# City of Moorpark

## Comprehensive Annual Financial Report

## Fiscal Year Ending June 30, 2011

# CITY OF MOORPARK, CALIFORNIA

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

## Year Ended June 30, 2011

**Prepared By:**

**Ron Ahlers, Finance Director**
**Irmina Lumbad, Budget & Finance Manager**
**Debbie Burdorf, Accountant I**

**City of Moorpark**
**Comprehensive Annual Financial Report**
**Year Ended June 30, 2011**

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# INTRODUCTORY SECTION

City of Moorpark

799 Moorpark Avenue, Moorpark, California93021 (805) 517-6200 fax (805) 532-2545

December 13, 2011

Honorable Mayor, Members of the City Council and Citizens of Moorpark:

We are pleased to present this Comprehensive Annual Financial Report (CAFR) of the City of Moorpark, California (City) for the fiscal year ended June 30, 2011. The City has continued to prepare the CAFR to comply with the financial reporting model developed by the Governmental Accounting Standards Board (GASB) Statement 34. This model improves the financial reporting by adding significant additional information not previously available in local government financial statements prior to GASB 34.

As a result of GASB 34, the Government-Wide Financial Statements are presented along with the fund-by-fund financial information. The Government-Wide Financial Statements include a Statement of Net Assets that provides the total net equity of the City including infrastructures and the Statement of Activities that shows the cost of providing government services. These statements include all assets and liabilities using the accrual basis of accounting (similar to a private-sector business) versus the modified accrual method used in the fund financial statements. A reconciliation of the balance sheet of the Governmental Funds to the Statement of Net Assets has been prepared to reflect the changes between the two reporting methods. In addition, the reporting model includes an emphasis on the City's major funds as shown in the Governmental Fund Statements. These statements and other significant information are analyzed in the narrative section called Management's Discussion and Analysis (MD&A). The MD&A provides "financial highlights" and a brief overview of the basic financial statements. In addition, the MD&A provides the readers of the City's financial statements with financial trends, explanation of variances and economic factors for the upcoming fiscal year's budget.

Furthermore, in May 2004, the GASB issued Statement No. 44, Economic Condition Reporting. This statement requires the statistical section to be presented with detailed information, typically in ten-year trends, that assists users in utilizing the basic financial statements, notes to basic financial statements, and required supplementary information to assess the economic condition of a government. This statement was effective starting with fiscal year 2005/06 and has resulted in changes to the statistical section. The City continues to present the statistical section with detail information to be in compliance with GASB No. 44 requirements for fiscal year 2010/11.



JANICE S. PARVIN Mayor | DAVID POLLOCK Mayor Pro Tem | KEITH F. MILLHOUSE Councilmember | ROSEANN MIKOS Councilmember | MARK VAN DAM Councilmember

Responsibility for both the accuracy of this data, and the completeness and fairness of its presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the account groups and the financial position and operational results of the City's various funds and component units. All disclosures necessary to enable the reader to gain an understanding of the City's activities have been included.

## THE REPORTING ENTITY AND ITS SERVICES

The financial reporting entity includes all the funds of the City as well as all of its component units. The City is the primary government. The component units are the Moorpark Redevelopment Agency (Agency), the Moorpark Public Financing Authority (Authority) and the Moorpark Industrial Development Authority (IDA).

The City was incorporated in 1983 as a general law city and operates under a Council-Manager form of government.

The Agency was formed in 1987 with the objective of providing long-term financing of capital improvements designed to eliminate physical and economic blight in the designated project area.

The Authority was formed in 1993 as a joint powers authority between the City and the Agency in order to provide financial assistance to the City and the Agency by issuing debt and financing the construction of public facilities.

The IDA of the City was formed in 1985 pursuant to the California Industrial Development Financing Act (the "Act"). Its purpose is to finance the acquisition and development of certain industrial activities as permitted by the Act and to issue bonds for the purpose of enabling industrial firms to finance the cost of such activities.

## PROFILE OF THE CITY OF MOORPARK

The City provides a full range of services to its residents with a total regular full-time staff of approximately 56 and part-time staff of approximately 45 employees. Major services such as police (contracted with Ventura County Sheriff), attorney, library, development engineering and inspection, building and safety plan check/inspection, transit, street sweeping and landscape maintenance are provided through contractual arrangements. In addition, fire protection is provided by the Ventura County Fire District. The City provides services such as emergency management, redevelopment, housing, planning, code compliance, recreation programs, vector/animal control, park and facilities maintenance, street maintenance, city engineering, crossing guard and administrative management services with city employees.

## HISTORY OF THE CITY OF MOORPARK

In 1887, Robert W. Poindexter was granted title to the present site of Moorpark. He named the City after the Moorpark apricot which grew throughout the valley. Poindexter plotted Moorpark city streets and planted Pepper trees in the downtown area. The City was incorporated in 1983 as the tenth city of Ventura County with a Council-Manager form of government. The Mayor is elected at large to serve a two-year term. The four Council Members are elected at large to serve staggered four-year terms. The size of the City was 12.36 square miles with a population of about 10,000 at incorporation and is currently at 12.44 square miles with a population of approximately 34,710 (source: California Department of Finance). Moorpark is recognized for having the lowest number of serious crimes committed in Ventura County and is one of the safest cities of its size in the United States.

## BUDGETARY CONTROL

The City prepares an annual budget consistent with Generally Accepted Accounting Principles (GAAP) for all governmental funds on a modified accrual basis where revenues are recognized when they become measurable and available to finance expenditures of the current period. Expenditures are recorded when the goods or services are received and the liabilities are incurred.

Department directors are responsible, not only to accomplish his/her particular goals within each program, but also to monitor budget allocations consistent to the funding levels adopted by the City Council prior to July 1 of the budget year.

In addition, the City maintains budgetary control through the use of an encumbrance accounting system. As purchase orders are issued, corresponding amounts are encumbered for later payments to ensure that budget amounts are not over-spent.

## INTERNAL CONTROLS

The City's management is responsible for developing and establishing an internal control structure to ensure that the assets of the government are protected from loss, theft, misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of the costs and benefits requires estimates and judgments by management.

## ANNUAL AUDIT

An independent accounting firm has performed the annual audit of the City's financial statements for the fiscal year ended June 30, 2011. As part of the annual audit, reviews are made to determine the adequacy of the City's internal control structure, as well as to determine that the City has complied with certain provisions of laws and regulations. Their examination has been completed and the auditor's report on the City's financial statements is included at the beginning of the Financial Section of this report.

## APPROPRIATION LIMIT

Article XIIIB of the California Constitution (Proposition 4), commonly referred to as the "Gann Initiative" was approved by California voters in 1979, which placed limits on the amount of proceeds of taxes that State and Local agencies can appropriate and spend each fiscal year. In addition, voters approved Proposition 111 in 1990 to further increase the accountability of local government in adopting their limits by requiring the governing body to annually adopt, by resolution, an appropriation limit for the upcoming fiscal year. The appropriation limit and the City's appropriations subject to the limit for fiscal year 2010/11 amounted to $25,896,031 and $13,088,019 respectively.

## CASH MANAGEMENT

The City Treasurer is responsible for investing cash temporarily idle during the year in accordance with the State Government Code and the Investment Policy adopted by the City Council. The City diversified its investment portfolio by utilizing several investment instruments. At fiscal year end June 30, 2011, approximately $51.4 million (City & Agency combined) was invested with the Ventura County Pool; $27.2 million in various U.S. Treasury Notes and Agency Securities; about $15.5 million in the State Treasurer's Local Agency Investment Fund (LAIF); and $0.1 million was invested in Certificate of Deposits (CDs).

The cash management system of the City is designed to monitor revenues and expenditures to ensure the investment of monies to the fullest extent possible. The criteria for selecting investments and the order of priority are (a) safety, (b) liquidity, and (c) yield. The underlying objective of the City's policy is to obtain the highest interest rate yields, and at the same time, ensure that money is available when needed and all deposits are insured by the Federal Deposit Insurance Corporation or collateralized.

## CAPITAL ASSETS

In accordance with GASB Statement No. 34, the City has reported all capital assets including infrastructure in the Government-Wide Statement of Net Assets. The City elected to use the basic approach for all infrastructure reporting, whereby depreciation expense and accumulated

depreciation have been recorded. Capital assets for the fiscal year ended June 30, 2011 have a net ending balance of $145.8 million.

## LONG-TERM LIABILITIES/BONDED LIABILITIES

At June 30, 2011, the City has no outstanding bonds or other debt but does have long-term liabilities in the approximate amount of $0.7 million for employee compensated absences (accrued leave). The City paid off $1.3 million for Pension related liabilities.

The Agency has the 1999 Tax Allocation Refunding Bonds, the 2001 Tax Allocation Bonds and the 2006 Tax Allocation Bonds outstanding in the amounts of $5.0 million, $11.5 million and $11.4 million, respectively. The purpose of the 1999 Bonds was to advance refund the Agency's previously issued 1993 Tax Allocation Bonds. The purpose of the 2001 and 2006 bonds were to finance a portion of the costs of implementing the Redevelopment Plan and fund redevelopment activities within the Agency project area.

## RISK MANAGEMENT

The City is a member of the California Joint Powers Insurance Authority (CJPIA) established under the provisions of California Government Code 6500 et seq., consisting of over 100 California public entities. The CJPIA provides risk coverage for its members through the pooling of losses and purchased insurance. The coverage extends to general liability and workers' compensation administered by CJPIA. In addition, the City also participates in the all-risk property protection offered by CJPIA. Various control techniques, including safety, ergonomic, harassment and driver awareness training have been implemented to minimize losses.

## AWARD

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 for the fiscal year ended June 30, 2010. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

## ACKNOWLEDGEMENT

We would like to express appreciation to all City staff that assisted and contributed to the preparation of this report, particularly to the members of the Finance Department. We would also like to extend our appreciation to the auditors, Teaman, Ramirez & Smith, Inc., Certified Public Accountants for their professional assistance. As in the past, the CAFR is available on the City's website at www.ci.moorpark.ca.us.

Respectfully submitted,

Steven Kueny
STEVEN KUENY
CITY MANAGER

Ron Ahlers
RON AHLERS
FINANCE DIRECTOR

# City of Moorpark

# ComprehensiveAnnual Financial Report
# For the Fiscal Year Ended June 30, 2011

## DIRECTORY OF CITY OFFICIALS

### CITY COUNCIL

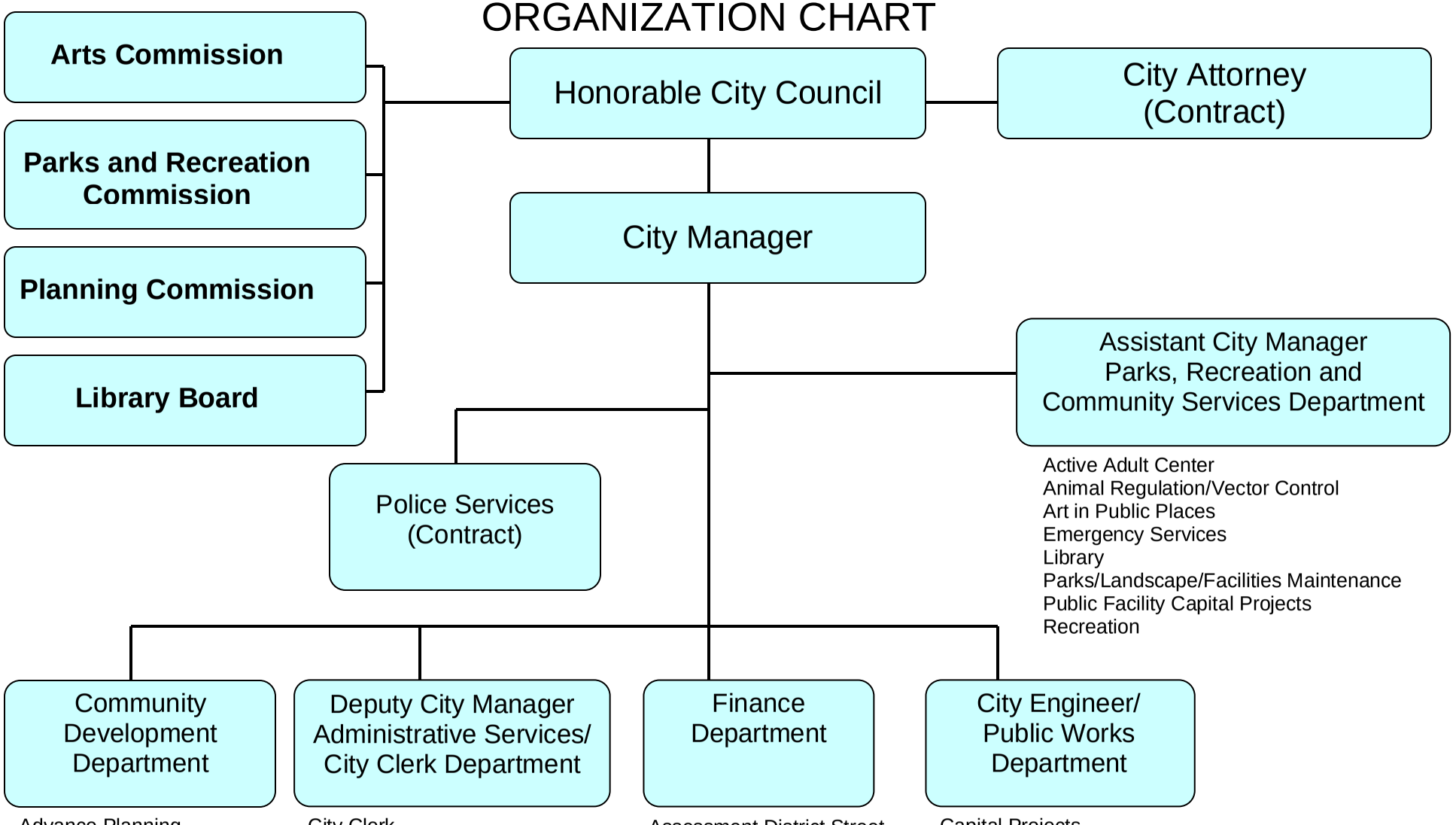
Janice S. Parvin, Mayor

Roseann Mikos, Councilmember
Keith F. Millhouse, Councilmember
David Pollock, Councilmember
Mark Van Dam, Councilmember

### CITY MANAGEMENT STAFF

Steven Kueny, City Manager
Hugh Riley, Assistant City Manager
Deborah Traffenstedt, Deputy City Manager
David Bobardt, Community Development Director
David Klotzle, City Engineer/Public Works Director
Ron Ahlers, Finance Director

# CITY OF MOORPARK
# ORGANIZATION CHART



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

## City of Moorpark
## Califronia

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

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




Linda C. Davidson

President

Executive Director

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# FINANCIAL SECTION

TRS TEAMAN, RAMIREZ & SMITH, INC.
CERTIFIED PUBLIC ACCOUNTANTS

# Independent Auditors' Report

The Honorable City Council
The City of Moorpark, California

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Moorpark, California (City), as of and for the year ended June 30, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City'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 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, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2011, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 13 to the financial statements, there have been recent changes in legislation affecting redevelopment agencies in the State of California which requires the dissolution of redevelopment agencies as of February 1, 2012, including the Moorpark Redevelopment Agency.

As described in Note 12 to the financial statements, the City adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions,* as of June 30, 2011.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2011 on our consideration of the City'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.

Richard A. Teaman, CPA • Greg W. Fankhanel, CPA • David M. Ramirez, CPA • Javier H. Carrillo, CPA
4201 Brockton Ave. Suite 100, Riverside CA 92501 • **951.274.9500** • 951.274.7828 FAX • www.trscpas.com

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 20, and the budgetary comparison information on pages 75 through 85 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or to provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, supplementary information section, and statistical section, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. The statements and schedules included in the supplementary information section are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statement themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation 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 financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Pearman Ramirez & Smith, Inc.

December 13, 2011

As management of the City of Moorpark, California (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City (the "Primary Government") for the fiscal year ended June 30, 2011. It is encouraged that the readers consider the information presented here in conjunction with the accompanying basic financial statements.

## FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities at the close of fiscal year 2010/2011 by $231,898,610 (Net Assets). Of this amount, $13,405,316 is not restricted by external law or administrative action for a specified purpose. The City Council's approval is required before these funds may be used to meet the City's ongoing obligations to citizens and creditors. GASB 34 defines "Net Assets" as assets less liabilities. GASB 34 requires the City to record infrastructure assets (streets, parks, buildings, etc.) less accumulated depreciation as a restricted fund balance titled, "Invested in Capital Assets". It also requires the CAFR to record all of the debt, $27.9 million, of the Moorpark Redevelopment Agency (Agency). These factors, along with restrictions for Special Revenue Funds, reduce the Total Net Assets ($231,898,610) to the Unrestricted Net Assets (13,405,316). The Statement of Net Assets is presented on page 21.

- The City's Total Net Assets decreased by $16,529,952 during the current fiscal year. The decrease is attributable to two main events. The City spent approximately $14 million from the Moorpark Highlands Improvement Bonds on a bond call and allowable developer reimbursements. The Ruben Castro Human Services Center expenditure of approximately $2.1 million from the 2006 Agency bond proceeds. The Statement of Activities is presented on page 22.

- As of June 30, 2011, the City's governmental funds (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds) reported combined ending fund balances of $111,947,831, a decrease of $20,834,094, from the prior year. In addition to the expenses listed above, the City spent $2 million on open space land acquisition off of Tierra Rejada Road.

- At the end of the current fiscal year, fund balances for the General Fund were $3,149,884 ($220,976 is in nonspendable form, $149,884 is restricted for the Public Works fund and $2,779,024 is unassigned).

- The City's total Long–Term Liabilities decreased by $1,874,794 or 6.2% during the current fiscal year. The majority of the decrease is the pension related debt payoff ("side fund") of $1.3 million. The remaining decrease is attributable to the fiscal year's regularly scheduled debt service payments for the Agency's 1999, 2001 and 2006 Tax Allocation Bonds. These bonds are not a debt of the City, but a debt of the Agency and only a pledge of the property tax increment generated by the Agency.

## OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components:

1) Government-wide financial statements
2) Fund financial statements
3) Notes to basic financial statements

Other required supplementary information is included in addition to the basic financial statements.

**Government-Wide Financial Statements.** The City has presented its financial statements under the reporting model required by Governmental Accounting Standards Board Statement No. 34 (GASB 34) and its related Statements, GASB 37, 38, and 41. These financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *government-wide financial* statements include the *statement of net* assets and the *statement of activities.*

The *governmental activities* of the City include general government, public safety, public services, parks and recreation, debt service, and interest on debt. The City does not have any *business-type activities.*

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

The *statement of activities* presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (i.e., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements include not only the City as the primary government, but also a legally separate Moorpark Redevelopment Agency (Agency), the Moorpark Public Financing Authority (Authority), and the Industrial Development Authority (IDA) of the City. Although legally separate from the City, these component units are blended with the primary government because of their governance or financial relationships to the City.

The government-wide financial statements can be found on pages 21 and 22 of this report.

**Fund Financial Statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and fiduciary funds.

***Governmental Funds***. *Governmental Funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financial requirements.

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

The City maintains a variety of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Street and Traffic

Safety, Community Development, Assessment District, Endowment, Parks/Public Facilities, MRA Operating, Police Facilities Fee, Moorpark Highlands Improvement, Redevelopment Agency Capital Projects, Special Projects and Redevelopment Agency Debt Service. All of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the *non-major governmental funds* section of this report.

The City adopts an annual budget for all its funds. A budgetary comparison statement is provided for all funds with an annually adopted budget to demonstrate compliance with their respective budgets. The budgetary comparison statements are located in the basic financial statements. The non-major governmental fund budgetary comparisons are located in the *non-major governmental funds* section of the report.

***Fiduciary Funds*.** Fiduciary funds, which consist solely of trust and agency funds, are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the *government-wide financial statements* because the resources of the fund are *not* available to support the City's own programs. Fiduciary funds are custodial in nature and, therefore, the accounting used does not involve the measurement of the results of operations. The basic fiduciary fund financial statement can be found on page 31 of this report.

***Notes to the Basic Financial Statements.*** The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 32-74 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

The City has continued to present its financial statements under the reporting model required by GASB 34. A comparative analysis of the government-wide data has been included in this report.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by $231.9 million at the close of the current fiscal year.

The City's net assets invested in capital assets, net of related debt reflects a positive $145.8 million. The only debt is from the Agency. As shown on Table 1, the largest portion of the

City's net assets (63%) is its investment in capital assets. The City uses these capital assets (parks, streets, sidewalks, etc.) to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion of the City's net assets (31%) represents resources that are subject to external restrictions on how they may be used. The major restrictions on net assets are funding source restrictions. The remaining balance of total net assets (6%) is unrestricted and may be used to meet the City's obligations to citizens and creditors in accordance with the finance-related legal requirements reflected in the City's fund structure. At the end of the fiscal year ended June 30, 2011, the City reported positive balances in all three categories of net assets, both for the City as a whole, as well as for its separate governmental activities.

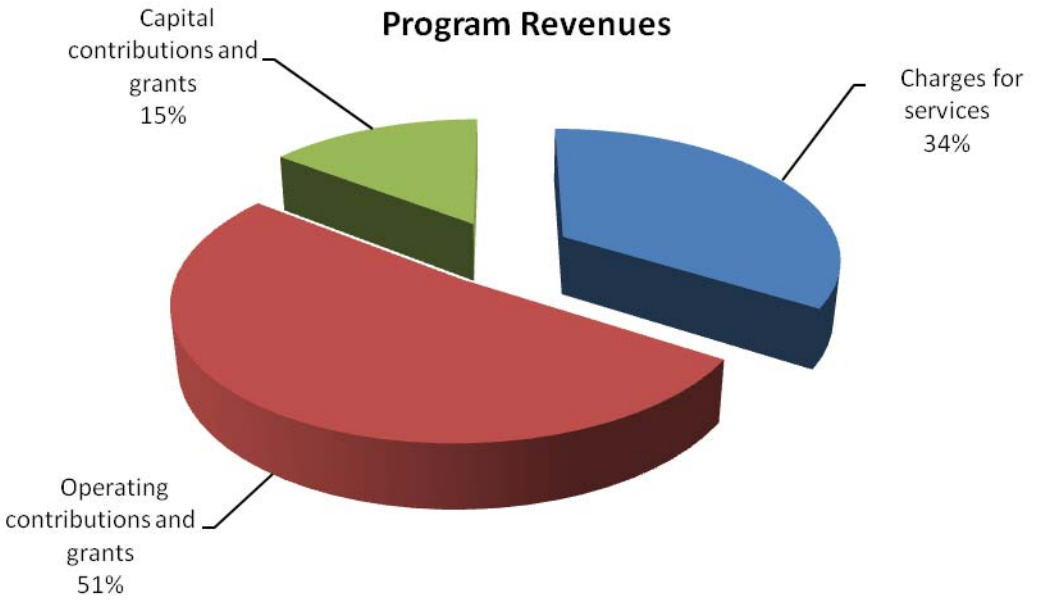
**Table 1**
**Net Assets**
**Governmental Activities**
**As of June 30, 2011 and 2010**

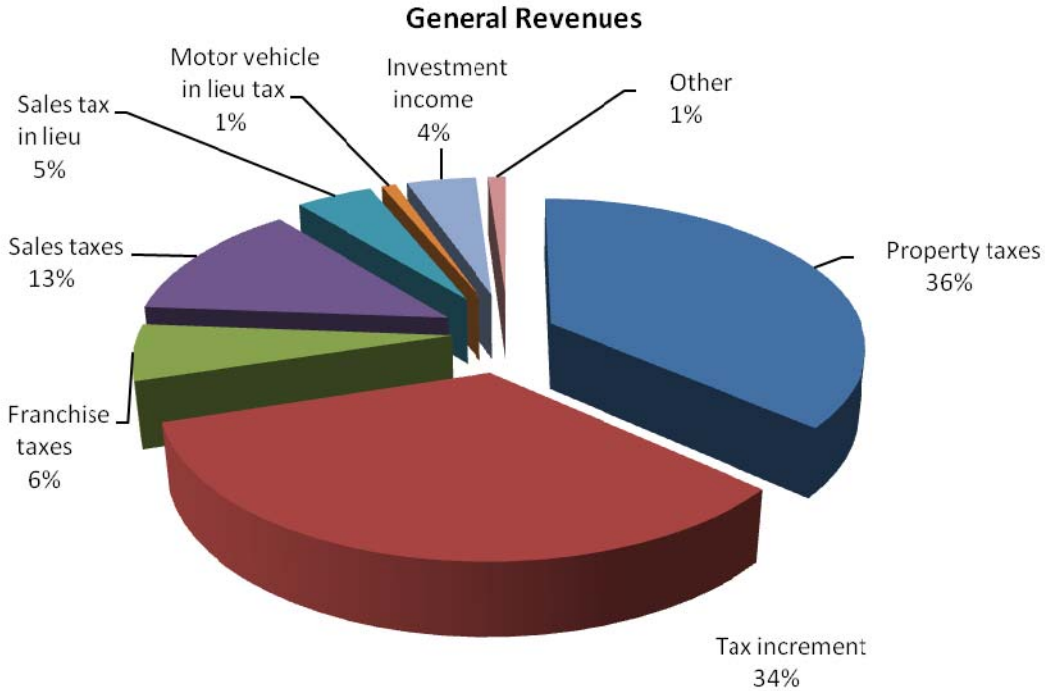
| | 2011 | 2010 |
|---|---|---|
| **Assets:** | | |
| Current and other assets | $ 120,733,509 | $ 143,511,765 |
| Capital assets | 145,841,042 | 141,095,551 |
| **Total Assets** | **266,574,551** | **284,607,316** |
| **Liabilities:** | | |
| Long-term debt outstanding | 27,640,038 | 29,430,677 |
| Other liabilities | 7,035,903 | 6,748,077 |
| **Total Liabilities** | **34,675,941** | **36,178,754** |
| **Net Assets:** | | |
| Invested in capital assets, net of related debt | 145,841,042 | 141,095,551 |
| Restricted | 72,652,252 | 91,504,803 |
| Unrestricted | 13,405,316 | 15,828,208 |
| **Total Net Assets** | **$ 231,898,610** | **$ 248,428,562** |

The City's net assets decreased by $16.5 million during the current fiscal year.

**Table 2**
**Changes in Net Assets**
**Governmental Activities**
**As of June 30, 2011 and 2010**

| | 2011 | 2010 |
|---|---|---|
| **Revenues** | | |
| Program Revenues: | | |
| Charges for services | $ 3,957,412 | $ 4,148,970 |
| Operating contributions and grants | 5,999,168 | 4,128,842 |
| Capital contributions and grants | 1,703,076 | 1,970,931 |
| General Revenues: | | |
| Property taxes | 7,287,282 | 7,449,063 |
| Tax increment | 6,755,960 | 6,864,777 |
| Franchise taxes | 1,207,778 | 1,171,825 |
| Sales taxes | 2,577,105 | 2,382,010 |
| Sales tax in lieu | 940,791 | 588,635 |
| Motor vehicle in lieu tax | 170,592 | 109,136 |
| Investment income | 856,413 | 853,074 |
| Other | 212,487 | 283,372 |
| Special Item ~ County Settlement | - | - |
| **Total Revenues** | **31,668,064** | **29,950,635** |
| **Expenditures** | | |
| General government | 3,201,184 | 1,603,279 |
| Public safety | 7,070,049 | 7,016,015 |
| Public services | 31,775,462 | 13,589,878 |
| Parks and recreation | 4,658,717 | 4,934,002 |
| Interest on long-term debt | 1,492,604 | 1,504,502 |
| **Total Expenditures** | **48,198,016** | **28,647,676** |
| Increase in net assets | (16,529,952) | 1,302,959 |
| Net assets - July 1, | 248,428,562 | 239,673,695 |
| Prior Period Adjustment | - | 7,451,908 |
| **Net assets - June 30,** | **$ 231,898,610** | **$ 248,428,562** |


Program Revenues
Capital contributions and grants 15%
Charges for services 34%
Operating contributions and grants 51%


General Revenues
Motor vehicle in lieu tax 1%
Investment income 4%
Other 1%
Sales tax in lieu 5%
Sales taxes 13%
Property taxes 36%
Franchise taxes 6%
Tax increment 34%

## FINANCIAL ANALYSIS OF THE CITY'S MAJOR FUNDS

As noted earlier, the City uses fund accounting to demonstrate compliance with finance-related legal requirements.

*Governmental Funds*. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and net resources. Such information is useful in assessing the City's current financial requirements or its liquidity. Beginning fiscal year ending June 30, 2011, GASB 54 required the implementation of the new fund balance classification that focuses on the constraints on the use of resources and the source of the constraints. The five (5) fund balance categories are:

Nonspendable – net resources that cannot be spent because of their form or those resources that should be maintained intact
Restricted – amounts constrained to specific purpose by external providers, by law through constitutional provisions or by enabling legislation
Committed – funds are limited to specific purpose by government itself through resolution or ordinance
Assigned – resources intended for a specific purpose by the governing body or official delegated by the governing body
Unassigned – represents the General Fund net residual fund balance available for any purposes and other governmental funds in a deficit position.

As of the end of the current fiscal year, the City's governmental funds reported total fund balances of $111,947,831. This is a decrease of $20,834,094 in comparison with the prior year. About $15,083,570 or 13.5% is nonspendable, $66,565,551 or 59.5% is restricted to specific purpose, $795,208 or 0.70% is committed, $28,849,138 or 25.8% is assigned and approximately $654,364 or 0.6% of the fund balances constitutes *unassigned fund balance.*

### General Fund (includes Community Development Fund, Public Works Engineering Fund)

The implementation of GASB 54 also affected the standard for classifying a fund as Special Revenue fund type. Thus, the General Fund, as presented in the fund financial statements, includes the Community Development Fund. The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the total fund balance of the General Fund was $3,149,884, which increased by $100,362 or 3.3% over prior year. As a measure of the General Fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Total fund balance represents 20% of total General Fund expenditures and transfers out. This is a healthy reserve.

Key factors for revenues and expenses when compared to fiscal year 2009-10 are as follows:

- The City's share of property taxes decreased by approximately $160,100 or 2.4%.

- Sales tax revenues grew by approximately $195,100 or 8.2% as we slowly emerge from the economic downturn.

- The Sales Tax Compensation or "triple flip" also increased by $352,156 or 60%. This revenue is calculated by the State each year and it reflects the City's increased allocation of $940,790 due to a 3.6% hike in state-wide sales tax revenues.

- Interest earnings decreased slightly by approximately $3,700 or 1.2% in response to still declining rates in the market.

- Motor vehicle in lieu improved by $61,456 or 13%.

- Expenditures and transfers out ended the year approximately $2.7 million more than the prior year figure primarily due to the payoff the following liabilities: CalPERS side fund ($1,352,300), OPEB ($103,000) and general liability retrospective deposit balance due to the California Joint Powers Authority (CJPIA) ($473,300).

**General Fund (Net) Financial Statements**

The following Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance reflect the net General Fund of the City. They do not include the Community Development Fund and Public Works fund.

BALANCE SHEET
GENERAL FUND (net)
As of June 30, 2011 and 2010

| | 2011 | 2010 |
|---|---|---|
| Assets | | |
| Cash and Investments | $ 1,824,975 | $ 2,433,246 |
| Receivables | | |
| Taxes | 882,172 | 708,818 |
| Accounts | 92,310 | 160,507 |
| Interest | 214,085 | 208,098 |
| Notes and Loans | 900,000 | |
| Due from other Funds | 856,572 | 147,902 |
| Advances to Other Funds | 186,730 | |
| Prepaid Items | 34,246 | 337,286 |
| Total Assets | 4,991,090 | 3,995,857 |
| Liabilities | | |
| Accounts Payable and Accrued Liabilities | 1,049,743 | 995,858 |
| Deferred Revenue | 941,347 | |
| Total Liabilities | 1,991,090 | 995,858 |
| Fund Balances | | |
| Reserved for Prepaid Items | | 337,286 |
| Unreserved | | 2,662,713 |
| Nonspendable | 220,976 | |
| Unassigned | 2,779,024 | |
| Total Fund Balances | 3,000,000 | 2,999,999 |
| Total Liabilities and Fund Balances | $ 4,991,090 | $ 3,995,857 |

STATEMENT of REVENUES, EXPENDITURES and CHANGES in FUND BALANCE
GENERAL FUND (net)
As of June 30, 2011 and 2010

| | 2011 | 2010 |
|---|---|---|
| Revenues | | |
| Taxes | $ 11,217,370 | $ 10,794,266 |
| Licenses and Permits | 158,186 | 146,915 |
| Fines and Forfeitures | 225,449 | 195,161 |
| Use of Money and Property | 507,320 | 492,505 |
| Charges for Services | 858,311 | 784,383 |
| Intergovernmental | 237,209 | 162,527 |
| Other Revenues | 192,084 | 133,789 |
| Total Revenues | 13,395,929 | 12,709,546 |
| Expenditures | | |
| Current | | |
| General Government | 2,289,299 | 1,497,916 |
| Public Safety | 6,239,338 | 6,076,995 |
| Public Service | 514,877 | 77,649 |
| Parks and Recreation | 1,062,128 | 1,486,374 |
| Capital Outlay | 259,158 | 99,215 |
| Debt Service Principal | 1,319,064 | |
| Total Expenditures | 11,683,864 | 9,238,149 |
| Excess (Deficiency) | 1,712,065 | 3,471,397 |
| Other Financing Sources (Uses) | | |
| Transfer In | 361,264 | 136,398 |
| Transfer Out | (2,073,328) | (3,813,625) |
| Total Other Financing Sources (Uses) | (1,712,064) | (3,677,227) |
| Net Change in Fund Balance | 1 | (205,830) |
| Fund Balance, Beginning of Year | 2,999,999 | 3,205,829 |
| Fund Balance, End of Year | $ 3,000,000 | $ 2,999,999 |

**Street and Traffic Safety Fund (Includes the Traffic System Management Fund, City-Wide Traffic Mitigation Fund and Crossing Guard Fund)**

The fund balance of the Street and Traffic Safety Fund decreased by $608,500 primarily due to the acquisition of two parcels for capital improvement projects – Metrolink South Parking Lot Entrance and North Hills Parkway.

**Assessment District Fund**

The fund balance of the Assessment District Fund decreased by $109,600 from the prior year due to installation of central irrigation system at various locations. A portion of these expenditures were funded by the General Fund reserve.

**Endowment Fund**

The fund balance of the Endowment Fund decreased by $1,889,700, due to acquisition of 80 acres outside the City limits south of Tierra Rejada Road for open space preservation.

**Park/Public Facilities Fund (Includes ten (10) various development fee related funds)**

The fund balance of the Park Improvement Fund declined by $739,500 primarily due to refund of duplicate park development fees for Canterbury Lane I or Tract 5133; and the completion two capital projects – construction of Glenwood Park restroom and the installation of playground equipment at Arroyo Vista Community Park.

**MRA Operating Fund**

The fund balance of the MRA Operating Fund fell by $1,177,100 from the prior year in part due to a payment to the State of California for the Supplemental Educational Revenue Augmentation Fund (SERAF) of $396,400 and the conveyance of Post Office parking lot improvement to the City $334,000.

**Police Facilities Fee Fund**

The fund balance of the Police Facilities Fund improved by $46,000 from the prior year. These funds are transferred to the Endowment Fund as payback for the loan to construct the Police Services Center.

**Moorpark Highlands Improvement Fund**

The Moorpark Highland Improvement Fund is one of six accounts held by the Fiscal Agent for the Community Facilities District (CFD) No. 2004-1 (Moorpark Highlands) Special Tax Bonds 2006. The Improvement account has been recorded under a capital projects fund to reflect the proceeds that have been designated for capital improvement projects. Bond proceeds of $34 million have been deposited into this fund. Of the $13,956,400 total expenditures, $6,062,800 was reimbursed to the developer, Pardee Homes, for various street improvements and grading in the district; $7,833,400 was used for the bond call last September 1, 2010; and the remaining balance of $60,200 was paid to various professional consultants. The debt service portion of this bond issue has been recorded as an agency fund. ***Note that the City is not obligated in any manner for this bond issue and is only limited to acting as an agent for the assessed property owners and bondholders.***

**Redevelopment Agency Capital Projects Fund**

The Redevelopment Agency Capital Projects fund balance decreased by $2,517,900 as a result of the ongoing construction of the Ruben Castro Human Services Center (RCHSC) and the partial cost of disposition of the Post Office parking lot improvement.

**Special Projects Capital Projects Fund**

The Special Projects Capital Projects fund balance was reduced by $550,000 due to the transfer of $361,300 to the General Fund (1000) to maintain the $3 million required unreserved fund balance and residual expenditures were used to partially finance two capital improvement projects: acquisition of the property on 65 First Street for the Metrolink South Parking Lot entrance and the construction of the RCHSC.

**Redevelopment Agency Debt Service Fund**

The fund balance of the Redevelopment Agency Debt Service Fund increased by $31,300 due to investment earnings.

**Non-Major Governmental Funds**

The fund balance of all other Non-Major Governmental Funds grew by $535,700 from the previous fiscal year.

## General Fund Budgetary Highlights

The City adopts annual appropriated operating budgets for its governmental funds (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Project Funds {except for the Moorpark Highlands Improvement Fund as these sources have been designated for specific projects in accordance with the Bond's Official Statement}) and reports the results of operation on a budget comparison basis.

In preparing its budgets, the City attempts to estimate its revenues using realistic, but conservative, methods so as to budget its expenditure appropriations and activities in a prudent manner. As a result, the City Council adopts budget adjustments during the course of the fiscal year to reflect both changed priorities and availability of additional revenues to allow for expansion of existing programs. During the course of the year, the City Council amended the originally adopted budget to re-appropriate prior year approved projects and expenditures, as well as approving many other adjustments for the current year.

During FY 2010-11 the City used General Fund reserves to pay off liabilities or fund one-time expenses. There was actually a negative surplus of $361,000 due to these expenditures; which amounted to approximately $2.6 million. The City transferred $361,000 from the Special Projects Fund to the General Fund in order to maintain the Council required $3 million reserve. The list of one-time expenses:

| | |
|---|---|
| CalPERS Side Fund Payoff | $ 1,352,318 |
| CJPIA General Liability Payoff | 473,291 |
| Litigation | 150,000 |
| Central Irrigation System | 132,269 |
| Turf Restoration ~ Arroyo Vista Community Park | 130,000 |
| OPEB Unfunded Liability Payoff | 103,000 |
| LMD Engineering & Survey Study | 100,000 |
| Additional Transfer to LMDs | 78,668 |
| Fire Sprinklers & Alarm in Annex Building | 66,105 |
| Facility Repairs-City Hall Admin Building | 49,514 |
| Replace Acoustic Tiles Apricot Room | 8,374 |
| | **$ 2,643,539** |

## CAPITAL ASSET AND LONG-TERM LIABILITIES

**Capital Assets.** The City's investment in capital assets as of June 30, 2011, amounted to $145.8 million (net of accumulated depreciation). This investment, detailed in Table 3, includes land, construction in progress, buildings and improvements, machinery and equipment, and infrastructure. The total increase in the City's investment in capital assets for the current fiscal year was $4.7 million or 3.4%. Construction in Progress shows the largest increase in 2011 at $2.9 million.

**Table 3**
**Capital Assets (net of depreciation)**
**Governmental Activities**
**As of June 30, 2011 and 2010**

| | 2011 | 2010 |
|---|---|---|
| Land | $ 38,857,043 | $ 36,414,011 |
| Construction in Progress | 12,401,812 | 9,481,646 |
| Buildings and improvements | 29,248,760 | 29,632,142 |
| Machinery and equipment | 2,887,655 | 1,688,603 |
| Infrastructure | 62,445,772 | 63,879,149 |
| **Total** | **$ 145,841,042** | **$ 141,095,551** |

As a result of the implementation of GASB No. 34, the City has continued to account for infrastructure assets on its financial statements. The accompanying government-wide financial statements include those infrastructure assets that were either completed during the current fiscal year or considered construction in progress at current fiscal year-end.

Additional information on the City's capital assets can be found in Note 5 on pages 54 to 55 of this report.

### Long-term Liabilities

At the end of the current fiscal year, the City's long-term liability outstanding is $28.5 million. This is comprised of $27.9 million in Agency Tax Allocation Bonded indebtedness and $0.7 million in employee compensated absences payable. The bonds are solely a debt of the Agency and a pledge of its property tax increment.

**Table 4**
**Outstanding Long-Term Liabilities**
**Governmental Activities**
**As of June 30, 2011 and 2010**

| | 2011 | 2010 |
|---|---|---|
| Tax Allocation Bonds (issued by the Agency) | $ 27,878,410 | $ 28,422,563 |
| Employee Compensated Absences | 661,562 | 673,139 |
| Pension Related Debt | 0 | 1,319,064 |
| **Total** | **$ 28,539,972** | **$ 30,414,766** |

The total liabilities decreased by $1.5 million or 4.2% during the fiscal year. The decrease is attributable to the $1.3 million payoff of the pension related debt ("side fund") and the normal pay down of principal on the Agency outstanding bonds.

Additional information on the City's long-term liabilities can be found in Note 6 on pages 55 to 59 of the basic financial statements.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The State of California Department of Finance issued its December 2011 revised fiscal year 2011/12 General Fund revenue forecast to be $2.2 billion less than the specified levels of Section 3.94 of the Budget Act. This triggered an automatic spending reductions on several programs outlined in Assembly Bill No. 121, including reduced funding for higher education; health and human services, judiciary and criminal justice, vertical prosecution grants, State grants to local libraries, etc. The revenue forecast showed that although significant increases were seen from three biggest tax sources - personal income tax ($1.529 billion higher), sales tax ($232 million lower) and corporation tax ($467 million higher), the net increase was not sufficient to offset the $4 billion additional revenues anticipated in May 2011 budget revision. Furthermore, the Vehicle License fee showed a decline of $80 million. Overall, the State is expected to post an operating deficit of about $3 billion for fiscal year ending 2011/12.

The State's "Triple Flip" payment plan remains in effect as the State attempts to repay the $15 billion deficit reduction bonds. The impact to the City will be on cash flow and the subsequent reduction in interest income due to biannual (catch-up payments) rather than monthly sales tax payments.

The City has additional protections from the State taking our monetary resources thanks to the voter passage of Proposition 22 in November 2010. However, on July 29, 2011, the Governor of the State of California signed Assembly Bills x1 26 (ABx1 26) and x1 27 (ABx1 27) as part of the State budget package. ABx1 26 essentially dissolves the existence of the redevelopment agency while ABx1 27 provides a way to continue the redevelopment agency's program if specified payments are made to the State annually. On July 18, 2011 the League of California Cities and the California Redevelopment Association (CRA), on behalf of cities, counties and redevelopment agencies, filed a lawsuit challenging the constitutionality of these Bills. CRA asserts that both bills violate Article XIII Section 25.5(a)(7)(A) added by Proposition 22. On August 11 and 17, the California Superior Court issued a stay on some provisions of the ABx1 26 and ABx1 27. In the meantime, the City adopted Ordinance Nos. 46 and 47 last September 7 and 14, indicating that the City will comply with the Voluntary Alternative Redevelopment Program in order to be permitted to continue the operations of the redevelopment agency should the assembly bills be deemed to be constitutional by the Supreme Court. The City's initial payment of $1,606,569 is expected to be paid in two installments - due by January 15, 2012 and May 15, 2012. Thereafter, an estimated $381,000 will be due annually. On December 29, 2011, the California Supreme Court issued their ruling upholding the constitutionality of ABx1 26 and invalidating ABx1 27; thereby all redevelopment agencies within the State of California are abolished.

The fiscal year 2012/13 economic forecast from the State of California Legislative Analyst Office shows a slower recovery from the recession. The nation's unemployment rate is projected to be 9.0%, while the State will remain above 10.0% at 11.8%. The construction sector continues to show signs of weakening as housing permits decline. Personal income is expected to grow by 4.0% and the Consumer Price Index may increase by 1.5%. The State is forecasted to have 5.2% growth in personal income tax, 7.8% or $20 billion increase in sales and use tax and corporate tax will slightly dip. Despite these revenue improvements, the State is likely to face an operating deficit of about $10 billion partly due to the increasing costs from: a) Proposition 98, minimum funding guarantee to schools ($5.6 billion); b) repayment of Proposition 1A, property tax loans used to balance 2009 budget ($2 billion); c) "settle-up" to schools about $400 million; and d) loan payment to special funds ($1 billion). Governor Brown has expressed plans of proposing tax initiatives in the November 2012 ballot, particularly a five-year ½ cent increase in sales tax and income tax increase on $250,000 or higher filers.

For fiscal year 2011/12, the City took into consideration the following factors in preparing the budget:

- Sales Tax revenues assume a 2% decline from fiscal year 2010/11.
- Property Tax and Vehicle License fees revenue are projected to remain status quo.
- Interest income will remain stable at an average rate of return of just over 1%.

- Slight increase in PERS employer retirement rate from 8.475% to 9.539% effective July 1, 2011.

- Projections indicate our cost for general liability and workers compensation insurance will both decrease for fiscal year 2011/12 when compared to fiscal year 2010/11 actual payments.

A priority of the City is to maintain high quality of services while adopting a balanced budget. As in prior years, the fiscal year 2011/12 budget as adopted by the City Council is a balanced budget and will serve as a guide in planning for the future.

## REQUESTS FOR INFORMATION

This management's discussion and analysis is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions or need additional financial information, please contact the Finance Department at City Hall, 799 Moorpark Avenue, Moorpark, CA 93021, or at www.ci.moorpark.ca.us.

# BASIC FINANCIAL STATEMENTS

**City of Moorpark**
**Statement of Net Assets**
June 30, 2011

| | Governmental Activities |
|---|---|
| **ASSETS** | |
| Cash and Investments | $ 93,428,774 |
| Receivables: | |
| Taxes | 901,268 |
| Accounts | 671,389 |
| Interest | 413,198 |
| Notes and Loans | 2,160,243 |
| Prepaid Items | 42,477 |
| Property Held for Resale/Development | 20,795,867 |
| Restricted Cash and Investments | 1,890,543 |
| Debt Issuance Costs | 429,750 |
| Capital Assets: | |
| Non-Depreciable: | |
| Land | 38,857,043 |
| Construction in Progress | 12,401,812 |
| Depreciable, Net of Accumulated Depreciation: | |
| Buildings and Improvements | 29,248,760 |
| Machinery and Equipment | 2,887,655 |
| Infrastructure | 62,445,772 |
| Total Assets | 266,574,551 |
| **LIABILITIES** | |
| Accounts Payable and Accrued Liabilities | 5,801,556 |
| Interest Payable | 334,413 |
| Noncurrent Liabilities: | |
| Due Within One Year | 899,934 |
| Due in More Than One Year | 27,640,038 |
| Total Liabilities | 34,675,941 |
| **NET ASSETS** | |
| Invested in Capital Assets | 145,841,042 |
| Restricted for: | |
| Public Services | 58,823,769 |
| Recreation Services | 2,399,970 |
| Public Safety | 680,957 |
| Debt Service | 1,884,771 |
| Low/Moderate Income Housing | 8,862,785 |
| Unrestricted | 13,405,316 |
| Total Net Assets | $ 231,898,610 |

The accompanying notes are an integral part of this statement.

# City of Moorpark
# Statement of Activities
# Year Ended June 30, 2011

| Functions/Programs | Expenses | Program Revenues: Charges for Services | Program Revenues: Operating Grants and Contributions | Program Revenues: Capital Grants and Contributions | Net Governmental Activities |
|---|---|---|---|---|---|
| Primary Government: | | | | | |
| Governmental Activities: | | | | | |
| General Government | $ 3,201,184 | $ 293,008 | $ 71,130 | $ | $ (2,837,046) |
| Public Safety | 7,070,049 | 492,847 | 122,870 | | (6,454,332) |
| Public Services | 31,775,462 | 2,473,770 | 3,640,003 | 1,703,076 | (23,958,613) |
| Parks and Recreation | 4,658,717 | 697,787 | 2,165,165 | | (1,795,765) |
| Interest on Long-Term Debt | 1,492,604 | | | | (1,492,604) |
| Total Governmental Activities | $ 48,198,016 | $ 3,957,412 | $ 5,999,168 | $ 1,703,076 | (36,538,360) |
| General Revenues: | | | | | |
| Taxes: | | | | | |
| Property Tax, Levied for General Purpose | | | | | 7,287,282 |
| Property Tax, Redevelopment Agency Tax Increment | | | | | 6,755,960 |
| Franchise Taxes | | | | | 1,207,778 |
| Sales Tax | | | | | 2,577,105 |
| Sales Tax In-Lieu | | | | | 940,791 |
| Motor Vehicle In-Lieu, unrestricted | | | | | 170,592 |
| Investment Income | | | | | 856,413 |
| Other | | | | | 212,487 |
| Total General Revenues | | | | | 20,008,408 |
| Change in Net Assets | | | | | (16,529,952) |
| Net Assets - Beginning of Year | | | | | 248,428,562 |
| Net Assets - End of Year | | | | | $ 231,898,610 |

The accompanying notes are an integral part of this statement.

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**City of Moorpark**
**Balance Sheet**
**Governmental Funds**
**June 30, 2011**

| | | Special Revenue | | |
|---|---|---|---|---|
| | General | Street and Traffic Safety | Assessment District | Endowment |
| **ASSETS** | | | | |
| Cash and Investments | $ 2,098,674 | $ 19,357,228 | $ 6,611,481 | $ 1,437,714 |
| Restricted Cash and Investments | | | | |
| Receivables: | | | | |
| Taxes | 882,172 | | 19,096 | |
| Accounts | 130,871 | | 64,469 | |
| Interest | 214,085 | | | |
| Notes and Loans | 900,000 | | | 6,500 |
| Due From Other Funds | 856,572 | | | |
| Advances to Other Funds | 186,730 | | | 1,886,590 |
| Prepaid Items | 34,246 | | 8,231 | |
| Property Held for Resale/Development | | | | |
| Total Assets | $ 5,303,350 | $ 19,357,228 | $ 6,703,277 | $ 3,330,804 |
| **LIABILITIES AND FUND BALANCES** | | | | |
| Liabilities: | | | | |
| Accounts Payable and Accrued Liabilities | $ 1,212,119 | $ 23,085 | $ 324,875 | $ 52,089 |
| Due to Other Funds | | | | |
| Advances from Other Funds | | | | |
| Deferred Revenue | 941,347 | | 25,169 | 6,500 |
| Total Liabilities | 2,153,466 | 23,085 | 350,044 | 58,589 |
| Fund Balances: | | | | |
| Nonspendable | 220,976 | | 8,231 | 1,886,590 |
| Restricted | 149,884 | 19,334,143 | 6,345,002 | 1,385,625 |
| Committed | | | | |
| Assigned | | | | |
| Unassigned | 2,779,024 | | | |
| Total Fund Balances | 3,149,884 | 19,334,143 | 6,353,233 | 3,272,215 |
| Total Liabilities and Fund Balances | $ 5,303,350 | $ 19,357,228 | $ 6,703,277 | $ 3,330,804 |

The accompanying notes are an integral part of this statement.

| Special Revenue | | Capital Projects | | | |
|---|---|---|---|---|---|
| Parks/Public Facilities | MRA Operating | Police Facilities Fee | Moorpark Highlands Improvement | Redevelopment Agency | Special Projects |
| $ 1,934,185 | $ 3,501,402 | $ | $ 5,772 | $ 8,197,308 | $ 23,745,345 |
| | 12,578 | | | | |
| | 7,676 | | | 12,523 | |
| | | | | | 1,000,000 |
| | 6,856,424 | | | 5,637,139 | |
| $ 1,934,185 | $ 10,378,080 | $ - | $ 5,772 | $ 13,846,970 | $ 24,745,345 |
| $ 2,280 | $ 3,298,817 | $ | $ | $ 514,562 | $ 1,935 |
| | 73,969 | | | 75,775 | |
| 1,186,730 | | 1,886,590 | | | |
| 1,189,010 | 3,372,786 | 1,886,590 | - | 590,337 | 1,935 |
| | 6,856,424 | | | 5,111,349 | 1,000,000 |
| 745,175 | | | | 7,651,516 | |
| | 148,870 | | 5,772 | 493,768 | 23,743,410 |
| | | (1,886,590) | | | |
| 745,175 | 7,005,294 | (1,886,590) | 5,772 | 13,256,633 | 24,743,410 |
| $ 1,934,185 | $ 10,378,080 | $ - | $ 5,772 | $ 13,846,970 | $ 24,745,345 |

The accompanying notes are an integral part of this statement.

**City of Moorpark**
**Balance Sheet**
**Governmental Funds - Continued**
**June 30, 2011**

| | Debt Service Redevelopment Agency | Non-Major Governmental Funds | Total Governmental Funds |
|---|---|---|---|
| **ASSETS** | | | |
| Cash and Investments | $ 325,486 | $ 26,219,951 | $ 93,428,774 |
| Restricted Cash and Investments | 1,884,771 | | 1,890,543 |
| Receivables: | | | |
| Taxes | | | 901,268 |
| Accounts | | 463,471 | 671,389 |
| Interest | | 178,914 | 413,198 |
| Notes and Loans | | 1,253,743 | 2,160,243 |
| Due From Other Funds | | 177,006 | 1,033,578 |
| Advances to Other Funds | | | 3,073,320 |
| Prepaid Items | | | 42,477 |
| Property Held for Resale/Development | | 8,302,304 | 20,795,867 |
| Total Assets | $ 2,210,257 | $ 36,595,389 | $ 124,410,657 |
| **LIABILITIES AND FUND BALANCES** | | | |
| Liabilities: | | | |
| Accounts Payable and Accrued Liabilities | $ | $ 371,794 | $ 5,801,556 |
| Due to Other Funds | | 883,834 | 1,033,578 |
| Advances from Other Funds | | | 3,073,320 |
| Deferred Revenue | | 1,581,356 | 2,554,372 |
| Total Liabilities | - | 2,836,984 | 12,462,826 |
| Fund Balances: | | | |
| Nonspendable | | | 15,083,570 |
| Restricted | 1,884,771 | 29,069,435 | 66,565,551 |
| Committed | | 795,208 | 795,208 |
| Assigned | 325,486 | 4,131,832 | 28,849,138 |
| Unassigned | | (238,070) | 654,364 |
| Total Fund Balances | 2,210,257 | 33,758,405 | 111,947,831 |
| Total Liabilities and Fund Balances | $ 2,210,257 | $ 36,595,389 | $ 124,410,657 |

The accompanying notes are an integral part of this statement.

# City of Moorpark
## Reconciliation of the Governmental Funds - Balance Sheet to the Statement of Net Assets
## June 30, 2011

| | |
|---|---|
| Fund balances of governmental funds | $ 111,947,831 |
| Amounts reported for governmental activities in the statement of net assets are different because: | |
| Capital assets of governmental activities are not financial resources and, therefore, are not reported in the governmenal funds. | 145,841,042 |
| Long-term notes and loans receivable are not current financial resources and, therefore, are deferred in the governmental funds. | 2,160,243 |
| Revenues not received soon enough after year-end to be considered available are deferred in the funds. The availability criteria does not apply to the government-wide financial statements. | 394,129 |
| Interest expenditures are recognized when due, and therefore, interest payable is not recorded in the governmental funds. | (334,413) |
| Long-term liabilities are not due and payable in the current period and are not reported in the funds. | |
| Compensated Absences | (661,562) |
| Tax Allocation Bonds | (28,155,000) |
| Unamortized Discount | 276,590 |
| Pension Related Debt | - |
| Issuance costs net of accumulated amortization were recorded as expenditures in the governmental funds. | 429,750 |
| Net assets of governmental activities | $ 231,898,610 |

The accompanying notes are an integral part of this statement.

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

| | | Special Revenue | | |
|---|---|---|---|---|
| | General | Street and Traffic Safety | Assessment District | Endowment |
| **REVENUES** | | | | |
| Taxes | $ 11,217,370 | $ | $ | $ |
| Licenses and Permits | 587,186 | | | |
| Fines and Forfeitures | 230,752 | | | |
| Use of Money and Property | 508,735 | 254,718 | 90,631 | 97,333 |
| Charges for Services | 1,694,580 | 266,203 | 12,759 | 63,861 |
| Intergovernmental | 237,209 | | | |
| Maintenance Assessments | | | 2,067,059 | |
| Other Revenue | 192,084 | 5,693 | 25,051 | |
| Total Revenues | 14,667,916 | 526,614 | 2,195,500 | 161,194 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General Government | 2,289,299 | | | |
| Public Safety | 6,239,338 | | 388,818 | |
| Public Services | 2,523,334 | 245,750 | | |
| Parks and Recreation | 1,062,128 | | 3,007,462 | |
| Capital Outlay | 259,158 | 889,299 | 145,262 | 2,050,891 |
| Debt Service: | | | | |
| Principal | 1,319,064 | | | |
| Interest | | | | |
| Total Expenditures | 13,692,321 | 1,135,049 | 3,541,542 | 2,050,891 |
| Excess (Deficiency) of Revenues over Expenditures | 975,595 | (608,435) | (1,346,042) | (1,889,697) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfer In | 1,198,095 | | 1,236,497 | |
| Transfer Out | (2,073,328) | | | |
| Total Other Financing Sources (Uses) | (875,233) | - | 1,236,497 | - |
| Net Change in Fund Balances | 100,362 | (608,435) | (109,545) | (1,889,697) |
| Fund Balances, Beginning of Year | 3,049,522 | 19,942,578 | 6,462,778 | 5,161,912 |
| Fund Balances, End of Year | $ 3,149,884 | $ 19,334,143 | $ 6,353,233 | $ 3,272,215 |

The accompanying notes are an integral part of this statement.

| Special Revenue | | Capital Projects | | | |
|---|---|---|---|---|---|
| Parks/Public Facilities | MRA Operating | Police Facilities Fee | Moorpark Highlands Improvement | Redevelopment Agency | Special Projects |
| $ | $ 3,651,369 | $ | $ | $ | $ |
| | 4,490 | | | | |
| 26,377 | 107,415 | | 419 | 50,219 | 4,900 |
| 56,185 | | | | | 1,156 |
| | | 45,933 | | | |
| | 120,433 | | | | |
| 82,562 | 3,883,707 | 45,933 | 419 | 50,219 | 6,056 |
| 330,760 | 4,902,293 | | | | |
| 4,900 | | | | | |
| 486,356 | | | 13,956,383 | 2,568,065 | 194,171 |
| | 100,000 | | | | |
| 822,016 | 5,002,293 | - | 13,956,383 | 2,568,065 | 194,171 |
| (739,454) | (1,118,586) | 45,933 | (13,955,964) | (2,517,846) | (188,115) |
| | (58,507) | | | | (361,264) |
| - | (58,507) | - | - | - | (361,264) |
| (739,454) | (1,177,093) | 45,933 | (13,955,964) | (2,517,846) | (549,379) |
| 1,484,629 | 8,182,387 | (1,932,523) | 13,961,736 | 15,774,479 | 25,292,789 |
| $ 745,175 | $ 7,005,294 | $ (1,886,590) | $ 5,772 | $ 13,256,633 | $ 24,743,410 |

Continued

The accompanying notes are an integral part of this statement.

**City of Moorpark**
**Statement of Revenues, Expenditures, and Changes in Fund Balances**
**Governmental Funds - Continued**
**Year Ended June 30, 2011**

| | Debt Service Redevelopment Agency | Non-Major Governmental Funds | Total Governmental Funds |
|---|---|---|---|
| **REVENUES** | | | |
| Taxes | $ 1,753,399 | $ 2,420,762 | $ 19,042,900 |
| Licenses and Permits | | | 587,186 |
| Fines and Forfeitures | | 206,301 | 441,543 |
| Use of Money and Property | 32,668 | 363,840 | 1,537,255 |
| Charges for Services | | 484,849 | 2,579,593 |
| Intergovernmental | | 4,549,026 | 4,786,235 |
| Maintenance Assessments | | | 2,112,992 |
| Other Revenue | | 489,821 | 833,082 |
| Total Revenues | 1,786,067 | 8,514,599 | 31,920,786 |
| **EXPENDITURES** | | | |
| Current: | | | |
| General Government | | | 2,289,299 |
| Public Safety | | 211,199 | 6,839,355 |
| Public Services | | 4,873,995 | 12,876,132 |
| Parks and Recreation | | | 4,074,490 |
| Capital Outlay | | 3,956,939 | 24,506,524 |
| Debt Service: | | | |
| Principal | 555,000 | | 1,874,064 |
| Interest | 1,350,874 | 20,642 | 1,471,516 |
| Total Expenditures | 1,905,874 | 9,062,775 | 53,931,380 |
| Excess (Deficiency) of Revenues over Expenditures | (119,807) | (548,176) | (22,010,594) |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfer In | 151,139 | 1,235,007 | 3,820,738 |
| Transfer Out | | (151,139) | (2,644,238) |
| Total Other Financing Sources (Uses) | 151,139 | 1,083,868 | 1,176,500 |
| Net Change in Fund Balances | 31,332 | 535,692 | (20,834,094) |
| Fund Balances, Beginning of Year | 2,178,925 | 33,222,713 | 132,781,925 |
| Fund Balances, End of Year | $ 2,210,257 | $ 33,758,405 | $ 111,947,831 |

The accompanying notes are an integral part of this statement.

**City of Moorpark**
**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities**
**Year Ended June 30, 2011**

| | |
|---|---|
| Net change in fund balances - total governmental funds | $ (20,834,094) |
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over ther estimated useful lives as depreciation expense or are allocated to the appropriate functional expense when the cost is below the capitalization threshold. This activity is reconciled as follows: | |
| Cost of assets capitalized | 9,452,285 |
| Depreciation expense | (3,518,960) |
| Governmental funds report only proceeds from the sale of capital assets. The statement of activities reports a gain or loss on disposal based on the net book value at the time of disposal. Disposal activity included the following: | |
| Costs of assets disposed | (1,227,461) |
| Accumulated depreciation on disposed assets | 39,627 |
| Long-term notes and loans receivable are reported as expenditures when made and as revenue when repaid in the governmental funds. However, there is no impact in the statement of activities when notes and loans are made or repaid. This amount represents the net change in the long-term notes and loans receivable. | (1,429,157) |
| Revenues not received soon enough after year-end to be considered available are deferred in the funds. The availability criteria does not apply to the government-wide financial statements. | (876,745) |
| The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. | 1,846,364 |
| Accrued interest for tax allocation bonds is not recorded in the governmental funds. This is the net change in accrued interest for the current period. | 6,612 |
| Compensated absence expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. | 11,577 |
| Change in net assets of governmental activities | $ (16,529,952) |

The accompanying notes are an integral part of this statement.

# City of Moorpark
## Statement of Fiduciary Assets and Liabilities
## Agency Funds
## June 30, 2011

| | |
|---|---|
| **ASSETS** | |
| Cash and Investments | $ 3,684,080 |
| Restricted Cash and Investments | 6,803,880 |
| Accounts Receivable | 116,391 |
| Total Assets | $ 10,604,351 |
| **LIABILITIES** | |
| Accounts Payable | $ 157,677 |
| Deposits | 3,528,136 |
| Due to Bondholders | 6,918,538 |
| Total Liabilities | $ 10,604,351 |

The accompanying notes are an integral part of this statement.

**City of Moorpark**
**Notes to Financial Statements**
**Year Ended June 30, 2011**


| NOTE | DESCRIPTION | PAGE |
|---|---|---|
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## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Moorpark (City) conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for governmental accounting and financial reporting principles. The following is a summary of the significant policies.

### A) Reporting Entity

The reporting entity "City of Moorpark" includes the accounts of the City, the Moorpark Redevelopment Agency (Agency), the Moorpark Public Financing Authority (PFA), and the Industrial Development Authority of the City of Moorpark (IDA).

The City was incorporated in July, 1983 as a general law city and operates under a Council/Manager form of government.

The Agency was formed in 1987 pursuant to the State of California Health and Safety Code, Section 33000 entitled "Community Redevelopment Law". Its purpose is to finance long-term capital improvements designed to eliminate physical and economic blight in a project area.

The PFA was formed in 1993 as a joint powers authority between the City and the Agency in order to provide financial assistance to the City and the Agency by issuing debt and financing the construction of public facilities.

The IDA was formed in 1985 pursuant to the California Industrial Development Financing Act (ACT). Its purpose is to finance the acquisition and development of certain industrial activities as permitted by the Act and to issue bonds for the purpose of enabling industrial firms to finance the cost of such activities.

The criteria used in determining the scope of the reporting entity are based on the provisions of GASB Statement No. 14 (as amended by GASB Statement No. 39). The City is the primary government unit. Component units are those entities which are financially accountable to the primary government, either because the City appoints a voting majority of the component unit's Board, or because the component unit will provide a financial benefit or impose a financial burden on the City.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### A) Reporting Entity - Continued

The City has accounted for the Agency, the PFA, and IDA as "blended" component units. Despite being legally separate, they are so intertwined with the City, they are in substance, part of the City's operations. Accordingly, the balances and transactions of the Agency are reported as separate funds in the Special Revenue, Debt Service, and Capital Projects Funds. The PFA and IDA are inactive.

The following specific criteria were used in determining that the Agency, the PFA, and the IDA are "blended" component unit:

1) The members of the City Council also act as the governing body of the Agency, the PFA, and the IDA.

2) The City, the Agency, the PFA, and the IDA are financially interdependent. The City makes loans to the Agency for use on redevelopment projects. Available property tax revenues of the Agency will be used to repay the loans from the City.

3) The Agency, the PFA, and the IDA are managed by employees of the City.

The financial statements for the Agency may be obtained at the City's administrative offices. The PFA and IDA do not issue separate financial statements.

### B) Accounting and Reporting Policies

The City has conformed to the pronouncements of the GASB, which are the primary authoritative statements of the accounting principles generally accepted in the United States of America applicable to state and local governments. In accordance with GASB Statement No. 20, the City applies all applicable Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless any such pronouncements contradict GASB pronouncements.

### C) Description of Funds

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. The following are types of funds used:

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### C) Description of Funds - Continued

Governmental Fund Types

*General Fund* - Used to account for and report all financial resources not accounted for and reported in another fund.

*Special Revenue Funds* - Used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

*Debt Service Funds* - Used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

*Capital Projects Funds* - Used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Fiduciary Fund Type

*Agency Funds* - Used to account for assets held by the City as an agent for individuals, private organizations, other governments and/or other funds.

### D) Basis of Accounting and Measurement Focus

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 summaries of Governmental Activities for the City.

These 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 infrastructure as well as long-term debt, 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 expenditures are recognized in the period in which the liability is incurred. The Statement of Activities demonstrates the degree

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### D) Basis of Accounting and Measurement Focus - Continued

to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The types of transactions reported as program revenues for the City are reported in three categories: 1) charges for services, 2) operating contributions and grants, and 3) capital grants and contributions. Charges for services include revenues from customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Operating contributions and grants include revenues restricted to meeting the requirements of a particular operating function and may include state shared revenues and grants. Capital contributions and grants include revenues restricted to meeting the requirements of a particular capital function and may include grants and developer fees. 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 Statement No. 34 in regard to interfund activities, payables, and receivables. All internal balances in the government-wide financial statements have been eliminated.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances for all major governmental funds and aggregated non-major funds. An accompanying schedule is presented to reconcile and explain the differences in fund balances as presented in these statements to the net assets presented in the Government-Wide Financial Statements. The City has presented all major funds that met qualifications of GASB Statement No. 34. In addition, the City has included funds that are significant to the City as major funds.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. 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 fund balances. Revenues are recognized in the accounting period in which they become susceptible to accrual, that is, when they become both measurable and available to finance expenditures of the current period. "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### D) Basis of Accounting and Measurement Focus - Continued

Accrued revenues included property taxes received within 60 days after year-end, taxpayer assessed taxes such as sales taxes, and earnings on investments. Grant funds earned but not received are recorded as a receivable, and grant funds received before the revenue recognition criteria have been met are reported as deferred revenues. Expenditures are recorded when the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which is recognized when due.

The City reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund. Sources of revenue are property tax, sales tax, franchise and transfer taxes, fines and forfeitures, fees for services and interest.

The Street and Traffic Safety Special Revenue Fund is used to account for fees used for street maintenance, right-of-way acquisition and street construction. Sources of revenue are traffic fines and forfeitures collected through Ventura County Superior Courts.

The Assessment Districts Special Revenue Fund is used to account for funds received by the City for maintenance of community-wide parks, street lighting and landscaping. Sources of revenue are property assessments collected by the Ventura County Tax Collector.

The Endowment Special Revenue Fund is used to account for funds received by the City for certain development projects or other sources directed by the City Council to be held for the purpose of one-time expenditure of community-wide benefit due to the impact of additional development. Sources of revenue are development fees.

The Parks/Public Facilities Special Revenue Fund is used to account for fees used for park and public facilities improvements as a result of additional development. Sources of revenue are developer fees.

The MRA Operating Special Revenue Fund is used to account for monies received and expended within the project area in accordance with the Redevelopment Plan of the Agency made pursuant to redevelopment laws of the State of California. Sources of revenue are the tax increment collected by the Ventura County Tax Collector, property rents and High Street Theatre ticket sales.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### D) Basis of Accounting and Measurement Focus - Continued

The Police Facilities Fee Capital Projects Fund is used to account for the funds used to build the new police facility. The source of revenue is a percentage of permit fees issued.

The Moorpark Highlands Improvement Capital Projects Fund is used to account for the receipt and expenditure of the Community Facilities District (CFD) No. 2004-1 special tax bonds proceeds. The source of funds was the initial bond proceeds.

The Redevelopment Agency Capital Projects Fund is used to account for the funds used for the Agency's capital improvement projects. The sources of funds are the revenue bond proceeds from the 2001 and 2006 tax allocation bonds.

The Special Projects Fund is used to account for various City capital improvement projects including major rehabilitation of streets, parks and facilities and other infrastructure. Source of revenue is the General Fund excess funds over $3,000,000, per City policy.

The Redevelopment Agency Debt Service Fund is used to account for the accumulation of resources for, and the payment of principal and interest on the Agency's debt and other long-term obligations. Sources of revenue are property tax increment collected by Ventura County.

Fiduciary Fund Financial Statements

Fiduciary Fund Financial Statements include a Statement of Net Assets. The fiduciary fund is used to report assets held in a trustee or agency capacity for others and therefore are not available to support City programs. Since these assets are being held for the benefit of a third party, these funds are not incorporated into the government-wide statements.

The City's only fiduciary fund is an agency fund, which uses the accrual basis of accounting to account for developer deposits and assets held for property owners of various assessment and community facilities districts. The agency fund is custodial in nature (assets equal liabilities) and therefore does not involve measurement of results of operations.

### E) Investments

The City has adopted the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Pools*, which requires governmental entities to

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### E) Investments - Continued

report certain investments at fair value in the balance sheet and recognize the corresponding change in the fair value of investments in the year in which the change occurred. In accordance with GASB Statement No. 31, the City has adjusted certain investments to fair value (when material).

Investments are included within the financial statement classifications of "cash and investments" and "restricted cash and investments," and are stated at fair value.

### F) Property Held for Resale/Development

Property held for resale in the MRA Operating Special Revenue Fund, Low and Moderate Income Housing Special Revenue Fund and the Redevelopment Agency Capital Projects Fund represents land and buildings purchased by the Agency. Such property is valued at the lower of cost or estimated net realizable value (as determined by a disposition and development agreement between the Agency and a developer) and has been offset by nonspendable or restricted fund balance to indicate that assets constitute future capital projects and are restricted or not available spendable resources. The balance at June 30, 2011 was $20,795,867.

### G) Capital Assets

Capital assets, which include land, machinery and equipment (vehicles, computers, etc), buildings and improvements, and infrastructure assets (street systems, storm drains, sewer systems, etc.), are reported in the Governmental Activities column of the Government-wide Financial Statements. Capital assets are defined by the City as all land; buildings and improvements with an initial individual cost of more than $10,000; vehicles, computers and equipment with an initial individual cost of more than $5,000; and improvements and infrastructure assets with costs of more than $100,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated or annexed capital assets are recorded at estimated market value at the date of donation or annexation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Depreciation is recorded in the Government-wide Financial Statements on a straight-line basis over the useful life of the assets as follows:

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### G) Capital Assets - Continued

| | |
|---|---|
| Building and Improvements | 25 to 50 years |
| Vehicles, Computers, and equipment | 3 to 20 years |
| Infrastructure Assets | |
| Roadway Network | 7 to 100 years |
| Drain Network | 20 to 100 years |
| Parks and Recreation Network | 50 years |

### H) Deferred Revenue

Deferred revenue is recorded for monies collected in advance that have not been earned. In the fund financial statements revenue is also deferred when the availability criteria has not been met. As of June 30, 2011, unavailable revenue amounted to $2,554,372.

### I) Long-Term Debt

In the government-wide financial statements, long-term debt and other obligations are reported as liabilities in the statement of net assets. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amounts of debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual net proceeds received, are reported as debt service expenditures.

### J) Employee Compensated Absences

City employees may receive from 20 to 30 days vacation time or annual leave each year, depending upon length of service. An employee may accumulate earned vacation time up to a maximum of 760 hours or annual leave up to a maximum of 784 hours and administrative leave up to a maximum of 120 hours, depending on position. The amount of maximum hours for the leave accrual is based on the employee classification: regular employee, management, department head or City Manager. Upon termination, employees are paid the full value of their unused annual leave, administrative leave, vacation time, and a portion of sick leave per management benefits and City's MOU. There is no fixed payment schedule for employee compensated absences.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### K) Property Taxes

The duties of assessing and collecting property taxes are performed by the Ventura County (County) Assessor and Tax Collector, respectively. The City receives an allocation of property taxes collected by the County with respect to property located within the City limits equal to 9.1 percent of the one percent State levy. The Agency receives incremental property taxes on property within its project area over the base-assessed valuation at the date the project area was established. Tax levies cover the period from July 1 to June 30 of each year. All tax liens are attached annually on the first day in January preceding the fiscal year for which the taxes are levied. Taxes are levied on both real and personal property, as it exists on that date.

Secured property taxes are levied against real property and are due and payable in two equal installments. The first installment is due on November 1 and becomes delinquent if not paid by December 10. The second installment is due on February 1 and becomes delinquent if not paid by April 10. Unsecured personal property taxes are due on July 1 each year. These taxes become delinquent if not paid by August 31.

### L) Claims and Judgments

When it is probable that a claim liability has been incurred, and the amount of the loss can be reasonably estimated, the City records the estimated loss, net of any insurance coverage under its self-insurance program. At June 30, 2011, in the opinion of the City Attorney, the City had no material claims, which require loss provision in the financial statements. Small claims and judgments are recorded as expenditures when paid.

The City's self-insurance program is administered through the California Joint Powers Insurance Authority (Authority). The Authority is a public entity risk pool, which is accounted for under the provisions of GASB Statement No. 10. Claim losses recorded in the Authority include both current claims and Incurred But Not Reported claims (IBNR). These deposits are subject to retrospective adjustment. Favorable claims experience results in a refund of deposits from the Authority and such refunds, if any, are recorded as a reduction of insurance expenditures in the year received. Adverse claims experience results in the payment of additional deposits and such deposits, if any, are recorded as insurance expenditures when paid.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

### M) Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

### N) Use of Restricted Resources

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

### O) Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

The reconciliation states that the issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any affect on net assets. Also governmental funds report the affect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

The details of this $1,846,364 difference are as follows:

| | |
|---|---|
| Amortization of Issuance Costs | $ (16,853) |
| Amortization of Bond Discounts | (10,847) |
| Principal Repayment | 555,000 |
| Principal Payment on Pension Related Debt | 1,319,064 |
| Net adjustment to increase net change in fund balances - total governmental funds to arrive at changes in net assets of governmental activities | $ 1,846,364 |

## 2) CASH AND INVESTMENTS

Cash and investments at June 30, 2011, consisted of the following:

| | |
|---|---|
| City Treasury Deposits | |
| Demand Deposits | $ 2,871,635 |
| Cash on Hand | 3,250 |
| Total City Treasury Deposits | 2,874,885 |
| | |
| City Treasury Investments | |
| Certificates of Deposit | 100,000 |
| Local Agency Investment Fund (LAIF) | 15,490,405 |
| Ventura County Pool | 51,350,754 |
| U.S. Treasury Notes | 2,040,390 |
| U.S. Agency Securities | |
| Federal National MTG Association | 10,058,280 |
| Federal Home Loan Bank | 6,020,430 |
| Federal Farm Credit Bank | 4,034,740 |
| Federal Home Loan MTG Corporation | 5,142,970 |
| Total City Treasury Investments | 94,237,969 |
| | |
| Cash and Investments With Fiscal Agent | |
| Money Markets | $ 5,612,311 |
| US Treasury Note | 736,315 |
| Guaranteed Investment Contracts | 2,345,797 |
| Total Cash and Investments With Fiscal Agent | 8,694,423 |
| Total Cash and Investments | $ 105,807,277 |

Cash and Investments are reported in the basic financial statements as follows:

| | Statement of Net Assets Governmental Activities | Statement of Fiduciary Net Assets Agency Fund | Total |
|---|---|---|---|
| Cash and Investments | $ 93,428,774 | $ 3,684,080 | $ 97,112,854 |
| Restricted Cash and Investment | 1,890,543 | 6,803,880 | 8,694,423 |
| Total | $ 95,319,317 | $ 10,487,960 | $105,807,277 |

## 2) CASH AND INVESTMENTS - Continued

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income earned on pooled cash and investments is allocated on a quarterly basis to the various funds based on average daily cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

### A) Authorized Investments

Investments Authorized by the California Government Code and the City's Investment Policy

The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk.

This table does not address investments of debt proceeds held by bond trustees that are governed by provisions of debt agreements of the City, rather than the general provisions of the California Government or the City's investment policy. As of June 30, 2011, the only debt agreements of the City pertain to the Agency.

| Authorized Investment Type | Maximum Maturity | Maximum Percentage Of Portfolio* | Maximum Investment In One Issuer |
|---|---|---|---|
| U.S. Treasury Obligations | 5 years | None | None |
| U.S. Agency Securities | 5 years | None | None |
| Banker's Acceptances | 180 days | 40% | 30% |
| Commercial Paper | 270 days | 25% | 10% |
| Negotiable Certificates of Deposit | 5 years | 30% | None |
| Repurchase Agreements | 1 year | None | None |
| Medium-Term Notes | 5 years | 30% | None |
| Money Market Mutual Funds | N/A | 20% | None |
| County Pooled Investment Funds | N/A | None | None |
| LAIF | N/A | None | None |

*Excluding amounts held by bond trustees that are not subject to California Government Code restrictions.

## 2) CASH AND INVESTMENTS - Continued

### A) Authorized Investments - Continued

The Policy, in addition to State statutes, establishes that funds on deposit in banks must be federally insured or collateralized and investments shall (1) have maximum maturity not to exceed five years and (2) be laddered and based on cash flow forecasts. The City's investments comply with the established policy.

Investments Authorized by Debt Agreements

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investment held by bond trustees.

The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

| Authorized Investment Type | Maximum Maturity |
|---|---|
| U.S. Treasury Obligations | None |
| U.S. Agency Securities | None |
| Banker's Acceptances | 180 days |
| Commercial Paper | 270 days |
| Money Market Mutual Funds | N/A |
| Investment Contracts | 30 years |

### B) Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

## 2) CASH AND INVESTMENTS - Continued

### B) Interest Rate Risk - Continued

Information about the sensitivity of the fair values of the City's investment to market interest rate fluctuation is provided by the following table that shows the distribution of the City's investments by maturity.

| | | Investment Maturities (in Years) | | | | |
|---|---|---|---|---|---|---|
| Investment Type | Total | Less than 1 | 1 to 2 | 2 to 3 | 3 to 4 | >4 |
| LAIF | $ 15,490,405 | $ 15,490,405 | $ | $ | $ | $ |
| Ventura County Pool | 51,350,754 | 51,350,754 | | | | |
| Certificates of Deposit | 100,000 | 100,000 | | | | |
| U.S. Treasury Notes | 2,040,390 | | | | 2,040,390 | |
| U.S. Agency Securities: | | | | | | |
| Federal National MTG Assn. | 10,058,280 | | | 3,020,510 | 3,007,410 | 4,030,360 |
| Federal Home Loan Bank | 6,020,430 | | | 995,300 | 5,025,130 | |
| Federal Farm Credit Bank | 4,034,740 | | | 2,010,200 | 2,024,540 | |
| Federal Home Loan MTG Corp | 5,142,970 | | | 3,139,870 | 1,004,160 | 998,940 |
| Held by Bond Trustee: | | | | | | |
| Money Market Funds | 5,612,311 | 5,612,311 | | | | |
| U.S. Treasury Note | 736,315 | 736,315 | | | | |
| Guaranteed Investment Contracts | 2,345,797 | | | | | 2,345,797 |
| Total | $102,932,392 | $73,289,785 | $ - | $ 9,165,880 | $13,101,630 | $7,375,097 |

### C) Credit Risk and Concentration of Credit Risk

Deposits

At June 30, 2011, the carrying amount of the City's deposits was $2,871,635. Bank balances before reconciling items were $3,322,242 at June 30, 2011, of which $3,322,242 were collateralized with securities held by the pledging financial institution's trust department but not in the City's name.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor.

## 2) CASH AND INVESTMENTS - Continued

### C) Credit Risk and Concentration of Credit Risk

According to California law, the market value of pledged securities with banking institutions must equal at least 110% of the City's cash deposits. California law also allows institutions to serve City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to $250,000 by the Federal Deposit Insurance Corporation. The City, however, does not normally waive the collateralization requirements.

Investments

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code and the actual rating as of year end for each investment type.

The California Government Code places limitations on the amount that can be invested in any one issuer (as detailed above). Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total investments are as follows:

Credit Quality Distribution for Securities with Credit Exposure as a Percentage of Total Investments

| Investment Type | Carrying Value | Credit Rating | Percentage of Investments |
|---|---|---|---|
| LAIF | $ 15,490,405 | Not Rated | 15.05% |
| Ventura County Pool | 51,350,754 | Not Rated | 49.89% |
| Certificates of Deposit | 100,000 | Not Rated | .10% |
| U.S. Treasury Notes | 2,040,390 | AAA | 1.98% |
| U.S. Agency Securities: | | | |
| Federal National MTG Association | 10,058,280 | AAA | 9.77% |
| Federal Home Loan Bank | 6,020,430 | AAA | 5.85% |
| Federal Farm Credit Bank | 4,034,740 | AAA | 3.92% |
| Federal Home Loan MTG Corporation | 5,142,970 | AAA | 5.00% |
| Held by Bond Trustee: | | | |
| Money Market Funds | 5,612,311 | AAA | 5.45% |
| U.S. Treasury Note | 736,315 | AAA | .71% |
| Guaranteed Investment Contracts | 2,345,797 | Not Rated | 2.28% |
| Total | $ 102,932,392 | | 100.00% |

## 2) CASH AND INVESTMENTS - Continued

### D) Local Agency Investment Fund (LAIF)

The LAIF is a special fund of the California State Treasury through which local governments may pool investments. Each governmental agency may invest up to $50,000,000 in each account in the fund. Investments in LAIF are highly liquid, as deposits can be converted to cash within twenty-four hours without loss of interest or principal. The full faith and credit of the State of California secures investment in LAIF. At June 30, 2011, accounts were maintained in the name of the City for $3,000,000 and the Agency for $12,490,405. At June 30, 2011, the fair value of the State of California Pooled Money Investment Account (PMIA) including accrued interest was $66,515,727,874. The PMIA portfolio had securities in the form of structured notes and asset-backed securities. The PMIA has policies, goals, and objectives for the portfolio to make certain that the goals of safety, liquidity, and yield are not jeopardized. These policies are formulated by investment staff and reviewed by both the PMIA and LAIF Advisory Boards on an annual basis. LAIF's and the City's exposure to credit, market, or legal risk is not available.

### E) The Ventura County Treasurer's Investment Pool

The City holds investments in the County Pool that are subject to being adjusted to "fair value." The City is required to disclose its methods and assumptions used to estimate the fair value of its holdings in the County Pool. The City relied upon information provided by the County Treasurer in estimating the City's fair value position of its holdings in the County Pool. The City had a contractual withdrawal value of $51,350,754 at fiscal year end.

The Ventura County Treasurer's Investment Pool is a governmental investment pool managed and directed by the elected Ventura County Treasurer. The County Pool is not registered with the Securities and Exchange Commission. An oversight committee comprised of local government officials and various participants provide oversight to the management of the fund. The daily operations and responsibilities of the Pool fall under the auspices of the County Treasurer's office. The City is a voluntary participant in the investment pool.

## 3) NOTES AND LOANS RECEIVABLE

Notes and loans receivable activity for the year ended June 30, 2011, is as follows:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|---|---|---|---|
| **Notes Receivable:** | | | | |
| Asadurian | $ 800,000 | $ | $ (800,000) | $ - |
| Mission Bell | 1,704,786 | | (804,786) | 900,000 |
| Deferred Property Assessments | 250,249 | | | 250,249 |
| Total Notes Receivable | 2,755,035 | - | (1,604,786) | 1,150,249 |
| **Loans Receivable:** | | | | |
| Rehabilitation | 31,384 | | | 31,384 |
| First-time Homeowners Assistance | 211,556 | | (39,576) | 171,980 |
| CalHome | 258,979 | | (58,849) | 200,130 |
| Area Housing Authority | 332,446 | 600,000 | (332,446) | 600,000 |
| Mountains Recreation & Conservation Authority | | 6,500 | | 6,500 |
| Total Loans Receivable | 834,365 | 606,500 | (430,871) | 1,006,994 |
| Total Notes and Loans Receivable | $ 3,589,400 | $ 606,500 | $ (2,035,657) | $ 2,160,243 |

### A) Asadurian Note

On April 7, 2003, the City entered into an agreement with Asadurian Investment Corporation (AIC) whereby in return for land disposition, the City received a $1,200,000 promissory note secured by Deed of Trust. The note bears simple interest at the rate equal to the average monthly interest rate announced by LAIF. The borrower shall pay the City the amount of $80,000 plus interest over fifteen years. Payments are due annually in April. AIC did not pay the April 2010 payment. A bank holds a first trust deed note on the property which is superior to the City's note. The bank is seeking to foreclose on the property due to lack of payment by AIC. AIC had filed for bankruptcy but that case was dismissed. The bank holding the first trust deed foreclosed on the property in March 2011. The City's note was subordinate to the Bank note and consequently the City did not receive any form of compensation from the foreclosure. The note balance of $800,000 has been totally written off.

## 3) NOTES AND LOANS RECEIVABLE - Continued

### B) Mission Bell Note

On August 2, 1995, the Agency entered into an agreement with Mission Bell Partners whereby in return for land disposition, the Agency received seven promissory notes totaling $3,934,500. The notes bear simple interest from a rate of 3% to a rate of 6% per annum from August 29, 1995 until August 29, 2029. Prior to 2004 one note was paid off. In June 2004 the Agency, per settlement agreement discharged three of the remaining six of the original seven promissory notes totaling $500,000. In September of 2006, notes number 2 and 6 were paid off.

In early 2011, a notice of default was issued by the senior lender for the property. There was a possibility that the $1,704,786 note could be foreclosed out. Therefore, on March 16, 2011, the Agency assigned note no. 7 to the City in partial satisfaction of the $5 million annual operating loan between the City and the Agency. If and to the extent that any moneys are recovered from the Mission Bell note, those moneys will be credited toward the outstanding balance owed pursuant to the City/Agency loan agreement.

Subsequent to June 30, 2011, the City and Mission Bell Partners entered into a settlement agreement whereby Mission Bell Partners would give $900,000 to the City in exchange for the total discharge of note no. 7. This agreement was consummated in October 2011. As a result the loan was partially written off to reflect the $900,000 settlement amount at June 30, 2011.

### C) Deferred Property Assessments Notes

In March 1993, the City entered into agreements with three property owners of the City of Moorpark Assessment District No. 92-1 whereby in return for deferring the property owner's assessment levy, the City received three promissory notes totaling $279,427. The notes bear simple interest equivalent to the LAIF variable rate not to exceed 7% per annum. Principal and interest are due on the date the City executes an approved final map of the property or the date of a court ordered subdivide of the property. At June 30, 2011, the principal balance outstanding was $250,249.

### D) Rehabilitation Loans

The Agency operates a rehabilitation loan program for the renovation of low and moderate income housing. The total balance outstanding at June 30, 2011, was $31,384.

## 3) NOTES AND LOANS RECEIVABLE - Continued

### E) First-Time Homeowner Assistance

The City provides down payment assistance loans to first-time homeowners. The total balance outstanding at June 30, 2011 was $171,980. In order to reinforce the resale restrictions on properties purchased through the City's First Time Home Buyer Program, buyers execute Promissory Notes and Deeds of Trust, which are recorded to secure these Notes. The Notes become payable only in the event of a default of any provision of this program.

### F) CalHome Mobilehome Rehabilitation Loans

The total balance of CalHome loans for repairs to mobilehomes in Villa del Arroyo at June 30, 2011 was $200,130. These loans are subject to a conditional forgiveness provision, beginning in Year 6 of the loan, continuing through Year 10 of the loan, with 20% of the balance forgiven each of these years; to date $161,833 has been received and $112,474 has been forgiven. Funds received are deposited into a City Trust Fund to be used for eligible home ownership-related activities.

### G) Area Housing Authority (AHA)

The Agency has entered into an agreement to loan the County of Ventura AHA up to $600,000 to assist in developing low income residential rental units. As of June 30, 2011, the AHA has drawn down the entire $600,000 on the available loan. The term of the loan is 30 years with a fixed interest rate of 2.5%. Payments are to be made annually by June 30 each year.

### H) Mountains Recreation and Conservation Authority (MRCA)

The City advanced $6,500 to MRCA to conduct an updated appraisal for approximately 3,805 acres in and adjacent to the Moorpark Area of Interest near Moorpark College for review by the State of California Department of General Services. These funds are to be repaid without interest to the City by June 30, 2012, or within sixty days of the State of California's reauthorization of MRCA's Proposition 84 Project Planning and Design grant from the Santa Monica Mountains Conservancy, whichever comes first. The total balance outstanding at June 30, 2011 was $6,500.

## 4) INTERFUND TRANSACTIONS

Due to/Due From

Due to/due from other funds for the year ending June 30, 2011, consisted of the following:

| | | DUE TO | | |
|---|---|---|---|---|
| | | General Fund | Non-Major Funds | Total |
| DUE FROM | RDA Capital Projects Fund | $ 75,775 | $ | $ 75,775 |
| | MRA Operating Fund | 73,969 | | 73,969 |
| | Non-Major Funds | 706,828 | 177,006 | 883,834 |
| | Total | $ 856,572 | $ 177,006 | $ 1,033,578 |

The General Fund has advanced to the Agency and the State and Federal Assistance Funds $856,572 to cover current expenditures. Balances between Non-Major Funds were to cover deficits at year end. Repayments are expected during fiscal year 2011/12.

Advances to/from Other Funds

The Special Projects Fund has advanced to the Parks/Public Facilities Fund $1,000,000 to construct a new Skate Park and improvement of the Poindexter Park. The General Fund has advanced the Parks/Public Facilities Fund $186,730 to fund certain improvements. These advances are expected to be repaid with future development fees.

The Endowment Fund has advanced to the Police Facilities Fee Fund $1,886,590 to fund capital improvements. The advance is expected to be repaid with future development fees.

## 4) INTERFUND TRANSACTIONS - Continued

Transfers

Interfund transfers for the year ended June 30, 2011 consisted of the following:

| | | TRANSFER FROM | | | | |
|---|---|---|---|---|---|---|
| | | General Fund | MRA Operating | Special Projects Special | Non-Major Funds | Total |
| TRANSFER TO | General Fund | $ | $ | $ 361,264 | $ | $ 361,264 |
| | RDA Debt Service Fund | | | | 151,139 | 151,139 |
| | Community Development Fund | 836,831 | | | | 836,831 |
| | Assessment District Fund | 1,236,497 | | | | 1,236,497 |
| | Non-Major Funds | | 58,507 | | | 58,507 |
| | Total | $ 2,073,328 | $ 58,507 | $ 361,264 | $ 151,139 | $ 2,644,238 |

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations or grant matching requirements.

The Low and Moderate Income Housing Special Revenue Fund transferred funds to the Redevelopment Agency Debt Service Fund to pay the 20% debt service on the 1999 Tax Allocation Refunding Bonds.

The Special Projects Fund transferred $361,264 to the General Fund to bring the fund balance to the minimum $3,000,000 requirement.

The General Fund transferred funds to the Community Development and Assessment District Funds to partially finance these operations.

The MRA Operating Fund transferred funds to the Capital Projects Fund to satisfy agreement between the Agency and the Ventura County Community College District as further described in note 7.

Included in transfers in is $1,176,500 of land that was transferred from the City to the Agency for housing development. The Agency subsequently gave the said property to a developer to build low income housing.

## 5) CAPITAL ASSETS AND DEPRECIATION

In accordance with GASB Statement No. 34, the City has reported all capital assets including infrastructure in the Government-Wide Statement of Net Assets. The City elected to use the basic approach as defined by GASB Statement No. 34 for all infrastructure reporting, whereby depreciation expense and accumulated depreciation have been recorded.

The following table presents the capital assets activity for the year ended June 30, 2011.

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|---|---|---|---|
| **Governmental Activities:** | | | | |
| Capital Assets, Not Depreciated: | | | | |
| Land | $ 36,414,011 | $ 3,619,532 | $ (1,176,500) | $ 38,857,043 |
| Construction in Progress | 9,481,646 | 3,682,520 | (762,354) | 12,401,812 |
| Total Capital Assets Not Depreciated | 45,895,657 | 7,302,052 | (1,938,854) | 51,258,855 |
| Capital Assets Being Depreciated: | | | | |
| Buildings and Improvements | 35,703,278 | 680,888 | | 36,384,166 |
| Machinery and Equipment | 4,563,085 | 1,629,704 | (40,906) | 6,151,883 |
| Infrastructure | | | | |
| Roadway System | 93,681,536 | 601,995 | (10,055) | 94,273,476 |
| Storm Drainage System | 2,933,748 | | | 2,933,748 |
| Parks System | 251,434 | | | 251,434 |
| Total Capital Assets Being Depreciated | 137,133,081 | 2,912,587 | (50,961) | 139,994,707 |
| Less Accumulated Depreciation: | | | | |
| Buildings and Improvements | (6,071,136) | (1,064,270) | | (7,135,406) |
| Machinery and Equipment | (2,874,482) | (429,373) | 39,627 | (3,264,228) |
| Infrastructure | | | | |
| Roadway System | (32,722,409) | (1,990,951) | | (34,713,360) |
| Storm Drainage System | (207,462) | (29,337) | | (236,799) |
| Parks System | (57,698) | (5,029) | | (62,727) |
| Total Accumulated Depreciation | (41,933,187) | (3,518,960) | 39,627 | (45,412,520) |
| Total Capital Assets Being Depreciated, Net | 95,199,894 | (606,373) | (11,334) | 94,582,187 |
| Government Activities Capital Assets, Net of Depreciation | $ 141,095,551 | $ 6,695,679 | $ (1,950,188) | $ 145,841,042 |

## 5) CAPITAL ASSETS AND DEPRECIATION - Continued

Depreciation expense was charged to functions/programs of the primary government as follows:

| | |
|---|---|
| Governmental Activities: | |
| General Government | $ 104,764 |
| Public Safety | 235,033 |
| Public Services | 2,643,820 |
| Parks and Recreation | 535,343 |
| Total Depreciation Expense | $ 3,518,960 |

## 6) LONG-TERM LIABILITIES

Long-term liability activities for the year ended June 30, 2011, are as follows:

| | Beginning Balance | Additions | Deletions | Ending Balance | Due Within One Year |
|---|---|---|---|---|---|
| 1999 Tax Allocation Bonds | $ 5,495,000 | $ | $ (500,000) | $ 4,995,000 | $ 525,000 |
| 2001 Tax Allocation Bonds | 11,520,000 | | (15,000) | 11,505,000 | 15,000 |
| 2006 Tax Allocation Bonds | 11,695,000 | | (40,000) | 11,655,000 | 40,000 |
| Discount on Bonds | (287,437) | | 10,847 | (276,590) | (10,847) |
| Pension Related Debt | 1,319,064 | | (1,319,064) | - | |
| Employee Compensated Absences | 673,139 | 323,455 | (335,032) | 661,562 | 330,781 |
| Total | $30,414,766 | $ 323,455 | $ (2,198,249) | $28,539,972 | $ 899,934 |

### A) 1999 Tax Allocation Bonds

In 1999, the Agency issued $9,860,000 aggregated principal amount of Moorpark Redevelopment Project 1999 Tax Allocation Refunding Bonds (1999 Bonds). The purpose of the 1999 Bonds was to advance refund the Agency's previously issued $10,000,000 Moorpark Redevelopment Project, 1993 Tax Allocation Bonds (1993 Bonds). The purpose of the 1993 Bonds was to finance a portion of the costs of implementing the Redevelopment Plan, including low and moderate-income housing projects.

## 6) LONG-TERM LIABILITIES - Continued

### A) 1999 Tax Allocation Bonds - Continued

The 1999 Bonds bear interest at rates ranging from 3.05 percent to 4.875 percent per annum, payable semi-annually on April 1 and October 1 of each year, commencing on October 1, 1999, and are subject to mandatory sinking fund redemption commencing on October 1, 2009, and on each October 1 thereafter. The Bonds are payable from and secured by the tax revenues to be derived from the project area.

The 1999 Bonds are secured by all property tax increment revenue, which is deposited in the Redevelopment Agency Debt Service Fund. Cash and investments in the custody of the fiscal agent are restricted by the bond resolutions for payment of principal and interest on the Tax Allocation Bonds. In addition, the bond resolutions require retention of funds held by the fiscal agent prior to use for other than debt service.

The Agency is in compliance with the covenants contained in debt indenture, which require the establishment of certain specific accounts for the 1999 Bonds.

Debt service payments on the 1999 Bonds payable will be made from the Redevelopment Agency Debt Service Fund. Annual debt service requirements to maturity are as follows:

| Year Ending | Tax Allocation Bonds | | |
|---|---|---|---|
| June 30, | Principal | Interest | Total |
| 2012 | $ 525,000 | $ 230,709 | $ 755,709 |
| 2013 | 550,000 | 204,506 | 754,506 |
| 2014 | 580,000 | 176,962 | 756,962 |
| 2015 | 605,000 | 148,078 | 753,078 |
| 2016 | 635,000 | 117,853 | 752,853 |
| 2017 | 665,000 | 86,166 | 751,166 |
| 2018 | 700,000 | 52,893 | 752,893 |
| 2019 | 735,000 | 17,915 | 752,915 |
| Total | $ 4,995,000 | $ 1,035,082 | $ 6,030,082 |

## 6) LONG-TERM LIABILITIES - Continued

### B) 2001 Tax Allocation Bonds

In December 2001, the Agency issued $11,625,000 of Tax Allocation Parity Bonds (2001 Bonds). The proceeds of the 2001 Bonds will be used to fund redevelopment activities within the Moorpark Redevelopment Project area. Interest on the 2001 Bonds is payable semi-annually on April 1 and October 1, commencing April 1, 2002, at rates ranging from 2.85 percent to 5.13 percent per annum. The 2001 Bonds maturing October 2031, are subject to mandatory sinking funds redemption in the amount of the principal and accrued interest. The 2001 Bonds are payable from and secured by the tax revenues to be derived from the project area.

The 2001 Bonds are secured by all property tax increment revenue, which are deposited in the Redevelopment Agency Debt Service Fund. Cash and investments in the custody of the fiscal agent are restricted by the bond resolutions for payment of principal and interest on the 2001 Bonds. In addition, the bond resolutions require retention of funds held by the fiscal agent prior to use for other than debt service.

The Agency is in compliance with the covenants contained in debt indentures, which require the establishment of certain specific accounts for the 2001 Bonds.

Debt service payments on the 2001 Bonds payable will be made from the Redevelopment Agency Debt Service Fund.

Annual debt service requirements to maturity are as follows:

| Year Ending | Tax Allocation Bonds | | |
|---|---|---|---|
| June 30, | Principal | Interest | Total |
| 2012 | $ 15,000 | $ 587,098 | $ 602,098 |
| 2013 | 20,000 | 586,319 | 606,319 |
| 2014 | 15,000 | 585,525 | 600,525 |
| 2015 | 20,000 | 584,711 | 604,711 |
| 2016 | 20,000 | 583,759 | 603,759 |
| 2017-2021 | 1,370,000 | 2,841,265 | 4,211,265 |
| 2022-2026 | 3,895,000 | 2,094,716 | 5,989,716 |
| 2027-2031 | 4,995,000 | 961,579 | 5,956,579 |
| 2032 | 1,155,000 | 29,597 | 1,184,597 |
| Total | $ 11,505,000 | $ 8,854,569 | $ 20,359,569 |

## 6) LONG-TERM LIABILITIES - Continued

### C) 2006 Tax Allocation Bonds

In 2006, the Agency issued an $11,695,000 aggregated principal amount of Moorpark Redevelopment Project 2006 Tax Allocation Bonds (2006 Bonds). The purpose of the 2006 Bonds was to finance redevelopment activities related to the Moorpark Redevelopment Project Area. The 2006 Bonds bear interest at rates ranging from 3.625 percent to 4.375 percent per annum, payable semi-annually on April 1 and October 1 of each year, commencing on April 1, 2007, and are subject to mandatory sinking fund redemption commencing on October 1, 2016, and on each October 1 thereafter. The 2006 Bonds are payable from and secured by the tax revenues to be derived from the project area.

The 2006 Bonds are secured by all property tax increment revenue, which is recorded in the Redevelopment Agency Debt Service Fund. Cash and investments in the custody of the fiscal agent are restricted by the bond resolutions for payment of principal and interest on the 2006 Bonds.

The Agency is in compliance with the covenants contained in the debt indenture, which require the establishment of certain specific accounts for the 2006 Bonds.

Debt service payments on the 2006 Bonds payable will be made from the Redevelopment Agency Debt Service Fund. Annual debt service requirements to maturity are as follows:

| Year Ending June 30, | Tax Allocation Bonds Principal | Interest | Total |
|---|---|---|---|
| 2012 | $ 40,000 | $ 505,987 | $ 545,987 |
| 2013 | 35,000 | 504,627 | 539,627 |
| 2014 | 40,000 | 503,269 | 543,269 |
| 2015 | 40,000 | 501,819 | 541,819 |
| 2016 | 45,000 | 500,277 | 545,277 |
| 2017-2021 | 245,000 | 2,474,572 | 2,719,572 |
| 2022-2026 | 305,000 | 2,418,644 | 2,723,644 |
| 2027-2031 | 375,000 | 2,345,941 | 2,720,941 |
| 2032-3036 | 5,670,000 | 1,810,594 | 7,480,594 |
| 2037-2039 | 4,860,000 | 325,063 | 5,185,063 |
| Total | $ 11,655,000 | $ 11,890,793 | $ 23,545,793 |

## 6) LONG-TERM LIABILITIES - Continued

### D) Pension-Related Debt

As of June 30, 2003, California Public Employees Retirement System (CalPERS) implemented risk pooling for the City's multiple-employer public employee defined benefit pension plan. At that point, in accordance with generally accepted accounting principles, the City's Miscellaneous Plan was converted from an "agent" multiple-employer plan to a "cost-sharing" multiple-employer plan. Although a portion of the City's annual required contributions are actuarially determined and shared by all employers of the risk pool, the City is also required to make annual payments on a "Side Fund" which was created when the City entered the risk pool. The responsibility for funding the Side Fund is specific to the City and is not shared by all employers in the plan. Therefore, the Side Fund falls under the definition of pension-related debt, as described in GASB Statement No. 27. The annual payments on the Side Fund represent principal and interest payments on the pension-related debt. Principal and interest are included in the retirement expenditures in the various functions. The City paid off the entire remaining balance of the Side Fund during 2010/11, which is reported as a debt service expenditure.

### E) Employee Compensated Absences

The long-term liability at June 30, 2011 is $661,562 for employee compensated absences. The General Fund is primarily expected to liquidate this liability.

## 7) AGREEMENTS WITH VARIOUS TAXING AGENCIES

The Agency has entered into four (4) agreements for allocation and distribution of tax increment revenues:

The first agreement is with the County of Ventura, Ventura County Library District, Ventura County Fire Protection District, and Ventura County Flood Control District (collectively, the "County Taxing Entities"), which provides for the Agency to retain 100 percent of the County Taxing Entities share (55.82 percent) of annual tax increment revenues up to $1,750,000. For annual tax increment revenue in excess of $1,750,000, the Agency shall distribute 55.82 percent of such revenues to the County on behalf of the County Taxing Entities. The County Taxing Entities have agreed to defer payments in the initial years of the Redevelopment Plan, and consequently, the parties agree that the County Taxing Entities may receive payments in any single fiscal year in excess of the amount of tax revenues the County Taxing Entities would otherwise be entitled to, but for the adoption of the Redevelopment Plan.

**7) AGREEMENTS WITH VARIOUS TAXING AGENCIES - Continued**

With respect to the first paragraph, 4.2 percent of the County Taxing Entities share is allocated to the County Library District (County Free Library System). The City has withdrawn from the County Free Library System and now operates the Moorpark Library. Pursuant to the Memorandum of Understanding governing the County Free Library System, upon withdrawal, a city is entitled to all property taxes allocated to library purposes from within the corporate boundaries of such city. The County has agreed that the City is entitled to the share of annual tax increment previously allocated to the County Library District under the first agreement.

The second agreement is with the Moorpark Unified School District (MUSD), and states that the MUSD shall receive, after the Agency has satisfied debt service payments to bond or note holders or to the holder of any other instruments of Agency indebtedness (provided such indebtedness is not reasonably foreseeable to impair the Agency's obligation under the agreement), the MUSD's share (33.41 percent) of tax increment revenues generated by an annual 2 percent increase in assessed valuation, and beginning in fiscal year 1995/96, 14 percent of the MUSD's share of annual tax increment revenue.

Per the agreement between the MUSD and the Agency, the distributions to the MUSD shall be expended for the following purposes at school sites in the incorporated boundaries of the City:

1. Telephone systems for new buildings

2. Computer hardware and educational systems

3. Land acquisition

4. Books

5. School buildings and facilities and related capital improvements and modernization projects (collectively public works); such public works may include design, inspection and administration costs, but not MUSD overhead or salary/benefits for regular MUSD employees.

The Agency may pre-approve other expenditures that are submitted in writing by the MUSD.

The third agreement is with the Ventura County Community College District (VCCCD), and states that the VCCCD should receive, after the Agency has satisfied debt service payments to bond or note holders or to the holders of any other instruments of Agency indebtedness (provided such indebtedness

## 7) AGREEMENTS WITH VARIOUS TAXING AGENCIES - Continued

is not reasonably foreseeable to impair the Agency's obligation under the agreement), the VCCCD's share (5.81 percent) of tax increment revenues generated by an annual 2 percent increase in assessed valuation, and beginning in fiscal year 1993/94, 14 percent of the VCCCD's share of annual tax increment revenue.

An agreement, dated May 1, 2008, between the City and the VCCCD redirects the VCCCD's tax increment allocation. The Agency shall transfer to the City the VCCCD's tax increment allocations, up to One Million Dollars ($1,000,000), beginning with fiscal year 2006/07 and for every fiscal year thereafter through and including the 2024/25 fiscal year for the purpose of constructing certain public improvements near Moorpark College.

The fourth agreement is with the Ventura County Superintendent of Schools Office (Superintendent), and states that the Superintendent shall receive its share (2.49 percent) of tax increment revenues generated by an annual 2 percent increase in assessed valuation.

## 8) RETIREMENT PLAN

### A) Plan Description

The City contributes to CalPERS, a cost-sharing multiple-employer public employee defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and city ordinance. Copies of CalPERS' annual financial report may be obtained from their executive office: 400 P Street, Sacramento, California 95814.

### B) Funding Policy

Active plan members are required to contribute 7 percent of their covered salary. The City makes the contribution required of the City employees on their behalf. The City is also required to make an additional contribution at an actuarially determined rate. The required employer contribution rate for the fiscal year 2010/11 was 11.040 percent. The 11.040 percent is comprised of 8.475 percent for the cost-sharing pool and 2.565 percent for the payment on the City's side fund. The City paid off the side fund in February 2011. The contribution requirements for plan members are

## 8) RETIREMENT PLAN - Continued

### B) Funding Policy - Continued

established by State statute and the employer contribution rate is established and may be amended by CalPERS. The following represents the required contributions for the past three fiscal years:

| Fiscal Year | Required Contributions | Percent Contributed |
|---|---|---|
| 2008/09 | $ 491,357 | 100% |
| 2009/10 | $ 566,161 | 100% |
| 2010/11 | $ 504,158 | 100% |

## 9) CONDUIT DEBT - REVENUE BONDS

The City of Moorpark Mobile Home Park Revenue Bonds (Villa Del Arroyo) Series 2000 A and the City of Moorpark Mobile Home Park Subordinate Revenue Bonds (Villa Del Arroyo) Series 2000 B were issued in the amounts of $12,740,000 and $2,635,000 respectively. Both issuances were dated May 19, 2000. The Series A bonds were issued to fund a loan to Augusta Homes, a California non-profit public benefit corporation, to finance the acquisition of the Villa Del Arroyo Mobile Home Park. The Series B bonds were issued for the same purpose but are subordinate to the Series A bonds. On May 31, 2011 these taxable subordinate bonds were refunded for $13,085,000 and $375,000, respectively. The total bonds outstanding at June 30, 2011, totaled $13,460,000.

The City of Moorpark Multifamily Housing Revenue Bonds (Vintage Crest Senior Apartment Project) 2002 Series A were issued in the amount of $16,000,000. The issuance was dated December 1, 2002. The Series A Bonds were issued to fund a loan to Vintage Crest Senior Apartment L.P., a California Limited Partnership, to finance the Vintage Crest Senior Housing Project. The bonds outstanding at June 30, 2011, totaled $14,543,332.

Each of the bond programs described above do not constitute an indebtedness of the City, and there is neither a legal nor a moral obligation on the part of the City to make payments on such bonds from any source other than the revenues and assets pledged therefore. The programs are completely administered by the Trustees without any involvement by the City. Accordingly, these programs and the bonds issued thereunder have been excluded from the accompanying basic financial statements.

## 10) SPECIAL ASSESSMENT BONDS

### A) Assessment District 92-1 (Mission Bell Plaza)

On April 1, 1994, the City sponsored the issuance of special assessment bonds to finance certain capital improvements for the Mission Bell Plaza project. These bonds, totaling $2,595,000, of which $735,000 and $1,475,000 mature in 2013 and 2023, respectively, were issued under the 1915 Improvements Bonds Act and are obligations against the properties in the assessment district. The special assessment, which is collected with other property related taxes as part of the secured property tax bill for properties in the assessment district, will be forwarded to an independent bank that serves as the paying agent. These bonds do not constitute an indebtedness of the City, and the City is not liable for their repayment. Accordingly, these special assessment bonds payable have been excluded from the accompanying basic financial statements. The unpaid principal balance on such bonds is $1,400,000 at June 30, 2011.

### B) Community Facilities District No. 97-1 (Carlsberg)

On July 1, 1997, the City issued bonds to finance the acquisition and construction of public improvements within the City of Moorpark Community Facilities District No. 97-1. These bonds, totaling $7,645,000, were issued pursuant to the Mello-Roos Community Facilities Act of 1982. The bonds mature on September 1, 2027 with interest payable at rates ranging from 4.4 percent to 6 percent per annum on March 1, and September 1 of each year commencing March 1, 1998. 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 collections to fiscal agents to pay the bondholders and initiating foreclosure proceedings, if appropriate. Accordingly, these bonds payable have been excluded from the accompanying basic financial statements. The unpaid principal balance is $5,940,000 at June 30, 2011.

### C) Community Facilities District No. 2004-1 (Moorpark Highlands)

During fiscal year 2006/07, the City issued bonds to construct and acquire certain public facilities of benefit to the Community Facilities District No. 2004-1. The bonds, totaling $38,030,000, were issued pursuant to the Mello-Roos Community Facilities Act of 1982. The bonds mature on September 1, 2038 with interest payable at rates ranging from 4.0 percent to 5.3 percent per annum, on March 1 and September 1 of each year. 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 collections to fiscal agents to pay the bondholders and initiating foreclosure proceedings, if appropriate. Accordingly, these bonds payable have been excluded from the accompanying basic financial statements. The unpaid principal balance is $25,480,000 at June 30, 2011.

## 11) RISK MANAGEMENT

### A) Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City is a member of the Authority. The Authority is composed of over 100 California public entities and is organized under a joint powers agreement pursuant to California Government Code 6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group-purchased insurance for property and other coverages. The Authority's pool began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee.

The City does not have an equity interest in the Authority: therefore, no amount has been reported in the Statement of Net Assets. However, the City does have an ongoing financial interest because the City is able to influence the operations of the Authority so that the Authority uses its resources on behalf of the City. Also, an ongoing financial responsibility exists because the Authority is dependent on continued funding from the City. The condensed financial information of the Authority has not been reproduced in this report, but is available from the Authority.

### B) Self Insurance Programs of the Authority

Beginning coverage period 2010/11, the Authority implemented a new funding and cost allocation formula, from retrospective funding model to a prospective funding model and increased the funding estimate goal to 75 percent confidence level. This change aims to improve the Authority's long-term financial viability by sufficiently pre-funding each period to cover expected claims and expenditures. Under the new formula, the General Liability and Workers' Compensation annual contributions are separately calculated for public safety and non-public safety categories based on the member's exposure and experience factors. Exposure factor is determined by the annual reported payroll, with the minimum imputed payroll of $420,000 for the liability formula. Experience factors are defined by loss layer weighting ratio equivalent to 50 percent on the agency's first layer losses ($0 to $30,000 for liability and $0 to $50,000 for worker's compensation) and 50 percent on its second layer of losses ($30,000 to $750,000 for liability and $50,000 to $100,000 for worker's compensation). A credibility weighting component, ranging from 80 percent to 20 percent, is applied to determine the portion of the member's cost attributable to its own loss experience relative to its payroll size. The annual contribution is subject to 0 percent-35 percent volatility band, so that no member will pay more than 35 percent or pay less than prior year amount.

## 11) RISK MANAGEMENT - Continued

### B) Self Insurance Programs of the Authority - Continued

General Liability: Costs of claims above $5,000,000 are currently paid by reinsurance. The Protection for each member is $50,000,000 per occurrence and $50,000,000 annual aggregate.

Workers Compensation: Members retain the first $50,000 of each claim. Losses up to $2,000,000 are pooled by members and excess coverage is purchased by statutory limits. Administrative expenses are paid from the Authority's investment earnings.

During the year, the City took advantage of the Authority's incentive program by paying off the $503,501 aggregate retrospective balance due on the liability pool and was able to receive a 6 percent or $30,210 discount. The Authority owes the City $181,621 from the Workers' Compensation pool and the City received 25 percent or $45,405 refund as a reduction on the 2010/11 annual contribution.

### C) Purchased Insurance

The City participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. The City property is currently insured according to a schedule of covered property submitted by the City to the Authority. Total all-risk property insurance coverage is $37,087,004. There is a $5,000 per loss deductible. Premiums for the coverage are paid annually and are not subject to retroactive adjustments.

### D) Earthquake and Flood Insurance

The City purchased earthquake and flood insurance on a portion of its property. The earthquake insurance is part of the property protection insurance program of the Authority. The City property currently has earthquake protection in the amount of $33,254,981. There is a deductible of 5 percent of the value with a minimum deduction of $100,000. Premiums for the coverage are paid annually and are not subject to retroactive adjustments.

### E) Adequacy of Protection

During the past three fiscal (claims) years none of the above programs of protection have had settlements or judgments that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability coverage from coverage in the prior year.

## 11) RISK MANAGEMENT - Continued

### F) Claims and Judgments

The City accounts for uninsured, material claims and judgments and associated legal and administrative costs when it is probable that the liability claim has been incurred and the amount of the loss can be reasonably estimated. Included therein are claims incurred but not reported, which consists of (a) known loss events expected to be presented as claims later, (b) unknown loss events that are expected to become claims, and (c) expected future development on claims already reported. This is based upon historical actual results that have established a reliable pattern supplemented by specific information about current matters. Small dollar claims and judgments are recorded as expenditures when paid.

## 12) CLASSIFICATION OF NET ASSETS AND FUND BALANCE

### A) Net Assets

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

Invested in Capital Assets

This category groups all assets, including infrastructure, into one component of net assets. Accumulated depreciation on these assets reduces this category.

Restricted Net Assets

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

Unrestricted Net Assets

This category represents the net assets of the City that are not externally restricted for any project or other purpose.

## 12) CLASSIFICATION OF NET ASSETS AND FUND BALANCE - Continued

### B) Fund Balance

The City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* as of June 30, 2011. Fund balances in governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The City considers restricted fund balance to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. Similarly, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the City considers committed amounts to be reduced first, followed by assigned amounts and then unassigned amounts.

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

Nonspendable Fund Balance - Amounts that cannot be spent either because they are in nonspendable form or are required to be maintained intact.

Restricted Fund Balance - Amounts that are constrained to specific purposes by state or federal laws, or externally imposed conditions by grantors or creditors.

Committed Fund Balance - Amounts that may be specified by the City Council by ordinance or resolution to formally commit part of the City's fund balances or future revenues for a specific purpose(s) or program. To change or repeal any such commitment will require an additional formal City Council's action utilizing the same type of action that was originally used.

Assigned Fund Balance - Amounts that are constrained by the Council's intent to use specified financial resources for specific purposes, but are neither restricted nor committed. It is the policy of the City Council that assignment of fund balances must be approved by the Council prior to the fiscal year end.

Unassigned Fund Balance - These are either residual positive net resources of fund balance in excess of what can properly be classified in one of the other four categories, or negative balances.

## 12) CLASSIFICATION OF NET ASSETS AND FUND BALANCE - Continued

### B) Fund Balance - Continued

The City's governmental fund balances at June 30, 2011, are presented below:

| | General Fund | Street and Traffic Safety Fund | Assessment District Fund | Endowment Fund | Parks/Public Facilities Fund |
|---|---|---|---|---|---|
| Nonspendable: | | | | | |
| Prepaid Items | $ 34,246 | $ | $ 8,231 | $ | $ |
| Advances | 186,730 | | | 1,886,590 | |
| Property Held for Resale/Development | | | | | |
| Restricted for: | | | | | |
| Public Services | 149,884 | 19,334,143 | 6,345,002 | 1,385,625 | |
| Recreation Services | | | | | 745,175 |
| Public Safety | | | | | |
| Debt Service | | | | | |
| Low and Moderate Housing | | | | | |
| Construction of Human Services Center | | | | | |
| Committed to: | | | | | |
| Library Services | | | | | |
| Assigned to: | | | | | |
| Redevelopment Activities | | | | | |
| Capital Projects | | | | | |
| Unassigned | 2,779,024 | | | | |
| Total Fund Balance | $ 3,149,884 | $ 19,334,143 | $ 6,353,233 | $ 3,272,215 | $ 745,175 |

## 12) CLASSIFICATION OF NET ASSETS AND FUND BALANCE - Continued

### B) Fund Balance - Continued

| | MRA Operating Fund | Police Facilities Fund | Moorpark Highlands Improvement Fund | Redevelopment Agency Capital Projects Fund | Special Projects Fund |
|---|---|---|---|---|---|
| Nonspendable: | | | | | |
| Prepaid Items | $ | $ | $ | $ | $ |
| Advances | | | | | 1,000,000 |
| Property Held for Resale/Development | 6,856,424 | | | 5,111,349 | |
| Restricted for: | | | | | |
| Public Services | | | | | |
| Recreation Services | | | | | |
| Public Safety | | | | | |
| Debt Service | | | | | |
| Low and Moderate Housing | | | | | |
| Construction of Human Services Center | | | | 7,651,516 | |
| Committed to: | | | | | |
| Library Services | | | | | |
| Assigned to: | | | | | |
| Redevelopment Activities | 148,870 | | | 493,768 | |
| Capital Projects | | | 5,772 | | 23,743,410 |
| Unassigned | | (1,886,590) | | | |
| Total Fund Balance | $ 7,005,294 | $ (1,886,590) | $ 5,772 | $ 13,256,633 | $ 24,743,410 |

## 12) CLASSIFICATION OF NET ASSETS AND FUND BALANCE - Continued

### B) Fund Balance - Continued

| | Redevelopment Agency Debt Service Fund | Others Governmental Funds | Total Governmental Funds |
|---|---|---|---|
| Nonspendable: | | | |
| Prepaid Items | $ | $ | $ 42,477 |
| Advances | | | 3,073,320 |
| Property Held for Resale/Development | | | 11,967,773 |
| Restricted for: | | | |
| Public Services | | 18,431,379 | 45,646,033 |
| Recreation Services | | 1,654,795 | 2,399,970 |
| Public Safety | | 680,957 | 680,957 |
| Debt Service | 1,884,771 | | 1,884,771 |
| Low and Moderate Housing | | 8,302,304 | 8,302,304 |
| Construction of Human Services Center | | | 7,651,516 |
| Committed to: | | | |
| Library Services | | 795,208 | 795,208 |
| Assigned to: | | | |
| Redevelopment Activities | 325,486 | | 968,124 |
| Capital Projects | | 4,131,832 | 27,881,014 |
| Unassigned | | (238,070) | 654,364 |
| Total Fund Balance | $ 2,210,257 | $ 33,758,405 | $ 111,947,831 |

### Deficit Fund Balance

The following non-major governmental funds had deficits at June 30, 2011:

| | |
|---|---|
| Tierra Rejada/Spring Road Special Revenue Fund | (177,006) |
| Prop 1B Safety and Security | (5,161) |

Management expects these deficits to be eliminated through future revenues.

## 13) COMMITMENTS AND CONTINGENCIES

### A) Commitments

The City has contracts with County of Ventura for various services, most notably law enforcement. These service contracts are renegotiated annually and cancelable by the City or the County on May 31 of each year after 30 days notice has been given. These are based on an hourly rate and adjusted throughout the fiscal year.

The estimated amount of construction contract obligations at year-end is $10,576,065.

### B) Contingencies

There are certain legal actions pending against the City which management considers incident to normal operations, some of which seek substantial monetary damages. In the opinion of management, after consultation with counsel, the ultimate resolution of such actions is not expected to have a significant effect on the financial position or the results of operations of the City.

The City has received State and Federal funds for specific purposes that are subject to review by the grantor agencies. Although such audits could generate expenditure disallowance under the terms of the grants, it is believed that any disallowed amounts will not be material.

**Recent Changes in Legislation Affecting California Redevelopment Agencies**

On June 29, 2011, the Governor of the State of California signed Assembly Bills X1 26 and 27 as part of the State's budget package. Assembly Bill X1 26 requires each California redevelopment agency to suspend (effective July 1, 2011) nearly all activities except to implement existing contracts, meet already-incurred obligations, preserve its assets and prepare for the impending dissolution of the agency. Assembly Bill X1 27 provides a means for redevelopment agencies to continue to exist and operate by means of a Voluntary Alternative Redevelopment Program. Under this program, each local government would adopt an ordinance agreeing to make certain payments to the County Auditor Controller in fiscal year 2011/12 and annual payments each fiscal year thereafter. Assembly Bill X1 26 indicates that the city, special district or county "may use any available funds not otherwise obligated for other uses" to make this payment. The City and the Agency intend to use available monies of its redevelopment agency for this purpose. The amounts to be paid after fiscal year 2012/13 have yet to be determined by the State legislature.

## 13) COMMITMENTS AND CONTINGENCIES - Continued

### B) Contingencies - Continued

**Recent Changes in Legislation Affecting California Redevelopment Agencies - Continued**

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

In the event that Assembly Bill X1 26 is upheld, the receivable recognized by funds of the City that had previously loaned or advanced funds to the redevelopment agency would become uncollectible with a loss recognized to the City. Additionally, the City would be impacted by the elimination of reimbursements previously paid to the City by the redevelopment agency for shared administrative services.

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

Because the stay provided by Assembly Bill X1 26 only affects enforcement, each agency must adopt an Enforceable Obligation Payment Schedule and draft Recognized Obligation Payment Schedule prior to September 30, as required by the statute. Enforceable obligations include bonds, loans and payments required by the federal or State government; legally enforceable

## 13) COMMITMENTS AND CONTINGENCIES - Continued

### B) Contingencies - Continued

**Recent Changes in Legislation Affecting California Redevelopment Agencies - Continued**

payments required in connection with agency employees such as pension payments and unemployment payments, judgments or settlements; legally binding and enforceable agreements or contracts; and contracts or agreements necessary for the continued administration or operation of the agency that are permitted for purposes set forth in AB X1 26.

On September 7 and 14, 2011, City of Moorpark Ordinance No. 406 and No. 407 were adopted indicating that the City will comply with the Voluntary Alternative Redevelopment Program in order to permit the continued existence and operation of the Agency, in the event Assembly Bills X1 26 and/or 27 are upheld as constitutional. The initial payment by the City is estimated to be $1,606,569 with one half due on January 15, 2012 and the other half due May 15, 2012. Thereafter, an estimated $381,000 will be due annually. The amounts to be paid after fiscal year 2012/13 have yet to be determined by the State Legislature. The semi-annual payments will be due on January 15 and May 15 of each year and would increase or decrease with changes in tax increment. Additionally, an increased amount would be due to schools if any "new debt" is incurred. Assembly Bill X1 27 allows a one-year reprieve on the agency's obligation to contribute 20 percent of tax increment to the low-and-moderate-income housing fund so as to permit the Agency to assemble sufficient funds to make its initial payments. Failure to make these payments would require agencies to be terminated under the provisions of AB X1 26.

As of December 29, 2011, the Supreme Court of California upheld the provisions of Assembly Bill X1 26 and invalidated Assembly Bill X1 27. The ruling provides for the wind-up and dissolution of redevelopment agencies as of February 1, 2012.

## 14) RESTATEMENT OF FUND BALANCES

Fund balances in the funds below were restated as a result of implementing Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

The beginning fund balances of Governmental Funds were restated as follows:

| | General Fund | Community Development Fund |
|---|---|---|
| Fund Balances, as Previously Reported | $ 2,999,999 | $ 49,523 |
| Restatements: | | |
| Changes to fund balance resulting from the Implementation of GASB 54 | 49,523 | (49,523) |
| Fund Balances, as Restated | $ 3,049,522 | $ - |

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# REQUIRED SUPPLEMENTARY INFORMATION

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - General Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **PROPERTY TAXES** | | | | |
| Current Secured | $ 3,100,000 | $ 3,150,000 | $ 3,150,851 | $ 851 |
| Current Unsecured | 35,000 | 65,000 | 68,598 | 3,598 |
| Prior Year Secured / Unsecured | 5,000 | 5,000 | 2,765 | (2,235) |
| Supplemental Secured / Unsecured | 100,000 | 75,000 | 36,998 | (38,002) |
| Real Property Transfer Tax | 100,000 | 100,000 | 136,094 | 36,094 |
| Homeowners Property Exemption | 45,000 | 45,000 | 40,282 | (4,718) |
| Parcel Taxes | 140,000 | 140,000 | 157,082 | 17,082 |
| Property Taxes ~ VLF | 2,825,000 | 2,900,000 | 2,899,027 | (973) |
| Total Property Taxes | 6,350,000 | 6,480,000 | 6,491,697 | 11,697 |
| **SALES TAXES** | | | | |
| Sales and Use Tax | 2,250,000 | 2,450,000 | 2,577,105 | 127,105 |
| Sales Tax Compensation | 850,000 | 940,000 | 940,791 | 791 |
| Total Sales Taxes | 3,100,000 | 3,390,000 | 3,517,896 | 127,896 |
| **FRANCHISE FEES** | | | | |
| Franchise Fee - Cable TV | 350,000 | 400,000 | 404,048 | 4,048 |
| Franchise Fee - Edison | 300,000 | 300,000 | 279,817 | (20,183) |
| Franchise Fee - Gas | 100,000 | 100,000 | 95,151 | (4,849) |
| Franchise Fee - Oil | | | 5,144 | 5,144 |
| Franchise PEG Fees | 30,000 | 30,000 | 41,883 | 11,883 |
| Franchise GI Rubbish | 185,000 | 185,000 | 199,654 | 14,654 |
| Franchise Moorpark Rubbish | 100,000 | 100,000 | 119,272 | 19,272 |
| Landfill Local Impact Fee | 50,000 | 50,000 | 53,167 | 3,167 |
| CIWMP Fees | 10,000 | 10,000 | 9,641 | (359) |
| Total Franchise Fees | 1,125,000 | 1,175,000 | 1,207,777 | 32,777 |
| **LICENSES AND PERMITS** | | | | |
| Business Registration | 125,000 | 125,000 | 144,845 | 19,845 |
| Filming Permits | 7,000 | 7,000 | 6,200 | (800) |
| NPDES Business Inspection Fees | 2,000 | 2,000 | 7,141 | 5,141 |
| Misc. Business Permits | | | 315 | 315 |
| Street Vendor Permits | 2,000 | 2,000 | 1,635 | (365) |
| Home Occupation Permits | 9,000 | 9,000 | 13,600 | 4,600 |
| Sign Permits | 5,000 | 5,000 | 6,725 | 1,725 |
| Banner Permits | 1,000 | 1,000 | 1,360 | 360 |

Continued

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - General Fund - Continued**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **LICENSES AND PERMITS** | | | | |
| Residential Building Permits | 302,000 | 302,000 | 251,171 | (50,829) |
| Non Residential Building | 64,000 | 64,000 | 95,109 | 31,109 |
| Permit Adj Commercial | 2,000 | 2,000 | 2,290 | 290 |
| Permit Adj Residential | 1,000 | 1,000 | | (1,000) |
| Temporary Use Permit | 3,000 | 3,000 | 6,320 | 3,320 |
| Enchroachment Permit | 28,600 | 28,600 | 34,395 | 5,795 |
| Rental Inspection Permits | 5,000 | 5,000 | 480 | (4,520) |
| Administrative Permits | 7,000 | 7,000 | 15,600 | 8,600 |
| Total Licenses and Permits | 563,600 | 563,600 | 587,186 | 23,586 |
| **FINES AND FORFEITURES** | | | | |
| Municipal Code Fines | $ 179,000 | $ 204,000 | $ 228,931 | $ 24,931 |
| Animal Control Fines | 2,000 | 2,000 | 143 | (1,857) |
| Forfeiture & Penalties | 2,000 | 2,000 | | (2,000) |
| Code Enforcement Fines | | | 1,678 | 1,678 |
| Total Fines & Forfeitures | 183,000 | 208,000 | 230,752 | 22,752 |
| **USE OF MONEY AND PROPERTY** | | | | |
| Investment Earnings | 400,000 | 225,000 | 301,335 | 76,335 |
| Rents and Concessions | 125,000 | 125,000 | 107,400 | (17,600) |
| Interest / City MRA Advance | 175,000 | 100,000 | 100,000 | - |
| Total Money & Property | 700,000 | 450,000 | 508,735 | 58,735 |
| **CHARGES FOR SERVICES** | | | | |
| Other Admin Service Fees | 82,000 | 82,000 | 122,959 | 40,959 |
| Administrative Fees | | | | - |
| Administrative Fees - CFD | | | | - |
| Park and Facility Use Fee | 70,000 | 70,000 | 54,934 | (15,066) |
| Contract Class Registration Fees | 207,000 | 207,000 | 235,822 | 28,822 |
| League Fees | 120,600 | 120,600 | 124,730 | 4,130 |
| Recreation Event Fees | 305,000 | 250,000 | 268,612 | 18,612 |
| Advertising in brochure | 8,000 | 8,000 | 10,250 | 2,250 |
| Other Community Services Fees | 4,000 | 4,000 | 4,771 | 771 |
| Photocopying | 1,000 | 1,000 | 826 | (174) |
| Sale of Documents | 1,000 | 1,000 | 2,554 | 1,554 |
| Special Police Dept Services | 30,000 | 30,000 | 34,620 | 4,620 |
| NSF Fees and Misc. Charges | 1,000 | 1,000 | 1,295 | 295 |

Continued

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - General Fund - Continued**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **CHARGES FOR SERVICES** | | | | |
| City Admin Engin Contract | 17,200 | 17,200 | 92,345 | 75,145 |
| City Admin Attny Contract | 3,000 | 3,000 | 1,114 | (1,886) |
| Contract Admin Fee | 2,000 | 2,000 | 23,626 | 21,626 |
| Zone Clearance | 32,000 | 32,000 | 36,360 | 4,360 |
| Imaging Fees | 1,000 | 1,000 | 300 | (700) |
| Advance Planning Fees | 12,000 | 12,000 | 17,481 | 5,481 |
| Other Comm Develop Fees | | | 3,713 | 3,713 |
| Plan Check Residential | 90,000 | 90,000 | 107,473 | 17,473 |
| Plan Check Non Residential | 35,000 | 35,000 | 45,087 | 10,087 |
| Planning Time Charges | 330,000 | 330,000 | 279,221 | (50,779) |
| Public Improv Plan Check | 30,000 | 30,000 | 141,378 | 111,378 |
| Public Improv Inspections | 10,000 | 10,000 | 69,680 | 59,680 |
| PW/ENG Staff Time Charges | 8,000 | 8,000 | 12,803 | 4,803 |
| Real Estate Fees | 2,000 | 2,000 | 2,626 | 626 |
| Total Charges for Services | 1,401,800 | 1,346,800 | 1,694,580 | 347,780 |
| **INTERGOVERNMENTAL** | | | | |
| Motor Vehicle In Lieu | 75,000 | 75,000 | 170,592 | 95,592 |
| Other State Funds | 20,000 | 20,000 | 23,049 | 3,049 |
| County Grants | 10,000 | 68,431 | 30,215 | (38,216) |
| Other Federal Revenue / Grants | 8,000 | 8,000 | 13,353 | 5,353 |
| Total Intergovernmental | 113,000 | 171,431 | 237,209 | 65,778 |
| **OTHER REVENUES** | | | | |
| Contributions / Donations | $ 25,000 | $ 25,000 | $ 17,867 | $ (7,133) |
| Revenues not elsewhere classified | 15,000 | 15,000 | 1,808 | (13,192) |
| Expense Reimbursements | 75,000 | 75,000 | 57,880 | (17,120) |
| Restitution / Insurance Proceeds | 15,000 | 115,000 | 114,529 | (471) |
| Total Other Revenues | 130,000 | 230,000 | 192,084 | (37,916) |
| Total Revenue | 13,666,400 | 14,014,831 | 14,667,916 | 653,085 |

Continued

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - General Fund - Continued**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General Government | 2,020,069 | 2,546,850 | 2,289,299 | 257,551 |
| Public Safety | 6,329,222 | 6,510,041 | 6,239,338 | 270,703 |
| Public Services | 2,052,815 | 3,163,136 | 2,523,334 | 639,802 |
| Parks and Recreation | 1,807,229 | 1,349,215 | 1,062,128 | 287,087 |
| Capital Outlay | 200,404 | 378,060 | 259,158 | 118,902 |
| Debt Service: | | | | |
| Principal | | 1,319,064 | 1,319,064 | - |
| Total Expenditures | 12,409,739 | 15,266,366 | 13,692,321 | 1,574,045 |
| Excess (Deficiency) of Revenues over Expenditures | 1,256,661 | (1,251,535) | 975,595 | 2,227,130 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | 1,121,000 | 2,621,000 | 1,198,095 | (1,422,905) |
| Transfer Out | (2,355,144) | (2,433,812) | (2,073,328) | 360,484 |
| Total Other Financing Sources (Uses) | (1,234,144) | 187,188 | (875,233) | (1,062,421) |
| Net Change in Fund Balance | 22,517 | (1,064,347) | 100,362 | 1,164,709 |
| Fund Balance, Beginning of Year | 3,049,522 | 3,049,522 | 3,049,522 | |
| Fund Balance, End of Year | $ 3,072,039 | $ 1,985,175 | $ 3,149,884 | $ 1,164,709 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - Street and Traffic Safety Special Revenue Fund**
**Year Ended June 30, 2011**

.

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **USE OF MONEY AND PROPERTY** | | | | |
| Investment Earnings | $ 203,000 | $ 203,000 | $ 254,718 | $ 51,718 |
| Total Use of Money and Property | 203,000 | 203,000 | 254,718 | 51,718 |
| **CHARGES FOR SERVICES** | | | | |
| Other Development Fees | 641,000 | 641,000 | 266,203 | (374,797) |
| Total Charges for Services | 641,000 | 641,000 | 266,203 | (374,797) |
| **OTHER REVENUE** | | | | |
| Sale of Plans/Specifications | - | - | 5,693 | 5,693 |
| Total Other Revenue | - | - | 5,693 | 5,693 |
| Total Revenues | 844,000 | 844,000 | 526,614 | (317,386) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Services | 266,561 | 322,561 | 245,750 | 76,811 |
| Capital Outlay | 4,857,148 | 5,274,380 | 889,299 | 4,385,081 |
| Total Expenditures | 5,123,709 | 5,596,941 | 1,135,049 | 4,461,892 |
| Excess (Deficiency) of Revenues over Expenditures | (4,279,709) | (4,752,941) | (608,435) | 4,144,506 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers Out | | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | (4,279,709) | (4,752,941) | (608,435) | 4,144,506 |
| Fund Balance, Beginning of Year | 19,942,578 | 19,942,578 | 19,942,578 | |
| Fund Balance, End of Year | $ 15,662,869 | $ 15,189,637 | $ 19,334,143 | $ 4,144,506 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Assessment District Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **USE OF MONEY AND PROPERTY** | | | | |
| Investment Earnings | $ 69,000 | $ 69,000 | $ 90,631 | $ 21,631 |
| Total Use of Money and Property | 69,000 | 69,000 | 90,631 | 21,631 |
| **CHARGES FOR SERVICES** | | | | |
| Tennis/Basketball Court Lighting Use | 10,100 | 10,100 | 7,215 | (2,885) |
| Sale Plans/Specifications | | | 320 | 320 |
| Administrative Fees | | | 5,224 | 5,224 |
| | 10,100 | 10,100 | 12,759 | 2,659 |
| **SPECIAL BENEFIT ASSESSMENTS** | | | | |
| SBA - Street Lighting | 244,300 | 244,300 | 246,661 | 2,361 |
| SBA - Landscape Maintenance | 1,090,300 | 1,090,300 | 1,102,498 | 12,198 |
| SBA - Storm Drain Maintenenace | 9,400 | 9,400 | 9,400 | - |
| SBA - Park Maintenance | 698,000 | 698,000 | 708,500 | 10,500 |
| Total Special Benefit Assessments | 2,042,000 | 2,042,000 | 2,067,059 | 25,059 |
| **OTHER REVENUES** | | | | |
| Expense Reimbursements | | | 25,051 | 25,051 |
| Total Other Revenues | - | - | 25,051 | 25,051 |
| Total Revenues | 2,121,100 | 2,121,100 | 2,195,500 | 74,400 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Safety | 406,102 | 394,115 | 388,818 | 5,297 |
| Parks and Recreation | 3,920,601 | 4,085,923 | 3,007,462 | 1,078,461 |
| Capital Outlay | 454,447 | 833,760 | 145,262 | 688,498 |
| Total Expenditures | 4,781,150 | 5,313,798 | 3,541,542 | 1,772,256 |
| Excess (Deficiency) of Revenues over Expenditures | (2,660,050) | (3,192,698) | (1,346,042) | 1,846,656 |

Continued

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Assessment District Special Revenue Fund - Continued**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | $ 1,610,288 | $ 1,630,624 | $ 1,236,497 | $ (394,127) |
| Transfer Out | (57,000) | | | - |
| Total Other Financing Sources (Uses) | 1,553,288 | 1,630,624 | 1,236,497 | (394,127) |
| Net Change in Fund Balance | (1,106,762) | (1,562,074) | (109,545) | 1,452,529 |
| Fund Balance, Beginning of Year | 6,462,778 | 6,462,778 | 6,462,778 | |
| Fund Balance, End of Year | $ 5,356,016 | $ 4,900,704 | $ 6,353,233 | $ 1,452,529 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - Endowment Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **USE OF MONEY AND PROPERTY** | | | | |
| Investment Earnings | $ 30,000 | $ 30,000 | $ 25,226 | $ (4,774) |
| Rents and Concessions | 71,000 | 71,000 | 72,107 | 1,107 |
| Total Use of Money and Property | 101,000 | 101,000 | 97,333 | (3,667) |
| **CHARGES FOR SERVICES** | | | | |
| Other Development Fees | 436,000 | 436,000 | 59,283 | (376,717) |
| Community Service Fees | 34,000 | 34,000 | 4,578 | (29,422) |
| Administration Fees | | | | - |
| Total Charges for Services | 470,000 | 470,000 | 63,861 | (406,139) |
| Total Revenues | 571,000 | 571,000 | 161,194 | (409,806) |
| **EXPENDITURES** | | | | |
| Capital Outlay | 508,972 | 2,520,792 | 2,050,891 | 469,901 |
| Total Expenditures | 508,972 | 2,520,792 | 2,050,891 | 469,901 |
| Excess (Deficiency) of Revenues over Expenditures | 62,028 | (1,949,792) | (1,889,697) | 60,095 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | 62,028 | (1,949,792) | (1,889,697) | 60,095 |
| Fund Balance, Beginning of Year | 5,161,912 | 5,161,912 | 5,161,912 | |
| Fund Balance, End of Year | $ 5,223,940 | $ 3,212,120 | $ 3,272,215 | $ 60,095 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - Park/Public Facilities Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **USE OF MONEY AND PROPERTY** | | | | |
| Investment Earnings | $ 32,000 | $ 32,000 | $ 26,377 | $ (5,623) |
| Rents and Concessions | 15,000 | 15,000 | - | (15,000) |
| Total Use of Money and Property | 47,000 | 47,000 | 26,377 | (20,623) |
| **CHARGES FOR SERVICES** | | | | |
| Trees/Landscape Fees | 1,000 | 1,000 | 1,346 | 346 |
| Library Facilities Fees | 86,000 | 86,000 | 30,228 | (55,772) |
| Fees in Lieu of Park Land | 186,000 | 186,000 | 13,668 | (172,332) |
| Other Development Fees | 10,000 | 10,000 | 10,943 | 943 |
| Total Charges for Services | 283,000 | 283,000 | 56,185 | (226,815) |
| **OTHER REVENUES** | | | | |
| Sale Plans/Specifications | | | | - |
| Total Other Revenues | - | - | - | - |
| Total Revenues | 330,000 | 330,000 | 82,562 | (247,438) |
| **EXPENDITURES** | | | | |
| Public Services | 40,000 | 352,283 | 330,760 | 21,523 |
| Parks and Recreation | | | 4,900 | (4,900) |
| Capital Outlay | 437,405 | 1,038,970 | 486,356 | 552,614 |
| Total Expenditures | 477,405 | 1,391,253 | 822,016 | 569,237 |
| Excess (Deficiency) of Revenues over Expenditures | (147,405) | (1,061,253) | (739,454) | 321,799 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | - |
| Transfers Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | (147,405) | (1,061,253) | (739,454) | 321,799 |
| Fund Balance, Beginning of Year | 1,484,629 | 1,484,629 | 1,484,629 | |
| Fund Balance, End of Year | $ 1,337,224 | $ 423,376 | $ 745,175 | $ 321,799 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - MRA Operating Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **PROPERTY TAXES** | | | | |
| Current Secured | $ 3,100,000 | $ 3,100,000 | $ 2,747,954 | $ (352,046) |
| Current Unsecured | 760,000 | 875,000 | 872,642 | (2,358) |
| Homeowners Property Exemption | 19,000 | 19,000 | 30,773 | 11,773 |
| Total Property Taxes | 3,879,000 | 3,994,000 | 3,651,369 | (342,631) |
| **FINES AND FORFEITURES** | | | | |
| Forfeiture & Penalties | | | 4,490 | 4,490 |
| Total Fines & Forfeitures | - | - | 4,490 | 4,490 |
| **USE OF MONEY AND PROPERTY** | | | | |
| Investment Earnings | 43,000 | 43,000 | 34,623 | (8,377) |
| Rents and Concessions | 50,500 | 50,500 | 72,792 | 22,292 |
| Total Use of Money and Property | 93,500 | 93,500 | 107,415 | 13,915 |
| **OTHER REVENUES** | | | | |
| Ticket Sales | 51,000 | 86,000 | 116,808 | 30,808 |
| Advertising in Brochures | 6,000 | 6,000 | 1,600 | (4,400) |
| Miscellaneous | | | 2,025 | 2,025 |
| | 57,000 | 92,000 | 120,433 | 28,433 |
| Total Revenues | 4,029,500 | 4,179,500 | 3,883,707 | (295,793) |
| **EXPENDITURES** | | | | |
| Public Services | 4,887,745 | 4,902,837 | 4,902,293 | 544 |
| Capital Outlay | 864,136 | 815,659 | | 815,659 |
| Debt Service: | | | | |
| Interest on Short-term Loan from City | | | 100,000 | (100,000) |
| Total Expenditures | 5,751,881 | 5,718,496 | 5,002,293 | 716,203 |
| Excess (Deficiency) of Revenues over Expenditures | (1,722,381) | (1,538,996) | (1,118,586) | 420,410 |

Continued

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - MRA Operating Special Revenue Fund - Continued**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Proceeds from Bonds | $ 5,000,000 | $ | $ | $ - |
| Transfers In | | | | - |
| Transfers Out | (11,000) | (11,000) | (58,507) | (47,507) |
| Total Other Financing Sources (Uses) | 4,989,000 | (11,000) | (58,507) | (47,507) |
| Net Change in Fund Balance | 3,266,619 | (1,549,996) | (1,177,093) | 372,903 |
| Fund Balance, Beginning of Year | 8,182,387 | 8,182,387 | 8,182,387 | |
| Fund Balance, End of Year | $ 11,449,006 | $ 6,632,391 | $ 7,005,294 | $ 372,903 |

## Budgetary Accounting

The City adopts an annual budget on a basis consistent with GAAP for all governmental funds. The City Manager is required to prepare and submit to the City Council the annual budget of the City and administer it thereafter. All annual appropriations lapse at fiscal year-end. Throughout the year, the City Council made several supplementing budgetary adjustments to various funds. These adjustments resulted in a net appropriation increase of $28,662,947. This increase resulted primarily from additional appropriations to various construction in progress projects, acquisition of property, prepayments of certain liabilities and rebudgeted projects and amounts carried over from Fiscal Year 2009/10 as continuing appropriations.

# SUPPLEMENTARY INFORMATION

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - Police Facilities Fee Capital Projects Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **MAINTENANCE ASSESSMENTS** | | | | |
| Police Facilities Fees | $ 101,000 | $ 101,000 | $ 45,933 | $ (55,067) |
| Total Maintenance Assessments | 101,000 | 101,000 | 45,933 | (55,067) |
| Total Revenues | 101,000 | 101,000 | 45,933 | (55,067) |
| **EXPENDITURES** | | | | |
| Public Safety | | | | - |
| Capital Outlay | | | | - |
| Total Expenditures | - | - | - | - |
| Excess (Deficiency) of Revenues over Expenditures | 101,000 | 101,000 | 45,933 | (55,067) |
| Fund Balance, Beginning of Year | (1,932,523) | (1,932,523) | (1,932,523) | |
| Fund Balance, End of Year | $ (1,831,523) | $ (1,831,523) | $ (1,886,590) | $ (55,067) |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - Redevelopment Agency Capital Projects Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **USE OF MONEY AND PROPERTY** | | | | |
| Investment Earnings | $ 70,000 | $ 70,000 | $ 50,219 | $ (19,781) |
| Total Use of Money and Property | 70,000 | 70,000 | 50,219 | (19,781) |
| **OTHER REVENUES** | | | | |
| Revenues Not Elsewhere Classified | | | | - |
| Sale Plans/Specifications | | | | - |
| Total Other Revenues | - | - | - | - |
| Total Revenues | 70,000 | 70,000 | 50,219 | (19,781) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Services | | | | - |
| Capital Outlay | 9,647,601 | 12,499,718 | 2,568,065 | 9,931,653 |
| Total Expenditures | 9,647,601 | 12,499,718 | 2,568,065 | 9,931,653 |
| Excess (Deficiency) of Revenues over Expenditures | (9,577,601) | (12,429,718) | (2,517,846) | 9,911,872 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | - |
| Transfers Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balances | (9,577,601) | (12,429,718) | (2,517,846) | 9,911,872 |
| Fund Balance, Beginning of Year | 15,774,479 | 15,774,479 | 15,774,479 | |
| Fund Balances, End of Year | $ 6,196,878 | $ 3,344,761 | $ 13,256,633 | $ 9,911,872 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Redevelopment Agency Debt Service Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| **PROPERTY TAXES** | | | | |
| Tax Increment Secured | $ 1,754,735 | $ 1,754,735 | $ 1,753,399 | $ (1,336) |
| Tax Increment Unsecured | | | | - |
| Total Property Taxes | 1,754,735 | 1,754,735 | 1,753,399 | (1,336) |
| **USE OF MONEY AND PROPERTY** | | | | |
| Investment Earnings | 40,000 | 40,000 | 32,668 | (7,332) |
| Total Use of Money and Property | 40,000 | 40,000 | 32,668 | (7,332) |
| Total Revenues | 1,794,735 | 1,794,735 | 1,786,067 | (8,668) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Services | | | | - |
| Debt Service | | | | |
| Principal | 40,000 | 555,000 | 555,000 | - |
| Interest | 507,437 | 1,350,874 | 1,350,874 | - |
| Total Expenditures | 547,437 | 1,905,874 | 1,905,874 | - |
| Excess (Deficiency) of Revenues over Expenditures | 1,247,298 | (111,139) | (119,807) | (8,668) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | 151,139 | 151,139 | 151,139 | - |
| Tranfers Out | | | | - |
| Total Other Financing Sources (Uses) | 151,139 | 151,139 | 151,139 | - |
| Net Change in Fund Balance | 1,398,437 | 40,000 | 31,332 | (8,668) |
| Fund Balance, Beginning of Year | 2,178,925 | 2,178,925 | 2,178,925 | |
| Fund Balance, End of Year | $ 3,577,362 | $ 2,218,925 | $ 2,210,257 | $ (8,668) |

**City of Moorpark**
**Non-Major Governmental Funds**
**June 30, 2011**

**SPECIAL REVENUE FUNDS**

**Library Services Fund –** is used to account for the financial resources for the operation of the City's public library system. Sources of revenue are a percentage of property taxes, library fines, federal and state grant funds, gifts, donations and fees for services.

**Traffic Safety Fund -** is used to account for revenues collected from traffic fines and forfeitures, which are used for crossing guards and parking enforcement.

**Affordable Housing Fund (City) -** is used to account for grants used for development of affordable housing units. Sources of revenue are development fees and rental income.

**Los Angeles Area of Contribution (A.O.C) Fund -** is used to account for the financial resources for capital projects related to streets and other improvements within the Los Angeles project area. Sources of revenue are development fees.

**Tierra Rejeda/Spring Road A.O.C Fund** – is used to account for the financial resources for capital projects related to streets and other improvements within the Tierra Rejeda & Spring Road project area. Sources of revenue are development fees.

**Casey/Gabbert Road A.O.C Fund -** is used to account for the financial resources for capital projects related to streets and other improvements within the Casey & Gabbert project area. Sources of revenue are development fees.

**Freemont Storm Drain A.O.C Fund -** is used to account for the financial resources for capital projects related to streets and other improvements within the Freemont Storm Drain project area. Sources of revenue are development fees.

**State and Federal Assistance Fund -** is used to account for Federal and State grants used for the construction of street and related improvements and help fund law enforcement. Sources of funds are federal and state grants.

**State Gas Tax Fund -** is used to account for fees used for street maintenance, right-of-way acquisition and street construction. Source of revenue is gas tax money collected by the State of California.

**Proposition 1B Local Streets and Roads Fund –** is used to account for funds received from the State of California for specific transportation programs. Source of revenue is Prop 1B bond proceeds distributed by the State of California.

## SPECIAL REVENUE FUNDS - Continued

**Art in Public Places Fund –** is used to account for fees used for public facilities improvements, most recently the Veterans' Memorial. Source of revenue is development fees.

**Proposition 1B Safety and Security Fund –** is used to account for the financial resources of the Prop 1B bonds used for the seismic safety of bridges and public transit. Source of revenue is the State of California selling Prop 1B bonds.

**Low and Moderate Income Housing Fund (MRA) -** is used to account for the receipt of 20 percent of the gross tax increment allocation, which is restricted for use on projects that increase or preserve the supply of low and moderate income housing in accordance with Health and Safety Code Section 33334.

**Local Transportation Transit Fund -** is used to account for fees spent on local transportation operations, maintenance and related programs. Sources of revenue include Ventura County 8C funding, the Federal Transportation Administration grant funding and bus fares.

**Solid Waste Fund -** is used to account for fees used on programs that promote resource conservation, recycling, composting, and proper disposal of hazardous household waste. Sources of revenue are AB939 fees from rubbish operators, compost bin sales, the California Beverage Container grant, and the Used Oil Recycling grant.

## CAPITAL PROJECTS FUNDS

**Capital Projects Fund –** is used to account for financial resources used for major capital projects of the general government operations. Sources of revenue are the Ventura Community College District tax increment pass through fees and interest.

**City Hall Building Fund -** is used to account for the funds used to build the new Civic Center Complex. Original source of revenue was transfer from the Endowment Fund, current revenue source is interest earnings.

**Equipment Replacement Fund -** is used to account for the funds used to replace city equipment and vehicles. Sources of revenue are interest earnings and transfers from the General Fund.

**City of Moorpark**
**Combining Balance Sheet**
**Non-Major Governmental Funds**
**June 30, 2011**

| | Special Revenue | | | |
|---|---|---|---|---|
| | Library Services | Traffic Safety | Affordable Housing | Los Angeles Area of Contribution |
| **ASSETS** | | | | |
| Cash and Investments | $ 853,811 | $ 654,059 | $ 3,887,527 | $ 11,563,020 |
| Receivables: | | | | |
| Accounts | 29 | 29,730 | 41 | |
| Interest | | | | 178,368 |
| Notes | | | 387,110 | 250,249 |
| Due From Other Funds | | | | 177,006 |
| Property Held for Resale/Development | | | | |
| Total Assets | $ 853,840 | $ 683,789 | $ 4,274,678 | $ 12,168,643 |
| **LIABILITIES AND FUND BALANCES** | | | | |
| Liabilities: | | | | |
| Accounts Payable and Accrued Liabilities | $ 58,632 | $ 2,832 | $ 3,500 | $ 6,045 |
| Due to Other Funds | | | | |
| Deferred Revenue | | | 387,110 | 428,617 |
| Total Liabilities | 58,632 | 2,832 | 390,610 | 434,662 |
| Fund Balances: | | | | |
| Restricted | | 680,957 | 3,884,068 | 11,733,981 |
| Committed | 795,208 | | | |
| Assigned | | | | |
| Unassigned | | | | |
| Total Fund Balances | 795,208 | 680,957 | 3,884,068 | 11,733,981 |
| Total Liabilities and Fund Balances | $ 853,840 | $ 683,789 | $ 4,274,678 | $ 12,168,643 |

| Special Revenue | | | | | | |
|---|---|---|---|---|---|---|
| Tierra Rejada/ Spring Road A.O.C | Casey/Gabbert A.O.C | Freemont Storm Drain A.O.C | State and Federal Assistance | State Gas Tax | Prop 1B Local Streets and Roads | Art in Public Places |
| $ | $ 85,264 | $ 15,280 | $ 647,440 | $ 397,426 | $ 578,008 | $ 1,654,795 |
| | | | 102,391 | 120,275 | | |
| $ - | $ 85,264 | $ 15,280 | $ 749,831 | $ 517,701 | $ 578,008 | $ 1,654,795 |
| $ | $ | $ | $ 8,333 | $ 25,862 | $ | $ |
| 177,006 | | | 91,937 | | | |
| | | | 149,245 | | | |
| 177,006 | - | - | 249,515 | 25,862 | - | - |
| | 85,264 | 15,280 | 500,316 | 491,839 | 578,008 | 1,654,795 |
| (177,006) | | | | | | |
| (177,006) | 85,264 | 15,280 | 500,316 | 491,839 | 578,008 | 1,654,795 |
| $ - | $ 85,264 | $ 15,280 | $ 749,831 | $ 517,701 | $ 578,008 | $ 1,654,795 |

Continued

**City of Moorpark**
**Combining Balance Sheet**
**Non-Major Governmental Funds - Continued**
**June 30, 2011**

| | Special Revenue | | | |
|---|---|---|---|---|
| | Prop 1B Safety and Security | Low and Moderate Income Housing | Local Transportation Transit | Solid Waste |
| **ASSETS** | | | | |
| Cash and Investments | $ 10,789 | $ 571,498 | $ 15,080 | $ 968,154 |
| Receivables: | | | | |
| Accounts | | 7,253 | 171,257 | 32,495 |
| Interest | | 546 | | |
| Notes | | 616,384 | | |
| Due From Other Funds | | | | |
| Property Held for Resale/Development | | 8,302,304 | | |
| Total Assets | $ 10,789 | $ 9,497,985 | $ 186,337 | $ 1,000,649 |
| **LIABILITIES AND FUND BALANCES** | | | | |
| Liabilities: | | | | |
| Accounts Payable and Accrued Liabiliies | $ 15,950 | $ 20,309 | $ 31,982 | $ 12,381 |
| Due to Other Funds | | 614,891 | | |
| Deferred Revenue | | 616,384 | | |
| Total Liabilities | 15,950 | 1,251,584 | 31,982 | 12,381 |
| Fund Balances: | | | | |
| Restricted | | 8,302,304 | 154,355 | 988,268 |
| Committed | | | | |
| Assigned | | | | |
| Unassigned | (5,161) | (55,903) | | |
| Total Fund Balances | (5,161) | 8,246,401 | 154,355 | 988,268 |
| Total Liabilities and Fund Balances | $ 10,789 | $ 9,497,985 | $ 186,337 | $ 1,000,649 |

| Capital Projects | | | Total Nonmajor Governmental Funds |
|---|---|---|---|
| Capital Projects | City Hall Building | Equipment Replacement | |
| $ 218,667 | $ 3,741,116 | $ 358,017 | $ 26,219,951 |
| | | | 463,471 |
| | | | 178,914 |
| | | | 1,253,743 |
| | | | 177,006 |
| | | | 8,302,304 |
| $ 218,667 | $ 3,741,116 | $ 358,017 | $ 36,595,389 |
| $ 144,649 | $ 41,319 | $ | $ 371,794 |
| | | | 883,834 |
| | | | 1,581,356 |
| 144,649 | 41,319 | - | 2,836,984 |
| | | | 29,069,435 |
| | | | 795,208 |
| 74,018 | 3,699,797 | 358,017 | 4,131,832 |
| | | | (238,070) |
| 74,018 | 3,699,797 | 358,017 | 33,758,405 |
| $ 218,667 | $ 3,741,116 | $ 358,017 | $ 36,595,389 |

**City of Moorpark**
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**
**Non-Major Governmental Funds**
**Year Ended June 30, 2010**

| | Special Revenue | | | |
|---|---|---|---|---|
| | Library Services | Traffic Safety | Affordable Housing | Los Angeles Area of Contribution |
| **REVENUES** | | | | |
| Taxes | $ 795,586 | $ | $ | $ |
| Fines and Forteitures | 19,456 | 186,845 | | |
| Use of Money and Property | 7,388 | 8,282 | 46,466 | 152,265 |
| Charges for Services | 8,160 | | 59,979 | 264,995 |
| Intergovernmental | 12,853 | | | |
| Other Revenue | | | 51,867 | 250 |
| Total Revenues | 843,443 | 195,127 | 158,312 | 417,510 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Safety | | 111,199 | | |
| Public Services | 874,481 | | 198,050 | |
| Parks and Recreation | | | | |
| Capital Outlay | | 15,079 | | 311,722 |
| Debt Service: | | | | |
| Interest | | | | |
| Total Expenditures | 874,481 | 126,278 | 198,050 | 311,722 |
| Excess (Deficiency) of Revenues Over Expenditures | (31,038) | 68,849 | (39,738) | 105,788 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | |
| Transfers Out | | | | |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balances | (31,038) | 68,849 | (39,738) | 105,788 |
| Fund Balances, Beginning of Year | 826,246 | 612,108 | 3,923,806 | 11,628,193 |
| Fund Balances, End of Year | $ 795,208 | $ 680,957 | $ 3,884,068 | $ 11,733,981 |

| Special Revenue | | | | | | |
|---|---|---|---|---|---|---|
| Tierra Rejada/ Spring Road A.O.C | Casey/Gabbert A.O.C | Freemont Storm Drain A.O.C | State and Federal Assistance | State Gas Tax | Prop 1B Local Streets and Roads | Art in Public Places |
| $ | $ | $ | $ | $ | $ | $ |
| | 1,114 | 200 | 8,465 | 2,624 | 7,824 | 21,285 |
| | | | | | | 84,028 |
| | | | 1,572,446 | 975,527 | | |
| | | | 73,889 | 6,781 | | 345 |
| - | 1,114 | 200 | 1,654,800 | 984,932 | 7,824 | 105,658 |
| | | | 100,000 | | | |
| | | | | 813,024 | | |
| 9,142 | | | 1,655,935 | | 28,860 | |
| 9,142 | - | - | 1,755,935 | 813,024 | 28,860 | - |
| (9,142) | 1,114 | 200 | (101,135) | 171,908 | (21,036) | 105,658 |
| - | - | - | - | - | - | - |
| (9,142) | 1,114 | 200 | (101,135) | 171,908 | (21,036) | 105,658 |
| (167,864) | 84,150 | 15,080 | 601,451 | 319,931 | 599,044 | 1,549,137 |
| $ (177,006) | $ 85,264 | $ 15,280 | $ 500,316 | $ 491,839 | $ 578,008 | $ 1,654,795 |

Continued

**City of Moorpark**
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**
**Non-Major Governmental Funds - Continued**
**Year Ended June 30, 2010**

| | Special Revenue | | | |
|---|---|---|---|---|
| | Prop 1B Safety and Security | Low and Moderate Income Housing | Local Transportation Transit | Solid Waste |
| **REVENUES** | | | | |
| Taxes | $ | $ 1,351,192 | $ | $ 273,984 |
| Fines and Forteitures | | | | |
| Use of Money and Property | 1,032 | 36,936 | 58 | 12,888 |
| Charges for Services | | | 65,321 | 2,366 |
| Intergovernmental | | | 1,958,537 | 29,663 |
| Other Revenue | | 356,409 | 50 | |
| Total Revenues | 1,032 | 1,744,537 | 2,023,966 | 318,901 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Safety | | | | |
| Public Services | | 2,259,483 | 404,242 | 324,715 |
| Parks and Recreation | | | | |
| Capital Outlay | 109,706 | | 1,472,237 | |
| Debt Service: | | | | |
| Interest | | 20,642 | | |
| Total Expenditures | 109,706 | 2,280,125 | 1,876,479 | 324,715 |
| Excess (Deficiency) of Revenues Over Expenditures | (108,674) | (535,588) | 147,487 | (5,814) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | 1,176,500 | | |
| Transfers Out | | (151,139) | | |
| Total Other Financing Sources (Uses) | - | 1,025,361 | - | - |
| Net Change in Fund Balances | (108,674) | 489,773 | 147,487 | (5,814) |
| Fund Balances, Beginning of Year | 103,513 | 7,756,628 | 6,868 | 994,082 |
| Fund Balances, End of Year | $ (5,161) | $ 8,246,401 | $ 154,355 | $ 988,268 |

| Capital Projects | | | Total Nonmajor Governmental Funds |
|---|---|---|---|
| Capital Projects | City Hall Building | Equipment Replacement | |
| $ | $ | $ | $ 2,420,762 |
| | | | 206,301 |
| 2,613 | 48,965 | 5,435 | 363,840 |
| | | | 484,849 |
| | | | 4,549,026 |
| 230 | | | 489,821 |
| 2,843 | 48,965 | 5,435 | 8,514,599 |
| | | | 211,199 |
| | | | 4,873,995 |
| | | | - |
| 212,513 | 51,487 | 90,258 | 3,956,939 |
| | | | 20,642 |
| 212,513 | 51,487 | 90,258 | 9,062,775 |
| (209,670) | (2,522) | (84,823) | (548,176) |
| 58,507 | | | 1,235,007 |
| | | | (151,139) |
| 58,507 | - | - | 1,083,868 |
| (151,163) | (2,522) | (84,823) | 535,692 |
| 225,181 | 3,702,319 | 442,840 | 33,222,713 |
| $ 74,018 | $ 3,699,797 | $ 358,017 | $ 33,758,405 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Library Services Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Taxes | $ 775,000 | $ 775,000 | $ 795,586 | $ 20,586 |
| Fines and Forfeitures | 17,000 | 17,000 | 19,456 | 2,456 |
| Use of Money and Property | 6,000 | 6,000 | 7,388 | 1,388 |
| Charges for Services | 10,000 | 10,000 | 8,160 | (1,840) |
| Intergovernmental | 13,000 | 13,000 | 12,853 | (147) |
| Total Revenues | 821,000 | 821,000 | 843,443 | 22,443 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Services | 863,429 | 893,383 | 874,481 | 18,902 |
| Total Expenditures | 863,429 | 893,383 | 874,481 | 18,902 |
| Excess (Deficiency) of Revenues over Expenditures | (42,429) | (72,383) | (31,038) | 41,345 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | - |
| Transfers Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | (42,429) | (72,383) | (31,038) | 41,345 |
| Fund Balance, Beginning of Year | 826,246 | 826,246 | 826,246 | |
| Fund Balance, End of Year | $ 783,817 | $ 753,863 | $ 795,208 | $ 41,345 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Traffic Safety Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Fines and Forfeitures | $ 175,000 | $ 175,000 | $ 186,845 | $ 11,845 |
| Use of Money and Property | 5,000 | 5,000 | 8,282 | 3,282 |
| Total Revenues | 180,000 | 180,000 | 195,127 | 15,127 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Safety | 113,428 | 122,428 | 111,199 | 11,229 |
| Capital Outlay | | 15,750 | 15,079 | 671 |
| Total Expenditures | 113,428 | 138,178 | 126,278 | 11,900 |
| Excess (Deficiency) of Revenues over Expenditures | 66,572 | 41,822 | 68,849 | 27,027 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfer In | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | 66,572 | 41,822 | 68,849 | 27,027 |
| Fund Balance, Beginning of Year | 612,108 | 612,108 | 612,108 | |
| Fund Balance, End of Year | $ 678,680 | $ 653,930 | $ 680,957 | $ 27,027 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Affordable Housing Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 39,000 | $ 39,000 | $ 46,466 | $ 7,466 |
| Charges for Services | 287,000 | 287,000 | 59,979 | (227,021) |
| Other Revenue | 1,000 | 31,000 | 51,867 | 20,867 |
| Total Revenues | 327,000 | 357,000 | 158,312 | (198,688) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Services | 86,533 | 86,533 | 198,050 | (111,517) |
| Total Expenditures | 86,533 | 86,533 | 198,050 | (111,517) |
| Excess (Deficiency) of Revenues over Expenditures | 240,467 | 270,467 | (39,738) | (310,205) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers Out | (18,000) | (18,000) | | 18,000 |
| Total Other Financing Sources (Uses) | (18,000) | (18,000) | - | 18,000 |
| Net Change in Fund Balance | 222,467 | 252,467 | (39,738) | (292,205) |
| Fund Balance, Beginning of Year | 3,923,806 | 3,923,806 | 3,923,806 | |
| Fund Balance, End of Year | $ 4,146,273 | $ 4,176,273 | $ 3,884,068 | $ (292,205) |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - Los Angeles Area of Contribution Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 120,000 | $ 120,000 | $ 152,265 | $ 32,265 |
| Charges for Services | 272,000 | 272,000 | 264,995 | (7,005) |
| Expense Reimbursement | | | 250 | 250 |
| Total Revenues | 392,000 | 392,000 | 417,510 | 25,510 |
| **EXPENDITURES** | | | | |
| Capital Outlay | 6,709,229 | 7,913,791 | 311,722 | 7,602,069 |
| Total Expenditures | 6,709,229 | 7,913,791 | 311,722 | 7,602,069 |
| Excess (Deficiency) of Revenues over Expenditures | (6,317,229) | (7,521,791) | 105,788 | 7,627,579 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | - |
| Transfers Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | (6,317,229) | (7,521,791) | 105,788 | 7,627,579 |
| Fund Balance, Beginning of Year | 11,628,193 | 11,628,193 | 11,628,193 | |
| Fund Balance, End of Year | $ 5,310,964 | $ 4,106,402 | $ 11,733,981 | $ 7,627,579 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - Tierra Rejada/Spring Road A.O.C Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ | $ | $ | $ - |
| Charges for Services | | | | - |
| Other Revenue | | | | - |
| Total Revenues | - | - | - | - |
| **EXPENDITURES** | | | | |
| Capital Outlay | | 26,564 | 9,142 | 17,422 |
| Total Expenditures | - | 26,564 | 9,142 | 17,422 |
| Excess (Deficiency) of Revenues over Expenditures | - | (26,564) | (9,142) | 17,422 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | - |
| Transfers Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | - | (26,564) | (9,142) | 17,422 |
| Fund Balance, Beginning of Year | (167,864) | (167,864) | (167,864) | |
| Fund Balance, End of Year | $ (167,864) | $ (194,428) | $ (177,006) | $ 17,422 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - Cassey/Gabbert Area of Contribution Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 1,000 | $ 1,000 | $ 1,114 | $ 114 |
| Charges for Services | | | | - |
| Total Revenues | 1,000 | 1,000 | 1,114 | 114 |
| **EXPENDITURES** | | | | |
| Capital Outlay | | | | - |
| Total Expenditures | - | - | - | - |
| Excess (Deficiency) of Revenues over Expenditures | 1,000 | 1,000 | 1,114 | 114 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | - |
| Transfers Out | - | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | 1,000 | 1,000 | 1,114 | 114 |
| Fund Balance, Beginning of Year | 84,150 | 84,150 | 84,150 | |
| Fund Balance, End of Year | $ 85,150 | $ 85,150 | $ 85,264 | $ 114 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**
**Budget and Actual - Freemont Storm Drain A.O.C Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ - | $ - | $ 200 | $ 200 |
| Total Revenues | - | - | 200 | 200 |
| **EXPENDITURES** | | | | |
| Capital Outlay | | | | - |
| Total Expenditures | - | - | - | - |
| Excess (Deficiency) of Revenues over Expenditures | - | - | 200 | 200 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | - |
| Transfers Out | | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | - | - | 200 | 200 |
| Fund Balance, Beginning of Year | 15,080 | 15,080 | 15,080 | |
| Fund Balance, End of Year | $ 15,080 | $ 15,080 | $ 15,280 | $ 200 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - State and Federal Assistance Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 12,000 | $ 12,000 | $ 8,465 | $ (3,535) |
| Intergovernmental | 2,898,865 | 4,246,315 | 1,572,446 | (2,673,869) |
| Other Revenue | | | 73,889 | 73,889 |
| Total Revenues | 2,910,865 | 4,258,315 | 1,654,800 | (2,603,515) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Safety | 100,000 | 100,000 | 100,000 | - |
| Public Services | 12,000 | 86,800 | | 86,800 |
| Capital Outlay | 2,982,129 | 4,145,190 | 1,655,935 | 2,489,255 |
| Total Expenditures | 3,094,129 | 4,331,990 | 1,755,935 | 2,576,055 |
| Excess (Deficiency) of Revenues over Expenditures | (183,264) | (73,675) | (101,135) | (27,460) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | - | - | - |
| Transfers Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | (183,264) | (73,675) | (101,135) | (27,460) |
| Fund Balance, Beginning of Year | 601,451 | 601,451 | 601,451 | |
| Fund Balance, End of Year | $ 418,187 | $ 527,776 | $ 500,316 | $ (27,460) |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - State Gas Tax Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 1,000 | $ 1,000 | $ 2,624 | $ 1,624 |
| Intergovernmental | 596,000 | 716,000 | 975,527 | 259,527 |
| Other Revenue | | | 6,781 | 6,781 |
| Total Revenues | 597,000 | 717,000 | 984,932 | 267,932 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Services | 923,459 | 865,127 | 813,024 | 52,103 |
| Capital Outlay | 50,000 | 50,000 | | 50,000 |
| Total Expenditures | 973,459 | 915,127 | 813,024 | 102,103 |
| Excess (Deficiency) of Revenues over Expenditures | (376,459) | (198,127) | 171,908 | 370,035 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | - |
| Transfers Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | (376,459) | (198,127) | 171,908 | 370,035 |
| Fund Balance, Beginning of Year | 319,931 | 319,931 | 319,931 | |
| Fund Balance, End of Year | $ (56,528) | $ 121,804 | $ 491,839 | $ 370,035 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Prop 1B Local Streets and Roads Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 12,000 | $ 12,000 | $ 7,824 | $ (4,176) |
| Other Revenue | | | | - |
| Total Revenues | 12,000 | 12,000 | 7,824 | (4,176) |
| **EXPENDITURES** | | | | |
| Capital Outlay | 537,000 | 567,922 | 28,860 | 539,062 |
| Total Expenditures | 537,000 | 567,922 | 28,860 | 539,062 |
| Excess (Deficiency) of Revenues over Expenditures | (525,000) | (555,922) | (21,036) | 534,886 |
| Fund Balance, Beginning of Year | 599,044 | 599,044 | 599,044 | |
| Fund Balance, End of Year | $ 74,044 | $ 43,122 | $ 578,008 | $ 534,886 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Art in Public Places Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 15,000 | $ 15,000 | $ 21,285 | $ 6,285 |
| Intergovernmental | 249,000 | 249,000 | 84,028 | (164,972) |
| Other Revenue | | | 345 | 345 |
| Total Revenues | 264,000 | 264,000 | 105,658 | (158,342) |
| **EXPENDITURES** | | | | |
| Capital Outlay | 8,000 | 8,000 | - | 8,000 |
| Total Expenditures | 8,000 | 8,000 | - | 8,000 |
| Excess (Deficiency) of Revenues over Expenditures | 256,000 | 256,000 | 105,658 | (150,342) |
| Fund Balance, Beginning of Year | 1,549,137 | 1,549,137 | 1,549,137 | |
| Fund Balance, End of Year | $ 1,805,137 | $ 1,805,137 | $ 1,654,795 | $ (150,342) |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Prop 1B Safety and Security Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 1,000 | $ 1,000 | $ 1,032 | $ 32 |
| Intergovernmental | | | | - |
| Total Revenues | 1,000 | 1,000 | 1,032 | 32 |
| **EXPENDITURES** | | | | |
| Capital Outlay | | 100,000 | 109,706 | (9,706) |
| Total Expenditures | - | 100,000 | 109,706 | (9,706) |
| Excess (Deficiency) of Revenues over Expenditures | 1,000 | (99,000) | (108,674) | (9,674) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | - | - | - | - |
| Transfers Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | 1,000 | (99,000) | (108,674) | (9,674) |
| Fund Balance, Beginning of Year | 103,513 | 103,513 | 103,513 | |
| Fund Balance, End of Year | $ 104,513 | $ 4,513 | $ (5,161) | $ (9,674) |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Low and Moderate Income Housing Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Taxes | $ 1,407,000 | $ 1,447,000 | $ 1,351,192 | $ (95,808) |
| Use of Money and Property | 31,000 | 31,000 | 36,936 | 5,936 |
| Other Revenues | | 356,000 | 356,409 | 409 |
| Total Revenues | 1,438,000 | 1,834,000 | 1,744,537 | (89,463) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Services | 345,833 | 1,126,603 | 2,259,483 | (1,132,880) |
| Capital Outlay | 45,383 | | | - |
| Debt Service: | | | | |
| Principal | 16,000 | 16,000 | | 16,000 |
| Interest | 20,000 | 20,000 | 20,642 | (642) |
| Total Expenditures | 427,216 | 1,162,603 | 2,280,125 | (1,117,522) |
| Excess (Deficiency) of Revenues over Expenditures | 1,010,784 | 671,397 | (535,588) | (1,206,985) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | 1,176,500 | 1,176,500 |
| Transfers Out | (151,139) | (151,139) | (151,139) | - |
| Total Other Financing Sources (Uses) | (151,139) | (151,139) | 1,025,361 | 1,176,500 |
| Net Change in Fund Balance | 859,645 | 520,258 | 489,773 | (30,485) |
| Fund Balance, Beginning of Year | 7,756,628 | 7,756,628 | 7,756,628 | |
| Fund Balance, End of Year | $ 8,616,273 | $ 8,276,886 | $ 8,246,401 | $ (30,485) |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Local Transportation Transit Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 4,000 | $ 4,000 | $ 58 | $ (3,942) |
| Charges for Services | 65,000 | 65,000 | 65,321 | 321 |
| Intergovernmental | 2,039,000 | 2,054,000 | 1,958,537 | (95,463) |
| Other Revenue | | | 50 | 50 |
| Total Revenues | 2,108,000 | 2,123,000 | 2,023,966 | (99,034) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Services | 719,003 | 739,303 | 404,242 | 335,061 |
| Capital Outlay | 1,460,000 | 1,620,227 | 1,472,237 | 147,990 |
| Total Expenditures | 2,179,003 | 2,359,530 | 1,876,479 | 483,051 |
| Excess (Deficiency) of Revenues over Expenditures | (71,003) | (236,530) | 147,487 | 384,017 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | | | | - |
| Transfers Out | (5,300) | | | - |
| Total Other Financing Sources (Uses) | (5,300) | - | - | - |
| Net Change in Fund Balance | (76,303) | (236,530) | 147,487 | 384,017 |
| Fund Balance, Beginning of Year | 6,868 | 6,868 | 6,868 | |
| Fund Balance, End of Year | $ (69,435) | $ (229,662) | $ 154,355 | $ 384,017 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Solid Waste Special Revenue Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Taxes | $ 280,000 | $ 280,000 | $ 273,984 | $ (6,016) |
| Use of Money and Property | 10,000 | 10,000 | 12,888 | 2,888 |
| Charges for Services | 3,000 | 3,000 | 2,366 | (634) |
| Intergovernmental | 9,000 | 9,000 | 29,663 | 20,663 |
| Other Revenue | | | | - |
| Total Revenues | 302,000 | 302,000 | 318,901 | 16,901 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Services | 375,395 | 375,395 | 324,715 | 50,680 |
| Capital Outlay | | | | - |
| Total Expenditures | 375,395 | 375,395 | 324,715 | 50,680 |
| Excess (Deficiency) of Revenues over Expenditures | (73,395) | (73,395) | (5,814) | 67,581 |
| Fund Balance, Beginning of Year | 994,082 | 994,082 | 994,082 | |
| Fund Balance, End of Year | $ 920,687 | $ 920,687 | $ 988,268 | $ 67,581 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Capital Projects Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 1,000 | $ 1,000 | $ 2,613 | $ 1,613 |
| Other Revenue | | | 230 | 230 |
| Total Revenues | 1,000 | 1,000 | 2,843 | 1,843 |
| **EXPENDITURES** | | | | |
| Capital Outlay | 202,780 | 231,280 | 212,513 | 18,767 |
| Total Expenditures | 202,780 | 231,280 | 212,513 | 18,767 |
| Excess (Deficiency) of Revenues over Expenditures | (201,780) | (230,280) | (209,670) | 20,610 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfer In | 60,000 | 60,000 | 58,507 | (1,493) |
| Transfer Out | | | | - |
| Total Other Financing Sources (Uses) | 60,000 | 60,000 | 58,507 | (1,493) |
| Net Change in Fund Balance | (141,780) | (170,280) | (151,163) | 19,117 |
| Fund Balance, Beginning of Year | 225,181 | 225,181 | 225,181 | |
| Fund Balance, End of Year | $ 83,401 | $ 54,901 | $ 74,018 | $ 19,117 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - City Hall Building Capital Projects Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 38,000 | $ 38,000 | $ 48,965 | $ 10,965 |
| Total Revenues | 38,000 | 38,000 | 48,965 | 10,965 |
| **EXPENDITURES** | | | | |
| Capital Outlay | 3,548,795 | 3,652,791 | 51,487 | 3,601,304 |
| Total Expenditures | 3,548,795 | 3,652,791 | 51,487 | 3,601,304 |
| Excess (Deficiency) of Revenues over Expenditures | (3,510,795) | (3,614,791) | (2,522) | 3,612,269 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfer Out | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | (3,510,795) | (3,614,791) | (2,522) | 3,612,269 |
| Fund Balance, Beginning of Year | 3,702,319 | 3,702,319 | 3,702,319 | |
| Fund Balance, End of Year | $ 191,524 | $ 87,528 | $ 3,699,797 | $ 3,612,269 |

**City of Moorpark**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - Equipment Replacement Capital Projects Fund**
**Year Ended June 30, 2011**

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Use of Money and Property | $ 5,000 | $ 5,000 | $ 5,435 | $ 435 |
| Total Revenues | 5,000 | 5,000 | 5,435 | 435 |
| **EXPENDITURES** | | | | |
| Capital Outlay | 94,500 | 104,500 | 90,258 | 14,242 |
| Total Expenditures | 94,500 | 104,500 | 90,258 | 14,242 |
| Excess (Deficiency) of Revenues over Expenditures | (89,500) | (99,500) | (84,823) | 14,677 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfer In | | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balance | (89,500) | (99,500) | (84,823) | 14,677 |
| Fund Balance, Beginning of Year | 442,840 | 442,840 | 442,840 | |
| Fund Balance, End of Year | $ 353,340 | $ 343,340 | $ 358,017 | $ 14,677 |

**City of Moorpark**
**Statement of Changes in Net Assets**
**Agency Funds**
**Year Ended June 30, 2011**

| | Balance at July 1, 2010 | Additions | Deletions | Balance at June 30, 2011 |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and Investments | $ 3,429,286 | $ 254,794 | $ | $ 3,684,080 |
| Restricted Cash and Investments | 7,307,054 | | (503,174) | 6,803,880 |
| Accounts Receivable | 23,307 | 93,084 | | 116,391 |
| Total Assets | $ 10,759,647 | $ 347,878 | $ (503,174) | $ 10,604,351 |
| **LIABILITIES** | | | | |
| Accounts Payable | $ 100,902 | $ 56,775 | $ | $ 157,677 |
| Developer Deposits | 3,330,023 | 198,113 | | 3,528,136 |
| Due to Bondholders | 7,328,722 | | (410,184) | 6,918,538 |
| Total Liabilities | $ 10,759,647 | $ 254,888 | $ (410,184) | $ 10,604,351 |

# STATISTICAL SECTION

CITY OF MOORPARK

Net Assets by Component

Last Nine Fiscal Years
(accrual basis of accounting)

| | Fiscal Year | | | |
|---|---|---|---|---|
| | 2003 | 2004 | 2005 | 2006 |
| Governmental activities: | | | | |
| Invested in capital assets, net of related debt | $ 85,969,804 | $ 93,941,392 | $ 99,760,671 | $ 108,190,324 |
| Restricted | 39,344,368 | 41,506,906 | 46,405,391 | 57,986,366 |
| Unrestricted | 33,792,567 | 31,861,714 | 26,413,978 | 26,965,428 |
| Total governmental activities net assets | $ 159,106,739 | $ 167,310,012 | $ 172,580,040 | $ 193,142,118 |

*The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).*
*The City of Moorpark does not have any business-type activities.*

CITY OF MOORPARK

Net Assets by Component

Last Nine Fiscal Years
(accrual basis of accounting)

| | Fiscal Year | | | | |
|---|---|---|---|---|---|
| | 2007 | 2008 | 2009 | 2010 | 2011 |
| Governmental activities: | | | | | |
| Invested in capital assets, net of related debt | $ 125,900,770 | $ 130,071,108 | $ 130,581,499 | $ 141,095,551 | $ 145,841,042 |
| Restricted | 100,649,409 | 101,613,368 | 94,878,693 | 91,504,803 | 72,652,252 |
| Unrestricted | 6,458,224 | 3,641,173 | 14,213,503 | 15,828,208 | 13,405,316 |
| Total governmental activities net assets | $ 233,008,403 | $ 235,325,649 | $ 239,673,695 | $ 248,428,562 | $ 231,898,610 |

*The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).*
*The City of Moorpark does not have any business-type activities.*

CITY OF MOORPARK

Changes in Net Assets

Last Nine Fiscal Years

(accrual basis of accounting)

| | Fiscal Year | | | |
|---|---|---|---|---|
| | 2003 | 2004 | 2005 | 2006 |
| **Expenses:** | | | | |
| General government | $ 2,116,644 | $ 2,351,860 | $ 3,030,395 | $ 3,044,381 |
| Public safety | 4,142,268 | 4,902,148 | 5,709,323 | 6,230,057 |
| Public services | 7,150,513 | 10,957,272 | 9,844,050 | 13,106,843 |
| Parks and recreation | 2,276,066 | 2,600,523 | 2,304,852 | 2,771,270 |
| Interest on long-term debt | 1,040,854 | 1,097,421 | 978,843 | 1,333,370 |
| Total governmental activities expenditures | 16,726,345 | 21,909,224 | 21,867,463 | 26,485,921 |
| **Program revenues:** | | | | |
| Charges for services: | | | | |
| General government | 509,401 | 1,407,130 | 2,010,540 | 2,201,590 |
| Public safety | 708,392 | 369,795 | 344,019 | 340,341 |
| Public services | 2,166,168 | 4,181,363 | 2,776,976 | 4,163,781 |
| Parks and recreation | 322,772 | 536,238 | 501,283 | 536,166 |
| Total charges for services | 3,706,733 | 6,494,526 | 5,632,818 | 7,241,878 |
| Operating contributions and grants | 5,440,099 | 4,077,849 | 2,313,834 | 3,237,143 |
| Capital contributions and grants | 4,131,439 | 4,731,311 | 4,633,166 | 18,027,831 |
| Total governmental activities program revenues | 13,278,271 | 15,303,686 | 12,579,818 | 28,506,852 |
| Net program revenues (expenditures) | (3,448,074) | (6,605,538) | (9,287,645) | 2,020,931 |
| **General revenues and other changes in net assets:** | | | | |
| Taxes: | | | | |
| Property tax | 2,413,964 | 2,658,230 | 2,655,093 | 2,929,842 |
| Property tax, Redevelopment Agency | 3,577,050 | 4,116,542 | 3,901,779 | 5,530,198 |
| Franchise tax | 1,067,669 | 919,290 | 955,829 | 1,080,893 |
| Sales tax | 1,664,626 | 2,176,893 | 2,046,368 | 2,260,786 |
| Sales tax in lieu | - | - | 537,485 | 608,298 |
| Motor vehicle in lieu | 2,161,324 | 1,570,551 | 2,836,154 | 2,734,470 |
| Investment income | 2,027,190 | 1,363,344 | 1,725,579 | 3,261,384 |
| Other | 21,479 | 177,380 | 1,160,805 | 135,276 |
| Gain on sale of property | - | - | 48,339 | - |
| Special item (1) | - | (900,000) | - | - |
| County settlement | - | - | - | - |
| Total governmental activities | 12,933,302 | 12,082,230 | 15,867,431 | 18,541,147 |
| Changes in net assets - governmental activities | $ 9,485,228 | $ 5,476,692 | $ 6,579,786 | $ 20,562,078 |

*The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).*

(1) Mission Bell note

CITY OF MOORPARK

Changes in Net Assets

Last Nine Fiscal Years
(accrual basis of accounting)

| | Fiscal Year | | | | |
|---|---|---|---|---|---|
| | 2007 | 2008 | 2009 | 2010 | 2011 |
| **Expenses:** | | | | | |
| General government | $ 1,639,628 | $ 1,949,206 | $ 2,041,596 | $ 1,603,279 | $ 3,201,184 |
| Public safety | 6,317,283 | 6,882,072 | 7,035,384 | 7,016,015 | 7,070,049 |
| Public services | 21,231,766 | 20,580,204 | 18,170,325 | 13,589,878 | 31,775,462 |
| Parks and recreation | 4,293,823 | 4,551,045 | 4,470,524 | 4,934,002 | 4,658,717 |
| Interest on long-term debt | 1,332,541 | 1,773,841 | 1,616,843 | 1,504,502 | 1,492,604 |
| Total governmental activities expenditures | 34,815,041 | 35,736,368 | 33,334,672 | 28,647,676 | 48,198,016 |
| **Program revenues:** | | | | | |
| Charges for services: | | | | | |
| General government | 191,674 | 283,576 | 232,926 | 258,431 | 293,008 |
| Public safety | 598,500 | 633,131 | 538,636 | 477,305 | 492,847 |
| Public services | 6,612,769 | 5,743,200 | 3,172,708 | 2,769,641 | 2,473,770 |
| Parks and recreation | 604,904 | 756,885 | 644,979 | 643,593 | 697,787 |
| Total charges for services | 8,007,847 | 7,416,792 | 4,589,249 | 4,148,970 | 3,957,412 |
| Operating contributions and grants | 4,489,945 | 7,113,883 | 6,172,315 | 4,128,842 | 5,999,168 |
| Capital contributions and grants | 38,337,638 | 5,481,972 | 3,326,778 | 1,970,931 | 1,703,076 |
| Total governmental activities program revenues | 50,835,430 | 20,012,647 | 14,088,342 | 10,248,743 | 11,659,656 |
| Net program revenues (expenditures) | 16,020,389 | (15,723,721) | (19,246,330) | (18,398,933) | (36,538,360) |
| **General revenues and other changes in net assets:** | | | | | |
| Taxes: | | | | | |
| Property tax | 3,334,491 | 4,505,980 | 7,802,643 | 7,449,063 | 7,287,282 |
| Property tax, Redevelopment Agency | 6,347,692 | 6,887,079 | 7,054,432 | 6,864,777 | 6,755,960 |
| Franchise tax | 1,126,951 | 1,150,180 | 1,171,556 | 1,171,825 | 1,207,778 |
| Sales tax | 2,192,327 | 2,306,281 | 2,329,522 | 2,382,010 | 2,577,105 |
| Sales tax in lieu | 704,562 | 779,263 | 849,227 | 588,635 | 940,791 |
| Motor vehicle in lieu | 2,860,207 | 3,038,440 | 125,307 | 109,136 | 170,592 |
| Investment income | 6,556,186 | 2,491,856 | 2,875,649 | 853,074 | 856,413 |
| Other | 58,841 | 139,728 | 386,040 | 283,372 | 212,487 |
| Gain on sale of property | 276,797 | - | - | - | - |
| Special item (1) | - | - | - | - | - |
| County settlement | - | - | 1,000,000 | - | - |
| Total governmental activities | 23,458,054 | 21,298,807 | 23,594,376 | 19,701,892 | 20,008,408 |
| Changes in net assets - governmental activities | $ 39,478,443 | $ 5,575,086 | $ 4,348,046 | $ 1,302,959 | $ (16,529,952) |

*The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).*

(1) Mission Bell note

CITY OF MOORPARK

Fund Balances of Governmental Funds

Last Nine Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year | | | |
|---|---|---|---|---|
| | 2003 | 2004 | 2005 | 2006 |
| General fund: | | | | |
| Reserved | $ - | $ - | $ 5,772,444 | $ 2,943,353 |
| Unreserved | 13,456,231 | 14,756,222 | 12,527,255 | 18,301,058 |
| Nonspendable | - | - | - | - |
| Restricted | - | - | - | - |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | - |
| Total general fund | $ 13,456,231 | $ 14,756,222 | $ 18,299,699 | $ 21,244,411 |
| All other governmental funds: | | | | |
| Reserved | $ 4,378,065 | $ 4,099,849 | $ 13,889,036 | $ 14,124,235 |
| Unreserved, reported in: | | | | |
| Special revenue funds | 32,857,500 | 29,994,471 | 26,977,320 | 36,903,391 |
| Capital projects funds | 9,625,965 | 8,950,250 | 3,361,134 | 1,293,998 |
| Debt Service funds | (97,935) | (891,297) | (346,716) | (321,425) |
| Non-major funds | 7,146,987 | 10,651,331 | 8,272,652 | 9,724,941 |
| Fund Balances: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | - | - | - | - |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | - |
| Total all other governmental funds | $ 53,910,582 | $ 52,804,604 | $ 52,153,426 | $ 61,725,140 |

*The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).*

CITY OF MOORPARK

Fund Balances of Governmental Funds

Last Nine Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year | | | | |
|---|---|---|---|---|---|
| | 2007 | 2008 | 2009 | 2010 | 2011 |
| General fund: | | | | | |
| Reserved | $ - | $ 95,397 | $ 373,209 | $ 337,286 | |
| Unreserved | 24,405,620 | 3,625,348 | 2,832,620 | 2,662,713 | |
| Nonspendable | - | - | - | - | $ 220,976 |
| Restricted | - | - | - | - | - |
| Committed | - | - | - | - | - |
| Assigned | - | - | - | - | - |
| Unassigned | - | - | - | - | 2,779,024 |
| Total general fund | $ 24,405,620 | $ 3,720,745 | $ 3,205,829 | $ 2,999,999 | $ 3,000,000 |
| All other governmental funds: | | | | | |
| Reserved | $ 41,864,116 | $ 35,103,620 | $ 33,719,016 | $ 38,208,807 | |
| Unreserved, reported in: | | | | | |
| Special revenue funds | 41,486,631 | 42,761,089 | 37,278,628 | 32,207,690 | |
| Capital projects funds | 16,807,370 | 39,098,065 | 35,699,829 | 33,735,939 | |
| Debt Service funds | 83,243 | (1,025,927) | 261,336 | 294,202 | |
| Non-major funds | 8,693,969 | 13,384,413 | 25,043,397 | 25,335,288 | |
| Fund Balances: | | | | | |
| Nonspendable | - | - | - | - | $ 14,862,594 |
| Restricted | - | - | - | - | 66,565,551 |
| Committed | - | - | - | - | 795,208 |
| Assigned | - | - | - | - | 28,849,138 |
| Unassigned | - | - | - | - | (2,124,660) |
| Total all other governmental funds | $ 108,935,329 | $ 129,321,260 | $ 132,002,206 | $ 129,781,926 | $ 108,947,831 |

*The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).*

CITY OF MOORPARK

Changes in Fund Balances of Governmental Funds

Last Nine Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year | | | |
|---|---|---|---|---|
| | 2003 | 2004 | 2005 | 2006 |
| **Revenues:** | | | | |
| Taxes | $ 8,490,985 | $ 9,870,955 | $ 9,139,722 | $ 12,231,076 |
| Licenses and permits | 51,083 | 63,146 | 54,180 | 72,365 |
| Fines and forfeitures | 290,054 | 306,871 | 344,019 | 340,341 |
| Uses of money and property | 2,027,190 | 1,363,006 | 1,924,579 | 3,261,384 |
| Charges for services | 867,731 | 2,001,561 | 2,558,974 | 2,665,391 |
| Intergovernmental | 4,051,263 | 4,298,009 | 5,150,992 | 6,302,193 |
| Maintenance assessments | 2,955,340 | 2,639,628 | 1,963,190 | 1,845,742 |
| Franchise fees | 232,324 | 257,127 | 1,231,763 | 283,162 |
| Building and safety fees | 608,879 | 595,138 | 431,959 | 1,110,715 |
| Planning and public work fees | 2,132,190 | 2,614,959 | 1,967,751 | 3,053,066 |
| Development fees | 4,486,128 | 4,097,977 | 2,669,976 | 15,568,347 |
| Contributions from prop owners | - | - | - | - |
| Other | 256,376 | 281,506 | 2,832,962 | 397,574 |
| Total revenues | 26,449,543 | 28,389,883 | 30,270,067 | 47,131,356 |
| **Expenditures:** | | | | |
| Current: | | | | |
| General government | 2,048,658 | 2,259,017 | 2,893,359 | 2,919,564 |
| Public safety | 4,127,670 | 4,882,547 | 5,690,820 | 6,211,461 |
| Public services | 8,765,039 | 8,401,453 | 8,098,147 | 11,215,406 |
| Parks and recreation | 2,063,428 | 2,381,698 | 2,081,723 | 2,544,206 |
| Capital outlay | 3,596,982 | 8,775,159 | 7,810,879 | 10,038,439 |
| Debt service: | | | | |
| Principal | 365,000 | 395,000 | 405,000 | 435,910 |
| Interest | 1,044,915 | 1,100,996 | 1,158,585 | 1,251,354 |
| Bond issuance costs | - | - | - | - |
| Total expenditures | 22,011,692 | 28,195,870 | 28,138,513 | 34,616,340 |
| Excess of revenues over expenditures | 4,437,851 | 194,013 | 2,131,554 | 12,515,016 |
| Other financing sources (uses): | | | | |
| Gain from sale of property | - | - | 48,339 | 1,410 |
| Bond Proceeds | - | - | - | - |
| Discount on Bonds | - | - | - | - |
| County settlements | | | | |
| Transfers in | 3,781,938 | 3,588,717 | 2,027,315 | 3,352,002 |
| Transfers out | (3,781,938) | (3,588,717) | (2,027,315) | (3,352,002) |
| Total other financing sources (uses) | - | - | 48,339 | 1,410 |
| Net change in fund balances | $ 4,437,851 | $ 194,013 | $ 2,179,893 | $ 12,516,426 |
| Debt service as a percentage of noncapital expenditures | 8.3% | 8.3% | 8.3% | 7.4% |

*The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).*

CITY OF MOORPARK

Changes in Fund Balances of Governmental Funds

Last Nine Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year | | | | |
|---|---|---|---|---|---|
| | 2007 | 2008 | 2009 | 2010 | 2011 |
| **Revenues:** | | | | | |
| Taxes | $ 13,706,024 | $ 15,392,269 | $ 19,716,636 | $ 18,730,771 | $ 19,042,900 |
| Licenses and permits | 65,630 | 72,951 | 645,010 | 598,370 | 587,186 |
| Fines and forfeitures | 343,579 | 358,665 | 484,930 | 436,377 | 441,543 |
| Uses of money and property | 7,085,104 | 5,684,111 | 3,114,881 | 1,547,229 | 1,537,255 |
| Charges for services | 338,929 | 677,277 | 3,813,159 | 3,284,275 | 2,579,593 |
| Intergovernmental | 6,163,985 | 7,549,040 | 3,948,059 | 2,629,132 | 4,786,235 |
| Maintenance assessments | 1,922,471 | 4,205,700 | 3,491,975 | 1,950,431 | 2,112,992 |
| Franchise fees | 292,003 | 301,514 | - | - | - |
| Building and safety fees | 716,552 | 530,761 | - | - | - |
| Planning and public work fees | 1,649,002 | 1,938,143 | - | - | - |
| Development fees | 6,403,851 | 4,501,837 | - | - | - |
| Contributions from prop owners | 34,066,993 | - | - | - | - |
| Other | 2,030,211 | 433,378 | 398,539 | 587,832 | 833,082 |
| Total revenues | 74,784,334 | 41,645,646 | 35,613,189 | 29,764,417 | 31,920,786 |
| **Expenditures:** | | | | | |
| Current: | | | | | |
| General government | 1,471,354 | 1,835,801 | 1,926,283 | 1,497,916 | 2,289,299 |
| Public safety | 6,083,917 | 6,637,757 | 6,814,425 | 6,769,484 | 6,839,355 |
| Public services | 9,608,754 | 12,505,613 | 11,259,297 | 12,343,896 | 12,876,132 |
| Parks and recreation | 4,039,888 | 4,291,867 | 4,182,091 | 4,453,400 | 4,074,490 |
| Capital outlay | 19,477,866 | 14,682,017 | 8,100,604 | 5,548,179 | 24,506,524 |
| Debt service: | | | | | |
| Principal | 440,000 | 455,000 | 475,000 | 495,000 | 1,874,064 |
| Interest | 1,400,985 | 1,631,932 | 1,594,062 | 1,482,799 | 1,471,516 |
| Bond issuance costs | 505,588 | - | - | - | - |
| Total expenditures | 43,028,352 | 42,039,987 | 34,351,762 | 32,590,674 | 53,931,380 |
| Excess of revenues over expenditures | 31,755,982 | (394,341) | 1,261,427 | (2,826,257) | (22,010,594) |
| Other financing sources (uses): | | | | | |
| Gain from sale of property | 276,797 | - | - | - | - |
| Bond Proceeds | 11,695,000 | - | - | - | - |
| Discount on Bonds | (325,401) | - | - | - | - |
| County settlements | | | 1,000,000 | - | - |
| Transfers in | 9,457,260 | 27,626,755 | 17,062,650 | 9,378,101 | 3,820,738 |
| Transfers out | (9,457,260) | (27,626,755) | (17,062,650) | (9,378,101) | (2,644,238) |
| Total other financing sources (uses) | 11,646,396 | - | 1,000,000 | - | 1,176,500 |
| Net change in fund balances | $ 43,402,378 | $ (394,341) | $ 2,261,427 | $ (2,826,257) | $ (20,834,094) |
| Debt service as a percentage of noncapital expenditures | 8.7% | 8.3% | 8.6% | 7.9% | 12.8% |

*The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).*

CITY OF MOORPARK

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years

| Fiscal Year Ended June 30 | City | | | | Redevelopment Agency | | | | Total Direct Tax Rate |
|---|---|---|---|---|---|---|---|---|---|
| | Secured | Unsecured | Less: Exemptions | Taxable Assessed Value | Secured | Unsecured | Less: Exemptions | Taxable Assessed Value | |
| 2002 | $ 2,549,782,519 | $ 94,204,773 | $ 41,025,922 | $ 2,685,013,214 | $ 456,765,976 | $ 64,634,089 | $ 3,860,792 | $ 525,260,857 | 1.042% |
| 2003 | 2,823,727,286 | 120,175,258 | 42,238,926 | 2,986,141,470 | 514,599,965 | 84,435,148 | 3,862,434 | 602,897,547 | 1.061% |
| 2004 | 3,026,137,647 | 155,943,246 | 43,185,512 | 3,225,266,405 | 542,789,850 | 95,244,418 | 3,915,879 | 641,950,147 | 1.058% |
| 2005 | 3,231,418,940 | 172,769,806 | 43,305,637 | 3,447,494,383 | 532,445,978 | 93,810,856 | 3,904,910 | 630,161,744 | 1.050% |
| 2006 | 3,721,591,791 | 168,802,350 | 43,313,074 | 3,933,707,215 | 660,810,677 | 99,693,057 | 3,931,766 | 764,435,500 | 1.055% |
| 2007 | 4,157,360,033 | 165,798,359 | 43,364,070 | 4,366,522,462 | 743,592,913 | 102,795,641 | 3,958,627 | 850,347,181 | 1.062% |
| 2008 | 4,558,597,806 | 173,209,606 | 45,607,510 | 4,777,414,922 | 809,452,407 | 102,442,198 | 4,276,693 | 916,171,298 | 1.050% |
| 2009 | 4,700,305,496 | 174,181,146 | 46,351,377 | 4,920,838,019 | 828,244,210 | 102,730,045 | 4,309,164 | 935,283,419 | 1.050% |
| 2010 | 4,619,910,655 | 180,988,669 | 46,474,508 | 4,847,373,832 | 825,093,781 | 113,302,525 | 4,333,240 | 942,729,546 | 1.050% |
| 2011 | 4,659,133,835 | 153,090,627 | 46,689,455 | 4,858,913,917 | 813,947,565 | 110,905,079 | 4,436,801 | 929,289,445 | 1.053% |

NOTE:

In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assesse value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only re-assessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Source: Ventura County Assessor's Office

CITY OF MOORPARK

Direct and Overlapping Property Tax Rates
(Rate per $100 of assessed value)

Last Ten Fiscal Years

| | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|---|---|---|---|---|---|---|---|---|---|---|
| City Direct Rates: | | | | | | | | | | |
| City basic rate | 1.04171 | 1.06072 | 1.05820 | 1.05020 | 1.05480 | 1.06163 | 1.04955 | 1.04950 | 1.05020 | 1.05300 |
| Redevelopment agency | - | - | - | - | - | - | - | - | - | - |
| Total City Direct Rate | 1.042 | 1.061 | 1.058 | 1.050 | 1.055 | 1.062 | 1.050 | 1.050 | 1.050 | 1.053 |
| Overlapping Rates: | | | | | | | | | | |
| Ventura County Flood Cont. | 8.039 | 8.097 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Metropolitan Water District | 0.229 | 2.340 | 0.233 | 0.232 | 0.235 | 0.233 | 0.234 | 0.230 | 0.230 | 0.233 |
| Ventura Community College | n/a | 4.312 | 4.311 | 4.269 | 4.331 | 4.296 | 4.361 | 4.371 | 4.402 | 4.383 |
| Ventura County Waterworks | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Conejo Valley Unified School District | 0.027 | 0.025 | 0.024 | 0.022 | 0.020 | 0.019 | 0.018 | 0.018 | 0.019 | 0.019 |
| Moorpark Unified School District | 92.311 | 91.733 | 91.959 | 92.121 | 92.442 | 92.313 | 92.417 | 92.240 | 91.924 | 91.820 |
| City of Moorpark | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 |
| City of Moorpark Community Facilities District No. 97-1 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 |
| City of Moorpark 1915 Act Bonds | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 | 100.000 |
| Total Direct Rate | 101.648 | 107.568 | 97.585 | 97.694 | 98.083 | 97.923 | 98.080 | 97.909 | 97.625 | 97.508 |

NOTE:

1) In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of the Moorpark Unified School District bonds.

2) The direct and overlapping bonded debt above is not the City's nor the Redevelopment Agency's obligation.

3) The Total Direct Rate is comprised of its five components listed above, the Metropolitan Water District, Ventura Community College, Ventura County Waterworks, Conejo Valley Unified School District, and the Moorpark Unified School District.

Source: California Municipal Statistics
Ventura County Assessor

CITY OF MOORPARK

Principal Property Tax Payers

Current Year and Ten Years Ago

| Taxpayer | 2010 Taxable Assessed Value * | 2010 Percent of Total City Taxable Assessed Value | 2000 Taxable Assessed Value | 2000 Percent of Total City Taxable Assessed Value |
|---|---|---|---|---|
| DBRE Moorpark LLC | $ 60,034,300 | 12.20% | $ - | 0.00% |
| Waterstone Properties Moorpark LLC | 48,328,000 | 9.82% | - | 0.00% |
| G & Y Moorpark LLC | 25,486,870 | 5.18% | - | 0.00% |
| Tuscany Square Partners LLC | 24,390,492 | 4.96% | - | 0.00% |
| Mission Bell West LP | 23,275,279 | 4.73% | 20,208,563 | 7.53% |
| James Birkenshaw, Et. Al. | 19,866,419 | 4.04% | 12,264,597 | 4.57% |
| Calabasas BCD Inc. | 19,508,390 | 3.96% | 11,751,954 | 4.38% |
| Fred Kavli | 15,740,512 | 3.20% | 12,701,599 | 4.73% |
| Mission Bell East LLC | 14,091,511 | 2.86% | 14,297,706 | 5.33% |
| Leonard Rose Trust | 11,926,094 | 2.42% | 9,998,062 | 3.72% |
| | $ 262,647,867 | 53.37% | $ 81,222,481 | 30.25% |

* Due to varying tax rates, the assessed value does not necessarily mean the highest tax.
The assessed value includes secured property tax revenue.

Source: HdL 2010-2011 property data

CITY OF MOORPARK

Secured Property Tax Levies and Collections

Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of Levy | | Collections from Previous Years | Total Collections | |
|---|---|---|---|---|---|---|
| | | Amount | Percent of Levy | | Amount | Percent of Levy |
| 2002 | 1,832,673 | 1,581,343 | 86.29% | 63,897 | $1,645,240 | 89.77% |
| 2003 | 2,036,839 | 1,732,812 | 85.07% | 77,316 | $1,810,128 | 88.87% |
| 2004 | 2,208,605 | 1,902,007 | 86.12% | 84,452 | $1,986,459 | 89.94% |
| 2005 | 2,391,927 | 1,796,670 | 75.11% | 87,669 | $1,884,339 | 78.78% |
| 2006 | 2,705,083 | 1,994,418 | 73.73% | 93,157 | $2,087,575 | 77.17% |
| 2007 | 3,010,493 | 2,432,164 | 80.79% | 124,057 | $2,556,221 | 84.91% |
| 2008 | 4,072,510 | 3,376,883 | 82.92% | 145,134 | $3,522,017 | 86.48% |
| 2009 | 3,763,078 | 3,393,933 | 90.19% | 208,491 | $3,602,423 | 95.73% |
| 2010 | 3,682,559 | 2,789,672 | 75.75% | 262,057 | $3,051,730 | 82.87% |
| 2011 | 3,663,098 | 3,388,402 | 92.50% | 184,044 | $3,572,446 | 97.53% |

NOTE:
The amount presented includes City property taxes only.
It does not include redevelopment tax increment.

Source: Ventura County Auditor Controller's Office Levy Letter

Note: In FY 2007/08 $785,653 in adjustments (including the Library) were added to the Levy Letter

CITY OF MOORPARK

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Governmental Activities: General Obligation Bonds | Governmental Activities: Tax Allocation Bonds [1] | Governmental Activities: Total Governmental Activities | Total Primary Government | Percentage of Personal Income [2] | Debt Per Capita [2] |
|---|---|---|---|---|---|---|
| 2002 | - | $ 20,465,000 | $ 20,465,000 | $ 20,465,000 | 0.73% | 606 |
| 2003 | - | 20,100,000 | 20,100,000 | 20,100,000 | 0.67% | 582 |
| 2004 | - | 19,705,000 | 19,705,000 | 19,705,000 | 0.65% | 564 |
| 2005 | - | 19,300,000 | 19,300,000 | 19,300,000 | 0.64% | 537 |
| 2006 | - | 18,880,000 | 18,880,000 | 18,880,000 | 0.62% | 527 |
| 2007 | - | 30,135,000 | 30,135,000 | 30,135,000 | 0.95% | 826 |
| 2008 | - | 29,680,000 | 29,680,000 | 29,680,000 | 0.84% | 803 |
| 2009 | - | 29,185,000 | 29,185,000 | 29,185,000 | 0.83% | 787 |
| 2010 | - | 28,710,000 | 28,710,000 | 28,710,000 | 0.81% | 764 |
| 2011 | - | 28,155,000 | 28,155,000 | 28,155,000 | 0.83% | 811 |

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] The Moorpark Redevelopment Agency issued $9,860,000 of new tax allocation bonds in 1999, $11,625,000 in 2001, and $11,695,000 in 2006.
The principal balance on these three bonds as of June 30, 2011 is $4,995,000, $11,505,000 and $11,655,000 respectively.

[2] These ratios are calculated using personal income and population for the prior calendar year.

CITY OF MOORPARK

Ratio of General Bonded Debt Outstanding

Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Outstanding General Bonded Debt: General Obligation Bonds | Outstanding General Bonded Debt: Tax Allocation Bonds | Outstanding General Bonded Debt: Total | Percent of Assessed Value [1] | Per Capita |
|---|---|---|---|---|---|
| 2002 | - | $ 20,465,000 | $ 20,465,000 | 0.64% | 606 |
| 2003 | - | 20,100,000 | 20,100,000 | 0.56% | 582 |
| 2004 | - | 19,705,000 | 19,705,000 | 0.51% | 564 |
| 2005 | - | 19,300,000 | 19,300,000 | 0.47% | 537 |
| 2006 | - | 18,880,000 | 18,880,000 | 0.40% | 527 |
| 2007 | - | 30,135,000 | 30,135,000 | 0.58% | 826 |
| 2008 | - | 29,680,000 | 29,680,000 | 0.52% | 803 |
| 2009 | - | 29,185,000 | 29,185,000 | 0.50% | 787 |
| 2010 | - | 28,710,000 | 28,710,000 | 0.50% | 764 |
| 2011 | - | 28,155,000 | 28,155,000 | 0.49% | 811 |

General bonded debt is debt payable with governmental fund resources and general obligation bonds recorded in enterprise funds (of which, the City has none).

[1] Assessed value has been used because the actual value of taxable property is not readily available in the State of California.

CITY OF MOORPARK

Direct and Overlapping Debt

June 30, 2011

| | |
|---|---|
| City Assessed Valuation 2010-11 | $ 4,812,567,462 |
| Redevelopment Agency Incremental Valuation | 660,697,282 |
| Adjusted Assessed Valuation | $ 4,151,870,180 |

| | Percentage Applicable | Debt as of 6/30/2011 | Estimated Share of Overlapping Debt |
|---|---|---|---|
| Direct and Overlapping Tax and Assessment Debt: | | | |
| Metropolitan Water District | 0.233% | $ 227,670,000 | $ 530,471 |
| Ventura Community College District | 4.383% | 314,522,814 | 13,785,535 |
| Conejo Valley Unified School District | 0.019% | 31,501,749 | 5,985 |
| Moorpark Unified School District | 91.820% | 39,985,407 | 36,714,601 |
| City of Moorpark Community Facilities District No. 97-1 | 100.000% | 5,940,000 | 5,940,000 |
| City of Moorpark Community Facilities District No. 2004-1 | 100.000% | 25,480,000 | 25,480,000 |
| City of Moorpark 1915 Act Bonds | 100.000% | 1,400,000 | 1,400,000 |
| Toal Direct and Overlapping Tax & Assessment Debt | | 646,499,970 | 83,856,592 |
| Overlapping General Fund Obligation Debt: | | | |
| Ventura County General Fund Obligations | 4.382% | $ 101,290,000 | $ 4,438,528 |
| Ventura County Superintendent of Schools COPs | 4.382% | 12,140,000 | 531,975 |
| Moorpark Unified School District COPs | 91.820% | 8,630,000 | 7,924,066 |
| Total Overlapping General Fund Obligation Debt | | 122,060,000 | 12,894,569 |
| Combined Total Debt* | | $ 768,559,970 | 96,751,161 |
| Total direct and overlapping debt | | | $ 96,751,161 |

Notes:

* Excludes tax and revenue anticipation notes, revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

The direct and overlapping bonded debt above is not the City's or the Redevelopment Agency's obligation.

Source: California Municipal Statistics, Inc. The overlapping district's assessed valuation located within the City is divided by the total assessed valuation of the overlapping district. That percentage is multiplied by the total debt outstanding for the overlapping district resulting in the City's share of debt.

CITY OF MOORPARK

Legal Debt Margin Information

Last Ten Fiscal Years

| | 2002 | 2003 | 2004 | 2005 | 2006 |
|---|---|---|---|---|---|
| Assessed valuation | $2,549,782,519 | $ 2,823,727,286 | $ 2,823,727,286 | $ 3,231,418,940 | $ 3,721,591,791 |
| Conversion percentage | 25% | 25% | 25% | 25% | 25% |
| Adjusted assessed valuation | 637,445,630 | 705,931,822 | 705,931,822 | 807,854,735 | 930,397,948 |
| Debt limit percentage | 15% | 15% | 15% | 15% | 15% |
| Debt limit | 95,616,844 | 105,889,773 | 105,889,773 | 121,178,210 | 139,559,692 |
| Total net debt applicable to limit: General obligation bonds | - | - | - | - | - |
| Legal debt margin | $ 95,616,844 | $ 105,889,773 | $ 105,889,773 | $ 121,178,210 | $ 139,559,692 |
| Total debt applicable to the limit as a percentage of debt limit | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |

The Government Code 2227 of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 81-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation date for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: City Finance Department
Ventura County Tax Assessor's Office

CITY OF MOORPARK

Legal Debt Margin Information

Last Ten Fiscal Years

| | 2007 | 2008 | 2009 | 2010 | 2011 |
|---|---|---|---|---|---|
| Assessed valuation | $ 4,157,360,033 | $ 4,558,597,806 | $ 4,700,305,496 | $ 4,619,910,655 | $ 4,659,133,835 |
| Conversion percentage | 25% | 25% | 25% | 25% | 25% |
| Adjusted assessed valuation | 1,039,340,008 | 1,139,649,452 | 1,175,076,374 | 1,154,977,664 | 1,164,783,459 |
| Debt limit percentage | 15% | 15% | 15% | 15% | 15% |
| Debt limit | 155,901,001 | 170,947,418 | 176,261,456 | 173,246,650 | 174,717,519 |
| Total net debt applicable to limit: | | | | | |
| General obligation bonds | - | - | - | - | - |
| Legal debt margin | $ 155,901,001 | $ 170,947,418 | $ 176,261,456 | $ 173,246,650 | $ 174,717,519 |
| Total debt applicable to the limit as a percentage of debt limit | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |

The Government Code 2227 of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 81-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation date for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: City Finance Department
Ventura County Tax Assessor's Office

CITY OF MOORPARK

Pledged-Revenue Coverage

Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Tax Allocation Bonds | | | |
|---|---|---|---|---|
| | Tax Increment | Debt Service | | Coverage |
| | | Principal | Interest | |
| 2002 | 2,606,388 | 355,000 | 408,638 | 3.41 |
| 2003 | 3,537,293 | 365,000 | 989,554 | 2.61 |
| 2004 | 4,076,183 | 395,000 | 976,140 | 2.97 |
| 2005 | 3,860,624 | 405,000 | 959,942 | 2.83 |
| 2006 | 5,487,272 | 420,000 | 944,281 | 4.02 |
| 2007 | 6,306,385 | 440,000 | 1,085,040 | 4.14 |
| 2008 | 6,858,882 | 455,000 | 909,906 | 5.03 |
| 2009 | 7,010,760 | 475,000 | 1,397,922 | 3.74 |
| 2010 | 6,842,837 | 495,000 | 1,376,088 | 3.66 |
| 2011 | 6,716,136 | 555,000 | 1,350,874 | 3.52 |

Note: Details regarding Moorpark Redevelopment Agency outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest or depreciation expenses.

CITY OF MOORPARK

Demographic and Economic Statistics

Last Ten Calendar Years

| Calendar Year | Population (1) | Household Income (in thousands) | Median Household Income (2) | Unemployment Rate (3) |
|---|---|---|---|---|
| 2002 | 33,760 | $ 2,811,600 | $ 83,282 | 6.8% |
| 2003 | 34,529 | 2,978,092 | 86,249 | 7.2% |
| 2004 | 34,933 | 3,054,507 | 87,439 | 6.4% |
| 2005 | 35,933 | 3,039,105 | 84,577 | 5.4% |
| 2006 | 35,836 | 3,050,432 | 85,122 | 4.4% |
| 2007 | 36,480 | 3,179,341 | 87,153 | 4.7% |
| 2008 | 36,971 | 3,526,775 | 95,393 | 5.7% |
| 2009 | 37,086 | 3,508,076 | 94,593 | 10.3% |
| 2010 | 37,576 | 3,565,248 | 94,881 | 10.6% |
| 2011 | 34,710 | 3,385,509 | 97,537 | 10.0% |

Sources: (1) State Department of Finance or Community Development Department
(2) California Desert Association of Realtors
(3) State of California Employment Development Department

CITY OF MOORPARK

Principal Employers

Current and Ten Years Ago

| Employer | 2011 Number of Employees | 2011 Percent of Total Employment | 2001 Number of Employees | 2001 Percent of Total Employment |
|---|---|---|---|---|
| Moorpark Unified School District | 825 | 4.94% | 850 | 5.13% |
| Moorpark College | 750 | 4.49% | 600 | 3.62% |
| Pentair Pool Products | 377 | 2.26% | 510 | 3.08% |
| Kavlico | 350 | 2.09% | 1,400 | 8.45% |
| Chicago Telephone Service | 340 | 2.03% | - | 0.00% |
| Zodiac Pool Systems | 250 | 1.50% | - | 0.00% |
| Target | 150 | 0.90% | - | 0.00% |
| Boething Tree Farm | 122 | 0.73% | 135 | 0.82% |
| American Board Assembly | 115 | 0.69% | 200 | 1.21% |
| Kohl's | 89 | 0.53% | - | 0.00% |

"Total Employment" as used above represents the total employment of all employers located within City limits. The total number of employees within the City limits in 2011 were 16,710 as compared to the total number of employees within the City limits in 2001 were 16,559.

Source: Chamber of Commerce
City-data.com
Bureau of Labor Statistics

CITY OF MOORPARK
Full-time and Part-time City Employees
by Function
Last Ten Fiscal Years

| Function | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|---|---|---|---|---|---|---|---|---|---|---|
| General government | 36 | 43 | 33 | 32 | 31 | 30 | 26 | 26 | 26 | 27 |
| Public safety (crossing guards) | 6 | 6 | 7 | 4 | 7 | 7 | 7 | 6 | 5 | 5 |
| Public services | 41 | 38 | 20 | 17 | 17 | 26 | 22 | 22 | 20 | 16 |
| Parks and recreation | 19 | 19 | 42 | 38 | 41 | 49 | 54 | 56 | 55 | 54 |
| **Total** | **102** | **106** | **102** | **91** | **96** | **112** | **109** | **110** | **106** | **102** |
| Public safety [1] | 33 | 30 | 28 | 31 | 31 | 42 | 42 | 38 | 38 | 40 |

[1] Police and fire services were provided by the County.
Fire = 18 and police = 22

Source: City of Moorpark, Finance department

CITY OF MOORPARK
Operating Indicators
by Function
Last Ten Fiscal Years

| | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|---|---|---|---|---|---|---|---|---|---|---|
| Police: (A) | | | | | | | | | | |
| Arrests | 1,235 | 1,296 | 1,520 | 1,388 | 1,653 | 1,890 | 1,732 | 1,412 | 2,207 | 1,266 |
| Parking citations issued | 2,579 | 2,582 | 4,285 | 3,706 | 2,890 | 4,160 | 2,860 | 3,254 | 4,969 | 4,887 |
| Fire: (B) | | | | | | | | | | |
| Number of "prime" emergency calls | 1,103 | 1,179 | 1,415 | 1,308 | 1,329 | 1,351 | 1,362 | 1,100 | 1,945 | 1,707 |
| Business Inspections* | 117 | 117 | 125 | 125 | 125 | 123 | 130 | 143 | 115 | 196 |
| Public works: (C) | | | | | | | | | | |
| Street resurfacing (miles) | - | 73.33 | - | 0.10 | - | 30.0 | 3.8 | - | 5.0 | 2.0 |
| Parks and recreation: (D) | | | | | | | | | | |
| Number of recreation classes | 386 | 317 | 290 | 364 | 338 | 479 | 378 | 265 | 419 | 325 |
| Number of facility rentals | 184 | 258 | 307 | 491 | 338 | 180 | 210 | 186 | 230 | 277 |

Prime calls and business inspections are for County of Ventura, Fire department station #42

* In November 2001, all business occupancies less than 10,000 sq. feet became eligible for self inspection program.

Source: City of Moorpark

(A) Provided by Moorpark Police Department.;

(B) Ventura County Fire Dept.;

(C) Moorpark Public Works Dept.; - every six years, the City plans to resurface its streets, 1/3 every other year (total street miles = 220)

(D) Arroyo Vista Recreation Dept.;
Active Adult Center.

CITY OF MOORPARK

Capital Asset Statistics
by Function

Last Ten Fiscal Years

| | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|---|---|---|---|---|---|---|---|---|---|---|
| Police: | | | | | | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Fire: | | | | | | | | | | |
| Fire stations | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Public works: | | | | | | | | | | |
| Streets (miles) | 75 | 75 | 75 | 75 | 75 | 75 | 78 | 79 | 79 | 79 |
| Streetlights | 2,263 | 2,269 | 2,299 | 2,325 | 2,347 | 2,497 | 2,510 | 2,518 | 2,518 | 2,620 |
| Traffic signals | 15 | 16 | 17 | 17 | 17 | 17 | 20 | 20 | 20 | 21 |
| Parks and recreation: | | | | | | | | | | |
| Parks | 15 | 15 | 15 | 15 | 16 | 16 | 16 | 17 | 18 | 18 |
| Community centers | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |

Source: City of Moorpark

Of the streetlights, 2,612 are owned by Edison and 8 are owned by the City