



SEMI-ANNUAL FINANCIAL REPORT

July 2005 – December 2005

BACKGROUND

THE FOLLOWING INFORMATION REPRESENTS THE FINANCIAL CONDITION OF THE CITY OF OXNARD AS REPORTED BY THE CITY'S FINANCIAL SYSTEM AS OF DECEMBER 31, 2005. THE INFORMATION IS UNAUDITED AND MAY NOT INCLUDE CLOSING ENTRIES REPRESENTING FINAL ADJUSTMENTS TO THE CITY'S FINANCIAL STATEMENTS FOR THE FISCAL YEAR, WHICH MAY BE MATERIAL.

GENERAL FUND

General Fund Revenues and Expenditures

As of December 31, 2005, actual revenues and expenditures are near budgeted amounts. With 50% of the year elapsed, 45% of revenues have been received and approximately 46% of expenditures spent.

Top 8 Revenue Sources

On an aggregate basis, the Top 8 revenue sources are in line with the budget. Major variances are discussed as follow:

Property Tax: As of December, the City has collected 38% of the budgeted revenue. Property Tax in Lieu of VLF is received in January and May. Property taxes reflect a 10% increase over last year. This increase is mainly due to continued rise in the median home prices in the City. The City has experienced a net taxable increase of 16.2% for the 2005-06 tax roll. 12% of the growth experienced is attributed to the 2% CPI adjustment.

Sales Tax: Sales Tax is at 38% of total budget. Sales tax revenues to date represent 2nd and 3rd quarters receipts and 4th quarter advances (calendar year quarters). Sales tax receipts are impacted by the "Triple Flip" which resulted in a reduction in the advance by 25%. Receipts of sales tax – triple flip are received twice a year, in January and May.

Business License Tax: Business license renewals are due every July. The majority of business license taxes are received in the first quarter of the fiscal year. As a result, the Business License Tax is at 79% of budget.

Franchise Fees: Franchise Fees consist of three primary components – natural gas, electricity, and cable services. As of December 31, 2005, the total franchise fees are 14% of budget. Franchise fees from gas and electric companies, representing the largest component of franchise fees, are distributed annually in May. Therefore, minimal collections occurred in the first six months of the fiscal year.

Motor Vehicle: Motor Vehicle License Fees are at 21% of total budget as of December 31, 2005. This revenue is lower than budget estimate.

Transient Occupancy Tax: Transient Occupancy Tax is at 72% of budget for the six month period ended December 31, 2005. This is a result of higher seasonal occupancy during the summer months.

Interest Earnings: Interest earnings are 35% of budget primarily due to low interest rates in the capital markets.

Refer to Tables 1 and 2 below for detailed information.

TABLE 1 General Fund As of December 31, 2005 (50% of year elapsed)					
Top 8 General Fund Revenue Sources	Budget	Received YTD	% Of Budget Received	Revenue as a % of Total Budgeted Revenues	
1 Property Tax	31,629,000	12,063,145	38%	30%	
2 Sales Tax	24,620,000	9,384,443	38%	24%	
3 Business License Tax	5,085,000	4,020,634	79%	5%	
4 Franchise Fees	4,952,700	699,682	14%	5%	
5 Licenses and Permits	2,868,053	1,632,313	57%	3%	
6 Motor Vehicle License Fee	2,510,900	529,696	21%	2%	
7 Transient Occupancy Tax	2,509,000	1,805,614	72%	2%	
8 Interest Earnings	1,947,990	680,501	35%	2%	
TOTAL TOP 8	\$ 76,930,143	\$ 31,097,940	40%	73%	

TABLE 2 General Fund Revenues/Expenditures As of December 31, 2005			
	Budget	YTD	% Of Budget
Total General Fund Revenues (FY 05-06)	\$ 104,765,597	\$ 46,649,312	45%
Total General Fund Expenditures (FY 05-06)	\$ 116,148,532	\$ 52,948,673	46%

General Fund Operating Reserve

The General Fund Operating Reserve, at approximately \$19.2 million, represents 18.31% of budgeted revenues. For Fiscal Year 2005-2006, the City's policy is to have a General Fund Operating Reserve of 18% of budgeted revenues. Consequently, the City's General Fund Operating Reserve is within its required limits. This number reflects the audited General Fund Operating Reserve at the end of the most recent fiscal year. Refer to Table 3 for information.

TABLE 3 GENERAL FUND FUND BALANCE ANALYSIS		
Available Fund Balance	\$	19,197,335
Total Budgeted Revenues (FY 05-06)	\$	104,842,097
Available Fund Balance/Total Budgeted Revenues		18.31%

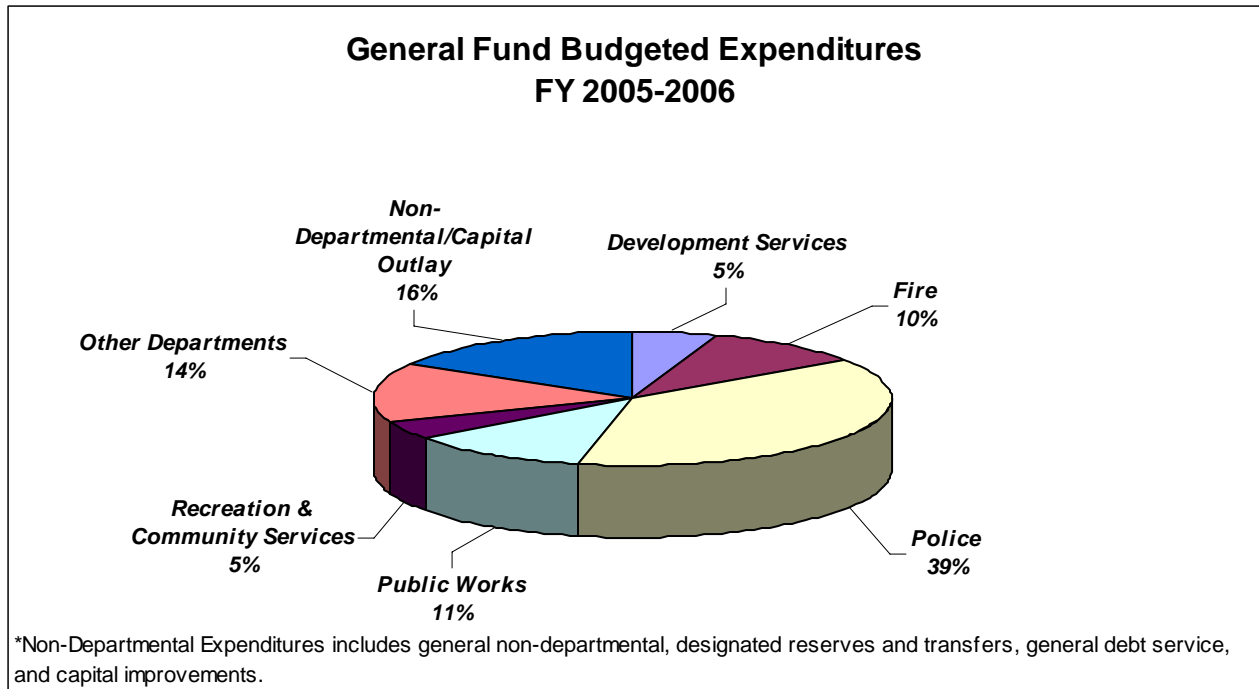
General Fund Debt

General Fund debt as a percentage of population is \$217 per capita. Additionally, the percentage of General Fund revenues used for debt service is at 3.09%. Refer to Table 4 for information.

TABLE 4 GENERAL FUND DEBT LEVEL ANALYSIS		
Direct Debt	\$	41,030,000.00
Population		188,849
Direct Debt Per Capita - City of Oxnard		217
General Fund Debt Service (FY 05-06)	\$	3,236,004.00
General Fund Revenues (FY 05-06)	\$	104,842,097.00
Debt Service as a % of GF Revenue		3.09%

General Fund Budgeted Expenditures - Fiscal Year 2005-06

The following represents the budgeted expenditures for the General Fund by department.



FOR MORE INFORMATION

Please contact City of Oxnard Finance Department at (805) 385-7475 for additional information or questions about this report.