>	<b><u>\$ 15,833,500</u></b>



**City of Oxnard, California**  
**Non-Major - CDBG & HUD**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual**  
**For the Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Intergovernmental	\$ 4,015,895	\$ 4,015,895	\$ 3,987,240	(28,655)
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b><u>4,015,895</u></b>	<b><u>4,015,895</u></b>	<b><u>3,987,240</u></b>	<b><u>(28,655)</u></b>
<b>EXPENDITURES</b>				
General government	285,690	15,000	-	15,000
Public safety	245,000	245,000	222,689	22,311
Community Development	1,464,764	2,722,091	1,854,175	867,916
Culture and leisure	20,920	37,940	37,940	-
Library Services	-	-	-	-
Capital Outlay	1,784,737	3,240,926	1,872,436	1,368,490
<b>Total expenditures</b>	<b><u>3,801,111</u></b>	<b><u>6,260,957</u></b>	<b><u>3,987,240</u></b>	<b><u>2,273,717</u></b>
Excess (deficiency) of revenues over (under) expenditures	214,784	(2,245,062)	-	2,245,062
Net change in fund balances	214,784	(2,245,062)	-	2,245,062
<b>Fund balance, July 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance, June 30</b>	<b><u>\$ 214,784</u></b>	<b><u>\$ (2,245,062)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 2,245,062</u></b>

**City of Oxnard, California**  
**Non-Major - Debt Service Funds**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual**  
**For the Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ 3,396,800	\$ 3,396,800
Interest	31,413	31,413	2,088	(29,325)
<b>Total revenues</b>	<b>31,413</b>	<b>31,413</b>	<b>3,398,888</b>	<b>3,367,475</b>
<b>EXPENDITURES</b>				
Debt Service:				
Principal	1,853,551	1,493,751	3,248,020	(1,754,269)
Interest	1,910,380	1,756,180	4,011,144	(2,254,964)
<b>Total expenditures</b>	<b>3,763,931</b>	<b>3,249,931</b>	<b>7,259,164</b>	<b>(4,009,233)</b>
Excess (deficiency) of revenues over (under) expenditures	(3,732,518)	(3,218,518)	(3,860,276)	(641,758)
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	3,762,875	4,276,875	4,276,875	-
Total other financing uses	3,762,875	4,276,875	4,276,875	-
Net changes in fund balances	30,357	1,058,357	416,599	(641,758)
<b>Fund balance, July 1</b>	<b>(158,511)</b>	<b>(158,511)</b>	<b>(158,511)</b>	<b>-</b>
<b>Fund balance, June 30</b>	<b>\$ (128,154)</b>	<b>\$ 899,846</b>	<b>\$ 258,088</b>	<b>\$ (641,758)</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, 2010**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Interest	\$ -	\$ -	\$ 135,093	\$ 135,093
Charges for services	-	-	27,073	27,073
Special assessments	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>162,166</b>	<b>162,166</b>
<b>EXPENDITURES</b>				
Culture and leisure	-	-	11,946	(11,946)
Capital Outlay	-	9,528,184	2,749,531	6,778,653
<b>Total expenditures</b>	<b>-</b>	<b>9,528,184</b>	<b>2,761,477</b>	<b>6,766,707</b>
Excess (deficiency) of revenues over (under) expenditures	-	(9,528,184)	(2,599,311)	6,928,873
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	-	19,000	-	(19,000)
Proceeds from issuance of long-term debt	-	-	1,395,646	1,395,646
Total other financing sources (uses)	-	19,000	1,395,646	1,376,646
Net change in fund balances	-	(9,509,184)	(1,203,665)	8,305,519
<b>Fund balance, July 1</b>	<b>13,777,462</b>	<b>13,777,462</b>	<b>13,777,462</b>	<b>-</b>
<b>Fund balance, June 30</b>	<b>\$ 13,777,462</b>	<b>\$ 4,268,278</b>	<b>\$ 12,573,797</b>	<b>\$ 8,305,519</b>

**City of Oxnard, California**  
**Non-Major - State Gas Tax Fund**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2010**

	<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	\$ 3,494,655	\$ 326,955
Interest	87,800	87,800	49,825	(37,975)
Miscellaneous	402,775	402,775	211,882	(190,893)
<b>Total revenues</b>	<b><u>3,658,275</u></b>	<b><u>3,658,275</u></b>	<b><u>3,756,362</u></b>	<b><u>98,087</u></b>
<b>EXPENDITURES</b>				
General government	12,125	12,125	3,500	8,625
Transportation	2,139,362	2,307,361	2,275,776	31,585
Community development	9,400	9,400	8,411	989
Capital Outlay	-	392,566	282,177	110,389
Det service:				
Principal	735,000	495,000	495,000	-
Interest and fiscal charges	2,693,171	1,219,350	1,219,350	-
<b>Total expenditures</b>	<b><u>5,589,058</u></b>	<b><u>4,435,802</u></b>	<b><u>4,284,214</u></b>	<b><u>151,588</u></b>
Excess (deficiency) of revenues over (under) expenditures	(1,930,783)	(777,527)	(527,852)	249,675
Net change in fund balances	(1,930,783)	(777,527)	(527,852)	249,675
<b>Fund balance, July 1</b>	<b><u>2,965,425</u></b>	<b><u>2,965,425</u></b>	<b><u>2,965,425</u></b>	<b><u>-</u></b>
<b>Fund balance, June 30</b>	<b><u><u>\$ 1,034,642</u></u></b>	<b><u><u>\$ 2,187,898</u></u></b>	<b><u><u>\$ 2,437,573</u></u></b>	<b><u><u>\$ 249,675</u></u></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, 2010**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Fines and forfeitures	\$ 451,700	\$ 451,700	\$ 441,612	\$ (10,088)
Charges for services	-	-	19,325	19,325
<b>Total revenues</b>	<b>451,700</b>	<b>451,700</b>	<b>460,937</b>	<b>9,237</b>
<b>EXPENDITURES</b>				
Public safety	318,740	318,740	349,118	(30,378)
Transportation	603,214	608,334	682,925	(74,591)
<b>Total expenditures</b>	<b>921,954</b>	<b>927,074</b>	<b>1,032,043</b>	<b>(104,969)</b>
Excess (deficiency) of revenues over (under) expenditures	(470,254)	(475,374)	(571,106)	(95,732)
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	400,000	400,000	300,000	(100,000)
Total other financing sources (uses)	400,000	400,000	300,000	(100,000)
Net change in fund balances	(70,254)	(75,374)	(271,106)	(195,732)
<b>Fund balance, July 1</b>	<b>(181,322)</b>	<b>(181,322)</b>	<b>(181,322)</b>	<b>-</b>
<b>Fund balance, June 30</b>	<b>\$ (251,576)</b>	<b>\$ (256,696)</b>	<b>\$ (452,428)</b>	<b>\$ (195,732)</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, 2010**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Intergovernmental	\$ 2,184,163	\$ 2,184,163	\$ 559,514	\$ (1,624,649)
Charges for services	20,900	20,900	84,562	63,662
Interest	77,800	77,800	38,959	(38,841)
Miscellaneous	245,900	245,900	168,624	(77,276)
Total revenues	<u>2,528,763</u>	<u>2,528,763</u>	<u>851,659</u>	<u>(1,677,104)</u>
<b>EXPENDITURES</b>				
Transportation	2,387,261	2,000,699	2,061,196	(60,497)
Capital Outlay	69,345	699,215	78,573	620,642
Total expenditures	<u>2,456,606</u>	<u>2,699,914</u>	<u>2,139,769</u>	<u>560,145</u>
Excess (deficiency) of revenues over (under) expenditures	<u>72,157</u>	<u>(171,151)</u>	<u>(1,288,110)</u>	<u>(1,116,959)</u>
Net change in fund balances	72,157	(171,151)	(1,288,110)	(1,116,959)
<b>Fund balance, July 1</b>	<u><b>2,438,836</b></u>	<u><b>2,438,836</b></u>	<u><b>2,438,836</b></u>	<u><b>-</b></u>
<b>Fund balance, June 30</b>	<u><b>\$ 2,510,993</b></u>	<u><b>\$ 2,267,685</b></u>	<u><b>\$ 1,150,726</b></u>	<u><b>\$ (1,116,959)</b></u>

**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, 2010**

	<u>Original Budget</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ 9,040	\$ 9,040
Interest	25,000	25,000	204,851	179,851
Special assessments	8,899,348	8,899,348	9,168,150	268,802
Miscellaneous	-	-	28,021	28,021
<b>Total revenues</b>	<b><u>8,924,348</u></b>	<b><u>8,924,348</u></b>	<b><u>9,410,062</u></b>	<b><u>485,714</u></b>
<b>EXPENDITURES</b>				
General government	164,182	164,182	163,350	832
Public safety	2,599,594	1,899,594	2,056,777	(157,183)
Transportation	895,122	1,070,122	184,746	885,376
Culture and leisure	5,531,399	5,733,040	4,935,298	797,742
Capital Outlay	301,000	527,333	295,370	231,963
<b>Total expenditures</b>	<b><u>9,491,297</u></b>	<b><u>9,394,271</u></b>	<b><u>7,635,541</u></b>	<b><u>1,758,730</u></b>
Excess (deficiency) of revenues over expenditure	(566,949)	(469,923)	1,774,521	2,244,444
Net change in fund balances	(566,949)	(469,923)	1,774,521	2,244,444
<b>Fund balance, July 1</b>	<b><u>10,945,120</u></b>	<b><u>10,945,120</u></b>	<b><u>10,945,120</u></b>	<b><u>-</u></b>
<b>Fund balance, June 30</b>	<b><u>\$ 10,378,171</u></b>	<b><u>\$ 10,475,197</u></b>	<b><u>\$ 12,719,641</u></b>	<b><u>\$ 2,244,444</u></b>

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# 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, 2010

	Public Liability/Property Damage	Worker's Compensation	Utility Customer Service	Information Services
<b>ASSETS</b>				
Cash and cash equivalents	\$ 5,312,841	\$ 10,936,151	\$ 744,106	\$ 2,256,927
Accounts and other receivable (net of allowance for uncollectibles)	28,323	60,000	-	-
<b>Capital assets:</b>				
Land	595,500	-	-	-
Machinery and equipment	52,621	56,827	42,507	1,598,988
Construction in progress	970,600	-	-	925,806
Total capital assets	1,618,721	56,827	42,507	2,524,794
Less accumulated depreciation	(47,697)	(51,401)	(39,723)	(1,206,332)
Net capital assets	1,571,024	5,426	2,784	1,318,462
<b>Total assets</b>	<b>6,912,188</b>	<b>11,001,577</b>	<b>746,890</b>	<b>3,575,389</b>
<b>LIABILITIES</b>				
<b>Current liabilities:</b>				
Accounts payable	69,887	81,432	22,054	52,182
Other liabilities	2,628	18,844	30,613	95,978
Compensated absences payable - current	-	25,000	31,000	130,000
Self insurance claims - due within one year	1,992,000	3,957,000	-	-
Total current liabilities	2,064,515	4,082,276	83,667	278,160
<b>Noncurrent liabilities:</b>				
Compensated absences payable	-	1,043	3,593	136,017
Self insurance claims	2,000,930	4,393,233	-	-
Other post employment payable	104,817	5,340	12,530	40,864
Total noncurrent liabilities	2,105,747	4,399,616	16,123	176,881
<b>Total liabilities</b>	<b>4,170,262</b>	<b>8,481,892</b>	<b>99,790</b>	<b>455,041</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	1,571,024	5,426	2,784	1,318,462
Unrestricted	1,170,902	2,514,259	644,316	1,801,886
<b>Total net assets</b>	<b>\$ 2,741,926</b>	<b>\$ 2,519,685</b>	<b>\$ 647,100</b>	<b>\$ 3,120,348</b>

**City of Oxnard, California**  
**Internal Service Funds**  
**Combining Statement of Net Assets**  
**June 30, 2010**

<u>Facilities Maintenance</u>	<u>Equipment Maintenance</u>	<u>Total</u>	
\$ 1,570,219	\$ 612,894	\$ 21,433,138	<b>ASSETS</b>
2,912	138	91,373	Cash and cash equivalents
-	-	595,500	Accounts and other receivable (net of allowance for uncollectibles)
625,806	579,658	2,956,407	<b>Capital assets:</b>
-	306,284	2,202,690	Land
625,806	885,942	5,754,597	Machinery and equipment
(485,097)	(459,863)	(2,290,113)	Construction in progress
140,709	426,079	3,464,484	Total capital assets
<b>1,713,840</b>	<b>1,039,111</b>	<b>24,988,995</b>	Less accumulated depreciation
			Net capital assets
			<b>Total assets</b>
			<b>LIABILITIES</b>
			<b>Current liabilities:</b>
26,045	232,341	483,941	Accounts payable
118,626	189,775	456,464	Other liabilities
135,000	255,000	576,000	Compensated absences payable - current
-	-	5,949,000	Self insurance claims - due within one year
279,671	677,116	7,465,405	Total current liabilities
			<b>Noncurrent liabilities:</b>
116,054	102,883	359,590	Compensated absences payable
-	-	6,394,163	Self insurance claims
50,452	67,198	281,201	Other post employment payable
166,506	170,081	7,034,954	Total noncurrent liabilities
<b>446,177</b>	<b>847,197</b>	<b>14,500,359</b>	<b>Total liabilities</b>
			<b>NET ASSETS</b>
140,709	426,079	3,464,484	Invested in capital assets, net of related debt
1,126,954	(234,165)	7,024,152	Unrestricted
<b>\$ 1,267,663</b>	<b>\$ 191,914</b>	<b>\$ 10,488,636</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, 2010

	Public Liability/Property Damage	Worker's Compensation	Utility Customer Service	Information Services
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 1,987,799	\$ 6,841,792	\$ 1,336,292	\$ 4,280,244
<b>OPERATING EXPENSES:</b>				
Salaries and wages	92,852	374,797	597,819	1,880,288
Contractual services	173,500	388,845	77,400	38,032
Operating supplies	-	-	-	86,133
Utilities	620	3,156	20,231	1,116,149
Depreciation	2,462	2,412	1,152	162,454
General and administrative	256,121	417,570	717,306	352,906
Repairs and maintenance	47,345	21,710	38,302	(458,662)
Claims expenses	1,788,727	2,439,327	-	-
<b>Total operating expenses</b>	<b>2,361,627</b>	<b>3,647,817</b>	<b>1,452,210</b>	<b>3,177,300</b>
Operating income (loss)	(373,828)	3,193,975	(115,918)	1,102,944
<b>NON-OPERATING REVENUES (EXPENSES):</b>				
Interest income	120,401	248,907	14,575	-
Interest (expense)	-	-	-	-
<b>Total non-operating revenues (expenses)</b>	<b>120,401</b>	<b>248,907</b>	<b>14,575</b>	<b>-</b>
Income (loss) before contributions and transfers	(253,427)	3,442,882	(101,343)	1,102,944
Transfers in	-	-	-	-
Transfers out	405,842	5,312,511	-	115,872
Changes in net assets	(659,269)	(1,869,629)	(101,343)	987,072
<b>Net Assets - July 1</b>	<b>3,401,195</b>	<b>4,389,314</b>	<b>748,443</b>	<b>2,133,276</b>
<b>Net Assets - June 30</b>	<b>\$ 2,741,926</b>	<b>\$ 2,519,685</b>	<b>\$ 647,100</b>	<b>\$ 3,120,348</b>

City of Oxnard, California  
Internal Service Funds  
Combining Statement of Revenues, Expenses and Changes in Net Assets  
For Fiscal Year Ended June 30, 2010

<u>Facilities Maintenance</u>	<u>Equipment Maintenance</u>	<u>Total</u>	
\$ 4,029,112	\$ 8,838,948	\$ 27,314,187	<b>OPERATING REVENUES:</b>
			Charges for services
			<b>OPERATING EXPENSES:</b>
2,266,564	3,685,064	8,897,384	Salaries and wages
166,258	98,847	942,882	Contractual services
239,420	3,958,765	4,284,318	Operating supplies
536,684	19,279	1,696,119	Utilities
36,147	38,455	243,082	Depreciation
211,263	439,500	2,394,666	General and administrative
287,235	1,013,172	949,102	Repairs and maintenance
-	-	4,228,054	Claims expenses
<b>3,743,571</b>	<b>9,253,082</b>	<b>23,635,607</b>	<b>Total operating expenses</b>
285,541	(414,134)	3,678,580	Operating income (loss)
			<b>NON-OPERATING REVENUES (EXPENSES):</b>
26,035	15,269	425,187	Interest income
-	-	-	Interest (expense)
<b>26,035</b>	<b>15,269</b>	<b>425,187</b>	<b>Total non-operating revenues (expenses)</b>
311,576	(398,865)	4,103,767	Income (loss) before contributions and transfers
-	-	-	Transfers in
291,550	-	6,125,775	Transfers out
20,026	(398,865)	(2,022,008)	Changes in net assets
<b>1,247,637</b>	<b>590,779</b>	<b>12,510,644</b>	<b>Net Assets - July 1</b>
<b>\$ 1,267,663</b>	<b>\$ 191,914</b>	<b>\$ 10,488,636</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, 2010**

	<b>Public Liability/Property Damage</b>	<b>Worker's Compensation</b>	<b>Utility Customer Service</b>	<b>Information Services</b>
<b>Cash flows from operating activities :</b>				
Receipts from customers	\$ 2,000,700	\$ 6,781,792	\$ 1,336,292	\$ 4,280,244
Payments to suppliers	(428,309)	(833,582)	(852,630)	(1,073,528)
Payments to employees	(92,453)	(372,153)	(582,077)	(1,829,879)
Claims paid	(2,340,515)	(3,547,355)	-	-
Net cash flows from operating activities	<u>(860,577)</u>	<u>2,028,702</u>	<u>(98,415)</u>	<u>1,376,837</u>
<b>Cash flows from noncapital financing activities:</b>				
Transfers in	-	-	-	-
Transfers out	(405,842)	(5,312,511)	-	(115,872)
Net cash provided (used) by noncapital financing activities	<u>(405,842)</u>	<u>(5,312,511)</u>	<u>-</u>	<u>(115,872)</u>
<b>Cash flows from capital financing activities:</b>				
Acquisitions(Disposals) of capital assets	37,199	-	-	(965,031)
Proceeds from capital lease	-	-	-	-
Net cash flows from capital and related financing activities	<u>37,199</u>	<u>-</u>	<u>-</u>	<u>(965,031)</u>
<b>Cash flows from investing activities:</b>				
Interest on investments	120,401	248,906	14,575	-
Cash flows from investing activities	<u>120,401</u>	<u>248,906</u>	<u>14,575</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>(1,108,819)</u>	<u>(3,034,903)</u>	<u>(83,840)</u>	<u>295,934</u>
<b>Cash and cash equivalents-July 1</b>	<b>6,421,660</b>	<b>13,971,054</b>	<b>827,946</b>	<b>1,960,993</b>
<b>Cash and cash equivalents-June 30</b>	<b><u>\$ 5,312,841</u></b>	<b><u>\$ 10,936,151</u></b>	<b><u>\$ 744,106</u></b>	<b><u>\$ 2,256,927</u></b>
Reconciliation of operating income (loss) to net cash used by operating activities:				
Operating income (loss)	\$ (373,828)	\$ 3,193,975	\$ (115,918)	\$ 1,102,944
Adjustment to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	2,462	2,412	1,152	162,454
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	12,901	(60,000)	-	-
Increase (decrease) in accounts payable	49,277	(2,301)	609	61,030
Increase (decrease) in self insurance liability	(551,788)	(1,108,028)	-	-
Increase (decrease) in other post emp payable	399	2,397	9,587	14,381
Increase (decrease) in compensated absences	-	247	6,155	36,028
<b>Cash flows from operating activities</b>	<b><u>\$ (860,577)</u></b>	<b><u>\$ 2,028,702</u></b>	<b><u>\$ (98,415)</u></b>	<b><u>\$ 1,376,837</u></b>

**City of Oxnard, California  
Internal Service Funds  
Combining Statement of Cash Flows  
For the Year Ended June 30, 2010**

<b>Facilities Maintenance</b>	<b>Equipment Maintenance</b>	<b>Total</b>
\$ 4,028,500	\$ 8,838,810	\$ 27,266,338
(1,420,018)	(5,538,613)	(10,146,680)
(2,220,488)	(3,638,496)	(8,735,546)
-	-	(5,887,870)
<u>387,994</u>	<u>(338,299)</u>	<u>2,496,242</u>
-	-	-
<u>(291,550)</u>	<u>-</u>	<u>(6,125,775)</u>
<u>(291,550)</u>	<u>-</u>	<u>(6,125,775)</u>
202,685	(163,159)	(888,306)
<u>202,685</u>	<u>(163,159)</u>	<u>(888,306)</u>
26,035	15,269	425,186
<u>26,035</u>	<u>15,269</u>	<u>425,186</u>
325,164	(486,189)	(4,092,653)
<u>1,245,055</u>	<u>1,099,083</u>	<u>25,525,791</u>
<u>\$ 1,570,219</u>	<u>\$ 612,894</u>	<u>\$ 21,433,138</u>

**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 in  
Transfers out

Net cash provided (used) by noncapital  
financing activities

**Cash flows from capital financing activities:**

Acquisitions(Disposals) of capital assets  
Proceeds from capital lease

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**

\$ 285,541	\$ (414,134)	\$ 3,678,580
36,147	38,455	243,082
(612)	(138)	(47,849)
20,842	(9,050)	120,407
-	-	(1,659,816)
23,969	27,963	78,696
22,107	18,605	83,142
<u>\$ 387,994</u>	<u>\$ (338,299)</u>	<u>\$ 2,496,242</u>

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

Increase (decrease) in self insurance liability

Increase (decrease) in other post emp payable

Increase (decrease) in compensated absences

**Cash flows from operating activities**



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# FIDUCIARY FUNDS



**Fiduciary Funds**  
**Statement of Changes in Fiduciary Net Assets**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Balance</u> <u>July 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2010</u>
<b>ARTWORKS FUND</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 50,850	\$ 932	\$ -	\$ 51,782
<b>Total Assets</b>	<u>\$ 50,850</u>	<u>\$ 932</u>	<u>\$ -</u>	<u>\$ 51,782</u>
<b>Liabilities:</b>				
Trust and Agency Payables	\$ 50,850	\$ 932	\$ -	\$ 51,782
<b>Total Liabilities</b>	<u>\$ 50,850</u>	<u>\$ 932</u>	<u>\$ -</u>	<u>\$ 51,782</u>
<b>IMPROVEMENT DISTRICTS FUND</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 5,161,096	\$ 6,107,971	\$ 5,843,151	\$ 5,425,916
Investments with Fiscal Agents	24,622,224	217,154	40,035	24,799,343
<b>Total Assets</b>	<u>\$ 29,783,320</u>	<u>\$ 6,325,125</u>	<u>\$ 5,883,186</u>	<u>\$ 30,225,259</u>
<b>Liabilities:</b>				
Trust and Agency Payables	\$ 29,783,320	\$ 6,325,125	\$ 5,883,186	\$ 30,225,259
<b>Total Liabilities</b>	<u>\$ 29,783,320</u>	<u>\$ 6,325,125</u>	<u>\$ 5,883,186</u>	<u>\$ 30,225,259</u>
<b>TOTAL - ALL FIDUCIARY FUNDS</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 5,211,946	\$ 6,108,903	\$ 5,843,151	\$ 5,477,698
Investments with Fiscal Agents	24,622,224	217,154	40,035	24,799,343
<b>Total Assets</b>	<u>\$ 29,834,170</u>	<u>\$ 6,326,057</u>	<u>\$ 5,883,186</u>	<u>\$ 30,277,041</u>
<b>Liabilities:</b>				
Trust and Agency Payables	\$ 29,834,170	\$ 6,326,057	\$ 5,883,186	\$ 30,277,041
<b>Total Liabilities</b>	<u>\$ 29,834,170</u>	<u>\$ 6,326,057</u>	<u>\$ 5,883,186</u>	<u>\$ 30,277,041</u>

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# STATISTICAL SECTION



# STATISTICAL SECTION

This part of the City Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statement, note disclosures, and required supplementary information says about the City's overall financial health. In contrast to the financial section, the statistical section information is not subject to independent audit.

## Contents

### Financial Trends

*These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.*

Schedule I	–	Net Assets by Component
Schedule II	–	Changes in Net Assets
Schedule III	–	Fund Balances of Governmental Funds
Schedule IV	–	Changes in Fund Balances of Governmental Funds
Schedule V	–	Governmental Activities Tax Revenues by Source

### Revenue Capacity

*These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.*

Schedule VI	–	Assessed Value and Estimated Value of Taxable Property
Schedule VII	–	Direct and Overlapping Property Tax Rates
Schedule VIII	–	Principal Property Taxpayers
Schedule IX	–	Property Tax Levies and Collections

### Debt Capacity

*These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.*

Schedule X	–	Ratios of Outstanding Debt by Type
Schedule XI	–	Direct and Overlapping Governmental Activities Debt
Schedule XII	–	Legal Debt Margin Information
Schedule XIII	–	Pledged Revenue Coverage

### Demographics and Economic Information

*These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.*

- Schedule XIV – Demographic and Economic Statistics
- Schedule XV – Principal Employers

**Operating Information**

*These schedules contain information about the City’s operations and resources to help the reader understand how the City’s financial information relates to the services the City provides and activities it performs.*

- Schedule XVI – Full-Time Equivalent City Government Employees by Function
- Schedule XVII – Operating Indicators by Function
- Schedule XVIII – Capital Assets by Function

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report of the relevant year. The City implemented Statement 34 in 2001. Schedules presenting government-side information include information beginning in that year.

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## City of Oxnard, California

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

	Fiscal Year				
	2001	2002	2003	2004	2005
<b>Governmental activities</b>					
Invested in capital assets, net of related debt	\$53,182,282	\$56,440,149	\$105,248,878	\$104,613,981	\$131,874,401
Restricted	15,555,288	18,239,533	59,123,684	12,510,935	16,183,475
Unrestricted	48,584,003	71,775,592	16,356,191	91,002,589	80,742,442
<b>Total governmental activities net assets</b>	<b>\$117,321,573</b>	<b>\$146,455,274</b>	<b>\$180,728,753</b>	<b>\$208,127,505</b>	<b>\$228,800,318</b>
<b>Business-type activities</b>					
Invested in capital assets, net of related debt	\$158,107,742	\$161,339,177	\$171,973,198	\$59,252,770	\$97,741,991
Restricted	5,841,492	2,931,639	2,714,603	7,380,620	7,696,523
Unrestricted	41,672,083	42,906,594	38,624,788	159,369,013	138,793,254
<b>Total business-type activities net assets</b>	<b>\$205,621,317</b>	<b>\$207,177,410</b>	<b>\$213,312,589</b>	<b>\$226,002,403</b>	<b>\$244,231,768</b>
<b>Primary government</b>					
Invested in capital assets, net of related debt	\$211,290,024	\$217,779,326	\$277,222,076	\$163,866,751	\$229,616,392
Restricted	21,396,780	21,171,172	61,838,287	19,891,555	23,879,998
Unrestricted	90,256,086	114,682,186	54,980,979	250,371,602	219,535,696
<b>Total primary government net assets</b>	<b>\$322,942,890</b>	<b>\$353,632,684</b>	<b>\$394,041,342</b>	<b>\$434,129,908</b>	<b>\$473,032,086</b>

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					
2006	2007	2008	2009	2010	
					Governmental activities
\$1,313,161,486	\$1,329,023,654	\$1,357,202,580	\$1,371,345,945	\$1,377,784,811	Invested in capital assets, net of related debt
15,902,180	33,774,265	48,175,216	12,852,498	25,080,711	Restricted
95,688,754	94,848,663	79,025,330	111,642,569	97,095,180	Unrestricted
<u>\$1,424,752,420</u>	<u>\$1,457,646,582</u>	<u>\$1,484,403,126</u>	<u>\$1,495,841,012</u>	<u>\$1,499,960,702</u>	Total governmental activities net assets
					Business-type activities
\$154,777,148	\$225,311,825	\$229,468,962	\$238,066,640	\$250,720,062	Invested in capital assets, net of related debt
13,405,164	12,508,465	8,782,553	7,811,268	17,706,319	Restricted
83,556,063	46,954,212	47,628,743	55,267,595	38,725,334	Unrestricted
<u>\$251,738,375</u>	<u>\$284,774,502</u>	<u>\$285,880,258</u>	<u>\$301,145,503</u>	<u>\$307,151,715</u>	Total business-type activities net assets
					Primary government
\$1,467,938,634	\$1,554,335,479	\$1,586,671,542	\$1,609,412,585	\$1,628,504,873	Invested in capital assets, net of related debt
29,307,344	46,282,730	56,957,769	20,663,766	42,787,030	Restricted
179,244,817	141,802,875	126,654,073	166,910,164	135,820,514	Unrestricted
<u>\$1,676,490,795</u>	<u>\$1,742,421,084</u>	<u>\$1,770,283,384</u>	<u>\$1,796,986,515</u>	<u>\$1,807,112,417</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				
	2001	2002	2003	2004	2005
<b>Expenses</b>					
<b>Governmental activities:</b>					
General government	\$8,962,823	\$11,561,786	\$11,089,303	\$12,911,930	\$13,646,432
Public safety	43,221,741	47,675,795	51,798,458	58,758,103	68,542,046
Transportation	5,529,190	4,900,486	8,576,565	8,595,630	9,912,068
Community development	13,613,463	17,583,882	25,632,688	18,590,562	18,937,934
Culture and leisure	5,613,563	7,917,645	8,194,868	11,177,403	12,018,761
Libraries	2,629,171	2,908,754	3,115,118	3,940,974	3,919,671
Interest on long-term debt	2,542,778	1,811,687	2,076,882	2,305,762	2,299,356
Total governmental activities expenses	<u>82,112,729</u>	<u>94,360,035</u>	<u>110,483,882</u>	<u>116,280,364</u>	<u>129,276,268</u>
<b>Business-type activities:</b>					
Water	17,335,671	20,660,212	19,281,560	23,636,082	23,152,648
Wastewater	19,406,873	18,321,799	22,141,678	18,960,096	25,482,133
Environmental resource	30,287,398	29,770,148	28,693,531	35,070,009	37,117,879
Performing arts and convention center	1,113,265	1,250,372	1,284,733	1,402,812	1,565,920
Oxnard housing authority	17,685,407	20,103,955	22,800,927	24,462,843	25,507,125
Municipal golf course	4,318,642	3,901,301	2,052,025	3,130,165	4,028,435
Total business-type activities expenses	<u>90,147,256</u>	<u>94,007,787</u>	<u>96,254,454</u>	<u>106,662,007</u>	<u>116,854,140</u>
Total primary government expenses	<u>\$172,259,985</u>	<u>\$188,367,822</u>	<u>\$206,738,336</u>	<u>\$222,942,371</u>	<u>\$246,130,408</u>
<b>Program Revenues</b>					
<b>Governmental activities:</b>					
Charges for services:					
General government	\$8,279,046	\$8,609,967	\$12,172,573	\$8,044,319	\$8,516,015
Public safety	1,054,655	2,412,682	5,066,751	3,654,740	5,306,818
Transportation	21,323	204,005	2,079,319	1,455,304	2,468,510
Community development	13,502,510	12,780,422	16,018,715	16,712,568	23,822,460
Culture and leisure	1,216,114	1,337,193	2,343,267	1,772,109	2,725,055
Libraries	86,064	103,356	196,900	214,559	209,622
Operating grants and contributions	25,907,496	36,071,980	32,793,458	39,370,445	20,254,587
Capital grants and contributions	-	-	-	-	-
Total governmental activities program revenues	<u>50,067,208</u>	<u>61,519,605</u>	<u>70,670,983</u>	<u>71,224,044</u>	<u>63,303,067</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			
2006	2007	2008	2009	2010	
					<b>Expenses</b>
					<b>Governmental activities:</b>
\$18,360,819	\$19,130,468	\$21,898,728	\$19,717,999	\$18,695,220	General government
75,789,982	80,579,263	88,547,776	86,249,353	92,554,917	Public safety
10,341,829	9,893,618	10,847,730	10,600,127	10,321,184	Transportation
22,614,813	19,369,860	27,123,076	26,989,828	32,863,176	Community development
15,345,765	16,015,957	18,162,564	20,945,072	19,016,619	Culture and leisure
4,654,234	5,025,580	5,517,965	5,341,028	5,176,704	Libraries
1,904,516	3,263,821	4,701,143	6,519,008	5,583,856	Interest on long-term debt
<u>149,011,958</u>	<u>153,278,567</u>	<u>176,798,983</u>	<u>176,362,415</u>	<u>184,211,676</u>	Total governmental activities expenses
					<b>Business-type activities:</b>
26,636,150	30,683,509	33,417,143	29,837,358	36,797,806	Water
27,939,236	29,033,021	24,009,381	22,337,575	24,205,554	Wastewater
38,535,592	39,817,351	45,329,486	41,117,534	39,296,115	Environmental resource
1,590,321	1,761,156	1,829,853	1,799,861	1,651,658	Performing arts and convention center
24,724,889	23,494,108	23,758,739	26,153,808	25,259,519	Oxnard housing authority
3,983,695	4,433,702	3,794,080	7,601,054	4,507,360	Municipal golf course
<u>123,409,883</u>	<u>129,222,847</u>	<u>132,138,682</u>	<u>128,847,190</u>	<u>131,718,012</u>	Total business-type activities expenses
<u>\$272,421,841</u>	<u>\$282,501,414</u>	<u>\$308,937,665</u>	<u>\$305,209,605</u>	<u>\$315,929,688</u>	Total primary government expenses
					<b>Program Revenues</b>
					<b>Governmental activities:</b>
					Charges for services:
\$7,864,784	\$17,237,868	\$8,515,014	\$9,765,771	\$10,203,810	General government
6,513,674	6,114,255	4,921,670	5,017,708	4,202,162	Public safety
4,369,882	4,217,846	4,050,457	4,042,492	5,068,843	Transportation
24,448,745	11,095,658	15,030,222	11,825,981	6,366,499	Community development
928,054	3,903,705	4,401,090	5,273,551	5,237,167	Culture and leisure
169,339	320,939	246,576	260,577	428,872	Libraries
30,436,511	25,025,965	23,207,919	25,875,331	24,380,018	Operating grants and contributions
16,758,901	6,804,709	12,902,805	9,420,033	17,106,111	Capital grants and contributions
<u>91,489,890</u>	<u>74,720,945</u>	<u>73,275,753</u>	<u>71,481,444</u>	<u>72,993,482</u>	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				
	2001	2002	2003	2004	2005
<b>Business-type activities:</b>					
Charges for services:					
Water	\$16,226,461	\$17,206,345	\$20,465,812	\$28,401,190	\$34,334,436
Wastewater	18,254,171	20,495,040	22,130,759	23,532,305	33,709,319
Environmental resource	29,697,676	28,432,860	29,811,773	32,965,746	36,071,999
Performing arts and convention center	422,078	296,295	364,053	371,553	468,732
Oxnard housing authority	18,292,175	18,040,124	20,342,572	23,024,813	21,411,579
Municipal golf course	3,351,431	3,207,541	2,687,299	7,487,215	3,119,621
Operating grants and contributions	4,777,822	3,881,547	3,422,902	-	-
Capital grants and contributions	-	-	-	-	-
Total business-like activities program revenues	<u>91,021,814</u>	<u>91,559,752</u>	<u>99,225,170</u>	<u>115,782,822</u>	<u>129,115,686</u>
Total primary government program revenues	<u>\$141,089,022</u>	<u>\$153,079,357</u>	<u>\$169,896,153</u>	<u>\$187,006,866</u>	<u>\$192,418,753</u>
Net (expense) revenue					
Governmental activities	(32,045,521)	(32,840,430)	(39,812,899)	(45,056,320)	(65,973,201)
Business-like activities	874,558	(2,448,035)	2,970,716	9,120,815	12,261,546
Total primary government net expense	<u>(\$31,170,963)</u>	<u>(\$35,288,465)</u>	<u>(\$36,842,183)</u>	<u>(\$35,935,505)</u>	<u>(\$53,711,655)</u>
<b>General Revenues and Other Changes in Net Assets</b>					
<b>Governmental activities:</b>					
Taxes					
Property taxes	\$23,484,567	\$25,873,406	\$30,115,989	\$35,245,432	\$49,096,920
Sales taxes	18,140,143	19,846,352	20,775,896	22,772,358	23,212,641
Transient occupancy taxes	2,328,218	2,321,758	2,247,831	2,222,553	2,445,468
Franchise taxes	4,807,104	7,085,201	2,830,462	3,718,917	4,572,206
Deed transfer taxes	583,617	555,249	573,234	1,159,215	1,196,393
Business license taxes	2,203,188	3,194,683	-	4,386,245	3,967,972
Penalties on delinquent taxes	90,164	182,230	190,546	181,655	126,250
Investment earnings	4,389,201	4,588,082	3,858,978	4,547,276	3,911,106
Sale of capital assets	-	-	-	-	-
Transfers	(1,463,398)	(1,672,830)	(1,236,947)	(1,778,579)	(1,882,942)
Total governmental activities	<u>54,562,804</u>	<u>61,974,131</u>	<u>59,355,989</u>	<u>72,455,072</u>	<u>86,646,014</u>
<b>Business-type activities:</b>					
Investment earnings	-	2,331,298	1,927,516	2,080,206	4,486,577
Sale of capital assets	-	-	-	-	-
Transfers	1,463,398	1,672,830	1,236,947	1,488,793	1,481,242
Total business-type activities	<u>1,463,398</u>	<u>4,004,128</u>	<u>3,164,463</u>	<u>3,568,999</u>	<u>5,967,819</u>
Total primary program	<u>\$56,026,202</u>	<u>\$65,978,259</u>	<u>\$62,520,452</u>	<u>\$76,024,071</u>	<u>\$92,613,833</u>
<b>Change in Net Assets</b>					
Governmental activities	22,517,283	29,133,701	19,543,090	27,398,752	20,672,813
Business-type activities	2,337,956	1,556,093	6,135,179	12,689,814	18,229,365
Total primary government	<u>\$24,855,239</u>	<u>\$30,689,794</u>	<u>\$25,678,269</u>	<u>\$40,088,566</u>	<u>\$38,902,178</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					
2006	2007	2008	2009	2010	
					<b>Business-type activities:</b>
					Charges for services:
\$32,150,667	\$36,855,486	\$35,378,947	\$38,477,754	\$38,439,653	Water
26,139,278	24,503,133	27,621,114	24,846,717	22,566,372	Wastewater
36,704,264	40,122,057	42,795,069	39,695,711	40,468,627	Environmental resource
483,475	517,766	485,548	483,371	513,857	Performing arts and convention center
23,197,945	23,137,523	23,785,335	6,105,106	4,686,681	Oxnard housing authority
3,899,645	3,999,148	3,234,074	4,398,074	4,278,241	Municipal golf course
-	-	-	19,635,556	20,781,204	Operating grants and contributions
1,306,910	-	-	543,140	192,400	Capital grants and contributions
<u>123,882,184</u>	<u>129,135,113</u>	<u>133,300,087</u>	<u>134,185,429</u>	<u>131,927,035</u>	Total business-like activities program revenues
<u>\$215,372,074</u>	<u>\$203,856,058</u>	<u>\$206,575,840</u>	<u>\$205,666,873</u>	<u>\$204,920,517</u>	Total primary government program revenues
					Net (expense) revenue
(57,522,068)	(78,557,622)	(103,523,230)	(104,880,971)	(111,218,193)	Governmental activities
472,301	(87,734)	1,161,405	5,338,239	209,022	Business-like activities
<u>(\$57,049,767)</u>	<u>(\$78,645,356)</u>	<u>(\$102,361,825)</u>	<u>(\$99,542,732)</u>	<u>(\$111,009,171)</u>	Total primary government net expense
					<b>General Revenues and Other Changes in Net Assets</b>
					<b>Governmental activities:</b>
					Taxes
\$58,537,770	\$68,429,117	\$75,726,666	\$76,681,392	\$72,817,719	Property taxes
23,985,182	25,783,808	24,205,622	24,043,286	28,103,051	Sales taxes
3,309,716	3,550,903	3,618,611	3,328,803	3,061,163	Transient occupancy taxes
3,914,317	3,686,627	3,986,567	4,635,616	3,439,645	Franchise taxes
1,230,768	880,370	860,378	573,882	509,370	Deed transfer taxes
4,470,841	4,504,455	4,662,658	5,059,323	4,692,615	Business license taxes
132,403	129,679	123,956	145,945	136,565	Penalties on delinquent taxes
4,860,461	6,653,231	7,561,978	5,556,004	2,769,250	Investment earnings
7,146,270	-	4,351,772	59,319	694,185	Sale of capital assets
(2,280,393)	(2,166,406)	5,181,566	(3,764,713)	(885,679)	Transfers
<u>105,307,335</u>	<u>111,451,784</u>	<u>130,279,774</u>	<u>116,318,857</u>	<u>115,337,884</u>	Total governmental activities
					<b>Business-type activities:</b>
4,753,913	7,480,785	5,125,917	3,299,336	1,911,510	Investment earnings
-	23,476,670	-	2,862,957	-	Sale of capital assets
2,280,393	2,166,406	(5,181,566)	3,764,713	885,679	Transfers
<u>7,034,306</u>	<u>33,123,861</u>	<u>(55,649)</u>	<u>9,927,006</u>	<u>2,797,189</u>	Total business-type activities
<u>\$112,341,641</u>	<u>\$144,575,645</u>	<u>\$130,224,125</u>	<u>\$126,245,863</u>	<u>\$118,135,073</u>	Total primary program
					<b>Change in Net Assets</b>
47,785,267	32,894,162	26,756,544	11,437,886	4,119,691	Governmental activities
7,506,607	33,036,127	1,105,756	15,265,245	3,006,211	Business-type activities
<u>\$55,291,874</u>	<u>\$65,930,289</u>	<u>\$27,862,300</u>	<u>\$26,703,131</u>	<u>\$7,125,902</u>	Total primary government

Source: Finance Department, City of Oxnard

## City of Oxnard, California

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

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	2001	2002	Fiscal Year 2003	2004	2005
General Fund					
Reserved	\$1,631,586	\$1,870,298	\$3,211,597	\$1,180,342	\$4,201,060
Unreserved	19,864,559	25,526,320	24,597,396	25,398,644	19,197,335
Total general fund	\$21,496,145	\$27,396,618	\$27,808,993	\$26,578,986	\$23,398,395
All other governmental funds					
Reserved	\$13,838,262	\$13,887,599	\$8,486,307	\$11,330,593	\$11,982,415
Unreserved, reported in:					
Special revenue funds	32,000,890	37,036,381	45,814,074	55,595,303	53,104,087
Capital projects funds	12,487,381	12,639,137	12,974,002	21,790,919	22,103,670
Total all other governmental funds	\$58,326,533	\$63,563,117	\$67,274,383	\$88,716,815	\$87,190,172

Source: Finance Department, City of Oxnard

## City of Oxnard, California

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

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2006	2007	Fiscal Year 2008	2009	2010	
					General Fund
\$3,658,849	\$3,573,245	\$344,987	\$ -	\$ -	Reserved
23,523,456	21,424,406	20,108,117	23,794,737	29,726,794	Unreserved
\$27,182,305	\$24,997,651	\$20,453,104	\$23,794,737	\$29,726,794	Total general fund
					All other governmental funds
\$12,243,331	\$30,201,020	\$47,830,229	\$12,852,498	\$13,811,524	Reserved
					Unreserved, reported in:
58,172,246	51,516,503	61,096,986	61,924,849	61,896,005	Special revenue funds
26,320,799	47,966,047	45,195,438	72,705,295	59,395,831	Capital projects funds
\$96,736,376	\$129,683,570	\$154,122,653	\$147,482,642	\$135,103,360	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				
	2001	2002	2003	2004	2005
<b>Revenues</b>					
Taxes	\$51,637,001	\$59,058,879	\$59,303,485	\$69,686,376	\$84,617,850
Licenses and permits	2,211,303	1,987,392	2,862,476	2,182,715	2,116,934
Intergovernmental	27,714,568	37,691,308	38,508,559	40,834,560	27,036,948
Growth and development fees	8,049,376	7,432,528	8,796,590	9,004,335	10,061,956
Charges for services	6,070,045	7,908,643	12,022,652	11,105,208	15,358,432
Fines and forfeitures	1,284,259	1,411,837	853,188	1,198,456	1,248,242
Interest	4,389,201	4,588,082	3,858,978	4,547,276	3,911,106
Special assessments	1,250,930	1,515,592	1,727,674	2,089,097	2,240,492
Contributions from property owners	-	-	-	-	-
Miscellaneous	3,486,727	3,572,305	3,055,944	4,809,675	5,240,064
<b>Total revenues</b>	<b>106,093,410</b>	<b>125,166,566</b>	<b>130,989,546</b>	<b>145,457,698</b>	<b>151,832,024</b>
<b>Expenditures</b>					
General government	7,713,044	9,786,593	9,781,192	11,444,213	11,788,754
Public safety	40,353,308	44,560,812	48,494,541	55,856,590	64,312,956
Transportation	5,384,755	4,743,755	8,409,737	8,108,305	9,709,306
Community development	13,031,954	17,413,069	20,454,657	17,912,245	18,597,956
Culture and leisure	7,799,434	10,362,084	7,811,085	10,824,801	11,520,103
Library services	-	-	2,991,509	3,818,769	3,731,437
Capital outlay	16,294,274	23,794,668	22,199,380	31,640,247	29,924,300
Debt Service:					
Principal	2,370,096	2,412,335	4,525,483	2,908,600	2,999,393
Cost of issuance	-	-	-	-	-
Interest	2,250,368	1,988,947	2,178,355	2,102,073	2,072,111
<b>Total expenditures</b>	<b>95,197,233</b>	<b>115,062,263</b>	<b>126,845,939</b>	<b>144,615,843</b>	<b>154,656,316</b>
Excess of revenues over (under) expenditures	10,896,177	10,104,303	4,143,607	841,855	(2,824,292)
<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)	-
Proceeds from sale of property	-	-	-	-	-
Proceeds from sale of bonds	-	-	-	-	-
Bond discount	-	-	-	-	-
Transfers in	5,177,295	6,374,102	6,989,190	6,475,027	10,770,253
Transfers out	(6,640,693)	(8,046,932)	(8,064,156)	(8,253,606)	(12,653,195)
<b>Total other financing sources (uses)</b>	<b>(1,463,398)</b>	<b>1,032,754</b>	<b>(19,966)</b>	<b>19,370,570</b>	<b>(1,882,942)</b>
<b>Net change in fund balances</b>	<b>\$9,432,779</b>	<b>\$11,137,057</b>	<b>\$4,123,641</b>	<b>\$20,212,425</b>	<b>(\$4,707,234)</b>
Debt service as a percentage of noncapital expenditures	5.86%	4.82%	6.41%	4.44%	4.07%

## City of Oxnard, California

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

		Fiscal Year			
2006	2007	2008	2009	2010	
					<b>Revenues</b>
\$95,580,997	\$106,964,959	\$113,184,458	\$114,468,247	\$112,760,128	Taxes
5,937,172	3,434,727	2,792,191	2,470,865	2,267,581	Licenses and permits
31,543,392	31,830,674	36,110,724	32,290,549	42,232,125	Intergovernmental
9,616,234	4,984,467	5,724,940	7,210,668	1,502,781	Growth and development fees
14,721,778	11,418,999	12,877,753	10,705,908	11,007,992	Charges for services
1,320,782	1,383,780	1,350,628	1,408,066	1,213,655	Fines and forfeitures
4,860,461	6,653,231	7,561,978	5,556,004	2,769,250	Interest
2,346,088	14,967,993	9,014,090	8,611,926	9,168,150	Special assessments
1,085,000	-	-	-	-	Contributions from property owners
10,352,424	6,700,305	9,757,199	5,837,966	8,268,073	Miscellaneous
<u>177,364,328</u>	<u>188,339,135</u>	<u>198,373,961</u>	<u>188,560,199</u>	<u>191,189,735</u>	Total revenues
					<b>Expenditures</b>
11,994,048	12,283,152	12,390,389	11,883,205	11,145,722	General government
69,405,713	75,815,578	80,409,884	74,877,737	84,818,990	Public safety
10,254,324	10,136,221	10,642,590	9,829,554	10,137,568	Transportation
22,100,626	18,962,172	26,158,572	25,832,640	32,073,825	Community development
14,366,317	15,141,511	16,894,790	19,348,413	17,751,755	Culture and leisure
4,214,038	4,558,864	4,950,293	4,755,540	4,632,177	Library services
41,227,891	56,309,445	52,283,436	43,704,965	34,739,151	Capital outlay
					Debt Service:
7,983,492	2,251,795	2,754,823	3,168,595	3,743,020	Principal
-	-	-	791,867	-	Cost of issuance
1,920,662	2,411,174	3,810,737	5,574,369	5,230,494	Interest
<u>183,467,111</u>	<u>197,869,912</u>	<u>210,295,514</u>	<u>199,766,885</u>	<u>204,272,702</u>	Total expenditures
<u>(6,102,783)</u>	<u>(9,530,777)</u>	<u>(11,921,553)</u>	<u>(11,206,686)</u>	<u>(13,082,967)</u>	Excess of revenues over (under) expenditures
					<b>Other Financing Sources (Uses)</b>
-	-	-	-	-	Proceeds from loans payable
-	-	-	-	-	Proceeds from financing sources
14,567,020	-	-	-	-	Payment to escrow agent
1,885,649	-	-	-	-	Proceeds from sale of property
-	42,459,723	26,634,523	11,790,000	1,395,646	Proceeds from sale of bonds
-	-	-	(116,979)	-	Bond discount
13,659,615	13,159,636	14,107,966	10,573,077	10,550,390	Transfers in
<u>(10,679,387)</u>	<u>(15,326,042)</u>	<u>(8,926,400)</u>	<u>(14,337,790)</u>	<u>(5,310,294)</u>	Transfers out
<u>19,432,897</u>	<u>40,293,317</u>	<u>31,816,089</u>	<u>7,908,308</u>	<u>6,635,742</u>	Total other financing sources (uses)
<u>\$13,330,114</u>	<u>\$30,762,540</u>	<u>\$19,894,536</u>	<u>(\$3,298,378)</u>	<u>(\$6,447,225)</u>	Net change in fund balances
6.96%	3.29%	4.16%	6.11%	5.29%	Debt service as a percentage of noncapital expenditures

## City of Oxnard, California

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

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<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>
2001	23,484,567	18,140,143	2,328,218	4,807,104	583,617	2,203,188	90,164	51,637,001
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

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>Real Property</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>
	<b>Residential</b>	<b>Commercial</b>						
2001	5,378,551,952	2,267,262,765	97,930,553	846,810,724	6,896,934,546	1.17277%	6,896,934,546	100.00%
2002	5,857,044,851	2,494,786,288	111,351,225	905,863,935	7,557,318,429	1.20417%	7,557,318,429	100.00%
2003	6,420,500,506	2,673,117,741	124,301,084	1,110,078,014	8,107,841,317	1.21447%	8,107,841,317	100.00%
2004	7,253,159,544	2,975,719,097	117,948,102	1,346,099,223	9,000,727,520	1.20384%	9,000,727,520	100.00%
2005	8,168,388,379	3,341,067,161	114,301,049	1,537,114,090	10,086,642,499	1.19624%	10,086,642,499	100.00%
2006	9,405,951,581	3,814,788,282	120,544,440	1,835,609,239	11,505,675,064	1.17614%	11,505,675,064	100.00%
2007	10,689,026,776	4,312,067,166	147,705,238	2,126,175,049	13,022,624,131	1.16564%	13,022,624,131	100.00%
2008	11,602,771,692	4,729,388,831	121,309,333	2,299,830,016	14,153,639,840	1.17864%	14,153,639,840	100.00%
2009	11,762,899,574	4,861,610,331	130,760,465	2,692,759,267	14,062,511,103	1.19334%	14,062,511,103	100.00%
2010	11,090,519,838	4,575,377,260	123,637,091	654,220,264	15,135,313,925	1.20384%	15,135,313,925	100.00%

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**

Fiscal Year	City Direct Rates			Overlapping Rates			Total Direct & Overlapping Rates
	Basic (1)	Debt Service	Total Direct	School Districts	Water Districts	Total Overlapping	
2001	1.00000%	0.17277%	1.17277%	0.11070%	0.06399%	0.17469%	1.34746%
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%

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	2010			2001		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Proctor & Gamble Paper Products	275,366,866	1	1.80%	285,208,162	1	3.77%
Essex Tierra Vista Limited Partnership	82,755,356	2	0.54%			
Haas Automation Inc	79,651,400	3	0.52%			
SI VIII LLC	77,863,336	4	0.51%			
GS Paz Mar LP	69,409,780	5	0.44%			
MEF Realty LLC	69,401,602	6	0.45%			
Fred Kavli	67,452,326	7	0.44%			
RP Apartments Ventures LLC	67,028,201	8	0.44%			
Duesenberg Investment Company	66,560,537	9	0.44%			
International Paper Company	61,533,100	10	0.40%			
St Johns Regional Medical Center				139,223,850	2	1.84%
Willamette Industries Inc				68,998,598	3	0.91%
Tiger Ventura County				62,883,047	4	0.83%
Channel Islands Harbor Investment Company				42,164,838	5	0.56%
Donwen Corporation				40,830,769	6	0.54%
Ormond Beach Power Gen LLC				39,712,544	7	0.52%
Seminis Vegetable Seeds Inc				32,215,842	8	0.43%
GTE Media Ventures				32,037,000	9	0.42%
Ocean Vista Power Generation				31,583,098	10	0.42%
Other taxpayers	<u>14,362,581,488</u>		<u>94.01%</u>	<u>6,799,239,622</u>		<u>89.77%</u>
Totals	<u>15,279,603,992</u>		<u>100.00%</u>	<u>7,574,097,370</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>
2001	23,380,000	23,484,567	100.45%	90,164	23,574,731	100.83%
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%

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) Percentage of Personal Income	(1) Per Capita	
	Revenue Bonds	Certificates of Participation	Tax Allocation Bonds	Capital Leases	Revenue Bonds				Capital Leases
2001	10,705,000	8,625,000	15,065,000	891,305	85,646,884	1,401,008	122,334,197	3.507%	688
2002	9,080,000	8,440,000	14,475,000	604,201	88,945,000	1,215,752	122,759,953	3.410%	674
2003	9,535,000	8,245,000	13,850,000	307,187	84,030,000	2,824,171	118,791,358	2.985%	653
2004	22,874,301	8,045,000	19,185,000	1,729,354	214,035,699	2,916,139	268,785,493	6.389%	1,444
2005	21,607,009	7,835,000	18,635,000	1,412,398	236,943,314	2,469,070	288,901,791	6.553%	1,530
2006	19,975,756	7,620,000	18,030,000	1,086,013	298,559,567	2,010,676	347,282,012	7.464%	1,828
2007	43,109,750	7,395,000	37,940,000	749,911	292,625,260	1,536,788	383,356,709	7.890%	1,986
2008	41,746,367	34,835,000	37,040,000	493,471	286,428,643	4,603,874	405,147,355	7.841%	2,079
2009	40,337,356	34,350,000	47,755,000	293,886	278,427,654	4,053,370	405,217,266	7.963%	2,056
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

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, 2010

<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	1,934,090	0.732%	14,158
Ventura County Community College District	44,630,788	14.126%	6,304,545
Ventura County Superintendent of Schools - Certificates of Participation	1,757,483	14.122%	248,192
Ventura County General Fund Obligations	15,337,904	14.122%	2,166,019
Oxnard Union High School District	24,961,117	44.478%	11,102,206
Oxnard Union High School District - Certificates of Participation	4,467,815	44.478%	1,987,195
Oxnard School District	114,199,075	92.064%	105,136,236
Oxnard School District - Certificates of Participation	5,261,458	92.064%	4,843,909
Rio School District	13,680,147	84.219%	11,521,283
Rio School District - Certificates of Participation	6,842,794	84.219%	5,762,933
Hueneme School District	11,460,962	46.420%	5,320,179
Ocean View School District	4,137,281	34.023%	1,407,627
Ocean View School District - Certificates of Participation	607,787	34.023%	206,787
Rio School District - Community Facilities District 1	30,345,000	100.000%	30,345,000
City of Oxnard - Mandalay Bay Assessment District 85-5R	400,000	100.000%	400,000
City of Oxnard - Rose Avenue/Hwy 101 Assessment District 96-1	4,085,000	100.000%	4,085,000
City of Oxnard - Rice Avenue/Hwy 101 Assessment District 2001-1	13,510,000	100.000%	13,510,000
City of Oxnard - Oxnard Blvd/Hwy 101 Assessment District 2000-1	2,105,000	100.000%	2,105,000
City of Oxnard Community Facilities District 1	9,040,000	100.000%	9,040,000
City of Oxnard Community Facilities District 3	31,820,000	100.000%	31,820,000
City of Oxnard Community Facilities District 88-1	855,000	100.000%	855,000
Oxnard Boulevard Interchange Community District	9,180,000	100.000%	9,180,000
Subtotal - Overlapping Debt	350,618,701		257,361,267
<b>City of Oxnard Direct Debt:</b>			
City of Oxnard Financing Authority			51,280,000
Subtotal - Direct Debt			51,280,000
<b>Total direct and overlapping debt</b>			<b>308,641,267</b>

Source: California Municipal Statistics, Inc.

**City of Oxnard, California**

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

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	1,161,562	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
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>1,161,562</u>	<u>1,269,477</u>	<u>1,382,688</u>	<u>1,534,332</u>	<u>1,726,418</u>	<u>1,983,111</u>	<u>2,250,164</u>	<u>2,449,824</u>	<u>2,493,677</u>	<u>2,349,884</u>
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 2010**

Assessed value	15,011,676
Add back: exempt real property	<u>654,220</u>
Total assessed value	15,665,896
Debt limit (15% of total assessed value)	2,349,884
Debt applicable to limit:	
General obligation bonds	489,210
Less: assets in debt service funds for principal payments	
Revenue bonds - governmental activities	(38,878)
Revenue bonds - business-type activities	(370,257)
Tax allocation bond - community development commission	(46,475)
Certificates of participation	<u>(33,600)</u>
Total net debt applicable limit	<u>0</u>
Legal debt margin	<u>2,349,884</u>

Source: Finance Department, City of Oxnard

## City of Oxnard, California

### 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
2001	16,226,461	15,347,727	878,734	522,065	224,747	1.18
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
<b>Environmental Resources Revenue Bonds</b>						
Fiscal Year	Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage
2001	29,697,676	26,728,446	2,969,230	1,096,492	1,303,060	1.24
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

## City of Oxnard, California

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

<b>Wastewater Revenue Bonds</b>						
Fiscal Year	Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage
2001	18,254,171	11,591,100	6,663,071	1,840,000	2,568,810	1.51
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
<b>Oxnard Housing Authority Revenue Bonds</b>						
Fiscal Year	Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage
2001						
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

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

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

Source: Finance Department, City of Oxnard

## City of Oxnard, California

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SCHEDULE XIV  
Demographic and Economic Statistics  
Last Ten Fiscal Years

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Fiscal Year	(1) Population	(2) Personal Income (in thous)	(2) Per Capita Income	(3) Median Age	(4) School Enrollment	(5) Unemployment Rate
2001	177,700	3,488,251	19,630	30	39,865	4.90%
2002	182,027	3,599,948	19,777	30	42,106	5.20%
2003	181,800	3,979,057	21,887	30	41,936	7.40%
2004	186,122	4,207,288	22,605	30	42,276	5.60%
2005	188,941	4,408,869	23,346	30	38,372	4.90%
2006	189,990	4,652,855	24,490	28	37,196	4.00%
2007	192,997	4,858,838	25,176	31	37,956	4.70%
2008	194,905	5,166,932	26,510	36	37,703	6.10%
2009	197,067	5,088,467	25,821	30	38,911	10.30%
2010	200,004	3,707,181	18,829	30	39,135	10.60%

In prior years, 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) US Census  
 (4) Oxnard School Districts (Elementary) and Oxnard Union High School District  
 (5) State Employment Development Department (data is based on annual average)

SCHEDULE XV  
Principal Employers  
Current Year and Four Years Ago

Employer	2010			2006		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
St. John's Regional Medical Center	1,500	1	2.825%	1,994	1	2.441%
City of Oxnard	1,206	2	2.271%	1,167	4	1.428%
Oxnard Elementary School District	1,051	3	1.979%	1,500	2	1.836%
Boskovich Farms	1,000	4	1.883%			
Haas Automation	750	5	1.412%	996	5	1.219%
Oxnard College	700	6	1.318%			
Oxnard Union High School District	600	7	1.130%			
J M Smucker	500	8	0.942%			
Procter & Gamble Paper Products	500	9	0.942%			
Richview Western	500	10	0.942%			
Waterway Plastics				1,300	3	1.591%
Aluminum Precision				700	6	0.857%
Total	<u>8,307</u>		<u>15.644%</u>	<u>7,657</u>		<u>9.372%</u>

Information prior to 2006 is not available.

Source: HdL Coren & Cone

## City of Oxnard, California

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

<b>Function</b>	<b>2001</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>
General government	196	197	200	207	211	217	214	186	234	234
Public Safety										
Police										
Officers	200	202	208	220	229	235	236	236	293	237
Civilians	127	128	131	134	138	152	151	151	95	151
Fire										
Firefighters & officers	85	86	87	89	91	100	102	103	100	103
Civilians	2	2	4	5	4	4	5	4	7	3
Transportation	36	36	36	36	36	45	56	84	50	50
Community development	47	50	53	56	57	57	59	67	66	66
Culture and recreation	70	72	78	79	79	74	83	85	85	85
Utilities										
Water	34	41	45	44	44	48	47	46	45	51
Wastewater	67	67	67	67	72	72	72	74	72	72
Environmental Resources	76	76	80	80	80	81	81	76	78	78
Housing	76	77	80	80	80	80	81	81	81	81
<b>Total</b>	<b>1,016</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>1,194</b>	<b>1,206</b>	<b>1,211</b>

Source: Finance Department, City of Oxnard

SCHEDULE XVII  
Operating Indicators by Function  
Last Six Fiscal Years

Function	2005	2006	2007	2008	2009	2010
Police						
Physical arrests	6,492	8,162	8,835	8,425	7,842	7,794
Parking violations	36,240	28,533	31,462	51,046	37,968	35,346
Traffic violations	30,985	19,590	20,525	16,673	23,305	25,288
Fire						
Number of calls answered	11,117	10,631	11,212	12,210	13,310	13,417
Inspections	2,829	3,109	3,693	3,190	4,244	4,777
Highways and streets						
Potholes repaired	18,333	10,545	12,200	12,375	12,300	12,650
Sanitation						
Total number of customers	43,617	44,941	45,731	43,489	37,195	37,124
Refuse/recyclables collected (tons/day)	-	708	681	581	571	570
Recyclables collected (tons/day)	-	30	13	13	95	91
Culture and recreation						
Community center admissions	48,800	43,849	42,831	43,230	51,872	27,934
Water						
Total number of customers	37,276	38,053	38,816	39,531	40,206	40,756
Average daily consumption	29,000,000	29,000,000	29,000,000	29,326,500	25,781,331	23,246,924
Wastewater						
Total number of customers	34,694	35,188	35,646	36,484	37,251	38,081
Average daily sewerage treatment	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 GASB44; therefore, information prior to that year is not available.

Source: Various departments, City of Oxnard



## City of Oxnard, California

### SCHEDULE XVIII Capital Assets by Function Last Six Fiscal Years

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

Note: The City of Oxnard did not prepare the above schedule prior to implementation of GASB44; therefore, information prior to that year is not available.

Source: Various departments, City of Oxnard