



Comprehensive Annual Financial Report

For the Fiscal Year
Ended June 30, 2012

City of Camarillo, California



CITY OF CAMARILLO CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2012

**PREPARED BY THE DEPARTMENT OF FINANCE
RONNIE J. CAMPBELL, DIRECTOR OF FINANCE**

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Comprehensive Annual Financial Report
June 30, 2012

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City of Camarillo

Department of Finance

601 Carmen Drive
Camarillo, California 93010
805-388-5320

January 9, 2013

Honorable Mayor and Members of the City Council

City of Camarillo, California

State law requires all general-purpose local governments, within six months of the close of each fiscal year, to publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, the City of Camarillo (City) is pleased to submit its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2012.

Responsibility for the accuracy of the data and the fairness of presentation, including all footnotes and disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All material statements and disclosures necessary for the reader to obtain a thorough understanding of the City's financial activities have been included. City management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatements.

While traditionally addressed to the governing body of the City, this report is intended to provide relevant financial information to the citizens of the City of Camarillo, City staff, creditors, investors and other concerned readers. We encourage all readers to contact the Finance Department with any questions or comments concerning this report.

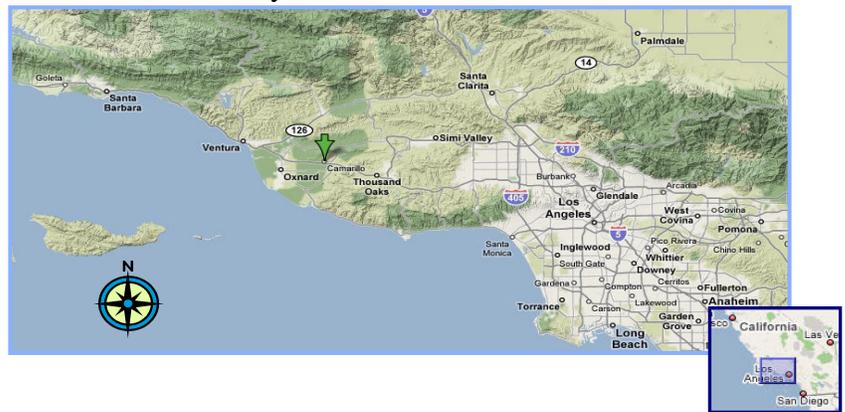
White Nelson Diehl Evans, LLP, a Certified Public Accountant firm selected by the City Council to perform the audit of the financial statements for the fiscal year ended June 30, 2012, has audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Camarillo's financial statements for the fiscal year ended June 30, 2012, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

City of Camarillo
Letter of Transmittal
For the Fiscal Year Ended June 30, 2012

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City’s MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

The City of Camarillo was incorporated in 1964 under the general laws of the State of California. Since the early 1900s, Camarillo has been an agricultural community that has evolved into a rural, suburban community on the outskirts of the Los Angeles metropolitan area with a balanced base of land uses established under the City’s General Plan. Camarillo is a city of 66,407 residents located in the center of Ventura County (est. population 832,970). It has an area of approximately 20 square miles and is situated in the Pleasant Valley area of the vast agricultural Oxnard Plain. Geographically, Camarillo is midway between Los Angeles and Santa Barbara on Highway 101, nine miles inland from Naval Base Ventura County Point Mugu and the Pacific Ocean.



The City operates under the council-manager form of government. The City Council consists of five members elected at large for overlapping four-year terms. The Mayor is selected from the City Council members and serves a one-year term. The City Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and appointing a City Manager and City Attorney. The City Council members also serve as the governing body of the following:

- ◆ Camarillo Sanitary District Board
- ◆ Camarillo Capital Improvement Corporation
- ◆ Camarillo Community Development Commission (July 1 – January 31)
- ◆ Camarillo Public Finance Authority
- ◆ Camarillo Industrial Development Authority
- ◆ Camarillo Library Board

While not a component unit of the City, City Council members do serve as a governing body of the Successor Agency to the Camarillo Community Development Commission.

City of Camarillo
Letter of Transmittal
For the Fiscal Year Ended June 30, 2012

In addition, the City Council appoints the members of the following advisory Commissions/Boards/Committees:

- ◆ Planning Commission
- ◆ Rent Review Commission
- ◆ Camarillo Ranch Foundation Board
- ◆ Citizens Advisory Committee to the Camarillo Redevelopment Project Area
- ◆ Community Development Block Grant (CDBG) Citizen Loan Committee
- ◆ Investment Committee

The Mayor is authorized to appoint resident members to serve on the following County of Ventura Boards:

- ◆ Area Agency on Aging Advisory Board
- ◆ Area Housing Authority Commission
- ◆ Air Pollution Control District Advisory Committee
- ◆ Citizens Transportation Advisory Committee

The Mayor appoints two representatives to the following board:

- ◆ Oversight Board to The City of Camarillo as Successor Agency to the Camarillo Community Development Commission.

The City provides a range of services, some of which are provided on a contractual basis. Contractual services include:

- ◆ Law Enforcement and Animal Control
- ◆ Building and Safety
- ◆ Library Operations
- ◆ Landscaping Maintenance
- ◆ Street Sweeping
- ◆ Major Capital Projects

The City is within the Ventura County Fire District and the Pleasant Valley Recreation and Parks District, but exercises no control over them.

City provided services include:

- ◆ City Administration
- ◆ Community Development (planning and zoning)
- ◆ Public Improvements
- ◆ Street & Landscape Maintenance
- ◆ Solid Waste
- ◆ Traffic Engineering
- ◆ Wastewater
- ◆ Water

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In 1965, the directors of Water Works District No. 5, which for many years had provided the township of Camarillo with water from wells, voluntarily turned over the operation and assets to the township of Camarillo. By December 1966, the City acquired the Camarillo Sanitary District, which became a subsidiary district of the City, as some of the boundaries were outside the existing city limits. The City seal was originally based on the sanitary seal on the sanitation workers' uniforms as designed by Basil Trueblood, a sanitation employee who retired in 1977. The design was modified to include a Spanish rider on a white horse, and was adopted by the City.¹

In defining the reporting entity, we have included the City's component units, which are the Camarillo Sanitary District, Camarillo Capital Improvement Corporation, Camarillo Community Development Commission (July 1 - January 31), Camarillo Public Finance Authority, Camarillo Industrial Development Authority, and the Camarillo Library Board. These component units function, in essence, as departments of the City and therefore have been included as an integral part of the City's financial statements. Additional information on these legally separate entities can be found in Note 1A in the Notes to Basic Financial Statements.

The City Council is required to adopt an annual balanced budget no later than June 30 of each year. Budgets are adopted annually by the City Council by resolution, and are prepared for each fund in accordance with its basis of accounting. The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit appropriation requests to the City Manager by April of each year. The City Manager, Director of Finance, key department employees, and the City Council hold study sessions to provide an opportunity for public input. The proposed balanced budget is presented to the City Council for adoption prior to June 30.

The City maintains budgetary controls to ensure compliance with provisions embodied in the annual budget approved by the City Council and the Camarillo Sanitary District Board. The City Council approves operating and capital appropriations at the fund and department levels. The level of budgetary control is established for the City in total, but budgets are monitored by fund and department. The City Council may, by majority vote of the City Council members, amend or supplement the budget at any time after its adoption. The City Manager has the authority to make administrative adjustments to appropriations as long as there is no funding source incompatibility and provided those changes do not increase overall appropriations.

The City Manager's office actively participates in the development and management of the annual budget. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Annual appropriations lapse at fiscal year-end. Operating program appropriations for grants or those supported by a purchase or encumbrance order, including capital equipment, may be carried over from one budget year to the next. Appropriation balances in capital projects may be carried forward from one budget year to the next with approval of the City Manager. This does not include individual capital outlay purchases for equipment, vehicles, etc.

¹Source: 'Camarillo and other Remembrances' by The Honorable Stanley J. Daily, Mayor Emeritus, City of Camarillo.

City of Camarillo
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For the Fiscal Year Ended June 30, 2012

Budget-to-actual comparisons are provided in this report. For the General Fund and the Redevelopment Special Revenue Fund, the comparison is presented as part of the Required Supplementary Information. For non-major governmental funds, this comparison is presented in the Supplementary Information section of this report.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

Local Economy - Ventura County continues to be a valued destination for business interests in Southern California. The area's mild climate, coastal access, proximity to the greater Los Angeles area, and the only deep-water port between Los Angeles and San Francisco, all contribute to the county's business allure. This year 640 business licenses were issued for new commercial, industrial, and service companies, 24 more than last fiscal year.



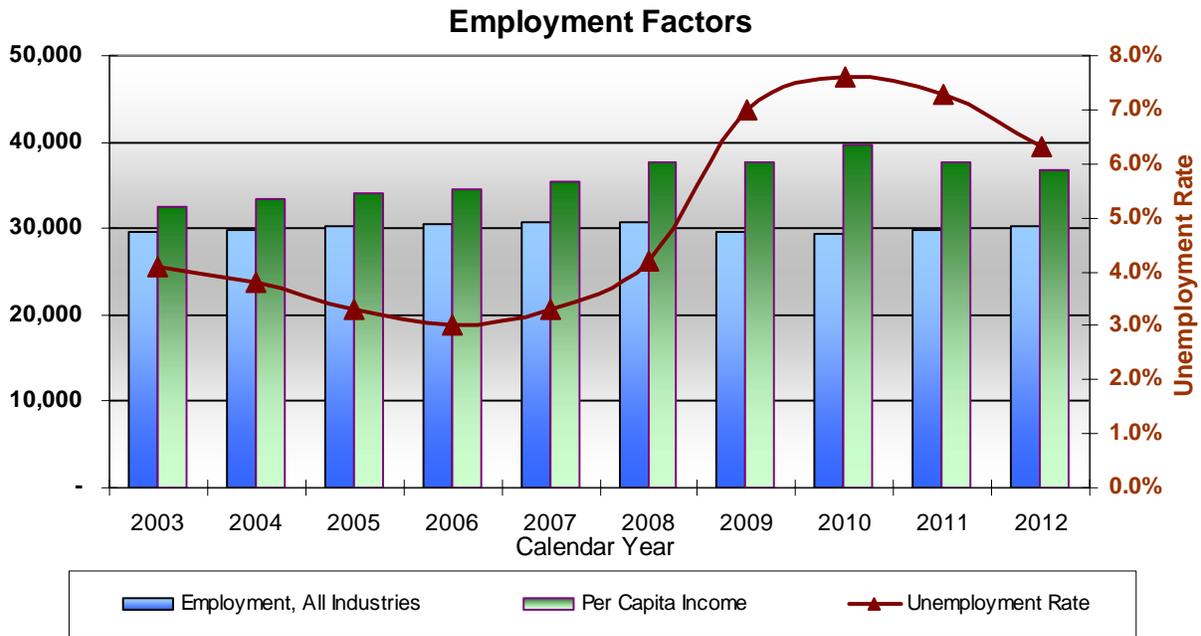
The City of Camarillo has not been immune from the fiscal impacts of the most recent economic downturn. Camarillo's strong taxable sales have buoyed the City and provided much needed jobs and revenue. The residential

housing market construction and sales continue to lag, but Camarillo's median home price shows signs of a slow rebound.

Projections show the City's economy growing slowly over the next five years. Of the City's top five General Fund revenues, a strong recovery in Transient Occupancy Tax (TOT) revenues appears to be underway. Total TOT revenues at June 30, 2012 were \$1.702 million, just under the peak of \$1.743 million in 2007. Sales tax revenues appear to have strengthened in the last three fiscal years, increasing 17 percent. Throughout these fiscally challenging years, the City has maintained very strong reserves.

Employment - Camarillo's Per Capita Income grew 16.4 percent from 2003 through 2008, to a high of \$37,721, decreasing 2.6 percent to \$36,734 in 2012. The City's unemployment rate for June 2012 is 6.3 percent, a 1.3 percent drop from its high of 7.6 percent June 2010. Camarillo has fared better than Ventura County, whose unemployment rate has ranged from a high in 2010 of 10.6 percent, to 9.2 percent June 2012.

City of Camarillo
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For the Fiscal Year Ended June 30, 2012

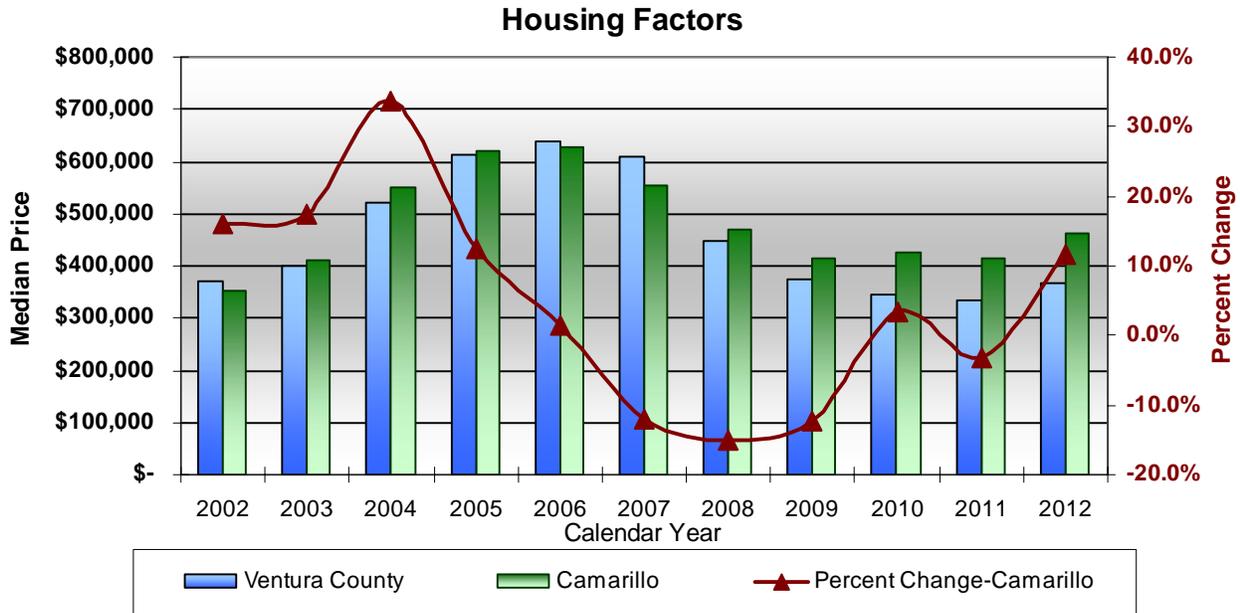


Sources: CA Employment Development Department,
 UCSB Economic Forecast project

Residential Development - In 1981, the City Council adopted an ordinance in response to an initiative, Measure A, that limits the number of new housing allotments to 400 units per year. Similar to the rest of the County, Camarillo has experienced a slight increase in the residential housing market, with modest increases in activity and price. Since the low in 2009 of \$413,300, Camarillo’s median home price has risen 11.7 percent to \$461,800. Even if this trend continues, it will be years before Camarillo’s median home price rebounds to its peak of \$629,300 in 2006.

Housing construction has not resumed in Camarillo. The City issued two new single-family construction permits in fiscal year 2011/12. Residential additions/alterations permits have remained steady, with 584 issued this fiscal year. As of June 30, 2012, there are 11 projects totaling 853 units approved and in various stages of construction. These projects range from a 12 unit mixed use project in the Village Commons area of Village at the Park, to a 384-unit apartment complex north of US101, close to the new Springville interchange.

City of Camarillo
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For the Fiscal Year Ended June 30, 2012

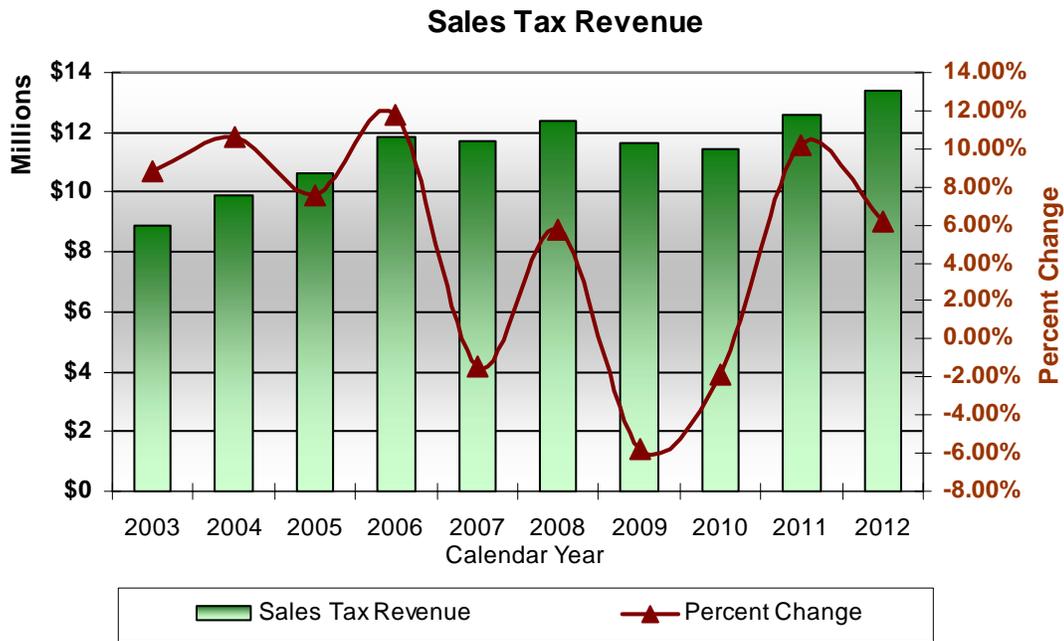


Source: CLU Center for Economic Research and Forecasting,
 DataQuick, UCSB Economic Forecast Project

Commercial Development - As of June 30, 2012, there was one project under construction, the Mini Cooper dealership located just north of US101 on Daily Drive. Seven projects are approved that will add 640,182 square feet of new retail/office sites. Commercial development includes the Paseo Camino Real, to be constructed adjacent to the new Springville/US101 interchange, which will have 499,000 square feet of retail, office, and dining space on approximately 45 acres. The plan indicates 445,850 square feet of retail; 21,150 square feet of office; and 32,000 square feet of restaurants. Other commercial projects include the mixed-use 42,630 square foot commercial center with 36 residential units at the entrance to the Village at the Park neighborhood, and a mixed-use 39,668 square foot commercial center with ten live/work units in the Village Commons area of Village at the Park.



City of Camarillo
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For the Fiscal Year Ended June 30, 2012



The City of Camarillo captures approximately 11 percent of retail sales generated within Ventura County, due in part to the Camarillo Premium Outlets and Promenade. Apparel sales continue to be the largest retail segment and are forecast to continue. The State imposes a 7.25 percent sales and use tax within the County of Ventura. The City has historically received almost 1 percent of the taxable sales in the City. Sales Tax accounts for approximately 16 percent of the City’s revenue, and as such, is a useful indicator of the City’s economic temperature. Sales tax revenue rose 38.6 percent from 2003 to a peak of \$12.4 million in 2008. Since then, it has increased 8.2 percent to \$13.4 million at fiscal year 2011/12, and is projected to increase approximately 1.6 percent next fiscal year.

Industrial and Research Facility Development - The attention to quality development is evident throughout Camarillo. The City’s industrial parks combine attractive aesthetic features, amenities, and paseos with functional design. The City has nearly 700 acres of land designated for industrial and research/development land uses. At June 2012, Camarillo had a direct vacancy rate of 5.6 percent, compared with 10.3 percent for the Moorpark/Simi Valley area, and a low of 4.6 percent for the Oxnard/Port Hueneme area. Camarillo had the second highest standard industrial rental rate at \$0.65nnn (triple net method of computing real estate costs), with Conejo Valley area at \$0.81nnn, and Oxnard/Port Hueneme at \$0.57nnn.

As of June 30, 2012, twelve projects have been approved totaling 733,008 building square feet, including two projects just north of the Camarillo Airport totaling 67,772 square feet and a building on Flynn Road totaling 32,012 square feet. There is also a multi-tenant complex totaling 129,016 square feet approved on the south side of Camarillo Center Drive, to the west of Factory Stores Drive and east of Las Posas Road. The largest project is in the Mission Oaks Business Park, comprised of 161,894 square feet on 8.75 acres.

City of Camarillo
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Long-term Financial Planning - With the goal of Camarillo continuing to be a safe and enriched city where people can live, work and play, special emphasis has been given to evaluating the City's current facilities and activities, and their ability to continually meet current and future needs. Providing funding for the City's current and future needs is being met through prudent investments and conservative expenditures. The City's Five-Year General Fund Fiscal Forecast project is utilized in long-range budgeting and cash flow projections.

The City Council reaffirmed its commitment to sound fiscal responsibility by establishing a separate goal of Fiscal Management. This goal, to maintain sound and conservative financial practices to ensure the fiscal sustainability of the City, provided the backdrop for development of the proposed 2012-2014 Budget. Staff has been directed to perform organizational structure reviews for economic efficiencies and effectiveness, including contract services and vendors.

In addition to prudent fiscal management and forward looking budget projections, the City follows a fund reserve policy set by the Council. With the dramatic changes in the national, state, and local economies, appropriate fund balance reserves provide for unforeseen expenditures.

Major Initiatives – In 1996, the City established the Camarillo Community Development Commission (CDC) to implement the Camarillo Corridor Project redevelopment program. With the elimination of Redevelopment Agencies effective February 1, 2012, the City elected to become the Successor Agency to the Former Redevelopment Agency (RDA). In its fiduciary capacity, the City will work to implement the dissolution of RDA activities consistent with legislation in a way that:

- ◆ Preserves the existing assets of the Former Redevelopment Agency.
- ◆ Services the outstanding debt of the Former Redevelopment Agency in a timely manner.
- ◆ Maximizes the redistribution of tax increment subsequent to the dissolution to all effect taxing entities.
- ◆ Minimizes the fiscal exposure of the City of Camarillo.

General Fund projected revenues exceed budgeted expenditures for both fiscal years 2012/13 and 2013/14, but once operating transfers from the General Fund to other funds are included, that surplus is virtually non-existent or totally eliminated. Some funds, such as Citywide Lighting & Landscape Maintenance District Fund, Storm Water Management Fund, Transit Fund, and Library Operations Fund, have revenue sources that either do not grow, or grow more slowly than the expenditures. Therefore, they rely on transfers from the General Fund to close the funding gap. As a result of recent impacts of the overall economy, the General Fund no longer has the excess capacity to fund these operating transfers as in the past, without an impact to its reserve balance.

Fiscal Year 2012/13 represents the first year of the City's revived objective towards Fiscal Sustainability in its General Fund Operations. Staff is working to fully implement a long-term strategy to address the on-going fiscal impacts of operating transfers from the General Fund. This will be one of the key deliverables of our long-range plan for Fiscal Sustainability. Fiscal Year 2012/13 represents the initial phase of implementing a formulated strategy.

City of Camarillo
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For the Fiscal Year Ended June 30, 2012

Cash Management Policies and Practices - When monies are deemed investable, they are placed in the State of California's Local Agency Investment Fund (LAIF), or U.S. Treasury, or Agency securities maturing in five years or less. The City's investment portfolio at June 30, 2012, included \$73.2 million invested in LAIF and \$67.0 million invested in U.S. Government securities. Funds placed with LAIF can be withdrawn with a same-day notice providing the City with daily liquidity. The investment in U.S. Government securities provides portfolio diversification. Both investment vehicles offer the City outstanding security and are consistent with the City's Investment Policy.

The City has an Investment Committee consisting of two City Councilmembers plus two citizens who have financial/investment backgrounds. The City Manager, Assistant City Manager, Director of Finance, and Assistant Director of Finance provide staff support. The Investment Committee meets monthly to review the cash and investment position of the City. The Investment Policy is reviewed annually by the Investment Committee and the City Council, and as necessary, recommends changes on investment-related policies.

Single Audit – In accordance with the Single Audit Act of 1997, the City's grant programs, which utilize federal funds either directly or passed through from State agencies, are subject to the audit requirements of the Federal Office of Management and Budget (OMB) Circular A-133. This includes tests of compliance with federal laws and regulations. The results of the single audit performed by White Nelson Diehl Evans, LLP, Certified Public Accountants, are available under separate cover.

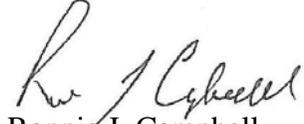
Awards and Acknowledgements - The Government Finance Officers' Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Camarillo for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2011. This was the twenty-fourth consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government entity must publish an easily readable and efficiently organized CAFR. 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 CAFR 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.

I wish to acknowledge the excellent participation and professional contribution of the financial staff in the preparation of this document, in particular Mark Uribe-Assistant Finance Director, Licette Maldonado-Accounting Manager, Accountants Joyce Mansnerus and Gilbert Punsalan, Deborah Whitlock-Finance Assistant, Accounting Specialists Patty Chinery, Marlys Helmuth, Cynthia Knight and Catherine Smith, and Yolanda Espinoza-Administrative Specialist, who are to be commended for their continued high level of performance. I would also like to express my appreciation to all departments within the City who provided assistance and support.

City of Camarillo
Letter of Transmittal
For the Fiscal Year Ended June 30, 2012

Sincere appreciation is also expressed to the City Manager, Bruce Feng, Assistant City Manager, Dan Paranick, and members of the City Council for their support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Sincerely,



Ronnie J. Campbell
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Camarillo
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

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. Danison

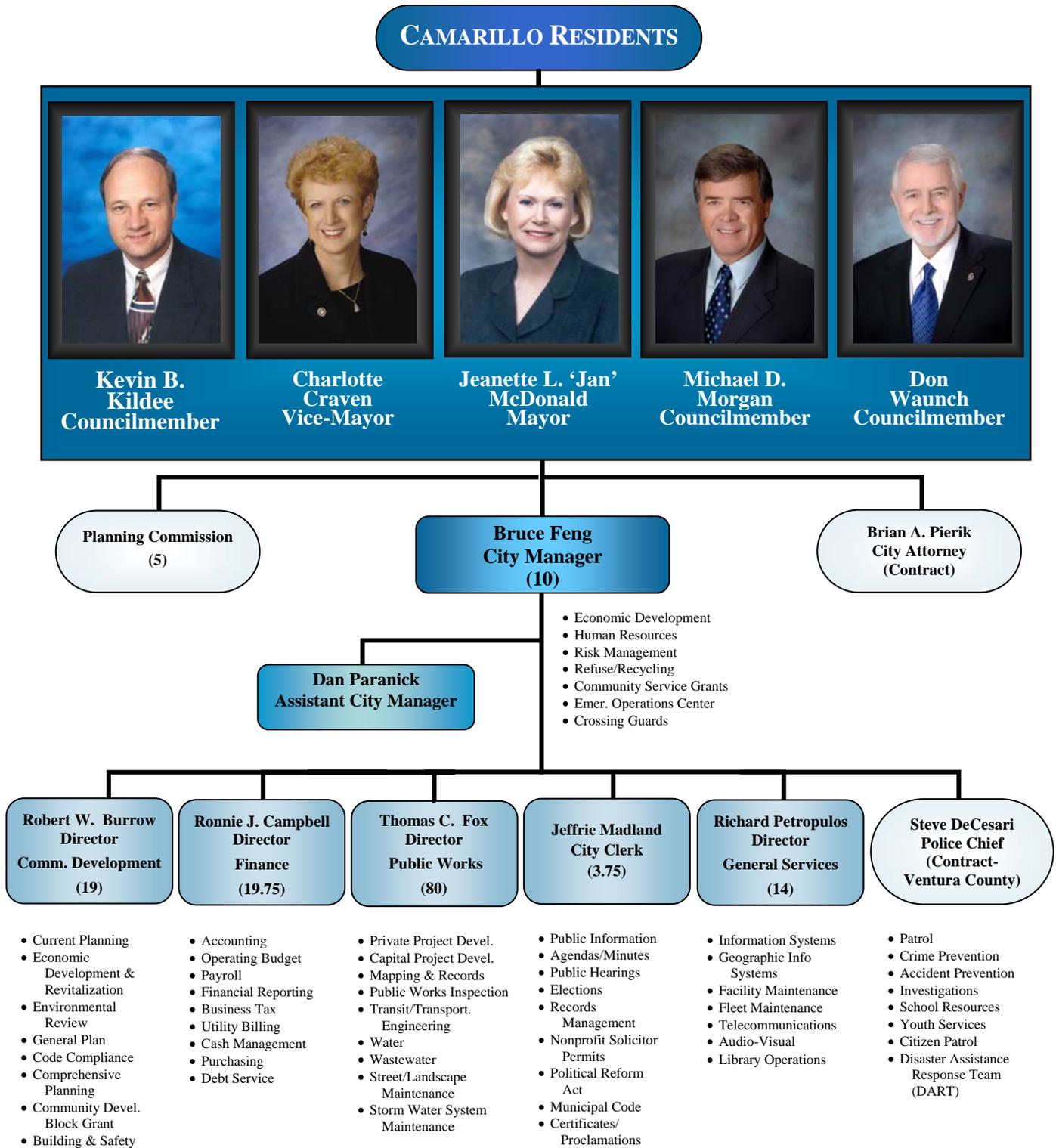
President

Jeffrey R. Emer

Executive Director

CITY OF CAMARILLO

ORGANIZATIONAL STRUCTURE AND DIRECTORY OF CITY OFFICIALS





INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and Members of City Council
City of Camarillo
Camarillo, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Camarillo, California (the City) as of and for the year ended June 30, 2012, 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 of Camarillo, California's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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, the business-type activities, each major fund and the aggregate remaining fund information of the City of Camarillo, California as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 18 to the basic financial statements, the Camarillo Community Development Commission, a blended component unit of the City, was dissolved effective February 1, 2012 as a result of legislation enacted by the State of California.

In accordance with Government Auditing Standards, we have also issued our report dated January 7, 2013 on our consideration of the City of Camarillo, California's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The management's discussion and analysis, the budgetary information, and the schedules of funding progress, identified as required supplementary information in the table of contents, are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. 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 management's discussion and analysis and the schedules of funding progress 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 the audit of the basic financial statements. We do not express an opinion or provide any assurance on the management's discussion and analysis and the schedules of funding progress because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The budgetary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements 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 to the basic financial statements taken as a whole.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining statements and individual fund schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements of the City. Such information is the responsibility of management and was derived from and relates 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements 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 to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the City of Camarillo, California as a whole. The introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

White Nelson Dick Evans LLP

Irvine, California
January 7, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of Camarillo
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2012

This analysis of the City of Camarillo's (City) financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2012. Please read it in conjunction with the accompanying transmittal letter, the basic financial statements, and the accompanying notes to those financial statements.

A. FINANCIAL HIGHLIGHTS

- ◆ At June 30, 2012, the City's net assets (excess of assets over liabilities) was \$493.0 million. Of this amount, \$105.3 million is available to meet the City's ongoing operations.
- ◆ During the fiscal year ended June 30, 2012, the City's total net assets increased by \$61.6 million. Governmental activities increased by \$53.5 million when compared to the prior year. Business-type activities showed an increase of \$8.1 million.
- ◆ The City's governmental funds reported combined ending fund balances of \$89.1 million, a decrease of \$31.2 million in comparison with the prior fiscal year. Approximately \$48.1 million of this total amount is available for ongoing operations.
- ◆ At the end of Fiscal Year 2011/12, approximately \$35.9 million of the General Fund was available for ongoing operations, or 121.7 percent of total General Fund expenditures.
- ◆ The City's total debt decreased by \$63.5 million during Fiscal Year 2011/12. The decrease is the result of principal payments on bonds and a one-time state mandated transfer to Successor Agency. (See Long Term Debt note 9 and Successor Agency Trust note 18 in the basic financial statements for more information).

B. OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to basic financial statements.

The basic financial statements include the City (primary government) and all legally separate entities (component units) for which the government is financially accountable. The City's component units consist of the following: The Camarillo Sanitary District, Camarillo Capital Improvement Corporation, Camarillo Community Development Commission, Camarillo Public Finance Authority, Camarillo Industrial Development Authority, and the Camarillo Library Board. These component units have been included in the basic financial statements as an integral part of the primary government using the blended method.

Government-Wide Financial Statements

The government-wide financial statements present the financial picture of the City and provide readers with a broad view of the City's finances. These statements present governmental activities and business-type activities separately, and include all assets of the City (including infrastructure) as well as all liabilities (including long-term debt). Additionally, certain interfund receivables, payables and other interfund activity have been eliminated as prescribed by GASB Statement No. 34.

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

B. OVERVIEW OF FINANCIAL STATEMENTS, Continued

Government-Wide Financial Statements, Continued

The Statement of Net Assets and the Statement of Activities and Changes in Net Assets report information about the City as a whole and about its activities. These statements include *all* assets and liabilities of the City using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account, regardless of when cash is received or paid.

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, changes 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 and Changes in Net Assets presents information showing how the City's net assets changed during the year. All changes in net assets are reported as soon as the underlying event occurs, regardless of timing of related cash flows.

In the Statement of Net Assets and the Statement of Activities and Changes in Net Assets, we separate the City's activities as follows:

Governmental Activities—Most of the City's basic services are reported in this category, including public safety, highways and streets, and community services. Property, business, hotel and sales taxes, charges for services, interest income, franchise fees, and state and federal grants finance these activities.

Business-type Activities—The City charges a fee to customers to cover all or most of the costs of certain services it provides. The City's water utility, sanitary district, solid waste, and transit activities are reported as business-type activities.

Fund Financial Statements

The fund financial statements provide detailed information about the City's major funds—not the City as a whole. Some funds are required to be established either by state law or by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes, or to show that it is meeting legal responsibilities for using certain taxes, grants and other money.

The fund financial statements include statements for each of the three categories of activities – governmental, proprietary, and fiduciary. The governmental activities are prepared using the current financial resources measurement focus and modified accrual basis of accounting. The proprietary (business-type) activities are prepared using the economic resources measurement focus and the accrual basis of accounting. The fiduciary activities include a private-purpose trust fund, which is prepared using the economic resources measurement focus and the accrual basis of accounting, and agency funds, which only report assets and liabilities and do not have a measurement focus.

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

B. OVERVIEW OF FINANCIAL STATEMENTS, Continued

Fund Financial Statements, Continued

Governmental Funds—The 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 funds financial statements focus on current financial resources, which emphasize near-term inflows and outflows of spendable resources as well as balances of spendable resources at the end of the fiscal year. This information is essential in evaluating the City's near-term financial requirements.

To better understand the City's long-term and short-term requirements, it is useful to compare the City's governmental fund statements with the governmental activities in the government-wide financial statements. Reconciliation is provided for both the governmental fund balance sheet and the statement of revenues, expenditures, and changes in fund balances to facilitate this comparison.

The major governmental funds include the General Fund, Redevelopment Special Revenue Fund, Redevelopment Debt Service Fund, Library Debt Service Fund, Capital Improvement Projects Fund, City CDC CIP Administration Fund, and the City CIP SA Housing Fund, which are reported in detail in the governmental fund financial statements. All other funds are shown in the aggregate as other non-major funds. Individual fund data for other non-major governmental funds is provided in the form of supplementary information elsewhere in the report.

Proprietary Funds—The City maintains two types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water utility, sanitary district, solid waste, and transit operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its Risk Management Fund, Human Resources Fund, Information Services Fund, Vehicles & Equipment Fund, and City Hall Facility Fund, Corporation Yard Facility Fund, Library Facility Fund, Police Facility Fund, Camarillo Ranch Facility Fund, and Chamber of Commerce Facility Fund. Because these services predominantly benefit the governmental rather than business-type activities, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The major enterprise funds, Water Utility Fund, Sanitary District Fund, Solid Waste Fund, and Transit Fund, are presented in detail. The internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of supplementary information elsewhere in the report.

Fiduciary Funds—The City is the trustee, or fiduciary, for certain funds held on behalf of external parties. The City's fiduciary activities are reported in separate financial statements. These activities are excluded from the City's other financial statements because the resources of these funds are not available to support the City's own programs. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

B. OVERVIEW OF FINANCIAL STATEMENTS, Continued

Notes to Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information

In addition to the basic financial statements, this report also presents certain required supplementary information including the City's budgetary comparison schedules for the General Fund and Redevelopment Special Revenue Fund. Also included is information concerning the progress in funding its obligation to provide pension benefits to its employees.

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Assets

Net assets is a good indicator of the City's financial position. For the fiscal year ended June 30, 2012, net assets of the City was \$493.0 million, which is an increase of \$61.6 million from the prior year.

The following is the condensed Statement of Net Assets for the fiscal years ended June 30, 2012 and 2011.

City of Camarillo's Net Assets
As of June 30, 2012 and 2011

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current and Other Assets	\$112,755,659	\$144,800,331 *	\$54,258,812	\$50,913,631	\$167,014,471	\$195,713,962
Capital Assets	280,324,164	259,390,062 *	87,323,651	83,119,241	367,647,815	342,509,303
Total Assets	<u>393,079,823</u>	<u>404,190,393</u>	<u>141,582,463</u>	<u>134,032,872</u>	<u>534,662,286</u>	<u>538,223,265</u>
Current Liabilities	8,528,089	11,000,759	3,788,014	3,958,999	12,316,103	14,959,758
Long-term Liabilities Outstanding	7,275,000	69,446,990	19,933,142	20,435,311	27,208,142	89,882,301
Other Liabilities	1,280,252	1,289,326	863,805	728,749	2,144,057	2,018,075
Total Liabilities	<u>17,083,341</u>	<u>81,737,075</u>	<u>24,584,961</u>	<u>25,123,059</u>	<u>41,668,302</u>	<u>106,860,134</u>
Net Assets:						
Invested in Capital Assets,						
Net of Related Debt	272,279,288	215,969,722	67,714,839	63,179,273	339,994,127	279,148,995
Restricted	37,973,060	71,014,712	9,718,538	9,654,386	47,691,598	80,669,098
Unrestricted	65,744,134	35,468,884	39,564,125	36,076,154	105,308,259	71,545,038
Total Net Assets	<u>\$375,996,482</u>	<u>\$322,453,318</u>	<u>\$116,997,502</u>	<u>\$108,909,813</u>	<u>\$492,993,984</u>	<u>\$431,363,131</u>

City of Camarillo
Management’s Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Statement of Net Assets, Continued

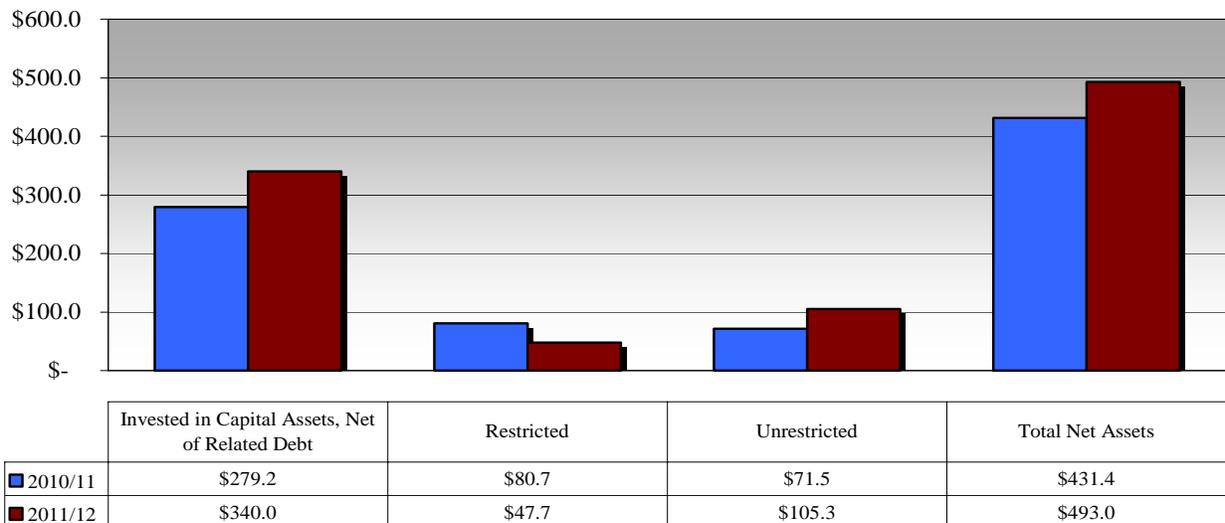
At June 30, 2012, the largest portion of net assets (\$340.0 million or 68.9 percent) consists of the City’s investment in capital assets net of related debt. This component portrays the total amount of funds required to acquire those assets, less any related debt used for such acquisition that is still outstanding. The City uses these capital assets to provide services to citizens. The capital assets of the City are not sources of income for repayment of debt as most assets are not revenue generating and generally are not liquidated to repay debt. Therefore, debt service payments are funded from other sources available to the City.

A portion of the City's net assets (\$47.7 million or 9.7 percent) is subject to restrictions imposed by external parties, and their use is determined by those restrictions and agreements. The remainder of net assets, \$105.3 million, may be used at the City’s discretion to meet ongoing operations.

For the years ended June 30, 2012 and 2011, the City reported positive balances in every category of net assets for governmental and business-type activities.

- ◆ The \$60.8 million increase in the City’s investment in capital assets net of related debt was primarily related to the transfer of capital related debt from the City to the Successor Agency.
- ◆ There was a decrease in restricted net assets of \$33.0 million primarily due to the extraordinary loss (ABx1 26) that is related to the elimination of redevelopment. (See Successor Agency Trust note 18 in the basic financial statements for more information).
- ◆ The increase of \$33.8 million of the City’s unrestricted net assets was primarily related to the transfer of debt from the City to the Successor Agency Trust. (See Successor Agency Trust note 18 in the basic financial statements for more information).

The following chart shows the comparison of the three components of net assets for Fiscal Years 2011/12 and 2010/11 (in millions).



City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Statement of Activities

The following is the condensed Statement of Activities and Changes in Net Assets for the fiscal years ended June 30, 2012 and 2011.

Statement of Activities and Changes in Net Assets
As of June 30, 2012 and 2011

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues:						
Program Revenues:						
Charges for Services	\$ 3,606,976	\$ 2,839,266	\$ 27,674,591	\$ 25,204,511	\$ 31,281,567	\$ 28,043,777
Operating Grants and Contributions	2,518,591	3,382,673	525,696	536,609	3,044,287	3,919,282
Capital Grants and Contributions	3,473,171	3,176,000	5,821,585	1,426,834	9,294,756	4,602,834
General Revenues:						
Taxes	36,823,128	37,488,178	979,529	949,693	37,802,657	38,437,871
Investment Earnings	544,265	1,037,042	286,318	357,168	830,583	1,394,210
Gain (Loss) on Sale of Assets	24,776	70,173	-	-	24,776	70,173
Grants and Contributions Not Restricted to Specific Programs	75,433	351,345	-	-	75,433	351,345
Other	1,279,677	550,175	349,367	100,442	1,629,044	650,617
Total Revenues	<u>48,346,017</u>	<u>48,894,852</u>	<u>35,637,086</u>	<u>28,575,257</u>	<u>83,983,103</u>	<u>77,470,109</u>
Expenses:						
General Government	6,796,825	8,086,601	-	-	6,796,825	8,086,601
Public Safety	16,307,898	14,317,124	-	-	16,307,898	14,317,124
Highways and Streets	873,137	13,071,968	-	-	873,137	13,071,968
Community Services	3,248,069	4,453,439	-	-	3,248,069	4,453,439
Culture and Recreation	4,004,723	4,636,718	-	-	4,004,723	4,636,718
Interest on Long-term Debt (unallocated)	871,589	3,812,508	-	-	871,589	3,812,508
Water Utility	-	-	11,779,014	10,743,948	11,779,014	10,743,948
Sanitary District	-	-	8,946,284	8,119,781	8,946,284	8,119,781
Solid Waste	-	-	6,100,797	6,023,183	6,100,797	6,023,183
Transit	-	-	1,510,091	1,465,649	1,510,091	1,465,649
Total Expenses	<u>32,102,241</u>	<u>48,378,358</u>	<u>28,336,186</u>	<u>26,352,561</u>	<u>60,438,427</u>	<u>74,730,919</u>
Increase in Net Assets before Transfers	16,243,776	516,494	7,300,900	2,222,696	23,544,676	2,739,190
Transfers	(786,789)	(641,068)	786,789	641,068	-	-
Extraordinary Gain/(Loss) See footnote 18	38,086,177	-	-	-	38,086,177	-
Increase in Net Assets	53,543,164	(124,574)	8,087,689	2,863,764	61,630,853	2,739,190
Net Assets - Beginning of Year	322,453,318	322,577,892	108,909,813	106,046,049	431,363,131	428,623,941
Net Assets - End of Year	<u>\$ 375,996,482</u>	<u>\$ 322,453,318</u>	<u>\$ 116,997,502</u>	<u>\$ 108,909,813</u>	<u>\$ 492,993,984</u>	<u>\$ 431,363,131</u>

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

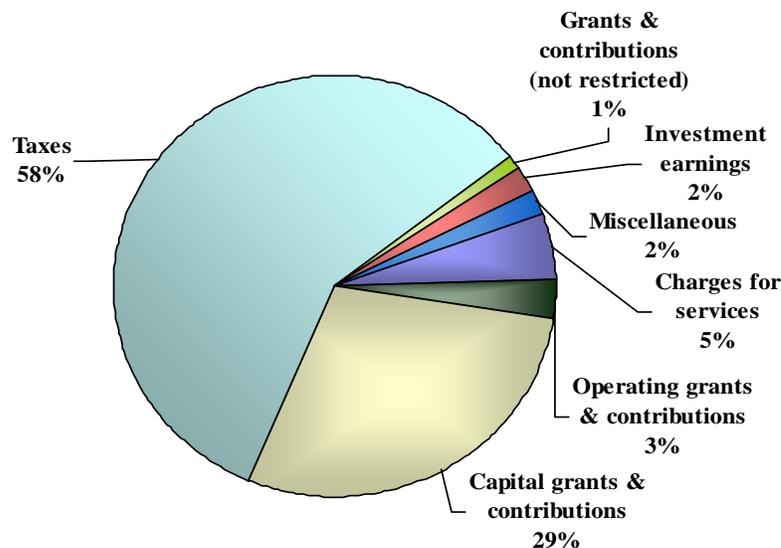
Governmental Activities

The City's governmental activities increased net assets by \$53.5 million, which was a 16.6 percent increase from the prior fiscal year. Total revenue for governmental activities were \$48.3 million (not including interest gain on sale of assets \$24.8 thousand), \$548.8 thousand less than the prior fiscal year. Key elements of this change were as follows:

Revenue highlights:

- ◆ Charges for services increased \$767.7 thousand, or 27.0 percent, primarily due to \$482.3 thousand related to housing rehabilitation loan program and recognizing a full year of charges for services for the library of \$70.0 thousand.
- ◆ Operating grants and contributions decreased \$864.1 thousand, or 25.5 percent, primarily due to economic stimulus funding received in prior year of \$517.1 thousand and a decrease of CDBG funding of \$210 thousand.
- ◆ Capital grants and contributions increased \$297.2 thousand, or 9.4 percent, primarily due to increase in federal and state grants of \$1.0 million for capital projects and a decrease in contributions from other governments of \$666.1 thousand.
- ◆ Property tax decreased \$1.6 million, or 8.1 percent, primarily due to reclassification of property tax in an agency fund due to ABx1 26 offset by property taxes received by the Library Fund. (See Successor Agency Trust note 18 in the basic financial statements for more information).
- ◆ Sales tax increased \$777.1 thousand, or 6.2 percent, primarily due to increases in general consumer goods, restaurants and hotels, and fuel & service stations categories.
- ◆ Interest rates continued to decrease from an average of 1.05 percent in 2010/11 to an average of 0.89 percent in 2011/12, a decrease of \$492.8 thousand.

**Governmental Activities - Revenues by Source
 For the Year Ended June 30, 2012**



City of Camarillo
Management’s Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Governmental Activities, Continued

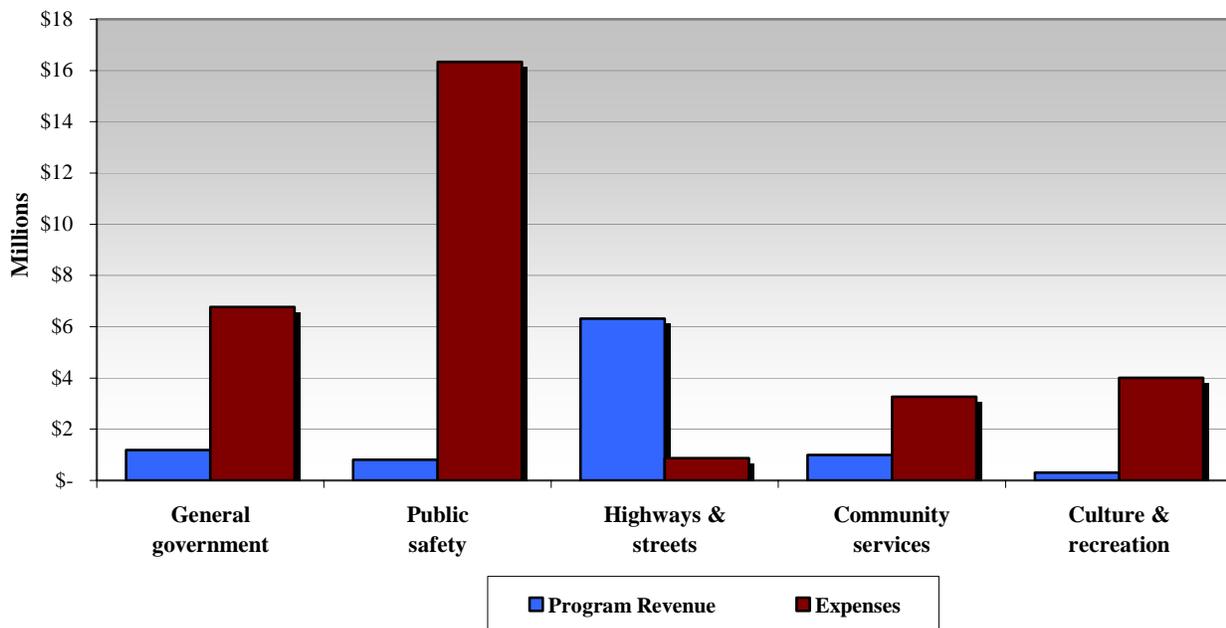
Expense highlights:

Total expenses for governmental activities were \$31.2 million (not including interest on long-term debt of \$871.6 thousand), \$13.4 million less than the prior fiscal year. Program revenues offset total expenses as follows:

- ◆ Those who directly benefited from programs contributed \$3.6 million in charges for services.
- ◆ The City was able to fund a portion of its programs through operating grants and contributions from outside sources or other governments for a total amount of \$2.5 million.
- ◆ A total of \$3.5 million in capital projects was funded by capital grants and contributions from outside agencies.

As a result, total expenses that were funded by tax revenues, investment income, grants and contributions not restricted to specific programs, and other general revenues were \$21.6 million.

Governmental Activities
Revenues and Expenses by Function/Program
For the Year Ended June 30, 2012



City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Governmental Activities, Continued

Functional expenses (excluding interest on debt) for the years ended June 30, 2012 and 2011 were as follows (amount in millions):

	Total Cost of Services		Percent Change 2011-2012	Net (Cost) Revenue of Services		Percent Change 2011-2012
	2012	2011		2012	2011	
General Government	\$ 6.8	\$ 8.1	-16.3%	\$ (5.6)	\$ (6.9)	-19.1%
Public Safety	16.3	14.3	14.1%	(15.4)	(13.5)	14.7%
Highways and Streets	0.9	13.1	-93.3%	5.4	(6.8)	-180.4%
Community Services	3.2	4.5	-28.8%	(2.3)	(3.9)	-41.6%
Culture and Recreation	4.0	4.6	-13.4%	(3.7)	(4.1)	-9.5%
Total	\$ 31.2	\$ 44.6	-30.2%	\$ (21.6)	\$ (35.2)	-38.6%

In total, the net cost of services decreased by \$13.6 million, or 38.6 percent, from 2010/11. Highlights of the changes are:

- ◆ General Government decreased \$1.3 million in the internal services funds, primarily due to a one-time allocation reduction in 2010/11 in the Information Systems Fund.
- ◆ Highways and streets decreased \$12.2 million primarily due to a decrease in capital outlay due to the Springville Interchange project being partially funded by an agency fund and fewer capital projects in the fiscal year when compared to 2010/11.
- ◆ Community services decreased \$1.3 million primarily due to elimination of redevelopment.

Business-type Activities

The City's business-type activities increased net assets by \$8.1 million (7.4 percent). Key elements of this increase are as follows:

Revenue Highlights:

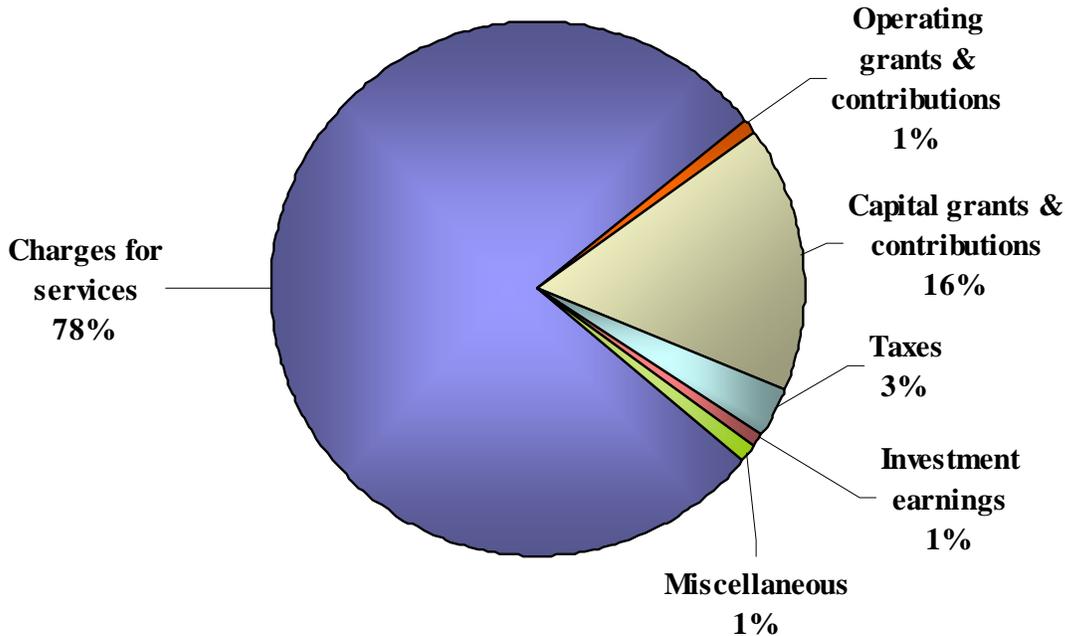
- ◆ Total program revenues in business-type activities increased by \$6.9 million primarily due to increased capital grants and contributions in water utility and sanitary district of \$4.6 million, and increased charges for services of \$2.5 million in the water utility and sanitary district.

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Business-type Activities, Continued

- ◆ Net revenue in water utility and sanitary district activities was \$5.1 million and \$1.5 million respectively, while solid waste and transit experienced a net cost of \$61.3 thousand and \$885.1 thousand respectively.

Business-type Activities - Revenues by Source
For the Year Ended June 30, 2012



Expense Highlights:

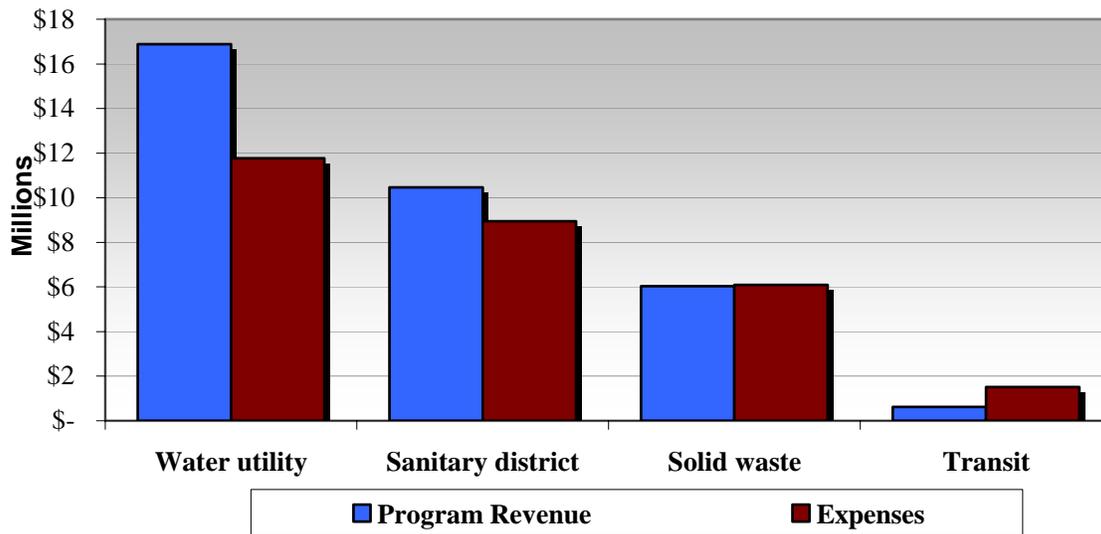
- ◆ Total expenses increased by \$2.0 million over fiscal year 2010/11, with the largest increase in water utility of \$1.0 million (9.6 percent), primarily due to increased cost of water purchased for resale.

City of Camarillo
Management’s Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Business-type Activities, Continued

**Business-type Activities
Revenues and Expenses
For the Year Ended June 30, 2012**



D. FUND FINANCIAL STATEMENT ANALYSIS

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City’s governmental funds is to provide information on short-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City’s financing requirements.

As of the end of Fiscal Year 2011/12, the City’s governmental funds reported combined ending fund balances of \$89.1 million, a decrease of \$31.2 million in comparison with the prior fiscal year. Of this amount, \$40.9 million is non-spendable, restricted and committed. (See Commitments and Contingencies note 17 in the basic financial statements for more information).

The General Fund is the chief operating fund of the City. At the end of Fiscal Year 2011/12, assigned/unassigned fund balance of the General Fund was \$35.8 million, while the total fund balance was \$47.4 million. As a measure of the General Fund’s liquidity, it may be useful to compare both assigned/unassigned fund balance and total fund balance to total expenditures. At June 30, 2012,

City of Camarillo
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2012

D. FUND FINANCIAL STATEMENT ANALYSIS, Continued

Governmental Funds, Continued

assigned/unassigned fund balance was 112.1 percent of total General Fund expenditures and net transfers in/out, while total fund balance was 148.5 percent of total expenditures and net transfers.

The City's General Fund balance increased by \$1.7 million in Fiscal Year 2011/12 as compared to an increase of \$2.1 million in Fiscal Year 2010/11, and is principally related to increases of \$3.0 million in taxes, offset by approximately \$918 thousand decrease in investment income.

The City's Redevelopment Funds balances decreased by \$16.5 million in Fiscal Year 2011/12. The Redevelopment Special Revenue Fund and the Redevelopment Debt Service Fund balance decreased by \$13.9 million and \$2.6 million respectively, due to the dissolution of redevelopment. (See Successor Agency Trust note 18 in the basic financial statements for more information).

The City CDC CIP Administration Fund decreased by \$14.5 million due to the dissolution of redevelopment and initial transfers to the Successor Agency Trust Fund. (See Successor Agency Trust note 18 in the basic financial statements for more information).

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Factors concerning these funds have already been addressed in the discussion of government-wide financial analysis of business-type activities.

E. GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the fiscal year, the City budget was revised a number of times. These budget amendments fall into two categories:

- ◆ Amendments and appropriations approved by the City Manager consistent with City Council policy after the beginning of the year to reflect capital, grant and encumbrance carryovers for unspent appropriations of projects and purchases that have not been completed.
- ◆ New appropriations approved by the City Council.

Amendments between Fiscal Year 2011/12 original budget and final budget resulted in increased revenues of \$1.6 million, decreased expenditures of \$499 thousand, and decreased transfers out of \$11.0 million.

The General Fund reflected a net total favorable budget variance of \$1.9 million (before transfers) when comparing actual amounts to the final budget for the current fiscal year. The budget reflects a positive variance in revenues of \$495.0 thousand, primarily from taxes and charges for services, and a positive variance in total expenditures of \$1.5 million, primarily due to timing differences in planned expenditures.

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

F. CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets Including Infrastructure

Capital assets including infrastructure of the City are those assets that are used in the performance of the City's functions. At June 30, 2012, net capital assets totaled \$280.3 million for governmental activities and \$87.3 million for business-type activities, including depreciation on capital assets, which is recognized in the government-wide financial statements.

This investment in capital assets includes land, buildings, utility systems, improvements other than buildings, infrastructure (roads, sidewalks, streetlights, etc.), machinery and equipment, and construction in progress. The total increase in the City's investment in capital assets for Fiscal Year 2011/12 was 7.3 percent (8.1 percent increase for governmental activities and 5.1 percent decrease for business-type activities).

Major capital asset events included the following:

- ◆ The acquisition of Village at the Park right-of-way was the primary increase of \$2.5 million to land.
- ◆ The increase of \$2.0 million business-type infrastructure was primarily due to the City acceptance of the citywide water distribution and sewer collection systems.
- ◆ Infrastructure for governmental activities increased \$9.6 million primarily due to the Village at the Park infrastructure for \$8.6 million and citywide pavement rehabilitation.
- ◆ Governmental Construction in Progress increased \$9.3 million primarily due to the Springville Interchange. Business-type Construction in Progress increased \$2.6 million primarily due to sanitary sewer facilities rehabilitation, and water reservoir and airport water improvements.

The following is a summary of the City's capital assets as of June 30, 2012 and 2011.

City of Camarillo's Capital Assets
(net of depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 30,257,008	\$ 27,784,714	\$ 1,261,634	\$ 1,261,634	\$ 31,518,642	\$ 29,046,348
Buildings	32,122,818	32,907,117	465,803	486,731	32,588,621	33,393,848
Utility Systems	-	-	66,545,912	64,575,839	66,545,912	64,575,839
Infrastructure	169,310,593	159,690,843	-	-	169,310,593	159,690,843
Machinery and Equipment	6,378,164	5,999,600	5,414,145	5,793,161	11,792,309	11,792,761
Construction in Progress	42,255,581	33,007,788	13,636,157	11,001,876	55,891,738	44,009,664
Total Net Assets	<u>\$ 280,324,164</u>	<u>\$ 259,390,062</u>	<u>\$ 87,323,651</u>	<u>\$ 83,119,241</u>	<u>\$ 367,647,815</u>	<u>\$ 342,509,303</u>

(See Capital Assets note 6 in the basic financial statements for more information).

City of Camarillo
Management’s Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

F. CAPITAL ASSETS AND DEBT ADMINISTRATION, Continued

Long-Term Debt

At the end of Fiscal Year 2011/12, the City had total outstanding revenue debt issues of \$28.3 million. Due to the elimination of Redevelopment agencies, long – term debt of the former CDC were transferred to the Successor Agency Private-Purpose Trust Fund. (See Successor Agency Trust note 18 and Long-Term Debt note 9 in the basic financial statements for more information).

The City has no general obligation debt. Non-city obligations are not included in the following table. All of the City’s bonds are backed by certain revenues and carry AAA ratings. Additional information on the City’s long-term debt can be found in note 9 of the basic financial statements.

The City’s long-term obligations as of June 30, 2012 and 2011 were as follows:

City of Camarillo's Outstanding Debt
Revenue Bonds

	Governmental		Business-Type		Total	
	Activities		Activities			
	2012	2011	2012	2011	2012	2011
Revenue Bonds	\$ 7,845,000	\$ 70,821,990	\$ 20,433,142	\$ 20,915,311	\$ 28,278,142	\$ 91,737,301

G. ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

In preparing the budget for Fiscal Year 2012/13, the following factors were taken into consideration:

- ◆ There were no adjustments to employee salary bands. Other benefit factors included increased costs of health care at 9.1 percent and retirement at .25 percent.
- ◆ Sales tax revenues were projected to increase slightly in Fiscal Year 2012/13 due to anticipated gradual statewide economic recovery.
- ◆ No growth is anticipated for property tax revenues due to the weak housing market and payment delinquencies.
- ◆ Several anticipated large capital projects, including Santa Rosa Road widening (\$1.7 million), various overlay and median improvement projects (\$6.4 million), Reclaimed water pipeline to increase local water supply (\$1.6 million), and Wastewater Pump Station Rehabilitation, sewer main and pipeline improvements/replacement projects (\$11 million).

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2012

G. ECONOMIC FACTORS AND NEXT YEAR'S BUDGET, Continued

The City's operating budget for Fiscal Year 2012/13 reflects the use of set-aside reserves to complete the large capital projects listed above. The General Fund fund balance is projected to show no change in Fiscal Year 2012/13 when compared to Fiscal Year 2011/12. Fiscal Year 2012/13 represents the first year of the City's revived objective towards fiscal sustainability in its General Fund Operations. City staff is working to fully implement a long-term strategy to address the on-going fiscal impacts of operating transfers from the General Fund. This will be one of the key deliverables of our long-range plan for Fiscal Sustainability. It is anticipated that the City will remain in good financial condition throughout the fiscal year and beyond.

H. REQUEST FOR INFORMATION

This financial report 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 about this report or need additional financial information, contact the City of Camarillo Finance Department, 601 Carmen Drive, Camarillo, California 93010 or (805) 388-5320.

BASIC FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS



City of Camarillo
Statement of Net Assets
June 30, 2012

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 87,863,486	\$ 48,975,485	\$ 136,838,971
Receivables, net	7,729,706	4,613,690	12,343,396
Internal balances	209,500	(209,500)	-
Prepaid items	61,983	17,565	79,548
Deposits	127,000	18,000	145,000
Assets held for resale	15,919,057	-	15,919,057
Restricted cash and investments	844,927	456,068	1,300,995
Total current assets	<u>112,755,659</u>	<u>53,871,308</u>	<u>166,626,967</u>
Noncurrent assets:			
Deferred charges	-	387,504	387,504
Capital assets:			
Non-depreciable	72,512,589	14,897,791	87,410,380
Depreciable, net	207,811,575	72,425,860	280,237,435
Total capital assets	<u>280,324,164</u>	<u>87,323,651</u>	<u>367,647,815</u>
Total noncurrent assets	<u>280,324,164</u>	<u>87,711,155</u>	<u>368,035,319</u>
Total assets	<u>393,079,823</u>	<u>141,582,463</u>	<u>534,662,286</u>
LIABILITIES			
Current liabilities:			
Accounts payable	4,100,907	2,299,797	6,400,704
Deposits payable	1,664,306	351,038	2,015,344
Retentions payable	6,694	28,568	35,262
Interest payable	4,441	74,374	78,815
Unearned revenue	1,201,587	69,197	1,270,784
Compensated absences payable	848,250	452,344	1,300,594
Capital lease payable	131,904	12,696	144,600
Long-term debt - due within one year	570,000	500,000	1,070,000
Total current liabilities	<u>8,528,089</u>	<u>3,788,014</u>	<u>12,316,103</u>
Noncurrent liabilities:			
Compensated absences payable	1,212,280	857,263	2,069,543
Capital lease payable	67,972	6,542	74,514
Long-term debt - due in more than one year	<u>7,275,000</u>	<u>19,933,142</u>	<u>27,208,142</u>
Total noncurrent liabilities	<u>8,555,252</u>	<u>20,796,947</u>	<u>29,352,199</u>
Total liabilities	<u>17,083,341</u>	<u>24,584,961</u>	<u>41,668,302</u>
NET ASSETS			
Invested in capital assets, net of related debt	272,279,288	67,714,839	339,994,127
Restricted for:			
Capital projects	32,131,630	-	32,131,630
Debt service	544,076	-	544,076
Special projects and programs	<u>5,297,354</u>	<u>9,718,538</u>	<u>15,015,892</u>
Total restricted	<u>37,973,060</u>	<u>9,718,538</u>	<u>47,691,598</u>
Unrestricted	<u>65,744,134</u>	<u>39,564,125</u>	<u>105,308,259</u>
Total net assets	<u>\$ 375,996,482</u>	<u>\$ 116,997,502</u>	<u>\$ 492,993,984</u>

See Independent Auditors' Report and accompanying Notes to Basic Financial Statements

City of Camarillo
Statement of Activities and Changes in Net Assets
For the Fiscal Year Ended June 30, 2012

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General Government	\$ 6,796,825	\$ 1,190,005	\$ -	\$ -
Public Safety	16,307,898	670,579	132,852	-
Highways and Streets	873,137	967,307	1,869,474	3,473,171
Community Services	3,248,069	701,929	294,089	-
Culture and Recreation	4,004,723	77,156	222,176	-
Interest on long-term debt (unallocated)	871,589	-	-	-
Total governmental activities	<u>32,102,241</u>	<u>3,606,976</u>	<u>2,518,591</u>	<u>3,473,171</u>
Business-type activities:				
Water Utility	11,779,014	12,820,577	-	4,067,637
Sanitary District	8,946,284	8,750,762	-	1,718,434
Solid Waste	6,100,797	6,002,286	37,213	-
Transit	1,510,091	100,966	488,483	35,514
Total business-type activities	<u>28,336,186</u>	<u>27,674,591</u>	<u>525,696</u>	<u>5,821,585</u>
Total primary government	<u>\$ 60,438,427</u>	<u>\$ 31,281,567</u>	<u>\$ 3,044,287</u>	<u>\$ 9,294,756</u>

General Revenues and Transfers:

General revenues

Taxes:

Property taxes

Sales taxes

Business license taxes

Transient occupancy

Intergovernmental/unrestricted

Franchise

Total taxes

Grants and contributions not restricted to specific programs

Investment earnings

Gain on sale of assets

Miscellaneous

Transfers

Total general revenues and transfers

Extraordinary Gain/(Loss) See Note 18

Change in net assets

Net assets - beginning of year

Net assets - end of year

Net (Expense) Revenue
and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (5,606,820)	\$ -	\$ (5,606,820)
(15,504,467)	-	(15,504,467)
5,436,815	-	5,436,815
(2,252,051)	-	(2,252,051)
(3,705,391)	-	(3,705,391)
(871,589)	-	(871,589)
<u>(22,503,503)</u>	<u>-</u>	<u>(22,503,503)</u>
-	5,109,200	5,109,200
-	1,522,912	1,522,912
-	(61,298)	(61,298)
-	(885,128)	(885,128)
<u>-</u>	<u>5,685,686</u>	<u>5,685,686</u>
<u>\$ (22,503,503)</u>	<u>\$ 5,685,686</u>	<u>\$ (16,817,817)</u>
17,829,713	979,529	18,809,242
13,368,424	-	13,368,424
1,274,862	-	1,274,862
1,702,362	-	1,702,362
154,080	-	154,080
2,493,687	-	2,493,687
<u>36,823,128</u>	<u>979,529</u>	<u>37,802,657</u>
75,433	-	75,433
544,265	286,318	830,583
24,776	-	24,776
1,279,677	349,367	1,629,044
(786,789)	786,789	-
<u>37,960,490</u>	<u>2,402,003</u>	<u>40,362,493</u>
<u>38,086,177</u>	<u>-</u>	<u>38,086,177</u>
53,543,164	8,087,689	61,630,853
322,453,318	108,909,813	431,363,131
<u>\$ 375,996,482</u>	<u>\$ 116,997,502</u>	<u>\$ 492,993,984</u>



FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements

Proprietary Fund Financial Statements

Fiduciary Fund Financial Statements



GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund - This fund is used to account for resources which are not required legally or by sound financial management to be accounted for in another fund.

Redevelopment Special Revenue Fund - This fund is used to account for the receipt of 20 percent of the gross tax increment allocation of the Camarillo Community Development Commission (CDC), 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.

Redevelopment Debt Service Fund - This fund is used to account for the accumulation of resources and payment of long-term debt principal and interest by the CDC.

Library Debt Service Fund - This fund is used to account for the accumulation of resources and payment of long-term debt principal and interest for bonds issued by the City to finance the construction of the Library.

Capital Improvement Projects Fund - This fund is used to account for capital asset acquisition, construction and improvement of capital facilities, including infrastructure, from general government resources, developer fees, and intergovernmental grants.

City CDC CIP Administration Fund - This fund is used to account for capital asset acquisition, construction and improvement of capital facilities, including infrastructure, from general government resources, developer fees, and intergovernmental grants.

City CIP SA Housing Fund - This fund is used to account for the housing activities of the former Redevelopment Agency.

Other Governmental Funds is the aggregate of all the non-major governmental funds.

City of Camarillo
Balance Sheet
Governmental Funds
June 30, 2012

	Major Funds		
	General Fund	Redevelopment Special Revenue	Redevelopment Debt Service
ASSETS			
Cash and investments	\$ 45,621,016	\$ -	\$ -
Receivables:			
Accounts, net	3,919,816	-	-
Interest	142,328	-	-
Notes	-	-	-
Due from other funds	209,500	-	-
Due from Successor Agency Trust	-	-	-
Prepaid items	7,978	-	-
Deposits	125,000	-	-
Land or building held for resale	-	-	-
Restricted cash and investments	-	-	-
Total assets	\$ 50,025,638	\$ -	\$ -
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 2,085,600	\$ -	\$ -
Deposits payable	500	-	-
Retentions payable	-	-	-
Deferred revenue	56,825	-	-
Compensated absences payable	441,851	-	-
Total liabilities	2,584,776	-	-
Fund Balances:			
Nonspendable	132,978	-	-
Restricted	-	-	-
Committed	11,508,000	-	-
Assigned	966,195	-	-
Unassigned	34,833,689	-	-
Total fund balances	47,440,862	-	-
Total liabilities and fund balances	\$ 50,025,638	\$ -	\$ -

See Independent Auditors' Report and accompanying Notes to Basic Financial Statements

Major Funds					
Library Debt Service	Capital Improvement Projects	City CDC CIP Administration	City CIP SA Housing	Other Governmental Funds	Total Governmental Funds
\$ 4,274	\$ 14,003,208	\$ -	\$ -	\$ 12,976,204	\$ 72,604,702
-	1,413,412	-	-	335,571	5,668,799
-	51,529	-	-	35,769	229,626
-	-	-	275,000	651,577	926,577
-	-	-	-	-	209,500
-	-	-	707,014	-	707,014
-	-	-	-	-	7,978
-	-	-	-	-	125,000
-	-	14,193,100	1,725,957	-	15,919,057
502,676	210,517	-	-	131,734	844,927
<u>\$ 506,950</u>	<u>\$ 15,678,666</u>	<u>\$ 14,193,100</u>	<u>\$ 2,707,971</u>	<u>\$ 14,130,855</u>	<u>\$ 97,243,180</u>
\$ 750	\$ 1,480,449	\$ -	\$ -	\$ 348,993	\$ 3,915,792
-	1,509,631	-	-	131,734	1,641,865
-	-	-	-	6,694	6,694
-	1,010,669	-	-	785,670	1,853,164
-	-	-	-	250,030	691,881
<u>750</u>	<u>4,000,749</u>	<u>-</u>	<u>-</u>	<u>1,523,121</u>	<u>8,109,396</u>
-	-	14,193,100	2,000,957	-	16,327,035
-	-	-	707,014	12,516,179	13,223,193
-	-	-	-	-	11,508,000
506,200	11,677,917	-	-	91,555	13,241,867
-	-	-	-	-	34,833,689
<u>506,200</u>	<u>11,677,917</u>	<u>14,193,100</u>	<u>2,707,971</u>	<u>12,607,734</u>	<u>89,133,784</u>
<u>\$ 506,950</u>	<u>\$ 15,678,666</u>	<u>\$ 14,193,100</u>	<u>\$ 2,707,971</u>	<u>\$ 14,130,855</u>	<u>\$ 97,243,180</u>



City of Camarillo

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets June 30, 2012

Total Fund Balances - Total Governmental Funds **\$89,133,784**

Amounts reported for governmental activities in the Statement of Net Assets were different because:

Certain long term assets are not available to pay for current period expenditures and therefore are deferred in the funds. 651,577

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets were adjusted as follows:

	Statement of Net Assets	Internal Service Funds	
Non-depreciable	72,512,589	(2,996,466)	69,516,123
Depreciable, net	207,811,575	(30,989,690)	176,821,885
Total capital assets	\$ 280,324,164	\$ (33,986,156)	246,338,008

Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet. (4,441)

Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The assets and liabilities of the Internal Service Funds were included in governmental activities in the Statement of Net Assets.

Risk Management Fund	475,703
Human Resources Fund	203,528
Information Services Fund	2,074,093
Vehicles & Equipment Fund	4,948,166
City Hall Fund	5,667,485
Corporation Yard Fund	2,408,629
Police Facility Fund	5,205,779
Library Facility Fund	25,369,527
Camarillo Ranch Facility Fund	1,692,105
Chamber of Commerce Fund	471,315
Total internal service funds	48,516,330

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.

	Statement of Net Assets	Internal Service Funds	
Long-term liabilities - due within one year	\$ (570,000)	\$ -	(570,000)
Long-term liabilities - due in more than one year	(7,275,000)	-	(7,275,000)
Compensated absences	(1,212,280)	418,504	(793,776)
Total long-term liabilities	\$ (9,057,280)	\$ 418,504	(8,638,776)

Net Assets of Governmental Activities **\$375,996,482**

City of Camarillo
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2012

	Major Funds		
	General Fund	Redevelopment Special Revenue	Redevelopment Debt Service
REVENUES:			
Taxes	\$ 28,162,509	\$ -	\$ 3,764,931
Subventions and grants	208,286	-	-
Licenses and permits	632,344	-	-
Franchises	2,493,687	-	-
Contributions and developer fees	5,500	-	-
Fines and forfeitures	441,259	-	-
Charges for services	1,316,876	-	-
Investment earnings	233,514	21,656	-
Miscellaneous	171,214	-	-
Total revenues	33,665,189	21,656	3,764,931
EXPENDITURES:			
Current:			
General government	5,968,315	-	-
Public safety	16,253,332	-	-
Highways and streets	2,743,978	-	-
Community services	404,636	13,377	23,017
Culture and recreation	4,109,295	-	-
Pass through payments to other agencies	-	-	1,041,259
AB1484 true up payment	-	-	932,115
Capital outlay	30,417	-	-
Debt service:			
Principal	-	-	970,000
Interest and fiscal charges	-	-	1,546,587
Cost of debt issuance	-	-	-
Total expenditures	29,509,973	13,377	4,512,978
REVENUES OVER (UNDER) EXPENDITURES	4,155,216	8,279	(748,047)
OTHER FINANCING SOURCES (USES):			
Transfers in	1,700,000	-	1,110,693
Transfers out	(4,132,330)	(661,399)	(500,527)
Issuance of refunding bonds	-	-	-
Premium on refunding bonds	-	-	-
Payment to refunding bonds escrow agent	-	-	-
Total other financing sources (uses)	(2,432,330)	(661,399)	610,166
Extraordinary gain/(loss) - ABx1 26 (Note 18)	-	(13,225,039)	(2,485,659)
Net changes in fund balances	1,722,886	(13,878,159)	(2,623,540)
FUND BALANCES:			
Beginning of year	45,717,976	13,878,159	2,623,540
End of year	\$ 47,440,862	\$ -	\$ -

See Independent Auditors' Report and accompanying Notes to Basic Financial Statements

Major Funds					
Library Debt Service	Capital Improvement Projects	City CDC CIP Administration	City CIP SA Housing	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 2,247,921	\$ 34,175,361
-	1,405,521	-	-	4,231,213	5,845,020
-	-	-	-	-	632,344
-	-	-	-	154,080	2,647,767
-	213,355	-	-	217,676	436,531
-	-	-	-	13,618	454,877
-	-	-	-	351,947	1,668,823
16	95,688	42,236	-	68,839	461,949
-	-	-	-	-	171,214
16	1,714,564	42,236	-	7,285,294	46,493,886
-	-	-	-	-	5,968,315
-	-	-	-	-	16,253,332
-	-	-	-	6,892,912	9,636,890
-	-	438,872	287	327,716	1,207,905
2,245	-	-	-	433,263	4,544,803
-	-	-	-	-	1,041,259
-	-	-	-	-	932,115
-	6,374,724	6,279,430	-	88,769	12,773,340
205,000	-	-	-	200,000	1,375,000
194,086	-	-	-	16,560	1,757,233
273,831	-	-	-	-	273,831
675,162	6,374,724	6,718,302	287	7,959,220	55,764,023
(675,146)	(4,660,160)	(6,676,066)	(287)	(673,926)	(9,270,137)
875,000	126,165	500,527	-	2,421,600	6,733,985
-	(1,701,489)	-	-	(602,129)	(7,597,874)
7,630,000	-	-	-	-	7,630,000
262,360	-	-	-	-	262,360
(7,620,591)	-	-	-	-	(7,620,591)
1,146,769	(1,575,324)	500,527	-	1,819,471	(592,120)
-	-	(8,371,575)	2,708,258	-	(21,374,015)
471,623	(6,235,484)	(14,547,114)	2,707,971	1,145,545	(31,236,272)
34,577	17,913,401	28,740,214	-	11,462,189	120,370,056
\$ 506,200	\$ 11,677,917	\$ 14,193,100	\$ 2,707,971	\$ 12,607,734	\$ 89,133,784

City of Camarillo

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in

Fund Balances to the Statement of Activities and Changes in Net Assets

For the Fiscal Year Ended June 30, 2012

Net Change in Fund Balances - Total Governmental Funds **\$ (31,236,272)**

Amounts reported for governmental activities in the Statement of Activities and Changes in Net Assets were different because:

Governmental funds reported capital outlay as expenditures. However, in the Statement of Activities and Changes in Net Assets, the cost of those assets was allocated over their estimated useful lives as depreciation expense. This was the amount of capital outlay and developer-contributed assets recorded in the current period.

	Capital Outlay	Developer Contributions	Expenditures	
	\$ 20,099,492	\$ 14,405,671	\$ (6,758,374)	27,746,789

Depreciation expense on capital assets was reported in the Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in Governmental Funds. (This figure does not include \$2,027,862 of depreciation expense on capital assets of the Internal Service Funds.) (6,245,506)

Long-term compensated absences were reported in the Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, long-term compensated absences were not reported as expenditures in governmental funds. (42,393)

Repayment of bond principal and payment of debt issuance costs is reflected as expenditure in the governmental funds while the payment to refund bond escrow agent is reflected as an other financing use. Repayment reduced the long-term liabilities in the Statement of Activities and Changes in Net Assets. The debt issuance costs are amortized over the life of the debt. 9,117,360

Increases in long-term liabilities provide current financial resources to governmental funds as other financing sources. This revenue is not recognized in the government-wide financial statements. (7,892,360)

Transfer of long term debt plus premium, discounts and other bond amortization amounts to private-purpose trust fund as a result of CDC dissolutions fund reduced long-term liabilities in the Statement of Activities and Changes in Net Assets. 61,795,663

Interest expense on long-term debt was reported in the Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represented the change in accrued interest from prior year. 1,037,553

Deferred charges transferred to Successor Agency Private-Purpose Trust Fund. (2,272,102)

Current amortizations associated with long-term debt were reported in the Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, these amortizations were not reported as expenditures in governmental funds. (128,659)

Revenues are deferred in the governmental funds when they are not received soon after year-end to be considered to be available. The availability criteria does not apply to the Statement of Net Assets and therefore, the revenue is recognized. 482,290

Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities. 1,180,801

Change in Net Assets of Governmental Activities **\$ 53,543,164**

See Independent Auditors' Report and accompanying Notes to Basic Financial Statements

PROPRIETARY FUND FINANCIAL STATEMENTS

Water Utility Fund - This fund is used to account for the activities associated with the transmission and distribution of potable water by the City to its users.

Sanitary District Fund - This fund is used to account for the activities of the Sanitary District (a component unit of the City of Camarillo) which includes the transmission, pumping and treatment of the City's sewage.

Solid Waste Fund - This fund is used to account for the activities associated with collection and disposal of rubbish and recycle materials.

Transit Fund - This fund is used to account for the operations of the City's bus system which includes both leased bus activities and the City-owned bus system.

Internal Service Funds - These funds are used to account for interdepartmental operations where it is the stated intent that costs of providing services to the departments of the City on a continuing basis be financed or recovered primarily by charges to the user departments.

City of Camarillo
Statement of Net Assets
Proprietary Funds
June 30, 2012

	Major Funds		
	Water Utility	Sanitary District	Solid Waste
ASSETS			
Current assets:			
Cash and investments	\$ 27,851,251	\$ 20,437,329	\$ 686,837
Receivables:			
Accounts, net	1,897,831	1,125,051	913,679
Interest	86,813	63,766	2,553
Prepaid items	15,369	2,196	-
Deposits	-	18,000	-
Restricted cash and investments	-	456,068	-
Total current assets	29,851,264	22,102,410	1,603,069
Noncurrent assets:			
Deferred charges	-	387,504	-
Capital assets:			
Non-depreciable assets	5,546,085	9,351,706	-
Depreciable assets, net	18,913,671	53,079,819	-
Total capital assets	24,459,756	62,431,525	-
Total noncurrent assets	24,459,756	62,819,029	-
Total assets	54,311,020	84,921,439	1,603,069
LIABILITIES			
Current Liabilities:			
Accounts payable	703,062	1,060,168	459,432
Deposits payable	150,321	64,631	136,086
Retentions payable	-	28,568	-
Due to other funds	-	-	-
Interest payable	-	74,374	-
Unearned revenue	69,197	-	-
Compensated absences payable	226,325	206,726	8,164
Capital lease payable	12,696	-	-
Long-term debt - due within one year	-	500,000	-
Total current liabilities	1,161,601	1,934,467	603,682
Noncurrent liabilities:			
Compensated absences payable	544,816	297,090	2,330
Capital lease payable	6,542	-	-
Long-term debt - due in more than one year	-	19,933,142	-
Total noncurrent liabilities	551,358	20,230,232	2,330
Total liabilities	1,712,959	22,164,699	606,012
NET ASSETS			
Invested in capital assets, net of related debt	24,440,518	42,841,955	-
Restricted for special projects and programs	9,149,829	-	568,709
Unrestricted	19,007,714	19,914,785	428,348
Total net assets	\$ 52,598,061	\$ 62,756,740	\$ 997,057

Major Funds		Governmental Activities Internal Service Funds
Transit	Total	
\$ 68	\$ 48,975,485	\$ 15,258,784
523,997	4,460,558	152,353
-	153,132	45,337
-	17,565	54,005
-	18,000	2,000
-	456,068	-
<u>524,065</u>	<u>54,080,808</u>	<u>15,512,479</u>
-	387,504	-
-	14,897,791	2,996,466
432,370	72,425,860	30,989,690
<u>432,370</u>	<u>87,323,651</u>	<u>33,986,156</u>
432,370	87,711,155	33,986,156
<u>956,435</u>	<u>141,791,963</u>	<u>49,498,635</u>
77,135	2,299,797	185,115
-	351,038	22,441
-	28,568	-
209,500	209,500	-
-	74,374	-
-	69,197	-
11,129	452,344	156,369
-	12,696	131,904
-	500,000	-
<u>297,764</u>	<u>3,997,514</u>	<u>495,829</u>
13,027	857,263	418,504
-	6,542	67,972
-	19,933,142	-
<u>13,027</u>	<u>20,796,947</u>	<u>486,476</u>
<u>310,791</u>	<u>24,794,461</u>	<u>982,305</u>
432,370	67,714,843	33,786,280
-	9,718,538	-
<u>213,274</u>	<u>39,564,121</u>	<u>14,730,050</u>
<u>\$ 645,644</u>	<u>\$ 116,997,502</u>	<u>\$ 48,516,330</u>

City of Camarillo

Statement of Revenues, Expenses, and Changes in Fund Net Assets

Proprietary Funds

For the Fiscal Year Ended June 30, 2012

	Major Funds		
	Water Utility	Sanitary District	Solid Waste
OPERATING REVENUES:			
Charges for services	\$ 12,820,577	\$ 8,750,762	\$ 6,002,286
OPERATING EXPENSES:			
Cost of sales and services	8,827,803	4,621,915	5,709,629
General and administrative	2,118,983	2,205,350	391,168
Depreciation	831,139	2,102,480	-
Total operating expenses	11,777,925	8,929,745	6,100,797
OPERATING INCOME (LOSS)	1,042,652	(178,983)	(98,511)
NONOPERATING REVENUES (EXPENSES):			
Property taxes	-	979,529	-
Investment earnings	161,208	120,370	4,740
Interest expense	(1,089)	(16,539)	-
Operating grants and contributions	-	-	37,213
Other	23,947	321,085	-
Total nonoperating revenues (expenses)	184,066	1,404,445	41,953
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	1,226,718	1,225,462	(56,558)
Capital contributions	4,067,637	1,718,434	-
Transfers in	1,489	-	-
Transfers out	-	(14,700)	-
Change in net assets	5,295,844	2,929,196	(56,558)
NET ASSETS:			
Beginning of year	47,302,217	59,827,544	1,053,615
End of year	\$ 52,598,061	\$ 62,756,740	\$ 997,057

See Independent Auditors' Report and accompanying Notes to Basic Financial Statements

Major Funds		Governmental Activities Internal Service Funds
Transit	Total	
\$ 100,966	\$ 27,674,591	\$ 8,860,244
1,021,529	20,180,876	4,254,834
344,933	5,060,434	2,843,840
143,628	3,077,247	2,027,863
<u>1,510,090</u>	<u>28,318,557</u>	<u>9,126,537</u>
(1,409,124)	(643,966)	(266,293)
-	979,529	-
-	286,318	82,316
-	(17,628)	(11,318)
488,483	525,696	-
4,334	349,366	141,723
<u>492,817</u>	<u>2,123,281</u>	<u>212,721</u>
(916,307)	1,479,315	(53,572)
35,514	5,821,585	1,157,273
800,000	801,489	77,100
-	(14,700)	-
<u>(80,793)</u>	<u>8,087,689</u>	<u>1,180,801</u>
726,437	108,909,813	47,335,529
<u>\$ 645,644</u>	<u>\$ 116,997,502</u>	<u>\$ 48,516,330</u>

CITY OF CAMARILLO
Combining Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2012

	Major Funds		
	Water Utility	Sanitary District	Solid Waste
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers and users	\$ 12,539,250	\$ 8,672,614	\$ 6,022,160
Receipts from interfund services provided	-	-	-
Payments to employees	(3,205,157)	(3,433,896)	(147,364)
Payments to suppliers	(7,953,503)	(3,141,158)	(5,928,391)
Payments for interfund services used	-	-	-
Net cash provided by (used in) operating activities	1,380,590	2,097,560	(53,595)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Property Taxes	-	979,529	-
Subsidy from other governments	23,947	321,085	37,213
Transfers to other funds	-	(14,700)	-
Transfers from other funds	1,489	-	-
Net cash provided by (used in) noncapital financing activities	25,436	1,285,914	37,213
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Principal payments - bonds	-	(480,000)	-
Principal payments - capital leases	(12,194)	-	-
Interest paid	(1,089)	(5,139)	-
Acquisition and construction of capital assets	(896,666)	(1,878,301)	-
Loss on disposal of capital assets	-	14,096	-
Cash received from others for capital improvements	964,742	344,937	-
Net cash provided by (used in) capital and related financing activities	54,793	(2,004,407)	-
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received	264,593	192,267	7,899
Net cash provided by (used in) investing activities	264,593	192,267	7,899
Net increase (decrease) in cash and cash equivalents	1,725,412	1,571,334	(8,483)
CASH AND CASH EQUIVALENTS:			
Beginning of year	26,207,945	19,382,372	697,734
End of year	27,933,357	20,953,706	689,251
Investments that are not cash equivalents			
Increase (decrease) in fair value of investments	(82,106)	(60,309)	(2,414)
Cash and investments - ending	\$ 27,851,251	\$ 20,893,397	\$ 686,837

See Independent Auditors' Report and accompanying Notes to Basic Financial Statements

Major Funds		Governmental Activities Internal Service Funds
Transit	Total	
\$ 107,201	\$ 27,341,225	\$ (133,263)
-	-	8,854,679
(151,846)	(6,938,263)	(2,575,896)
(1,246,456)	(18,269,508)	(3,243,111)
-	-	(1,233,081)
<u>(1,291,101)</u>	<u>2,133,454</u>	<u>1,669,328</u>
-	979,529	-
499,383	881,628	141,723
-	(14,700)	-
800,000	801,489	77,100
<u>1,299,383</u>	<u>2,647,946</u>	<u>218,823</u>
-	(480,000)	-
-	(12,194)	(126,694)
-	(6,228)	(11,318)
(8,659)	(2,783,626)	(440,244)
-	14,096	2,707
-	1,309,679	134,129
<u>(8,659)</u>	<u>(1,958,273)</u>	<u>(441,420)</u>
-	464,759	136,514
<u>-</u>	<u>464,759</u>	<u>136,514</u>
(377)	3,287,886	1,583,245
<u>445</u>	<u>46,288,496</u>	<u>13,718,418</u>
68	49,576,382	15,301,663
-	(144,829)	(42,879)
<u>\$ 68</u>	<u>\$ 49,431,553</u>	<u>\$ 15,258,784</u>

(Continued)

CITY OF CAMARILLO
Combining Statement of Cash Flows
Proprietary Funds, Continued
For the Fiscal Year Ended June 30, 2012

	Major Funds		
	Water Utility	Sanitary District	Solid Waste
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Operating income (loss)	\$ 1,042,652	\$ (178,983)	\$ (98,511)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities			
Depreciation expense	831,139	2,102,480	-
Changes in operating assets and liabilities:			
Receivables, net	(288,085)	(75,224)	14,948
Prepaid items	(1,757)	2,040	-
Accounts payable	(272,297)	144,264	19,762
Wages payable	10,988	14,910	1,410
Compensated absences payable	70,827	62,429	3,870
Deposits payable	(168)	(2,924)	4,926
Retentions payable	(19,635)	28,568	-
Due to other funds	-	-	-
Deferred revenue	6,926	-	-
Total adjustments	337,938	2,276,543	44,916
Net cash provided by (used in) operating activities	\$ 1,380,590	\$ 2,097,560	\$ (53,595)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Increase (decrease) in fair value adjustment for investments	\$ (82,106)	\$ (60,309)	\$ (2,414)
Contributed capital assets received	3,102,895	1,373,497	-
Amortization expense	-	13,654	-
Loss on disposal of capital assets	-	14,096	-

See Independent Auditors' Report and accompanying Notes to Basic Financial Statements

Major Funds		Governmental Activities Internal Service Funds
Transit	Total	
\$ (1,409,124)	\$ (643,966)	\$ (266,293)
143,628	3,077,247	2,027,863
6,235	(342,126)	(134,721)
-	283	(24,584)
(117,521)	(225,792)	42,420
128	27,436	8,343
2,053	139,179	20,407
-	1,834	(4,107)
-	8,933	-
83,500	83,500	-
-	6,926	-
118,023	2,777,420	1,935,621
\$ (1,291,101)	\$ 2,133,454	\$ 1,669,328

\$ -	\$ (144,829)	\$ (42,879)
-	4,476,392	129,362
-	13,654	-
-	14,096	2,707
		(Concluded)

FIDUCIARY FUND FINANCIAL STATEMENTS

Successor Agency Private-Purpose Trust Fund accounts for the Redevelopment Property Tax Trust Fund distributions for the dissolution of the former Camarillo Community Development Commission.

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They are used to account for assets held in an agency capacity for others and therefore cannot be used to support the City's program.

City of Camarillo
Statement of Net Assets
Fiduciary Funds
June 30, 2012

	Successor Agency Private- Purpose Trust Fund	Agency Funds
ASSETS		
Current assets:		
Cash and investments	\$ 3,169,227	\$ 1,173,953
Restricted cash and investments with fiscal agents	19,654,948	2,146,082
Accounts receivable, net	-	25,865
Interest receivable	3,512	3,743
Total current assets	<u>22,827,687</u>	<u>3,349,643</u>
Noncurrent assets:		
Deferred charges	2,272,102	-
Capital assets:		
Non-depreciable assets	<u>1,500</u>	<u>-</u>
Total capital assets	<u>1,500</u>	<u>-</u>
Total noncurrent assets	<u>2,273,602</u>	<u>-</u>
Total assets	<u>25,101,289</u>	<u>\$ 3,349,643</u>
LIABILITIES		
Current liabilities:		
Accounts payable	953,225	\$ 6,306
Intergovernmental payables	707,014	102,216
Deposits payable	-	517,298
Retentions payable	674,348	-
Due to note holders	-	568,307
Due to bondholders	-	2,155,516
Long-term debt - due within one year	<u>1,010,000</u>	<u>-</u>
Total current liabilities	<u>3,344,587</u>	<u>3,349,643</u>
Noncurrent liabilities:		
Long-term debt - due in more than one year	<u>60,785,663</u>	<u>-</u>
Total noncurrent liabilities	<u>60,785,663</u>	<u>-</u>
Total liabilities	<u>64,130,250</u>	<u>\$ 3,349,643</u>
NET ASSETS		
Net assets (deficit) held in trust for other purposes	<u>\$ (39,028,961)</u>	

City of Camarillo
Statement of Changes in Net Assets
Fiduciary Funds
For the Five Months Ended June 30, 2012

	Successor Agency Private- Purpose Trust Fund
ADDITIONS:	
Property taxes	\$ 2,552,548
Investment earnings	12,512
Total additions	<u>2,565,060</u>
DEDUCTIONS:	
Administration expenses	139,532
Interest expense	1,523,998
Capital projects expense	1,782,445
Amortization	61,869
Total deductions	<u>3,507,844</u>
EXTRAORDINARY ITEMS:	
Extraordinary gain/(loss) - ABx1 26 (Note 18)	(38,086,177)
Total extraordinary items	<u>(38,086,177)</u>
Change in net assets	<u>(39,028,961)</u>
Net assets (deficit) - beginning of year	-
Net assets (deficit) - end of year	<u>\$ (39,028,961)</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Camarillo have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Financial Reporting Entity

The City of Camarillo (City) is a general law city governed by an elected five-member City Council. As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with data of the City. Each blended component unit has a June 30 year-end. The City had no discretely presented component units. The following entities are reported as blended component units:

Camarillo Sanitary District – The Camarillo Sanitary District (District) was formed in 1955 to provide wastewater treatment to most of what is now the City of Camarillo. The City Council also acts as the Camarillo Sanitary District's (District) governing board and as such is able to impose its will with regard to the District. Therefore, the District is considered a blended component unit and is included in the accompanying financial statements of the City. Rates for user charges and bond issuance authorizations are approved by the District's governing board, and the legal liability for the general obligation portion of the District's debt remains with the District. The District is reported as an enterprise fund in the City's financial statements.

Camarillo Capital Improvement Corporation – The Camarillo Capital Improvement Corporation (Corporation) was formed on December 23, 1987, pursuant to the laws of the State of California. The governing body is the City Council, which can impose its will on the Corporation and the City can receive financial benefit or burden of the Corporation. Thus, it is considered a blended component unit. The Corporation has the power to acquire sites, construct, maintain, operate and lease public buildings and related facilities; to provide for the development of the City and the District; to make and enter into contracts; to acquire, construct, manage, maintain or operate any buildings, works or improvements; to acquire property or dispose of property by lease or sale. The Corporation's activities presently consist of providing financial assistance to the City through the issuance of bonds and the leasing of assets to the City and the District. At the end of the lease term, all assets revert to the City and the District. The activities of the Corporation related to the Las Posas/Upland Bridge and the Police Facility, are included in the debt service funds with long-term obligations reflected in the governmental activity column of the Statement of Net Assets. The activities of the Corporation related to the District plant expansion are included in the Sanitary District Enterprise Fund. For financial reporting purposes, the leases between the Corporation and the City, and between the Corporation and the District, have been eliminated.

Camarillo Community Development Commission – The Camarillo Community Development Commission (CDC) was created on June 12, 1996. The City Council also acts as the CDC's governing board, and as such, is able to impose its will with regard to the CDC. Therefore, the

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

A. Financial Reporting Entity, Continued

CDC is considered a blended component unit and is included in the accompanying financial statements of the City of Camarillo. The CDC adopted the Redevelopment Plan for the Camarillo Corridor Project (Redevelopment Plan) on June 12, 1996. Generally, the CDC's goals for the Camarillo Corridor Project are to alleviate blighted conditions which constitute physical and economic liability requiring redevelopment in the interests of health, safety and general welfare of the people of the community; promote economic development within the project area; and to provide affordable housing opportunities in the community.

The Redevelopment Plan will guide all future redevelopment project programs and activities within the boundaries of the Camarillo Corridor Project. The Camarillo City Council, assisting in the coordination and consideration of the various programs, created a Citizen's Advisory Committee consisting of 25 members of the business community within the redevelopment area to review and make recommendations to the CDC prior to projects actually being considered for implementation. The project area includes the old Ventura Boulevard area, general commercial areas, and industrial section of Dawson Drive, to ensure that these commercial areas will remain competitive and productive for many years to come.

Effective February 1, 2012, the CDC was dissolved as a result of California Assembly Bill x1 26 (the Dissolution Act). See Successor Agency Trust note 18 in the basic financial statements for more information.

Camarillo Public Finance Authority – The Camarillo Public Finance Authority (PFA) established in 1998 for the purpose of providing a mechanism for the 1999 combining and refunding of three existing bonds to take advantage of favorable interest rates. The PFA was formed under the Joint Exercise of Powers Law between the City and the Redevelopment Agency. The last meeting occurred in January 2012. For Fiscal Year 2011/2012 there was no activity.

Camarillo Industrial Development Authority – The Camarillo Industrial Development Authority (IDA) established in 1996 for the sole purpose of providing a mechanism for the issuance of Industrial Development Revenue Bonds. The IDA is a public, corporate instrumentality of the State and was organized under the California Industrial Development Financing Act (being Title 10 of the California Government Code, commencing with Section 91500, as amended). The last meeting occurred in January 2012. For Fiscal Year 2011/2012 there was no activity.

Camarillo Library Board – The Camarillo Library Board was established in 2010 to manage the Camarillo Public Library as required by the California Education Code. The City took over operation of the Camarillo Library January 1, 2011. The Camarillo Library Board's first meeting was held February 9, 2011.

B. Budgets and Budgetary Accounting

Budgets are legally adopted annually by the Council by resolution, and are prepared for each fund in accordance with its basis of accounting consistent with generally accepted accounting principles. The City Manager is responsible for preparing the budget and for its implementation after adoption.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Budgets and Budgetary Accounting, Continued

Annual appropriations lapse at fiscal year-end; however, the City Manager has the authority to approve appropriation carryovers for unexpended appropriations for incomplete capital projects, and unexpended appropriations for the grant programs.

The City maintains budgetary controls to ensure compliance with provisions embodied in the annual budget approved by the City Council, the Camarillo Sanitary District Board, and the Camarillo Community Development Commission. The City Council approves operating and capital appropriations at the fund and department levels. The level of budgetary control is established for the City in total, but budgets are monitored by fund and department.

The Council has the legal authority to amend the budget at any time during the fiscal year. The City Manager has the authority to transfer between expenditure accounts.

C. Basis of Accounting and Measurement Focus

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

Government-Wide Financial Statements

The City's government-wide financial statements include a Statement of Net Assets and a Statement of Activities and Changes in Net Assets. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

These basic financial statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenues for the City in three categories:

- ◆ Charges for services
- ◆ Operating grants and contributions
- ◆ Capital grants and contributions

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Basis of Accounting and Measurement Focus, Continued

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities and Changes in Net Assets, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- ◆ Due to/from other funds
- ◆ Advances to/from other funds
- ◆ Transfers in/out

The City applies all applicable GASB pronouncements (including all National Council on Governmental Accounting (NCGA) Statements and Interpretations currently in effect) as well as the following pronouncements issued on or before November 30, 1989, to the business-type activities, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB) of the committee on Accounting Procedure. The City does not apply FASB Statements and Interpretations issued after November 30, 1989.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures, and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net assets 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 the applicable criteria. The following is a list of these major funds:

General Fund – This fund was established to account for sources and uses of financial resources traditionally associated with governments, which are not required to be accounted for in another fund.

Redevelopment Special Revenue Fund – This fund is used to account for the receipt of 20 percent of the gross tax increment allocation of the Camarillo Community Development Commission (CDC), 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. Fund has been closed out as a result of CDC dissolution on February 1, 2012.

Redevelopment Debt Service Fund – This fund is used to account for the accumulation of resources and payment of long-term debt principal and interest by the CDC. Fund has been closed out as a result of CDC dissolution on February 1, 2012.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Basis of Accounting and Measurement Focus, Continued

Library Debt Service Fund – This fund is used to account for the accumulation of resources and payment of long-term debt principal and interest for bonds issued by the City to finance the construction of the Library.

Capital Improvement Projects Fund – The capital improvement projects fund accounts for financial resources to be used for purchase or construction of major capital improvements (other than those funded through proprietary funds.)

City CDC CIP Administration Fund – This fund is used to account for capital asset acquisition and construction activities in the Camarillo Corridor Project Area as approved on January 26, 2011, by Resolution confirming the allocation of funds for capital improvement projects identified by the CDC, and approved Funding Contract with the CDC for capital improvement projects.

City CIP SA Housing Fund – This fund is used to account for the housing activities of the former Redevelopment Agency.

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 Sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Revenues are recorded when received in cash, except for those revenues subject to accrual, generally 60 days after year-end, which are recognized when due. One exception is the state triple flip "true up" of sales tax revenue, which has a 195 day recognition period. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, franchise taxes, special assessments, intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related liability is incurred.

Unearned revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, the unearned revenue is removed and revenue is recognized.

The Reconciliation of the Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach of GASB Statement No. 34.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Basis of Accounting and Measurement Focus, Continued

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses, and Changes in Fund Net Assets, and a Statement of Cash Flows for each major proprietary fund.

A separate column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the governmental activities in the government-wide financial statements.

Proprietary funds are accounted for using the "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Assets. The Statement of Revenues, Expenses, and Changes in Fund Net Assets presents increased (revenues) and decreased (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred. In these funds, receivables have been recorded as revenue and provisions have been made for uncollectible amounts.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non operating expenses.

Internal Service Fund

The City reports ten internal service funds. These proprietary funds are used to account for the financing of services provided by one department to another on a cost-reimbursement basis. The services provided by these funds are Risk Management, Human Resources, Information Services, Vehicles & Equipment and Maintenance, City Hall, Corporation Yard, Police Facility, Library Facility, Camarillo Ranch Facility and Chamber of Commerce Facility.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Assets and a Statement of Changes in Net Assets. The Successor Agency Private-Purpose Trust Fund is reported using the "economic resources" measurement focus and the accrual basis of accounting. This fund is being used to account for the Redevelopment Property Tax Trust Fund distributions made by the County of Ventura for the dissolution activity related to the former Camarillo Community Development Commission. The Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The agency funds are accounted for on an accrual basis of accounting.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Cash, Cash Equivalents, and Investments

Cash Management – The City pools cash resources of its various funds to facilitate cash management. Cash in excess of current requirements is invested and reported as investments. It is the City’s intent to hold investments until maturity. However, the City may, in response to market conditions, sell investments prior to maturity in order to improve the quality, liquidity or yield of the portfolio. Interest earnings are apportioned among funds based on average daily accounting period, cash and investment balances.

The City’s cash and cash equivalents are considered to be cash on hand, demand deposits, and highly liquid investments with original maturities of three months or less at the time of acquisition.

Investments Valuation – In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at time of purchase, are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

State Investment Pool – The City participates in the Local Agency Investment Fund (LAIF), an investment pool managed by the State of California. LAIF has invested a portion of the pool funds in structured notes and asset-backed securities. In addition, these structured notes and asset-backed securities are subject to market risk as a result of changes in interest rates. LAIF is not registered with Securities and Exchange Commission (SEC).

E. Interfund Transactions

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

F. Land or Building Held for Resale

Assets held for resale are recorded at the lower of cost or market, but not greater than the net realizable value. An amount equal to the carrying value of land is nonspendable in fund balance because such assets are not available to finance the City’s current operations.

G. Capital Assets

Capital assets, which include land, buildings, improvements, equipment, furniture, and infrastructure assets (e.g., roads, sidewalks, and similar items), are reported in the applicable governmental or business-type activities in the government-wide financial statements. All purchased capital assets are recorded at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated (contributed) capital assets are valued at their estimated fair market value on the date received.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

G. Capital Assets, Continued

City policy has set the capitalization threshold for reporting capital assets at the following:

General Capital Assets	\$ 5,000
Infrastructure Capital Assets	\$ 50,000

For all capital assets, depreciation is recorded on a straight-line basis over the useful lives of the assets as follows:

Buildings and improvements	30 - 40 years
Furniture and fixtures	8 - 15 years
Machinery and equipment	5 - 40 years
Water and Sewer Transmission, Collection and Distribution lines	40 - 50 years
Infrastructure	5 - 75 years

GASB Statement No. 34 requires the inclusion of infrastructure-capital assets in local governments' basic financial statements. In accordance with Statement No. 34, the City has included the value of all infrastructures into its Basic Financial Statements.

The City defines infrastructure as the basic physical assets that allow the city to function. The assets include:

- ◆ Storm drain system
- ◆ Streets system
- ◆ Site amenities such as parking and landscaped areas used by the City in the conduct of its business

Each major infrastructure system can be divided into subsystems. For example, the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land. These subsystems were not delineated in the Basic Financial Statements. The appropriate operating department maintains information regarding the subsystems.

For all infrastructure systems, the City elected to use the Basic Approach as defined by GASB Statement No. 34 for infrastructure reporting. The City conducted a valuation of its infrastructure assets as of July 1, 2002. This valuation determined the original cost using one of the following methods:

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

G. Capital Assets, Continued

- ◆ Use of historical records where available
- ◆ Standard unit costs appropriate for the construction/acquisition date
- ◆ Present cost indexed by a reciprocal factor of the price increase from the construction/acquisition date to the current date

In the accompanying financial statements are non-depreciable right-of-way costs that represent the value of the City's access and use of public roads. For July 1, 2001 and prior, the valuation of the rights-of-way was done by an outside appraiser using current replacement costs factored back to acquisition dates to arrive at historical cost amounts. Thereafter, the City has valued rights-of-way based on present cost formulas.

The accumulated depreciation, defined as the total depreciation from the date of construction/acquisition to the current date, was calculated on a straight-line method using industry accepted life expectancies for each infrastructure subsystem. The book value was then computed by deducting the accumulated depreciation from the original cost.

Interest accrued during capital assets construction, if any, is capitalized for the business-type and proprietary funds as part of the asset cost.

H. Interest Payable

In the government-wide financial statements, interest payable of long-term debt is recognized as the liability is incurred for governmental fund types and proprietary fund types.

In the fund financial statements, propriety fund types recognize the interest payable when the liability is incurred.

I. Unearned Revenue

In the government-wide financial statements, unearned revenue is recognized for transactions for which revenue has not yet been earned.

In the fund financial statements, unearned revenue is recorded when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The City records unearned revenue for transactions for which revenues have not been earned, or for which funds are not available to meet current financial obligations. Typical transactions for which unearned revenue is recorded are grants received but not yet earned or available.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

J. Compensated Absences

Compensated absences are recorded in accordance with GAAP. Only vested or accumulated compensated absences that are expected to be due or mature are reported as an expenditure and fund liability of the governmental fund that will pay it. Amounts of vested or accumulated compensated absences, that are not expected to be liquidated with expendable available financial resources, are reported in the governmental activities of the government-wide financial statements. Vested or accumulated compensated absences of proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees.

K. Long-Term Obligations

Government-Wide Financial Statements – Long-term debt and other long-term obligations are reported as liabilities in the appropriate activities.

Fund Financial Statements – The fund financial statements do not present long-term debt but are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as other financing sources net of the applicable premium or discount. Issuance costs, whether or not withheld from the actual net proceeds received, are reported as debt service expenditures.

L. Net Assets

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

Invested in Capital Assets, Net of Related Debt – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Assets – This amount is restricted by external creditors, grantors, contributors, laws enabling legislation or regulations of other governments.

Unrestricted Net Assets – This amount is the net assets that does not meet the definition of “invested in capital assets, net of related debt” or “restricted net assets.”

M. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the City’s policy is to apply restricted net assets first.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

N. Fund Balances

In the fund financial statements, governmental funds report fund balance in classifications based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. See note 11 for more detail on fund balances.

O. Property Tax Calendar

The State of California Constitution Article XIII A provides that the combined maximum property tax rate on any given property may not exceed 1 percent of its assessed value, unless an additional amount for debt has been approved by voters. Assessed value is calculated at 100 percent of market value as defined by Article XIII A, and may be increased by no more than 2 percent per year unless the property is sold, transferred, or improved.

The County of Ventura assesses properties, bills for, collects, and distributes property taxes on the basis of the taxing jurisdiction's tax rate percentage, subject to individual tax jurisdiction's adjustments as may be allowed for voter-approved debt, as follows:

	Secured	Unsecured
Lien dates	January 1	January 1
Levy dates	July 1	July 1
Due dates	50% on November 1 and 50% on February 1	July 1
Delinquent as of	December 10 (for November) April 10 (for February)	August 31

The term "unsecured" refers to taxes on personal property other than real estate, land, and buildings.

P. Use of Estimates

The preparation of the basic financial statements, in conformity with GAAP, requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities. In addition, estimates affect the reported amount of expenses. Actual results could differ from these estimates and assumptions.

Q. New, Deleted and Reclassified Funds and Reclassification of Revenues

New Funds: The Successor Agency Private-Purpose Trust Fiduciary Fund was created to account for the Redevelopment Property Tax Trust Fund distributions for the dissolution of the former Camarillo Community Development Commission. The City CIP SA Housing Fund was created to account for the housing-related capital improvement projects in the former CDC redevelopment area.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Q. New, Deleted and Reclassified Funds and Reclassification of Revenues, continued

Deleted Funds: The CDC Capital Projects Fund was closed out during the prior fiscal year.

Reclassified Funds: None.

Reclassification of Revenues: None.

R. New GASB Pronouncements

Effective in the Current Year:

GASB Statement No. 57 – In December 2009, the GASB issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent-Employer Plan*. The objective of this Statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans (that is, agent employers). This Statement was implemented effective July 1, 2011.

GASB Statement No. 64 – In June 2011, the GASB issued Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions – an amendment of GASB Statement No. 53*. This statement clarifies whether an effective hedging relationship continues after the replacement of a swap counterparty or a swap counterparty's credit support provider. This Statement sets forth criteria that establish when the effective hedging relationship continues and hedge accounting should continue to be applied. This Statement was implemented effective July 1, 2011, which had no impact on the City.

Effective in the Future Periods:

GASB Statement No. 60 – In November 2010, the GASB issued Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*. The objective of this Statement is to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. This Statement is not effective until June 30, 2013. The City has determined this Statement will not have a significant impact on the financial statements.

GASB Statement No. 61 – In November 2010, the GASB issued Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*. The objective of this statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those statements. This Statement is not effective until June 30, 2013. The City has not determined its effect on the financial statements.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

R. New GASB Pronouncements, Continued

Effective in the Future Periods, Continued:

GASB Statement No. 62 – In December 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This Statement incorporates certain accounting and financing reporting guidance into GASB’s authoritative literature, included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements:

- ◆ Financial Accounting Standards Board (FASB) Statements and Interpretations
- ◆ Accounting Principles Board Opinions
- ◆ Accounting Research Bulletins of the American Institute of Certified Public Accountants’ (AICPA) Committee on Accounting Procedure.

This Statement also supersedes GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, eliminating the election for enterprise funds and business-type activities to apply post-November 30, 1989, FASB statements and Interpretations that do not conflict with or contradict GASB pronouncements. However, governments can apply post-November, 1989, FASB pronouncements that do not conflict with or contradict GASB pronouncements. This Statement is not effective until June 30, 2013. The City has not determined its effect on the financial statements.

GASB Statement No. 63 – In June 2011, the GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Assets*. This Statement provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Concepts Statement No. 4, *Elements of Financial Statements*, introduced and defined those elements as a consumption of net assets by the government that is applicable to a future reporting period, and an acquisition of net assets by the government that is applicable to a future reporting period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statements elements, which are distinct from assets and liabilities. This Statement is not effective until June 30, 2013. The City has not determined its effect on the financial statements.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

R. New GASB Pronouncements, Continued

Effective in the Future Periods, Continued:

GASB Statement No. 65 – In March 2012, the GASB issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. This Statement is not effective until June 30, 2013. The City has not determined its effect on the financial statements.

GASB Statement No. 66 – In March 2012, the GASB issued Statement No. 66, *Technical Corrections—2012—an amendment of GASB Statements No. 10 and No. 62*. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This Statement is not effective until June 30, 2013. The City has not determined its effect on the financial statements.

GASB Statement No. 67 – In June 2012, the GASB issued Statement No. 67, *Financial Reporting for Pension Plans—an amendment of GASB Statement No. 25*. This Statement replaces the requirements of Statements No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and No. 50, *Pension Disclosures*, as they relate to pension plans that are administered through trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 25 and 50 remain applicable to pension plans that are not administered through trusts covered by the scope of this Statement and to defined contribution plans that provide postemployment benefits other than pensions. This Statement is not effective until June 30, 2014. The City has not determined its effect on the financial statements.

GASB Statement No. 68 – In June 2012, the GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement. This Statement is not effective until June 30, 2015. The City has not determined its effect on the financial statements.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

2. CASH AND INVESTMENTS

The City had the following cash and investments at June 30:

	Fair Value
	2012
City Treasury Deposits:	
Deposits	\$ 500,976
Petty cash	3,175
Total City Treasury Deposits	<u>504,151</u>
City Treasury Investments:	
Securities of U.S. Government Agencies	
FFCB	11,262,870
FHLB	10,399,528
FHLMC	14,137,504
FNMA	19,462,449
U.S. Treasury	11,773,274
Total City Securities of U.S. Government Agencies	<u>67,035,625</u>
Developer deposits -	
Primarily certificates of deposit	393,146
Local agency investment fund	73,249,229
Local City Treasury Investments	<u>140,678,000</u>
Total Funds in City Treasury	<u>141,182,151</u>
Cash and Investments with Fiscal Agents:	
Deposits	342,250
Money market mutual funds	22,021,257
Local agency investment fund	738,518
Total Cash and Investments with Fiscal Agents	<u>23,102,025</u>
Total Cash and Investments	<u>\$ 164,284,176</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

2. CASH AND INVESTMENTS, Continued

A. Cash Deposits

The City's deposits and certificates of deposit are entirely covered by Federal Depository Insurance Corporation (FDIC), or by collateral held in a multiple financial institution collateral pool. The FDIC insures the first \$250,000 of the City's deposits at each financial institution.

At June 30, 2012, the reported amount of the City's deposits was \$500,976 and the bank balances totaled \$4,181,704. Of the total bank balances, \$250,000 was covered by FDIC, and \$3,931,704 was covered by collateral held in the pledging bank's trust department, but not in the City's name.

According to California law, the market value of pledged securities with banking institutions must equal at least 110 percent of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150 percent 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 FDIC. The City, however, has not waived the collateralization requirements.

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.

B. Investments

The City is authorized by State statutes, and in accordance with the City's Investment Policy (Policy,) to invest in the following:

- ◆ Securities issued or guaranteed by the Federal Government or its agencies
- ◆ State Local Agency Investment Fund (LAIF)
- ◆ Insured and/or collateralized certificates of deposit

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, (2) be laddered and based on cash flow forecasts, and (3) be subject to limitations to a certain percent of the portfolio for each of the authorized investments. The City's investments comply with the established policy.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

2. CASH AND INVESTMENTS, Continued

B. Investments, Continued

Investments of debt proceeds held by fiscal agent are governed by provisions of the debt covenants, rather than the general provisions of the California Government Code or the City's investment policy. These provisions allow for the investments in the following: U.S. Treasury obligations, U.S. Agency securities, non-negotiable certificates of deposit, negotiable certificates of deposit, investment agreements, repurchase agreements, forward purchase agreements, money market mutual funds, and LAIF.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, investments were stated at fair value based on quoted market prices in all funds and component units. The following is a summary of investment income:

Realized gain/(loss) on matured/sold investments	\$ (609,476)
Unrealized gain/(loss) in changes in fair value of investments	(359,081)
Net gain/(loss)	<u>(968,557)</u>
 Interest income	 <u>1,799,140</u>
Total Investment Income	<u><u>\$ 830,583</u></u>

The calculation of realized gains and losses is independent of a calculation of the net change in the fair value of investments. Realized gains and losses on investments that had been held in more than one fiscal year that matured or were called/sold in the current year, were included as a change in the fair value of investments reported in the prior year(s) and the current year.

The City portfolio value fluctuates in an inverse relationship to any change in interest rate. Accordingly, if interest rates have risen, the portfolio value will have declined. If interest rates have fallen, the portfolio value will have risen.

In accordance with GASB Statement No. 31, the portfolio for year-end reporting purposes is treated as if it were all sold. Therefore, fund balance must reflect the portfolio's change in value. These portfolio value changes are unrealized unless sold. The City's policy is to buy and hold investments until their maturity dates.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

2. CASH AND INVESTMENTS, Continued

C. Summary of Cash and Investments

The following is a summary of cash and investments at June 30, 2012:

	Government-Wide Statement of Net Assets			Fiduciary Funds	
	Governmental Activities	Business-type Activities	Total	Statement of Net Assets	Total
Cash and investments	\$ 87,863,486	\$ 48,975,485	\$ 136,838,971	\$ 4,343,180	\$ 141,182,151
Restricted cash and investments	844,927	456,068	1,300,995	21,801,030	23,102,025
Total	<u>\$ 88,708,413</u>	<u>\$ 49,431,553</u>	<u>\$ 138,139,966</u>	<u>\$ 26,144,210</u>	<u>\$ 164,284,176</u>

Deposits and investments were categorized as follows at June 30, 2012:

	Credit Quality Ratings	Fair Value 2012
City Treasury Deposits:		
Deposits	Not Rated	\$ 500,976
Petty cash	Not Rated	3,175
Total City Treasury Deposits		<u>504,151</u>
City Treasury Investments:		
Securities of U.S. Government Agencies		
FFCB	AA	11,262,870
FHLB	AA	10,399,528
FHLMC	AA	14,137,504
FNMA	AA	19,462,449
U.S. Treasury	AA	11,773,274
Total City Securities of U.S. Government Agencies		<u>67,035,625</u>
Developer deposits -		
Primarily certificates of deposit	Not Rated	393,146
Local agency investment fund	Not Rated	73,249,229
Local City Treasury Investments		<u>140,678,000</u>
Total Funds in City Treasury		<u>141,182,151</u>
Cash and Investments with Fiscal Agents:		
Deposits	Not Rated	342,250
Money market mutual funds	AAA	22,021,257
Local agency investment fund	Not Rated	738,518
Total Cash and Investments with Fiscal Agents		<u>23,102,025</u>
Total Cash and Investments		<u>\$ 164,284,176</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

2. CASH AND INVESTMENTS, Continued

D. Risk Disclosures

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy requires that at least 30 percent of the City's investment portfolio mature in less than one year. Additional limitations are that the average maturity of the investment portfolio will not exceed three years, and no investment will have a maturity of more than five years from its date of purchase. At June 30, 2012, the City Treasury had the following investment maturities:

Investment Type	Fair Value	Investment Maturities (In Years)				
		Less than 1	1 to 2	2 to 3	3 to 4	4 to 5
FFCB	\$ 11,262,870	\$ 2,019,900	\$ 5,151,510	\$ 2,087,520	\$ 2,003,940	\$ -
FHLB	10,399,528	1,966,928	5,287,540	1,059,970	2,085,090	-
FHLMC	14,137,504	4,899,285	995,049	5,660,080	1,006,950	1,576,140
FNMA	19,462,449	6,804,797	2,038,262	5,068,000	-	5,551,390
U.S. T Notes	11,773,274	2,027,263	3,041,405	3,600,781	2,088,125	1,015,700
CD's	393,146	393,146	-	-	-	-
LAIF	73,249,229	73,249,229	-	-	-	-
Total	<u>\$ 140,678,000</u>	<u>\$ 91,360,548</u>	<u>\$ 16,513,766</u>	<u>\$ 17,476,351</u>	<u>\$ 7,184,105</u>	<u>\$ 8,143,230</u>

At June 30, 2012, the City's Fiscal Agents had the following investment maturities:

Investment Type	Fair Value	Fiscal Agent Investment Maturities (In Years)				
		Less than 1	1 to 2	2 to 3	3 to 4	4 to 5
Mutual Funds	\$ 22,021,257	\$ 22,021,257	\$ -	\$ -	\$ -	\$ -
LAIF	738,518	738,518	-	-	-	-
Total	<u>\$ 22,759,775</u>	<u>\$ 22,759,775</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Credit Risk. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is in the City's policy to limit its investments in these investment types to the top rating issued by NRSROs, including Standard & Poor's and Moody's Investors Services.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

2. CASH AND INVESTMENTS, Continued

D. Risk Disclosures, Continued

At June 30, 2012, the City's Treasury investment credit risks, expressed on a percentage basis, are as follows:

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

Investment Type	Moody's Credit Rating	S & P's Rating	% of Investments
FFCB	AA	AA	8.01%
FHLB	AA	AA	7.39%
FHLMC	AA	AA	10.05%
FNMA	AA	AA	13.83%
U.S. T Notes	AA	AA	8.37%
CD's	Not Rated	Not Rated	0.28%
LAIF	Not Rated	Not Rated	52.07%
Total			<u>100.00%</u>

At June 30, 2012, the City's Fiscal Agent investment credit risks, expressed on a percentage basis, are as follows:

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

Investment Type	Moody's Credit Rating	S & P's Rating	% of Investments
Mutual Funds	AAA	AAA	96.76%
LAIF	Not Rated	Not Rated	3.24%
Total			<u>100.00%</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

2. CASH AND INVESTMENTS, Continued

E. Concentration of Credit Risk

The investment policy of the City states Federal agency or United States government sponsored total issues will not exceed 75%, nor will one issuer exceed 20%, of the total portfolio. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total entity investments are as follows:

<u>Issuer</u>	<u>Investment Type</u>	<u>Reported Amount</u>
FFCB	Federal agency securities	\$ 11,262,870
FHLB	Federal agency securities	10,399,528
FHLMC	Federal agency securities	14,137,504
FNMA	Federal agency securities	19,462,449
		<u>\$ 55,262,351</u>

F. Investments in Local Agency Investment Funds

The City's investments in LAIF, a State of California investment pool, at June 30, 2012, included a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments included the following:

- ◆ Structured Notes are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.
- ◆ Asset-Backed Securities, the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as Collateralized Mortgage Obligations) or credit card receivables.

As of June 30, 2012, the City had \$73,987,747 invested in LAIF, of which LAIF had invested 2.75 percent of the pool investment funds in Structured Notes and Asset-Backed Securities. The City valued its investments in LAIF as of June 30, 2012, by multiplying its account balance with LAIF by a fair value factor determined by LAIF. This fair value factor was determined by dividing all LAIF participants' total aggregate fair value by total aggregate amortized cost resulting in a factor of 1.001219643.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

3. RECEIVABLES

Government-Wide Financial Statements

The following is a summary of receivables, including restricted receivables, net of allowances for uncollectible amounts at June 30, 2012:

	Government-Wide		Fiduciary Funds	Total	
	Statement of Net Assets				Statement of
	Governmental	Business-type			
	Activities	Activities			
Accounts	\$ 5,821,152	\$ 4,460,558	\$ 25,865	\$ 10,307,575	
Interest	274,963	153,132	7,255	435,350	
Notes	926,577	-	-	926,577	
Successor Agency Trust	707,014	-	-	707,014	
Total	<u>\$ 7,729,706</u>	<u>\$ 4,613,690</u>	<u>\$ 33,120</u>	<u>\$ 12,376,516</u>	

Fund Financial Statements

At June 30, 2012, the Fund Financial Statements show the following receivables:

A. Accounts Receivable, Net

Net accounts receivable consisted of amounts accrued in separate funds in the ordinary course of operations. The total accounts receivable as of June 30, 2012, were as follows:

Governmental Funds:	
General Fund	\$ 3,919,816
Capital Improvement Projects Capital Projects Fund	1,413,412
Non-Major Funds	335,571
Total Governmental Funds	<u>5,668,799</u>
Proprietary Funds:	
Water Utility Enterprise Fund	1,897,831
Sanitary District Enterprise Fund	1,125,051
Solid Waste Enterprise Fund	913,679
Transit Enterprise Fund	523,997
Internal Service Fund	152,353
Total Proprietary Funds	<u>4,612,911</u>
Fiduciary Funds:	
Agency Funds	25,865
Total Accounts Receivable, Net	<u>\$ 10,307,575</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

3. RECEIVABLES, Continued

B. Interest Receivable

Interest receivable, including restricted interest receivable, from investments pooled by the City is distributed among the funds according to their ending cash balances. The interest receivable as of June 30, 2012 was as follows:

General Fund	\$ 142,328
Capital Improvement Projects Fund	51,529
Non-Major Funds	35,769
Total Governmental Funds	<u>229,626</u>
Proprietary Funds:	
Water Utility Enterprise Fund	86,813
Sanitary District Enterprise Fund	63,766
Solid Waste Enterprise Fund	2,553
Internal Service Fund	45,337
Total Proprietary Funds	<u>198,469</u>
Fiduciary Funds:	
Successor Agency Private-Purpose Trust Fund	3,512
Agency Funds	3,743
Total Fiduciary Funds	<u>7,255</u>
Total Interest Receivable	<u>\$ 435,350</u>

C. Notes Receivable

Promissory notes receivable of \$926,577 at June 30, 2012, had the following outstanding balances:

♦ Housing Successor	
Note Receivable from KDF Park Glenn Seniors, L.P.	\$ 275,000
Note due and payable on June 1, 2030	
♦ Non-major funds - Community Development Block Grant Fund (CDBG)	
Various notes used for down payment and closing assistance	
and silent second trust deeds for purchase of affordable	
housing. Notes are due on property at the time of sale.	<u>651,577</u>
Total Notes Receivable	<u>\$ 926,577</u>

D. Due From Successor Agency

Receivable of \$707,014 at June 30, 2012 from the Successor Agency Trust. See Successor Agency Trust note 18 for more information.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

4. INTERFUND TRANSACTIONS

A. Government-Wide Financial Statements

Internal Balances

The City had the following internal balances as of June 30, 2012:

	Governmental Activities	Business-type Activities
Internal Balances Receivable	\$ 209,500	\$ -
Internal Balances Payable	-	209,500
Total Internal Balances	<u>\$ 209,500</u>	<u>\$ 209,500</u>

Transfers

The City had the following transfers for the fiscal year ended June 30, 2012:

	Governmental Activities	Business-type Activities
Transfers Out	\$ 786,789	\$ -
Transfers In	-	786,789
Total Transfers	<u>\$ 786,789</u>	<u>\$ 786,789</u>

B. Fund Financial Statements

Due to/from Other Funds

The City had the following due to/from other funds as of June 30, 2012:

	Due to Other Funds	Due from Other Funds
Transit Fund	\$ 209,500	\$ -
General Fund	-	209,500
Total Due to/from Other Funds	<u>\$ 209,500</u>	<u>\$ 209,500</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

4. INTERFUND TRANSACTIONS, Continued

B. Fund Financial Statements, Continued

The General Fund provided money to the Transit Fund for cash flow purposes which will be paid back from future operating revenues of the Transit Fund.

Transfers

The City had the following transfers for the fiscal year ended June 30, 2012:

Transfers Out	Transfers In									Total
	General Fund	Redev. Debt Service	Library Debt Service	Capital Improve. Projects	City CDC CIP Admin	Non-major Gov't Funds	Water Fund	Transit Fund	Internal Service Funds	
General Fund	\$ -	\$ -	\$ 875,000	\$ -	\$ -	\$ 2,421,600	\$ -	\$ 800,000	\$ 35,730	\$ 4,132,330
Redev. Special Rev.	-	661,399	-	-	-	-	-	-	-	661,399
Redev. Debt Service	-	-	-	-	500,527	-	-	-	-	500,527
Capital Improve. Proj.	1,700,000	-	-	-	-	-	1,489	-	-	1,701,489
Non-major Govt. Fund	-	449,294	-	126,165	-	-	-	-	26,670	602,129
Sanitary Fund	-	-	-	-	-	-	-	-	14,700	14,700
Total	\$ 1,700,000	\$ 1,110,693	\$ 875,000	\$ 126,165	\$ 500,527	\$ 2,421,600	\$ 1,489	\$ 800,000	\$ 77,100	\$ 7,612,574

The General Fund provides transfers to support operations of various Non-major Governmental Funds, such as funding of community service grants, transfers to debt service funds for bond debt repayment and also to supplement revenues received for public transit with a transfer of funds to the Transit Enterprise Fund. The transfer to the General Fund and to the Water Enterprise Fund from the Capital Improvement Projects Fund is related to excess funds that had accumulated in the CIP fund for capital projects that have been either postponed or completed. Some of the Non-major Governmental Funds make transfers to support capital projects that can utilize funds from those sources.

Due to the dissolution of the Camarillo Community Development Commission (CDC), the City is now acting in the capacity as Successor Agency for both Housing and Non-Housing elements of that entity. During Fiscal Year Ended June 30, 2012, various transfers were made to transition from the previous Special Revenue and Capital Project Funds of the CDC to the City CIP SA Housing Fund.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

5. DEFERRED CHARGES

A. Business-type Activities

The City incurred \$490,500 in deferred charges in relation to the series 2005 wastewater revenue bonds issued by the Camarillo Sanitary District. The deferred charges are reported as an asset in the Sanitary District enterprise fund and amortized over the remaining life of the 2005 series.

A summary of the deferred charges and related accumulated amortization follows:

2005 Wastewater Revenue Bonds	
Bond issuance costs	\$ 490,500
Less accumulated amortization	<u>(102,996)</u>
Balance	<u><u>\$ 387,504</u></u>

Amortization expense was \$15,823 in Fiscal Year 2011/2012.

6. CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2012, the City's capital assets consisted of the following:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Non-depreciable assets:			
Land	\$ 30,257,008	\$ 1,261,634	\$ 31,518,642
Construction in progress	<u>42,255,581</u>	<u>13,636,157</u>	<u>55,891,738</u>
Total non-depreciable assets	<u>72,512,589</u>	<u>14,897,791</u>	<u>87,410,380</u>
Depreciable assets:			
Buildings and improvements	44,167,437	802,749	44,970,186
Machinery and equipment	13,804,149	8,350,093	22,154,242
Infrastructure	<u>257,700,737</u>	<u>114,209,753</u>	<u>371,910,490</u>
Total depreciable assets	<u>315,672,323</u>	<u>123,362,595</u>	<u>439,034,918</u>
Less accumulated depreciation for:			
Buildings and improvements	(12,044,619)	(336,946)	(12,381,565)
Machinery and equipment	(7,425,985)	(2,935,948)	(10,361,933)
Infrastructure	<u>(88,390,144)</u>	<u>(47,663,841)</u>	<u>(136,053,985)</u>
Total accumulated depreciation	<u>(107,860,748)</u>	<u>(50,936,735)</u>	<u>(158,797,483)</u>
Total capital assets, being depreciated, net	<u>207,811,575</u>	<u>72,425,860</u>	<u>280,237,435</u>
Total capital assets, net	<u><u>\$ 280,324,164</u></u>	<u><u>\$ 87,323,651</u></u>	<u><u>\$ 367,647,815</u></u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for governmental activities for the year ended June 30, 2012:

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
Non-depreciable assets:				
Land	\$ 27,784,714	\$ 2,472,294	\$ -	\$ 30,257,008
Construction in progress	33,007,788	14,907,249	(5,659,456)	42,255,581
Total non-depreciable assets	<u>60,792,502</u>	<u>17,379,543</u>	<u>(5,659,456)</u>	<u>72,512,589</u>
Depreciable assets:				
Buildings and improvements	43,483,858	683,579	-	44,167,437
Machinery and equipment	12,628,924	1,303,038	(127,813)	13,804,149
Infrastructure	244,115,361	15,640,581	(2,055,205)	257,700,737
Total depreciable assets	<u>300,228,143</u>	<u>17,627,198</u>	<u>(2,183,018)</u>	<u>315,672,323</u>
Less accumulated depreciation for:				
Buildings and improvements	(10,576,741)	(1,467,878)	-	(12,044,619)
Machinery and equipment	(6,629,324)	(921,769)	125,108	(7,425,985)
Infrastructure	(84,424,518)	(5,883,721)	1,918,095	(88,390,144)
Total accumulated depreciation	<u>(101,630,583)</u>	<u>(8,273,368)</u>	<u>2,043,203</u>	<u>(107,860,748)</u>
Total capital assets, being depreciated, net	<u>198,597,560</u>	<u>9,353,830</u>	<u>(139,815)</u>	<u>207,811,575</u>
Total capital assets, net	<u>\$ 259,390,062</u>	<u>\$ 26,733,373</u>	<u>\$ (5,799,271)</u>	<u>\$ 280,324,164</u>

Depreciation expense, including depreciation to internal service funds, for the year ended June 30, 2012 was charged to functions/programs of the governmental activities as follows:

Governmental Activities	
General government	\$ 14,931
Public safety	19,379
Highway and streets, including depreciation of general infrastructure assets	6,211,195
Internal service funds	<u>2,027,863</u>
Total depreciation expense - governmental activities	<u>\$ 8,273,368</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for business-type activities for the fiscal year ended June 30, 2012:

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
Non-depreciable assets:				
Land	\$ 1,261,634	\$ -	\$ -	\$ 1,261,634
Construction in progress	11,001,876	2,819,359	(185,078)	13,636,157
Total non-depreciable assets	<u>12,263,510</u>	<u>2,819,359</u>	<u>(185,078)</u>	<u>14,897,791</u>
Depreciable assets:				
Buildings and improvements	797,202	5,547	-	802,749
Machinery and equipment	8,376,955	133,279	(160,141)	8,350,093
Infrastructure	109,740,176	4,522,645	(53,068)	114,209,753
Total depreciable assets	<u>118,914,333</u>	<u>4,661,471</u>	<u>(213,209)</u>	<u>123,362,595</u>
Less accumulated depreciation for:				
Buildings and improvements	(310,471)	(26,475)	-	(336,946)
Machinery and equipment	(2,583,794)	(512,296)	160,142	(2,935,948)
Infrastructure	(45,164,337)	(2,538,476)	38,972	(47,663,841)
Total accumulated depreciation	<u>(48,058,602)</u>	<u>(3,077,247)</u>	<u>199,114</u>	<u>(50,936,735)</u>
Total capital assets, being depreciated, net	<u>70,855,731</u>	<u>1,584,224</u>	<u>(14,095)</u>	<u>72,425,860</u>
Total capital assets, net	<u>\$ 83,119,241</u>	<u>\$ 4,403,583</u>	<u>\$ (199,173)</u>	<u>\$ 87,323,651</u>

Depreciation expense for business-type activities for the fiscal year ended June 30, 2012, was charged as follows:

Business-type Activities	
Water	\$ 831,139
Sewer	2,102,480
Transit	143,628
Total depreciation expense - business-type activities	<u>\$ 3,077,247</u>

B. Fund Financial Statements

The fund financial statements do not present general government capital assets, but are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

7. COMPENSATED ABSENCES

The City's policy relating to compensated absences is described in note 1. As shown in the table below, the long-term portion of this debt is expected to be paid in future years from future resources. There is no fixed payment schedule for compensated absences. In prior years, compensated absences have been liquidated primarily by the General Fund and the proprietary funds. The balance of compensated absences for the Governmental Activities and Business-type Activities at June 30, 2012, was as follows:

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012	Amount Due Within One Year	Amount Due in More Than One Year
Governmental activities:	\$ 1,992,547	\$ 916,231	\$ (848,248)	\$ 2,060,530	\$ 848,250	\$ 1,212,280
Business-type activities:	\$ 1,170,426	\$ 591,524	\$ (452,343)	\$ 1,309,607	\$ 452,344	\$ 857,263

8. CAPITAL LEASE

The City had the following capital lease obligations at June 30, 2012:

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012	Amount Due Within One Year	Amount Due in More Than One Year
Governmental activities						
Capital lease obligation	\$ 326,570	\$ -	\$ (126,694)	\$ 199,876	\$ 131,904	\$ 67,972
Business-type activities						
Capital lease obligation	\$ 31,432	\$ -	\$ (12,194)	\$ 19,238	\$ 12,696	\$ 6,542

Governmental Activities – On October 8, 2003, the City entered into a *Lease with Option to Purchase* agreement with Siemens Building Technologies, through SunTrust Leasing Corporation, for energy saving equipment for City Hall and Corporation Yard Facilities. The lease between the City and SunTrust Leasing Corporation has an interest rate of 4.05 percent, and the lease will terminate in October 2013. The gross amount of machinery and equipment acquired with this lease is \$1,158,520. Outstanding capital lease payments for these facilities as of June 30, 2012, are as follows:

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

8. CAPITAL LEASE, Continued

Year Ending June 30,	Principal	Interest	Total
2013	\$ 131,904	\$ 6,109	\$ 138,013
2014	67,972	1,034	69,006
Total	<u>\$ 199,876</u>	<u>\$ 7,143</u>	<u>\$ 207,019</u>

Business-type Activities – On October 8, 2003, the Water Utility Fund entered into a *Lease with Option to Purchase* agreement with Siemens Building Technologies for energy saving equipment for the Water Facility. The lease between the Water Fund and SunTrust Leasing Corporation has an interest rate of 4.05 percent, and the lease will terminate in October 2013. The gross amount of machinery and equipment acquired with this lease is \$108,784. Outstanding capital lease payments for the Water Fund as of June 30, 2012, are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 12,696	\$ 588	\$ 13,284
2014	6,542	100	6,642
Total	<u>\$ 19,238</u>	<u>\$ 688</u>	<u>\$ 19,926</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

9. LONG-TERM DEBT

Following is a summary of long-term debt transactions for the fiscal year ended June 30, 2012:

	Balance July 1, 2011	Additions	Deletions	Transfer to Successor Agency (1)	Balance June 30, 2012	Amount Due Within One Year
Governmental Activities:						
1999 Revenue Refunding Bonds	\$ 415,000	\$ -	\$ (200,000)	\$ -	\$ 215,000	\$ 215,000
2003 Lease Revenue Bonds-Library	7,685,000	-	(7,685,000)	-	-	-
2012 Lease Revenue Bonds-Library	-	7,630,000	-	-	7,630,000	355,000
2004 CDC Refunding Bonds	20,055,000	-	(455,000)	(19,600,000)	-	-
Premium on 2004 CDC Bonds	36,042	370	-	(36,412)	-	-
Deferred Loss on Refunding-2004 Bonds	(380,650)	-	18,250	362,400	-	-
2006 CDC Bonds:						
Parity Bonds	16,130,000	-	(140,000)	(15,990,000)	-	-
Discount on Parity Bonds	(57,198)	-	1,089	56,109	-	-
Non-Taxable Housing Bonds	5,070,000	-	(20,000)	(5,050,000)	-	-
Discount on Non-Taxable Housing Bonds	(54,798)	-	1,054	53,744	-	-
Taxable Housing Bonds	5,210,000	-	(115,000)	(5,095,000)	-	-
2009 CDC Parity Bonds	16,960,000	-	(240,000)	(16,720,000)	-	-
Discount on Parity Bonds	(246,406)	-	4,713	241,693	-	-
Total Governmental Activities	<u>\$ 70,821,990</u>	<u>\$ 7,630,370</u>	<u>\$ (8,829,894)</u>	<u>\$ (61,777,466)</u>	<u>\$ 7,845,000</u>	<u>\$ 570,000</u>
Business-Type Activities:						
2005 Wastewater Bonds	\$ 20,860,000	\$ -	\$ (480,000)	\$ -	\$ 20,380,000	\$ 500,000
Premium on 2005 Bonds	55,311	-	(2,169)	-	53,142	-
Total Business-Type Activities	<u>\$ 20,915,311</u>	<u>\$ -</u>	<u>\$ (482,169)</u>	<u>\$ -</u>	<u>\$ 20,433,142</u>	<u>\$ 500,000</u>

(1) Due to the elimination of Redevelopment agencies effective February 1, 2012 long-term debt of the former CDC were transferred to the Successor Agency Private-Purpose Trust Fund. See Successor Agency Trust note 18 for more information.

A. Governmental Activities

1999 Revenue Refunding Bonds – Original Issue \$6,530,000

On January 1, 1999, the City issued, through the Camarillo Public Finance Authority (a non-profit benefit corporation), \$6,530,000 in Revenue Refunding Bonds Series 1999, bearing interest rates ranging from 3.5 to 5 percent and maturing on December 1, 2012. The proceeds were used to defease the outstanding balance of the 1991 Refunding Certificates of Participation and the 1993 Certificates of Participation, all of which has been paid in full through escrow accounts with the bond trustee. The annual debt service requirements on the 1999 Revenue Refunding Bonds at June 30, 2012 are as follows:

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

9. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Year Ending June 30,	Principal	Interest	Total
2013	215,000	5,375	220,375
Total	<u>\$ 215,000</u>	<u>\$ 5,375</u>	<u>\$ 220,375</u>

2003 Lease Revenue Bonds – Original Issue \$8,930,000

On May 7, 2003, the City issued, through the Camarillo Public Finance Authority (a non-profit benefit corporation), \$8,930,000 in Lease Revenue Bonds, 2003 Series A, bearing interest rates ranging from 3.75 to 4.75 percent, with a maturity date of December 1, 2033 (see further information below on bond defeasance). The proceeds were used to finance a portion of the costs associated with the new library project and also fund the costs related to the issuance of the bonds. These bonds were legally defeased with the issuance of the \$7,630,000 Camarillo Public Finance Authority Lease Revenue (Library Refunding Project), Series 2012 Bonds. The final payment on the 2003 Bonds was made in May 2, 2012.

2012 Lease Revenue Bonds – Original Issue \$7,630,000

On April 26, 2012, the City issued, through the Camarillo Public Finance Authority (a non-profit benefit corporation), \$7,630,000 in Lease Revenue Bonds (Library Refunding Project), 2012 Series, with interest rates ranging from 1.00 to 4.25 percent, with a maturity date of December 1, 2033. The proceeds of the 2012 Bonds were used to redeem and defease the 2003 Library Bonds and fund the costs of issuance relating to the 2012 Bonds. With this defeasance, the City realized a net present value savings of approximately \$876,000 and annual debt service savings ranging from \$49,000 - \$55,000 over the remaining life of the bonds. The annual debt service requirements at June 30, 2012, on the 2012 Library Bonds are as follows:

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

9. LONG-TERM DEBT, Continued

A. Governmental Activities, Continued

Year Ending June 30,	Principal	Interest	Total
2013	\$ 355,000	\$ 231,194	\$ 586,194
2014	265,000	226,769	491,769
2015	270,000	221,419	491,419
2016	275,000	215,969	490,969
2017	280,000	210,419	490,419
2018-2022	1,500,000	952,506	2,452,506
2023-2027	1,720,000	725,078	2,445,078
2028-2032	2,035,000	398,768	2,433,768
2033-2034	930,000	39,950	969,950
Total	<u>\$ 7,630,000</u>	<u>\$ 3,222,072</u>	<u>\$ 10,852,072</u>

Camarillo Community Development Commission Bonds

On February 1, 2012, the City of Camarillo became the Successor Agency to the dissolved Camarillo Community Development Commission (CDC), the City's Redevelopment Agency. As of that date, the CDC Bonds are no longer a Long-Term Debt of the City. See note 18 Successor Agency Trust for more detail.

B. Business-type Activities

1999 Revenue Refunding Bonds – Original Issue \$11,475,000

On January 1, 1999, the City issued, through the Camarillo Public Finance Authority (a non-profit benefit corporation), \$11,475,000 in Revenue Refunding (Wastewater) Bonds Series 1999, bearing interest rates ranging from 3.5 percent to 5 percent and maturing on December 1, 2012. The proceeds were used to defease the outstanding balance of the Certificates of Participation Series 1992 issued by the Camarillo Sanitary District.

In November 2005, there was an in-substance defeasance of the Revenue Refunding (Wastewater) Series 1999 Bonds. The funds for the in-substance defeasance were placed in an irrevocable escrow account overseen by independent bank fiscal agents. Such funds are generally invested in U.S. Treasury Securities, which, together with interest earned thereon, are intended to provide amounts sufficient for future payments of interest, principal, and redemption premium on these bonds. The defeased bonds have not been included as debt of the District, since establishing the irrevocable trust thereon satisfied the District's obligation.

As of June 30, 2012, the amount of principal outstanding on the defeased 1999 Bond debt, but removed from the District's Statement of Net Assets, totaled \$1,070,000, which will be paid in full on December 1, 2012.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

9. LONG-TERM DEBT, Continued

B. Business-type Activities, Continued

2005 Wastewater Revenue Refunding Bonds – Original Issue \$23,000,000

On November 30, 2005, the Camarillo Sanitary District issued, through the Camarillo Public Finance Authority (a non-profit benefit corporation), \$23,000,000 in Revenue Bonds Series 2005, bearing interest rates ranging from 4 percent to 5 percent and maturing on June 1, 2036. The proceeds were used to finance certain improvements to the District’s Wastewater Enterprise, to pay for a Reserve Fund surety bond and to pay costs of issuance of the bonds. The bonds are payable from and are a pledge of revenues consisting primarily of payments to be made by the City under an installment sale agreement.

As of June 30, 2012, the annual debt service requirements for the Camarillo Sanitary District’s 2005 Wastewater Revenue Refunding Bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 500,000	\$ 938,654	\$ 1,438,654
2014	520,000	918,654	1,438,654
2015	540,000	897,854	1,437,854
2016	560,000	876,254	1,436,254
2017	585,000	853,854	1,438,854
2018-2022	3,315,000	3,878,954	7,193,954
2023-2027	4,110,000	3,081,418	7,191,418
2028-2032	5,145,000	2,041,938	7,186,938
2033-2036	5,105,000	653,500	5,758,500
Total	<u>\$ 20,380,000</u>	<u>\$ 14,141,080</u>	<u>\$ 34,521,080</u>

10. DEVELOPER DEPOSITS

The City accepts deposits from developers in the form of cash and securities related to developments within the City. Upon completion of required improvements related to the project, outstanding balances are refundable to the developers. Such amounts are included as deposits, payable in the Capital Improvement Projects Capital Project Fund, and amounted to \$393,146 at June 30, 2012.

In addition to the above, the City has collected monies in the form of fees for road improvements, including signals, medians, and widening. Such amounts may ultimately require the City to perform capital improvements or pay developers to perform required improvements. These fees are recorded as revenues in the Capital Improvement Projects Fund upon receipt, and future commitments are recorded as assigned fund balance.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

11. FUND BALANCES FOR GOVERNMENTAL FUNDS

Effective July 2010, the City implemented the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definition*. The objective of the Statement is to enhance the usefulness of fund balance information by providing fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. The City has evaluated the use of the Special Revenue Funds under the criteria set forth in GASB Statement No. 54, and has determined that Community Service Grants, Storm Water Management, and Library Operations Special Revenue Funds continue to not qualify as a special revenue fund, and accordingly are combined with the General Fund for presentation purposes.

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2012, fund balance for governmental funds are made up of the following:

Nonspendable Fund Balance – includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.

Restricted Fund Balance – includes amounts that are restricted for specific purposes stipulated by external resources provider, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.

Committed Fund Balance – includes amounts that can only be used for the specific purposes determined by a formal action of the City’s highest level of decision-making authority, the City Council. Commitments may be changed or lifted only by the City taking the same formal action that imposed the constraint originally (for example: resolution and ordinance).

Assigned Fund Balance – includes amounts intended to be used by the City for specific purposes that are neither restricted nor committed. Intent is expressed by the City Council to which the assigned amounts are to be used for specific purposes; such as, continued capital projects, capital improvement plan, and budget. The City Council did not delegate another body to assign fund balances. Assigned amounts also include all residual amounts in governmental funds (except negative amounts) other than the General Fund that are not classified, restricted or committed.

Unassigned Fund Balance – the residual classification for the General Fund and includes all amounts not contained in the other classifications. Governmental funds report residual negative balances as unassigned fund balance.

When restricted and unrestricted resources are available for expenditure for the same purpose, the City expends restricted resources before unrestricted resources. Within unrestricted resources, the fund balance is depleted in the order of committed, assigned, and unassigned.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

11. FUND BALANCES FOR GOVERNMENTAL FUNDS, Continued

Fund balances at June 30, 2012, for the governmental funds are nonspendable, restricted, committed, assigned, unassigned for the following purposes:

	Major Funds			
	General Fund	Redevelopment Special Revenue	Redevelopment Debt Service	Library Debt Service
Fund balances:				
Nonspendable:				
Long-term receivable	\$ -	\$ -	\$ -	\$ -
Prepaid items	7,978	-	-	-
Deposits	125,000	-	-	-
Land held for resale	-	-	-	-
Subtotal	<u>132,978</u>	<u>-</u>	<u>-</u>	<u>-</u>
Restricted for:				
Air quality management	-	-	-	-
Capital projects	-	-	-	-
Cable fees	-	-	-	-
Community development	-	-	-	-
Library operations	-	-	-	-
Low/Mod housing	-	-	-	-
Maintenance	-	-	-	-
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Committed to:				
Capital projects	11,508,000	-	-	-
Subtotal	<u>11,508,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Assigned to:				
General government	96,096	-	-	-
Highway and streets	815,247	-	-	-
Community services	13,532	-	-	-
Culture and recreation	41,320	-	-	-
Capital projects	-	-	-	-
Debt service	-	-	-	506,200
Subtotal	<u>966,195</u>	<u>-</u>	<u>-</u>	<u>506,200</u>
Unassigned:	<u>34,833,689</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>\$ 47,440,862</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 506,200</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

11. FUND BALANCES FOR GOVERNMENTAL FUNDS, Continued

Major Funds				
Capital Improvement Projects	City CDC CIP Administration	City CIP SA Housing	Total Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 275,000	\$ -	\$ 275,000
-	-	-	-	7,978
-	-	-	-	125,000
-	14,193,100	1,725,957	-	15,919,057
-	14,193,100	2,000,957	-	16,327,035
-	-	-	8,913	8,913
-	-	-	8,892,034	8,892,034
-	-	-	532,147	532,147
-	-	-	111,781	111,781
-	-	-	1,277,218	1,277,218
-	-	707,014	-	707,014
-	-	-	1,694,086	1,694,086
-	-	707,014	12,516,179	13,223,193
-	-	-	-	11,508,000
-	-	-	-	11,508,000
-	-	-	-	96,096
-	-	-	-	815,247
-	-	-	-	13,532
-	-	-	-	41,320
11,677,917	-	-	53,679	11,731,596
-	-	-	37,876	544,076
11,677,917	-	-	91,555	13,241,867
-	-	-	-	34,833,689
<u>\$ 11,677,917</u>	<u>\$ 14,193,100</u>	<u>\$ 2,707,971</u>	<u>\$ 12,607,734</u>	<u>\$ 89,133,784</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

12. NON-CITY OBLIGATIONS

1915 Act Limited Obligation Improvement Bonds and Bank Notes

On July 27, 1989, the City issued \$1,325,000 of 1915 Act Limited Obligation Improvement Bonds for Assessment District No. 88-1 (Mission de Camarillo), Series 1989, to provide funds for the purpose of advance refunding the Bond Anticipation Notes, Series 1988-1, which were called by Security Pacific National Bank (trustee) on December 1, 1989. These bonds were refinanced on September 2, 2001. This was done to benefit from a lower interest rate (5.1 percent versus 7.2 percent - 7.5 percent) as well as other savings that were realized when the bonds were paid off with the proceeds from a bank note with City National Bank in the amount of \$905,000. The source of debt service on the note is from property assessments within the district. The principal amount of debt outstanding on the note at June 30, 2012, is \$203,000. The district was renamed District No. 2001-1 (from District No. 88-1) with the issuance of the bank note. Neither the 1915 Act Bonds, nor the bank note are general obligations of the City, and neither the faith and credit nor the taxing power of the City, the State of California, nor any political subdivision thereof is pledged to the payment of any debt service for this District.

On March 2, 1997, the City issued \$3,541,500 of 1915 Act Limited Obligation Improvement Bonds for the Flynn Road Improvement Assessment District. These bonds were refinanced on December 20, 2001. This was done to benefit from a lower interest rate (4.65 percent versus 5.375 percent - 6.1 percent) as well as other savings that were realized when the bonds were paid off with the proceeds from a bank note with City National Bank in the amount of \$2,800,000. The source of debt service on the note is from property assessments within the district. The principal amount of debt outstanding at June 30, 2012, is \$979,000. The district was renamed District No. 2001-2 (from Flynn Road Improvement Assessment District) with the issuance of the bank note. Neither the 1915 Flynn Road Bonds, nor the bank note, are general obligations of the City and neither the faith and credit nor the taxing power of the City, the State of California, nor any political subdivision thereof is pledged to the payment of Flynn Road debt service.

Multifamily Housing Revenue Bonds

The City issued \$19,420,000 of Multifamily Revenue Bonds (Hacienda de Camarillo Project); Series 1996 dated October 1, 1996. The City had no direct involvement with the administration of these bonds, except to allow their issuance under the name of the City. These revenue bonds were issued under the provisions of the state law that provide that the bonds do not constitute an indebtedness of the City. The source of debt service is from a letter of credit established by the developer. For this reason, these non-City obligations are not reflected in the accompanying combined financial statements. At June 30, 2012, \$19,420,000 was outstanding on the multifamily housing revenue bonds.

The City issued \$7,500,000 of Multifamily Revenue Bonds (Park Glenn Apartments); Series 1998 dated February 1, 1998. The City had no direct involvement with the administration of these bonds, except to allow their issuance under the name of the City. These revenue bonds were issued under the provisions of the state law that provide that the bonds do not constitute an indebtedness of the City. The source of debt service is from a letter of credit established by the developer.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

12. NON-CITY OBLIGATIONS, Continued

Multifamily Housing Revenue Bonds, Continued

For this reason, these non-City obligations are not reflected in the accompanying combined financial statements. At June 30, 2012, \$5,580,000 is outstanding on these multifamily housing revenue bonds.

The City issued \$1,121,000 of Multifamily Revenue Bonds (Park Glenn Senior Apartments) Series 1999 dated June 1, 1999. The City had no direct involvement with the administration of these bonds except to allow their issuance under the name of the City. These revenue bonds were issued under the provisions of the state law that provide that the bonds do not constitute an indebtedness of the City. The source of debt service is from a promissory note established by the developer. For this reason, these non-City obligations are not reflected in the accompanying combined financial statements. At June 30, 2012, \$702,588 is outstanding on the multifamily housing revenue bonds.

Camarillo Community Facilities District No.1 Mello Roos Bonds

The City issued \$13,955,000 of Mello Roos bonds dated September 1, 1990, for the Camarillo Community Facilities District No. 1. The facilities constructed included sanitary sewer improvements and appurtenances and appurtenant work, including equipment, real property, and other tangible property. These Mello Roos bonds were refinanced with the issuance of the \$11,235,000 West Camarillo Community Facilities District No. 1 Special Tax Refunding Bonds Series 1999. The Mello Roos bonds are not a general obligation of the City, and neither the faith nor the taxing power of the City, the State of California, or any political subdivision thereof is pledged to the payment of these bonds. The source of debt service is from property assessments within the district. The principal amount of debt outstanding at June 30, 2012, on the 1999 bonds is \$995,000. After the issuance of these bonds and the \$8,200,000 bonds issued in September 2004 that are listed below, the City is authorized to issue an additional \$7,849,360 in Mello Roos bonds for the acquisition and construction of other facilities within the Camarillo Community Facilities District No. 1, including a bridge at the U.S. 101/Central Avenue interchange, with appurtenance and appurtenant work, including equipment, real property and other tangible property.

The City issued an additional \$8,200,000 of Mello Roos bonds dated September 1, 2004, for the Camarillo Community Facilities District No. 1. The facilities acquired or constructed included a portion of certain drainage and bridge facilities of benefit to the district. The Mello Roos bonds are not a general obligation of the City, and neither the faith nor the taxing power of the City, the State of California, or any political subdivision thereof is pledged to the payment of these bonds. The source of debt service is from property assessments within the district. The principal amount of debt outstanding at June 30, 2012 on the 2004 bonds is \$7,540,000. The City is authorized to issue an additional \$7,849,360 in Mello Roos bonds for the construction of other facilities within the Camarillo Community Facilities District No. 1, including a bridge at the U.S. 101/Central Avenue interchange, with appurtenance and appurtenant work, including equipment, real property and other tangible property.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

12. NON-CITY OBLIGATIONS, Continued

Camarillo Community Facilities District No.2 Mello Roos Bonds

The City issued \$2,000,000 of Mello Roos bonds dated December 23, 2009, for the Camarillo Community Facilities District No. 2. The facilities constructed included a portion of a freeway interchange overcrossing over U.S. 101 Freeway between existing interchanges at Las Posas Road and Central Avenue. These Mello Roos bonds are not a general obligation of the City, and neither the faith nor the taxing power of the City, the State of California, or any political subdivision thereof is pledged to the payment of these bonds. The source of debt service is from property assessments within the district. The principal amount of debt outstanding at June 30, 2012, on the 2009 bonds, is \$2,000,000. The City is authorized to issue an additional \$10,500,000 in Mello Roos bonds for the construction of other facilities within the Camarillo Community Facilities District No. 2, including a freeway interchange overcrossing over U.S. 101 Freeway between existing interchanges at Las Posas Road and Central Avenue, with appurtenance and appurtenant work, including equipment, real property and other tangible property.

13. FUND BALANCE DEFICITS/EXPENDITURES IN EXCESS OF APPROPRIATION

For the fiscal year ended June 30, 2012, expenditures exceeded appropriations by \$932,115 in the Redevelopment Debt Service Fund. This was due to an unexpected True-up payment by the County-Auditor Controller due to the signing of AB1484 by the Governor on June 27, 2012. Expenditures exceeded appropriations by \$287 in the City CIP SA Housing Fund. This was due to unplanned fees within the fund. Expenditures exceeded appropriations by \$900 in the Cable PEG Fees Special Revenue Fund. This was due to unplanned repair costs to video equipment. Expenditures exceeded appropriations by \$66 in the Community Facilities District #2 Capital Projects Fund. This was due to the closing out of the fund. Expenditures also exceeded appropriations by \$1,535 in the Ramona Drive Sewer Capital Project Fund. This was due to an adjustment to the fund to zero out its fund balance at year end.

14. JOINTLY GOVERNED ORGANIZATIONS

The City participates in a joint powers agreement, (JPA), with the cities/agencies of Simi Valley, Thousand Oaks, the Camrosa Water District, and Calleguas Municipal Water District known as the Wastewater Treatment JPA. This JPA was formed in an effort of opposing National Pollutant Discharge Elimination Systems (NPDES) permit regulations. The City acts as Treasurer for this JPA; recording agency deposits and the cost of legal expenses, performing technical research, and providing testimony in support of wastewater agencies discharging treated wastewater in Calleguas Creek Watershed area.

The City participates in a jointly governed organization with the County of Ventura and the cities of Fillmore, Moorpark, Ojai, Oxnard, Port Hueneme, Santa Paula, San Buenaventura, Simi Valley, and Thousand Oaks, known as the Ventura Council of Governments (VCOG). The purpose of VCOG is to provide a vehicle for the member entities, and other interested persons and organizations to engage in regional, cooperative and comprehensive planning, and for the review of federal and state projects which involve the use of federal and/or state funds.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

14. JOINTLY GOVERNED ORGANIZATIONS, Continued

The City participates in a jointly governed organization with the County of Ventura and the cities of Moorpark, Oxnard, Port Hueneme, San Buenaventura, and Thousand Oaks, known as the Ventura County Regional Defense Partnership for the 21st Century (RDP-21). The purpose of RDP-21 is to promote and ensure economic growth of the area through collaborative efforts to enhance military facilities located in the County area. The City has acted as Treasurer of RDP-21 and maintains a separate agency fund to account for all deposits and recording of expenditures.

The City's annual financial responsibility to these joint organizations is budgeted annually and represents the City's share of dues or common project expenses.

15. RISK MANAGEMENT

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

The City of Camarillo is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 123 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 lines of coverage. The California JPIA 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.

B. Self-Insurance Programs of the Authority

Each member pays an annual contribution (formerly called the primary deposit) to cover estimated losses for the coverage period. This initial funding is paid at the beginning of the coverage period. After the close of the coverage period, outstanding claims are valued. A retrospective deposit computation is then conducted annually thereafter until all claims incurred during the coverage period are closed on a pool-wide basis. This subsequent cost re-allocation among members based on actual claim development can result in adjustments of either refunds or additional deposits required.

The total funding requirement for self-insurance programs is estimated using actuarial models and pre-funded through the annual contribution. Costs are allocated to individual agencies based on exposure (payroll) and experience (claims) relative to other members of the risk-sharing pool. Additional information regarding the cost allocation methodology is provided below.

Liability – In the liability program claims are pooled separately between police and non-police exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$30,000 for each occurrence and is evaluated as a

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

15. RISK MANAGEMENT, Continued

B. Self-Insurance Programs of the Authority, Continued

percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$30,000 to \$750,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs in excess of \$750,000 up to the reinsurance attachment point of \$5 million are distributed based on the outcome of cost allocation within the first and second loss layers. (5) Costs of covered claims from \$5 million to \$10 million are paid under a reinsurance contract subject to a \$2.5 million annual aggregate deductible. Costs of covered claims from \$10 million to \$15 million are paid under two reinsurance contracts subject to a combined \$3 million annual aggregate deductible. On a cumulative basis for all 2011/12 reinsurance contracts, the annual aggregate deductible is \$5.5 million. (6) Costs of covered claims from \$15 million up to \$50 million are covered through excess insurance policies.

The overall coverage limit for each member including all layers of coverage is \$50 million per occurrence.

Costs of covered claims for subsidence losses are paid by reinsurance and excess insurance with a pooled sub-limit of \$35 million per occurrence. This \$35 million subsidence sub-limit is composed of: (a) \$5 million retained within the pool's Self Insured Retention (SIR), (b) \$10 million in reinsurance, and (c) \$20 million in excess insurance. The excess insurance layer has a \$20 million annual aggregate.

Workers' Compensation – In the workers' compensation program, claims are pooled separately between public safety (police and fire) and non-public safety exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$50,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$50,000 to \$100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs in excess of \$100,000 up to the reinsurance attachment point of \$2 million are distributed based on the outcome of cost allocation within the first and second loss layers. (5) Costs of covered claims from \$2 million up to statutory limits are paid under a reinsurance policy. Protection is provided per statutory liability under California Workers' Compensation Law.

Employer's Liability losses are pooled among members to \$2 million. Coverage from \$2 million to \$5 million is purchased as part of a reinsurance policy, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

15. RISK MANAGEMENT, Continued

C. Purchased Insurance

Pollution Legal Liability Insurance – The City of Camarillo participates in the pollution legal liability insurance program (formerly called environmental insurance) which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City of Camarillo. Coverage is on a claims-made basis. There is a \$50,000 deductible. The Authority has a limit of \$50 million for the 3-year period, from July 1, 2011 through July 1, 2014. Each member of the Authority has a \$10 million sub-limit during the 3-year term of the policy.

Property Insurance – The City of Camarillo participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City of Camarillo property is currently insured according to a schedule of covered property submitted by the City of Camarillo to the Authority. City of Camarillo property currently has all-risk property insurance protection in the amount of \$158,312,125. There is a \$5,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$1,000 deductible. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Earthquake and Flood Insurance – The City of Camarillo purchases earthquake and flood insurance on a portion of its property. The earthquake insurance is part of the property protection insurance program of the Authority. City of Camarillo property currently has earthquake protection in the amount of \$155,467,822. There is a deductible of 5% per unit of value with a minimum deductible of \$100,000. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Crime Insurance – The City of Camarillo purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retrospective adjustments.

Special Event Tenant User Liability Insurance – The City of Camarillo further protects against liability damages by requiring tenant users of certain property to purchase low-cost tenant user liability insurance for certain activities on agency property. The insurance premium is paid by the tenant user and is paid to the City of Camarillo according to a schedule. The City of Camarillo then pays for the insurance. The insurance is arranged by the Authority.

D. Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in Fiscal Year 2011/2012.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

16. EMPLOYEE RETIREMENT PLANS

A. Pension Plan

Plan Description – The City contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within California. Benefit provisions and all other requirements are established by state statute and city ordinance. Copies of PERS’ annual financial report may be obtained from their Executive Office located at 400 P Street, Sacramento, California 95814.

Funding Policy – Active plan members are required by state statute to contribute 7 percent of their annual covered salary. The City makes the contributions required of City employees on their behalf and for their account, which amounted to \$815,461 for the year ended June 30, 2012. Contribution rates for each participating employer are determined based on the benefit structure established. Employers are required to contribute the remaining amounts necessary to finance the coverage of their employees through periodic contributions at actuarially determined rates. The City is required to contribute for Fiscal Year 2011/2012 at an actuarially determined rate of 16.740 percent of annual covered payroll for miscellaneous employees.

Annual Pension Cost – For Fiscal Year 2011/2012, the City’s annual pension cost of \$1,991,280 for PERS was equal to the City’s required and actual contributions. The required contribution was determined as part of the June 30, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. PERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The average remaining amortization period at June 30, 2012, was 28 years for prior and current service unfunded liability.

THREE - YEAR TREND INFORMATION FOR PERS			
<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/2010	1,526,938	100%	-
6/30/2011	1,665,594	100%	-
6/30/2012	1,991,280	100%	-

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

16. EMPLOYEE RETIREMENT PLANS, Continued

A. Pension Plan, Continued

The funded status as of the most recent actuarial valuation date is as follows:

Valuation Date	Entry Age Normal Actuarial Accrued Liability (AAL)	Actuarial Value of Assets	Unfunded AAL Unfunded Actuarially Accrued Liability	Funded Status	Annual Covered Payroll	Unfunded AAL as a % of Payroll
6/30/2011	\$ 77,946,695	\$ 60,532,045	\$ 17,414,650	77.7%	\$ 11,749,709	148.2%

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

Additional information as of the latest actuarial valuation follows:

Valuation date	June 30, 2011
Actuarial cost method	Entry Age Actuarial Cost Method Normal Cost
Amortization method	Level Percent of Payroll
Remaining amortization period	28 Years as of the Valuation Date
Asset valuation method	15 Year Smoothed Market
Actuarial assumptions:	
Discount Rate	7.50% (net of administrative expenses)
Projected salary increases	3.30 % to 14.20% depending on age, service, and type of employment
Inflation	2.75%
Payroll Growth	3.00%
Individual Salary Growth	A merit scale varying by duration of employment coupled with an assumed annual inflation growth of 2.75% and an annual production growth of .25%

B. Defined Contribution Plan

Plan Description – The City established with the International City Managers Association (ICMA) an additional pension plan for all its employees through a 401(a) Defined Contribution Plan (Plan). In a defined contribution plan, benefits depend solely on amounts contributed to the Plan plus investment earnings. Employees are participants from the date of employment. Benefit provisions, and all other requirements, are established by the Plan and City ordinance. Information regarding this 401(a) Defined Contribution Plan may be obtained from ICMA Retirement Corporation at 777 North Capital Street NE, Washington, DC 20002.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

16. EMPLOYEE RETIREMENT PLANS, Continued

B. Defined Contribution Plan, Continued

Funding Policy – For regular full-time and part-time employees, the Plan is totally contributory on the part of the City in an amount equal to 7 percent of the employee’s base pay each payroll period. The City’s total payroll for the Fiscal Year 2011/2012 was \$14,172,895. The City’s contributions were calculated using the base salary amount of \$12,255,068 at 7 percent, amounting to \$857,856.

Employees not covered by PERS are contributing 0.5 percent of their pay to the Plan, in addition to the 7 percent City contribution, for a total contribution of 7.5 percent. Employees contributed \$1,665 in Fiscal Year 2011/2012. All employees are fully vested upon enrollment. Employees hired after 1986 also contribute to Medicare.

The assets of the Plan are held for the exclusive benefit of the plan participants and their beneficiaries, and the assets shall not be diverted for any other purpose. Each participant directs the investments in the participant’s separate accounts. The City has no liability for any losses that may be incurred by the Plan. Accordingly, these assets are not included in the basic financial statements.

C. Postemployment Healthcare Benefits

Plan Description – The City participates in the CalPERS medical program, which is a cost-sharing multiple employer defined benefit healthcare plan administered by CalPERS. CalPERS established the plan under the Public Employee’s Medical and Hospital Care Act (PEMCHA) as of July 1, 1988. Health insurance premiums of the plan are established and amended by the CalPERS Board. Employees who retire from the City and receive a CalPERS pension are eligible to participate in the PEMCHA health insurance plans for postemployment medical benefits. As a condition to the City’s contract for health insurance for its active employees, CalPERS requires a minimum contribution for retirees who participate in a health insurance plan. Retirees can enroll in any of the available CalPERS medical plans. This benefit continues for the life of the retiree and surviving spouse. Benefit provisions for CalPERS are established by the Public Employees Retirement Law (Part 3 of the California Government Code, Section 20000 et seq.). In order to fund the retirees benefit, the City established an irrevocable trust with Public Agency Retirement Services (PARS).

PARS issues a separate annual financial report, and copies of the report may be obtained by writing to PARS at 4350 Von Karman Ave., Suite 100, Newport Beach, CA 92660, or by calling 800-540-6369.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

16. EMPLOYEE RETIREMENT PLANS, Continued

C. Postemployment Healthcare Benefits, Continued

Funding Policy – Retirees participating in PEMCHA are responsible for the payment of their medical insurance premiums except the City’s contribution of the minimum amount provided under Government Code Section 22825 of the Public Employees Medical and Hospital Care Act. The City’s required monthly contribution per retiree during calendar year 2011 was \$108 per month and \$112 per month during calendar year 2012. The amount contributed by the City during the fiscal year was \$174,331. In order to fund the retirees benefit, the City established an irrevocable trust with Public Agency Retirement Services (PARS).

The City’s annual OPEB cost, equal to the annual required contribution (ARC), the percentage of OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2011/2012 as follows:

	<u>2012</u>
Annual Required Contribution (ARC)	\$ 174,331
Interest on net OPEB Obligation	-
Adjustments to Annual Required Contribution	-
Annual OPEB Cost	<u>174,331</u>
Contributions Made	<u>(174,331)</u>
Increase/(Decrease) in Net OPEB Obligation	-
Net OPEB Obligation (Asset), Beginning of the Year	<u>(252)</u>
Net OPEB Obligation (Asset), End of the Year	<u>\$ (252)</u>

Annual Other Postemployment Benefit (OPEB) Cost and Net OPEB Obligation – The City’s annual other postemployment benefit cost is calculated based on the ARC of the employer, an amount actuarially determined in accordance with the parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City’s annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City’s net OPEB obligation.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

16. EMPLOYEE RETIREMENT PLANS, Continued

C. Postemployment Healthcare Benefits, Continued

The City's annual OPEB cost and the percentage of the annual OPEB cost contributed for the fiscal year ended June 30, 2012 was as follows:

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Annual Employer Contribution</u>	<u>Percentage Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2010	\$ 108,947	\$ 240,082	220%	\$ -
6/30/2011	\$ 167,135	\$ 167,387	100%	\$ (252)
6/30/2012	\$ 174,331	\$ 174,331	100%	\$ (252)

Funded Status and Funding Progress – As of July 1, 2010, the most recent actuarial valuation date, the funded status of the plan, was as follows:

Actuarial Accrued Liability (AAL)	\$ 2,872,622
Actuarial Value of Plan Assets	\$ 2,037,500
Unfunded Actuarial Accrued Liability (UAAL)	\$ 835,122
Funded Ratio (Actuarial Value of Plan Assets/AAL)	70.9%
Covered Payroll (Active Plan Members)	\$ 11,452,944
UAAL as Percentage of Covered Payroll	7.3%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

16. EMPLOYEE RETIREMENT PLANS, Continued

C. Postemployment Healthcare Benefits, Continued

As of the July 1, 2010 actuarial valuation (latest available), the following actuarial assumptions were used:

Actuarial cost method	Entry Age Normal Actuarial Cost Method
Amortization method	Level Percent of Payroll
Remaining amortization period	28 Years of the Valuation Date, on a closed basis
Actuarial assumptions:	
Investment rate of return	6.7%
Healthcare cost rate trend	5.0%

17. COMMITMENTS AND CONTINGENCIES

A. Lawsuits in the Normal Course of Business

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

B. Federal and State Grant Programs

The City participates in several federal and state grant programs. These programs have been audited by the City's independent auditors in accordance with the provisions of the federal Single Audit Act, as amended, and applicable state requirements. No cost disallowances were proposed as a result of these audits. However, these programs are still subject to further examination by the grantors, and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

C. Construction Commitments

The City had several outstanding or planned construction projects as of June 30, 2012. These projects are evidenced by contractual commitments with contractors, and include the following major projects:

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

17. COMMITMENTS AND CONTINGENCIES, Continued

C. Construction Commitments, Continued

Project Description	Spent to Date	Commitment Remaining	Name of Funds Committed	Source of Funds
Corporation Yard Solar Covers	\$ 886,351	\$ 61,178	Capital Improvement Projects Fund	(1)
Ponderosa-Camarillo Hills Drain Landscape	477,293	20,909	Capital Improvement Projects Fund	(2)
Adolfo Rd Widening Phase I	265,177	24,844	Capital Improvement Projects Fund	(3)
Upland Rd Widening Phase II	5,106,575	15,195	Capital Improvement Projects Fund	(4)
Santa Rosa Road Widening	134,143	246,815	Capital Improvement Projects Fund	(5)
Daily Drive Bike Lanes	63,778	36,814	Capital Improvement Projects Fund	(6)
Calleguas Creek Bike Trail Phase II	451,991	15,061	Capital Improvement Projects Fund	(7)
Annual Overlay & Slurry 2010	3,428,545	778,465	Capital Improvement Projects Fund	(8)
Annual Overlay & Slurry 2011	157,936	82,062	Capital Improvement Projects Fund	(8)
Camarillo Hills Drain - CFD No 1	5,520,297	49,122	CFD No 1 Capital Projects Fund	(9)
Springville Dr Interchange	19,862,681	9,196,792	CDC CIP Administration Fund	(10)
Water Reservoirs 1, 3 & 4	219,935	320,163	Water Capital Projects Fund	User Fees
WWTP Diversion to Camrosa	4,764,531	26,053	CSD Capital Projects Fund	(11)
Daily Drive Sewer	76,037	11,563	CSD Capital Projects Fund	User Fees
Pump Station #2 Rehabilitation	72,483	37,517	CSD Capital Projects Fund	User Fees
Total	\$ 41,487,753	\$ 10,922,553		

- (1) The Corporation Yard Solar Covers Project is funded by the General Fund, Corp Yard Facility Fund, Water Fund and a Federal Grant.
- (2) The Ponderosa-Camarillo Hills Drain Landscape Project is funded by the General Fund.
- (3) The Adolfo Road Phase I Widening Project is funded by developer fees and a federal grant.
- (4) The Upland Road Phase II Widening Project is funded by developer fees and a state grant.
- (5) The Santa Rosa Road Widening project is funded by traffic mitigation fees and a federal grant.
- (6) The Daily Drive Bike Lanes Project is funded by the General Fund and a state grant.
- (7) The Calleguas Creek Bike Trail Phase II Project is funded by the General Fund and a federal grant.
- (8) The 2010 and 2011 Overlay and Slurry Seal Projects are funded by the General Fund and Transportation Development Act monies received from the State of California.
- (9) The Camarillo Hills Drain Project is funded by debt financing which is repaid by property assessments in the Community Facilities District No. 1.
- (10) Currently, the Springville Dr. Interchange Project is funded primarily by Community Development Commission debt financing, but future funding sources include developer fees and contributions.
- (11) Wastewater Treatment Plant facility improvements are financed by 2005 sewer bonds.

As of June 30, 2012, in the opinion of City management, there were no additional outstanding matters that would have a significant effect on the financial position of the funds of the City.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY

A. Summary of creation of Successor Agency Private-Purpose Trust Fund

On June 29, 2011, Assembly Bills x1 26 (the “Dissolution Act”) and x1 27 were enacted as part of the FY 2011/12 state budget package. The Dissolution Act required each California redevelopment agency to suspend nearly all activities except to implement existing contracts, meet already-incurred obligations, preserve its assets and prepare for impending dissolution. Assembly Bill x1 27 provided a means for redevelopment agencies to continue to exist and operate by means of a Voluntary Alternative Redevelopment Program.

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 the Dissolution Act and Assembly Bill x1 27 on the grounds that these bills violate the California Constitution.

On December 29, 2011, the California Supreme Court upheld the Dissolution Act and struck down Assembly Bill x1 27.

On June 27, 2012, as part of the FY 2012/13 state budget package, the Legislature passed and the Governor signed AB 1484, which made technical and substantive amendments to the Dissolution Act based on experience to-date at the state and local level in implementing the Dissolution Act.

Under the Dissolution Act, each California redevelopment agency (each a “Dissolved RDA”) was dissolved as of February 1, 2012, and the sponsoring community that formed the Dissolved RDA, together with other designated entities, have initiated the process under the Dissolution Act to unwind the affairs of the Dissolved RDA. A Successor Agency was created for each Dissolved RDA which is the sponsoring community of the Dissolved RDA unless it elected not to serve as the Successor Agency. On January 11, 2012, the City elected to serve as the Successor Agency to the Camarillo Community Redevelopment Commission.

The Dissolution Act also created oversight boards which monitor the activities of the successor agencies. The roles of the successor agencies and oversight boards is to administer the wind down of each Dissolved RDA which includes making payments due on enforceable obligations, disposing of the assets (other than housing assets) and remitting the unencumbered balances of the Dissolved RDAs to the County Auditor-Controller for distribution to the affected taxing entities.

The Dissolution Act allowed the sponsoring community that formed the Dissolved RDA to elect to assume the housing functions and take over certain housing assets of the Dissolved RDA. If the sponsoring community does not elect to become the Successor Housing Agency and assume the Dissolved RDA’s housing functions, such housing functions and all related housing assets will be transferred to the local housing authority in the jurisdiction. AB 1484 modified and provided some clarifications on the treatment of housing assets under the Dissolution Act. The City elected on January 11, 2012, to serve as the Housing Successor Agency.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, Continued

B. City of Camarillo as Successor Agency

Prior to February 1, 2012, the final seven months of activity of the Dissolved RDA are reported in the governmental funds of the City. After the date of dissolution, the housing assets, obligations, and activities of the Dissolved RDA have been transferred and are reported in a capital projects fund in the financial statements of the City. All other assets, obligations, and activities of the Dissolved RDA have been transferred and are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City.

The transfer of the assets and liabilities of the Dissolved RDA as of February 1, 2012 (except for certain assets of the former Low and Moderate Income Housing Fund, which were transferred to the City CIP SA Housing Fund) (effectively the same date as January 31, 2012) from the governmental funds of the City to the fiduciary fund was reported in the governmental funds as an extraordinary loss (or gain) in the governmental fund financial statements. The receipt of these assets and liabilities as of February 1, 2012, was also reported in the fiduciary fund as an extraordinary gain (or loss).

Because of the different measurement focus of the governmental funds (*current financial resources measurement focus*) and the measurement focus of the fiduciary private-purpose trust fund (*economic resources measurement focus*), the extraordinary loss (gain) recognized in the governmental funds was not the same amount as the extraordinary gain (loss) that was recognized in the fiduciary fund financial statements.

The difference between the extraordinary loss recognized in the fund financial statements and the extraordinary loss recognized in the fiduciary fund financial statements is reconciled as follows:

Total extraordinary loss reported in governmental funds – increase to net assets of the Successor Agency Private-Purpose Trust Fund	\$21,374,015
Capital assets recorded in the government-wide financial statements – increase to net assets of the Successor Agency Private-Purpose Trust Fund	1,500
Deferred charges reported in the government-wide financial statements – increase to net assets of the Successor Agency Private-Purpose Trust Fund	2,315,774
Long-term debt reported in the government-wide financial Statements – decrease to net assets of the Successor Agency Private-Purpose Trust Fund	(61,777,466)
Net decrease to net assets of the Successor Agency Private-Purpose Trust Fund as a result of initial transfers (equal to amount of extraordinary gain reported in the government-wide financial statements of the City)	<u>(\$38,086,177)</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, Continued

C. Recognized obligation payment schedule

The Dissolution Act and AB 1484 also establish roles for the County Auditor-Controller, the California Department of Finance (the “DOF”) and the California State Controller’s office in the dissolution process and the satisfaction of enforceable obligations of the Dissolved RDAs.

The County Auditor-Controller is charged with establishing a Redevelopment Property Tax Trust Fund (the “RPTTF”) for each Successor Agency and depositing into the RPTTF for each six-month period the amount of property taxes that would have been redevelopment property tax increment had the Dissolved RDA not been dissolved. The deposit in the RPTTF fund is to be used to pay to the Successor Agency the amounts due on the Successor Agency’s enforceable obligations for the upcoming six-month period.

The Successor Agency is required to prepare a recognized obligation payment schedule (the “ROPS”) approved by the oversight board setting forth the amounts due for each enforceable obligation during each six month period. The ROPS is submitted to the DOF for approval. The County Auditor-Controller will make payments to the Successor Agency from the RPTTF fund based on the ROPS amount approved by the DOF. The ROPS is prepared in advance for the enforceable obligations due over the next six months. The Successor Agency received \$2.6 million from the County Auditor-Controller on June 13, 2012, for the ROPS for the period July 1, 2012, to December 31, 2012.

The process of making RPTTF deposits to be used to pay enforceable obligations of the Dissolved RDA will continue until all enforceable obligations have been paid in full and all non-housing assets of the Dissolved RDA have been liquidated.

The State Controller of the State of California has been directed to review the propriety of any transfers of assets between Dissolved RDA 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.

Management believes, in consultation with legal counsel, that the obligations of the Dissolved RDA due to the City are valid enforceable obligations payable by the Successor Agency under the requirements of the Dissolution Act and AB 1484. The City’s position on this issue is not a position of settled law and there is considerable legal uncertainty regarding this issue. It is reasonably possible that a legal determination may be made at a later date by an appropriate judicial authority that would resolve this issue unfavorably to the City.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, Continued

D. Deferred Charges

The City incurred \$993,567 in deferred charges in relation to the 2004 refunding series issued by the Camarillo Community Development Commission (CDC). In November 2006, the City incurred \$1,227,339 in deferred charges in relation to the issuances of the 2006 CDC Tax Allocation Parity and Housing Set-Aside Tax Allocation Bonds. In December 2009, the City incurred \$546,031 in deferred charges in relation to the issuances of the 2009 CDC Tax Allocation Parity Bonds. The total net deferred charges of \$2,272,102 are reported as an asset in the Successor Agency activities of the Statement of Net Assets and amortized over the remaining life of the respective 2004, 2006, and 2009 bond series.

A summary of the deferred charges and related accumulated amortization follows:

Camarillo Community Development Commission	Bond Series			Total
	2004	2006	2009	
Bond issuance costs	\$ 993,567	\$ 1,227,339	\$ 546,031	\$ 2,766,937
Less accumulated amortization	(243,217)	(208,953)	(42,665)	(494,835)
Net Deferred Charges	<u>\$ 750,350</u>	<u>\$ 1,018,386</u>	<u>\$ 503,366</u>	<u>\$ 2,272,102</u>

Amortization expense was \$128,659 in Fiscal Year 2011/2012, of which \$84,986 relates to the former redevelopment agency.

E. Long-Term Debt

Following is a summary of long-term debt transactions for the fiscal year ended June 30, 2012:

	Balance	Transfer		Balance	Amount Due	
	July 1, 2011	Balance	Additions		Deletions	Within
		February 1, 2012			June 30, 2012	One Year
2004 CDC Refunding Bonds	\$ -	\$ 19,600,000	\$ -	\$ -	\$ 19,600,000	\$ 470,000
Premium on 2004 CDC Bonds	-	36,412	265	-	36,677	-
Deferred Loss on Refunding-2004 Bonds	-	(362,400)	-	13,036	(349,364)	-
2006 CDC Bonds:						
Parity Bonds	-	15,990,000	-	-	15,990,000	145,000
Discount on Parity Bonds	-	(56,109)	-	778	(55,331)	-
Non-Taxable Housing Bonds	-	5,050,000	-	-	5,050,000	25,000
Discount on Non-Taxable Housing Bonds	-	(53,744)	-	752	(52,992)	-
Taxable Housing Bonds	-	5,095,000	-	-	5,095,000	120,000
2009 CDC Parity Bonds	-	16,720,000	-	-	16,720,000	250,000
Discount on Parity Bonds	-	(241,693)	-	3,366	(238,327)	-
Total Governmental Activities	<u>\$ -</u>	<u>\$ 61,777,466</u>	<u>\$ 265</u>	<u>\$ 17,932</u>	<u>\$ 61,795,663</u>	<u>\$ 1,010,000</u>

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, Continued

E. Long-Term Debt, Continued

2004 CDC Tax Allocation Refunding Bonds – Original Issue \$22,500,000

On September 1, 2004, the Camarillo Community Development Commission (CDC) issued \$22,500,000 in Tax Allocation Refunding Bonds Series 2004, bearing interest rates ranging from 2.75 to 5.125 percent and maturing on September 1, 2036. In addition to providing the funds to advance refund the \$6,345,000 outstanding principal plus interest on the Series 1999 Bonds, the proceeds were used to finance certain redevelopment projects within the Camarillo Corridor Project Area, to fund a reserve account for the bonds, and to pay bond issuance costs. The City, as Successor Agency to the CDC, will pay all future bond obligations with Redevelopment Property Tax Trust Fund (RPTTF) distributions to service enforceable obligations. The annual debt service requirements at June 30, 2012, are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 470,000	\$ 870,661	\$ 1,340,661
2014	485,000	855,139	1,340,139
2015	500,000	838,636	1,338,636
2016	515,000	821,124	1,336,124
2017	535,000	802,414	1,337,414
2018-2022	2,995,000	3,681,363	6,676,363
2023-2027	3,675,000	2,982,641	6,657,641
2028-2032	4,590,000	2,038,685	6,628,685
2033-2037	5,835,000	757,875	6,592,875
Total	<u>\$ 19,600,000</u>	<u>\$ 13,648,538</u>	<u>\$ 33,248,538</u>

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission continue to make payments due for enforceable obligations (i.e. debt service). Redevelopment Property Tax Trust Fund (RPTTF) distributions will continue to repay the CDC Tax Allocation Refunding Bonds Series 2004. Total principal and interest remaining on the bond totals \$33,248,538 and is payable through 2037. For the current year, the total of principal and interest paid was \$1,340,006, of which \$900,916 relates to the former redevelopment agency.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, Continued

E. Long-Term Debt, Continued

2006 CDC Tax Allocation Parity Bonds – Original Issue \$16,805,000

On November 10, 2006, the Camarillo Community Development Commission issued \$16,805,000 in Tax Allocation Parity Bonds Series 2006, bearing interest rates ranging from 4 to 5 percent and maturing on September 1, 2041. The proceeds of the Series 2006 Bonds were used to finance certain redevelopment projects within the Camarillo Corridor Project Area, to fund a reserve insurance policy for the bonds, and to pay bond issuance costs. The City, as Successor Agency to the CDC, will pay all future bond obligations with Redevelopment Property Tax Trust Fund (RPTTF) distributions to service enforceable obligations. The annual debt service requirements at June 30, 2012, are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 145,000	\$ 704,637	\$ 849,637
2014	155,000	698,637	853,637
2015	160,000	692,338	852,338
2016	165,000	685,837	850,837
2017	170,000	678,288	848,288
2018-2022	985,000	3,266,469	4,251,469
2023-2027	1,205,000	3,038,643	4,243,643
2028-2032	1,490,000	2,747,313	4,237,313
2033-2037	1,850,000	2,383,750	4,233,750
2038-2042	9,665,000	1,126,012	10,791,012
Total	<u>\$ 15,990,000</u>	<u>\$ 16,021,924</u>	<u>\$ 32,011,924</u>

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission continue to make payments due for enforceable obligations (i.e. debt service). Redevelopment Property Tax Trust Fund (RPTTF) distributions will continue to repay the 2006 CDC Tax Allocation Parity Bonds. Total principal and interest remaining on the bond totals \$32,011,924 and is payable through 2042. For the current year, the total of principal and interest paid was \$850,338, of which \$496,569 relates to the former redevelopment agency.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, Continued

E. Long-Term Debt, Continued

2006 CDC Housing Set-Aside Tax Allocation Bonds, Series 2006A – Original Issue \$5,110,000

On November 10, 2006, the Camarillo Community Development Commission issued \$5,110,000 in Housing Set-Aside Tax Allocation Bonds Series 2006A, tax-exempt bonds bearing interest rates ranging from 4.5 to 4.6 percent and maturing on September 1, 2041. The proceeds of the Series 2006A Bonds were used to finance certain low and moderate income housing projects and programs, to fund a debt service reserve account for the bonds, to fund the purchase of a surety and to pay bond issuance costs. The City, as Successor Agency to the CDC, will pay all future bond obligations with Redevelopment Property Tax Trust Fund (RPTTF) distributions to service enforceable obligations. The annual debt service requirements at June 30, 2012, are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 25,000	\$ 228,115	\$ 253,115
2014	25,000	226,965	251,965
2015	25,000	225,815	250,815
2016	25,000	224,665	249,665
2017	30,000	223,400	253,400
2018-2022	160,000	1,095,840	1,255,840
2023-2027	200,000	1,054,670	1,254,670
2028-2032	250,000	1,002,920	1,252,920
2033-2037	1,395,000	875,873	2,270,873
2038-2042	2,915,000	340,422	3,255,422
Total	<u>\$ 5,050,000</u>	<u>\$ 5,498,685</u>	<u>\$ 10,548,685</u>

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission continue to make payments due for enforceable obligations (i.e. debt service). Redevelopment Property Tax Trust Fund (RPTTF) distributions will continue to repay the 2006A CDC Housing Set-Aside Tax Allocation Bonds. Total principal and interest remaining on the bond totals \$10,548,685 and is payable through 2042. For the current year, the total of principal and interest paid were \$249,150, of which \$134,805 relates to the former redevelopment agency.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, Continued

E. Long-Term Debt, Continued

2006 CDC Housing Set-Aside Tax Allocation Bonds, Series 2006A-T – Original Issue \$5,715,000

On November 10, 2006, the Camarillo Community Development Commission issued \$5,715,000 in Housing Set-Aside Tax Allocation Bonds Series 2006A-T, taxable bonds bearing interest rates ranging from 5.26 to 5.91 percent and maturing on September 1, 2034. The proceeds of the Series 2006A-T Bonds were used to finance certain low and moderate income housing projects and programs, to fund a debt service reserve account for the bonds, to fund the purchase of a surety and to pay bond issuance costs. The City, as Successor Agency to the CDC, will pay all future bond obligations with Redevelopment Property Tax Trust Fund (RPTTF) distributions to service enforceable obligations. The annual debt service requirements at June 30, 2012, are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 120,000	\$ 291,069	\$ 411,069
2014	125,000	284,625	409,625
2015	130,000	277,919	407,919
2016	140,000	270,817	410,817
2017	145,000	263,322	408,322
2018-2022	860,000	1,178,186	2,038,186
2023-2027	1,140,000	891,498	2,031,498
2028-2032	1,515,000	506,044	2,021,044
2033-2035	920,000	70,920	990,920
Total	<u>\$ 5,095,000</u>	<u>\$ 4,034,400</u>	<u>\$ 9,129,400</u>

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission continue to make payments due for enforceable obligations (i.e. debt service). Redevelopment Property Tax Trust Fund (RPTTF) distributions will continue to repay the 2006A Taxable CDC Housing Set-Aside Tax Allocation Bonds. Total principal and interest remaining on the bond totals \$9,129,400 and is payable through 2035. For the current year, the total principal and interest paid were \$412,249, of which \$265,137 relates to the former redevelopment agency.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, Continued

E. Long-Term Debt, Continued

2009 CDC Tax Allocation Parity Bonds – Original Issue \$17,490,000

On December 23, 2009, the Camarillo Community Development Commission issued \$17,490,000 in Tax Allocation Parity Bonds Series 2009, bearing interest rates ranging from 2 percent to 6 percent and maturing on September 1, 2041. The proceeds of the Series 2009 Bonds were used to finance certain redevelopment projects within the Camarillo Corridor Project Area, to fund a reserve insurance policy for the bonds, and to pay bond issuance costs. The City, as Successor Agency to the CDC, will pay all future bond obligations with Redevelopment Property Tax Trust Fund (RPTTF) distributions to service enforceable obligations. The annual debt service requirements at June 30, 2012, are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 250,000	\$ 935,613	\$ 1,185,613
2014	255,000	928,037	1,183,037
2015	265,000	918,913	1,183,913
2016	275,000	906,737	1,181,737
2017	290,000	892,612	1,182,612
2018-2022	1,670,000	4,222,094	5,892,094
2023-2027	2,165,000	3,719,344	5,884,344
2028-2032	2,810,000	3,041,753	5,851,753
2033-2037	3,740,000	2,086,084	5,826,084
2038-2042	5,000,000	784,500	5,784,500
Total	<u>\$ 16,720,000</u>	<u>\$ 18,435,687</u>	<u>\$ 35,155,687</u>

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission continue to make payments due for enforceable obligations (i.e. debt service). Redevelopment Property Tax Trust Fund (RPTTF) distributions will continue to repay the 2009 CDC Tax Allocation Parity Bonds. Total principal and interest remaining on the bond totals \$35,155,687 and is payable through 2042. For the current year, the total of principal and interest paid were \$1,182,962, of which \$713,281 relates to the former redevelopment agency.

City of Camarillo
Notes to Basic Financial Statements, Continued
For the Fiscal Year Ended June 30, 2012

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, Continued

E. Long-Term Debt, Continued

Pledged Revenue

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission continue to make payments due for enforceable obligations (i.e. debt service). Redevelopment Property Tax Trust Fund (RPTTF) distributions will continue to repay the tax allocation bonds of the City of Camarillo as the Successor Agency to the former Camarillo Community Development Commission. Total principal and interest remaining on the allocation bonds totals \$120,094,234, payable through 2042. Current year bond principal and interest paid with RPTTF were as follows:

<u>Bond Series</u>	<u>Principal and Interest</u>
2004 CDC Tax Allocation Refunding Bonds	\$ 1,340,006
2006 CDC Tax Allocation Parity Bonds	850,338
2006 Housing Set-Aside Tax Allocation Bonds	249,150
2006 CDC Housing Set-Aside Tax Allocation Bonds, Series 2006-A-T	412,249
2009 CDC Tax Allocation Parity Bonds	1,182,962
	<u>\$ 4,034,705</u>
	<u>Tax Increment Revenue</u>
Gross tax increment paid to the CDC	\$ 3,764,931
Redevelopment Property Tax Trust Fund distribution paid to the Successor Agency	2,552,548
	<u>\$ 6,317,479</u>
Net of:	
Pass through payments to other agencies	<u>(1,041,259)</u>
Net Amount Available to pay Enforceable Obligations	<u>\$ 5,276,220</u>

REQUIRED SUPPLEMENTARY INFORMATION

City of Camarillo
Required Supplementary Information
For the Fiscal Year Ended June 30, 2012

1. BUDGETARY INFORMATION

The following is the budget comparison schedule for the City's General Fund.

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 26,423,018	\$ 27,802,262	\$ 28,162,509	\$ 360,247
Subventions and grants	200,000	195,301	208,286	12,985
Licenses and permits	500,000	568,000	632,344	64,344
Franchises	2,399,000	2,458,900	2,493,687	34,787
Contributions and developer fees	-	3,000	5,500	2,500
Fines and forfeitures	411,490	447,005	441,259	(5,746)
Charges for services	1,224,537	1,201,757	1,316,876	115,119
Investment earnings	296,450	325,412	233,514	(91,898)
Miscellaneous	164,366	169,026	171,214	2,188
Total revenues	<u>31,618,861</u>	<u>33,170,663</u>	<u>33,665,189</u>	<u>494,526</u>
EXPENDITURES:				
Current:				
General government	6,064,697	6,501,624	5,968,315	533,309
Public safety	16,865,969	16,740,583	16,253,332	487,251
Highways and streets	3,065,149	2,967,929	2,743,978	223,951
Community services	459,111	464,331	404,636	59,695
Culture and recreation	4,817,382	4,213,818	4,109,295	104,523
Capital outlay	184,690	69,691	30,417	39,274
Total expenditures	<u>31,456,998</u>	<u>30,957,976</u>	<u>29,509,973</u>	<u>1,448,003</u>
REVENUES OVER EXPENDITURES	<u>161,863</u>	<u>2,212,687</u>	<u>4,155,216</u>	<u>1,942,529</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,700,000	1,700,000	1,700,000	-
Transfers out	(16,709,500)	(5,712,230)	(4,132,330)	1,579,900
Total other financing sources (uses)	<u>(15,009,500)</u>	<u>(4,012,230)</u>	<u>(2,432,330)</u>	<u>1,579,900</u>
Net change in fund balances	(14,847,637)	(1,799,543)	1,722,886	3,522,429
FUND BALANCES:				
Beginning of year	45,717,976	45,717,976	45,717,976	-
End of year	<u>\$ 30,870,339</u>	<u>\$ 43,918,433</u>	<u>\$ 47,440,862</u>	<u>\$ 3,522,429</u>

City of Camarillo
Required Supplementary Information, Continued
For the Fiscal Year Ended June 30, 2012

1. BUDGETARY INFORMATION, Continued

The following is the budget comparison schedule for the Redevelopment Special Revenue Fund.

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment earnings	\$ 66,550	\$ 21,656	\$ 21,656	\$ -
Total revenues	66,550	21,656	21,656	-
EXPENDITURES:				
Community services	3,049,995	13,377	13,377	-
Total expenditures	3,049,995	13,377	13,377	-
REVENUES OVER (UNDER) EXPENDITURES	(2,983,445)	8,279	8,279	-
OTHER FINANCING SOURCES (USES):				
Transfers in	1,303,577	752,986	-	(752,986)
Transfers out	(661,400)	(3,774,114)	(661,399)	3,112,715
Total other financing sources (uses)	642,177	(3,021,128)	(661,399)	2,359,729
Extraordinary loss - ABx1 26	-	(10,865,310)	(13,225,039)	(2,359,729)
Net change in fund balances	(2,341,268)	(13,878,159)	(13,878,159)	-
FUND BALANCES:				
Beginning of year	13,878,159	13,878,159	13,878,159	-
End of year	\$ 11,536,891	\$ -	\$ -	\$ -

Note to Required Supplementary Information - Budgetary Information

The City's budget is prepared using the modified accrual basis of accounting consistent with U.S. generally accepted accounting principles.

City of Camarillo
Required Supplementary Information, Continued
For the Fiscal Year Ended June 30, 2012

2. SCHEDULE OF FUNDING PROGRESS FOR DEFINED PENSION PLAN AND OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

The following table provides required supplementary information regarding the City's PERS plan:

Valuation Date	Entry Age	Actuarial Value of Assets	Unfunded Liability	Funded Ratios	Annual Covered Payroll **	UAAL As a % of Payroll
	Normal Accrued Liability					
6/30/09	67,443,887	52,585,946	14,857,941	78.0%	11,218,193	132.4%
6/30/10	72,041,767	56,501,583	15,540,184	78.4%	11,452,944	135.7%
* 6/30/11	77,946,695	60,532,045	17,414,650	77.7%	11,749,709	148.2%

The following table provides required supplementary information regarding the City's OPEB plan:

Valuation Date	Actuarial	Actuarial	Unfunded Liability	Funded Ratios	Annual Covered Payroll ***	UAAL As a % of Payroll
	Accrued Liability	Value of Assets				
6/30/08	\$ 2,139,114	\$ 1,750,000	\$ 389,114	81.8%	\$ 10,425,974	3.7%
* 6/30/10	\$ 2,872,622	\$ 2,037,500	\$ 835,122	70.9%	\$ 11,452,944	7.3%

* Most recent data available

** According to the respective valuation year as calculated by CalPERS

*** According to the respective actuarial valuation



SUPPLEMENTARY INFORMATION

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Redevelopment Debt Service Fund For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 7,092,500	\$ 3,764,931	\$ 3,764,931	\$ -
Total revenues	<u>7,092,500</u>	<u>3,764,931</u>	<u>3,764,931</u>	<u>-</u>
EXPENDITURES:				
Current:				
Community services	106,150	23,018	23,017	1
Pass-through payments to other agencies	1,915,080	1,041,260	1,041,259	1
AB1484 true up payment	-	-	932,115	(932,115)
Debt Service:				
Principal	970,000	970,000	970,000	-
Interest and fiscal charges	2,957,250	1,546,587	1,546,587	-
Total expenditures	<u>5,948,480</u>	<u>3,580,865</u>	<u>4,512,978</u>	<u>(932,113)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>1,144,020</u>	<u>184,066</u>	<u>(748,047)</u>	<u>(932,113)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	661,400	1,110,693	1,110,693	-
Transfers out	(1,303,577)	(3,918,299)	(500,527)	3,417,772
Total other financing sources (uses)	<u>(642,177)</u>	<u>(2,807,606)</u>	<u>610,166</u>	<u>3,417,772</u>
Extraordinary loss - ABx1 26	-	-	(2,485,659)	(2,485,659)
Net change in fund balances	501,843	(2,623,540)	(2,623,540)	-
FUND BALANCES:				
Beginning of year	2,623,540	2,623,540	2,623,540	-
End of year	<u>\$ 3,125,383</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

Library Debt Service Fund

For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment earnings	\$ -	\$ -	\$ 16	\$ 16
Total revenues	<u>-</u>	<u>-</u>	<u>16</u>	<u>16</u>
EXPENDITURES:				
Current:				
Culture and recreation	1,650	3,900	2,245	1,655
Debt service:				
Principal	205,000	205,000	205,000	-
Interest and fiscal charges	339,050	334,700	194,086	140,614
Cost of debt issuance	-	371,100	273,831	97,269
Total expenditures	<u>545,700</u>	<u>914,700</u>	<u>675,162</u>	<u>239,538</u>
REVENUES UNDER EXPENDITURES	(545,700)	(914,700)	(675,146)	239,554
OTHER FINANCING SOURCES:				
Transfers in	550,000	875,000	875,000	-
Issuance of refunding bonds	-	7,600,000	7,630,000	30,000
Premium on refunding bonds	-	262,360	262,360	-
Payment to refunding bonds escrow agent	-	(7,450,000)	(7,620,591)	(170,591)
Total other financing sources	<u>550,000</u>	<u>1,287,360</u>	<u>1,146,769</u>	<u>(140,591)</u>
Net change in fund balances	4,300	372,660	471,623	98,963
FUND BALANCES:				
Beginning of year	<u>34,577</u>	<u>34,577</u>	<u>34,577</u>	<u>-</u>
End of year	<u>\$ 38,877</u>	<u>\$ 407,237</u>	<u>\$ 506,200</u>	<u>\$ 98,963</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Capital Improvement Projects Fund For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ 3,491,000	\$ 3,854,366	\$ 1,405,521	\$ (2,448,845)
Contributions and developer fees	298,000	214,131	213,355	(776)
Investment earnings	58,250	130,000	95,688	(34,312)
Total revenues	<u>3,847,250</u>	<u>4,198,497</u>	<u>1,714,564</u>	<u>(2,483,933)</u>
EXPENDITURES:				
Capital outlay	8,470,000	12,956,666	6,374,724	6,581,942
Total expenditures	8,470,000	12,956,666	6,374,724	6,581,942
REVENUES UNDER EXPENDITURES	<u>(4,622,750)</u>	<u>(8,758,169)</u>	<u>(4,660,160)</u>	<u>4,098,009</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	3,450,000	3,771,000	126,165	(3,644,835)
Transfers out	(1,700,000)	(1,700,000)	(1,701,489)	(1,489)
Total other financing sources (uses)	<u>1,750,000</u>	<u>2,071,000</u>	<u>(1,575,324)</u>	<u>(3,646,324)</u>
Net change in fund balances	(2,872,750)	(6,687,169)	(6,235,484)	451,685
FUND BALANCES:				
Beginning of year	17,913,401	17,913,401	17,913,401	-
End of year	<u>\$ 15,040,651</u>	<u>\$ 11,226,232</u>	<u>\$ 11,677,917</u>	<u>\$ 451,685</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual City CDC CIP Administration Fund For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment earnings	\$ 13,550	\$ 42,236	\$ 42,236	\$ -
Total revenues	<u>13,550</u>	<u>42,236</u>	<u>42,236</u>	<u>-</u>
EXPENDITURES:				
Current:				
Community services	1,894,207	438,871	438,872	(1)
Capital outlay	8,355,000	6,279,432	6,279,430	2
Total expenditures	<u>10,249,207</u>	<u>6,718,303</u>	<u>6,718,302</u>	<u>1</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(10,235,657)</u>	<u>(6,676,067)</u>	<u>(6,676,066)</u>	<u>1</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	11,508,000	500,527	500,527	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>11,508,000</u>	<u>500,527</u>	<u>500,527</u>	<u>-</u>
Extraordinary loss - ABx1 26	-	(6,645,619)	(8,371,575)	(1,725,956)
Net change in fund balances	1,272,343	(12,821,159)	(14,547,114)	(1,725,955)
FUND BALANCES:				
Beginning of year	28,740,214	28,740,214	28,740,214	-
End of year	<u>\$ 30,012,557</u>	<u>\$ 15,919,055</u>	<u>\$ 14,193,100</u>	<u>\$ (1,725,955)</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

City CIP SA Housing Fund

For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
EXPENDITURES:				
Community services	\$ -	\$ -	\$ 287	\$ (287)
Total expenditures	<u>-</u>	<u>-</u>	<u>287</u>	<u>(287)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>(287)</u>	<u>(287)</u>
Extraordinary loss - ABx1 26	<u>-</u>	<u>-</u>	<u>2,708,258</u>	<u>2,708,258</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>2,707,971</u>	<u>2,707,971</u>
FUND BALANCES:				
Beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,707,971</u></u>	<u><u>\$ 2,707,971</u></u>

NON-MAJOR GOVERNMENTAL FUNDS

The City has established the following governmental funds in order to account for the proceeds from revenue sources that are restricted to expenditures for specified purposes, debt service, and capital projects. Budgets are prepared using the modified accrual basis of accounting consistent with U.S. generally accepted accounting principles.

Special Revenue Funds:

Article 8 TDA Fund - This fund is used to account for special state subventions under the Transportation Development Act (TDA) that are legally restricted to the maintenance of highways within the City's boundaries.

Article 3 TDA Fund - This fund is used to account for special state subventions under the TDA that are legally restricted to the maintenance of bikeways and handicapped ramps within the City's boundaries.

Gas Tax Fund - This fund is used to account for motor fuel tax revenues that are legally restricted to the maintenance and construction of streets.

Air Quality Management Fund - This fund is used to account for revenues from air quality impact fees that are required to be used for transportation mitigation.

Community Development Block Grant Fund - This fund is used to account for monies that are usable primarily for home rehabilitation projects for low income applicants, first-time home buyers, senior housing projects and the Fair Housing Counseling Program.

Library Fund - This fund is used to account for public contributions that are legally restricted to the operations of the new Library.

Cable PEG Fees - This fund is used to account for revenues dedicated to capital improvements of cable Public Access facilities.

Maintenance District Fund includes the following:

Lighting and Landscape Maintenance - This is used to account for property tax revenues that are restricted to citywide street lighting and landscape maintenance expenditures.

Mission Oaks MDIA - This is used to account for revenues from property taxes and assessments levied on the property within the Mission Oaks district that are specifically restricted to the district's median, parkway, slopes, and tree maintenance.

Wittenberg Maintenance District 2A - This is used to account for revenues from assessments levied on properties within the Wittenberg subdivision that are specifically restricted to the maintenance of landscape and open space areas within and immediately adjacent to the tract.

Armitos Storm Basins Maintenance District - This is used to maintain three storm drain desilting basins which serve the Armitos Tract.

Mission Oaks Industrial - This is used to account for revenues from assessments that are to be used to maintain landscaping within the district.

Presley Maintenance District - This is used to account for revenues from assessments that are to be used for maintenance of landscaping in the flood control areas located off Sierra Mesa.

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds:

Spanish Hills Maintenance District - This is used to account for revenues from assessments that are to be used for maintenance of landscaping within this district.

Sares/Regis Maintenance District - This is used for maintenance of a drainage basin which serves the Sares/Regis Tract.

Vista Las Posas Maintenance District - This is used for the maintenance of entrance street landscaping and a storm

Adolfo Glen II Maintenance District - This is used to account for revenues from assessments that are to be used to maintain landscaping within the district.

Adolfo Glen III Maintenance District - This is used to account for revenues from assessments that are to be used to maintain landscaping within this district.

Debt Service Funds:

Las Posas/Upland Debt Service Fund - This fund is used to account for the accumulation of resources and payment of long-term debt principal and interest for Certificates of Participation issued by the City to finance the Las Posas/Upland Road and Bridge Project.

Police Facility Debt Service Fund - This fund is used to account for the accumulation of resources and payment of long-term debt principal and interest for interfund loans and Certificates of Participation issued by the City to finance the acquisition and renovation of the Police Facility.

City CDC Debt Administration Fund - This fund is used to account for the excess tax increment received in Redevelopment Debt Service Fund.

Capital Projects Funds:

Community Facilities District (CFD) #1 Capital Projects Fund - This fund is used to account for capital asset acquisition and construction in the Community Facilities District, including a bridge at the 101/Central Avenue Interchange, sewer improvements and drainage improvements together with appurtenances and appurtenant work, equipment, real property, and other tangible property.

Community Facilities District (CFD) #2 Capital Projects Fund - This fund is used to account for capital asset construction of bridge and road facilities relating to a portion of a freeway interchange overcrossing over U.S. 101 between the existing interchanges of Las Posas Road and Central Avenue.

Ramona Drive Sewer Capital Projects Fund - This fund is used to account for capital asset acquisition and construction related to infrastructure and connection of residential properties to the city's sewer system. This project will be funded by property assessments.

City of Camarillo
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2012

	Special Revenue			
	Article 8 TDA	Article 3 TDA	Gas Tax	Air Quality Management
ASSETS				
Cash and investments	\$ 7,803,810	\$ 204,436	\$ 895,946	\$ 8,788
Receivables:				
Accounts, net	-	-	203,198	-
Interest	20,954	635	2,567	125
Notes	-	-	-	-
Restricted cash and investments	-	-	-	-
Total assets	<u>\$ 7,824,764</u>	<u>\$ 205,071</u>	<u>\$ 1,101,711</u>	<u>\$ 8,913</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 91,832	\$ -
Deposits payable	-	-	-	-
Retentions payable	-	-	-	-
Deferred revenue	-	-	-	-
Compensated absences payable	-	-	147,680	-
Total liabilities	<u>-</u>	<u>-</u>	<u>239,512</u>	<u>-</u>
Fund Balances:				
Restricted	7,824,764	205,071	862,199	8,913
Assigned	-	-	-	-
Total fund balances	<u>7,824,764</u>	<u>205,071</u>	<u>862,199</u>	<u>8,913</u>
Total liabilities and fund balances	<u>\$ 7,824,764</u>	<u>\$ 205,071</u>	<u>\$ 1,101,711</u>	<u>\$ 8,913</u>

Special Revenue				
Community Development Block Grant	Library	Cable PEG Fees	Maintenance District	Total Special Revenue
\$ 222,766	\$ 1,314,735	\$ 505,127	\$ 1,922,049	\$ 12,877,657
36,230	-	26,200	69,943	335,571
-	4,901	1,390	4,900	35,472
651,577	-	-	-	651,577
-	-	-	-	-
<u>\$ 910,573</u>	<u>\$ 1,319,636</u>	<u>\$ 532,717</u>	<u>\$ 1,996,892</u>	<u>\$ 13,900,277</u>
\$ 13,122	\$ 42,418	\$ 570	\$ 200,456	\$ 348,398
-	-	-	-	-
-	-	-	-	-
785,670	-	-	-	785,670
-	-	-	102,350	250,030
<u>798,792</u>	<u>42,418</u>	<u>570</u>	<u>302,806</u>	<u>1,384,098</u>
111,781	1,277,218	532,147	1,694,086	12,516,179
-	-	-	-	-
<u>111,781</u>	<u>1,277,218</u>	<u>532,147</u>	<u>1,694,086</u>	<u>12,516,179</u>
<u>\$ 910,573</u>	<u>\$ 1,319,636</u>	<u>\$ 532,717</u>	<u>\$ 1,996,892</u>	<u>\$ 13,900,277</u>

(Continued)

City of Camarillo
Combining Balance Sheet
Non-Major Governmental Funds, Continued
June 30, 2012

	Debt Service		
	Las Posas/Upland	Police Facility	City CDC Debt Administration
ASSETS			
Cash and investments	\$ 25,275	\$ 12,601	\$ -
Receivables:			
Accounts, net	-	-	-
Interest	-	-	-
Notes	-	-	-
Restricted cash and investments	-	-	-
Total assets	<u>\$ 25,275</u>	<u>\$ 12,601</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Deposits payable	-	-	-
Retentions payable	-	-	-
Deferred revenue	-	-	-
Compensated absences payable	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:			
Restricted	-	-	-
Assigned	25,275	12,601	-
Total fund balances	<u>25,275</u>	<u>12,601</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 25,275</u>	<u>\$ 12,601</u>	<u>\$ -</u>

Capital Project			
Community Facilities District #1	Community Facilities District #2	Ramona Drive Sewer	Total Non-major Governmental Funds
\$ 60,671	\$ -	\$ -	\$ 12,976,204
-	-	-	335,571
297	-	-	35,769
-	-	-	651,577
48,538	83,196	-	131,734
<u>\$ 109,506</u>	<u>\$ 83,196</u>	<u>\$ -</u>	<u>\$ 14,130,855</u>
\$ 595	\$ -	\$ -	\$ 348,993
48,538	83,196	-	131,734
6,694	-	-	6,694
-	-	-	785,670
-	-	-	250,030
<u>55,827</u>	<u>83,196</u>	<u>-</u>	<u>1,523,121</u>
-	-	-	12,516,179
53,679	-	-	91,555
<u>53,679</u>	<u>-</u>	<u>-</u>	<u>12,607,734</u>
<u>\$ 109,506</u>	<u>\$ 83,196</u>	<u>\$ -</u>	<u>\$ 14,130,855</u>

(Concluded)

City of Camarillo

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Non-Major Governmental Funds

For the Fiscal Year Ended June 30, 2012

	Special Revenue			
	Article 8 TDA	Article 3 TDA	Gas Tax	Air Quality Management
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Subventions and grants	2,060,558	7,092	1,869,474	-
Franchises	-	-	-	-
Contributions and developer fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Charges for services	-	-	27,271	-
Investment income	38,912	1,178	4,767	232
Total revenues	<u>2,099,470</u>	<u>8,270</u>	<u>1,901,512</u>	<u>232</u>
EXPENDITURES:				
Current:				
Highways and streets	-	-	2,828,745	-
Community services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	8,996	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>2,837,741</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>2,099,470</u>	<u>8,270</u>	<u>(936,229)</u>	<u>232</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	880,100	-
Transfers out	(85,109)	-	(56)	(41,000)
Total other financing sources (uses)	<u>(85,109)</u>	<u>-</u>	<u>880,044</u>	<u>(41,000)</u>
Net change in fund balances	2,014,361	8,270	(56,185)	(40,768)
FUND BALANCES (DEFICITS):				
Beginning of year	<u>5,810,403</u>	<u>196,801</u>	<u>918,384</u>	<u>49,681</u>
End of year	<u>\$ 7,824,764</u>	<u>\$ 205,071</u>	<u>\$ 862,199</u>	<u>\$ 8,913</u>

Special Revenue				
Community Development Block Grant	Library	Cable PEG Fees	Maintenance District	Total Special Revenue
\$ -	\$ -	\$ -	\$ 2,247,921	\$ 2,247,921
294,089	-	-	-	4,231,213
-	-	154,080	-	154,080
-	217,676	-	-	217,676
-	-	-	13,618	13,618
-	-	-	324,676	351,947
-	9,101	2,581	11,516	68,287
<u>294,089</u>	<u>226,777</u>	<u>156,661</u>	<u>2,597,731</u>	<u>7,284,742</u>
-	-	-	4,062,566	6,891,311
327,716	-	-	-	327,716
-	407,743	25,520	-	433,263
-	9,362	-	-	18,358
-	-	-	-	-
-	-	-	-	-
<u>327,716</u>	<u>417,105</u>	<u>25,520</u>	<u>4,062,566</u>	<u>7,670,648</u>
<u>(33,627)</u>	<u>(190,328)</u>	<u>131,141</u>	<u>(1,464,835)</u>	<u>(385,906)</u>
-	-	-	1,326,500	2,206,600
-	(26,670)	-	-	(152,835)
<u>-</u>	<u>(26,670)</u>	<u>-</u>	<u>1,326,500</u>	<u>2,053,765</u>
(33,627)	(216,998)	131,141	(138,335)	1,667,859
<u>145,408</u>	<u>1,494,216</u>	<u>401,006</u>	<u>1,832,421</u>	<u>10,848,320</u>
<u>\$ 111,781</u>	<u>\$ 1,277,218</u>	<u>\$ 532,147</u>	<u>\$ 1,694,086</u>	<u>\$ 12,516,179</u>

(Continued)

City of Camarillo

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Non-Major Governmental Funds Continued

For the Fiscal Year Ended June 30, 2012

	Debt Service		
	Las Posas/Upland	Police Facility	City CDC Debt Administration
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Subventions and grants	-	-	-
Franchises	-	-	-
Contributions and developer fees	-	-	-
Fines and forfeitures	-	-	-
Charges for services	-	-	-
Investment income	-	1	-
Total revenues	<u>-</u>	<u>1</u>	<u>-</u>
EXPENDITURES:			
Current:			
Highways and streets	-	-	-
Community services	-	-	-
Culture and recreation	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	200,000	-
Interest and fiscal charges	-	16,560	-
Total expenditures	<u>-</u>	<u>216,560</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>(216,559)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	215,000	-
Transfers out	-	-	(449,294)
Total other financing sources (uses)	<u>-</u>	<u>215,000</u>	<u>(449,294)</u>
Net change in fund balances	-	(1,559)	(449,294)
FUND BALANCES (DEFICITS):			
Beginning of year	<u>25,275</u>	<u>14,160</u>	<u>449,294</u>
End of year	<u>\$ 25,275</u>	<u>\$ 12,601</u>	<u>\$ -</u>

Capital Project			
Community Facilities District #1	Community Facilities District #2	Ramona Drive Sewer	Total Other Governmental Funds
\$ -	\$ -	\$ -	\$ 2,247,921
-	-	-	4,231,213
-	-	-	154,080
-	-	-	217,676
-	-	-	13,618
-	-	-	351,947
551	-	-	68,839
<u>551</u>	<u>-</u>	<u>-</u>	<u>7,285,294</u>
-	66	1,535	6,892,912
-	-	-	327,716
-	-	-	433,263
70,411	-	-	88,769
-	-	-	200,000
-	-	-	16,560
<u>70,411</u>	<u>66</u>	<u>1,535</u>	<u>7,959,220</u>
<u>(69,860)</u>	<u>(66)</u>	<u>(1,535)</u>	<u>(673,926)</u>
-	-	-	2,421,600
-	-	-	(602,129)
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,819,471</u>
(69,860)	(66)	(1,535)	1,145,545
<u>123,539</u>	<u>66</u>	<u>1,535</u>	<u>11,462,189</u>
<u>\$ 53,679</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,607,734</u>

(Concluded)

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

Article 8 TDA Special Revenue Fund

For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ 2,060,558	\$ 2,060,558	\$ 2,060,558	\$ -
Investment earnings	54,250	54,250	38,912	(15,338)
Total revenues	<u>2,114,808</u>	<u>2,114,808</u>	<u>2,099,470</u>	<u>(15,338)</u>
OTHER FINANCING USES:				
Transfers out	(2,370,000)	(2,940,000)	(85,109)	2,854,891
Total other financing uses	<u>(2,370,000)</u>	<u>(2,940,000)</u>	<u>(85,109)</u>	<u>2,854,891</u>
Net change in fund balances	(255,192)	(825,192)	2,014,361	2,839,553
FUND BALANCES:				
Beginning of year	5,810,403	5,810,403	5,810,403	-
End of year	<u>\$ 5,555,211</u>	<u>\$ 4,985,211</u>	<u>\$ 7,824,764</u>	<u>\$ 2,839,553</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

Article 3 TDA Special Revenue Fund

For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ -	\$ -	\$ 7,092	\$ 7,092
Investment earnings	1,450	1,450	1,178	(272)
Total revenues	<u>1,450</u>	<u>1,450</u>	<u>8,270</u>	<u>6,820</u>
OTHER FINANCING USES:				
Transfers out	(30,000)	(30,000)	-	30,000
Total other financing uses	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>	<u>30,000</u>
Net change in fund balances	(28,550)	(28,550)	8,270	36,820
FUND BALANCES:				
Beginning of year	<u>196,801</u>	<u>196,801</u>	<u>196,801</u>	<u>-</u>
End of year	<u>\$ 168,251</u>	<u>\$ 168,251</u>	<u>\$ 205,071</u>	<u>\$ 36,820</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Gas Tax Special Revenue Fund For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ 1,805,906	\$ 1,721,603	\$ 1,869,474	\$ 147,871
Charges for services	20,000	20,000	27,271	7,271
Investment earnings	6,050	6,050	4,767	(1,283)
Total revenues	<u>1,831,956</u>	<u>1,747,653</u>	<u>1,901,512</u>	<u>153,859</u>
EXPENDITURES:				
Current:				
Highways and streets:				
Administration	8,000	8,000	7,500	500
Salaries and benefits	1,957,794	1,966,534	1,835,751	130,783
Street lights, energy & utilities	58,500	55,560	45,182	10,378
Maintenance-landscape, street & median	340,250	348,280	224,449	123,831
Miscellaneous	847,245	847,536	715,863	131,673
Capital outlay	-	8,998	8,996	2
Total expenditures	<u>3,211,789</u>	<u>3,234,908</u>	<u>2,837,741</u>	<u>397,167</u>
REVENUES UNDER EXPENDITURES	<u>(1,379,833)</u>	<u>(1,487,255)</u>	<u>(936,229)</u>	<u>551,026</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,700,000	1,700,000	880,100	(819,900)
Transfers out	(600,000)	(660,000)	(56)	659,944
Total other financing sources	<u>1,100,000</u>	<u>1,040,000</u>	<u>880,044</u>	<u>(159,956)</u>
Net change in fund balances	(279,833)	(447,255)	(56,185)	391,070
FUND BALANCES:				
Beginning of year	918,384	918,384	918,384	-
End of year	<u>\$ 638,551</u>	<u>\$ 471,129</u>	<u>\$ 862,199</u>	<u>\$ 391,070</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

Air Quality Management Special Revenue Fund

For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Charges for services	\$ 150,000	\$ -	\$ -	\$ -
Investment earnings	200	200	232	32
Total revenues	<u>150,200</u>	<u>200</u>	<u>232</u>	<u>32</u>
OTHER FINANCING USES:				
Transfers out	<u>(150,000)</u>	<u>(41,000)</u>	<u>(41,000)</u>	<u>-</u>
Total other financing uses	<u>(150,000)</u>	<u>(41,000)</u>	<u>(41,000)</u>	<u>-</u>
Net change in fund balances	200	(40,800)	(40,768)	32
FUND BALANCES:				
Beginning of year	<u>49,681</u>	<u>49,681</u>	<u>49,681</u>	<u>-</u>
End of year	<u>\$ 49,881</u>	<u>\$ 8,881</u>	<u>\$ 8,913</u>	<u>\$ 32</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Community Development Block Grant Special Revenue Fund For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ 322,609	\$ 543,948	\$ 294,089	\$ (249,859)
Total revenues	<u>322,609</u>	<u>543,948</u>	<u>294,089</u>	<u>(249,859)</u>
EXPENDITURES:				
Community services:				
Administration	52,522	52,522	79,578	(27,056)
Housing assistance	226,729	313,978	210,586	103,392
Senior services	11,759	11,759	11,759	-
Miscellaneous	31,599	31,599	25,793	5,806
Total expenditures	<u>322,609</u>	<u>409,858</u>	<u>327,716</u>	<u>82,142</u>
Net change in fund balances	-	134,090	(33,627)	(167,717)
FUND BALANCES:				
Beginning of year	<u>145,408</u>	<u>145,408</u>	<u>145,408</u>	-
End of year	<u>\$ 145,408</u>	<u>\$ 279,498</u>	<u>\$ 111,781</u>	<u>\$ (167,717)</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Library Special Revenue Fund For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Contributions and developer fees	\$ 250,200	\$ 190,820	\$ 217,676	\$ 26,856
Investment earnings	9,700	9,700	9,101	(599)
Total revenues	<u>259,900</u>	<u>200,520</u>	<u>226,777</u>	<u>26,257</u>
EXPENDITURES:				
Current:				
Culture and recreation:				
Books and databases	550,000	550,000	407,743	142,257
Capital outlay	-	7,350	9,362	(2,012)
Total expenditures	<u>550,000</u>	<u>557,350</u>	<u>417,105</u>	<u>140,245</u>
REVENUES UNDER EXPENDITURES	<u>(290,100)</u>	<u>(356,830)</u>	<u>(190,328)</u>	<u>166,502</u>
OTHER FINANCING USES:				
Transfers out	-	(26,670)	(26,670)	-
Total other financing uses	<u>-</u>	<u>(26,670)</u>	<u>(26,670)</u>	<u>-</u>
Net change in fund balances	(290,100)	(383,500)	(216,998)	166,502
FUND BALANCES:				
Beginning of year	<u>1,494,216</u>	<u>1,494,216</u>	<u>1,494,216</u>	<u>-</u>
End of year	<u>\$ 1,204,116</u>	<u>\$ 1,110,716</u>	<u>\$ 1,277,218</u>	<u>\$ 166,502</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Cable PEG Fees Special Revenue Fund For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Franchises	\$ 150,000	\$ 150,000	\$ 154,080	\$ 4,080
Investment earnings	3,450	3,450	2,581	(869)
Total revenues	<u>153,450</u>	<u>153,450</u>	<u>156,661</u>	<u>3,211</u>
EXPENDITURES:				
Culture and recreation	-	24,620	25,520	(900)
Total expenditures	<u>-</u>	<u>24,620</u>	<u>25,520</u>	<u>(900)</u>
REVENUES OVER EXPENDITURES	153,450	128,830	131,141	2,311
Net change in fund balances	153,450	128,830	131,141	2,311
FUND BALANCES:				
Beginning of year	<u>401,006</u>	<u>401,006</u>	<u>401,006</u>	<u>-</u>
End of year	<u>\$ 554,456</u>	<u>\$ 529,836</u>	<u>\$ 532,147</u>	<u>\$ 2,311</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Maintenance Districts For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 2,018,300	\$ 2,179,650	\$ 2,247,921	\$ 68,271
Fines and forfeitures	12,000	12,540	13,618	1,078
Charges for services	320,153	321,150	324,676	3,526
Investment earnings	9,750	11,050	11,516	466
Total revenues	<u>2,360,203</u>	<u>2,524,390</u>	<u>2,597,731</u>	<u>73,341</u>
EXPENDITURES:				
Highways and streets	4,536,279	4,377,807	4,062,566	315,241
Total expenditures	<u>4,536,279</u>	<u>4,377,807</u>	<u>4,062,566</u>	<u>315,241</u>
REVENUES UNDER EXPENDITURES	<u>(2,176,076)</u>	<u>(1,853,417)</u>	<u>(1,464,835)</u>	<u>388,582</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,990,000	1,990,000	1,326,500	(663,500)
Transfers out	-	(74,000)	-	74,000
Total other financing sources (uses)	<u>1,990,000</u>	<u>1,916,000</u>	<u>1,326,500</u>	<u>(589,500)</u>
Net change in fund balances	(186,076)	62,583	(138,335)	(200,918)
FUND BALANCES:				
Beginning of year	1,832,421	1,832,421	1,832,421	-
End of year	<u>\$ 1,646,345</u>	<u>\$ 1,895,004</u>	<u>\$ 1,694,086</u>	<u>\$ (200,918)</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Police Facility Debt Service Fund For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Charges for services	\$ 1,000	\$ 400	\$ -	\$ (400)
Investment earnings	-	-	1	1
Total revenues	<u>1,000</u>	<u>400</u>	<u>1</u>	<u>(399)</u>
EXPENDITURES:				
Debt service:				
Principal	200,000	200,000	200,000	-
Interest and fiscal charges	21,850	21,850	16,560	5,290
Total expenditures	<u>221,850</u>	<u>221,850</u>	<u>216,560</u>	<u>5,290</u>
REVENUES UNDER EXPENDITURES	(220,850)	(221,450)	(216,559)	4,891
OTHER FINANCING SOURCES:				
Transfers in	215,000	215,000	215,000	-
Total other financing sources	<u>215,000</u>	<u>215,000</u>	<u>215,000</u>	<u>-</u>
Net change in fund balances	(5,850)	(6,450)	(1,559)	4,891
FUND BALANCES:				
Beginning of year	14,160	14,160	14,160	-
End of year	<u>\$ 8,310</u>	<u>\$ 7,710</u>	<u>\$ 12,601</u>	<u>\$ 4,891</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

City CDC Debt Administration Debt Service Fund

For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
OTHER FINANCING USES:				
Transfers out	-	(449,294)	(449,294)	-
Total other financing uses	-	(449,294)	(449,294)	-
Net change in fund balances	-	(449,294)	(449,294)	-
FUND BALANCES:				
Beginning of year	449,294	449,294	449,294	-
End of year	<u>\$ 449,294</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Camarillo

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Community Facilities District #1 Capital Projects Fund
For the Fiscal Year Ended June 30, 2012**

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment earnings	\$ -	\$ 530	\$ 551	\$ 21
Total revenues	-	530	551	21
EXPENDITURES:				
Capital outlay	-	124,500	70,411	54,089
Total expenditures	-	124,500	70,411	54,089
Net change in fund balances	-	(123,970)	(69,860)	54,110
FUND BALANCES:				
Beginning of year	123,539	123,539	123,539	-
End of year	<u>\$ 123,539</u>	<u>\$ (431)</u>	<u>\$ 53,679</u>	<u>\$ 54,110</u>

City of Camarillo

**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Community Facilities District #2 Capital Projects Fund
For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	<u>Variance with Final Budget Positive (Negative)</u>
EXPENDITURES:				
Highways and streets:	<u>-</u>	<u>-</u>	<u>66</u>	<u>(66)</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>66</u>	<u>(66)</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>66</u>	<u>(66)</u>
FUND BALANCES:				
Beginning of Year	<u>66</u>	<u>66</u>	<u>66</u>	<u>-</u>
End of year	<u>\$ 66</u>	<u>\$ 66</u>	<u>\$ -</u>	<u>\$ (66)</u>

City of Camarillo

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual

Ramona Drive Sewer Capital Project Fund

For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	<u>Variance with Final Budget Positive (Negative)</u>
EXPENDITURES:				
Highways and streets	-	-	1,535	(1,535)
Total expenditures	<u>-</u>	<u>-</u>	<u>1,535</u>	<u>(1,535)</u>
Net change in fund balances	-	-	(1,535)	(1,535)
FUND BALANCES:				
Beginning of year	<u>1,535</u>	<u>1,535</u>	<u>1,535</u>	<u>-</u>
End of year	<u>\$ 1,535</u>	<u>\$ 1,535</u>	<u>\$ -</u>	<u>\$ (1,535)</u>

INTERNAL SERVICE FUNDS

Risk Management Fund - This fund is used to finance and account for the City's risk management program.

Human Resources Fund - This fund is used to account for the human resources department services of the City.

Information Services Fund - This fund is used to finance and account for the City's computer-related operations.

Vehicles & Equipment Fund - This fund is used to fund the operation, maintenance, and timely replacement of the City's fleet of vehicles and related equipment.

City Hall Facility Fund - This fund is used to provide maintenance and repairs to the City Hall facility.

Corporation Yard Facility Fund - This fund is used to provide maintenance and repairs to the Corporation Yard facility.

Police Facility Fund - This fund is used to provide maintenance and repairs to the Police facility.

Library Facility Fund - This fund is used to provide maintenance and repairs to the Library facility.

Camarillo Ranch Facility Fund - This fund is used to provide maintenance and repairs to the Camarillo Ranch facility.

Chamber of Commerce Facility Fund - This fund is used to provide maintenance and repairs to the Chamber of Commerce facility.

City of Camarillo
Combining Statement of Net Assets
Internal Service Funds
June 30, 2012

	<u>Risk Management</u>	<u>Human Resources</u>	<u>Information Services</u>	<u>Vehicles & Equipment</u>
ASSETS				
Current assets:				
Cash and investments	\$ 463,685	\$ 271,782	\$ 2,166,607	\$ 3,375,524
Receivables:				
Accounts, net	16,044	-	72	-
Interest	-	745	6,643	10,585
Prepaid items	26,525	-	27,480	-
Deposits	2,000	-	-	-
Total current assets	<u>508,254</u>	<u>272,527</u>	<u>2,200,802</u>	<u>3,386,109</u>
Capital assets:				
Non-depreciable assets	-	-	-	-
Depreciable assets, net	-	-	255,133	1,695,425
Total capital assets	<u>-</u>	<u>-</u>	<u>255,133</u>	<u>1,695,425</u>
Total assets	<u>508,254</u>	<u>272,527</u>	<u>2,455,935</u>	<u>5,081,534</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	7,913	48,659	51,727	10,455
Deposits payable	3,433	-	-	17,860
Compensated absences payable	21,205	20,340	71,585	22,888
Capital lease payable	-	-	-	-
Total current liabilities	<u>32,551</u>	<u>68,999</u>	<u>123,312</u>	<u>51,203</u>
Noncurrent liabilities:				
Compensated absences payable	-	-	258,530	82,165
Capital lease payable	-	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>258,530</u>	<u>82,165</u>
Total liabilities	<u>32,551</u>	<u>68,999</u>	<u>381,842</u>	<u>133,368</u>
NET ASSETS				
Invested in capital assets, net of related debt	-	-	255,133	1,695,425
Unrestricted	<u>475,703</u>	<u>203,528</u>	<u>1,818,960</u>	<u>3,252,741</u>
Total net assets	<u>\$ 475,703</u>	<u>\$ 203,528</u>	<u>\$ 2,074,093</u>	<u>\$ 4,948,166</u>

<u>City Hall</u>	<u>Corporation Yard</u>	<u>Police Facility</u>	<u>Library Facility</u>	<u>Camarillo Ranch Facility</u>	<u>Chamber of Commerce</u>	<u>Total</u>
\$ 3,927,468	\$ 887,306	\$ 1,376,534	\$ 2,171,002	\$ 587,165	\$ 31,711	\$ 15,258,784
-	1,197	134,129	911	-	-	152,353
11,873	2,793	4,320	6,781	1,478	119	45,337
-	-	-	-	-	-	54,005
-	-	-	-	-	-	2,000
<u>3,939,341</u>	<u>891,296</u>	<u>1,514,983</u>	<u>2,178,694</u>	<u>588,643</u>	<u>31,830</u>	<u>15,512,479</u>
334,200	-	1,101,092	1,177,269	194,585	189,320	2,996,466
1,629,666	1,551,936	2,598,441	22,092,257	916,219	250,613	30,989,690
<u>1,963,866</u>	<u>1,551,936</u>	<u>3,699,533</u>	<u>23,269,526</u>	<u>1,110,804</u>	<u>439,933</u>	<u>33,986,156</u>
<u>5,903,207</u>	<u>2,443,232</u>	<u>5,214,516</u>	<u>25,448,220</u>	<u>1,699,447</u>	<u>471,763</u>	<u>49,498,635</u>
12,076	2,879	1,807	45,731	3,757	111	185,115
-	-	-	1,148	-	-	22,441
6,412	1,193	1,412	8,611	2,635	88	156,369
114,986	16,918	-	-	-	-	131,904
<u>133,474</u>	<u>20,990</u>	<u>3,219</u>	<u>55,490</u>	<u>6,392</u>	<u>199</u>	<u>495,829</u>
42,994	4,895	5,518	23,203	950	249	418,504
59,254	8,718	-	-	-	-	67,972
<u>102,248</u>	<u>13,613</u>	<u>5,518</u>	<u>23,203</u>	<u>950</u>	<u>249</u>	<u>486,476</u>
<u>235,722</u>	<u>34,603</u>	<u>8,737</u>	<u>78,693</u>	<u>7,342</u>	<u>448</u>	<u>982,305</u>
1,789,626	1,526,300	3,699,533	23,269,526	1,110,804	439,933	33,786,280
<u>3,877,859</u>	<u>882,329</u>	<u>1,506,246</u>	<u>2,100,001</u>	<u>581,301</u>	<u>31,382</u>	<u>14,730,050</u>
<u>\$ 5,667,485</u>	<u>\$ 2,408,629</u>	<u>\$ 5,205,779</u>	<u>\$ 25,369,527</u>	<u>\$ 1,692,105</u>	<u>\$ 471,315</u>	<u>\$ 48,516,330</u>

City of Camarillo

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets

Internal Service Funds

For the Fiscal Year Ended June 30, 2012

	Risk Management	Human Resources	Information Services	Vehicles & Equipment
OPERATING REVENUES:				
Charges for services	\$ 1,854,408	\$ 457,390	\$ 2,170,935	\$ 787,511
Total operating revenues	<u>1,854,408</u>	<u>457,390</u>	<u>2,170,935</u>	<u>787,511</u>
OPERATING EXPENSES:				
Cost of sales and services	1,690,014	267,891	1,217,195	447,212
General and administrative	46,066	150,857	715,239	22,153
Depreciation	-	-	72,248	343,092
Total operating expenses	<u>1,736,080</u>	<u>418,748</u>	<u>2,004,682</u>	<u>812,457</u>
OPERATING INCOME (LOSS)	<u>118,328</u>	<u>38,642</u>	<u>166,253</u>	<u>(24,946)</u>
NONOPERATING REVENUES (EXPENSES):				
Investment income	(1,871)	1,383	12,335	19,656
Interest expense	-	-	-	-
Other	61,631	-	-	9,901
Total nonoperating revenues (expenses)	<u>59,760</u>	<u>1,383</u>	<u>12,335</u>	<u>29,557</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	178,088	40,025	178,588	4,611
Capital contributions	-	-	-	-
Transfers in	-	-	-	50,430
Change in net assets	<u>178,088</u>	<u>40,025</u>	<u>178,588</u>	<u>55,041</u>
NET ASSETS:				
Beginning of year	<u>297,615</u>	<u>163,503</u>	<u>1,895,505</u>	<u>4,893,125</u>
End of year	<u>\$ 475,703</u>	<u>\$ 203,528</u>	<u>\$ 2,074,093</u>	<u>\$ 4,948,166</u>

<u>City Hall</u>	<u>Corporation Yard</u>	<u>Police Facility</u>	<u>Library Facility</u>	<u>Camarillo Ranch Facility</u>	<u>Chamber of Commerce</u>	<u>Total</u>
\$ 1,500,000	\$ 180,000	\$ 340,000	\$ 1,250,000	\$ 320,000	\$ -	\$ 8,860,244
<u>1,500,000</u>	<u>180,000</u>	<u>340,000</u>	<u>1,250,000</u>	<u>320,000</u>	<u>-</u>	<u>8,860,244</u>
212,590	22,508	171,492	156,300	62,368	7,264	4,254,834
891,099	135,173	68,878	781,619	29,633	3,123	2,843,840
180,933	105,542	134,857	1,123,332	53,606	14,253	2,027,863
<u>1,284,622</u>	<u>263,223</u>	<u>375,227</u>	<u>2,061,251</u>	<u>145,607</u>	<u>24,640</u>	<u>9,126,537</u>
<u>215,378</u>	<u>(83,223)</u>	<u>(35,227)</u>	<u>(811,251)</u>	<u>174,393</u>	<u>(24,640)</u>	<u>(266,293)</u>
22,046	5,187	8,022	12,593	2,745	220	82,316
(9,866)	(1,452)	-	-	-	-	(11,318)
25,000	14,875	-	30,316	-	-	141,723
<u>37,180</u>	<u>18,610</u>	<u>8,022</u>	<u>42,909</u>	<u>2,745</u>	<u>220</u>	<u>212,721</u>
252,558	(64,613)	(27,205)	(768,342)	177,138	(24,420)	(53,572)
-	884,862	134,129	138,282	-	-	1,157,273
-	-	-	26,670	-	-	77,100
<u>252,558</u>	<u>820,249</u>	<u>106,924</u>	<u>(603,390)</u>	<u>177,138</u>	<u>(24,420)</u>	<u>1,180,801</u>
<u>5,414,927</u>	<u>1,588,380</u>	<u>5,098,855</u>	<u>25,972,917</u>	<u>1,514,967</u>	<u>495,735</u>	<u>47,335,529</u>
<u>\$ 5,667,485</u>	<u>\$ 2,408,629</u>	<u>\$ 5,205,779</u>	<u>\$ 25,369,527</u>	<u>\$ 1,692,105</u>	<u>\$ 471,315</u>	<u>\$ 48,516,330</u>

City of Camarillo
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2012

	Risk Management	Human Resources	Information Services	Vehicles & Equipment	City Hall
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers and users	\$ (302)	\$ -	\$ 1,566	\$ 1,552	\$ -
Receipts from interfund services provided	1,850,392	457,390	2,169,386	787,511	1,500,000
Payments to employees	(310,476)	(284,818)	(1,162,135)	(322,381)	(202,408)
Payments to suppliers	(1,451,378)	(63,603)	(558,398)	(118,108)	(307,028)
Payments for interfund services used	(18,384)	(60,283)	(132,957)	(19,425)	(590,490)
Net cash provided by (used in) operating activities	69,852	48,686	317,462	329,149	400,074
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Other noncapital funding sources	61,631	-	-	9,901	25,000
Transfers from other funds	-	-	-	50,430	-
Net cash provided by (used in) noncapital financing activities:	61,631	-	-	60,331	25,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Principal payments - capital leases	-	-	-	-	(110,444)
Interest paid	-	-	-	-	(9,866)
Acquisition and construction of capital assets	-	-	(80,974)	(332,326)	-
Loss on disposal of capital assets	-	-	-	2,707	-
Cash received from others for capital improvements	-	-	-	-	-
Net cash provided by (used in) capital and related financing activities:	-	-	(80,974)	(329,619)	(120,310)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received	(1,871)	2,145	22,078	32,851	36,356
Net cash provided by (used in) investing activities	(1,871)	2,145	22,078	32,851	36,356
Net increase (decrease) in cash and cash equivalents	129,612	50,831	258,566	92,712	341,120
CASH AND CASH EQUIVALENTS:					
Beginning of year	334,073	221,656	1,914,324	3,292,823	3,597,577
End of year	463,685	272,487	2,172,890	3,385,535	3,938,697
Investments that are not cash equivalents	-	-	-	-	-
Increase (decrease) in fair value of investments	-	(705)	(6,283)	(10,011)	(11,229)
Cash and investments - ending	\$ 463,685	\$ 271,782	\$ 2,166,607	\$ 3,375,524	\$ 3,927,468

Corporation Yard	Police Facility	Library Facility	Camarillo Ranch Facility	Chamber of Commerce	Total
\$ (1,197)	\$ (134,129)	\$ (753)	\$ -	\$ -	\$ (133,263)
180,000	340,000	1,250,000	320,000	-	8,854,679
(22,633)	(34,610)	(167,885)	(61,734)	(6,816)	(2,575,896)
(50,271)	(203,648)	(478,127)	(12,268)	(282)	(3,243,111)
(86,504)	(2,678)	(303,336)	(16,074)	(2,950)	(1,233,081)
<u>19,395</u>	<u>(35,065)</u>	<u>299,899</u>	<u>229,924</u>	<u>(10,048)</u>	<u>1,669,328</u>
14,875	-	30,316	-	-	141,723
-	-	26,670	-	-	77,100
<u>14,875</u>	<u>-</u>	<u>56,986</u>	<u>-</u>	<u>-</u>	<u>218,823</u>
(16,250)	-	-	-	-	(126,694)
(1,452)	-	-	-	-	(11,318)
-	-	(26,944)	-	-	(440,244)
-	-	-	-	-	2,707
-	134,129	-	-	-	134,129
<u>(17,702)</u>	<u>134,129</u>	<u>(26,944)</u>	<u>-</u>	<u>-</u>	<u>(441,420)</u>
9,034	12,830	19,066	3,812	213	136,514
<u>9,034</u>	<u>12,830</u>	<u>19,066</u>	<u>3,812</u>	<u>213</u>	<u>136,514</u>
25,602	111,894	349,007	233,736	(9,835)	1,583,245
<u>864,345</u>	<u>1,268,726</u>	<u>1,828,409</u>	<u>354,827</u>	<u>41,658</u>	<u>13,718,418</u>
889,947	1,380,620	2,177,416	588,563	31,823	15,301,663
(2,641)	(4,086)	(6,414)	(1,398)	(112)	(42,879)
<u>\$ 887,306</u>	<u>\$ 1,376,534</u>	<u>\$ 2,171,002</u>	<u>\$ 587,165</u>	<u>\$ 31,711</u>	<u>\$ 15,258,784</u>

(Continued)

City of Camarillo
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2012

	Risk Management	Human Resources	Information Services	Vehicles & Equipment	City Hall
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:					
Operating income (loss)	\$ 118,328	\$ 38,642	\$ 166,253	\$ (24,946)	\$ 215,378
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities					
Depreciation expense	-	-	72,248	343,092	180,933
Changes in operating assets and liabilities:					
(Increase) decrease in receivables, net	(338)	-	16	1,000	-
(Increase) decrease in prepaid items	(24,925)	-	341	-	-
Increase (decrease) in accounts payable	(1,552)	26,971	23,542	951	(6,417)
Increase (decrease) in wages payable	980	926	3,869	854	478
Increase (decrease) in compensated absences payable	(18,661)	(17,853)	51,193	7,645	9,702
Increase (decrease) in deposits payable	(3,980)	-	-	553	-
Total adjustments	(48,476)	10,044	151,209	354,095	184,696
Net cash provided by (used in) operating activities	\$ 69,852	\$ 48,686	\$ 317,462	\$ 329,149	\$ 400,074
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Increase (decrease) in fair value adjustment for investments	-	\$ (705)	\$ (6,283)	\$ (10,011)	\$ (11,229)
Contributed capital assets received	-	-	-	-	-
Loss on disposal of capital assets	-	-	-	2,707	-

Corporation Yard	Police Facility	Library Facility	Camarillo Ranch Facility	Chamber of Commerce	Total
\$ (83,223)	\$ (35,227)	\$ (811,251)	\$ 174,393	\$ (24,640)	\$ (266,293)
105,542	134,857	1,123,332	53,606	14,253	2,027,863
(1,197)	(134,129)	(73)	-	-	(134,721)
-	-	-	-	-	(24,584)
(1,602)	(810)	155	1,291	(109)	42,420
213	258	918	(264)	111	8,343
(338)	(14)	(12,502)	898	337	20,407
-	-	(680)	-	-	(4,107)
<u>102,618</u>	<u>162</u>	<u>1,111,150</u>	<u>55,531</u>	<u>14,592</u>	<u>1,935,621</u>
<u>\$ 19,395</u>	<u>\$ (35,065)</u>	<u>\$ 299,899</u>	<u>\$ 229,924</u>	<u>\$ (10,048)</u>	<u>\$ 1,669,328</u>

\$ (2,641)	\$ (4,086)	\$ (6,414)	\$ (1,398)	\$ (112)	\$ (42,879)
-	-	129,362	-	-	129,362
-	-	-	-	-	2,707
					(Concluded)



FIDUCIARY FUNDS

Agency Funds:

General Agency Fund - This fund is used to account for assets held on behalf of outside parties, including other governments, in an agent capacity.

Ventura County Regional Defense Partnership for the 21st Century Fund -To account for the funds held in trust by the City, acting as Treasurer since July 2006, for the Ventura County Regional Defense Partnership for the 21st Century (RDP-21). The RDP-21 is a joint venture of the County of Ventura and the cities of Camarillo, Moorpark, Oxnard, Port Hueneme, San Buenaventura and Thousand Oaks.

Wastewater Treatment JPA Agency Fund - This JPA was formed by several public wastewater treatment agencies to share in the effort of opposing overly stringent National Pollutant Discharge Elimination Systems (NPDES) permit regulations. This fund is used to account for the deposits from the various agencies and to record the costs of legal expenses, technical research and testimony in support of its position.

Ramona Drive Assessment District Agency Fund - This fund was created to account for debt service payments collected from property owners and remitted to the Camarillo Sanitary District for payment on the special assessment note used to pay construction of sewer collection system infrastructure improvements.

District 2001-1 Refunding Note Agency Fund - This fund was created to account for debt service payments collected from property owners and remitted to the bank for payment on the refunding note used to pay the balance due on the Mission de Camarillo 1915 Act bonds.

District 2001-2 Refunding Note Agency Fund - This fund was created to account for debt service payments collected from property owners and remitted to the bank for payment on the refunding note used to pay the balance due on the Flynn Road 1915 Act bonds.

Community Facilities District #1 Agency Fund - This fund was created to account for debt service payments collected from property owners and remitted to bondholders for payment on Mello Roos bonds, which were issued for the acquisition and construction of infrastructure for this district.

Community Facilities District #2 Agency Fund - This fund was created to account for debt service payments collected from property owners and remitted to bondholders for payment on Mello Roos bonds, which were issued for the acquisition and construction of infrastructure for this district.

City of Camarillo
Combining Statement of Fiduciary Net Assets
Agency Funds
June 30, 2012

	<u>General Agency</u>	<u>RDP-21</u>	<u>Wastewater Treatment Joint Powers Authority</u>	<u>Ramona Drive Assessment District</u>
ASSETS				
Cash and investments	\$ 112,816	\$ 372,889	\$ 122,074	\$ 597
Restricted Cash and investments with fiscal agents	-	-	-	-
Accounts receivable, net	-	5,000	-	1,161
Interest receivable	-	1,379	356	568
Total assets	<u>112,816</u>	<u>379,268</u>	<u>122,430</u>	<u>2,326</u>
LIABILITIES				
Accounts payable	-	5,000	-	-
Intergovernmental payables	102,216	-	-	-
Deposits payable	10,600	374,268	122,430	-
Due to note holders	-	-	-	2,326
Due to bondholders	-	-	-	-
Total liabilities	<u>\$ 112,816</u>	<u>\$ 379,268</u>	<u>\$ 122,430</u>	<u>\$ 2,326</u>

<u>District 2001-1 Refunding Note</u>	<u>District 2001-2 Refunding Note</u>	<u>Community Facilities District #1</u>	<u>Community Facilities District #2</u>	<u>Total</u>
\$ 166,609	\$ 393,340	\$ 532	\$ 5,096	\$ 1,173,953
-	-	2,060,975	85,107	2,146,082
2,522	2,357	14,825	-	25,865
355	798	246	41	3,743
<u>169,486</u>	<u>396,495</u>	<u>2,076,578</u>	<u>90,244</u>	<u>3,349,643</u>
-	-	1,306	-	6,306
-	-	-	-	102,216
-	-	10,000	-	517,298
169,486	396,495	-	-	568,307
-	-	2,065,272	90,244	2,155,516
<u>\$ 169,486</u>	<u>\$ 396,495</u>	<u>\$ 2,076,578</u>	<u>\$ 90,244</u>	<u>\$ 3,349,643</u>

City of Camarillo
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2012

	Balance June 30, 2011	Additions	Deductions	Balance June 30, 2012
<u>General Agency Fund</u>				
Assets:				
Cash and investments	\$ 119,578	\$ 391,613	\$ (398,375)	\$ 112,816
Accounts receivable, net	-	13	(13)	-
Total assets	\$ 119,578	\$ 391,626	\$ (398,388)	\$ 112,816
Liabilities:				
Accounts Payable	\$ -	\$ 390,356	\$ (390,356)	\$ -
Intergovernmental payables	109,008	391,378	(398,170)	102,216
Deposits payable	10,570	5,044	(5,014)	10,600
Total liabilities	\$ 119,578	\$ 786,778	\$ (793,540)	\$ 112,816
<u>Ventura County Regional Defense Partnership for the 21st Century</u>				
Assets:				
Cash and investments	\$ 376,097	\$ 132,495	\$ (135,703)	\$ 372,889
Accounts receivable, net	-	112,000	(107,000)	5,000
Interest receivable	1,631	1,379	(1,631)	1,379
Total assets	\$ 377,728	\$ 245,874	\$ (244,334)	\$ 379,268
Liabilities:				
Accounts payable	\$ 8,537	\$ 128,484	\$ (132,021)	\$ 5,000
Deposits payable	369,191	24,077	(19,000)	374,268
Total liabilities	\$ 377,728	\$ 152,561	\$ (151,021)	\$ 379,268
<u>Wastewater Treatment Joint Powers Authority</u>				
Assets:				
Cash and investments	\$ 112,964	\$ 35,822	\$ (26,712)	\$ 122,074
Accounts receivable	-	9,250	(9,250)	-
Interest receivable	575	356	(575)	356
Total assets	\$ 113,539	\$ 45,428	\$ (36,537)	\$ 122,430
Liabilities:				
Accounts payable	\$ 13,889	\$ 12,131	\$ (26,020)	\$ -
Deposits payable	99,650	22,780	-	122,430
Total liabilities	\$ 113,539	\$ 34,911	\$ (26,020)	\$ 122,430
<u>Ramona Drive Assessment District</u>				
Assets:				
Cash and investments	\$ 147,873	\$ 86,829	\$ (234,105)	\$ 597
Accounts receivable	1,161	1,161	(1,161)	1,161
Interest receivable	419	568	(419)	568
Total assets	\$ 149,453	\$ 88,558	\$ (235,685)	\$ 2,326
Liabilities:				
Accounts payable	\$ -	\$ 2,000	\$ (2,000)	\$ -
Due to note holders	\$ 149,453	-	\$ (147,127)	\$ 2,326
Total liabilities	\$ 149,453	\$ 2,000	\$ (149,127)	\$ 2,326

(continued)

City of Camarillo
Combining Statement of Changes in Assets and Liabilities, Continued
Agency Funds
For the Fiscal Year Ended June 30, 2012

	Balance June 30, 2011	Additions	Deductions	Balance June 30, 2012
<u>District 2001-1 Refunding Note</u>				
Assets:				
Cash and investments	\$ 162,802	\$ 111,123	\$ (107,316)	\$ 166,609
Accounts receivable	1,961	2,522	(1,961)	2,522
Interest receivable	333	355	(333)	355
Total assets	\$ 165,096	\$ 114,000	\$ (109,610)	\$ 169,486
Liabilities:				
Accounts payable	\$ 1,258	\$ 104,452	\$ (105,710)	\$ -
Deposits payable	940	-	(940)	-
Due to note holders	162,898	6,588	-	169,486
Total liabilities	\$ 165,096	\$ 111,040	\$ (106,650)	\$ 169,486
<u>District 2001-2 Refunding Note</u>				
Assets:				
Cash and investments	\$ 374,943	\$ 276,784	\$ (258,387)	\$ 393,340
Accounts receivable	4,263	5,851	(7,757)	2,357
Interest receivable	989	798	(989)	798
Total assets	\$ 380,195	\$ 283,433	\$ (267,133)	\$ 396,495
Liabilities:				
Accounts payable	\$ -	\$ 256,294	\$ (256,294)	\$ -
Due to note holders	380,195	16,300	-	396,495
Total liabilities	\$ 380,195	\$ 272,594	\$ (256,294)	\$ 396,495
<u>Community Facilities District #1</u>				
Assets:				
Cash and investments	\$ 21,206	\$ 1,102,746	\$ (1,123,420)	\$ 532
Restricted cash and investments with fiscal agents	2,473,389	1,037,989	(1,450,403)	2,060,975
Accounts receivable	37,171	14,825	(37,171)	14,825
Interest receivable	471	246	(471)	246
Total assets	\$ 2,532,237	\$ 2,155,806	\$ (2,611,465)	\$ 2,076,578
Liabilities:				
Accounts payable	\$ 12,504	\$ 73,036	\$ (84,234)	\$ 1,306
Deposits payable	10,000	-	-	10,000
Due to bondholders	2,509,733	-	(444,461)	2,065,272
Total liabilities	\$ 2,532,237	\$ 73,036	\$ (528,695)	\$ 2,076,578
<u>Community Facilities District #2</u>				
Assets:				
Cash and investments	\$ 3,535	\$ 174,115	\$ (172,554)	\$ 5,096
Restricted cash and investments with fiscal agents	85,036	170,071	(170,000)	85,107
Interest receivable	-	41	-	41
Total assets	\$ 88,571	\$ 344,227	\$ (342,554)	\$ 90,244
Liabilities:				
Accounts payable	\$ -	\$ 1,938	\$ (1,938)	\$ -
Due to bondholders	88,571	1,673	-	90,244
Total liabilities	\$ 88,571	\$ 3,611	\$ (1,938)	\$ 90,244
<u>Total Agency Funds</u>				
Assets:				
Cash and investments	\$ 1,318,998	\$ 2,311,527	\$ (2,456,572)	\$ 1,173,953
Restricted cash and investments with fiscal agents	2,558,425	1,208,060	(1,620,403)	2,146,082
Accounts receivable	44,556	145,622	(164,313)	25,865
Interest receivable	4,418	3,743	(4,418)	3,743
Total assets	\$ 3,926,397	\$ 3,668,952	\$ (4,245,706)	\$ 3,349,643
Liabilities:				
Accounts payable	\$ 36,188	\$ 968,691	\$ (998,573)	\$ 6,306
Intergovernmental payables	109,008	391,378	(398,170)	102,216
Deposits payable	490,351	51,901	(24,954)	517,298
Due to note holders	692,546	22,888	(147,127)	568,307
Due to bondholders	2,598,304	1,673	(444,461)	2,155,516
Total liabilities	\$ 3,926,397	\$ 1,436,531	\$ (2,013,285)	\$ 3,349,643

(Concluded)



CAPITAL ASSETS USED IN THE OPERATING OF GOVERNMENTAL FUNDS

To account for capital assets not used in proprietary fund operations or accounted for in Agency Funds.

City of Camarillo

Capital Assets Used in the Operation of Governmental Funds

Schedule By Function and Activity*

June 30, 2012

	Land	Buildings and Improvements	Machinery and Equipment	Infrastructure	Construction in Progress	Totals
GOVERNMENTAL FUNDS						
CAPITAL ASSETS:						
General administration	\$ -	\$ 7,649	\$ 25,078	\$ -	\$ -	\$ 32,727
Public safety			24,237			24,237
Highway and streets	25,870,639	6,278,773	245,308	169,310,593		201,705,313
Culture and recreation		930,246				930,246
Community development	1,389,904					1,389,904
Construction in progress					42,257,081	42,257,081
Total governmental funds capital assets, net	\$ 27,260,543	\$ 7,216,668	\$ 294,623	\$ 169,310,593	\$ 42,257,081	\$ 246,339,508

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Camarillo
Capital Assets Used in the Operation of Governmental Funds
Schedule by Source*
June 30, 2012

GOVERNMENTAL FUNDS CAPITAL ASSETS:

Land	\$ 27,260,543
Buildings and improvements	7,216,668
Machinery and equipment	294,623
Infrastructure	169,310,593
Construction in progress	42,257,081
Total governmental funds capital assets, net	<u>\$ 246,339,508</u>

INVESTMENTS IN GOVERNMENTAL FUNDS CAPITAL ASSETS BY SOURCE:

General fund	\$ 56,577
Special revenue funds	46,284
Capital project funds	170,259,967
Donations	75,976,680
Total governmental funds capital assets, net	<u>\$ 246,339,508</u>

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Camarillo

Capital Assets Used in the Operation of Governmental Funds

Schedule of Changes in Capital Assets - By Function and Activity*

For the Fiscal Year Ended June 30, 2012

	Governmental Funds Capital Assets			Governmental Funds Capital Assets
	July 1, 2011	Additions	Deletions	June 30, 2012
GOVERNMENTAL FUNDS				
CAPITAL ASSETS:				
General administration	\$ 41,943	\$ 5,756	\$ (14,972)	\$ 32,727
Public safety	18,915	24,661	(19,339)	24,237
Highway and streets	189,419,464	18,605,687	(6,319,838)	201,705,313
Culture and recreation	958,711		(28,465)	930,246
Community development	1,389,904			1,389,904
Construction in progress	33,007,788	14,493,949	(5,244,656)	42,257,081
Total governmental funds capital assets, net	\$ 224,836,725	\$ 33,130,053	\$ (11,627,270)	\$ 246,339,508

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of Camarillo
Statistical Section
For the Fiscal Year ended June 30, 2012

This part of the City of Camarillo's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	184
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	196
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	204
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	211
Operating Information These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	212

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The city implemented GASB Statement 34 in 2003.

City of Camarillo
Net Assets by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
Governmental activities					
Invested in capital assets, net of related debt	\$ 128,617,452	\$ 136,203,897	\$ 125,535,168	\$ 151,791,158	\$ 176,700,297
Restricted	37,444,755	42,445,035	69,146,560	78,491,023	31,591,151
Unrestricted	37,174,264	34,445,366	38,855,752	28,062,271	70,027,969
Total governmental activities net assets	<u>\$ 203,236,471</u>	<u>\$ 213,094,298</u>	<u>\$ 233,537,480</u>	<u>\$ 258,344,452</u>	<u>\$ 278,319,417</u>
Business-type activities					
Invested in capital assets, net of related debt	\$ 46,560,837	\$ 48,231,718	\$ 49,913,808	\$ 44,653,869	\$ 56,217,341
Restricted	3,105,832	3,295,365	6,377,848	24,282,968	8,161,234
Unrestricted	30,524,780	30,285,696	28,247,377	19,474,475	27,761,458
Total business-type activities net assets	<u>\$ 80,191,449</u>	<u>\$ 81,812,779</u>	<u>\$ 84,539,033</u>	<u>\$ 88,411,312</u>	<u>\$ 92,140,033</u>
Primary government					
Invested in capital assets, net of related debt	\$ 175,178,289	\$ 184,435,615	\$ 175,448,976	\$ 196,445,027	\$ 232,917,638
Restricted	40,550,587	45,740,400	75,524,408	102,773,991	39,752,385
Unrestricted	67,699,044	64,731,062	67,103,129	47,536,746	97,789,427
Total primary government net assets	<u>\$ 283,427,920</u>	<u>\$ 294,907,077</u>	<u>\$ 318,076,513</u>	<u>\$ 346,755,764</u>	<u>\$ 370,459,450</u>

Source: City of Camarillo financial data

Fiscal Year				
2008	2009	2010	2011	2012
\$ 189,550,962	\$ 195,267,906	\$ 206,981,470	\$ 215,969,722	\$ 272,279,288
37,565,181	44,838,244	60,672,438	71,014,712	37,973,060
71,454,028	68,893,968	54,923,984	35,468,884	65,744,134
<u>\$ 298,570,171</u>	<u>\$ 309,000,118</u>	<u>\$ 322,577,892</u>	<u>\$ 322,453,318</u>	<u>\$ 375,996,482</u>
\$ 58,774,803	\$ 60,424,725	\$ 61,792,231	\$ 63,179,273	\$ 67,714,839
8,347,870	10,126,157	10,039,306	9,654,386	9,718,538
28,659,592	32,131,475	34,214,512	36,076,154	39,564,125
<u>\$ 95,782,265</u>	<u>\$ 102,682,357</u>	<u>\$ 106,046,049</u>	<u>\$ 108,909,813</u>	<u>\$ 116,997,502</u>
\$ 248,325,765	\$ 255,692,631	\$ 268,773,701	\$ 279,148,995	\$ 339,994,127
45,913,051	54,964,401	70,711,744	80,669,098	47,691,598
100,113,620	101,025,443	89,138,496	71,545,038	105,308,259
<u>\$ 394,352,436</u>	<u>\$ 411,682,475</u>	<u>\$ 428,623,941</u>	<u>\$ 431,363,131</u>	<u>\$ 492,993,984</u>

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

	Fiscal Year				
	2003	2004	2005	2006	2007
Expenses					
Governmental activities					
General government	\$ 3,917,644	\$ 4,928,087	\$ 5,797,815	\$ 5,257,827	\$ 3,806,389
Public safety	8,907,869	10,464,921	12,213,467	12,772,513	13,830,948
Highways and streets	9,925,066	13,096,380	13,032,831	16,482,042	17,164,436
Community services	1,054,225	1,020,637	1,202,210	3,542,008	1,135,998
Culture and recreation	-	-	-	-	1,748,762
Interest on long-term debt (unallocated)	983,158	1,398,420	1,884,554	2,097,095	2,878,321
Depreciation expense (unallocated)	4,762,209	-	-	-	-
Total governmental activities expenses	<u>29,550,171</u>	<u>30,908,445</u>	<u>34,130,877</u>	<u>40,151,485</u>	<u>40,564,854</u>
Business-type activities					
Water utility	7,287,338	7,576,554	7,869,711	8,743,301	9,697,219
Sanitary district	6,592,501	6,892,474	6,839,391	7,346,496	7,190,721
Solid waste	3,981,673	4,413,341	4,671,845	5,025,397	5,413,949
Transit	667,749	740,058	733,523	933,289	1,117,443
Total business-type activities expenses	<u>18,529,261</u>	<u>19,622,427</u>	<u>20,114,470</u>	<u>22,048,483</u>	<u>23,419,332</u>
Total primary government expenses	<u>\$ 48,079,432</u>	<u>\$ 50,530,872</u>	<u>\$ 54,245,347</u>	<u>\$ 62,199,968</u>	<u>\$ 63,984,186</u>
Program Revenues (see Page 190)					
Governmental activities					
Charges for services					
General government	\$ 1,467,558	\$ 1,523,964	\$ 2,844,481	\$ 2,434,581	\$ 1,391,016
Public safety	622,209	620,315	636,709	686,006	671,867
Highways and streets	931,822	3,829,542	5,218,073	4,858,229	1,842,516
Community services	440,723	403,734	426,464	374,133	267,082
Culture and recreation	-	-	-	-	-
Operating grants and contributions	1,520,448	1,671,733	1,623,330	2,592,647	2,293,905
Capital grants and contributions	5,966,982	3,060,150	11,786,522	15,537,430	8,524,676
Total governmental activities program revenues	<u>10,949,742</u>	<u>11,109,438</u>	<u>22,535,579</u>	<u>26,483,026</u>	<u>14,991,062</u>
Business-type activities					
Charges for services					
Water utility	7,352,465	7,556,383	7,540,246	7,730,015	8,931,635
Sanitary district	5,026,383	5,135,223	5,430,971	6,347,588	6,858,234
Solid waste	3,931,444	4,317,374	4,622,235	5,093,894	5,351,329
Transit	105,906	55,410	72,639	88,793	111,168
Operating grants and contributions	54,599	32,663	47,680	293,025	385,399
Capital grants and contributions	2,258,210	2,589,557	3,362,336	4,638,419	2,227,606
Total business-type activities program revenues	<u>18,729,007</u>	<u>19,686,610</u>	<u>21,076,107</u>	<u>24,191,734</u>	<u>23,865,371</u>
Total primary government program revenues	<u>\$ 29,678,749</u>	<u>\$ 30,796,048</u>	<u>\$ 43,611,686</u>	<u>\$ 50,674,760</u>	<u>\$ 38,856,433</u>

		Fiscal Year				
2008	2009	2010	2011	2012		
\$ 5,572,197	\$ 7,063,703	\$ 8,065,279	\$ 8,086,601	\$ 6,796,825		
14,307,890	14,650,504	14,882,270	14,317,124	16,307,898		
16,228,573	15,902,983	1,066,524	13,071,968	873,137		
1,645,721	2,066,473	5,656,971	4,453,439	3,248,069		
2,357,683	2,785,569	2,221,017	4,636,718	4,004,723		
3,322,523	3,288,841	3,180,385	3,812,508	871,589		
-	-	-	-	-		
<u>43,434,587</u>	<u>45,758,073</u>	<u>35,072,446</u>	<u>48,378,358</u>	<u>32,102,241</u>		
10,358,252	10,166,821	10,544,034	10,743,948	11,779,014		
7,436,090	7,671,463	8,173,995	8,119,781	8,946,284		
5,672,786	5,847,098	6,048,900	6,023,183	6,100,797		
1,255,932	1,271,356	1,428,016	1,465,649	1,510,091		
<u>24,723,060</u>	<u>24,956,738</u>	<u>26,194,945</u>	<u>26,352,561</u>	<u>28,336,186</u>		
<u>\$ 68,157,647</u>	<u>\$ 70,714,811</u>	<u>\$ 61,267,391</u>	<u>\$ 74,730,919</u>	<u>\$ 60,438,427</u>		
\$ 1,603,673	\$ 2,140,480	\$ 1,395,043	\$ 1,183,939	\$ 1,190,005		
765,208	760,771	665,468	627,862	670,579		
4,190,251	1,456,335	1,625,890	937,036	967,307		
502,809	206,288	186,454	73,790	701,929		
107	-	-	16,639	77,156		
2,710,140	3,102,764	2,640,067	3,382,673	2,518,591		
3,117,604	2,585,115	3,711,143	3,176,000	3,473,171		
<u>12,889,792</u>	<u>10,251,753</u>	<u>10,224,065</u>	<u>9,397,939</u>	<u>9,598,738</u>		
9,557,014	10,050,846	10,060,914	10,983,673	12,820,577		
7,067,766	7,184,102	7,394,867	8,123,337	8,750,762		
5,602,621	5,751,686	5,932,441	5,977,531	6,002,286		
109,664	115,355	105,686	119,970	100,966		
427,456	473,897	507,310	536,609	525,696		
1,908,020	5,352,860	3,358,509	1,426,834	5,821,585		
<u>24,672,541</u>	<u>28,928,746</u>	<u>27,359,727</u>	<u>27,167,954</u>	<u>34,021,872</u>		
<u>\$ 37,562,333</u>	<u>\$ 39,180,499</u>	<u>\$ 37,583,792</u>	<u>\$ 36,565,893</u>	<u>\$ 43,620,610</u>		

(Continued)

City of Camarillo
Changes in Net Assets (cont.)
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
Net (Expense)/Revenue					
Governmental activities	\$ (18,600,429)	\$ (19,799,007)	\$ (11,595,298)	\$ (13,668,459)	\$ (25,573,792)
Business-type activities	199,746	64,183	961,637	2,143,251	446,039
Total primary government net expense	<u>\$ (18,400,683)</u>	<u>\$ (19,734,824)</u>	<u>\$ (10,633,661)</u>	<u>\$ (11,525,208)</u>	<u>\$ (25,127,753)</u>
General revenues and other changes in net assets					
Governmental activities:					
Taxes					
Property taxes	\$ 7,127,024	\$ 7,362,114	\$ 7,965,423	\$ 13,262,984	\$ 15,700,732
Sales taxes	8,916,711	9,866,703	10,607,724	11,861,516	11,690,426
Business license taxes	1,019,606	1,079,260	1,157,235	1,230,098	1,287,945
Transit occupancy	1,159,106	1,390,912	1,595,136	1,666,915	1,743,363
Motor vehicle in lieu	3,218,548	2,909,301	4,896,184	712,403	358,721
Franchise	1,600,041	1,751,660	1,907,625	2,033,842	2,302,641
Unrestricted grants and contributions	8,715,724	4,812,238	1,497,049	4,500,600	6,844,170
Investment earnings	2,431,856	861,848	2,579,564	3,636,726	5,834,056
Gain (Loss) on sale of assets	(66,812)	-	-	-	(56,011)
Miscellaneous	143,527	145,158	40,999	(41,219)	27,469
Transfers	(464,890)	(522,360)	(647,832)	(388,386)	(184,757)
Extraordinary gain/(loss) - ABx1 26 (Note 18)	-	-	-	-	-
Total governmental activities	<u>33,800,441</u>	<u>29,656,834</u>	<u>31,599,107</u>	<u>38,475,479</u>	<u>45,548,755</u>
Business-type activities:					
Property taxes	736,678	743,967	163,391	219,145	921,645
Investment earnings	1,129,142	233,726	873,579	1,454,640	2,144,669
Gain (Loss) on sale of assets/extraordinary loss	(10,000)	-	-	(446,565)	(61,960)
Miscellaneous	1,825	57,094	79,815	113,422	93,569
Transfers	464,890	522,360	647,832	388,386	184,757
Total business-type activities	<u>2,322,535</u>	<u>1,557,147</u>	<u>1,764,617</u>	<u>1,729,028</u>	<u>3,282,680</u>
Total primary government	<u>\$ 36,122,976</u>	<u>\$ 31,213,981</u>	<u>\$ 33,363,724</u>	<u>\$ 40,204,507</u>	<u>\$ 48,831,435</u>
Change in net assets					
Governmental activities	\$ 15,200,012	\$ 9,857,827	\$ 20,003,809	\$ 24,807,020	\$ 19,974,963
Business-type activities	2,522,281	1,621,330	2,726,254	3,872,279	3,728,719
Total primary government	<u>\$ 17,722,293</u>	<u>\$ 11,479,157</u>	<u>\$ 22,730,063</u>	<u>\$ 28,679,299</u>	<u>\$ 23,703,682</u>

Fiscal Year				
2008	2009	2010	2011	2012
\$ (30,544,795)	\$ (35,506,320)	\$ (24,848,381)	\$ (38,980,419)	\$ (22,503,503)
(50,519)	3,972,008	1,164,782	815,393	5,685,686
<u>\$ (30,595,314)</u>	<u>\$ (31,534,312)</u>	<u>\$ (23,683,599)</u>	<u>\$ (38,165,026)</u>	<u>\$ (16,817,817)</u>
\$ 17,337,352	\$ 17,427,720	\$ 18,936,099	\$ 19,401,813	\$ 17,829,713
12,358,358	11,650,327	11,428,670	12,591,309	13,368,424
1,292,920	1,364,620	1,225,899	1,320,115	1,274,862
1,707,415	1,530,088	1,432,231	1,581,673	1,702,362
296,970	229,034	200,346	303,904	32,993
2,665,403	2,493,568	2,292,835	2,593,268	2,614,774
9,280,450	8,112,677	437,318	47,441	75,433
6,512,827	3,661,398	1,104,768	1,037,042	544,265
17,910	40,715	-	70,173	24,776
22,009	26,120	1,851,139	550,175	1,279,677
(696,065)	(600,000)	(483,150)	(641,068)	(786,789)
-	-	-	-	38,086,177
<u>50,795,549</u>	<u>45,936,267</u>	<u>38,426,155</u>	<u>38,855,845</u>	<u>76,046,667</u>
971,667	997,485	980,401	949,693	979,529
1,924,917	1,213,548	538,124	357,168	286,318
3,555	1,582	17,217	-	-
96,547	115,469	180,018	100,442	349,367
696,065	600,000	483,150	641,068	786,789
<u>3,692,751</u>	<u>2,928,084</u>	<u>2,198,910</u>	<u>2,048,371</u>	<u>2,402,003</u>
<u>\$ 54,488,300</u>	<u>\$ 48,864,351</u>	<u>\$ 40,625,065</u>	<u>\$ 40,904,216</u>	<u>\$ 78,448,670</u>
\$ 20,250,754	\$ 10,429,947	\$ 13,577,774	\$ (124,574)	\$ 53,543,164
3,642,232	6,900,092	3,363,692	2,863,764	8,087,689
<u>\$ 23,892,986</u>	<u>\$ 17,330,039</u>	<u>\$ 16,941,466</u>	<u>\$ 2,739,190</u>	<u>\$ 61,630,853</u>

(Concluded)

City of Camarillo
Program Revenues by Function/Program
Last Ten Fiscal Years
(accrual basis of accounting)

Function/Program	Fiscal Year				
	2003	2004	2005	2006	2007
Governmental activities					
General government	\$ 1,467,558	\$ 1,523,964	\$ 2,887,657	\$ 2,628,817	\$ 1,514,028
Public safety	919,536	801,461	862,719	826,796	880,049
Highways and streets	6,764,002	7,425,869	16,391,290	11,679,343	8,196,968
Community services	1,022,497	792,708	726,520	1,290,648	530,178
Culture and recreation	776,149	565,436	1,667,393	10,057,422	3,869,839
Subtotal governmental activities	<u>10,949,742</u>	<u>11,109,438</u>	<u>22,535,579</u>	<u>26,483,026</u>	<u>14,991,062</u>
Business-type activities					
Water utility	8,618,534	9,163,241	9,490,853	10,231,762	10,282,075
Sanitary district	6,018,524	6,117,922	6,847,146	8,356,147	7,672,073
Solid waste	3,986,043	4,350,037	4,665,469	5,136,919	5,393,016
Transit	105,906	55,410	72,639	466,906	518,207
Subtotal business-type activities	<u>18,729,007</u>	<u>19,686,610</u>	<u>21,076,107</u>	<u>24,191,734</u>	<u>23,865,371</u>
Total primary government	<u>\$ 29,678,749</u>	<u>\$ 30,796,048</u>	<u>\$ 43,611,686</u>	<u>\$ 50,674,760</u>	<u>\$ 38,856,433</u>

Notes: (1) Program revenue increased primarily due from rate adjustments to all classes of utility users.

Source: City of Camarillo financial data

Fiscal Year				
2008	2009	2010	2011	2012
\$ 1,646,989	\$ 2,226,004	\$ 1,445,892	\$ 635,939	\$ 1,190,005
920,888	855,433	789,741	796,441	803,431
9,446,742	6,523,207	7,039,000	6,306,735	6,309,952
786,285	607,203	949,432	578,296	996,018
88,888	39,906	-	532,528	299,332
<u>12,889,792</u>	<u>10,251,753</u>	<u>10,224,065</u>	<u>8,849,939</u>	<u>9,598,738</u>
10,779,084	13,259,799	11,543,498	11,703,604	16,888,214
7,753,716	9,161,092	9,122,818	8,626,631	10,469,196
5,639,344	5,785,498	5,951,691	6,019,092	6,039,499
500,397	722,357	741,720	818,627	624,963
<u>24,672,541</u>	<u>28,928,746</u>	<u>27,359,727</u>	<u>27,167,954</u>	<u>34,021,872</u>
<u>\$ 37,562,333</u>	<u>\$ 39,180,499</u>	<u>\$ 37,583,792</u>	<u>\$ 36,017,893</u>	<u>\$ 43,620,610</u>

City of Camarillo
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
General fund					
Reserved	\$ 6,036,370	\$ 10,175,313	\$ 10,052,704	\$ 12,355,427	\$ 12,768,488
Unreserved	12,429,096	11,315,565	15,378,889	21,367,553	23,120,467
Nonspendable	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total general fund	<u>18,465,466</u>	<u>21,490,878</u>	<u>25,431,593</u>	<u>33,722,980</u>	<u>35,888,955</u>
All other governmental funds					
Reserved	27,254,811	42,191,562	62,375,507	62,801,504	34,450,010
Unreserved, reported in:					
Special revenue funds	3,175,576	49,714	3,522,551	3,991,450	20,273,494
Capital projects funds	24,349,168	15,287,108	9,482,508	(2,137,011)	43,620,217
Debt service funds	(5,595,000)	(9,945,000)	(76,600)	-	(11,180,000)
Other governmental funds	310,939	(116,780)	3,819	-	-
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Total other governmental funds	<u>\$ 49,495,494</u>	<u>\$ 47,466,604</u>	<u>\$ 75,307,785</u>	<u>\$ 64,655,943</u>	<u>\$ 87,163,721</u>

Note: The City implemented GASB Statement 54 in 2010; reserved and unreserved fund classifications were changed to nonspendable, restricted, committed, assigned and unassigned. See Note 11 for more information.

Source: City of Camarillo financial data

		Fiscal Year				
2008	2009	2010	2011	2012		
\$ 12,818,984	\$ 12,323,732	\$ 11,751,540	\$ -	\$ -		
24,960,630	27,688,732	31,191,579	-	-		
-	-	-	12,837	132,978		
-	-	-	11,508,000	11,508,000		
-	-	-	1,048,689	966,195		
-	-	-	33,148,450	34,833,689		
<u>37,779,614</u>	<u>40,012,464</u>	<u>42,943,119</u>	<u>45,717,976</u>	<u>47,440,862</u>		
76,660,395	70,972,213	52,355,445	-	-		
23,245,415	27,856,919	25,353,109	-	-		
(141,215)	(8,465)	28,428,001	-	-		
(11,010,650)	(10,960,000)	(11,508,000)	-	-		
-	-	-	-	-		
-	-	-	16,194,057	16,194,057		
-	-	-	39,896,176	13,223,193		
-	-	-	18,561,847	12,275,672		
<u>\$ 88,753,945</u>	<u>\$ 87,860,667</u>	<u>\$ 94,628,555</u>	<u>\$ 74,652,080</u>	<u>\$ 41,692,922</u>		

City of Camarillo
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	2003	2004	2005	2006
Revenues				
Taxes	\$ 18,213,893	\$ 19,698,990	\$ 21,325,518	\$ 28,021,514
Subventions and grants	8,772,139	7,435,942	10,661,571	18,416,570
Licenses and permits	1,102,871	1,220,246	2,381,361	1,923,751
Franchises	1,600,041	1,751,660	1,907,625	2,033,842
Contributions and developer fees	1,810,909	2,069,457	10,450,154	3,660,661
Fines and forfeitures	519,820	455,181	484,591	492,310
Charges for services	1,859,267	2,836,164	3,252,460	2,574,748
Investment earnings	2,205,188	806,663	2,354,445	3,369,849
Refund	130,000	-	-	-
Miscellaneous	125,367	151,322	126,139	128,915
Total revenues	36,339,495	36,425,625	52,943,864	60,622,160
Expenditures				
General government	5,342,171	5,722,523	5,462,998	5,204,625
Public safety	9,052,860	10,410,909	12,061,998	12,684,394
Highways and streets	6,764,226	7,698,325	8,102,267	8,640,139
Community services	1,054,225	1,020,637	1,202,210	3,542,008
Culture and recreation	-	-	-	-
Pass through payments to other agencies	-	-	-	-
AB1484 true up payment	-	-	-	-
Supplemental Education Revenue Augmentation Fund	-	-	-	-
Capital outlay	12,382,467	8,049,653	6,272,420	29,031,109
Debt service				
Principal	609,726	631,113	910,000	1,190,000
Interest	985,443	1,347,543	1,636,099	2,036,229
Cost of issuance	-	-	993,567	-
Total expenditures	36,191,118	34,880,703	36,641,559	62,328,504
Excess of revenues over (under) expenditures	148,377	1,544,922	16,302,305	(1,706,344)
Other Financing Sources (Uses)				
Debt proceeds	8,930,000	-	22,500,000	-
Premium/(discount) on debt issuance	-	-	188,511	-
Transfers in	15,229,435	11,016,536	8,097,639	11,849,168
Transfers out	(15,822,629)	(11,564,936)	(8,367,121)	(12,503,278)
Loss on disposal of asset held for resale	(61,441)	-	-	-
Amount transferred to escrow	-	-	(6,939,438)	-
Issuance of refunding bonds	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payment to refunding bonds escrow agent	-	-	-	-
Total other financing sources (uses)	8,275,365	(548,400)	15,479,591	(654,110)
Extraordinary loss	-	-	-	-
Net change in fund balances	\$ 8,423,742	\$ 996,522	\$ 31,781,896	\$ (2,360,454)
Debt service as a percentage of noncapital expenditures	5.9% *	8.6% *	12.1% *	10.1% *

* Revised data

** Previously reported as a reduction in property tax revenue

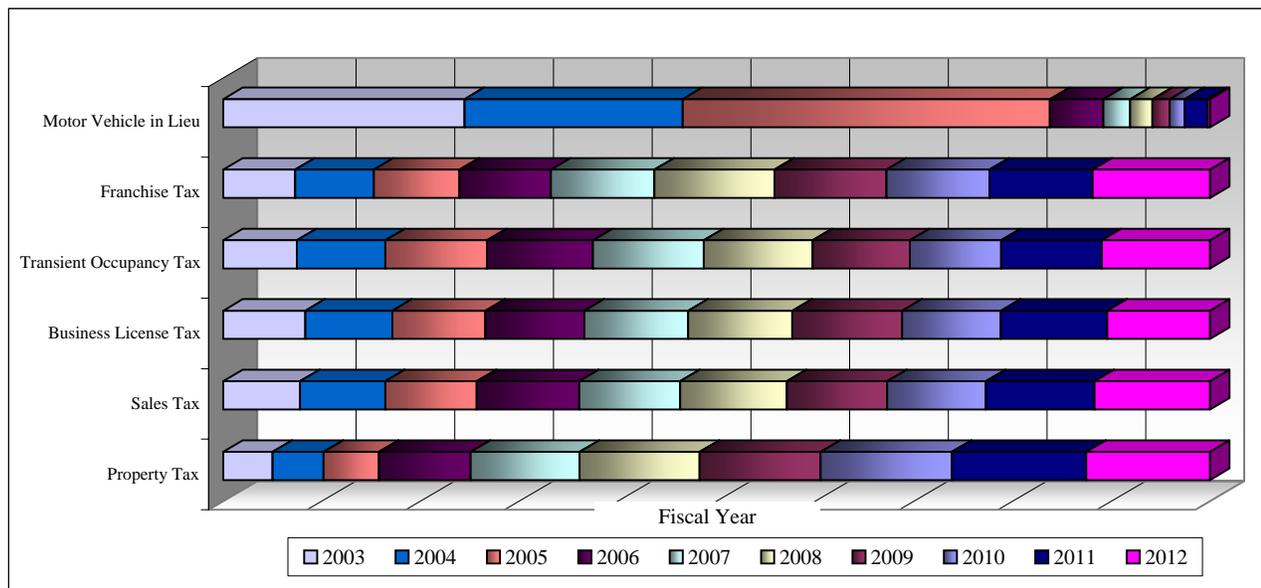
Source: City of Camarillo financial data

		Fiscal Year									
		2007	2008	2009	2010	2011	2012				
\$	30,422,466	\$	32,696,045	\$	31,972,755	\$	32,721,142	\$	34,894,910	\$	34,175,361
	10,002,546		5,826,981		5,327,967		6,241,689		5,728,069		5,845,020
	711,049		880,117		751,932		471,869		488,667		632,344
	2,302,641		2,665,403		2,493,568		2,436,789		2,593,268		2,647,767
	1,907,901		2,627,758		1,065,979		3,473,524		1,335,676		436,531
	467,429		560,868		601,011		514,081		441,806		454,877
	2,010,083		3,049,714		2,485,558		1,374,664		1,634,987		1,668,823
	5,275,710		5,856,078		3,219,226		937,623		1,477,647		461,949
	-		-		-		-		-		-
	274,841		246,357		252,266		166,285		202,090		171,214
	53,374,666		54,409,321		48,170,262		48,337,666		48,797,120		46,493,886
	5,590,747		5,848,690		5,838,856		5,129,145		5,355,586		5,968,315
	13,777,663		14,253,557		14,648,245		14,751,720		15,261,371		16,253,332
	9,290,609		9,518,323		9,537,249		9,631,791		9,751,958		9,636,890
	1,135,998		1,638,633		2,049,739		2,427,657		2,040,630		1,207,905
	1,972,762		2,241,458		2,233,839		2,223,839		4,100,718		4,544,803
	-		-		-		1,705,206 **		1,924,713		1,041,259
	-		-		-		-		-		932,115
	-		-		-		1,746,229 **		359,518		-
	19,053,739		11,651,050		7,211,865		12,754,040		21,209,677		12,773,340
	1,175,000		1,710,000		1,490,000		3,294,176		1,630,000		1,375,000
	2,352,793		3,249,657		3,181,808		1,040,000		3,808,956		1,757,233
	1,227,339		-		-		546,031		-		273,831
	55,576,650		50,111,368		46,191,601		55,249,834		65,443,127		55,764,023
	(2,201,984)		4,297,953		1,978,661		(6,912,168)		(16,646,007)		(9,270,137)
	27,630,000		-		-		17,490,000		-		-
	(129,184)		-		-		(258,521)		-		-
	33,140,424		13,175,843		9,515,839		14,664,822		55,319,155		6,733,985
	(33,765,504)		(13,992,914)		(10,154,927)		(15,285,590)		(55,874,766)		(7,597,874)
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		7,630,000
	-		-		-		-		-		262,360
	-		-		-		-		-		(7,620,591)
	26,875,736		(817,071)		(639,088)		16,610,711		(555,611)		(592,120)
	-		-		-		-		-		(21,374,015)
\$	24,673,752	\$	3,480,882	\$	1,339,573	\$	9,698,543	\$	(17,201,618)	\$	(31,236,272)
	14.6% *		16.4% *		14.4% *		17.1%		13.0%		8.6%

City of Camarillo
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Property Tax	Sales Tax	Business License Tax	Transient Occupancy Tax	Franchise Tax	Motor Vehicle in Lieu	Total
2003	\$ 7,127,024	\$ 8,916,711	\$ 1,019,606	\$ 1,159,106	\$ 1,600,041	\$ 3,218,548	\$ 23,041,036
2004	7,362,114	9,866,703	1,079,260	1,390,912	1,751,660	2,909,301	24,359,950
2005	7,965,423	10,607,724	1,157,235	1,595,136	1,907,625	4,896,184	28,129,327
2006	13,262,984	11,861,516	1,230,098	1,666,915	2,033,842	712,403	30,767,758
2007	15,700,732	11,690,426	1,287,945	1,743,363	2,302,641	358,721	33,083,828
2008	17,337,352	12,358,358	1,292,920	1,707,415	2,665,403	296,970	35,658,418
2009	17,427,720	11,650,327	1,364,620	1,530,088	2,493,568	229,034	34,695,357
2010	18,936,099	11,428,670	1,225,899	1,432,231	2,292,835	200,346	35,516,080
2011	19,401,813	12,591,309	1,320,115	1,581,673	2,289,364	303,904	37,488,178
2012	17,829,713	13,368,424	1,274,862	1,702,362	2,614,774	32,993	36,823,128

Change	Property Tax	Sales Tax	Business License Tax	Transient Occupancy Tax	Franchise Tax	Motor Vehicle in Lieu	Total
2003-2012	150.17%	49.93%	25.03%	46.87%	63.42%	-98.97%	59.82%



Notes: Includes all governmental fund types (General, Special Revenue, Capital Projects and Debt Service Funds).

Source: City of Camarillo financial data

City of Camarillo
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	Land	Improvements	Personal Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2003	\$ 2,258,002	\$ 3,769,515	\$ 93,299	\$ 195,715	\$ 5,925,101	0.00%	\$ 6,120,816	96.80%
2004	2,442,775	4,037,713	94,188	252,718	6,321,958	0.00%	6,574,677	96.16%
2005	2,851,924	4,295,336	88,316	243,580	6,991,996	0.00%	7,235,576	96.63%
2006	3,241,264	4,665,557	90,805	259,501	7,738,125	0.00%	7,997,625	96.76%
2007	3,747,264	5,225,090	88,161	269,267	8,791,248	0.00%	9,060,514	97.03%
2008	4,278,989	5,592,928	92,145	303,548	9,660,514	0.00%	9,964,062	96.95%
2009	4,538,841	5,485,326	46,130	301,222	9,769,075	0.00%	10,070,297	97.01%
2010	4,399,982	5,435,046	42,836	316,771	9,561,093	0.00%	9,877,865	96.79%
2011	4,341,587	5,432,697	32,038	318,298	9,488,024	0.00%	9,806,322	96.75%
2012	4,335,697	5,479,807	28,744	317,138	9,527,110	0.00%	9,844,247	96.78%

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 assessed 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 reassessed at a 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. The County does not provide breakout of residential, commercial and industrial assessed values to the cities.

The City of Camarillo has not had a Direct Property Tax Rate since 1997.

Source: County of Ventura, Auditor - Controller

City of Camarillo
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year	Direct Rates	Overlapping Rates			Total Tax Rates
	Camarillo Sanitary District	Basic County (1)	School Districts	Water Districts	
2003	0.0000	1.0000	0.1269	0.0287	1.1556
2004	0.0000	1.0000	0.1576	0.0365	1.1941
2005	0.0000	1.0000	0.1253	0.0299	1.1552
2006	0.0000	1.0000	0.0542	0.0245	1.0787
2007	0.0000	1.0000	0.1038	0.0251	1.1289
2008	0.0000	1.0000	0.0893	0.0248	1.1141
2009	0.0000	1.0000	0.0764	0.0432	1.1196
2010	0.0000	1.0000	0.1260	0.0208	1.1468
2011	0.0000	1.0000	0.1509	0.0530	1.2039
2012	0.0000	1.0000	0.1413	0.0414	1.1827

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 school and water district bonds.

City of Camarillo
Principal Property Tax Payers
Current Year and Ten Years Ago

Taxpayer	2012			2003		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value (1)	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value (2)
Chelsea GCA Realty Partner	\$ 183,211,242	1	1.87%	\$ 66,142,513	2	1.12%
CPG Partners	82,020,255	2	0.84%			
450 N Baldwin Park BI Assoc.	69,000,000	3	0.70%			
St. John's Regional Medical Center	62,658,824	4	0.64%			
Donahue Schriber Rlty Group	46,702,002	5	0.47%	25,678,091	7	0.43%
Sphear Investments LLC	41,837,300	6	0.42%			
ESJ Centers LLC	39,551,390	7	0.40%	34,186,062	5	0.58%
WNG Camarillo 165 LLC	39,008,000	8	0.40%			
PEGH Investments LLC	31,816,000	9	0.32%	39,014,577	4	0.66%
Corte Madera Apartments	30,817,161	10	0.31%	27,029,000	6	0.46%
Technicolor Videocassette				104,752,855	1	1.77%
Imation Corp				58,858,510	3	0.99%
Essex Camarillo				23,264,830	8	0.39%
Ponderosa Senior Housing				23,186,490	9	0.39%
CNL Retirement Cam Lessor				19,068,591	10	0.32%
Total	\$ 626,622,174		6.37%	\$421,181,519		7.11%

Notes: The amounts shown above include assessed value data for both the City and the Redevelopment Agency.

(1) 2012/13 Local Secured Assessed Valuation: \$9,844,247,443

(2) 2003/04 Local Secured Assessed Valuation: \$5,925,101,000

City of Camarillo
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2003	\$ 4,287,757	\$ 4,198,304	97.91%	\$ 36,250	\$ 4,234,554	98.76%
2004	5,126,092	4,633,078	90.38%	30,987	4,664,065	90.99%
2005	5,705,548	4,487,268	78.65%	27,425	4,514,693	79.13%
2006	6,391,434	5,144,897	80.50%	24,658	5,169,555	80.88%
2007	7,202,503	6,494,651	90.17%	37,552	6,532,203	90.69%
2008	9,179,184	8,237,023	89.74%	63,139	8,300,162	90.42%
2009	9,542,971	8,252,220	86.47%	110,552	8,362,772	87.63%
2010	9,644,350	7,784,705	80.72%	116,064	7,900,769	81.92%
2011	9,965,238	8,642,668	86.73%	69,464	8,712,132	87.43%
2012	10,241,129	7,567,126	73.89%	61,062	7,628,188	74.49%

Notes: Data on property tax levies and collections is only for the following agencies: Camarillo Sanitary District, Camarillo Lighting and Landscape Maintenance District, Camarillo Maintenance District 1-A and Camarillo Comm. Dev. Commission (Redevelopment). The City of Camarillo is a 'no/low property tax' city and receives a majority of its property tax through AB8 funding and T.E.A. funding

For Fiscal Year 2005/06, a portion of the special district's property tax revenue was directly paid over to the State of California's Education Revenue Augmentation Fund (ERAF). The amount of property tax revenue taken in Fiscal Year 2005/06 was \$891,227. Fiscal Year 2005/06 was the last year of ERAF payments.

Sources: City of Camarillo financial information
County of Ventura, Auditor - Controller

City of Camarillo
Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Ventura County</u>	<u>State of California</u>	
2003	0.00%	1.25%	6.00%	
2004	0.00%	1.00%	6.25%	
2005	0.00%	1.00%	6.25%	
2006	0.00%	1.00%	6.25%	
2007	0.00%	1.00%	6.25%	
2008	0.00%	1.00%	6.25%	
2009	0.00%	1.00%	7.25%	(1)
2010	0.00%	1.00%	7.25%	
2011	0.00%	1.00%	7.25%	
2012	0.00%	1.00%	6.25%	(2)

Notes: (1) State rate was 6.25% 7/1/08 through 3/31/09 and was increased to 7.25% effective 4/1/09.
(2) State rate was 7.25% 4/1/09 through 6/30/11 and was decreased to 6.25% effective 7/1/11.

Source: California State Board of Equalization

City of Camarillo
Taxable Sales by Category
Last Ten Calendar Years
(in thousands of dollars)

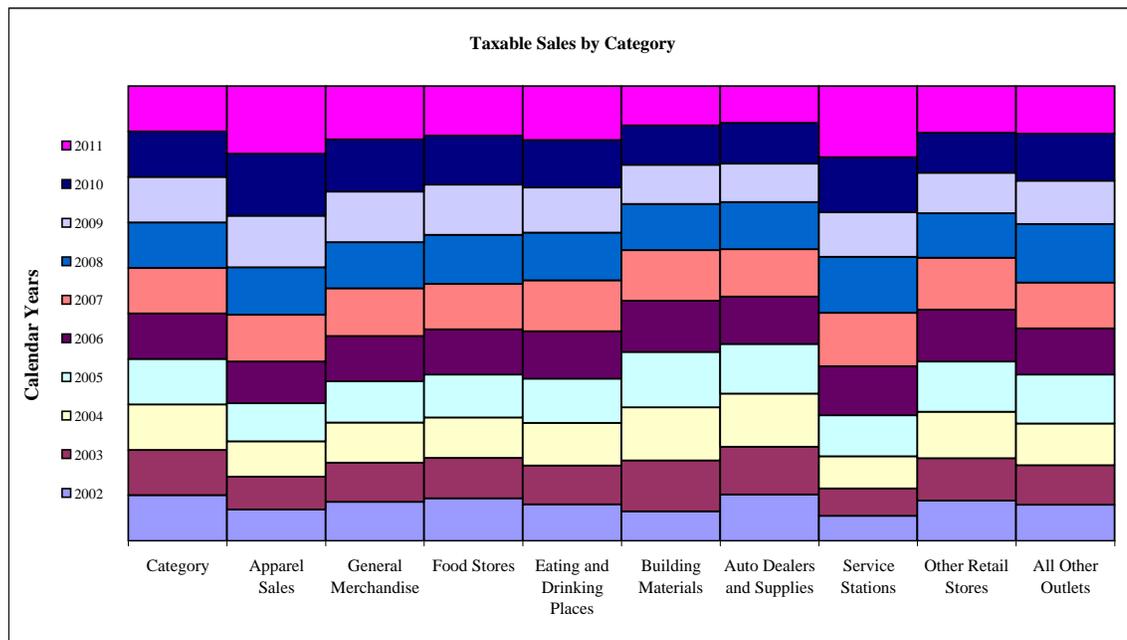
	Calendar Year									
	2002		2003		2004		2005		2006	
	Taxable Sales		Taxable Sales		Taxable Sales		Taxable Sales		Taxable Sales	
Apparel sales	\$	155,376	\$	163,279	\$	175,558	\$	190,687	\$	208,609
General merchandise		58,626		59,354		60,695		63,028		68,177
Food stores		35,196		33,681		33,703		35,816		37,622
Eating and drinking places		87,712		94,352		102,847		107,291		114,442
Building materials		50,094		87,012		90,539		94,389		87,607
Auto dealers and supplies		67,611		69,721		77,882		73,022		69,161
Service stations		50,017		54,798		64,842		82,909		98,294
Other retail stores		152,506		161,981		175,983		192,073		198,030
All other outlets		247,920		269,492		286,912		337,110		316,002
Total	\$	905,058	\$	993,670	\$	1,068,961	\$	1,176,325	\$	1,197,944
City direct sales tax rate		0.00%		0.00%		0.00%		0.00%		0.00%
	Number of Filers	Percent of Total								
Apparel sales	101	4.9%	108	5.2%	116	5.6%	123	5.9%	135	6.3%
General merchandise	19	0.9%	21	1.0%	22	1.1%	28	1.3%	28	1.3%
Food stores	35	1.7%	35	1.7%	38	1.8%	36	1.7%	38	1.8%
Eating and drinking places	156	7.5%	164	7.9%	172	8.4%	172	8.2%	186	8.7%
Building materials	25	1.2%	26	1.2%	28	1.4%	33	1.6%	29	1.4%
Auto dealers and supplies	58	2.8%	66	3.2%	68	3.3%	74	3.5%	71	3.3%
Service stations	20	1.0%	21	1.0%	20	1.0%	23	1.1%	22	1.0%
Other retail stores	500	24.1%	534	25.6%	537	26.1%	545	26.1%	555	26.0%
All other outlets	1,161	56.0%	1,107	53.2%	1,058	51.4%	1,052	50.4%	1,073	50.2%
Total	2,075	100.0%	2,082	100.0%	2,059	100.0%	2,086	100.0%	2,137	100.0%

Notes: Calendar year 2012 not available.

Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue. Retail sales information is not available on a fiscal year basis.

Source: UCSB Economic Forecast Project
The HdL Companies
State of California Board of Equalization

Calendar Year									
2007		2008		2009		2010		2011	
Taxable Sales		Taxable Sales		Taxable Sales		Taxable Sales		Taxable Sales	
\$	232,743	\$	236,429	\$	256,217	\$	309,150	\$	337,919
	72,335		69,869		76,744		79,276		80,828
	37,848		40,874		41,662		40,907		41,352
	123,353		115,811		109,147		115,102		130,688
	86,380		79,036		66,892		67,141		67,560
	69,319		69,323		56,412		59,299		54,242
	107,966		112,658		89,516		111,025		143,332
	196,742		169,729		154,212		152,761		178,428
	315,579		401,664		297,086		323,168		328,466
\$	1,242,265	\$	1,295,393	\$	1,147,888	\$	1,257,829	\$	1,362,815
	0.00%		0.00%		0.00%		0.00%		0.00%
Number of Filers	Percent of Total								
139	6.6%	226	9.0%	249	9.9%	260	10.2%	241	9.6%
30	1.4%	41	1.6%	46	1.8%	44	1.7%	43	1.7%
37	1.8%	47	1.9%	49	1.9%	54	2.1%	50	2.0%
177	8.5%	184	7.3%	184	7.3%	192	7.6%	200	8.0%
27	1.3%	36	1.4%	37	1.5%	35	1.4%	33	1.3%
66	3.2%	83	3.3%	79	3.1%	85	3.4%	91	3.6%
24	1.1%	23	0.9%	20	0.8%	20	0.8%	20	0.8%
525	25.1%	490	19.5%	488	19.4%	501	19.7%	633	25.2%
1,069	51.1%	1,385	55.1%	1,363	54.2%	1,346	53.1%	1,200	47.8%
2,094	100.0%	2,515	100.0%	2,515	100.0%	2,537	100.0%	2,511	100.0%



City of Camarillo
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(dollars in thousands, except per capita)

Governmental Activities									
Fiscal Year	1999 Revenue Refunding Bonds (1)	2004 Redevelopment Bonds (2)	2003 Lease Revenue Bonds (3)	2012 Lease Revenue Bonds (4)	2006 CDC Parity Bonds (5)	2006 CDC Housing Bonds (6)	2009 CDC Parity Bonds (7)	Capital Leases	
2003	\$ 6,685	\$ -	\$ 8,930	\$ -	\$ -	\$ -	\$ -	\$ 9	
2004	6,520	-	8,930	-	-	-	-	1,084	
2005	3,370	22,500	8,770	-	-	-	-	988	
2006	2,765	22,080	8,605	-	-	-	-	889	
2007	2,125	21,715	8,435	-	16,805	10,825	-	785	
2008	1,465	21,330	8,260	-	16,520	10,620	-	677	
2009	785	20,925	8,075	-	16,395	10,525	-	565	
2010	610	20,500	7,885	-	16,265	10,405	17,490	448	
2011	415	20,055	7,685	-	16,130	10,280	16,960	327	
2012	215	- **	-	7,630	- **	- **	- **	200	

- Notes:
- * Revised data
 - ** Due to ABx1 26, Redevelopment Bonds are held by successor agency and no longer a City obligation. See CAFR note 18
 - (a) See Schedule on page 211 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
 - (1) Bonds were issued for the defeasance of three COP bonds issues, with 1 of the 3 COPs being defeased "in substance" by the issuance of the 2005 Wastewater Bonds. (See note 8 below)
 - (2) September 2004, the City issued Series 2004 CDC Tax Allocation Refunding bonds to refund the 1999 CDC Tax Allocation Bonds.
 - (3) 2003 Lease Revenue Bonds defeased May 2 with the issuance of the 2012 Lease Revenue Bonds. (See CAFR note 9)
 - (4) 2012 Lease Revenue Bonds issued in April to legally defease the 2003 bonds. (See note 3 above)
 - (5) November 2006, the City issued Series 2006 CDC Tax Allocation Parity Bonds to finance certain redevelopment projects within the Camarillo Corridor Project Area.
 - (6) November 2006, the City issued \$5,110,000 Series 2006A tax-exempt CDC Housing Set-Aside Tax Allocation bonds and \$5,715,000 Series 2006A-T CDC Housing Set-Aside bonds, both to finance certain low and moderate income housing projects/programs.
 - (7) December 2009, the City issued \$17,490,000 Series 2009 CDC Tax Allocation Parity Bonds to finance certain redevelopment projects within the Camarillo Corridor Project Area.
 - (8) 1999 Sanitary Revenue Refunding Bonds were defeased "in substance" in 2005.
 - (9) 2005 Wastewater Revenue Refunding Bonds were issued to finance certain improvements to the district wastewater enterprise.

Sources: Department of Finance
UCSB Economic Forecast Project
City of Camarillo financial data

Business-type Activities						
Sanitary District						
1999	2005					
Sanitary	Wastewater		Total	Percentage		
Revenue	Revenue	Capital	Primary	of Personal	Per	
Refunding	Refunding	Leases	Government	Income (a)	Capita (a)	
Bonds (8)	Bonds (9)					
\$ 8,470	\$ -	\$ 321	\$ 24,415	1.25%	\$ 403	*
8,095	-	347	24,976	1.21%	404	*
7,340	-	281	43,249	2.02%	689	*
-	23,000	210	57,549	2.61%	899	*
-	22,605	137	83,432 *	3.59%	1,276	*
-	22,195	65	81,132 *	3.29%	1,240	*
-	21,765	54	79,089 *	3.17%	1,196	*
-	21,320	43 *	94,966 *	3.59%	1,424	*
-	20,860	31	92,743	3.74%	1,409	
-	20,380	19	28,444	1.17%	428	

City of Camarillo
Ratio of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

(dollars in thousands, except per capita)

Fiscal Year	Redevelopment Bonds	Less: Amounts Available in Debt Service Fund	Net	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2003	\$ 6,685	\$ 561	\$ 6,124	0.10%	\$ 101.20
2004	6,520	561	5,959	0.09%	96.51
2005	22,500	1,375	21,125	0.29%	336.71
2006	22,080	1,381	20,699	0.26%	323.25
2007	49,345	1,159	48,186	0.53%	736.69
2008	48,470	1,373	47,097	0.47%	719.55
2009	47,845	1,460	46,385	0.46%	709.15
2010	64,660	2,639	62,021	0.63%	968.56
2011	63,425	2,624	60,801	0.62%	969.11
2012	- *	-	-	0.00%	-

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

(1) See Schedule page on 200 for property value data.

(2) Population data can be found in Schedule on page 211.

* Due to ABx1 26, Redevelopment Bonds are held by successor agency and no longer a City obligation.
 See note 18

Source: City of Camarillo financial data

City of Camarillo
Direct and Overlapping Governmental Activities Debt
As of June 30, 2012

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (a)</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Debt repaid with property taxes			
Metropolitan Water District	\$ 196,545,000	0.522 %	\$ 1,025,965
Ventura County Community College District	310,868,691	10.242	31,839,171
Oxnard Union High School District	90,359,913	32.530	29,394,080
Mesa Union School District	7,620,000	39.038	2,974,696
Pleasant Valley School District	35,955,000	82.463	29,649,572
Rio School District	15,280,000	1.073	163,954
City of Camarillo 1915 Act Bonds	1,182,000	100.000	1,182,000
West Camarillo Community Facilities District No. 1	8,535,000	100.000	8,535,000
Other debt			
Ventura County General Fund Obligations	93,740,000	10.239	9,598,039
Ventura County Superintendent of Schools Certificates of Participation	11,865,000	10.239	1,214,857
Oxnard Union High School District Certificates of Participation	8,500,000	32.530	2,765,050
Pleasant Valley School District Certificates of Participation	1,880,000	82.463	1,550,304
Rio School District Certificates of Participation	7,680,000	1.073	82,406
Pleasant Valley County Water District Certificates of Participation	440,568	11.340	49,960
Pleasant Valley Recreation and Park District Certificates of Participation	12,670,000	90.665	11,487,256
Subtotal, overlapping debt			131,512,310
City direct debt			
City of Camarillo Revenue Refunding Bonds	215,000	100.000	215,000
City of Camarillo Lease Revenue Bonds, 2012 Series	7,630,000	100.000	7,630,000
Total direct and overlapping debt			\$ 139,357,310 (b)

Notes: (a) Percentage of overlapping agency's assessed valuation located within the boundaries of the City.
(b) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Sources: California Municipal Statistics, Inc.
City of Camarillo financial data

City of Camarillo
Legal Debt Margin Information
Last Ten Fiscal Years
(dollars in thousands)

	Fiscal Year			
	2012	2011	2010	2009
Debt limit	\$ 1,476,637	\$ 1,470,948	\$ 1,481,680	\$ 1,510,545
Total net debt applicable to limit	-	-	-	-
Legal debt margin	<u>\$ 1,476,637</u>	<u>\$ 1,470,948</u>	<u>\$ 1,481,680</u>	<u>\$ 1,510,545</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2012

Assessed valuations:	
Net assessed value	\$ 9,527,110
Add back: exempt real property	317,137
Gross assessed value	<u>\$ 9,844,247</u>
Debt limitation - 15% of total assessed value	\$ 1,476,637
Less debt applicable to limitation	-
Legal debt margin	<u>\$ 1,476,637</u>

Notes: Under state finance law, the City's outstanding general obligation debt should not exceed 15 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Sources: County of Ventura, Auditor - Controller
City of Camarillo financial data

Fiscal Year					
2008	2007	2006	2005	2004	2003
\$ 1,494,609	\$ 1,359,077	\$ 1,199,644	\$ 1,085,336	\$ 986,201	\$ 918,122
-	-	-	(7,340)	(7,578)	(8,388)
<u>\$ 1,494,609</u>	<u>\$ 1,359,077</u>	<u>\$ 1,199,644</u>	<u>\$ 1,092,676</u>	<u>\$ 993,779</u>	<u>\$ 926,510</u>
0.00%	0.00%	0.00%	-0.68%	-0.77%	-0.91%

City of Camarillo
Pledged-Revenue Coverage - Sanitary District Fund
Last Ten Fiscal Years

Fiscal Year	Gross Revenues	Less: Gross Expenses (1)	Net Available Revenue	Debt Service Requirements			Coverage (2)
				Principal	Interest	Total	
2003	\$ 7,360,797	\$ 4,892,485	\$ 2,468,312	\$ 785,274	\$ 408,606	\$ 1,193,880	2.07
2004	6,981,903	5,197,434	1,784,469	813,887	402,275	1,216,162	1.47
2005	6,938,637	5,040,078	1,898,559	755,000	389,957	1,144,957	1.66
2006	8,927,081	5,866,613	3,060,468	790,000	1,524,625	2,314,625	1.32
2007	8,866,865	5,484,861	3,382,004	395,000	1,043,454	1,438,454	2.35
2008	9,230,298	5,587,162	3,643,136	410,000	1,027,654	1,437,654	2.53
2009	9,663,414	5,620,746	4,042,668	430,000	1,011,254	1,441,254	2.80
2010	8,708,343	6,104,766	2,603,577	445,000	994,054	1,439,054	1.81
2011	9,325,120	5,963,938	3,361,182	460,000	976,254	1,436,254	2.34
2012	10,516,683	6,827,265	3,689,418	480,000	957,854	1,437,854	2.57

Notes: (1) Operating expenses less depreciation and interest, per bond official statement.
(2) A 1.25 debt service coverage requirement, as required by the 2005 bonds.

Source: City of Camarillo financial data

City of Camarillo
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population	Personal Income (in thousands)	Per Capita Personal Income	Median Age	School Enrollment	City Unemployment Rate
2003	60,515	\$1,960,747	\$32,401	39.6	11,129	4.1%
2004	61,746	2,059,908	33,361	39.4	11,036	3.8%
2005	62,739	2,137,957	34,077	39.9	10,882	3.4%
2006	64,034	2,203,922	34,418	39.9	11,064	3.0%
2007	65,409	2,324,113	35,532	40.2	10,782	3.5%
2008	65,453	2,468,953	37,721	40.1	10,375	4.2%
2009	66,149	2,494,346	37,708	40.5	10,406	7.3%
2010	66,690	2,646,326	39,681	41.1	10,019	7.6%
2011	65,830	2,477,973	37,642	41.8	10,002	7.3%
2012	66,407	2,439,394 *	36,734 *	40.9	10,244	6.6% *

* Projected figures

Sources: State of California, Department of Finance
UCSB Economic Forecast Project
State of California, Employment Development Department, Labor Market Information Division
Local elementary, junior and senior high schools

City of Camarillo

Full-time Equivalent City Government Employees by Function/Program Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2003	2004	2005	2006
General government				
Administrative	37	38	38	39
Finance	9	9	9	9
Planning	10	10	10	10
Other	3	4	3	3
Public safety				
Police services	1	1	1	1
Code enforcement	3	3	3	4
Highways & streets				
Maintenance	23	23	23	24
Engineering	10	11	10	11
Redevelopment	1	1	1	1
Stormwater	3	2	3	3
Solid waste	1	1	1	1
Transit	1	1	1	1
Water	14	15	16	15
Wastewater	16	16	15	16
Total full-time equivalent employees	<u>132</u>	<u>135</u>	<u>134</u>	<u>138</u>
Contracted Services Employees				
Police	49	47	48	49
Fire	45 *	45 *	45 *	45
Building & safety	8	7	7	8
Total contracted service employees	<u>102</u>	<u>99</u>	<u>100</u>	<u>102</u>

* Revised data

Notes: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time equivalent employment is calculated by dividing total labor hours by 2,080.

Sources: City of Camarillo financial information
Ventura County Fire Department
Ventura County Sheriff Department
Charles Abbott & Associates

Fiscal Year					
2007	2008	2009	2010	2011	2012
40	41	40	40	41	44
9	9	8	9	9	9
12	12	9	10	10	11
3	3	3	3	3	3
1	1	1	1	1	1
4	4	5	5	5	5
27	27	28	27	27	27
8	8	9	9	7	8
1	1	7	5	5	0
3	3	4	3	4	3
1	1	1	1	1	1
1	1	1	1	1	1
15	15	16	16	16	14
17	18	19	19	19	20
142	144	151	149	149	147

Contracted Services Employees

50	63	73	76	76	71
45	45	58	57	57	57
7	6	6	6	6	5
102	114	137	139	139	133

City of Camarillo
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2003	2004	2005	2006
General government				
Building permits issued	1,765	2,038	2,228	1,934
Building permit valuation (in thousands)	\$ 83,288	\$ 103,818	\$ 251,341	\$ 174,083
Building inspections	11,323	10,723	16,647	19,288
Police				
Physical arrests	2,699	2,725	2,347	2,449
Parking violations	1,668	1,772	1,642	2,342
Traffic violations	11,994	8,437	6,183	7,576
Police personnel (sworn)	49	47	48	49
Patrol units	31	31	33	33
Refuse collection				
Refuse collected (tons per day)	170	175	150	142
Recyclables collected (tons per day)	75	80	90	100
Other public works				
Annual street overlay				
Asphalt laid (in tons)	41,329	18,680	21,662	17,398
Slurry seal (in tons)	unavail.	unavail.	unavail.	unavail.
Striping (in linear feet)	10,176	41,331	2,289	9,968
Water				
New connections	291	156	1,209	688
Average daily consumption (thousands of gallons)	8,500	8,500	8,200	8,320
Peak daily production (thousands of gallons)	29,000	29,000	29,000	29,000
Storage capacity (thousands of gallons)	13,375	13,375	13,375	13,375
Wastewater				
Average daily sewage treatment (thousands of gallons)	3,800	3,900	3,900	3,600
Maximum daily capacity of plant (thousands of gallons)	6,750	6,750	6,750	6,750
Transit				
Total route miles	33,920	34,803	38,682	33,476
Passengers (fixed route)	unavail.	20,992	22,569	18,574

* Revised data

Source: Various city departments

							Fiscal Year					
2007		2008		2009		2010		2011		2012		
	1,305		1,149		725		750		750		744	
\$	43,956	\$	57,139	\$	51,005	\$	17,840	\$	19,727	\$	20,042	
	10,725		7,758		5,797		3,427		2,909		2,757	
	3,144		4,828		2,977		2,780		2,571		2,188	
	1,963		2,373		2,477		2,613		2,231		2,728	
	6,951		6,940		7,881		4,183		3,669		5,502	
	50 *		63		73		76		76		71	
	33		36		43		44		40		39	
	108		142		151		137		133		130	
	125		92		118		149		156		155	
	10,508		-		-		25,382		24,705		24,642	
	unavail.		1,916		-		-		3,202		-	
	unavail.		8,349		-		4,995		7,410		7,411	
	175		66		45		170		15		6	
	8,796		9,405		8,909		8,909		7,735		7,902	
	29,000		29,000		29,000		29,000		15,447		12,187	
	13,375		13,400		13,375		13,375		13,375		13,375	
	3,700		3,800		3,800		3,800		3,800		3,800	
	7,200		7,250		7,250		7,250		7,250		7,250	
	34,032		37,155		32,841		35,321		32,525		33,625	
	16,205		16,592		17,026		15,307		14,874		14,316	

City of Camarillo
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2003	2004	2005	2006
Police				
Stations	1	1	1	1
Other public works				
Miles of streets	181	185	185	185
Number of streets	636	648	650	652
Traffic signals	45	46	50	50
Water				
Water mains (miles)	131	138	139	144
Fire hydrants	1,130	1,155	1,168	1,235
Reservoirs	6	6	6	6
Wells	3	3	3	3
Wastewater				
Treatment plants	1	1	1	1
Number of service connections	12,608	12,821	12,968	13,656
Sanitary sewers (miles)	122	123	124	124
Storm sewers (miles)(36" or greater)	n/a	30	31	32
Storm drains (miles)	n/a	64	64	64
Transit				
Buses	4	4	5	5

* Revised data

Source: Various city departments

Fiscal Year						
2007	2008	2009	2010	2011	2012	
1	1	1	1	1	1	
186	188	192	192	192	196	
664	664	696	697	703	717	
52	52	53	54	54	56	
150	159	178	181	182	182	
1,350	1,350	1,395	1,580	1,595	1,597	
6	6	6	6	6	6	
4	4	4	4	4	4	
1	1	1	1	1	1	
13,831	13,896	13,932	14,047 *	14,125	14,116	
132	149	149	144	152	156	
32	32	32	32	32	32	
65	65	65	65	66	72	
5	4	5	6	8	8	

City of Camarillo
Principal Employers
Current Year and Nine Years Ago

Company or Organization	Fiscal Year			
	2012		2003	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
St. John's Pleasant Valley Hospital	517	1.72%	600	1.64%
Hi-Temp Insulation	512	1.71%	370	1.01%
Pleasant Valley School District	509	1.70%	n/a	0.00%
Ventura County Star	232	0.77%	-	0.00%
Technicolor Video Services	213	0.71%	1,600	4.36%
Teledyne Scientific & Imaging (formerly Rockwell Scientific)	201	0.67%	425	1.16%
Semtech	171	0.57%	-	0.00%
Data Exchange Corp.	171	0.57%	265	0.72%
Vitesse Semiconductor Corp.	149	0.50%	363	0.99%
Harbor Freight Tools	139	0.46%	546	1.49%
SolarWorld Industries (formerly Shell Solar)	114	0.38%	400	1.09%
PowerOne	73	0.24%	n/a	0.00%
Zebra Technologies Corporation	35	0.12%	504	1.37%
Imation Corporation (3M)	-	0.00%	361	0.98%
California Amplifier Co.	-	0.00%	320	0.87%
Total	3,036	10.12%	5,754	15.68%

Source: City of Camarillo Finance Dept.
 State of California, Employment Development Department, Labor Market Information Division

City of Camarillo
Miscellaneous Statistics
June 30, 2012

Date of incorporation	October 22, 1964
Form of government	Council/Manager
Area in square miles	20
City of Camarillo facilities and services	
Culture and recreation	
Community centers	1
Parks	27
Park acreage	251
Golf courses	3
Tennis courts	22
Skate parks	1
Swimming pools	1
Fire protection:	
Number of stations	4
Number of fire personnel	57
Education:	
Number of elementary schools	15
Number of credentialed elementary school instructors	374
Number of secondary schools	2
Number of credentialed secondary school instructors	122
Hospitals:	
Number of hospitals	1
Number of patient beds	180

Sources: City of Camarillo Public Works and GIS Departments
County of Ventura Sheriff and Fire Departments
Pleasant Valley Recreation and Park District
Various schools and school districts

