

CITY OF CAMARILLO CALIFORNIA



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR
ENDED JUNE 30, 2013

CITY OF CAMARILLO CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

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

**City of Camarillo
 Comprehensive Annual Financial Report
 June 30, 2013**

Table of Contents

INTRODUCTORY SECTION	<u>Page</u>
Letter of Transmittal	7
Governmental Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting	18
Directory of City Officials and City Organizational Chart.....	19
 FINANCIAL SECTION	
Independent Auditors' Report.....	21
Management's Discussion and Analysis	24
 Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	45
Statement of Activities.....	46
 Fund Financial Statements:	
Governmental Fund Financial Statements:	
Balance Sheet – Governmental Funds	52
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	53
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	54
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	55
 Proprietary Fund Financial Statements:	
Statement of Net Position – Proprietary Funds	58
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	60
Combining Statement of Cash Flows – Proprietary Funds.....	62
 Fiduciary Fund Financial Statements:	
Statement of Net Position – Fiduciary Funds	67
Statement of Changes in Net Position – Fiduciary Funds	68

City of Camarillo
Comprehensive Annual Financial Report
June 30, 2013

Table of Contents

	<u>Page</u>
Notes to Basic Financial Statements:	
1. Summary of Significant Accounting Policies.....	69
2. Cash and Investments	82
3. Receivables	89
4. Interfund Transactions	91
5. Capital Assets.....	93
6. Compensated Absences	96
7. Capital Lease.....	96
8. Long-Term Debt	97
9. Developer Deposits.....	100
10. Fund Balances For Governmental Funds.....	100
11. Non-City Obligations.....	102
12. Fund Balance Deficits/Expenditures in Excess of Appropriation	104
13. Jointly Governed Organizations	104
14. Risk Management	105
15. Employee Retirement Plans.....	108
16. Commitments and Contingencies	114
17. Restatement of Beginning Net Position.....	116
18. Successor Agency Trust for Assets of Former Redevelopment Agency	116
 Required Supplementary Information:	
1. Budgetary Information.....	128
2. Schedule of Funding Progress for Defined Pension Plan and OPEB Plan.....	130
 Supplementary Information:	
Major Governmental Funds:	
 Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual:	
Library Debt Service Fund.....	132
Capital Improvement Projects Fund	133
 Non-Major Governmental Funds:	
Combining Balance Sheet.....	136
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	140
 Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual:	
Article 8 TDA Special Revenue Fund	144

City of Camarillo
Comprehensive Annual Financial Report
June 30, 2013

Table of Contents

	<u>Page</u>
Article 3 TDA Special Revenue Fund	145
Gas Tax Special Revenue Fund	146
Air Quality Management Special Revenue Fund	147
Community Development Block Grant Special Revenue Fund	148
Library Special Revenue Fund.....	149
Cable PEG Fees Special Revenue Fund	150
Maintenance Districts	151
Police Facility Debt Service Fund	152
Community Facilities District #1 Capital Projects Fund	153
 Internal Service Funds:	
Combining Statement of Net Position	156
Combining Statement of Revenues, Expenses, and Changes in Net Position	158
Combining Statement of Cash Flows	160
 Fiduciary Funds:	
Combining Statement of Assets and Liabilities.....	166
Combining Statement of Changes in Assets and Liabilities.....	168
 Capital Assets Used in the Operation of Governmental Funds:	
Schedule by Source.....	172
Schedule by Function and Activity.....	173
Schedule of Changes in Capital Assets – By Function and Activity	174

City of Camarillo
Comprehensive Annual Financial Report
June 30, 2013

Table of Contents

STATISTICAL SECTION (Unaudited)	<u>Page</u>
Net Position by Component	176
Changes in Net Position	178
Program Revenues by Function/Program	182
Fund Balances, Governmental Funds	184
Changes in Fund Balances, Governmental Funds	186
Tax Revenues by Source, Governmental Funds	188
Assessed Value and Estimated Actual Value of Taxable Property	189
Direct and Overlapping Property Tax Rates	190
Principal Property Tax Payers	191
Property Tax Levies and Collections	192
Direct and Overlapping Sales Tax Rates	193
Taxable Sales by Category	194
Ratios of Outstanding Debt by Type	196
Ratio of Net General Bonded Debt Outstanding	198
Direct and Overlapping Governmental Activities Debt	199
Legal Debt Margin Information	200
Pledged-Revenue Coverage – Sanitary District Fund	202
Demographic and Economic Statistics	203
Full-time Equivalent City Government Employees by Function/Program	204
Operating Indicators by Function/Program	206
Capital Asset Statistics by Function/Program	208
Principal Employers	210
Miscellaneous Statistics	211



City of Camarillo

Department of Finance

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

December 11, 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, 2013.

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.

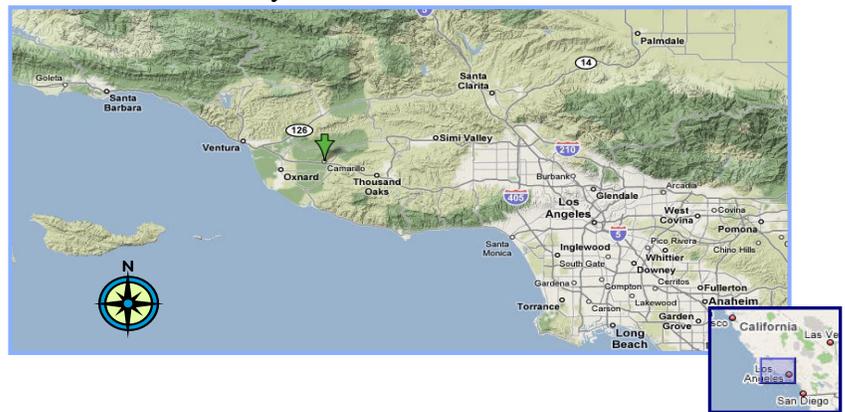
White Nelson Diehl Evans, LLP, a Certified Public Accountant firm selected by the City Council to perform the audit of the financial statements for the fiscal year ended June 30, 2013, has audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that 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, 2013, 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, 2013

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 66,428 residents located in the center of Ventura County (est. population 835,436). 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 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, 2013

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

City of Camarillo
Letter of Transmittal
For the Fiscal Year Ended June 30, 2013

In 1965, the director 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 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 City Manager has the authority to transfer between expenditure accounts and between funds of the City and the Camarillo Sanitary District as long as there is no funding source incompatibility, and provided those changes do not increase overall appropriations in either component unit. The level of budgetary control is established at the fund level. The Council has the legal authority to amend the budget at any time during the fiscal year.

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
Letter of Transmittal
For the Fiscal Year Ended June 30, 2013

Budget-to-actual comparisons are provided in this report. For the General 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 568 business licenses were issued for new commercial, industrial, and service companies.



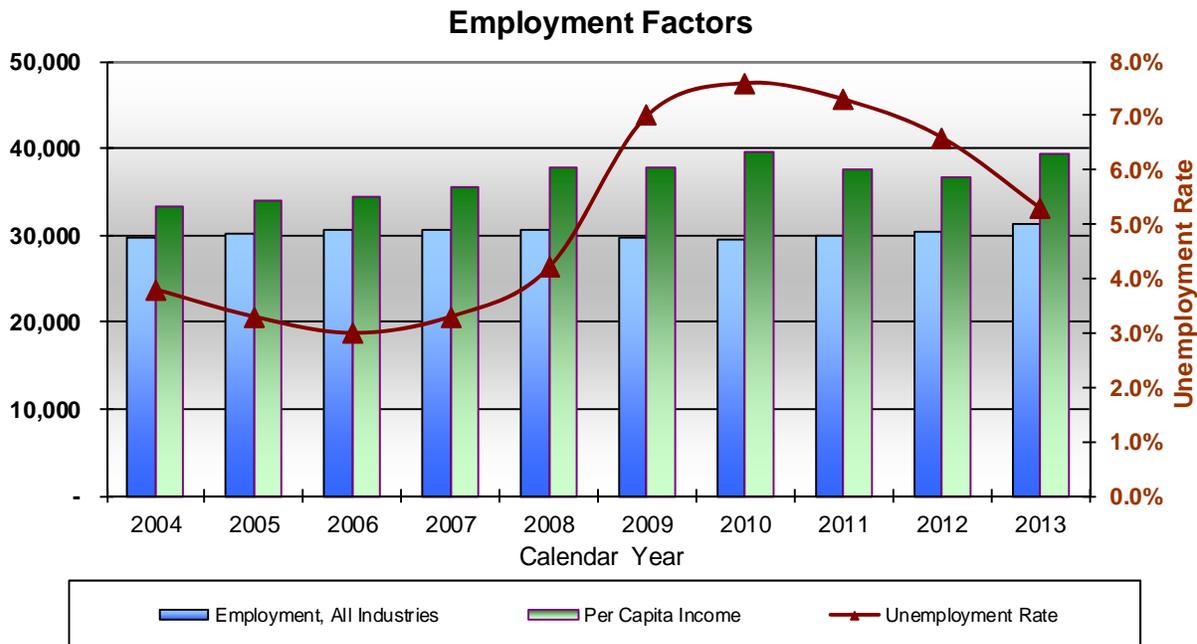
The City of Camarillo has not been immune from the fiscal impacts of the most recent economic downturn. Camarillo's strong taxable sales helped buoy the City and provided much needed jobs and revenue. The residential housing market construction has resumed with a total of

1,314 units under construction as of June 2013, compared to a high of 1,365 units under construction as of December 2006, and a low of 269 units under construction as of December 2010. Additionally, sales have begun to increase, along with Camarillo's median home price.

The City's economy has continued a gradual rebound from the recession. Of the City's top five General Fund revenues, a strong recovery in Transient Occupancy Tax (TOT) revenues continues. Total TOT revenues at June 30, 2013, were \$1.85 million, exceeding the previous peak of \$1.743 million in 2007. Sales tax revenues appear to have strengthened in the last three fiscal years, increasing \$1.4 million (11.2 percent) from the previous peak in 2008. Throughout these fiscally challenging years, the City has maintained very strong reserves.

Employment - Camarillo's Per Capita Income of \$39,340 has grown 17.9 percent from 2004 through 2013. The City's unemployment rate for June 2013 is 5.3 percent, a 2.3 percent drop from its high of 7.6 percent June 2010. Camarillo has fared better than Ventura County, whose unemployment rate as of June 2013 is 7.4 percent, a 3.2 percent drop from its high of 10.6 percent in 2010.

City of Camarillo
Letter of Transmittal
For the Fiscal Year Ended June 30, 2013

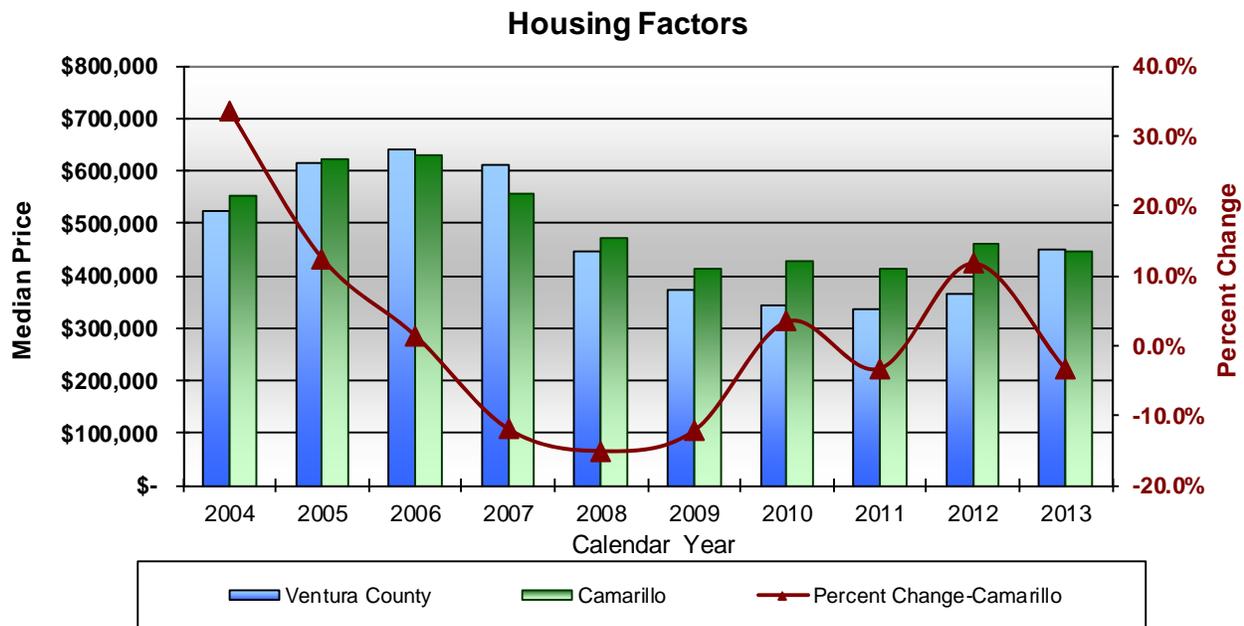


Residential Development - In 1981, the City Council adopted an ordinance in response to an initiative, Measure A, which limits the number of new housing allotments to 400 units per year. Similar to the rest of the County, Camarillo has experienced a slight increase in the residential housing market, with modest increases in activity and price. Since the low in 2009 of \$413,300, Camarillo’s median home price has risen 7.9 percent to \$446,000 as of 2013. Even if this trend continues, it will be years before Camarillo’s median home price rebounds to its peak of \$629,300 in 2006.

Camarillo has experienced a slow start in housing construction, with only three new single-family construction permits in fiscal year 2012/13. As of June 30, 2013, there were 12 projects, totaling 1,314 units, approved and in various stages of construction. An additional ten projects totaling 985 units are pending approval. Residential additions/alterations permits have remained steady, with 299 issued this fiscal year.

RESIDENTIAL PROJECTS UNDER CONSTRUCTION		
Project Description	Location	Number of Units
Single Family Dwelling	Village at the Park	444
	South of US101/East of Camarillo Center	9
	North of US101/Springville interchange	57
Attached Single Family Dwelling/Single Family Dwelling	North of US101/Springville interchange	84
Attached Single Family Dwelling	North of US101/Springville interchange	75
Mixed-Use Rental Units	Village at the Park	66
	South of Ponderosa Rd/West of Arneill Rd	32
Rental Units	North of US101/Springville interchange	547
Total		1,314

City of Camarillo
Letter of Transmittal
For the Fiscal Year Ended June 30, 2013

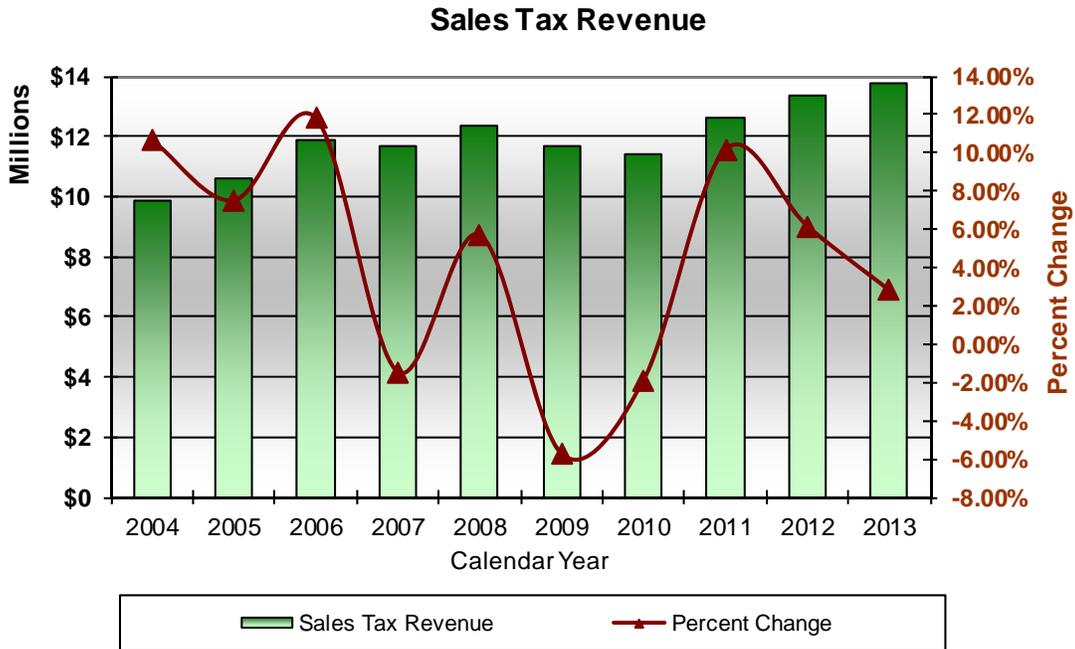


Source: DataQuick, Trulia

Commercial Development - The construction of the Mini Cooper dealership located just north of US 101 Freeway (US 101) on Daily Drive, was completed in fiscal year 2012/13. As of June 30, 2013, nine projects are approved that will add 657,372 square feet of new retail/office sites. Commercial development includes the Paseo Camino Real, to be constructed adjacent to the new Springville/US 101 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, a mixed-use 39,668 square foot commercial center with ten live/work units in the Village Commons area of Village at the Park, and six other projects totaling 76,074 square feet. Two additional projects, totaling 131,731 square feet, are in review and pending approval.

The City of Camarillo ranks fifth in Ventura County taxable sales, capturing approximately 12 percent of sales generated, 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 7.50 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. In Fiscal Year 2012/13, Sales Tax accounts for approximately 19 percent of the City's revenue, and as such, is a useful indicator of the City's economic temperature. Since the downturn in 2009/10, sales tax revenue has risen from \$11.4 million in fiscal year 2009/10, to \$13.7 million in fiscal year 2012/13, a 20.3 percent increase. Sales Tax revenue is projected to increase approximately 1.9 percent next fiscal year. Some of the sectors showing a strong rebound are Autos & Transportation, Restaurants & Hotels, Business & Industry and General Consumer Goods.

City of Camarillo
Letter of Transmittal
For the Fiscal Year Ended June 30, 2013



Source: City of Camarillo

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 1,100 acres of land designated for industrial and research/development land uses. At June 2013, Camarillo had a direct vacancy rate of 9.6 percent, compared with 10.4 percent for the Moorpark/Simi Valley area, and a low of 4.9 percent for Ventura. Camarillo had the second highest average industrial rental rate at \$0.68nnn (triple net method of computing real estate costs), with Conejo Valley area at \$0.86nnn, and Oxnard/Port Hueneme at \$0.55nnn.

As of June 30, 2013, a multi-tenant project on Flynn Road is under construction totaling 32,012 building square feet on 2.17 acres, and twelve projects have been approved totaling 796,396 building square feet, including two projects just north of the Camarillo Airport totaling 143,296 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. Eight projects totaling 436,690 square feet are in the Mission Oaks Business Park, with the largest comprised of 161,894 square feet on 8.75 acres.

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.

In fiscal year 2011/12, 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

City of Camarillo
Letter of Transmittal
For the Fiscal Year Ended June 30, 2013

financial practices to ensure the fiscal sustainability of the City, provides the backdrop for development of the City's Budget. With the adoption of the goals for fiscal year 2012/13, the City Council underscored its commitment to sound fiscal responsibility by expanding the Fiscal Management goal to develop a strategy to provide a sustainable balanced budget where recurring revenues meet recurring expenditures. This multi-year strategy, termed Fiscal Sustainability, was first implemented with the development of the 2013/14 Budget.

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

Successor Agency - 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 has implemented 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.

The City is now approaching its 2nd year of the implementation phase of AB 1484 which governs the wind down of the Camarillo Community Development Commission. The City as Successor Agency was successful in performing all of the necessary tasks to obtain its Finding of Completion. It most recently has submitted a Long Range Property Management Plan, following approval by the Oversight Board, to the State Department of Finance to guide the future development of five properties held by the former RDA. Staff is hopeful that the state Department of Finance will grant approval of this document within the next few months.

General Fund - Projected revenues continue to 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.

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, 2013, included \$58.9 million invested in LAIF and \$85.9 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

City of Camarillo
Letter of Transmittal
For the Fiscal Year Ended June 30, 2013

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, Assistant Director of Finance, and Accounting Manager 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, 2012. This was the twenty-fifth 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. A copy of the Certificate for the fiscal year ended June 30, 2012, is included in the Introductory section of this CAFR.

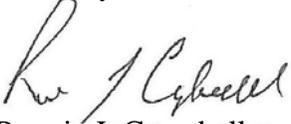
The Government Finance Officers' Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Distinguished Budget Presentation to the City of Camarillo for its Operating and Capital Budgets for fiscal years 2012-2014. In order to be awarded a Certificate of Achievement, a government unit must publish budget documents of the highest quality that reflect both the guidelines established by the National Advisory Council on State and Local Budgeting and the GFOA's recommended practices on budgeting. The GFOA Certificate of Achievement is valid for the two years of the biennial budgets submitted for the award.

I wish to acknowledge the excellent participation and professional contribution of the financial staff in the preparation of this document, in particular Assistant Finance Director, Mark Uribe, Accounting Manager, Licette Maldonado, Accountant, Joyce Mansnerus, Finance Assistant, Deborah Whitlock, Interim Accountant, Leslie Parr, Accounting Specialists Patty Chinery, Marlys Helmuth, Cynthia Knight and Catherine Smith, and Administrative Specialist, Yolanda Espinoza, 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, 2013

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



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Camarillo
California**

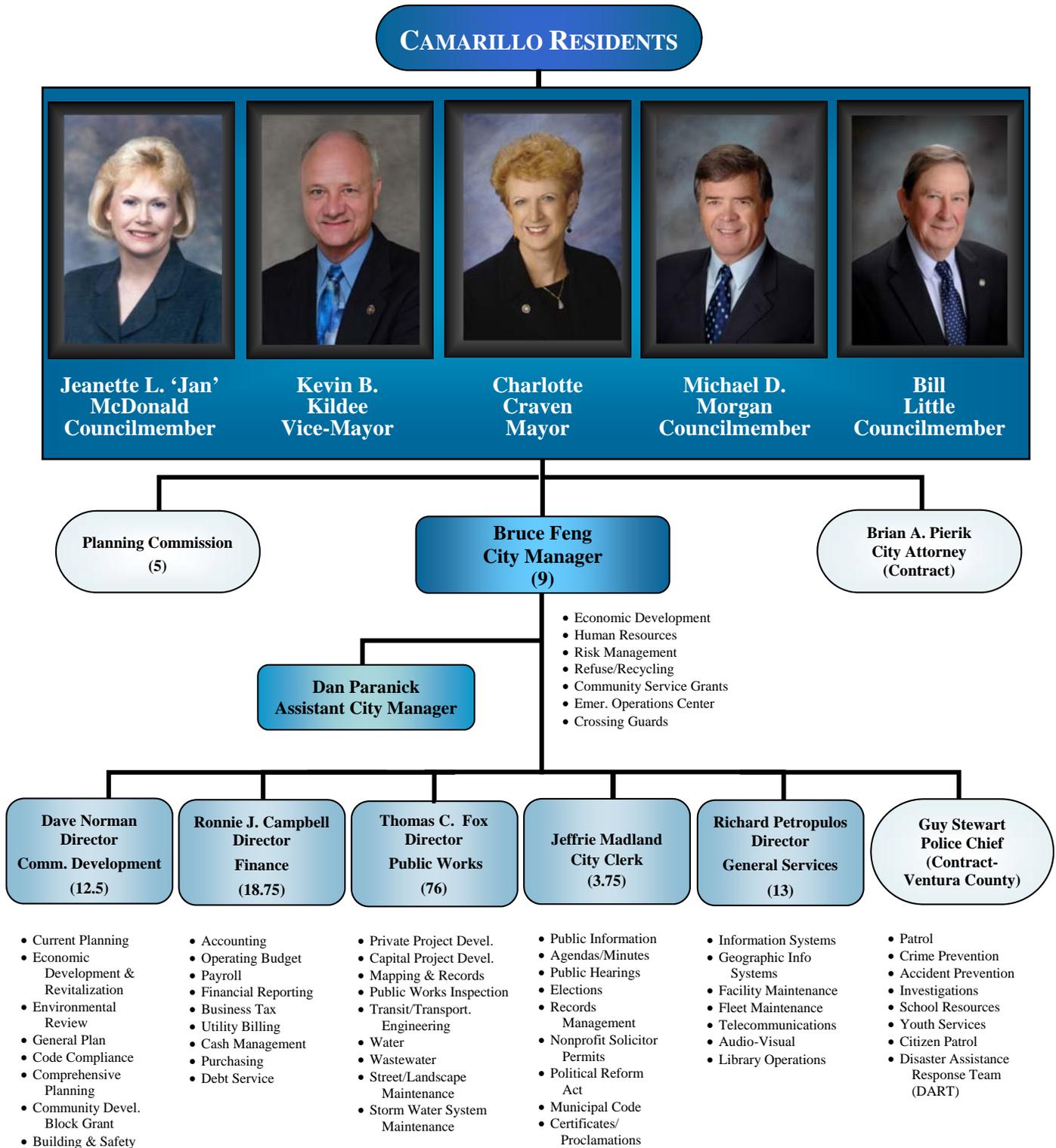
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO

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

Report on the Financial Statements

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, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

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, 2013, 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.

Emphasis of Matters

As discussed in Note 1S to the financial statements, the City incorporated deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure of net position due to the adoption of Governmental Accounting Standards Board's Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". The adoption of this standard also provides a new statement of net position format to report all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. Our opinion is not modified with respect to this matter.

As discussed in Note 1S to the basic financial statements, the City has changed its method for accounting and reporting certain items previously reported as assets or liabilities during fiscal year 2012-2013 due to the early adoption of Governmental Accounting Standards Board's Statement No. 65, "*Items Previously Reported as Assets and Liabilities*". The adoption of this standard required retrospective application resulting in a \$371,681 reduction of previously reported net position of the Sanitary District business-type activity. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary information, and schedules of funding progress, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the management's discussion and analysis, and 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 schedules of funding progress because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance on them. 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 of the City 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 budgetary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Matters (Continued)

Other information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining statements and individual fund schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining statements and individual fund schedules, as listed in the table of contents, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 combining statements and individual fund schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2013, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

White Nelson Dick Evans LLP

Irvine, California
December 9, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

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, 2013. 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, 2013, the City's net position (excess of assets over liabilities) was \$459.2 million. Of this amount, \$108.8 million is available to meet the City's ongoing operations.
- ◆ During the fiscal year ended June 30, 2013, the City's total net position decreased by \$35.1 million. Governmental activities decreased by \$40.5 million when compared to the prior year. Business-type activities showed an increase of \$5.4 million.
- ◆ The City's governmental funds reported combined ending fund balances of \$74.9 million, a decrease of \$14.2 million in comparison with the prior fiscal year. Approximately \$51.4 million of this total amount is available for ongoing operations.
- ◆ At the end of Fiscal Year 2012/13, approximately \$38.2 million of the General Fund was available for ongoing operations, or 127.5 percent of total General Fund expenditures.
- ◆ The City's total debt decreased by \$1.1 million during Fiscal Year 2012/13. The decrease is the result of principal payments on bonds (see Long Term Debt note 8 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 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, 2013

B. OVERVIEW OF FINANCIAL STATEMENTS, Continued

Government-Wide Financial Statements, Continued

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

The Statement of Activities presents information showing how the City's net position changed during the year. All changes in net position are reported as soon as the underlying event occurs, regardless of timing of related cash flows.

In the Statement of Net Position and the Statement of Activities, 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. Agency funds, which only report assets and liabilities, do not have a measurement focus.

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

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, Library Debt Service Fund, and Capital Improvement Projects 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, City Hall Facility Fund, Corporation Yard Facility Fund, Police Facility Fund, Library 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, 2013

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 information concerning the progress in funding its obligation to provide pension benefits to its employees.

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

Net position is a good indicator of the City's financial position. For the fiscal year ended June 30, 2013, net position of the City was \$459.2 million, which is a decrease of \$33.8 million from the prior year.

The following is the condensed Statement of Net Position for the fiscal years ended June 30, 2013 and 2012.

City of Camarillo's Net Position
As of June 30, 2013 and 2012

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and Other Assets	\$110,888,837	\$112,755,659	\$ 57,454,138	\$ 54,258,812	\$168,342,975	\$167,014,471
Capital Assets	252,397,878	280,324,164	88,880,899	87,323,651	341,278,777	367,647,815
Total Assets	<u>363,286,715</u>	<u>393,079,823</u>	<u>146,335,037</u>	<u>141,582,463</u>	<u>509,621,752</u>	<u>534,662,286</u>
Current Liabilities	18,147,393	8,528,089	3,941,677	3,788,014	22,089,070	12,316,103
Long-term Liabilities Outstanding	7,010,000	7,275,000	19,410,973	19,933,142	26,420,973	27,208,142
Other Liabilities	986,857	1,280,252	909,961	863,805	1,896,818	2,144,057
Total Liabilities	<u>26,144,250</u>	<u>17,083,341</u>	<u>24,262,611</u>	<u>24,584,961</u>	<u>50,406,861</u>	<u>41,668,302</u>
Net Position:						
Net investment in Capital Assets	245,054,906	272,279,288	68,943,384	67,714,839	313,998,290	339,994,127
Restricted	25,908,200	37,973,060	10,479,346	9,718,538	36,387,546	47,691,598
Unrestricted	66,179,359	65,744,134	42,649,696	39,564,125	108,829,055	105,308,259
Total Net Position	<u>\$337,142,465</u>	<u>\$375,996,482</u>	<u>\$122,072,426</u>	<u>\$116,997,502</u>	<u>\$459,214,891</u>	<u>\$492,993,984</u>

City of Camarillo
Management’s Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Statement of Net Position, Continued

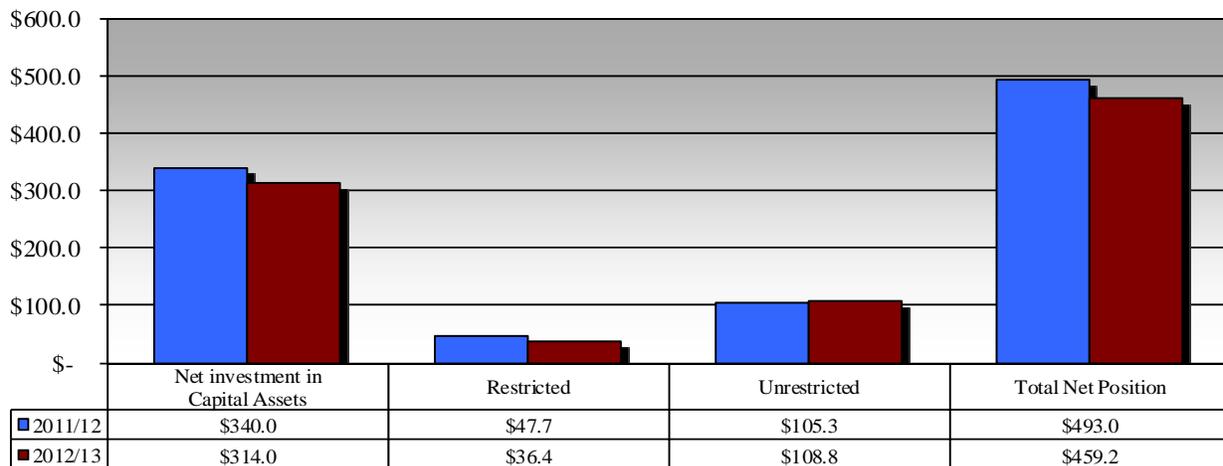
At June 30, 2013, the largest portion of net position (\$314.0 million or 68.4 percent) consists of the City’s investment in capital assets net of related debt. This component portrays the total amount of funds required to acquire those assets, less any related debt used for such acquisition that is 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 position (\$36.4 million or 7.9 percent) is subject to restrictions imposed by external parties, and their use is determined by those restrictions and agreements. The remainder of net position, \$108.8 million, may be used at the City’s discretion to meet ongoing operations.

For the years ended June 30, 2013 and 2012, the City reported positive balances in every category of net position for governmental and business-type activities.

- ◆ The \$26.0 million decrease in the City’s net investment in capital assets was primarily related to the transfer of capital related debt from the City to the Successor Agency (SA).
- ◆ There was a decrease in restricted net position of \$11.3 million primarily due to the SA loan (See Successor Agency Trust note 18 in the basic financial statements for more information).
- ◆ The increase of \$3.5 million of the City’s unrestricted net position was primarily related to the transfer of debt from the City to the SA. (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 position for Fiscal Years 2012/13 and 2011/12 (in millions).



City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Statement of Activities

The following is the condensed Statement of Activities for the fiscal years ended June 30, 2013 and 2012.

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program Revenues:						
Charges for Services	\$ 8,254,680	\$ 3,606,976	\$ 30,209,403	\$ 27,674,591	\$ 38,464,083	\$ 31,281,567
Operating Grants and Contributions	2,326,716	2,518,591	84,294	525,696	2,411,010	3,044,287
Capital Grants and Contributions	4,798,696	3,473,171	3,144,828	5,821,585	7,943,524	9,294,756
General Revenues:						
Taxes	32,779,730	36,823,128	996,297	979,529	33,776,027	37,802,657
Investment Earnings	186,361	544,265	105,832	286,318	292,193	830,583
Gain (Loss) on Sale of Assets	-	24,776	-	-	-	24,776
Grants and Contributions Not Restricted to Specific Programs	67,808	75,433	-	-	67,808	75,433
Other	579,524	1,279,677	514,946	349,367	1,094,470	1,629,044
Total Revenues	<u>48,993,515</u>	<u>48,346,017</u>	<u>35,055,600</u>	<u>35,637,086</u>	<u>84,049,115</u>	<u>83,983,103</u>
Expenses:						
General Government	6,578,775	6,796,825	-	-	6,578,775	6,796,825
Public Safety	15,879,390	16,307,898	-	-	15,879,390	16,307,898
Highways and Streets	17,018,178	873,137	-	-	17,018,178	873,137
Community Services	648,253	3,248,069	-	-	648,253	3,248,069
Culture and Recreation	5,133,315	4,004,723	-	-	5,133,315	4,004,723
Interest on Long-term Debt (unallocated)	257,354	871,589	-	-	257,354	871,589
Water Utility	-	-	13,390,524	11,779,014	13,390,524	11,779,014
Sanitary District	-	-	8,988,900	8,946,284	8,988,900	8,946,284
Solid Waste	-	-	6,184,139	6,100,797	6,184,139	6,100,797
Transit	-	-	1,650,848	1,510,091	1,650,848	1,510,091
Total Expenses	<u>45,515,265</u>	<u>32,102,241</u>	<u>30,214,411</u>	<u>28,336,186</u>	<u>75,729,676</u>	<u>60,438,427</u>
Increase in Net Assets before Transfers	3,478,250	16,243,776	4,841,189	7,300,900	8,319,439	23,544,676
Transfers	(605,416)	(786,789)	605,416	786,789	-	-
Special Item - Asset transfer to Successor Agency - see note 18B	(43,414,063)	38,086,177	-	-	(43,414,063)	38,086,177
Increase in Net Position	(40,541,229)	53,543,164	5,446,605	8,087,689	(35,094,624)	61,630,853
Net Position - Beginning of Year, as restated	377,683,694	322,453,318	116,625,821	108,909,813	494,309,515	431,363,131
Net Position - End of Year	<u>\$ 337,142,465</u>	<u>\$ 375,996,482</u>	<u>\$ 122,072,426</u>	<u>\$ 116,997,502</u>	<u>\$ 459,214,891</u>	<u>\$ 492,993,984</u>

City of Camarillo
Management’s Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

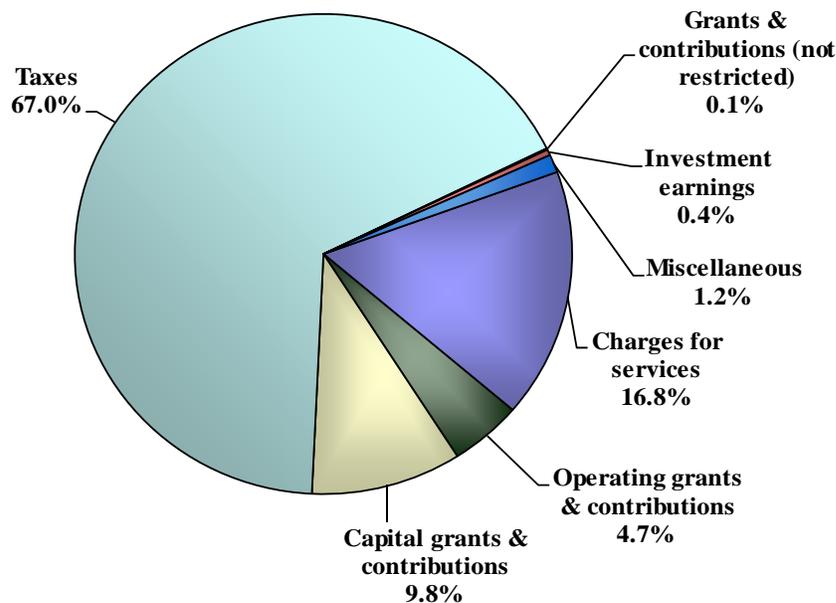
Governmental Activities

The City’s governmental activities decreased net position by \$40.5 million, which was a 10.7 percent decrease from the prior fiscal year. Total revenue for governmental activities were \$49.0 million, \$647.5 thousand more than the prior fiscal year. Key elements of this change were as follows:

Revenue highlights:

- ◆ Charges for services increased \$4.6 million, or 128.9 percent, primarily due to one-time development related revenues.
- ◆ Operating grants and contributions decreased \$191.9 thousand, or 7.6 percent, primarily due to a decrease of \$138.8 thousand in CDBG funding, and \$32.7 thousand decrease in UASI funding for Police Facility improvements.
- ◆ Capital grants and contributions increased \$1.3 million, or 38.2 percent, primarily due to increase in federal and state grants for capital projects.
- ◆ Property tax decreased \$4.6 million, or 26.0 percent, primarily due to AB 1484. (See Successor Agency Trust note 18 in the basic financial statements for more information).
- ◆ Sales tax increased \$377.0 thousand, or 2.8 percent, primarily due to increases in apparel sales, and auto dealers and supplies categories.
- ◆ Interest rates continued to decrease from an average of 0.9 percent in 2011/12 to an average of 0.6 percent in 2012/13, a decrease of \$357.9 thousand.

**Governmental Activities - Revenues by Source
For the Year Ended June 30, 2013**



City of Camarillo
Management’s Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Governmental Activities, Continued

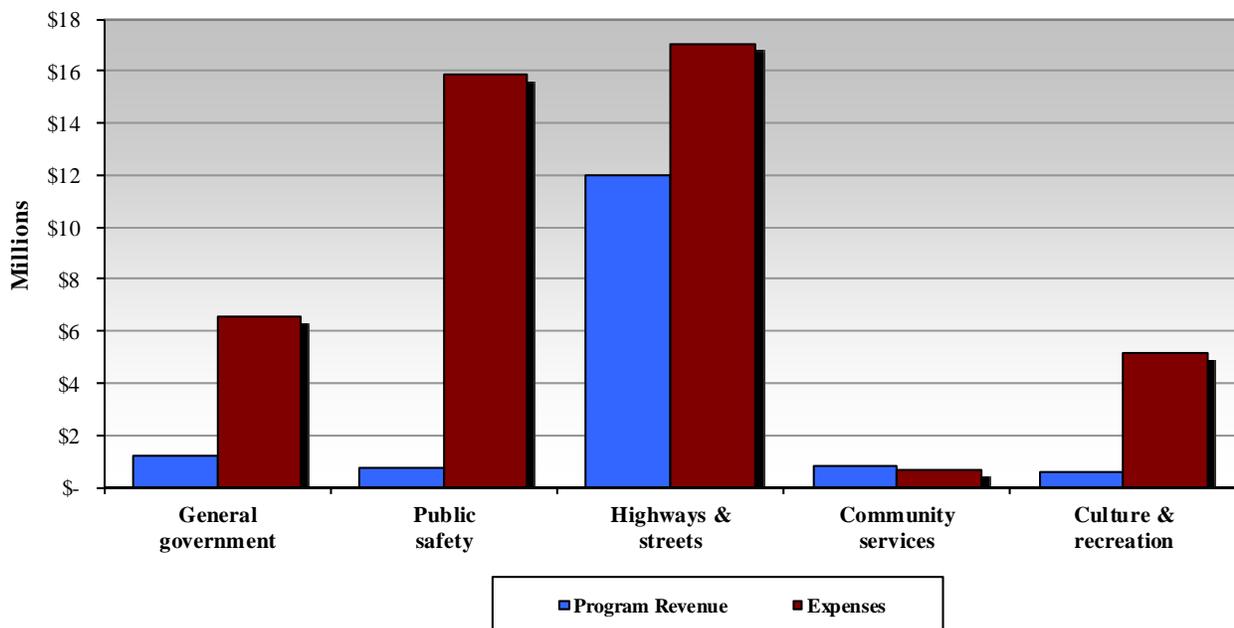
Expense highlights:

Total expenses for governmental activities were \$45.2 million (not including interest on long-term debt of \$257.4 thousand), \$14.0 million greater than the prior fiscal year. Program revenues offset total expenses as follows:

- ◆ Those who directly benefited from programs contributed \$8.2 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 \$2.3 million.
- ◆ A total of \$4.8 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 \$29.9 million.

Governmental Activities
Revenues and Expenses by Function/Program
For the Year Ended June 30, 2013



City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Governmental Activities, Continued

Functional expenses (excluding interest on debt) for the years ended June 30, 2013 and 2012 were as follows (amount in millions):

	Total Cost of Services		Percent Change 2012-2013	Net (Cost) Revenue of Services		Percent Change 2012-2013
	2013	2012		2013	2012	
General Government	\$ 6.6	\$ 6.8	-0.2%	\$ (5.4)	\$ (5.6)	-3.6%
Public Safety	15.9	16.3	-2.5%	(15.1)	(15.4)	-2.0%
Highways and Streets	17.0	0.9	1788.9%	(5.0)	5.4	192.6%
Community Services	0.6	3.2	-81.3%	0.1	(2.3)	-104.4%
Culture and Recreation	5.1	4.0	27.5%	(4.5)	(3.7)	21.6%
Total	\$ 45.2	\$ 31.2	44.9%	\$ (29.9)	\$ (21.6)	38.4%

In total, the Net Cost of Services increased by \$8.3 million, or 38.4 percent, from 2011/12. Highlights of the changes are:

- ◆ Highways and streets net cost of services increased \$10.4 million primarily due to a decrease in capital outlay in 2011/12, as the Springville Interchange project was partially funded by an agency fund.
- ◆ Community services net cost of services decreased \$2.4 million primarily due to elimination of redevelopment.

Business-type Activities

The City's business-type activities increased net position by \$5.4 million (4.7 percent). Key elements of this increase are as follows:

Revenue Highlights:

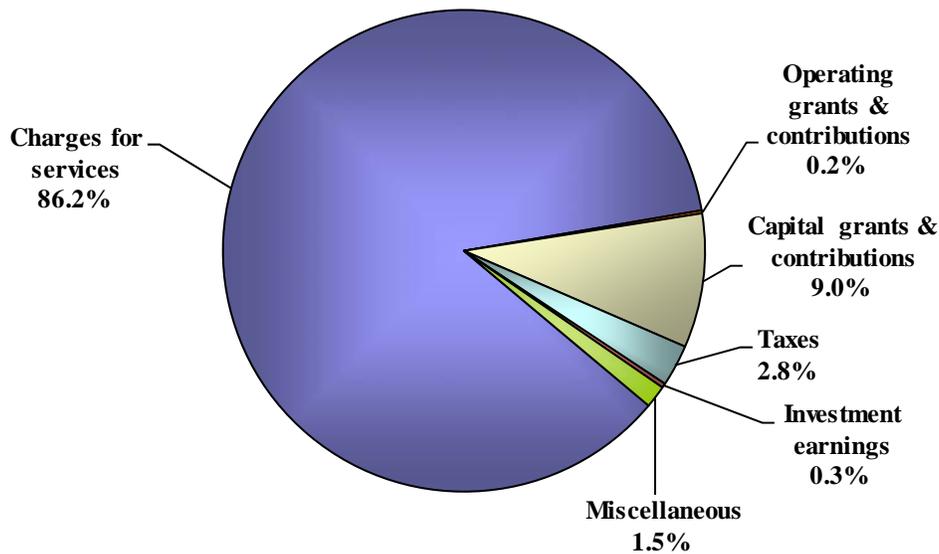
- ◆ Total program revenues in business-type activities decreased by \$583.3 thousand primarily due to decreased capital grants and contributions in water utility and sanitary district of \$2.7 million, and increased charges for services of \$2.5 million in the water utility and sanitary district.

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Business-type Activities, Continued

- ◆ Net revenue in water utility and sanitary district activities was \$3.1 million and \$1.7 million respectively, while solid waste and transit experienced a net cost of \$129.4 thousand and \$1.4 million respectively.

Business-type Activities - Revenues by Source
For the Year Ended June 30, 2013



Expense Highlights:

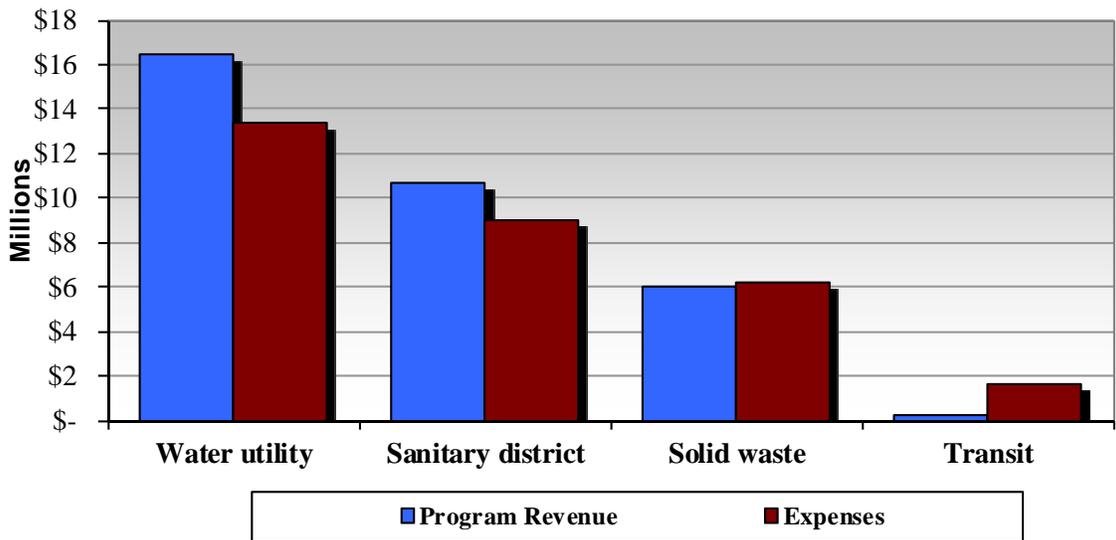
- ◆ Total expenses increased by \$1.9 million over fiscal year 2011/12, with the largest increase in water utility of \$1.6 million (13.7 percent), primarily due to increased cost of water purchased for resale.

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Business-type Activities, Continued

**Business-type Activities
Revenues and Expenses
For the Year Ended June 30, 2013**



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 2012/13, the City's governmental funds reported combined ending fund balances of \$74.9 million, a decrease of \$14.2 million in comparison with the prior fiscal year. Of this amount, \$23.5 million is non-spendable and restricted. (See Fund Balances for Governmental Funds note 10 for more information).

The General Fund is the chief operating fund of the City. At the end of Fiscal Year 2012/13, assigned/unassigned fund balance of the General Fund was \$38.2 million, while the total fund balance was \$50.3 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, 2013,

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

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 147.6 percent of total expenditures and net transfers.

The City's General Fund balance increased by \$2.9 million in Fiscal Year 2012/13 as compared to an increase of \$1.7 million in Fiscal Year 2011/12, and is principally related to increases of \$3.7 million in charges for services for one-time development fees, offset by approximately \$1.7 million increase in net operating transfers.

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 2012/13 original budget and final budget resulted in increased revenues of \$3.4 million, increased expenditures of \$1.8 million, and increased net transfers in and out of \$973.3 thousand.

The General Fund reflected a net total favorable budget variance of \$1.7 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 \$218.6 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, 2013

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, 2013, net capital assets totaled \$252.4 million for governmental activities and \$88.9 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 decrease in the City's investment in capital assets for Fiscal Year 2012/13 was 7.2 percent (10.0 percent decrease for governmental activities and 1.8 percent increase for business-type activities).

Major capital asset events included the following:

- ◆ Governmental decrease of \$1.4 million in Land, and \$31.8 million decrease in Construction in Progress, is primarily due to transfer of assets from the City to the Successor Agency.
- ◆ Infrastructure for governmental activities increased \$5.8 million primarily due to citywide pavement and median improvements.
- ◆ Business-type Construction in Progress increased \$2.3 million primarily due to water utility distribution and collection systems improvement projects.

The following is a summary of the City's capital assets as of June 30, 2013 and 2012.

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

	Governmental		Business-Type		Total	
	Activities		Activities			
	2013	2012	2013	2012	2013	2012
Land	\$ 28,866,252	\$ 30,257,008	\$ 1,261,634	\$ 1,261,634	\$ 30,127,886	\$ 31,518,642
Buildings	32,376,033	32,122,818	438,957	465,803	32,814,990	32,588,621
Utility Systems	-	-	66,156,559	66,545,912	66,156,559	66,545,912
Infrastructure	175,124,943	169,310,593	-	-	175,124,943	169,310,593
Machinery and Equipment	5,581,712	6,378,164	5,064,080	5,414,145	10,645,792	11,792,309
Construction in Progress	10,448,938	42,255,581	15,959,669	13,636,157	26,408,607	55,891,738
Total Net Assets	<u>\$ 252,397,878</u>	<u>\$ 280,324,164</u>	<u>\$ 88,880,899</u>	<u>\$ 87,323,651</u>	<u>\$ 341,278,777</u>	<u>\$ 367,647,815</u>

(See Capital Assets note 5 in the basic financial statements for more information).

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

F. CAPITAL ASSETS AND DEBT ADMINISTRATION, Continued

Long-Term Debt

At the end of Fiscal Year 2012/13, the City had total outstanding revenue debt issues of \$27.2 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 8 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 8 of the basic financial statements.

The City's long-term obligations as of June 30, 2013 and 2012 were as follows:

City of Camarillo's Outstanding Debt						
Revenue Bonds						
	Governmental		Business-Type		Total	
	Activities		Activities			
	2013	2012	2013	2012	2013	2012
Revenue Bonds	\$ 7,275,000	\$ 7,845,000	\$ 19,930,973	\$ 20,433,142	\$ 27,205,973	\$ 28,278,142

G. ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

In preparing the budget for Fiscal Year 2013/14, 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 2.0 percent and retirement at 1.2 percent.
- ◆ Sales tax revenues were projected to increase 1.9 percent in Fiscal Year 2013/14 due to anticipated continual economic recovery.
- ◆ Property tax revenues were projected to increase 1.0 percent due to the lag in the rebounding housing market and assessed valuations, and payment delinquencies.
- ◆ Several large capital projects are planned, including Santa Rosa Road widening (\$1.5 million), various overlay and median improvement projects (\$4.9 million), Regional Desalter Treatment Plant (\$6.9 million), and Wastewater Pump Station Rehabilitation, sewer main and pipeline improvements/replacement projects (\$12.0 million).

City of Camarillo
Management's Discussion and Analysis, Continued
Fiscal Year Ended June 30, 2013

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

The City's operating budget for Fiscal Year 2013/14 reflects the use of set-aside reserves to complete the large capital projects listed above. Fiscal Year 2013/14 represents the second 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 2013/14 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 Position
June 30, 2013

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 91,564,387	\$ 52,399,775	\$ 143,964,162
Receivables, net	6,314,836	5,227,293	11,542,129
Internal balances	215,000	(215,000)	-
Due from Successor Agency Trust	29,992	-	29,992
Prepaid items	51,868	17,818	69,686
Deposits	127,000	18,000	145,000
Advance to Successor Agency Trust	11,950,459	-	11,950,459
Restricted cash and investments	635,295	6,252	641,547
Total current assets	<u>110,888,837</u>	<u>57,454,138</u>	<u>168,342,975</u>
Noncurrent assets:			
Capital assets:			
Non-depreciable	39,315,190	17,221,303	56,536,493
Depreciable, net	213,082,688	71,659,596	284,742,284
Total capital assets	<u>252,397,878</u>	<u>88,880,899</u>	<u>341,278,777</u>
Total assets	<u>363,286,715</u>	<u>146,335,037</u>	<u>509,621,752</u>
LIABILITIES			
Current liabilities:			
Accounts payable	3,478,788	1,955,238	5,434,026
Deposits payable	1,419,438	383,470	1,802,908
Retentions payable	39,818	-	39,818
Interest payable	19,118	72,790	91,908
Due to Successor Agency Trust	11,852,273	-	11,852,273
Unearned revenue	169,234	558,089	727,323
Compensated absences payable	835,752	445,548	1,281,300
Capital lease payable	67,972	6,542	74,514
Long-term debt - due within one year	265,000	520,000	785,000
Total current liabilities	<u>18,147,393</u>	<u>3,941,677</u>	<u>22,089,070</u>
Noncurrent liabilities:			
Compensated absences payable	986,857	909,961	1,896,818
Long-term debt - due in more than one year	7,010,000	19,410,973	26,420,973
Total noncurrent liabilities	<u>7,996,857</u>	<u>20,320,934</u>	<u>28,317,791</u>
Total liabilities	<u>26,144,250</u>	<u>24,262,611</u>	<u>50,406,861</u>
NET POSITION			
Net investment in capital assets	245,054,906	68,943,384	313,998,290
Restricted for:			
Capital projects	20,041,800	-	20,041,800
Debt service	501,237	-	501,237
Special projects and programs	5,365,163	10,479,346	15,844,509
Total restricted	<u>25,908,200</u>	<u>10,479,346</u>	<u>36,387,546</u>
Unrestricted	<u>66,179,359</u>	<u>42,649,696</u>	<u>108,829,055</u>
Total net position	<u>\$ 337,142,465</u>	<u>\$ 122,072,426</u>	<u>\$ 459,214,891</u>

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

City of Camarillo
Statement of Activities
For the Fiscal Year Ended June 30, 2013

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General Government	\$ 6,578,775	\$ 1,226,218	\$ -	\$ -
Public Safety	15,879,390	649,786	121,635	-
Highways and Streets	17,018,178	5,652,839	1,521,813	4,798,696
Community Services	648,253	636,463	155,263	-
Culture and Recreation	5,133,315	89,374	528,005	-
Interest on long-term debt	257,354	-	-	-
Total governmental activities	45,515,265	8,254,680	2,326,716	4,798,696
Business-type activities:				
Water Utility	13,390,524	14,355,497	-	2,084,757
Sanitary District	8,988,900	9,703,978	-	987,502
Solid Waste	6,184,139	6,017,861	36,914	-
Transit	1,650,848	132,067	47,380	72,569
Total business-type activities	30,214,411	30,209,403	84,294	3,144,828
Total primary government	\$ 75,729,676	\$ 38,464,083	\$ 2,411,010	\$ 7,943,524

General Revenues and Transfers:
 General revenues
 Taxes:
 Property taxes
 Sales taxes
 Business license taxes
 Transient occupancy
 Other Taxes
 Franchise
 Total taxes
 Grants and contributions not restricted to specific programs
 Investment earnings
 Miscellaneous
 Transfers
 Total general revenues and transfers
 Special Item - Asset transfers to Successor Agency
 - see note 18B
 Change in net position
 Net position - beginning of year, as restated - see note 17
 Net position - end of year

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

Net (Expense) Revenue
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (5,352,557)	\$ -	\$ (5,352,557)
(15,107,969)	-	(15,107,969)
(5,044,830)	-	(5,044,830)
143,473	-	143,473
(4,515,936)	-	(4,515,936)
(257,354)	-	(257,354)
<u>(30,135,173)</u>	<u>-</u>	<u>(30,135,173)</u>
-	3,049,730	3,049,730
-	1,702,580	1,702,580
-	(129,364)	(129,364)
-	(1,398,832)	(1,398,832)
<u>-</u>	<u>3,224,114</u>	<u>3,224,114</u>
<u>\$ (30,135,173)</u>	<u>\$ 3,224,114</u>	<u>\$ (26,911,059)</u>
13,200,725	996,297	14,197,022
13,745,464	-	13,745,464
1,309,336	-	1,309,336
1,849,831	-	1,849,831
154,670	-	154,670
2,519,704	-	2,519,704
<u>32,779,730</u>	<u>996,297</u>	<u>33,776,027</u>
67,808	-	67,808
186,361	105,832	292,193
579,524	514,946	1,094,470
<u>(605,416)</u>	<u>605,416</u>	<u>-</u>
<u>33,008,007</u>	<u>2,222,491</u>	<u>35,230,498</u>
<u>(43,414,063)</u>	<u>-</u>	<u>(43,414,063)</u>
<u>(40,541,229)</u>	<u>5,446,605</u>	<u>(35,094,624)</u>
<u>377,683,694</u>	<u>116,625,821</u>	<u>494,309,515</u>
<u>\$ 337,142,465</u>	<u>\$ 122,072,426</u>	<u>\$ 459,214,891</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.

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.

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

City of Camarillo
Balance Sheet
Governmental Funds
June 30, 2013

	Major Funds				Total Governmental Funds
	General Fund	Library Debt Service	Capital Improvement Projects	Other Governmental Funds	
ASSETS					
Cash and investments	\$ 48,344,799	\$ 4,304	\$ 14,332,349	\$ 11,769,500	\$ 74,450,952
Receivables:					
Accounts, net	3,888,895	-	1,237,415	317,952	5,444,262
Interest	103,756	-	27,716	26,515	157,987
Notes	-	-	-	653,443	653,443
Due from other funds	215,000	-	-	-	215,000
Due from Successor Agency Trust	29,992	-	-	-	29,992
Advance to Successor Agency Trust	11,950,459	-	-	-	11,950,459
Prepaid items	10,236	-	-	950	11,186
Deposits	125,000	-	-	-	125,000
Restricted cash and investments	-	496,933	138,362	-	635,295
Total assets	\$ 64,668,137	\$ 501,237	\$ 15,735,842	\$ 12,768,360	\$ 93,673,576
LIABILITIES					
Liabilities:					
Accounts payable	\$ 1,828,089	\$ -	\$ 1,120,718	\$ 398,226	\$ 3,347,033
Deposits payable	5,954	-	1,389,334	-	1,395,288
Retentions payable	-	-	39,818	-	39,818
Due to Successor Agency Trust	11,852,273	-	-	-	11,852,273
Unearned revenues	106,809	-	-	62,425	169,234
Compensated absences payable	402,922	-	-	240,088	643,010
Total liabilities	14,196,047	-	2,549,870	700,739	17,446,656
Deferred Inflows of Resources:					
Unavailable revenue - notes receivable proceeds	-	-	-	653,443	653,443
Unavailable revenue - grants	-	-	524,790	-	524,790
Unavailable revenue - special assessments	153,370	-	-	-	153,370
Total deferred inflows of resources	153,370	-	524,790	653,443	1,331,603
Fund Balances:					
Nonspendable	12,085,695	-	-	950	12,086,645
Restricted	-	-	-	11,369,121	11,369,121
Assigned	91,389	501,237	12,661,182	44,107	13,297,915
Unassigned	38,141,636	-	-	-	38,141,636
Total fund balances (deficit)	50,318,720	501,237	12,661,182	11,414,178	74,895,317
Total liabilities, deferred inflows of resources, and fund balances	\$ 64,668,137	\$ 501,237	\$ 15,735,842	\$ 12,768,360	\$ 93,673,576

City of Camarillo
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2013

Total Fund Balances - Total Governmental Funds \$74,895,317

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

Certain assets are not considered available to pay for current period expenditures and therefore are offset by deferred inflows of resources in the funds. 1,331,603

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 Position	Internal Service Funds	
Non-depreciable	39,315,190	(2,996,466)	36,318,724
Depreciable, net	213,082,688	(29,278,686)	183,804,002
Total capital assets	\$ 252,397,878	\$ (32,275,152)	220,122,726

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. (19,118)

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

Risk Management Fund	657,842
Human Resources Fund	184,600
Information Services Fund	2,263,910
Vehicles & Equipment Fund	5,164,414
City Hall Fund	5,878,368
Corporation Yard Fund	2,304,492
Police Facility Fund	5,384,575
Library Facility Fund	24,560,846
Camarillo Ranch Facility Fund	1,814,326
Chamber of Commerce Fund	446,765
Total internal service funds	48,660,138

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 Position	Internal Service Funds	
Long-term liabilities - due within one year	\$ (265,000)	\$ -	(265,000)
Long-term liabilities - due in more than one year	(7,010,000)	-	(7,010,000)
Compensated absences	(986,857)	413,656	(573,201)
Total long-term liabilities	\$ (8,261,857)	\$ 413,656	(7,848,201)

Net Position of Governmental Activities \$337,142,465

City of Camarillo
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2013

	Major Funds				Total Governmental Funds
	General Fund	Library Debt Service	Capital Improvement Projects	Other Governmental Funds	
REVENUES:					
Taxes	\$ 28,038,611	\$ -	\$ -	\$ 2,276,371	\$ 30,314,982
Subventions and grants	189,442	-	2,594,878	3,880,894	6,665,214
Licenses and permits	541,310	-	-	-	541,310
Franchises	2,519,703	-	-	154,669	2,674,372
Contributions and developer fees	-	-	778,300	528,006	1,306,306
Fines and forfeitures	418,933	-	-	12,680	431,613
Charges for services	4,993,861	-	-	674,940	5,668,801
Investment earnings	106,901	85	24,120	24,966	156,072
Miscellaneous	167,793	-	-	-	167,793
Total revenues	36,976,554	85	3,397,298	7,552,526	47,926,463
EXPENDITURES:					
Current:					
General government	7,164,851	-	-	-	7,164,851
Public safety	15,878,506	-	-	-	15,878,506
Highways and streets	2,731,591	-	-	6,970,154	9,701,745
Community services	439,755	-	-	207,684	647,439
Culture and recreation	3,772,646	2,813	-	608,690	4,384,149
Capital outlay	-	-	5,966,038	10,725	5,976,763
Debt service:					
Principal	-	355,000	-	215,000	570,000
Interest and fiscal charges	-	235,085	-	6,189	241,274
Total expenditures	29,987,349	592,898	5,966,038	8,018,442	44,564,727
REVENUES OVER (UNDER) EXPENDITURES	6,989,205	(592,813)	(2,568,740)	(465,916)	3,361,736
OTHER FINANCING SOURCES (USES):					
Transfers in	325,275	587,850	3,852,005	3,220,374	7,985,504
Transfers out	(4,436,622)	-	(300,000)	(3,948,014)	(8,684,636)
Total other financing sources (uses)	(4,111,347)	587,850	3,552,005	(727,640)	(699,132)
Special Item - Asset transfers to Successor Agency - see note 18B	-	-	-	(16,901,071)	(16,901,071)
Net changes in fund balances	2,877,858	(4,963)	983,265	(18,094,627)	(14,238,467)
FUND BALANCES (DEFICIT):					
Beginning of year	47,440,862	506,200	11,677,917	29,508,805	89,133,784
End of year	\$ 50,318,720	\$ 501,237	\$ 12,661,182	\$ 11,414,178	\$ 74,895,317

City of Camarillo

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

Fund Balances to the Statement of Activities

For the Fiscal Year Ended June 30, 2013

Net Change in Fund Balances - Total Governmental Funds **\$ (14,238,467)**

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

Governmental funds reported capital outlay as expenditures. However, in the Statement of Activities, 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	
\$ 7,624,605	\$ 4,329,389	\$ (6,276,128)	5,677,866

Depreciation expense on capital assets was reported in the Statement of Activities, 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 \$2,018,024 of depreciation expense on capital assets of the Internal Service Funds.) (7,067,368)

Transfers of capital assets to private-purpose trust fund as a result of CDC dissolution reduced capital assets, net in the Statement of Net Position (26,512,992)

Long-term compensated absences were reported in the Statement of Activities, but they did not require the use of current financial resources. Therefore, long-term compensated absences were not reported as expenditures in governmental funds. 220,575

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. The debt issuance costs are amortized over the life of the debt. 570,000

Interest expense on long-term debt was reported in the Statement of Activities, 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. (14,677)

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 Position and therefore, the revenue is recognized. 680,026

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. 143,808

Change in Net Position of Governmental Activities **\$ (40,541,229)**



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 Position
Proprietary Funds
June 30, 2013

	Major Funds		
	Water Utility	Sanitary District	Solid Waste
ASSETS			
Current assets:			
Cash and investments	\$ 30,090,061	\$ 21,794,327	\$ 514,376
Receivables:			
Accounts, net	2,226,316	1,376,816	956,217
Interest	67,068	48,223	1,636
Prepaid items	15,662	2,156	-
Deposits	-	18,000	-
Restricted cash and investments	6,246	6	-
Total current assets	32,405,353	23,239,528	1,472,229
Noncurrent assets:			
Capital assets:			
Non-depreciable assets	5,308,351	11,912,952	-
Depreciable assets, net	19,873,643	51,428,338	-
Total capital assets	25,181,994	63,341,290	-
Total noncurrent assets	25,181,994	63,341,290	-
Total assets	57,587,347	86,580,818	1,472,229
LIABILITIES			
Current Liabilities:			
Accounts payable	914,456	403,620	447,289
Deposits payable	168,964	69,805	144,701
Due to other funds	-	-	-
Interest payable	-	72,790	-
Unearned revenue	58,089	-	-
Compensated absences payable	190,852	233,041	11,009
Capital lease payable	6,542	-	-
Long-term debt - due within one year	-	520,000	-
Total current liabilities	1,338,903	1,299,256	602,999
Noncurrent liabilities:			
Compensated absences payable	574,347	305,200	113
Long-term debt - due in more than one year	-	19,410,973	-
Total noncurrent liabilities	574,347	19,716,173	113
Total liabilities	1,913,250	21,015,429	603,112
NET POSITION			
Net investment in capital assets	25,175,452	43,410,317	-
Restricted for special projects and programs	9,962,342	-	517,004
Unrestricted	20,536,303	22,155,072	352,113
Total net position	\$ 55,674,097	\$ 65,565,389	\$ 869,117

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

Major Funds		Governmental Activities Internal Service Funds
Transit	Total	
\$ 1,011	\$ 52,399,775	\$ 17,113,435
551,017	5,110,366	23,876
-	116,927	35,268
-	17,818	40,682
-	18,000	2,000
-	6,252	-
<u>552,028</u>	<u>57,669,138</u>	<u>17,215,261</u>
-	17,221,303	2,996,466
<u>357,615</u>	<u>71,659,596</u>	<u>29,278,686</u>
<u>357,615</u>	<u>88,880,899</u>	<u>32,275,152</u>
<u>357,615</u>	<u>88,880,899</u>	<u>32,275,152</u>
<u>909,643</u>	<u>146,550,037</u>	<u>49,490,413</u>
189,873	1,955,238	131,755
-	383,470	24,150
215,000	215,000	-
-	72,790	-
500,000	558,089	-
10,646	445,548	192,742
-	6,542	67,972
-	520,000	-
<u>915,519</u>	<u>4,156,677</u>	<u>416,619</u>
30,301	909,961	413,656
-	19,410,973	-
<u>30,301</u>	<u>20,320,934</u>	<u>413,656</u>
<u>945,820</u>	<u>24,477,611</u>	<u>830,275</u>
357,615	68,943,384	32,207,180
-	10,479,346	-
<u>(393,792)</u>	<u>42,649,696</u>	<u>16,452,958</u>
<u>\$ (36,177)</u>	<u>\$ 122,072,426</u>	<u>\$ 48,660,138</u>

City of Camarillo
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2013

	Major Funds		
	Water Utility	Sanitary District	Solid Waste
OPERATING REVENUES:			
Charges for services	\$ 14,355,497	\$ 9,703,978	\$ 6,017,861
OPERATING EXPENSES:			
Cost of sales and services	10,148,516	4,823,003	5,714,180
General and administrative	2,333,591	2,051,721	469,959
Depreciation	907,829	2,097,808	-
Total operating expenses	13,389,936	8,972,532	6,184,139
OPERATING INCOME (LOSS)	965,561	731,446	(166,278)
NONOPERATING REVENUES (EXPENSES):			
Property taxes	-	996,297	-
Investment earnings	58,366	46,042	1,424
Interest expense	(588)	(16,368)	-
Operating grants and contributions	-	-	36,914
Other	24,276	475,729	-
Total nonoperating revenues (expenses)	82,054	1,501,700	38,338
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	1,047,615	2,233,146	(127,940)
Capital contributions	2,084,757	987,502	-
Transfers in	-	-	-
Transfers out	(56,336)	(40,318)	-
Change in net position	3,076,036	3,180,330	(127,940)
NET POSITION:			
Beginning of year, as restated	52,598,061	62,385,059	997,057
End of year	<u>\$ 55,674,097</u>	<u>\$ 65,565,389</u>	<u>\$ 869,117</u>

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

Major Funds		Governmental Activities Internal Service Funds
Transit	Total	
\$ 132,067	\$ 30,209,403	\$ 8,836,477
1,130,914	21,816,613	4,173,560
354,468	5,209,739	2,979,610
165,466	3,171,103	2,018,024
<u>1,650,848</u>	<u>30,197,455</u>	<u>9,171,194</u>
<u>(1,518,781)</u>	<u>11,948</u>	<u>(334,717)</u>
-	996,297	-
-	105,832	30,289
-	(16,956)	(6,108)
47,380	84,294	-
14,941	514,946	188,955
<u>62,321</u>	<u>1,684,413</u>	<u>213,136</u>
(1,456,460)	1,696,361	(121,581)
72,569	3,144,828	171,673
725,000	725,000	93,716
(22,930)	(119,584)	-
<u>(681,821)</u>	<u>5,446,605</u>	<u>143,808</u>
<u>645,644</u>	<u>116,625,821</u>	<u>48,516,330</u>
<u>\$ (36,177)</u>	<u>\$ 122,072,426</u>	<u>\$ 48,660,138</u>

City of Camarillo
Combining Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2013

	Major Funds		
	Water Utility	Sanitary District	Solid Waste
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers and users	\$ 14,034,547	\$ 9,457,387	\$ 5,983,938
Receipts from interfund services provided	-	-	-
Payments to employees	(4,562,031)	(5,178,280)	(161,577)
Payments to suppliers	(7,714,917)	(2,347,094)	(6,034,077)
Payments for interfund services used	-	-	-
Net cash provided by (used in) operating activities	1,757,599	1,932,013	(211,716)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Property Taxes	-	996,297	-
Subsidy from other governments	24,276	475,729	36,914
Other noncapital funding sources	-	-	-
Transfers to other funds	(56,336)	(40,318)	-
Transfers from other funds	-	-	-
Net cash provided by (used in) noncapital financing activities	(32,060)	1,431,708	36,914
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Principal payments - bonds	-	(500,000)	-
Principal payments - capital leases	(12,696)	-	-
Interest paid	(588)	(4,300)	-
Acquisition and construction of capital assets	(487,468)	(2,681,310)	-
Loss on disposal of capital assets	-	-	-
Cash received from others for capital improvements	942,159	661,240	-
Net cash provided by (used in) capital and related financing activities	441,407	(2,524,370)	-
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received	141,822	107,394	3,894
Net cash provided by (used in) investing activities	141,822	107,394	3,894
CASH AND CASH EQUIVALENTS:			
Beginning of year	27,851,251	20,893,397	686,837
End of year	30,160,019	21,840,142	515,929
Investments that are not cash equivalents			
Increase (decrease) in fair value of investments	(63,712)	(45,809)	(1,553)
Cash and investments - ending	<u>\$ 30,096,307</u>	<u>\$ 21,794,333</u>	<u>\$ 514,376</u>

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

Major Funds		Governmental Activities Internal Service Funds
Transit	Total	
\$ 128,430	29,604,302	\$ 131,988
-	-	8,834,676
(181,737)	(10,083,625)	(2,527,752)
(1,168,615)	(17,264,703)	(3,324,798)
-	-	(1,309,131)
<u>(1,221,922)</u>	<u>2,255,974</u>	<u>1,804,983</u>
-	996,297	-
488,483	1,025,402	-
14,941	14,941	188,955
(22,930)	(119,584)	-
725,000	725,000	93,716
<u>1,205,494</u>	<u>2,642,056</u>	<u>282,671</u>
-	(500,000)	-
-	(12,696)	(131,904)
-	(4,888)	(6,108)
17,371	(3,151,407)	(310,089)
-	-	3,074
-	1,603,399	171,673
<u>17,371</u>	<u>(2,065,592)</u>	<u>(273,354)</u>
-	253,110	73,855
<u>-</u>	<u>253,110</u>	<u>73,855</u>
68	49,431,553	15,258,784
1,011	52,517,101	17,146,939
-	(111,074)	(33,504)
<u>\$ 1,011</u>	<u>\$ 52,406,027</u>	<u>\$ 17,113,435</u>

(Continued)

City of Camarillo
Combining Statement of Cash Flows
Proprietary Funds, Continued
For the Fiscal Year Ended June 30, 2013

	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)	\$ 965,561	\$ 731,446	\$ (166,278)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities			
Depreciation expense	907,829	2,097,808	-
Changes in operating assets and liabilities:			
Receivables, net	(328,485)	(251,765)	(42,538)
Prepaid items	(293)	40	-
Accounts payable	213,592	(657,639)	(11,496)
Wages payable	(2,198)	1,091	(647)
Compensated absences payable	(5,942)	34,426	628
Deposits payable	18,643	5,174	8,615
Retentions payable	-	(28,568)	-
Due to other funds	-	-	-
Unearned revenue	(11,108)	-	-
Total adjustments	<u>792,038</u>	<u>1,200,567</u>	<u>(45,438)</u>
Net cash provided by (used in) operating activities	<u>\$ 1,757,599</u>	<u>\$ 1,932,013</u>	<u>\$ (211,716)</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Increase (decrease) in fair value adjustment for investments	\$ (63,712)	\$ (45,809)	\$ (1,553)
Contributed capital assets received	1,142,598	326,262	-
Amortization expense	-	13,654	-

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

Major Funds		Governmental Activities Internal Service Funds
Transit	Total	
\$ (1,518,781)	\$ 11,948	\$ (334,717)
165,466	3,171,103	2,018,024
(3,637)	(626,425)	128,479
-	(253)	13,323
112,145	(343,398)	(47,521)
594	(1,160)	(5,838)
16,791	45,903	31,525
-	32,432	1,708
-	(28,568)	-
5,500	5,500	-
-	(11,108)	-
<u>296,859</u>	<u>2,244,026</u>	<u>2,139,700</u>
<u>\$ (1,221,922)</u>	<u>\$ 2,255,974</u>	<u>\$ 1,804,983</u>

\$ -	\$ (111,074)	\$ (33,504)
-	1,468,860	-
-	13,654	-
		(Concluded)

FIDUCIARY FUND FINANCIAL STATEMENTS

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

Agency Funds - These 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 Position
Fiduciary Funds
June 30, 2013

	Successor Agency Private- Purpose Trust Fund	Agency Funds
ASSETS		
Current assets:		
Cash and investments	\$ 2,203,910	\$ 1,204,694
Restricted cash and investments	15,449,340	1,044,414
Accounts receivable, net	-	14,290
Interest receivable	457	2,180
Land held for resale	15,919,057	-
Total current assets	<u>33,572,764</u>	<u>2,265,578</u>
Noncurrent assets:		
Notes Receivable	275,000	-
Capital assets:		
Non-depreciable assets	4,291,911	-
Depreciable assets, net	21,565,060	-
Total capital assets	<u>25,856,971</u>	<u>-</u>
Total noncurrent assets	<u>26,131,971</u>	<u>-</u>
Total assets	<u>59,704,735</u>	<u>\$ 2,265,578</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred loss on refunding, net of accumulated amortization	318,077	-
Total Deferred Outflows of Resources	<u>318,077</u>	<u>-</u>
LIABILITIES		
Current liabilities:		
Accounts payable	36,115	\$ 15,268
Intergovernmental payables	29,992	118,345
Deposits payable	-	540,079
Advance from City of Camarillo	98,186	-
Retentions payable	-	-
Due to note holders	-	539,993
Due to bondholders	-	1,051,893
Long-term debt - due within one year	1,045,000	-
Total current liabilities	<u>1,209,293</u>	<u>2,265,578</u>
Noncurrent liabilities:		
Long-term debt - due in more than one year	60,102,414	-
Total noncurrent liabilities	<u>60,102,414</u>	<u>-</u>
Total liabilities	<u>61,311,707</u>	<u>\$ 2,265,578</u>
NET POSITION		
Net position held in trust for other purposes	<u>\$ (1,288,895)</u>	

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

City of Camarillo
Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended June 30, 2013

	Successor Agency Private- Purpose Trust Fund
ADDITIONS:	
Property taxes	\$ 3,061,918
Investment earnings	12,395
Total additions	<u>3,074,313</u>
DEDUCTIONS:	
Administration expenses	1,638,111
Interest expense	3,136,905
Capital projects expense	1,000,000
Depreciation	453,751
Amortization	43,672
Total deductions	<u>6,272,439</u>
SPECIAL ITEM:	
Asset transfers from City of Camarillo - see note 18B	43,414,063
Total special items	<u>43,414,063</u>
Change in net position	<u>40,215,937</u>
Net position - beginning of year, as restated - See note 17	<u>(41,504,832)</u>
Net position - end of year	<u>\$ (1,288,895)</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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 Position. 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

A. Financial Reporting Entity, Continued

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 2013. For Fiscal Year 2012/13 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 2013. For Fiscal Year 2012/2013 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. Financial Reporting Fiduciary Entity

City of Camarillo as Successor Agency to the Camarillo Community Development Commission – The Successor Agency was created to serve as a custodian for the assets and to wind down the affairs of the former Redevelopment Agency of the City of Camarillo. The Successor Agency is a separate public entity from the City, subject to the direction of an Oversight Board. The Oversight Board is comprised of seven member representatives from local government bodies: two appointed by the Mayor; two County of Ventura (County) representatives; the County Superintendent of Education; the Chancellor of California Community Colleges; and the largest special district taxing entity. Based upon the nature of the Successor Agency’s custodial role, it is reported in a fiduciary fund (private-purpose trust fund).

C. 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. For the year ended June 30, 2013, no budget was adopted for the Las Posas/Upland debt service fund, City CDC CIP Administration and City CIP SA Housing capital projects funds.

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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Budgets and Budgetary Accounting, Continued

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 City Manager has the authority to transfer between expenditure accounts and between funds of the City and the Camarillo Sanitary District as long as there is no funding source incompatibility, and provided those changes do not increase overall appropriations in either component unit. The level of budgetary control is established at the fund level. The Council has the legal authority to amend the budget at any time during the fiscal year.

D. 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 Position and a Statement of Activities. 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 Position. The Statement of Activities presents changes in net position. 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
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Basis of Accounting and Measurement Focus, Continued

Certain eliminations have been made in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position 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, 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

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 position as presented in these statements to the net position 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.

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.)

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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Basis of Accounting and Measurement Focus, Continued

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.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses, and Changes in Fund Net Position, and a Combining 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 Position. The Statement of Revenues, Expenses, and Changes in Fund Net Position presents increased (revenues) and decreased (expenses) in total net position. 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Basis of Accounting and Measurement Focus, Continued

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, City Hall Facility, Corporation Yard Facility, 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 Position and a Statement of Changes in Net Position. 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.

E. 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 – 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).

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

F. 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.”

G. 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.

H. 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 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

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

H. Capital Assets, Continued

The City has included the value of all infrastructures into its Basic Financial Statements and it 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.

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.

I. 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

J. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for categorization under deferred outflows of resources. A deferred loss on refunding, net of accumulated amortization is reported on the Statement of Net Position of the Successor Agency Private-Purpose Trust Fiduciary Fund. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the government-wide Statement of Net Position and the Balance Sheet of the governmental funds will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The City has only one type of item, which arises only under the modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, *unavailable revenues*, is reported only on the Governmental Funds Balance Sheet. Reported unavailable revenues are from three sources: notes receivable proceeds, grants, and special assessments. These amounts will be recognized as an inflow of resources in the period that the amounts become available.

K. 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.

L. Long-Term Obligations

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

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

L. Long-Term Obligations, Continued

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 Position. 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.

M. Net Position

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

Net investment in capital assets – 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 Position – This amount is restricted by external creditors, grantors, contributors, laws enabling legislation or regulations of other governments.

Unrestricted Net Position – This amount is the net position that does not meet the definition of “net invested in capital assets” or “restricted net position.”

N. Use of Restricted/Unrestricted Net Positions

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

O. 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 10 for more detail on fund balances.

P. 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

P. Property Tax Calendar, Continued

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.

Q. 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.

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

New Funds: None.

Deleted Funds: Redevelopment Special Revenue, Redevelopment Debt Service, City CDC Debt Administration, Community Facilities District #2 Capital Projects, Ramona Drive Sewer Capital Projects, and Housing Successor Funds were closed out during the prior fiscal year.

Reclassified Funds: None.

Reclassification of Revenues: None.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

S. New GASB Pronouncements

Effective in the Current Year:

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 was implemented effective June 30, 2013.

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 was implemented effective June 30, 2013. See Restatement of Beginning Net Position note 17.

Effective in the Future Periods:

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, 2014. 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

S. New GASB Pronouncements, Continued

Effective in the Future Periods:

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*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement is not effective until June 30, 2015. The City has not determined its effect on the financial statements.

GASB Statement No. 69 – In January 2013, the GASB issued Statement No. 69, *Government Combinations and Disposals of Government Operations*. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this Statement, the term *government combinations* includes a variety of transactions referred to as mergers, acquisitions, and transfers of operations. This Statement is not effective until June 30, 2014. The City has not determined its effect on the financial statements.

GASB Statement No. 70 – In April 2013, the GASB issued Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. Some governments extend financial guarantees for the obligations of another government, a not-for-profit entity, or a private entity without directly receiving equal or approximately equal value in exchange (a nonexchange transaction). As a part of this nonexchange financial guarantee, a government commits to indemnify the holder of the obligation if the entity that issued the obligation does not fulfill its payment requirements. Also, some governments issue obligations that are guaranteed by other entities in a nonexchange transaction. The objective of this Statement is to improve accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees. This Statement is not effective until June 30, 2014. The City has not determined its effect on the financial statements.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

2. CASH AND INVESTMENTS

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

	Fair Value
	2013
City Treasury Deposits:	
Deposits	\$ 2,320,355
Petty cash	3,175
Total City Treasury Deposits	<u>2,323,530</u>
City Treasury Investments:	
Securities of U.S. Government Agencies	
FFCB	9,107,910
FHLB	10,198,733
FHLMC	16,277,812
FNMA	12,635,246
U.S. Treasury	10,691,657
Total City Securities of U.S. Government Agencies	<u>58,911,358</u>
Developer deposits -	
Primarily certificates of deposit	262,278
Local agency investment fund	85,875,600
Local City Treasury Investments	<u>145,049,236</u>
Total Funds in City Treasury	<u>147,372,766</u>
Cash and Investments with Fiscal Agents:	
Deposits	144,607
Money market mutual funds	16,990,694
Total Cash and Investments with Fiscal Agents	<u>17,135,301</u>
Total Cash and Investments	<u>\$ 164,508,067</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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, 2013, the reported amount of the City's deposits was \$2,320,355 and the bank balances totaled \$5,393,885. Of the total bank balances, \$250,000 was covered by FDIC, and \$5,143,885 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
For the Fiscal Year Ended June 30, 2013

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.

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	\$ (941,177)
Unrealized gain/(loss) in changes in fair value of investments	(229,694)
Net gain/(loss)	<u>(1,170,871)</u>
Interest income	<u>1,463,064</u>
Total Investment Income	<u>\$ 292,193</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.

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
For the Fiscal Year Ended June 30, 2013

2. CASH AND INVESTMENTS, Continued

C. Summary of Cash and Investments

The following is a summary of cash and investments at June 30, 2013:

	Government-Wide Statement of Net Position			Fiduciary Funds Statement of Net Position	
	Governmental Activities	Business-type Activities	Total	Total	
Cash and investments	\$ 91,564,387	\$ 52,399,775	\$ 143,964,162	\$ 3,408,604	\$ 147,372,766
Restricted cash and investments	635,295	6,252	641,547	16,493,754	17,135,301
Total	<u>\$ 92,199,682</u>	<u>\$ 52,406,027</u>	<u>\$ 144,605,709</u>	<u>\$ 19,902,358</u>	<u>\$ 164,508,067</u>

Deposits and investments were categorized as follows at June 30, 2013:

	Credit Quality Ratings	Fair Value 2013
City Treasury Deposits:		
Deposits	Not Rated	\$ 2,320,355
Petty cash	Not Rated	3,175
Total City Treasury Deposits		<u>2,323,530</u>
City Treasury Investments:		
Securities of U.S. Government Agencies		
FFCB	AA	9,107,910
FHLB	AA	10,198,733
FHLMC	AA	16,277,812
FNMA	AA	12,635,246
U.S. Treasury	AA	10,691,657
Total City Securities of U.S. Government Agencies		<u>58,911,358</u>
Developer deposits -		
Primarily certificates of deposit	Not Rated	262,278
Local agency investment fund	Not Rated	85,875,600
Local City Treasury Investments		<u>145,049,236</u>
Total Funds in City Treasury		<u>147,372,766</u>
Cash and Investments with Fiscal Agents:		
Deposits	Not Rated	144,607
Money market mutual funds	AAA	16,990,694
Total Cash and Investments with Fiscal Agents		<u>17,135,301</u>
Total Cash and Investments		<u>\$ 164,508,067</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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, 2013, 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	\$ 9,107,910	\$ 5,060,150	\$ 2,051,700	\$ 1,996,060	\$ -	\$ -
FHLB	10,198,733	5,092,610	1,040,690	4,065,433	-	-
FHLMC	16,277,812	959,082	4,600,335	6,135,410	2,549,085	2,033,900
FNMA	12,635,246	4,017,691	2,034,090	3,039,980	3,543,485	-
U.S. T Notes	10,691,657	3,015,782	3,567,135	3,101,010	1,007,730	-
CD's	262,278	262,278	-	-	-	-
LAIF	85,875,600	85,875,600	-	-	-	-
Total	<u>\$ 145,049,236</u>	<u>\$ 104,283,193</u>	<u>\$ 13,293,950</u>	<u>\$ 18,337,893</u>	<u>\$ 7,100,300</u>	<u>\$ 2,033,900</u>

At June 30, 2013, the City’s investments held by Fiscal Agents had the following 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	\$ 16,990,694	\$ 16,990,694	\$ -	\$ -	\$ -	\$ -
Total	<u>\$ 16,990,694</u>	<u>\$ 16,990,694</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
For the Fiscal Year Ended June 30, 2013

2. CASH AND INVESTMENTS, Continued

D. Risk Disclosures, Continued

At June 30, 2013, 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	6.28%
FHLB	AA	AA	7.03%
FHLMC	AA	AA	11.22%
FNMA	AA	AA	8.71%
U.S. T Notes	AA	AA	7.37%
CD's	Not Rated	Not Rated	0.18%
LAIF	Not Rated	Not Rated	59.21%
Total			100.00%

At June 30, 2013, 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	100.00%

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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	\$ 9,107,910
FHLB	Federal agency securities	10,198,733
FHLMC	Federal agency securities	16,277,812
FNMA	Federal agency securities	12,635,246
		<u>\$ 48,219,701</u>

F. Investments in Local Agency Investment Funds

The City’s investments in LAIF, a State of California investment pool, at June 30, 2013, 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, 2013, the City had \$85,875,600 invested in LAIF, of which LAIF had invested 1.96 percent of the pool investment funds in Structured Notes and Asset-Backed Securities. The City valued its investments in LAIF as of June 30, 2013, 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 1.000273207.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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, 2013:

	Government-Wide		Fiduciary Funds	Total
	Statement of Net Position			
	Governmental	Business-type	Statement of	
	Activities	Activities	Net Position	
Accounts	\$ 5,468,138	\$ 5,110,366	\$ 14,290	\$ 10,592,794
Interest	193,255	116,927	2,637	312,819
Notes	653,443	-	-	653,443
Total	<u>\$ 6,314,836</u>	<u>\$ 5,227,293</u>	<u>\$ 16,927</u>	<u>\$ 11,559,056</u>

Fund Financial Statements

At June 30, 2013, 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, 2013, were as follows:

Governmental Funds:		
General Fund		\$ 3,888,895
Capital Improvement Projects Capital Projects Fund		1,237,415
Non-Major Funds		317,952
Total Governmental Funds		<u>5,444,262</u>
Proprietary Funds:		
Water Utility Enterprise Fund		2,226,316
Sanitary District Enterprise Fund		1,376,816
Solid Waste Enterprise Fund		956,217
Transit Enterprise Fund		551,017
Internal Service Fund		23,876
Total Proprietary Funds		<u>5,134,242</u>
Fiduciary Funds:		
Agency Funds		14,290
Total Accounts Receivable, Net		<u>\$ 10,592,794</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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, 2013 was as follows:

Governmental Funds:	
General Fund	\$ 103,756
Capital Improvement Projects Fund	27,716
Non-Major Funds	26,515
Total Governmental Funds	<u>157,987</u>
Proprietary Funds:	
Water Utility Enterprise Fund	67,068
Sanitary District Enterprise Fund	48,223
Solid Waste Enterprise Fund	1,636
Internal Service Fund	35,268
Total Proprietary Funds	<u>152,195</u>
Fiduciary Funds:	
Successor Agency Private-Purpose Trust Fund	457
Agency Funds	2,180
Total Fiduciary Funds	<u>2,637</u>
Total Interest Receivable	<u>\$ 312,819</u>

C. Notes Receivable

Promissory notes receivable of \$653,443 at June 30, 2013, had the following outstanding balances:

♦ 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>653,443</u>
Total Notes Receivable	<u>\$ 653,443</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

4. INTERFUND TRANSACTIONS

A. Government-Wide Financial Statements

Internal Balances

The City had the following internal balances as of June 30, 2013:

	Governmental Activities	Business-type Activities
Internal Balances Receivable	\$ 215,000	\$ -
Internal Balances Payable	-	215,000
Total Internal Balances	\$ 215,000	\$ 215,000

Transfers

The City had the following transfers for the fiscal year ended June 30, 2013:

	Governmental Activities	Business-type Activities
Transfers Out	\$ 605,416	\$ -
Transfers In	-	605,416
Total Transfers	\$ 605,416	\$ 605,416

B. Fund Financial Statements

Due to/from Other Funds

The City had the following due to/from other funds as of June 30, 2013:

	Due to Other Funds	Due from Other Funds
Transit Fund	\$ 215,000	\$ -
General Fund	-	215,000
Total Due to/from Other Funds	\$ 215,000	\$ 215,000

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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, 2013:

Transfers Out	Transfers In						Total
	General Fund	Library Debt Service	Capital Improve. Projects	Non-major Gov't Funds	Transit Fund	Internal Service Funds	
General Fund	\$ -	\$ 587,850	\$ -	\$ 3,220,374	\$ 575,000	\$ 53,398	\$ 4,436,622
Capital Improve. Proj.	300,000	-	-	-	-	-	300,000
Non-major Govt. Fund	25,275	-	3,772,739	-	150,000	-	3,948,014
Water Fund	-	-	56,336	-	-	-	56,336
Transit Fund	-	-	22,930	-	-	-	22,930
Sanitary Fund	-	-	-	-	-	40,318	40,318
Total	\$ 325,275	\$ 587,850	\$ 3,852,005	\$ 3,220,374	\$ 725,000	\$ 93,716	\$ 8,804,220

C. Fund Financial Statements

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 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

5. CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2013, the City's capital assets consisted of the following:

	Governmental Activities	Business-type Activities	Total
Non-depreciable assets:			
Land	\$ 28,866,252	\$ 1,261,634	\$ 30,127,886
Construction in progress	10,448,938	15,959,669	26,408,607
Total non-depreciable assets	<u>39,315,190</u>	<u>17,221,303</u>	<u>56,536,493</u>
Depreciable assets:			
Buildings and improvements	45,895,335	802,749	46,698,084
Machinery and equipment	13,708,413	8,537,729	22,246,142
Infrastructure	271,473,653	116,426,955	387,900,608
Total depreciable assets	<u>331,077,401</u>	<u>125,767,433</u>	<u>456,844,834</u>
Less accumulated depreciation for:			
Buildings and improvements	(13,519,302)	(363,792)	(13,883,094)
Machinery and equipment	(8,126,701)	(3,473,649)	(11,600,350)
Infrastructure	(96,348,710)	(50,270,396)	(146,619,106)
Total accumulated depreciation	<u>(117,994,713)</u>	<u>(54,107,837)</u>	<u>(172,102,550)</u>
Total capital assets, being depreciated, net	<u>213,082,688</u>	<u>71,659,596</u>	<u>284,742,284</u>
Total capital assets, net	<u>\$ 252,397,878</u>	<u>\$ 88,880,899</u>	<u>\$ 341,278,777</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

5. 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, 2013:

	Balance July 1, 2012	Additions	Deletions	Balance June 30, 2013
Non-depreciable assets:				
Land	\$ 30,257,008	\$ 27,041	\$ (1,417,797)	\$ 28,866,252
Construction in progress	42,255,581	5,428,761	(37,235,404)	10,448,938
Total non-depreciable assets	<u>72,512,589</u>	<u>5,455,802</u>	<u>(38,653,201)</u>	<u>39,315,190</u>
Depreciable assets:				
Buildings and improvements	44,167,437	2,071,603	(343,705)	45,895,335
Machinery and equipment	13,804,149	310,089	(405,825)	13,708,413
Infrastructure	257,700,737	20,644,893	(6,871,977)	271,473,653
Total depreciable assets	<u>315,672,323</u>	<u>23,026,585</u>	<u>(7,621,507)</u>	<u>331,077,401</u>
Less accumulated depreciation for:				
Buildings and improvements	(12,044,619)	(1,499,221)	24,538	(13,519,302)
Machinery and equipment	(7,425,985)	(892,319)	191,603	(8,126,701)
Infrastructure	(88,390,145)	(6,693,850)	422,497	(94,661,498)
Total accumulated depreciation	<u>(107,860,749)</u>	<u>(9,085,390)</u>	<u>638,638</u>	<u>(116,307,501)</u>
Prior Period Adjustment - See note 17	(1,687,212)	-	-	(1,687,212)
Total capital assets, being depreciated, net	<u>206,124,362</u>	<u>13,941,195</u>	<u>(6,982,869)</u>	<u>213,082,688</u>
Total capital assets, net	<u>\$ 278,636,951</u>	<u>\$ 19,396,997</u>	<u>\$ (45,636,070)</u>	<u>\$ 252,397,878</u>

Depreciation expense, including depreciation to internal service funds, for the year ended June 30, 2013 was charged to functions/programs of the governmental activities as follows:

Governmental Activities	
General government	\$ 13,984
Public safety	7,385
Highway and streets, including depreciation of general infrastructure assets	7,045,997
Internal service funds	2,018,024
Total depreciation expense - governmental activities	<u>\$ 9,085,390</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

5. 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, 2013:

	Balance July 1, 2012	Additions	Deletions	Balance June 30, 2013
Non-depreciable assets:				
Land	\$ 1,261,634	\$ -	\$ -	\$ 1,261,634
Construction in progress	13,636,157	3,259,490	(935,978)	15,959,669
Total non-depreciable assets	<u>14,897,791</u>	<u>3,259,490</u>	<u>(935,978)</u>	<u>17,221,303</u>
Depreciable assets:				
Buildings and improvements	802,749	-	-	802,749
Machinery and equipment	8,350,093	187,637	-	8,537,730
Infrastructure	114,209,753	2,217,202	-	116,426,955
Total depreciable assets	<u>123,362,595</u>	<u>2,404,839</u>	<u>-</u>	<u>125,767,434</u>
Less accumulated depreciation for:				
Buildings and improvements	(336,946)	(26,846)	-	(363,792)
Machinery and equipment	(2,935,948)	(537,702)	-	(3,473,650)
Infrastructure	(47,663,841)	(2,606,555)	-	(50,270,396)
Total accumulated depreciation	<u>(50,936,735)</u>	<u>(3,171,103)</u>	<u>-</u>	<u>(54,107,838)</u>
Total capital assets, being depreciated, net	<u>72,425,860</u>	<u>(766,264)</u>	<u>-</u>	<u>71,659,596</u>
Total capital assets, net	<u>\$ 87,323,651</u>	<u>\$ 2,493,226</u>	<u>\$ (935,978)</u>	<u>\$ 88,880,899</u>

Depreciation expense for business-type activities for the fiscal year ended June 30, 2013, was charged as follows:

Business-type Activities	
Water	\$ 907,829
Sewer	2,097,808
Transit	165,466
Total depreciation expense - business-type activities	<u>\$ 3,171,103</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 Position.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

6. 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, 2013, was as follows:

	Balance July 1, 2012	Additions	Deletions	Balance June 30, 2013	Amount Due Within One Year	Amount Due in More Than One Year
Governmental activities:	\$ 2,060,530	\$ 597,831	\$ (835,752)	\$ 1,822,609	\$ 835,752	\$ 986,857
Business-type activities:	\$ 1,309,607	\$ 491,452	\$ (445,550)	\$ 1,355,509	\$ 445,548	\$ 909,961

7. CAPITAL LEASES

The City had the following capital lease obligations at June 30, 2013:

	Balance July 1, 2012	Additions	Deletions	Balance June 30, 2013	Amount Due Within One Year	Amount Due in More Than One Year
Governmental activities						
Capital lease obligation	\$ 199,876	\$ -	\$ (131,904)	\$ 67,972	\$ 67,972	\$ -
Business-type activities						
Capital lease obligation	\$ 19,238	\$ -	\$ (12,696)	\$ 6,542	\$ 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 was \$1,158,520. Outstanding capital lease payments for these facilities as of June 30, 2013, are as follows:

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

7. CAPITAL LEASES, Continued

Year Ending June 30,	Principal	Interest	Total
2014	\$ 67,972	\$ 1,034	\$ 69,006
Total	<u>\$ 67,972</u>	<u>\$ 1,034</u>	<u>\$ 69,006</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 was \$108,784. Outstanding capital lease payments for the Water Fund as of June 30, 2013, are as follows:

Year Ending June 30,	Principal	Interest	Total
2014	\$ 6,542	\$ 100	\$ 6,642
Total	<u>\$ 6,542</u>	<u>\$ 100</u>	<u>\$ 6,642</u>

8. LONG-TERM DEBT

Following is a summary of long-term debt transactions for the fiscal year ended June 30, 2013:

	Balance July 1, 2012	Additions	Deletions	Balance June 30, 2013	Amount Due Within One Year
Governmental Activities:					
1999 Revenue Refunding Bonds	\$ 215,000	\$ -	\$ (215,000)	\$ -	\$ -
2012 Lease Revenue Bonds-Library	7,630,000	-	(355,000)	7,275,000	265,000
Total Governmental Activities	<u>\$ 7,845,000</u>	<u>\$ -</u>	<u>\$ (570,000)</u>	<u>\$ 7,275,000</u>	<u>\$ 265,000</u>
Business-Type Activities:					
2005 Wastewater Bonds	\$ 20,380,000	\$ -	\$ (500,000)	\$ 19,880,000	\$ 520,000
Premium on 2005 Bonds	53,142	-	(2,169)	50,973	-
Total Business-Type Activities	<u>\$ 20,433,142</u>	<u>\$ -</u>	<u>\$ (502,169)</u>	<u>\$ 19,930,973</u>	<u>\$ 520,000</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

8. LONG-TERM DEBT, Continued

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 final payment on the 1999 Revenue Refunding Bonds was made on the bond maturity date of December 1, 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, 2013, on the 2012 Library Bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
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	285,000	204,769	489,769
2019-2023	1,540,000	914,609	2,454,609
2024-2028	1,775,000	666,618	2,441,618
2029-2033	2,110,000	320,212	2,430,212
2034	475,000	10,094	485,094
Total	<u>\$ 7,275,000</u>	<u>\$ 2,990,878</u>	<u>\$ 10,265,878</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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

8. LONG-TERM DEBT, Continued

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 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 were paid in full on the original bond maturity date of December 1, 2012.

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, 2013, 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
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	610,000	829,869	1,439,869
2019-2023	3,455,000	3,736,279	7,191,279
2024-2028	4,300,000	2,894,274	7,194,274
2029-2033	5,390,000	1,797,138	7,187,138
2034-2036	3,920,000	398,250	4,318,250
Total	<u>\$ 19,880,000</u>	<u>\$ 13,202,426</u>	<u>\$ 33,082,426</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

9. 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 Improvements Projects Capital Project Fund, and amounted to \$262,278 at June 30, 2013.

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 Improvements Projects Fund upon receipt, and future commitments are recorded as assigned fund balance.

10. 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.

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, 2013, 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 adopted Resolution of the City Council. Commitments may be changed or lifted only by a formal adopted resolution of the City.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

10. FUND BALANCES FOR GOVERNMENTAL FUNDS, Continued

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.

Fund balances at June 30, 2013, for the governmental funds are nonspendable, restricted, committed, assigned, unassigned for the following purposes:

	Major Funds			Total Major Governmental Funds	Total Other Governmental Funds	Total Governmental Funds
	General Fund	Library Debt Service	Capital Improvement Projects			
Fund balances:						
Nonspendable:						
Long-term receivable	\$ 11,950,459	\$ -	\$ -	\$ 11,950,459	\$ -	\$ 11,950,459
Prepaid items	10,236	-	-	10,236	950	11,186
Deposits	125,000	-	-	125,000	-	125,000
Subtotal	<u>12,085,695</u>	<u>-</u>	<u>-</u>	<u>12,085,695</u>	<u>950</u>	<u>12,086,645</u>
Restricted for:						
Air quality management	-	-	-	-	108,048	108,048
Capital projects	-	-	-	-	7,569,737	7,569,737
Cable fees	-	-	-	-	676,092	676,092
Community development	-	-	-	-	59,360	59,360
Library operations	-	-	-	-	1,211,202	1,211,202
Maintenance	-	-	-	-	1,744,682	1,744,682
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,369,121</u>	<u>11,369,121</u>
Assigned to:						
General government	10,766	-	-	10,766	-	10,766
Highway and streets	4,872	-	-	4,872	-	4,872
Community services	1,308	-	-	1,308	-	1,308
Culture and recreation	74,443	-	-	74,443	-	74,443
Capital projects	-	-	12,661,182	12,661,182	44,107	12,705,289
Debt service	-	501,237	-	501,237	-	501,237
Subtotal	<u>91,389</u>	<u>501,237</u>	<u>12,661,182</u>	<u>13,253,808</u>	<u>44,107</u>	<u>13,297,915</u>
Unassigned:	<u>38,141,636</u>	<u>-</u>	<u>-</u>	<u>38,141,636</u>	<u>-</u>	<u>38,141,636</u>
Total fund balances	<u>\$ 50,318,720</u>	<u>\$ 501,237</u>	<u>\$ 12,661,182</u>	<u>\$ 63,481,139</u>	<u>\$ 11,414,178</u>	<u>\$ 74,895,317</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

11. 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, 2013, is \$113,500. 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, 2013, is \$773,000. 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, 2013, \$19,420,000 was outstanding on the multifamily housing revenue bonds.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

11. NON-CITY OBLIGATIONS, Continued

Multifamily Housing Revenue Bonds, Continued

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. For this reason, these non-City obligations are not reflected in the accompanying combined financial statements. At June 30, 2013, \$5,370,000 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, 2013, \$682,471 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 1999 bonds were paid in full on September 1, 2012. 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

11. NON-CITY OBLIGATIONS, Continued

Camarillo Community Facilities District No.1 Mello Roos Bonds, Continued

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, 2013 on the 2004 bonds is \$7,430,000. 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.

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, 2013, 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 the U.S. 101 Freeway between existing interchanges at Las Posas Road and Central Avenue.

12. FUND BALANCE DEFICITS/EXPENDITURES IN EXCESS OF APPROPRIATION

For the fiscal year ended June 30, 2013, the Transit Fund ending fund balance had a deficit of \$36,177. One of the primary revenue sources for this fund is federal operating and maintenance grants. Expenditures exceeded revenue due to a delay in receipt of grant funds.

13. 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

13. JOINTLY GOVERNED ORGANIZATIONS, Continued

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.

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.

14. 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 122 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 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.

14. RISK MANAGEMENT, Continued

B. Self-Insurance Programs of the Authority, Continued

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 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. The \$3 million annual aggregate deductible is fully retained by the Authority. (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 \$25 million per occurrence. This \$25 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) \$10 million in excess insurance. The excess insurance layer has a \$10 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
For the Fiscal Year Ended June 30, 2013

14. 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 \$162,776,700. 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 \$159,852,095. 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 properties 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

14. RISK MANAGEMENT, Continued

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 2012/2013.

15. 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 – During the year ended June 30, 2013, the California's Public Employees' Pension Reform Act (PEPRA) went into effect. Employees hired after January 1, 2013 who are new to PERS are required to pay half of their plan's normal cost. The new members contribute 6.25% of their annual covered salary. Active plan members who were PERS members before January 1, 2013 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 \$785,848 for the year ended June 30, 2013. 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 2012/2013 at an actuarially determined rate of 16.989 percent of annual covered payroll for miscellaneous employees.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

15. EMPLOYEE RETIREMENT PLANS, Continued

A. Pension Plan, Continued

Annual Pension Cost – For Fiscal Year 2012/2013, the City’s annual pension cost of \$2,063,178 for PERS was equal to the City’s required and actual contributions. The required contribution was determined as part of the June 30, 2010, 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, 2013, was 24 years for prior and current service unfunded liability.

THREE - YEAR TREND INFORMATION FOR PERS			
Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2011	1,665,594	100%	-
6/30/2012	1,991,280	100%	-
6/30/2013	2,063,178	100%	-

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 Actuarially Accrued Liability	Funded Status	Annual Covered Payroll	Unfunded AAL as a % of Payroll
6/30/2012	\$ 82,932,767	\$ 64,437,015	\$ 18,495,752	77.7%	\$ 11,515,554	160.6%

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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

15. EMPLOYEE RETIREMENT PLANS, Continued

A. Pension Plan, Continued

Additional information as of the latest actuarial valuation follows:

Valuation date	June 30, 2012
Actuarial cost method	Entry Age Actuarial Cost Method Normal Cost
Amortization method	Level Percent of Payroll
Remaining amortization period	24 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.

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 2012/2013 was \$14,317,102. The City’s contributions were calculated using the base salary amount of \$12,142,584 at 7 percent, amounting to \$849,982.

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 \$1,355 in Fiscal Year 2012/2013. All employees are fully vested upon enrollment. Employees hired after 1986 also contribute to Medicare.

15. EMPLOYEE RETIREMENT PLANS, Continued

B. Defined Contribution Plan, Continued

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.

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 2012 was \$112 per month and \$115 per month during calendar year 2013. The amount contributed by the City during the fiscal year was \$181,339. In order to fund the retirees benefit, the City established an irrevocable trust with Public Agency Retirement Services (PARS).

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

15. EMPLOYEE RETIREMENT PLANS, Continued

C. Postemployment Healthcare Benefits, Continued

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 2012/2013 as follows:

	2013
Annual Required Contribution (ARC)	\$ 181,843
Interest on net OPEB Obligation	-
Adjustments to Annual Required Contribution	-
Annual OPEB Cost	181,843
Contributions Made	(181,339)
Increase/(Decrease) in Net OPEB Obligation	504
Net OPEB Obligation (Asset), Beginning of the Year	(252)
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.

The City's annual OPEB cost and the percentage of the annual OPEB cost contributed for the fiscal year ended June 30, 2013, 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>
6/30/2011	\$ 167,135	\$ 167,387	100%	\$ (252)
6/30/2012	\$ 174,331	\$ 174,331	100%	\$ (252)
6/30/2013	\$ 181,843	\$ 181,339	100%	\$ 252

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

15. EMPLOYEE RETIREMENT PLANS, Continued

C. Postemployment Healthcare Benefits, Continued

Funded Status and Funding Progress – As of July 1, 2013, the most recent actuarial valuation date, the funded status of the plan, was as follows:

Actuarial Accrued Liability (AAL)	\$	2,946,494
Actuarial Value of Plan Assets	\$	3,082,650
Unfunded Actuarial Accrued Liability (UAAL)	\$	(136,156)
Funded Ratio (Actuarial Value of Plan Assets/AAL)		104.6%
Covered Payroll (Active Plan Members)		n/a
UAAL as Percentage of Covered Payroll		n/a

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
For the Fiscal Year Ended June 30, 2013

15. EMPLOYEE RETIREMENT PLANS, Continued

C. Postemployment Healthcare Benefits, Continued

As of the July 1, 2013 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	25 Years of the Valuation Date, on a closed basis
Actuarial assumptions:	
Investment rate of return	6.3%
Healthcare cost rate trend	4.0%

16. 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, 2013. These projects are evidenced by contractual commitments with contractors, and include the following major projects:

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

16. COMMITMENTS AND CONTINGENCIES, Continued

C. Construction Commitments, Continued

Project Description	Spent to Date	Commitment Remaining	Name of Funds Committed	Source of Funds
Ponderosa-Camarillo Hills Drain Landscape	\$ 709,586	\$ 271,461	Capital Improvement Projects Fund	(1)
Ponderosa Drive Landscaping Phase III	353,078	1,084,116	Capital Improvement Projects Fund	(2)
Central Avenue Freeway Landscaping	29,319	58,614	Capital Improvement Projects Fund	(3)
Santa Rosa Road Widening	382,983	48,600	Capital Improvement Projects Fund	(4)
Calleguas Creek Bike Trail Phase II	1,984,418	37,605	Capital Improvement Projects Fund	(5)
Calleguas Creek Bike Trail Phase III	79,460	23,923	Capital Improvement Projects Fund	(5)
Calleguas Creek Bike Trail Phase IV	61,853	24,649	Capital Improvement Projects Fund	(5)
Lewis Road Monument	200,076	30,354	Capital Improvement Projects Fund	(6)
Flynn Road Sidewalk North of Adolfo Rd	44,761	17,210	Capital Improvement Projects Fund	(7)
Metrolink Undercrossing	22,930	32,910	Capital Improvement Projects Fund	(8)
Pancho Road Pavement Rehabilitation	51,363	70,938	Capital Improvement Projects Fund	(9)
Annual Overlay & Slurry 2012	3,894,328	221,704	Capital Improvement Projects Fund	(10)
Annual Overlay & Slurry 2013	89,123	146,449	Capital Improvement Projects Fund	(10)
Annual Overlay & Slurry 2014	36,689	23,553	Capital Improvement Projects Fund	(10)
Springville Dr Interchange	31,867,123	49,769	Capital Improvement Projects Fund	(11)
Airport Water Improvements Phase III	204,173	38,850	Water Capital Projects Fund	User Fees
Water Main Replacements	258,955	50,156	Water Capital Projects Fund	User Fees
WWTP Diversion to Camrosa	5,507,773	95,244	CSD Capital Projects Fund	(12)
SSMP Future Sewer Improvements	2,330,336	35,422	CSD Capital Projects Fund	User Fees
Daily Drive Sewer	76,037	11,563	CSD Capital Projects Fund	User Fees
Pump Station #2 Rehabilitation	528,602	26,600	CSD Capital Projects Fund	User Fees
Carmen Drive Sewer	514,244	15,168	CSD Capital Projects Fund	User Fees
WWTP Salts Management	154,360	15,367	CSD Capital Projects Fund	User Fees
Pleasant Valley Monitoring Wells	48,535	42,276	CSD Capital Projects Fund	User Fees
Total	\$ 49,430,105	\$ 2,472,501		

- (1) The Ponderosa-Camarillo Hills Drain Landscape project is funded by the General Fund and a federal grant.
- (2) The Ponderosa Drive Landscape Phase II project is funded by the General Fund and a federal grant.
- (3) The Central Avenue Freeway Landscaping project is funded by the General Fund and a federal grant.
- (4) The Santa Rosa Road Widening project is funded by developer fees and a federal grant.
- (5) The Calleguas Creek Bike Trail Phase II, Phase III, and Phase IV projects are funded by the General Fund and a federal grant.
- (6) The Lewis Road Monument project is funded by the former Community Development Commission and developer fees.
- (7) The Flynn Road Sidewalk North of Adolfo Rd project is funded by developer fees.
- (8) The Metrolink Undercrossing project by the Transit Fund.
- (9) The Pancho Road Rehabilitation project is funded by the Water Fund.
- (10) The 2012, 2013, and 2014 Overlay and Slurry Seal Projects are funded by the General Fund and Transportation Development Act monies received from the State of California.
- (11) The Springville Drive Interchange Project is funded by the former Community Development Commission debt financing, developer fees and contributions.
- (12) Wastewater Treatment Plant facility improvements are financed by 2005 sewer bonds

As of June 30, 2013 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
For the Fiscal Year Ended June 30, 2013

17. RESTATEMENT OF BEGINNING NET POSITION

In fiscal year 2012/2013, the City implemented GASB Statement No. 65, “*Items Previously Reported as Assets and Liabilities*”. This statement established 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. Due to the implementation of this statement, deferred bond costs, which should be recognized as an expense in the period incurred, were eliminated. Accounting changes adopted to conform to the provisions of this statement should be applied retroactively. The net position reported in the government-wide financial statements as of July 1, 2012 were restated as follows:

	Governmental Activities	Business-Type Activities	Fiduciary Activities
Net position as previously reported – July 1, 2012	\$375,996,482	\$116,997,502	\$(39,028,961)
Adjustment to accumulated depreciation for prior periods	1,687,212	-	(202,543)
Reduction in net position of Sanitary District net position to remove unamortized bond issuance costs for the implementation of GASB Statement 65	-	(371,681)	(2,273,328)
Net position as restated – July 1, 2012	<u>\$377,683,694</u>	<u>\$116,625,821</u>	<u>\$(41,504,832)</u>

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY

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

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 Assembly Bill X1 26 that was enacted on June 29, 2011, as part of the fiscal year 2011/12 State Budget Passage, 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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

A. Summary of Creation of Successor Agency Private-Purpose Trust Fund, Continued

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.

B. City of Camarillo as Successor Agency

In fiscal year 2011/12, the City transferred select assets of the CDC to the City, prior to the California Supreme Court's action related to the Dissolution Act and Assembly Bill x1 27, for safekeeping purposes. With the implementation of Assembly Bill 1484, and completion of Due Diligence Reviews (DDR) for both Housing and Non-Housing purposes, the Council provided direction to transfer those assets back to the Successor Agency in fiscal year 2012/13. The transfer of the assets back to the Successor Agency has been reported as a special item in the financial statements. Also as a result of the DDR, the City was to reverse the loan repayment of \$11.8 million that consisted of \$11.3 million from bond proceeds and \$578 thousand from other funds. The majority of these funds were deposited with the bond trustees and the balance was used to service bond debt in fiscal year 2013/14. The City has re-established the Long Term Advance for \$11.9 million to include interest due and will seek repayment from the Successor Agency through the AB 1484 process.

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 special item reported in the governmental funds was not the same amount as the special item that was reported in the fiduciary fund financial statements.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

B. City of Camarillo as Successor Agency, Continued

The difference between the special item reported in the fund financial statements and the extraordinary gain special item reported in the fiduciary fund financial statements is reconciled as follows:

Transfer of assets reported in governmental funds – increase to net position of the Successor Agency Private-Purpose Trust Fund	\$16,901,071
Capital assets transferred in the government-wide financial statements – increase to net position of the Successor Agency Private-Purpose Trust Fund	26,512,992
Net increase to net position of the Successor Agency Private-Purpose Trust Fund as a result of the asset transfers (equal to amount of special item reported in the government-wide financial statements of the City)	<u>\$43,414,063</u>

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 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 ROPS II (July 1, - December 30, 2012) and \$1.7 million on January 2, 2013, for ROPS III (January 1 – June 30, 2013). An additional \$1.4 million was received on June 4, 2013 for ROPS 13-14A (July 1 - December 31, 2013).

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.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

C. Recognized Obligation Payment Schedule, Continued

The State Controller’s Office of the State of California, through an Asset Review, was directed to review any transfer of assets between Dissolved RDA and other public bodies, which 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 would then require to order the available assets be transferred back to the public body designated as the Successor Agency. On July 16, 2013, the City of Camarillo as Successor Agency was notified of the Asset Review that would begin on July 22, 2013. The examination period identified in AB 1484 provided a look back that covered transactions from January 1, 2011, through January 31, 2012, time period. Prior to the passage of AB 1484, while still under the provisions of the Dissolution Act, the Dissolved RDA did transfer assets to the City of Camarillo. A preliminary report has been prepared detailing all of the assets transferred from and to the Successor Agency in fiscal year 2013. After reviewing that preliminary report with Legal Counsel, City Council, and Management Staff, the assets were transferred back to the Successor Agency within the fiscal year 2012/13. While the Asset Review is yet to be finalized, the State Controller’s Office is aware of the transfer of assets back to the Successor Agency in fiscal year 2012/13, and will reflect such in the completed report. The projected timeframe for completion of this Asset Review is December, 2013.

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.

D. Long-Term Debt

Following is a summary of long-term debt transactions for the fiscal year ended June 30, 2013:

	Balance			Amount Due	
	July 1, 2012	Additions	Deletions	Balance June 30, 2013	Within One Year
2004 CDC Refunding Bonds	\$ 19,600,000	\$ -	\$ 470,000	\$ 19,130,000	\$ 485,000
Premium on 2004 CDC Bonds	36,677	634	-	37,311	-
Deferred Loss on Refunding - 2004 Bonds	(349,364)	31,287	-	(318,077)	-
2006 CDC Bonds:					
Parity Bonds	15,990,000	-	145,000	15,845,000	155,000
Discount on Parity Bonds	(55,331)	1,867	-	(53,464)	-
Non-Taxable Housing Bonds	5,050,000	-	25,000	5,025,000	25,000
Discount on Non-Taxable Housing Bonds	(52,992)	1,806	-	(51,186)	-
Taxable Housing Bonds	5,095,000	-	120,000	4,975,000	125,000
2009 CDC Parity Bonds	16,720,000	-	250,000	16,470,000	255,000
Discount on Parity Bonds	(238,327)	8,080	-	(230,247)	-
Total Fiduciary Activities	<u>\$ 61,795,663</u>	<u>\$ 43,674</u>	<u>\$ 1,010,000</u>	<u>\$ 60,829,337</u>	<u>\$ 1,045,000</u>

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

D. 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, 2013, are as follows:

Year Ending June 30,	Principal	Interest	Total
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	555,000	782,311	1,337,311
2019 - 2023	3,115,000	3,558,595	6,673,595
2024 - 2028	3,835,000	2,815,194	6,650,194
2029 - 2033	4,810,000	1,811,962	6,621,962
2034 - 2037	4,780,000	492,500	5,272,500
Total	<u>\$ 19,130,000</u>	<u>\$ 12,777,875</u>	<u>\$ 31,907,875</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 \$31,907,875 and is payable through fiscal year 2037. For the current year, the total of principal and interest paid was \$1,340,661.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

D. 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, 2013, are as follows:

Year Ending June 30,	Principal	Interest	Total
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	180,000	669,538	849,538
2019 - 2023	1,025,000	3,224,706	4,249,706
2024 - 2028	1,260,000	2,985,903	4,245,903
2029 - 2033	1,555,000	2,680,703	4,235,703
2034 - 2038	3,275,000	2,270,537	5,545,537
2039 - 2042	7,900,000	730,800	8,630,800
Total	<u>\$ 15,845,000</u>	<u>\$ 15,317,287</u>	<u>\$ 31,162,287</u>

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission to 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 \$31,162,287 and is payable through fiscal year 2042. For the current year, the total of principal and interest paid was \$849,637.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

D. 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, 2013, are as follows:

Year Ending June 30,	Principal	Interest	Total
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	30,000	222,020	252,020
2019 - 2023	165,000	1,088,365	1,253,365
2024 - 2028	210,000	1,045,240	1,255,240
2029 - 2033	260,000	991,190	1,251,190
2034 - 2038	1,870,000	802,093	2,672,093
2039 - 2042	2,385,000	220,817	2,605,817
Total	<u>\$ 5,025,000</u>	<u>\$ 5,270,570</u>	<u>\$ 10,295,570</u>

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission to 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 \$10,295,570 and is payable through fiscal year 2042. For the current year, the total of principal and interest paid were \$253,115.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

D. 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, 2013, are as follows:

Year Ending June 30,	Principal	Interest	Total
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	155,000	255,029	410,029
2019 - 2023	910,000	1,127,033	2,037,033
2024 - 2028	1,205,000	823,552	2,028,552
2029 - 2033	1,605,000	413,848	2,018,848
2034 - 2035	560,000	27,186	587,186
Total	<u>\$ 4,975,000</u>	<u>\$ 3,743,331</u>	<u>\$ 8,718,331</u>

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission to 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 \$8,718,331 and is payable through fiscal year 2035. For the current year, the total principal and interest paid were \$411,069.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

D. 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, 2013, are as follows:

Year Ending June 30,	Principal	Interest	Total
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	300,000	877,863	1,177,863
2019 - 2023	1,760,000	4,132,781	5,892,781
2024 - 2028	2,280,000	3,600,944	5,880,944
2029 - 2033	2,970,000	2,875,637	5,845,637
2034 - 2038	3,965,000	1,855,350	5,820,350
2039 - 2042	4,110,000	511,200	4,621,200
Total	<u>\$ 16,470,000</u>	<u>\$ 17,500,074</u>	<u>\$ 33,970,074</u>

Health and Safety Code Section 34177 requires the City of Camarillo in the Capacity of Successor Agency to the Camarillo Community Development Commission to 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 \$33,970,074 and is payable through fiscal year 2042. For the current year, the total of principal and interest paid were \$1,185,613.

City of Camarillo
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

D. 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 \$116,054,137, 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	\$ 1,340,661
2006 CDC Tax Allocation Parity Bonds	849,637
2006 Housing Set-Aside Tax Allocation Bonds	253,115
2006 CDC Housing Set-Aside Tax Allocation Bonds, Series 2006-A-T	411,069
2009 CDC Tax Allocation Parity Bonds	1,185,613
	<u>\$ 4,040,095</u>
	<u>Tax Increment Revenue</u>
Redevelopment Property Tax Trust Fund distribution paid to the Successor Agency	3,061,918
Reserve Balance from Due Diligence Review	978,177
Net Amount Available to pay Enforceable Obligations	<u>\$ 4,040,095</u>



REQUIRED SUPPLEMENTARY INFORMATION

City of Camarillo
Required Supplementary Information
For the Fiscal Year Ended June 30, 2013

1. BUDGETARY INFORMATION

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

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 27,482,000	\$ 27,773,700	\$ 28,038,611	\$ 264,911
Subventions and grants	100,000	228,600	189,442	(39,158)
Licenses and permits	606,336	596,600	541,310	(55,290)
Franchises	2,468,900	2,486,800	2,519,703	32,903
Fines and forfeitures	396,325	364,800	418,933	54,133
Charges for services	1,769,355	4,835,100	4,993,861	158,761
Investment earnings	303,400	303,400	106,901	(196,499)
Miscellaneous	269,463	168,935	167,793	(1,142)
Total revenues	<u>33,395,779</u>	<u>36,757,935</u>	<u>36,976,554</u>	<u>218,619</u>
EXPENDITURES:				
Current:				
General government:				
City council	720,207	720,207	688,878	31,329
City clerk	564,869	565,218	541,057	24,161
City attorney	453,871	475,231	452,630	22,601
City manager	813,586	813,799	750,718	63,081
Finance	1,540,823	1,553,362	1,519,212	34,150
Community development	1,915,572	2,067,974	2,157,954	(89,980)
Non-departmental	7,500	1,007,500	1,054,402	(46,902)
Total general government	<u>6,016,428</u>	<u>7,203,291</u>	<u>7,164,851</u>	<u>38,440</u>
Public Safety:				
Emergency operations	74,666	73,461	105,857	(32,396)
Code compliance	735,870	742,461	695,117	47,344
Police services	15,175,706	15,239,056	14,543,652	695,404
DART	17,710	20,710	8,326	12,384
Building & safety	580,656	580,656	525,554	55,102
Total public safety	<u>16,584,608</u>	<u>16,656,344</u>	<u>15,878,506</u>	<u>777,838</u>
Highways and streets	<u>2,739,363</u>	<u>3,217,467</u>	<u>2,731,591</u>	<u>485,876</u>

(Continued)

City of Camarillo

Required Supplementary Information (Continued) For the Fiscal Year Ended June 30, 2013

1. BUDGETARY INFORMATION (Continued)

The following is the budget comparison for the City's General Fund (Continued):

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Community services:				
Community grants	81,100	81,100	79,975	1,125
Economic development	311,041	337,383	322,780	14,603
Senior meals home delivery	37,000	37,000	37,000	-
Total community services	429,141	455,483	439,755	15,728
Culture and recreation:				
Constitution park	96,178	96,302	79,913	16,389
Camarillo ranch house	240,000	240,000	240,000	-
PV historical society	11,860	9,360	3,252	6,108
Former library site	37,292	37,295	38,688	(1,393)
Interface 2-1-1	-	5,487	5,487	-
Dizdar park	13,795	23,795	12,982	10,813
Old courthouse building	90,863	90,877	69,779	21,098
Library operations	3,253,964	3,283,205	3,244,194	39,011
Fiesta	34,300	34,300	9,851	24,449
Holiday parade	19,500	19,500	18,408	1,092
July 4th celebrations	32,100	32,100	16,742	15,358
Concerts in the park	35,750	39,100	28,350	10,750
Music fest	5,000	5,000	5,000	-
Total culture and recreation	3,870,602	3,916,321	3,772,646	143,675
Capital outlay	29,500	27,000	-	27,000
Total expenditures	29,669,642	31,475,906	29,987,349	1,488,557
REVENUES OVER (UNDER) EXPENDITURES	3,726,137	5,282,029	6,989,205	1,707,176
OTHER FINANCING SOURCES (USES):				
Transfers in	2,135,050	2,225,325	325,275	(1,900,050)
Transfers out	(6,367,100)	(7,430,666)	(4,436,622)	2,994,044
Total other financing sources (uses)	(4,232,050)	(5,205,341)	(4,111,347)	1,093,994
Net change in fund balances	(505,913)	76,688	2,877,858	2,801,170
FUND BALANCES (DEFICIT):				
Beginning of year	47,440,862	47,440,862	47,440,862	-
End of year	<u>\$ 46,934,949</u>	<u>\$ 47,517,550</u>	<u>\$ 50,318,720</u>	<u>\$ 2,801,170</u>

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, 2013**

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

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

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Ratios	Annual Covered Payroll**	UAAL As a % of Payroll
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%
* 6/30/12	82,932,767	64,437,015	18,495,752	77.7%	11,515,554	160.6%

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

Valuation Date	Actuarial Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Ratios	Annual Covered Payroll***	UAAL As a % of Payroll
7/1/08	2,139,114	1,750,000	389,114	81.8%	10,425,974	3.7%
7/1/10	2,872,622	2,037,500	835,122	70.9%	11,452,944	7.3%
7/1/13	2,946,494	3,082,650	(136,156)	104.6%	n/a	n/a

* 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 Balance - Budget to Actual

Library Debt Service Fund

For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment earnings	\$ -	\$ 43	\$ 85	\$ 42
Total revenues	<u>-</u>	<u>43</u>	<u>85</u>	<u>42</u>
EXPENDITURES:				
Current:				
Culture and recreation	1,650	1,650	2,813	(1,163)
Debt service:				
Principal	355,000	355,000	355,000	-
Interest and fiscal charges	231,200	231,200	231,194	6
Cost of debt issuance		-	3,891	(3,891)
Total expenditures	<u>587,850</u>	<u>587,850</u>	<u>592,898</u>	<u>(5,048)</u>
REVENUES OVER (UNDER) EXPENDITURES	(587,850)	(587,807)	(592,813)	(5,006)
OTHER FINANCING SOURCES (USES):				
Transfers in	510,000	587,850	587,850	-
Total other financing sources (uses)	<u>510,000</u>	<u>587,850</u>	<u>587,850</u>	<u>-</u>
Net change in fund balances	(77,850)	43	(4,963)	(5,006)
FUND BALANCES (DEFICIT):				
Beginning of year	506,200	506,200	506,200	-
End of year	<u>\$ 428,350</u>	<u>\$ 506,243</u>	<u>\$ 501,237</u>	<u>\$ (5,006)</u>

City of Camarillo

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

Capital Improvement Projects Fund

For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ 6,089,000	\$ 4,824,300	\$ 2,594,878	\$ (2,229,422)
Contributions and developer fees	165,000	826,300	778,301	(47,999)
Investment earnings	75,500	75,500	24,119	(51,381)
Total revenues	<u>6,329,500</u>	<u>5,726,100</u>	<u>3,397,298</u>	<u>(2,328,802)</u>
EXPENDITURES:				
Capital outlay	12,430,000	13,268,730	5,966,038	7,302,692
Total expenditures	12,430,000	13,268,730	5,966,038	7,302,692
REVENUES OVER (UNDER) EXPENDITURES	<u>(6,100,500)</u>	<u>(7,542,630)</u>	<u>(2,568,740)</u>	<u>4,973,890</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	3,735,000	6,998,000	3,852,005	(3,145,995)
Transfers out	(300,000)	(300,000)	(300,000)	-
Total other financing sources (uses)	<u>3,435,000</u>	<u>6,698,000</u>	<u>3,552,005</u>	<u>(3,145,995)</u>
Net change in fund balances	(2,665,500)	(844,630)	983,265	1,827,895
FUND BALANCES (DEFICIT):				
Beginning of year	11,677,917	11,677,917	11,677,917	-
End of year	<u>\$ 9,012,417</u>	<u>\$ 10,833,287</u>	<u>\$ 12,661,182</u>	<u>\$ 1,827,895</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 Fund - 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 fund is used to account for property tax revenues that are restricted to citywide street lighting and landscape maintenance expenditures.

Mission Oaks MDIA - This fund 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 fund 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 fund is used to maintain three storm drain desilting basins which serve the Armitos Tract.

NON-MAJOR GOVERNMENTAL FUNDS

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

Presley Maintenance District - This fund 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.

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

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

Adolfo Glen II Maintenance District - This fund 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 fund 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.

Capital Projects Funds:

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.

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.

City of Camarillo
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2013

	Special Revenue			
	Article 8 TDA	Article 3 TDA	Gas Tax	Air Quality Management
ASSETS				
Cash and investments	\$ 7,319,634	\$ 180,925	\$ 72,626	\$ 108,022
Receivables:				
Accounts, net	-	-	211,137	-
Interest	16,877	517	745	26
Notes	-	-	-	-
Prepaid items	-	-	475	-
Total assets	<u>\$ 7,336,511</u>	<u>\$ 181,442</u>	<u>\$ 284,983</u>	<u>\$ 108,048</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 97,636	\$ -
Unearned revenues	-	-	-	-
Compensated absences payable	-	-	135,088	-
Total liabilities	<u>-</u>	<u>-</u>	<u>232,724</u>	<u>-</u>
Deferred Inflows of Resources:				
Unavailable revenue - notes receivable	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable	-	-	475	-
Restricted	7,336,511	181,442	51,784	108,048
Total fund balances (deficit)	<u>7,336,511</u>	<u>181,442</u>	<u>52,259</u>	<u>108,048</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 7,336,511</u>	<u>\$ 181,442</u>	<u>\$ 284,983</u>	<u>\$ 108,048</u>

Special Revenue				
Community Development Block Grant	Library	Cable PEG Fees	Maintenance District	Total Special Revenue
\$ 108,711	\$ 1,295,570	\$ 655,537	\$ 1,982,885	\$ 11,723,910
30,023	25	23,703	53,064	317,952
-	3,236	1,296	3,704	26,401
653,443	-	-	-	653,443
-	-	-	475	950
<u>\$ 792,177</u>	<u>\$ 1,298,831</u>	<u>\$ 680,536</u>	<u>\$ 2,040,128</u>	<u>\$ 12,722,656</u>
\$ 16,949	\$ 87,629	\$ 4,444	\$ 189,971	\$ 396,629
62,425	-	-	-	62,425
-	-	-	105,000	240,088
<u>79,374</u>	<u>87,629</u>	<u>4,444</u>	<u>294,971</u>	<u>699,142</u>
653,443	-	-	-	653,443
<u>653,443</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>653,443</u>
-	-	-	475	950
59,360	1,211,202	676,092	1,744,682	11,369,121
<u>59,360</u>	<u>1,211,202</u>	<u>676,092</u>	<u>1,745,157</u>	<u>11,370,071</u>
<u>\$ 792,177</u>	<u>\$ 1,298,831</u>	<u>\$ 680,536</u>	<u>\$ 2,040,128</u>	<u>\$ 12,722,656</u>

(Continued)

City of Camarillo
Combining Balance Sheet
Non-Major Governmental Funds, Continued
June 30, 2013

	Debt Service		
	Las Posas/Upland	Police Facility	Total Debt Service
ASSETS			
Cash and investments	\$ -	\$ -	\$ -
Receivables:			
Accounts, net	-	-	-
Interest	-	-	-
Notes	-	-	-
Prepaid items	-	-	-
Total assets	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Unearned revenues	-	-	-
Compensated absences payable	-	-	-
Total liabilities	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Deferred Inflows of Resources:			
Unavailable revenue - notes receivable	-	-	-
Total deferred inflows of resources	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Fund Balances:			
Nonspendable	-	-	-
Restricted	-	-	-
Assigned	-	-	-
Total fund balances (deficit)	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Total liabilities, deferred inflows of resources, and fund balances	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Capital Project				
City CDC CIP Adminstration	City CIP SA Housing	Community Facilities District #1	Total Capital Project	Total Non-major Governmental Funds
\$ -	\$ -	\$ 45,590	\$ 45,590	\$ 11,769,500
-	-	-	-	317,952
-	-	114	114	26,515
-	-	-	-	653,443
-	-	-	-	950
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,704</u>	<u>\$ 45,704</u>	<u>\$ 12,768,360</u>
\$ -	\$ -	\$ 1,597	\$ 1,597	\$ 398,226
-	-	-	-	62,425
-	-	-	-	240,088
-	-	1,597	1,597	700,739
-	-	-	-	653,443
-	-	-	-	653,443
-	-	-	-	950
-	-	-	-	11,369,121
-	-	44,107	44,107	44,107
-	-	44,107	44,107	11,414,178
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,704</u>	<u>\$ 45,704</u>	<u>\$ 12,768,360</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, 2013

	Special Revenue			
	Article 8 TDA	Article 3 TDA	Gas Tax	Air Quality Management
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Subventions and grants	2,150,547	53,271	1,521,813	-
Franchises	-	-	-	-
Contributions and developer fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Charges for services	-	-	100,280	249,112
Investment earnings	14,687	450	648	23
Total revenues	2,165,234	53,721	1,622,741	249,135
EXPENDITURES:				
Current:				
Highways and streets	-	-	2,714,779	-
Community services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	-	2,714,779	-
REVENUES OVER (UNDER) EXPENDITURES	2,165,234	53,721	(1,092,038)	249,135
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	1,250,000	-
Transfers out	(2,653,487)	(77,350)	(967,902)	(150,000)
Total other financing sources (uses)	(2,653,487)	(77,350)	282,098	(150,000)
Special Item - Asset transfers to Successor Agency	-	-	-	-
Net change in fund balances	(488,253)	(23,629)	(809,940)	99,135
FUND BALANCES (DEFICIT):				
Beginning of year	7,824,764	205,071	862,199	8,913
End of year	\$ 7,336,511	\$ 181,442	\$ 52,259	\$ 108,048

Special Revenue				
Community Development Block Grant	Library	Cable PEG Fees	Maintenance District	Total Special Revenue
\$ -	\$ -	\$ -	\$ 2,276,371	\$ 2,276,371
155,263	-	-	-	3,880,894
-	-	154,669	-	154,669
-	528,006	-	-	528,006
-	-	-	12,680	12,680
-	-	-	307,280	656,672
-	2,816	1,128	5,115	24,867
<u>155,263</u>	<u>530,822</u>	<u>155,797</u>	<u>2,601,446</u>	<u>7,534,159</u>
-	-	-	4,255,375	6,970,154
207,684	-	-	-	207,684
-	596,838	11,852	-	608,690
-	-	-	-	-
-	-	-	-	-
<u>207,684</u>	<u>596,838</u>	<u>11,852</u>	<u>4,255,375</u>	<u>7,786,528</u>
<u>(52,421)</u>	<u>(66,016)</u>	<u>143,945</u>	<u>(1,653,929)</u>	<u>(252,369)</u>
-	-	-	1,779,000	3,029,000
-	-	-	(74,000)	(3,922,739)
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,705,000</u>	<u>(893,739)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(52,421)	(66,016)	143,945	51,071	(1,146,108)
<u>111,781</u>	<u>1,277,218</u>	<u>532,147</u>	<u>1,694,086</u>	<u>12,516,179</u>
<u>\$ 59,360</u>	<u>\$ 1,211,202</u>	<u>\$ 676,092</u>	<u>\$ 1,745,157</u>	<u>\$ 11,370,071</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, 2013

	Debt Service		
	Las Posas/Upland	Police Facility	Total Debt Service
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Subventions and grants	-	-	-
Franchises	-	-	-
Contributions and developer fees	-	-	-
Fines and forfeitures	-	-	-
Charges for services	-	17,214	17,214
Investment earnings	-	-	-
Total revenues	<u>-</u>	<u>17,214</u>	<u>17,214</u>
EXPENDITURES:			
Current:			
Highways and streets	-	-	-
Community services	-	-	-
Culture and recreation	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	215,000	215,000
Interest and fiscal charges	-	6,189	6,189
Total expenditures	<u>-</u>	<u>221,189</u>	<u>221,189</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>(203,975)</u>	<u>(203,975)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	191,374	191,374
Transfers out	(25,275)	-	(25,275)
Total other financing sources (uses)	<u>(25,275)</u>	<u>191,374</u>	<u>166,099</u>
Special Item - Asset transfers to Successor Agency	-	-	-
Net change in fund balances	<u>(25,275)</u>	<u>(12,601)</u>	<u>(37,876)</u>
FUND BALANCES (DEFICIT):			
Beginning of year	<u>25,275</u>	<u>12,601</u>	<u>37,876</u>
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Capital Project				
City CDC CIP Administration	City CIP SA Housing	Community Facilities District #1	Total Capital Project	Total Other Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 2,276,371
-	-	-	-	3,880,894
-	-	-	-	154,669
-	-	-	-	528,006
-	-	-	-	12,680
-	-	1,054	1,054	674,940
-	-	99	99	24,966
-	-	1,153	1,153	7,552,526
-	-	-	-	6,970,154
-	-	-	-	207,684
-	-	-	-	608,690
-	-	10,725	10,725	10,725
-	-	-	-	215,000
-	-	-	-	6,189
-	-	10,725	10,725	8,018,442
-	-	(9,572)	(9,572)	(465,916)
-	-	-	-	3,220,374
-	-	-	-	(3,948,014)
-	-	-	-	(727,640)
(14,193,100)	(2,707,971)	-	(16,901,071)	(16,901,071)
(14,193,100)	(2,707,971)	(9,572)	(16,910,643)	(18,094,627)
14,193,100	2,707,971	53,679	16,954,750	29,508,805
\$ -	\$ -	\$ 44,107	\$ 44,107	\$ 11,414,178

(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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ 2,150,547	\$ 2,150,500	\$ 2,150,547	\$ 47
Investment earnings	38,700	38,700	14,687	(24,013)
Total revenues	<u>2,189,247</u>	<u>2,189,200</u>	<u>2,165,234</u>	<u>(23,966)</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	(2,460,000)	(5,060,000)	(2,653,487)	2,406,513
Total other financing sources (uses)	<u>(2,460,000)</u>	<u>(5,060,000)</u>	<u>(2,653,487)</u>	<u>2,406,513</u>
Net change in fund balances	(270,753)	(2,870,800)	(488,253)	2,382,547
FUND BALANCES (DEFICIT):				
Beginning of year	7,824,764	7,824,764	7,824,764	-
End of year	<u>\$ 7,554,011</u>	<u>\$ 4,953,964</u>	<u>\$ 7,336,511</u>	<u>\$ 2,382,547</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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ 25,000	\$ 50,000	\$ 53,271	\$ 3,271
Investment earnings	900	900	450	(450)
Total revenues	<u>25,900</u>	<u>50,900</u>	<u>53,721</u>	<u>2,821</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	(115,000)	(85,000)	(77,350)	7,650
Total other financing sources (uses)	<u>(115,000)</u>	<u>(85,000)</u>	<u>(77,350)</u>	<u>7,650</u>
Net change in fund balances	(89,100)	(34,100)	(23,629)	10,471
FUND BALANCES (DEFICIT):				
Beginning of year	<u>205,071</u>	<u>205,071</u>	<u>205,071</u>	<u>-</u>
End of year	<u>\$ 115,971</u>	<u>\$ 170,971</u>	<u>\$ 181,442</u>	<u>\$ 10,471</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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ 1,736,743	\$ 1,581,200	\$ 1,521,813	\$ (59,387)
Charges for services	20,000	41,000	100,280	59,280
Investment earnings	1,800	1,800	648	(1,152)
Total revenues	<u>1,758,543</u>	<u>1,624,000</u>	<u>1,622,741</u>	<u>(1,259)</u>
EXPENDITURES:				
Current:				
Highways and streets:				
Salaries and benefits	1,889,468	1,892,468	1,867,048	25,420
Street lights, energy & utilities	59,170	59,170	50,208	8,962
Maintenance-landscape, street & median	272,250	250,833	238,904	11,929
Miscellaneous	782,714	789,855	558,619	231,236
Capital outlay	-	-	-	-
Total expenditures	<u>3,003,602</u>	<u>2,992,326</u>	<u>2,714,779</u>	<u>277,547</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(1,245,059)</u>	<u>(1,368,326)</u>	<u>(1,092,038)</u>	<u>276,288</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,550,000	2,160,000	1,250,000	(910,000)
Transfers out	(600,000)	(1,603,000)	(967,902)	635,098
Total other financing sources (uses)	<u>950,000</u>	<u>557,000</u>	<u>282,098</u>	<u>(274,902)</u>
Net change in fund balances	(295,059)	(811,326)	(809,940)	1,386
FUND BALANCES (DEFICIT):				
Beginning of year	<u>862,199</u>	<u>862,199</u>	<u>862,199</u>	<u>-</u>
End of year	<u>\$ 567,140</u>	<u>\$ 50,873</u>	<u>\$ 52,259</u>	<u>\$ 1,386</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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Charges for services	\$ 260,000	\$ 260,000	\$ 249,112	\$ (10,888)
Investment earnings	50	50	23	(27)
Total revenues	260,050	260,050	249,135	(10,915)
OTHER FINANCING SOURCES (USES):				
Transfers out	(260,000)	(150,000)	(150,000)	-
Total other financing sources (uses)	(260,000)	(150,000)	(150,000)	-
Net change in fund balances	50	110,050	99,135	(10,915)
FUND BALANCES (DEFICIT):				
Beginning of year	8,913	8,913	8,913	-
End of year	<u>\$ 8,963</u>	<u>\$ 118,963</u>	<u>\$ 108,048</u>	<u>\$ (10,915)</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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Subventions and grants	\$ 275,901	\$ 234,800	\$ 155,263	\$ (79,537)
Total revenues	<u>275,901</u>	<u>234,800</u>	<u>155,263</u>	<u>(79,537)</u>
EXPENDITURES:				
Community services:				
Administration	42,680	42,680	60,650	(17,970)
Housing assistance	194,651	258,120	114,318	143,802
Senior services	16,513	16,513	10,707	5,806
Miscellaneous	22,057	22,057	22,009	48
Total expenditures	<u>275,901</u>	<u>339,370</u>	<u>207,684</u>	<u>131,686</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>(104,570)</u>	<u>(52,421)</u>	<u>52,149</u>
Net change in fund balances	-	(104,570)	(52,421)	52,149
FUND BALANCES (DEFICIT):				
Beginning of year	<u>111,781</u>	<u>111,781</u>	<u>111,781</u>	<u>-</u>
End of year	<u><u>\$ 111,781</u></u>	<u><u>\$ 7,211</u></u>	<u><u>\$ 59,360</u></u>	<u><u>\$ 52,149</u></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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Contributions and developer fees	\$ 200,200	\$ 502,800	\$ 528,006	\$ 25,206
Investment earnings	6,650	6,650	2,816	(3,834)
Total revenues	<u>206,850</u>	<u>509,450</u>	<u>530,822</u>	<u>21,372</u>
EXPENDITURES:				
Current:				
Culture and recreation:				
Administrative	-	55,000	22,917	32,083
Books & Database	550,000	631,000	548,617	82,383
Education & Electronics	-	132,000	18,514	113,486
Equipment	-	32,000	6,790	25,210
Capital outlay	-	-	-	-
Total expenditures	<u>550,000</u>	<u>850,000</u>	<u>596,838</u>	<u>253,162</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(343,150)</u>	<u>(340,550)</u>	<u>(66,016)</u>	<u>274,534</u>
Net change in fund balances	(343,150)	(340,550)	(66,016)	274,534
FUND BALANCES (DEFICIT):				
Beginning of year	<u>1,277,218</u>	<u>1,277,218</u>	<u>1,277,218</u>	<u>-</u>
End of year	<u>\$ 934,068</u>	<u>\$ 936,668</u>	<u>\$ 1,211,202</u>	<u>\$ 274,534</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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Franchises	\$ 153,000	\$ 155,400	\$ 154,669	\$ (731)
Investment earnings	4,250	4,250	1,128	(3,122)
Total revenues	<u>157,250</u>	<u>159,650</u>	<u>155,797</u>	<u>(3,853)</u>
EXPENDITURES:				
Culture and recreation	55,000	55,000	11,852	43,148
Total expenditures	<u>55,000</u>	<u>55,000</u>	<u>11,852</u>	<u>43,148</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>102,250</u>	<u>104,650</u>	<u>143,945</u>	<u>39,295</u>
Net change in fund balances	102,250	104,650	143,945	39,295
FUND BALANCES (DEFICIT):				
Beginning of year	<u>532,147</u>	<u>532,147</u>	<u>532,147</u>	<u>-</u>
End of year	<u>\$ 634,397</u>	<u>\$ 636,797</u>	<u>\$ 676,092</u>	<u>\$ 39,295</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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 2,184,620	\$ 2,243,984	\$ 2,276,371	\$ 32,387
Fines and forfeitures	12,040	13,100	12,680	(420)
Charges for services	308,012	307,900	307,280	(620)
Investment earnings	12,450	12,462	5,115	(7,347)
Total revenues	<u>2,517,122</u>	<u>2,577,446</u>	<u>2,601,446</u>	<u>24,000</u>
EXPENDITURES:				
Highways and streets	4,248,863	4,416,281	4,255,375	160,906
Total expenditures	<u>4,248,863</u>	<u>4,416,281</u>	<u>4,255,375</u>	<u>160,906</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(1,731,741)</u>	<u>(1,838,835)</u>	<u>(1,653,929)</u>	<u>184,906</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,650,000	1,930,000	1,779,000	(151,000)
Transfers out	-	(74,000)	(74,000)	-
Total other financing sources (uses)	<u>1,650,000</u>	<u>1,856,000</u>	<u>1,705,000</u>	<u>(151,000)</u>
Net change in fund balances	(81,741)	17,165	51,071	33,906
FUND BALANCES (DEFICIT):				
Beginning of year	<u>1,694,086</u>	<u>1,694,086</u>	<u>1,694,086</u>	<u>-</u>
End of year	<u>\$ 1,612,345</u>	<u>\$ 1,711,251</u>	<u>\$ 1,745,157</u>	<u>\$ 33,906</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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Charges for services	\$ -	\$ 17,200	\$ 17,214	\$ 14
Investment earnings	-	-	-	-
Total revenues	<u>-</u>	<u>17,200</u>	<u>17,214</u>	<u>14</u>
EXPENDITURES:				
Debt service:				
Principal	215,000	215,000	215,000	-
Interest and fiscal charges	8,675	8,675	6,189	2,486
Total expenditures	<u>223,675</u>	<u>223,675</u>	<u>221,189</u>	<u>2,486</u>
REVENUES OVER (UNDER) EXPENDITURES	(223,675)	(206,475)	(203,975)	2,500
OTHER FINANCING SOURCES (USES):				
Transfers in	220,000	220,000	191,374	(28,626)
Total other financing sources (uses)	<u>220,000</u>	<u>220,000</u>	<u>191,374</u>	<u>(28,626)</u>
Net change in fund balances	(3,675)	13,525	(12,601)	(26,126)
FUND BALANCES (DEFICIT):				
Beginning of year	<u>12,601</u>	<u>12,601</u>	<u>12,601</u>	<u>-</u>
End of year	<u>\$ 8,926</u>	<u>\$ 26,126</u>	<u>\$ -</u>	<u>\$ (26,126)</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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Charges for services	\$ -	\$ -	\$ 1,054	\$ 1,054
Investment earnings	-	119	99	(20)
Total revenues	-	119	1,153	1,034
EXPENDITURES:				
Capital outlay	-	39,339	10,725	28,614
Total expenditures	-	39,339	10,725	28,614
REVENUES OVER (UNDER) EXPENDITURES	-	(39,220)	(9,572)	29,648
Net change in fund balances	-	(39,220)	(9,572)	29,648
FUND BALANCES (DEFICIT):				
Beginning of year	53,679	53,679	53,679	-
End of year	\$ 53,679	\$ 14,459	\$ 44,107	\$ 29,648



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 Position
Internal Service Funds
June 30, 2013

	<u>Risk Management</u>	<u>Human Resources</u>	<u>Information Services</u>	<u>Vehicles & Equipment</u>
ASSETS				
Current assets:				
Cash and investments	\$ 664,395	\$ 239,965	\$ 2,406,581	\$ 3,868,450
Receivables:				
Accounts, net	19,653	-	256	1,487
Interest	-	520	5,159	8,230
Prepaid items	14,095	-	26,587	-
Deposits	2,000	-	-	-
Total current assets	<u>700,143</u>	<u>240,485</u>	<u>2,438,583</u>	<u>3,878,167</u>
Capital assets:				
Non-depreciable assets	-	-	-	-
Depreciable assets, net	-	-	190,475	1,424,423
Total capital assets	<u>-</u>	<u>-</u>	<u>190,475</u>	<u>1,424,423</u>
Total assets	<u>700,143</u>	<u>240,485</u>	<u>2,629,058</u>	<u>5,302,590</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	10,012	30,299	27,300	10,956
Deposits payable	5,314	-	-	17,463
Compensated absences payable	25,568	25,586	89,488	24,777
Capital lease payable	-	-	-	-
Total current liabilities	<u>40,894</u>	<u>55,885</u>	<u>116,788</u>	<u>53,196</u>
Noncurrent liabilities:				
Compensated absences payable	1,407	-	248,360	84,980
Total noncurrent liabilities	<u>1,407</u>	<u>-</u>	<u>248,360</u>	<u>84,980</u>
Total liabilities	<u>42,301</u>	<u>55,885</u>	<u>365,148</u>	<u>138,176</u>
NET POSITION				
Net investment in capital assets	-	-	190,475	1,424,423
Unrestricted	657,842	184,600	2,073,435	3,739,991
Total net position	<u>\$ 657,842</u>	<u>\$ 184,600</u>	<u>\$ 2,263,910</u>	<u>\$ 5,164,414</u>

City Hall Facility	Corporation Yard Facility	Police Facility	Library Facility	Camarillo Ranch Facility	Chamber of Commerce Facility	Total
\$ 4,207,526	\$ 894,272	\$ 1,607,459	\$ 2,439,790	\$ 763,531	\$ 21,466	\$ 17,113,435
-	1,426	-	1,054	-	-	23,876
9,139	2,029	3,477	5,141	1,511	62	35,268
-	-	-	-	-	-	40,682
-	-	-	-	-	-	2,000
<u>4,216,665</u>	<u>897,727</u>	<u>1,610,936</u>	<u>2,445,985</u>	<u>765,042</u>	<u>21,528</u>	<u>17,215,261</u>
334,200	-	1,101,092	1,177,269	194,585	189,320	2,996,466
1,449,960	1,424,274	2,684,967	21,005,613	862,613	236,361	29,278,686
<u>1,784,160</u>	<u>1,424,274</u>	<u>3,786,059</u>	<u>22,182,882</u>	<u>1,057,198</u>	<u>425,681</u>	<u>32,275,152</u>
<u>6,000,825</u>	<u>2,322,001</u>	<u>5,396,995</u>	<u>24,628,867</u>	<u>1,822,240</u>	<u>447,209</u>	<u>49,490,413</u>
10,018	2,092	4,738	32,939	3,350	51	131,755
-	-	-	1,373	-	-	24,150
6,911	1,838	2,199	13,923	2,308	144	192,742
59,254	8,718	-	-	-	-	67,972
<u>76,183</u>	<u>12,648</u>	<u>6,937</u>	<u>48,235</u>	<u>5,658</u>	<u>195</u>	<u>416,619</u>
46,274	4,861	5,483	19,786	2,256	249	413,656
<u>46,274</u>	<u>4,861</u>	<u>5,483</u>	<u>19,786</u>	<u>2,256</u>	<u>249</u>	<u>413,656</u>
<u>122,457</u>	<u>17,509</u>	<u>12,420</u>	<u>68,021</u>	<u>7,914</u>	<u>444</u>	<u>830,275</u>
1,724,906	1,415,556	3,786,059	22,182,882	1,057,198	425,681	32,207,180
<u>4,153,462</u>	<u>888,936</u>	<u>1,598,516</u>	<u>2,377,964</u>	<u>757,128</u>	<u>21,084</u>	<u>16,452,958</u>
<u>\$ 5,878,368</u>	<u>\$ 2,304,492</u>	<u>\$ 5,384,575</u>	<u>\$ 24,560,846</u>	<u>\$ 1,814,326</u>	<u>\$ 446,765</u>	<u>\$ 48,660,138</u>

City of Camarillo
Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2013

	Risk Management	Human Resources	Information Services	Vehicles & Equipment
OPERATING REVENUES:				
Charges for services	\$ 1,974,121	\$ 458,798	\$ 2,112,488	\$ 861,070
Total operating revenues	<u>1,974,121</u>	<u>458,798</u>	<u>2,112,488</u>	<u>861,070</u>
OPERATING EXPENSES:				
Cost of sales and services	1,828,587	310,153	1,119,578	406,963
General and administrative	48,666	182,595	750,897	24,542
Depreciation	-	-	61,583	355,959
Total operating expenses	<u>1,877,253</u>	<u>492,748</u>	<u>1,932,058</u>	<u>787,464</u>
OPERATING INCOME (LOSS)	<u>96,868</u>	<u>(33,950)</u>	<u>180,430</u>	<u>73,606</u>
NONOPERATING REVENUES (EXPENSES):				
Investment income	(404)	453	4,490	7,162
Interest expense	-	-	-	-
Other	85,675	14,569	30	41,764
Total nonoperating revenues (expenses)	<u>85,271</u>	<u>15,022</u>	<u>4,520</u>	<u>48,926</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	182,139	(18,928)	184,950	122,532
Capital contributions	-	-	4,867	-
Transfers in	-	-	-	93,716
Change in net position	<u>182,139</u>	<u>(18,928)</u>	<u>189,817</u>	<u>216,248</u>
NET POSITION:				
Beginning of year	<u>475,703</u>	<u>203,528</u>	<u>2,074,093</u>	<u>4,948,166</u>
End of year	<u>\$ 657,842</u>	<u>\$ 184,600</u>	<u>\$ 2,263,910</u>	<u>\$ 5,164,414</u>

<u>City Hall Facility</u>	<u>Corporation Yard Facility</u>	<u>Police Facility</u>	<u>Library Facility</u>	<u>Camarillo Ranch Facility</u>	<u>Chamber of Commerce Facility</u>	<u>Total</u>
\$ 1,500,000	\$ 180,000	\$ 240,000	\$ 1,270,000	\$ 240,000	\$ -	\$ 8,836,477
<u>1,500,000</u>	<u>180,000</u>	<u>240,000</u>	<u>1,270,000</u>	<u>240,000</u>	<u>-</u>	<u>8,836,477</u>
182,930	31,414	54,549	195,509	36,887	6,990	4,173,560
929,108	142,043	40,341	829,456	28,601	3,361	2,979,610
179,707	127,664	138,609	1,086,643	53,606	14,253	2,018,024
<u>1,291,745</u>	<u>301,121</u>	<u>233,499</u>	<u>2,111,608</u>	<u>119,094</u>	<u>24,604</u>	<u>9,171,194</u>
<u>208,255</u>	<u>(121,121)</u>	<u>6,501</u>	<u>(841,608)</u>	<u>120,906</u>	<u>(24,604)</u>	<u>(334,717)</u>
7,953	1,766	3,026	4,474	1,315	54	30,289
(5,325)	(783)	-	-	-	-	(6,108)
-	16,001	2,463	28,453	-	-	188,955
<u>2,628</u>	<u>16,984</u>	<u>5,489</u>	<u>32,927</u>	<u>1,315</u>	<u>54</u>	<u>213,136</u>
210,883	(104,137)	11,990	(808,681)	122,221	(24,550)	(121,581)
-	-	166,806	-	-	-	171,673
-	-	-	-	-	-	93,716
<u>210,883</u>	<u>(104,137)</u>	<u>178,796</u>	<u>(808,681)</u>	<u>122,221</u>	<u>(24,550)</u>	<u>143,808</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>
<u>\$ 5,878,368</u>	<u>\$ 2,304,492</u>	<u>\$ 5,384,575</u>	<u>\$ 24,560,846</u>	<u>\$ 1,814,326</u>	<u>\$ 446,765</u>	<u>\$ 48,660,138</u>

City of Camarillo
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2013

	Risk Management	Human Resources	Information Services	Vehicles & Equipment
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	\$ (1,319)	\$ -	\$ 1,209	\$ (1,885)
Receipts from interfund services provided	1,973,712	458,798	2,111,096	861,070
Payments to employees	(331,177)	(305,131)	(1,085,853)	(314,929)
Payments to suppliers	(1,503,229)	(135,147)	(667,639)	(89,080)
Payments for interfund services used	(22,548)	(65,584)	(132,784)	(22,292)
Net cash provided by (used in) operating activities	115,439	(47,064)	226,029	432,884
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Other noncapital funding sources	85,675	14,569	30	41,764
Transfers from other funds	-	-	-	93,716
Net cash provided by (used in) noncapital financing activities:	85,675	14,569	30	135,480
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Principal payments - capital leases	-	-	-	-
Interest and fiscal charges	-	-	-	-
Acquisition and construction of capital assets	-	-	-	(84,955)
Loss on disposal of capital assets	-	-	3,074	-
Cash received from others for capital improvements	-	-	4,867	-
Net cash provided by (used in) capital and related financing activities:	-	-	7,941	(84,955)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest received	(404)	1,172	10,875	17,335
Net cash provided by (used in) investing activities	(404)	1,172	10,875	17,335
CASH AND CASH EQUIVALENTS:				
Beginning of year	463,685	271,782	2,166,607	3,375,524
End of year	664,395	240,459	2,411,482	3,876,268
Investments that are not cash equivalents				
Increase (decrease) in fair value of investments	-	(494)	(4,901)	(7,818)
Cash and investments - ending	\$ 664,395	\$ 239,965	\$ 2,406,581	\$ 3,868,450

City Hall Facility	Corporation Yard Facility	Police Facility	Library Facility	Camarillo Ranch Facility	Chamber of Commerce Facility	Total
\$ -	\$ (229)	\$ 134,129	\$ 83	\$ -	\$ -	\$ 131,988
1,500,000	180,000	240,000	1,270,000	240,000	-	8,834,676
(179,987)	(30,860)	(43,293)	(193,642)	(35,886)	(6,994)	(2,527,752)
(297,690)	(53,158)	(44,135)	(521,863)	(12,735)	(122)	(3,324,798)
(632,640)	(89,614)	(3,778)	(320,357)	(16,295)	(3,239)	(1,309,131)
<u>389,683</u>	<u>6,139</u>	<u>282,923</u>	<u>234,221</u>	<u>175,084</u>	<u>(10,355)</u>	<u>1,804,983</u>
-	16,001	2,463	28,453	-	-	188,955
-	-	-	-	-	-	93,716
<u>-</u>	<u>16,001</u>	<u>2,463</u>	<u>28,453</u>	<u>-</u>	<u>-</u>	<u>282,671</u>
(114,986)	(16,918)	-	-	-	-	(131,904)
(5,325)	(783)	-	-	-	-	(6,108)
-	-	(225,134)	-	-	-	(310,089)
-	-	-	-	-	-	3,074
-	-	166,806	-	-	-	171,673
<u>(120,311)</u>	<u>(17,701)</u>	<u>(58,328)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(273,354)</u>
19,367	4,455	7,170	10,998	2,718	169	73,855
<u>19,367</u>	<u>4,455</u>	<u>7,170</u>	<u>10,998</u>	<u>2,718</u>	<u>169</u>	<u>73,855</u>
3,927,468	887,306	1,376,534	2,171,002	587,165	31,711	15,258,784
4,216,207	896,200	1,610,762	2,444,674	764,967	21,525	17,146,939
(8,681)	(1,928)	(3,303)	(4,884)	(1,436)	(59)	(33,504)
<u>\$ 4,207,526</u>	<u>\$ 894,272</u>	<u>\$ 1,607,459</u>	<u>\$ 2,439,790</u>	<u>\$ 763,531</u>	<u>\$ 21,466</u>	<u>\$ 17,113,435</u>

(Continued)

City of Camarillo
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2013

	Risk Management	Human Resources	Information Services	Vehicles & Equipment
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	\$ 96,868	\$ (33,950)	\$ 180,430	\$ 73,606
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities				
Depreciation expense	-	-	61,584	355,958
Changes in operating assets and liabilities:				
(Increase) decrease in receivables, net	(3,609)	-	(183)	(1,487)
(Increase) decrease in prepaid items	12,430	-	893	-
Increase (decrease) in accounts payable	2,471	(18,137)	(20,422)	724
Increase (decrease) in wages payable	(372)	(223)	(4,006)	(223)
Increase (decrease) in compensated absences payable	5,770	5,246	7,733	4,704
Increase (decrease) in deposits payable	1,881	-	-	(398)
Total adjustments	18,571	(13,114)	45,599	359,278
Net cash provided by (used in) operating activities	\$ 115,439	\$ (47,064)	\$ 226,029	\$ 432,884
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Increase (decrease) in fair value adjustment for investments \$	-	\$ (494)	\$ (4,901)	\$ (7,818)

<u>City Hall Facility</u>	<u>Corporation Yard Facility</u>	<u>Police Facility</u>	<u>Library Facility</u>	<u>Camarillo Ranch Facility</u>	<u>Chamber of Commerce Facility</u>	<u>Total</u>
\$ 208,255	\$ (121,121)	\$ 6,501	\$ (841,608)	\$ 120,906	\$ (24,604)	\$ (334,717)
179,707	127,664	138,609	1,086,643	53,606	14,253	2,018,024
-	(229)	134,129	(142)	-	-	128,479
-	-	-	-	-	-	13,323
(1,216)	(732)	2,983	(12,764)	(428)	-	(47,521)
(842)	(54)	(51)	(28)	21	(60)	(5,838)
3,779	611	752	1,895	979	56	31,525
-	-	-	225	-	-	1,708
<u>181,428</u>	<u>127,260</u>	<u>276,422</u>	<u>1,075,829</u>	<u>54,178</u>	<u>14,249</u>	<u>2,139,700</u>
<u>\$ 389,683</u>	<u>\$ 6,139</u>	<u>\$ 282,923</u>	<u>\$ 234,221</u>	<u>\$ 175,084</u>	<u>\$ (10,355)</u>	<u>\$ 1,804,983</u>
\$ (8,681)	\$ (1,928)	\$ (3,303)	\$ (4,884)	\$ (1,436)	\$ (59)	\$ (33,504) (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 (RDP-21) Fund - This fund is used 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. The RDP-21 is a joint venture of the County of Ventura and the cities of Camarillo, Oxnard, Port Hueneme, San Buenaventura and Thousand Oaks.

Wastewater Treatment Joint Powers Authority 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 Assets and Liabilities
Agency Funds
June 30, 2013

	<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	\$ 128,893	\$ 403,734	\$ 122,321	\$ 20
Restricted cash and investments with fiscal agents	-	-	-	-
Accounts receivable, net	-	-	-	1,161
Interest receivable	-	1,004	281	54
Total assets	<u><u>128,893</u></u>	<u><u>404,738</u></u>	<u><u>122,602</u></u>	<u><u>1,235</u></u>
LIABILITIES				
Accounts payable	-	7,809	-	-
Intergovernmental payables	118,345	-	-	-
Deposits payable	10,548	396,929	122,602	-
Due to note holders	-	-	-	1,235
Due to bondholders	-	-	-	-
Total liabilities	<u><u>\$ 128,893</u></u>	<u><u>\$ 404,738</u></u>	<u><u>\$ 122,602</u></u>	<u><u>\$ 1,235</u></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>
\$ 129,177	\$ 404,661	\$ 14,027	\$ 1,861	\$ 1,204,694
-	-	1,044,302	112	1,044,414
761	3,380	8,988	-	14,290
216	563	52	10	2,180
<u>130,154</u>	<u>408,604</u>	<u>1,067,369</u>	<u>1,983</u>	<u>2,265,578</u>
-	-	4,943	2,516	15,268
-	-	-	-	118,345
-	-	10,000	-	540,079
130,154	408,604	-	-	539,993
-	-	1,052,426	(533)	1,051,893
<u>\$ 130,154</u>	<u>\$ 408,604</u>	<u>\$ 1,067,369</u>	<u>\$ 1,983</u>	<u>\$ 2,265,578</u>

City of Camarillo
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2013

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
<u>General Agency</u>				
Assets:				
Cash and investments	\$ 112,816	\$ 454,097	\$ (438,020)	\$ 128,893
Accounts receivable, net	-	485	(485)	-
Total assets	\$ 112,816	\$ 454,582	\$ (438,505)	\$ 128,893
Liabilities:				
Accounts Payable	-	\$ 437,706	\$ (437,706)	-
Intergovernmental payables	102,216	442,428	(426,299)	118,345
Deposits payable	10,600	5,699	(5,751)	10,548
Total liabilities	\$ 112,816	\$ 885,833	\$ (869,756)	\$ 128,893
<u>RDP-21</u>				
Assets:				
Cash and investments	\$ 372,889	\$ 149,407	\$ (118,562)	\$ 403,734
Accounts receivable, net	5,000	131,000	(136,000)	-
Interest receivable	1,379	1,004	(1,379)	1,004
Total assets	\$ 379,268	\$ 281,411	\$ (255,941)	\$ 404,738
Liabilities:				
Accounts payable	\$ 5,000	\$ 118,413	\$ (115,604)	\$ 7,809
Deposits payable	374,268	22,661	-	396,929
Total liabilities	\$ 379,268	\$ 141,074	\$ (115,604)	\$ 404,738
<u>Wastewater Treatment Joint Powers Authority</u>				
Assets:				
Cash and investments	\$ 122,074	\$ 866	\$ (618)	\$ 122,322
Interest receivable	356	280	(356)	280
Total assets	\$ 122,430	\$ 1,146	\$ (974)	\$ 122,602
Liabilities:				
Accounts payable	-	\$ 72	\$ (72)	-
Deposits payable	122,430	172	-	122,602
Total liabilities	\$ 122,430	\$ 244	\$ (72)	\$ 122,602
<u>Ramona Drive Assessment District</u>				
Assets:				
Cash and investments	\$ 597	\$ 75,029	\$ (75,606)	\$ 20
Accounts receivable	1,161	1,161	(1,161)	1,161
Interest receivable	568	54	(568)	54
Total assets	\$ 2,326	\$ 76,244	\$ (77,335)	\$ 1,235
Liabilities:				
Accounts payable	-	\$ 2,000	\$ (2,000)	-
Due to note holders	\$ 2,326	-	\$ (1,091)	\$ 1,235
Total liabilities	\$ 2,326	\$ 2,000	\$ (3,091)	\$ 1,235
<u>District 2001-1 Refunding Note</u>				
Assets:				
Cash and investments	\$ 166,609	\$ 66,747	\$ (104,179)	\$ 129,177
Accounts receivable	2,522	761	(2,522)	761
Interest receivable	355	216	(355)	216
Total assets	\$ 169,486	\$ 67,724	\$ (107,056)	\$ 130,154
Liabilities:				
Accounts payable	-	\$ 103,300	\$ (103,300)	-
Due to note holders	169,486	-	(39,332)	130,154
Total liabilities	\$ 169,486	\$ 103,300	\$ (142,632)	\$ 130,154

(continued)

City of Camarillo
Combining Statement of Changes in Assets and Liabilities, Continued
Agency Funds
For the Fiscal Year Ended June 30, 2013

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
<u>District 2001-2 Refunding Note</u>				
Assets:				
Cash and investments	\$ 393,340	\$ 269,091	\$ (257,770)	\$ 404,661
Accounts receivable	2,357	7,043	(6,020)	3,380
Interest receivable	798	563	(798)	563
Total assets	\$ 396,495	\$ 276,697	\$ (264,588)	\$ 408,604
Liabilities:				
Accounts payable	\$ -	\$ 256,012	\$ (256,012)	\$ -
Due to note holders	396,495	12,109	-	408,604
Total liabilities	\$ 396,495	\$ 268,121	\$ (256,012)	\$ 408,604
<u>Community Facilities District #1</u>				
Assets:				
Cash and investments	\$ 532	\$ 502,601	\$ (489,106)	\$ 14,027
Restricted cash and investments with fiscal agents	2,060,975	436,307	(1,452,980)	1,044,302
Accounts receivable	14,825	8,988	(14,825)	8,988
Interest receivable	246	52	(246)	52
Total assets	\$ 2,076,578	\$ 947,948	\$ (1,957,157)	\$ 1,067,369
Liabilities:				
Accounts payable	\$ 1,306	\$ 55,858	\$ (52,221)	\$ 4,943
Deposits payable	10,000	-	-	10,000
Due to bondholders	2,065,272	-	(1,012,846)	1,052,426
Total liabilities	\$ 2,076,578	\$ 55,858	\$ (1,065,067)	\$ 1,067,369
<u>Community Facilities District #2</u>				
Assets:				
Cash and investments	\$ 5,096	\$ 144	\$ (3,379)	\$ 1,861
Restricted cash and investments with fiscal agents	85,107	5	(85,000)	112
Interest receivable	41	10	(41)	10
Total assets	\$ 90,244	\$ 159	\$ (88,420)	\$ 1,983
Liabilities:				
Accounts payable	\$ -	\$ 5,302	\$ (2,786)	\$ 2,516
Due to bondholders	90,244	-	(90,777)	(533)
Total liabilities	\$ 90,244	\$ 5,302	\$ (93,563)	\$ 1,983
<u>Total Agency Funds</u>				
Assets:				
Cash and investments	\$ 1,173,953	\$ 1,517,982	\$ (1,487,240)	\$ 1,204,695
Restricted cash and investments with fiscal agents	2,146,082	436,312	(1,537,980)	1,044,414
Accounts receivable	25,865	149,438	(161,013)	14,290
Interest receivable	3,743	2,179	(3,743)	2,179
Total assets	\$ 3,349,643	\$ 2,105,911	\$ (3,189,976)	\$ 2,265,578
Liabilities:				
Accounts payable	\$ 6,306	\$ 978,662	\$ (969,700)	\$ 15,268
Intergovernmental payables	102,216	442,428	(426,299)	118,345
Deposits payable	517,298	28,532	(5,751)	540,079
Due to note holders	568,307	12,109	(40,423)	539,993
Due to bondholders	2,155,516	-	(1,103,623)	1,051,893
Total liabilities	\$ 3,349,643	\$ 1,461,731	\$ (2,545,796)	\$ 2,265,578

(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 Source*
June 30, 2013

GOVERNMENTAL FUNDS CAPITAL ASSETS:

Land	\$ 25,869,786
Buildings and improvements	8,628,421
Machinery and equipment	50,639
Infrastructure	175,124,942
Construction in progress	10,448,938
Total governmental funds capital assets, net	<u>\$ 220,122,726</u>

INVESTMENTS IN GOVERNMENTAL FUNDS CAPITAL ASSETS BY SOURCE:

General fund	\$ 35,565
Special revenue funds	36,331
Capital project funds	132,707,620
Donations	87,343,210
Total governmental funds capital assets, net	<u>\$ 220,122,726</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 position.

City of Camarillo
Capital Assets Used in the Operation of Governmental Funds
Schedule By Function and Activity*
June 30, 2013

	Land	Buildings and Improvements	Machinery and Equipment	Infrastructure	Construction in Progress	Totals
GOVERNMENTAL FUNDS						
CAPITAL ASSETS:						
General administration	\$ -	\$ 5,370	\$ 13,372	\$ -	\$ -	\$ 18,742
Public safety	-	-	16,851	-	-	16,851
Highway and streets	23,936,251	7,721,270	20,416	175,124,942	-	206,802,879
Culture and recreation	543,631	901,781	-	-	-	1,445,412
Community development	1,389,904	-	-	-	-	1,389,904
Construction in progress	-	-	-	-	10,448,938	10,448,938
Total governmental funds capital assets, net	\$ 25,869,786	\$ 8,628,421	\$ 50,639	\$ 175,124,942	\$ 10,448,938	\$ 220,122,726

* 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 position.

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, 2013

	Governmental Funds Capital Assets <u>July 1, 2012</u>	<u>Additions</u>	<u>Deletions</u>	Governmental Funds Capital Assets <u>June 30, 2013</u>
GOVERNMENTAL FUNDS				
CAPITAL ASSETS:				
General administration	\$ 32,727	\$ -	\$ (13,985)	\$ 18,742
Public safety	24,237	-	(7,386)	16,851
Highway and streets	201,705,313	22,743,536	(17,645,970)	206,802,879
Culture and recreation	930,246	543,631	(28,465)	1,445,412
Community development	1,389,904	-	-	1,389,904
Construction in progress	42,257,081	5,118,670	(36,926,813)	10,448,938
Total governmental funds capital assets, net	<u>\$ 246,339,508</u>	<u>\$ 28,405,837</u>	<u>\$(54,622,619)</u>	<u>\$ 220,122,726</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 position.

City of Camarillo
Statistical Section
For the Fiscal Year ended June 30, 2013

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.	176
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.	188
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.	196
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.	203
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.	204

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 Position by Component ⁽¹⁾
Last Ten Fiscal Years
(accrual basis of accounting)

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

Notes: (1) The City of Camarillo implemented GASB 63 for the period ended June 30, 2013. "Net Position" prior to the implementation was reported as "Net Assets."

Source: City of Camarillo financial data

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$189,550,962	\$195,267,906	\$206,981,470	\$215,969,722	\$272,279,288	\$245,054,906
37,565,181	44,838,244	60,672,438	71,014,712	37,973,060	25,908,200
71,454,028	68,893,968	54,923,984	35,468,884	65,744,134	66,179,359
<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>	<u>\$337,142,465</u>
\$58,774,803	\$60,424,725	\$61,792,231	\$63,179,273	\$67,714,839	\$68,943,384
8,347,870	10,126,157	10,039,306	9,654,386	9,718,538	10,479,346
28,659,592	32,131,475	34,214,512	36,076,154	39,564,125	42,649,696
<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>	<u>\$122,072,426</u>
\$248,325,765	\$255,692,631	\$268,773,701	\$279,148,995	\$339,994,127	\$313,998,290
45,913,051	54,964,401	70,711,744	80,669,098	47,691,598	36,387,546
100,113,620	101,025,443	89,138,496	71,545,038	105,308,259	108,829,055
<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>	<u>\$459,214,891</u>

City of Camarillo
Changes in Net Position ⁽¹⁾
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2004	2005	2006	2007
Expenses				
Governmental activities				
General government	\$ 4,928,087	\$ 5,797,815	\$ 5,257,827	\$ 3,806,389
Public safety	10,464,921	12,213,467	12,772,513	13,830,948
Highways and streets	13,096,380	13,032,831	16,482,042	17,164,436
Community services	1,020,637	1,202,210	3,542,008	1,135,998
Culture and recreation	-	-	-	1,748,762
Interest on long-term debt (unallocated)	1,398,420	1,884,554	2,097,095	2,878,321
Total governmental activities expenses	<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	7,576,554	7,869,711	8,743,301	9,697,219
Sanitary district	6,892,474	6,839,391	7,346,496	7,190,721
Solid waste	4,413,341	4,671,845	5,025,397	5,413,949
Transit	740,058	733,523	933,289	1,117,443
Total business-type activities expenses	<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>\$ 50,530,872</u>	<u>\$ 54,245,347</u>	<u>\$ 62,199,968</u>	<u>\$ 63,984,186</u>
Program Revenues (see Page 182)				
Governmental activities				
Charges for services				
General government	\$ 1,523,964	\$ 2,844,481	\$ 2,434,581	\$ 1,391,016
Public safety	620,315	636,709	686,006	671,867
Highways and streets	3,829,542	5,218,073	4,858,229	1,842,516
Community services	403,734	426,464	374,133	267,082
Culture and recreation	-	-	-	-
Operating grants and contributions	1,671,733	1,623,330	2,592,647	2,293,905
Capital grants and contributions	3,060,150	11,786,522	15,537,430	8,524,676
Total governmental activities program revenues	<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	7,556,383	7,540,246	7,730,015	8,931,635
Sanitary district	5,135,223	5,430,971	6,347,588	6,858,234
Solid waste	4,317,374	4,622,235	5,093,894	5,351,329
Transit	55,410	72,639	88,793	111,168
Operating grants and contributions	32,663	47,680	293,025	385,399
Capital grants and contributions	2,589,557	3,362,336	4,638,419	2,227,606
Total business-type activities program revenues	<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>\$ 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	2013
\$ 5,572,197	\$ 7,063,703	\$ 8,065,279	\$ 8,086,601	\$ 6,796,825	\$ 6,578,775
14,307,890	14,650,504	14,882,270	14,317,124	16,307,898	15,879,390
16,228,573	15,902,983	1,066,524	13,071,968	873,137	17,018,178
1,645,721	2,066,473	5,656,971	4,453,439	3,248,069	648,253
2,357,683	2,785,569	2,221,017	4,636,718	4,004,723	5,133,315
3,322,523	3,288,841	3,180,385	3,812,508	871,589	257,354
<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>	<u>45,515,265</u>
10,358,252	10,166,821	10,544,034	10,743,948	11,779,014	13,390,524
7,436,090	7,671,463	8,173,995	8,119,781	8,946,284	8,988,900
5,672,786	5,847,098	6,048,900	6,023,183	6,100,797	6,184,139
1,255,932	1,271,356	1,428,016	1,465,649	1,510,091	1,650,848
<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>30,214,411</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>	<u>\$ 75,729,676</u>
\$ 1,603,673	\$ 2,140,480	\$ 1,395,043	\$ 1,183,939	\$ 1,190,005	\$ 1,226,218
765,208	760,771	665,468	627,862	670,579	649,786
4,190,251	1,456,335	1,625,890	937,036	967,307	5,652,839
502,809	206,288	186,454	73,790	701,929	636,463
107	-	-	16,639	77,156	89,374
2,710,140	3,102,764	2,640,067	3,382,673	2,518,591	2,326,716
3,117,604	2,585,115	3,711,143	3,176,000	3,473,171	4,798,696
<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>	<u>15,380,092</u>
9,557,014	10,050,846	10,060,914	10,983,673	12,820,577	14,355,497
7,067,766	7,184,102	7,394,867	8,123,337	8,750,762	9,703,978
5,602,621	5,751,686	5,932,441	5,977,531	6,002,286	6,017,861
109,664	115,355	105,686	119,970	100,966	132,067
427,456	473,897	507,310	536,609	525,696	84,294
1,908,020	5,352,860	3,358,509	1,426,834	5,821,585	3,144,828
<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>33,438,525</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>	<u>\$ 48,818,617</u>

(Continued)

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

	Fiscal Year			
	2004	2005	2006	2007
Net (Expense)/Revenue				
Governmental activities	\$ (19,799,007)	\$ (11,595,298)	\$ (13,668,459)	\$ (25,573,792)
Business-type activities	64,183	961,637	2,143,251	446,039
Total primary government net expense	<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 position				
Governmental activities:				
Taxes				
Property taxes	\$ 7,362,114	\$ 7,965,423	\$ 13,262,984	\$ 15,700,732
Sales taxes	9,866,703	10,607,724	11,861,516	11,690,426
Business license taxes	1,079,260	1,157,235	1,230,098	1,287,945
Transit occupancy	1,390,912	1,595,136	1,666,915	1,743,363
Motor vehicle in lieu	2,909,301	4,896,184	712,403	358,721
Franchise	1,751,660	1,907,625	2,033,842	2,302,641
Unrestricted grants and contributions	4,812,238	1,497,049	4,500,600	6,844,170
Investment earnings	861,848	2,579,564	3,636,726	5,834,056
Gain (Loss) on sale of assets	-	-	-	(56,011)
Miscellaneous	145,158	40,999	(41,219)	27,469
Transfers	(522,360)	(647,832)	(388,386)	(184,757)
Special Item - Asset transfers to Successor Agency see note 18	-	-	-	-
Total governmental activities	<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	743,967	163,391	219,145	921,645
Investment earnings	233,726	873,579	1,454,640	2,144,669
Gain (Loss) on sale of assets/extraordinary loss	-	-	(446,565)	(61,960)
Miscellaneous	57,094	79,815	113,422	93,569
Transfers	522,360	647,832	388,386	184,757
Total business-type activities	<u>1,557,147</u>	<u>1,764,617</u>	<u>1,729,028</u>	<u>3,282,680</u>
Total primary government	<u>\$ 31,213,981</u>	<u>\$ 33,363,724</u>	<u>\$ 40,204,507</u>	<u>\$ 48,831,435</u>
Change in net position				
Governmental activities	\$ 9,857,827	\$ 20,003,809	\$ 24,807,020	\$ 19,974,963
Business-type activities	1,621,330	2,726,254	3,872,279	3,728,719
Total primary government	<u>\$ 11,479,157</u>	<u>\$ 22,730,063</u>	<u>\$ 28,679,299</u>	<u>\$ 23,703,682</u>

Notes: (1) The City of Camarillo implemented GASB 63 for the period ended June 30, 2013. "Net Position" prior to the implementation was reported as "Net Assets."

Source: City of Camarillo financial data

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ (30,544,795)	\$ (35,506,320)	\$ (24,848,381)	\$ (38,980,419)	\$ (22,503,503)	\$ (30,135,173)
(50,519)	3,972,008	1,164,782	815,393	5,685,686	3,224,114
<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>	<u>\$ (26,911,059)</u>
\$ 17,337,352	\$ 17,427,720	\$ 18,936,099	\$ 19,401,813	\$ 17,829,713	\$ 13,200,725
12,358,358	11,650,327	11,428,670	12,591,309	13,368,424	13,745,464
1,292,920	1,364,620	1,225,899	1,320,115	1,274,862	1,309,336
1,707,415	1,530,088	1,432,231	1,581,673	1,702,362	1,849,831
296,970	229,034	200,346	303,904	32,993	34,187
2,665,403	2,493,568	2,292,835	2,593,268	2,614,774	2,640,187
9,280,450	8,112,677	437,318	47,441	75,433	67,808
6,512,827	3,661,398	1,104,768	1,037,042	544,265	186,361
17,910	40,715	-	70,173	24,776	-
22,009	26,120	1,851,139	550,175	1,279,677	579,524
(696,065)	(600,000)	(483,150)	(641,068)	(786,789)	(605,416)
-	-	-	-	38,086,177	(43,414,063)
<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>	<u>(10,406,056)</u>
971,667	997,485	980,401	949,693	979,529	996,297
1,924,917	1,213,548	538,124	357,168	286,318	105,832
3,555	1,582	17,217	-	-	-
96,547	115,469	180,018	100,442	349,367	514,946
696,065	600,000	483,150	641,068	786,789	605,416
<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>2,222,491</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>	<u>\$ (8,183,565)</u>
\$ 20,250,754	\$ 10,429,947	\$ 13,577,774	\$ (124,574)	\$ 53,543,164	\$ 337,142,465
3,642,232	6,900,092	3,363,692	2,863,764	8,087,689	122,072,426
<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>	<u>\$ 459,214,891</u>

(Concluded)

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

Function/Program	Fiscal Year			
	2004	2005	2006	2007
Governmental activities				
General government	\$ 1,523,964	\$ 2,887,657	\$ 2,628,817	\$ 1,514,028
Public safety	801,461	862,719	826,796	880,049
Highways and streets	7,425,869	16,391,290	11,679,343	8,196,968
Community services	792,708	726,520	1,290,648	530,178
Culture and recreation	565,436	1,667,393	10,057,422	3,869,839
Subtotal governmental activities	<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	9,163,241	9,490,853	10,231,762	10,282,075
Sanitary district	6,117,922	6,847,146	8,356,147	7,672,073
Solid waste	4,350,037	4,665,469	5,136,919	5,393,016
Transit	55,410	72,639	466,906	518,207
Subtotal business-type activities	<u>19,686,610</u>	<u>21,076,107</u>	<u>24,191,734</u>	<u>23,865,371</u>
Total primary government	<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	2013
\$ 1,646,989	\$ 2,226,004	\$ 1,445,892	\$ 635,939	\$ 1,190,005	\$ 1,226,218
920,888	855,433	789,741	796,441	803,431	771,421
9,446,742	6,523,207	7,039,000	6,306,735	6,309,952	11,973,348
786,285	607,203	949,432	578,296	996,018	791,726
88,888	39,906	-	532,528	299,332	617,379
<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>	<u>15,380,092</u>
10,779,084	13,259,799	11,543,498 (1)	11,703,604	16,888,214	16,440,254
7,753,716	9,161,092	9,122,818 (1)	8,626,631	10,469,196	10,691,480
5,639,344	5,785,498	5,951,691 (1)	6,019,092	6,039,499	6,054,775
500,397	722,357	741,720	818,627	624,963	252,016
<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>33,438,525</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>	<u>\$ 48,818,617</u>

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

	Fiscal Year			
	2004	2005	2006	2007
General fund				
Reserved	\$ 10,175,313	\$ 10,052,704	\$ 12,355,427	\$ 12,768,488
Unreserved	11,315,565	15,378,889	21,367,553	23,120,467
Nonspendable	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total general fund	<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	42,191,562	62,375,507	62,801,504	34,450,010
Unreserved, reported in:				
Special revenue funds	49,714	3,522,551	3,991,450	20,273,494
Capital projects funds	15,287,108	9,482,508	(2,137,011)	43,620,217
Debt service funds	(9,945,000)	(76,600)	-	(11,180,000)
Other governmental funds	(116,780)	3,819	-	-
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Total other governmental funds	<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 10 for more information.

Source: City of Camarillo financial data

		Fiscal Year					
		2008	2009	2010	2011	2012	2013
\$	12,818,984	\$ 12,323,732	\$ 11,751,540	\$ -	\$ -	\$ -	-
	24,960,630	27,688,732	31,191,579	-	-	-	-
	-	-	-	12,837	132,978	12,085,695	-
	-	-	-	11,508,000	11,508,000	-	-
	-	-	-	1,048,689	966,195	91,389	-
	-	-	-	33,148,450	34,833,689	38,141,636	-
	37,779,614	40,012,464	42,943,119	45,717,976	47,440,862	50,318,720	-
	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	950	-
	-	-	-	39,896,176	13,223,193	11,369,121	-
	-	-	-	18,561,847	12,275,672	13,206,526	-
\$	88,753,945	\$ 87,860,667	\$ 94,628,555	\$ 74,652,080	\$ 41,692,922	\$ 24,576,597	-

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

	Fiscal Year			
	2004	2005	2006	2007
Revenues				
Taxes	\$ 19,698,990	\$ 21,325,518	\$ 28,021,514	\$ 30,422,466
Subventions and grants	7,435,942	10,661,571	18,416,570	10,002,546
Licenses and permits	1,220,246	2,381,361	1,923,751	711,049
Franchises	1,751,660	1,907,625	2,033,842	2,302,641
Contributions and developer fees	2,069,457	10,450,154	3,660,661	1,907,901
Fines and forfeitures	455,181	484,591	492,310	467,429
Charges for services	2,836,164	3,252,460	2,574,748	2,010,083
Investment earnings	806,663	2,354,445	3,369,849	5,275,710
Miscellaneous	151,322	126,139	128,915	274,841
Total revenues	<u>36,425,625</u>	<u>52,943,864</u>	<u>60,622,160</u>	<u>53,374,666</u>
Expenditures				
General government	5,722,523	5,462,998	5,204,625	5,590,747
Public safety	10,410,909	12,061,998	12,684,394	13,777,663
Highways and streets	7,698,325	8,102,267	8,640,139	9,290,609
Community services	1,020,637	1,202,210	3,542,008	1,135,998
Culture and recreation	-	-	-	1,972,762
Pass through payments to other agencies	-	-	-	-
AB1484 true up payment	-	-	-	-
Supplemental Education Revenue Augmentation Fund	-	-	-	-
Capital outlay	8,049,653	6,272,420	29,031,109	19,053,739
Debt service				
Principal	631,113	910,000	1,190,000	1,175,000
Interest	1,347,543	1,636,099	2,036,229	2,352,793
Cost of issuance	-	993,567	-	1,227,339
Total expenditures	<u>34,880,703</u>	<u>36,641,559</u>	<u>62,328,504</u>	<u>55,576,650</u>
Excess of revenues over (under) expenditures	<u>1,544,922</u>	<u>16,302,305</u>	<u>(1,706,344)</u>	<u>(2,201,984)</u>
Other Financing Sources (Uses)				
Debt proceeds	-	22,500,000	-	27,630,000
Premium/(discount) on debt issuance	-	188,511	-	(129,184)
Transfers in	11,016,536	8,097,639	11,849,168	33,140,424
Transfers out	(11,564,936)	(8,367,121)	(12,503,278)	(33,765,504)
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)	<u>(548,400)</u>	<u>15,479,591</u>	<u>(654,110)</u>	<u>26,875,736</u>
Special Item - Asset transfers to Successor Agency see note 18	-	-	-	-
Net change in fund balances (deficits)	<u>\$ 996,522</u>	<u>\$ 31,781,896</u>	<u>\$ (2,360,454)</u>	<u>\$ 24,673,752</u>
Debt service as a percentage of noncapital expenditures	8.6% *	12.1% *	10.1% *	14.6% *

* Revised data

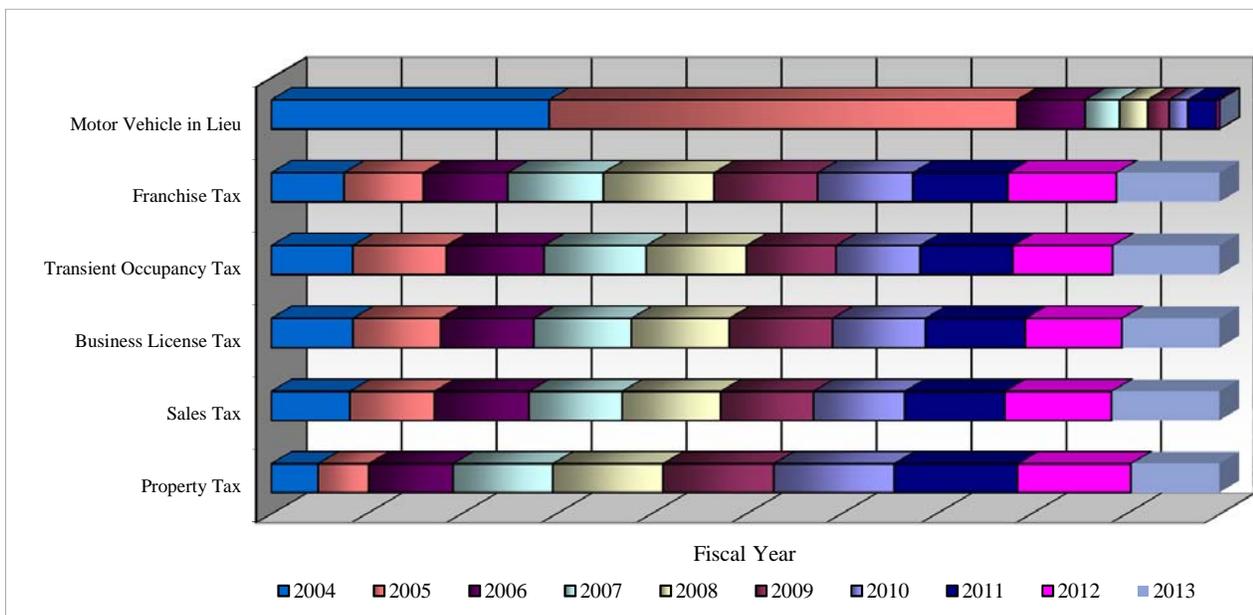
** Previously reported as a reduction in property tax revenue

Source: City of Camarillo financial data

		Fiscal Year									
		2008	2009	2010	2011	2012	2013				
\$	32,696,045	\$	31,972,755	\$	32,721,142	\$	34,894,910	\$	34,175,361	\$	30,314,982
	5,826,981		5,327,967		6,241,689		5,728,069		5,845,020		6,665,214
	880,117		751,932		471,869		488,667		632,344		541,310
	2,665,403		2,493,568		2,436,789		2,593,268		2,647,767		2,674,372
	2,627,758		1,065,979		3,473,524		1,335,676		436,531		1,306,307
	560,868		601,011		514,081		441,806		454,877		431,613
	3,049,714		2,485,558		1,374,664		1,634,987		1,668,823		5,668,801
	5,856,078		3,219,226		937,623		1,477,647		461,949		156,071
	246,357		252,266		166,285		202,090		171,214		167,793
	<u>54,409,321</u>		<u>48,170,262</u>		<u>48,337,666</u>		<u>48,797,120</u>		<u>46,493,886</u>		<u>47,926,463</u>
	5,848,690		5,838,856		5,129,145		5,355,586		5,968,315		7,164,851
	14,253,557		14,648,245		14,751,720		15,261,371		16,253,332		15,878,506
	9,518,323		9,537,249		9,631,791		9,751,958		9,636,890		9,701,745
	1,638,633		2,049,739		2,427,657		2,040,630		1,207,905		647,439
	2,241,458		2,233,839		2,223,839		4,100,718		4,544,803		4,384,149
	-		-		1,705,206 **		1,924,713		1,041,259		-
	-		-		-		-		932,115		-
	-		-		1,746,229 **		359,518		-		-
	<u>11,651,050</u>		<u>7,211,865</u>		<u>12,754,040</u>		<u>21,209,677</u>		<u>12,773,340</u>		<u>5,976,763</u>
	1,710,000		1,490,000		3,294,176		1,630,000		1,375,000		570,000
	3,249,657		3,181,808		1,040,000		3,808,956		1,757,233		241,274
	-		-		546,031		-		273,831		-
	<u>50,111,368</u>		<u>46,191,601</u>		<u>55,249,834</u>		<u>65,443,127</u>		<u>55,764,023</u>		<u>44,564,727</u>
	<u>4,297,953</u>		<u>1,978,661</u>		<u>(6,912,168)</u>		<u>(16,646,007)</u>		<u>(9,270,137)</u>		<u>3,361,736</u>
	-		-		17,490,000		-		-		-
	-		-		(258,521)		-		-		-
	13,175,843		9,515,839		14,664,822		55,319,155		6,733,985		7,985,504
	(13,992,914)		(10,154,927)		(15,285,590)		(55,874,766)		(7,597,874)		(8,684,636)
	-		-		-		-		-		-
	-		-		-		-		7,630,000		-
	-		-		-		-		262,360		-
	-		-		-		-		(7,620,591)		-
	<u>(817,071)</u>		<u>(639,088)</u>		<u>16,610,711</u>		<u>(555,611)</u>		<u>(592,120)</u>		<u>(699,132)</u>
	-		-		-		-		(21,374,015)		(16,901,071)
\$	<u>3,480,882</u>	\$	<u>1,339,573</u>	\$	<u>9,698,543</u>	\$	<u>(17,201,618)</u>	\$	<u>(31,236,272)</u>	\$	<u>(14,238,467)</u>
	16.4% *		14.4% *		17.1%		13.0%		8.6%		2.1%

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
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
2013	13,200,725	13,745,464	1,309,336	1,849,831	2,640,187	34,187	32,779,730
Change 2004-2013	79.31%	39.31%	21.32%	32.99%	50.72%	-98.82%	34.56%



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
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%
2013	4,237,059	5,464,105	34,005	259,573	9,475,596	0.00%	9,735,170	97.33%

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	
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
2013	0.0000	1.0000	0.1456	0.0363	1.1819

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.

Source: County of Ventura

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

Taxpayer	2013			2004		
	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 Part	\$ 186,875,465	1	1.92%	\$ 68,724,937	2	1.16%
CPG Partners LP	83,700,448	2	0.86%			
PEGH Invesments LLC	45,052,309	3	0.46%	54,802,980	3	0.92%
ESJ Centers LLC	40,989,734	4	0.42%	32,987,098	4	0.56%
WNG Camarillo 165 LLC	39,603,374	5	0.41%			
Las Posas Plaza LP	33,840,000	6	0.35%			
Essex Camino Ruiz Apart LP	32,985,600	7	0.34%			
Centro NP Holdings SPE LLC	31,654,414	8	0.33%			
Corte Madera Apartments	31,415,422	9	0.32%	28,068,403	5	0.47%
Sphear Investments LLC	30,483,640	10	0.31%			
Technicolor Videocassette				117,049,769	1	1.99%
Donahue Schriber Rlty Group				27,990,655	6	0.47%
Ponderosa Senior Housing				24,090,020	7	0.41%
Medical Analysis Systems Inc				19,816,394	8	0.33%
CNL Retirement Cam Lessor				19,813,091	9	0.33%
Essex Camarillo				19,758,604	10	0.33%
Total	\$ 556,600,406		5.72%	\$ 413,101,951		6.97%

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

(1) 2013/14 Local Secured Assessed Valuation: \$9,735,170,000

(2) 2004/05 Local Secured Assessed Valuation: \$6,321,958,000

Source: County of Ventura, Auditor - Controller

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
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%
2013	7,774,564	4,470,983	57.51%	54,791	4,525,774	58.21%

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) (Fiscal Years 2004-2012). 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 2012/13 the reduction in taxes levied and collected was due to implementation of AB 1484 and the dissolution of Redevelopment. See note 18.

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>	
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)
2013	0.00%	1.00%	6.50%	(3)

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.
(3) State rate was 6.25% 7/1/11 through 12/31/12 and was increased to 6.50% effective 1/1/13.

Source: California State Board of Equalization

City of Camarillo
Taxable Sales by Category
Last Ten Calendar Years
(in thousands of dollars)

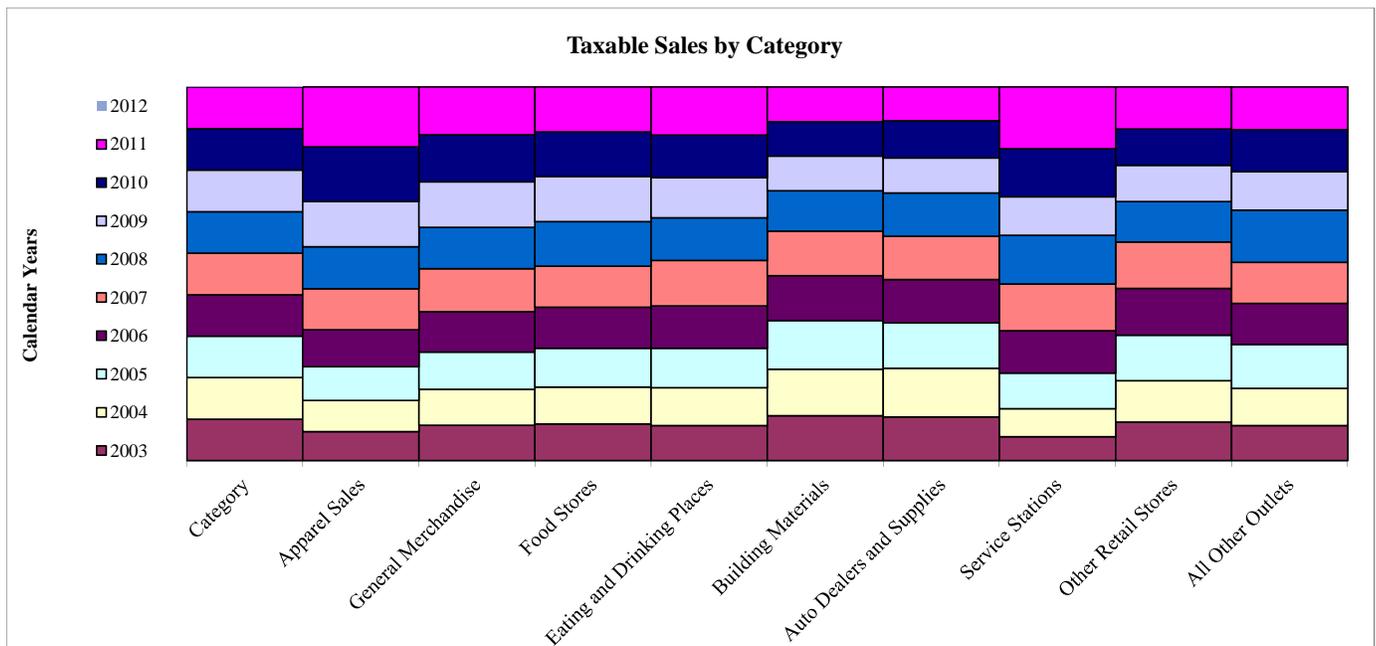
	Calendar Year							
	2003		2004		2005		2006	
	Taxable Sales		Taxable Sales		Taxable Sales		Taxable Sales	
Apparel sales	\$	163,279	\$	175,558	\$	190,687	\$	208,609
General merchandise		59,354		60,695		63,028		68,177
Food stores		33,681		33,703		35,816		37,622
Eating and drinking places		94,352		102,847		107,291		114,442
Building materials		87,012		90,539		94,389		87,607
Auto dealers and supplies		69,721		77,882		73,022		69,161
Service stations		54,798		64,842		82,909		98,294
Other retail stores		161,981		175,983		192,073		198,030
All other outlets		269,492		286,912		337,110		316,002
Total	\$	993,670	\$	1,068,961	\$	1,176,325	\$	1,197,944
City direct sales tax rate		0.00%		0.00%		0.00%		0.00%
	Number of Filers	Percent of Total						
Apparel sales	108	5.2%	116	5.6%	123	5.9%	135	6.3%
General merchandise	21	1.0%	22	1.1%	28	1.3%	28	1.3%
Food stores	35	1.7%	38	1.8%	36	1.7%	38	1.8%
Eating and drinking places	164	7.9%	172	8.4%	172	8.2%	186	8.7%
Building materials	26	1.2%	28	1.4%	33	1.6%	29	1.4%
Auto dealers and supplies	66	3.2%	68	3.3%	74	3.5%	71	3.3%
Service stations	21	1.0%	20	1.0%	23	1.1%	22	1.0%
Other retail stores	534	25.6%	537	26.1%	545	26.1%	555	26.0%
All other outlets	1,107	53.2%	1,058	51.4%	1,052	50.4%	1,073	50.2%
Total	2,082	100.0%	2,059	100.0%	2,086	100.0%	2,137	100.0%

Notes: Calendar year 2013 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		2012	
Taxable Sales		Taxable Sales		Taxable Sales		Taxable Sales		Taxable Sales		Taxable Sales	
\$	232,743	\$	236,429	\$	256,217	\$	309,150	\$	337,919	\$	360,642
	72,335		69,869		76,744		79,276		80,828		82,557
	37,848		40,874		41,662		40,907		41,352		41,421
	123,353		115,811		109,147		115,102		130,688		133,990
	86,380		79,036		66,892		67,141		67,560		70,778
	69,319		69,323		56,412		59,299		54,242		62,496
	107,966		112,658		89,516		111,025		143,332		150,123
	196,742		169,729		154,212		152,761		178,428		178,852
	315,579		401,664		297,086		323,168		328,466		322,084
\$	1,242,265	\$	1,295,393	\$	1,147,888	\$	1,257,829	\$	1,362,815	\$	1,402,943
	0.00%		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%	236	9.4%
30	1.4%	41	1.6%	46	1.8%	44	1.7%	43	1.7%	41	1.6%
37	1.8%	47	1.9%	49	1.9%	54	2.1%	50	2.0%	45	1.8%
177	8.5%	184	7.3%	184	7.3%	192	7.6%	200	8.0%	190	7.6%
27	1.3%	36	1.4%	37	1.5%	35	1.4%	33	1.3%	33	1.3%
66	3.2%	83	3.3%	79	3.1%	85	3.4%	91	3.6%	87	3.5%
24	1.1%	23	0.9%	20	0.8%	20	0.8%	20	0.8%	26	1.0%
525	25.1%	490	19.5%	488	19.4%	501	19.7%	633	25.2%	610	24.4%
1,069	51.1%	1,385	55.1%	1,363	54.2%	1,346	53.1%	1,200	47.8%	1,236	49.4%
2,094	100.0%	2,515	100.0%	2,515	100.0%	2,537	100.0%	2,511	100.0%	2,504	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
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
2013	-	- **	-	7,275	- **	- **	- **	68

- Notes: * Revised data
 ** Due to ABx1 26, Redevelopment Bonds are held by successor agency and no longer a City obligation. See note 18
- (a) See Schedule on page 203 for personal income and population data.
- (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 8)
- (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 Revenue Refunding Bonds (8)	Wastewater Revenue Refunding Bonds (9)	Capital Leases	Total Primary Government	Percentage of Personal Income (a)	Per Capita (a)
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
-	19,880	6	27,229	1.05%	410

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)
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%	-
2013	- *	-	-	0.00%	-

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

(1) See Schedule on page 192 for property value data.

(2) Population data can be found in Schedule on page 203.

* 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, 2013

<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	\$ 165,085,000	0.477 %	\$ 787,455
Ventura County Community College District	308,659,326	9.822	30,316,519
Oxnard Union High School District	91,662,016	30.755	28,190,653
Mesa Union School District	7,490,000	37.520	2,810,248
Pleasant Valley School District	34,745,000	81.964	28,478,392
Rio School District	14,675,000	0.885	129,874
City of Camarillo 1915 Act Bonds	886,500	100.000	886,500
City of Camarillo Community Facilities District No. 1	2,000,000	100.000	2,000,000
West Camarillo Community Facilities District No. 1	7,430,000	100.000	<u>7,430,000</u>
Total overlapping tax and assessment debt			101,029,641
Other debt			
Ventura County General Fund Obligations	388,450,000	9.818	38,138,021
Ventura County Superintendent of Schools Certificates of Participation	11,510,000	9.818	1,130,052
Oxnard Union High School District Certificates of Participation	7,680,000	30.755	2,361,984
Pleasant Valley School District Certificates of Participation	1,655,000	81.964	1,356,504
Rio School District Certificates of Participation	7,420,000	0.885	65,667
Pleasant Valley County Water District Certificates of Participation	325,749	28.098	91,529
Pleasant Valley Recreation and Park District Certificates of Participation	12,600,000	89.722	11,304,972
City direct debt			
City of Camarillo Lease Revenue Bonds, 2012 Series	7,275,000	100.000	<u>7,275,000</u>
Total direct and overlapping General Fund debt			61,723,729
Overlapping Tax Increment Debt	61,445,000	100.000	61,445,000
Combined Total Debt			<u><u>\$ 224,198,370</u></u> (b)

Notes: (a) The percentage of overlapping applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

(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			
	2013	2012	2011	2010
Debt limit	\$ 1,460,276	\$ 1,476,637	\$ 1,470,948	\$ 1,481,680
Total net debt applicable to limit	-	-	-	-
Legal debt margin	<u>\$ 1,460,276</u>	<u>\$ 1,476,637</u>	<u>\$ 1,470,948</u>	<u>\$ 1,481,680</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 2013

Assessed valuations:	
Net assessed value	\$ 9,475,597
Add back: exempt real property	259,573
Gross assessed value	<u>\$ 9,735,170</u>
Debt limitation - 15% of total assessed value	\$ 1,460,276
Less debt applicable to limitation	-
Legal debt margin	<u>\$ 1,460,276</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

2009	2008	2007	2006	2005	2004
\$ 1,510,545	\$ 1,494,609	\$ 1,359,077	\$ 1,199,644	\$ 1,085,336	\$ 986,201
-	-	-	-	(7,340)	(7,578)
<u>\$ 1,510,545</u>	<u>\$ 1,494,609</u>	<u>\$ 1,359,077</u>	<u>\$ 1,199,644</u>	<u>\$ 1,092,676</u>	<u>\$ 993,779</u>
0.00%	0.00%	0.00%	0.00%	-0.68%	-0.77%

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	
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
2013	11,883,286	6,874,724	5,008,562	500,000	938,654	1,438,654	3.48

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
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%
2013	66,428	2,613,278 *	39,340 *	41.0	10,106	7.4% *

* 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			
	2004	2005	2006	2007
General government				
Administrative	38	38	39	40
Finance	9	9	9	9
Planning	10	10	10	12
Other	4	3	3	3
Public safety				
Police services	1	1	1	1
Code enforcement	3	3	4	4
Highways & streets				
Maintenance	23	23	24	27
Engineering	11	10	11	8
Redevelopment	1	1	1	1
Stormwater	2	3	3	3
Solid waste	1	1	1	1
Transit	1	1	1	1
Water	15	16	15	15
Wastewater	16	15	16	17
Total full-time equivalent employees	135	134	138	142
Contracted Services Employees				
Police	47	48	49	50
Fire	45	*	45	*
Building & safety	7	7	8	7
Total contracted service employees	99	100	102	102

* 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					
2008	2009	2010	2011	2012	2013
41	40	40	41	44	40
9	8	9	9	9	8
12	9	10	10	11	7
3	3	3	3	3	4
1	1	1	1	1	0
4	5	5	5	5	5
27	28	27	27	27	26
8	9	9	7	8	6
1	7	5	5	0	0
3	4	3	4	3	3
1	1	1	1	1	1
1	1	1	1	1	1
15	16	16	16	14	14
18	19	19	19	20	18
<u>144</u>	<u>151</u>	<u>149</u>	<u>149</u>	<u>147</u>	<u>133</u>

Contracted Services Employees

63	73	76	76	71	75
45	58	57	57	57	57
6	6	6	6	5	4
<u>114</u>	<u>137</u>	<u>139</u>	<u>139</u>	<u>133</u>	<u>136</u>

City of Camarillo
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2004	2005	2006	2007
General government				
Building permits issued	2,038	2,228	1,934	1,305
Building permit valuation (in thousands)	\$ 103,818	\$ 251,341	\$ 174,083	\$ 43,956
Building inspections	10,723	16,647	19,288	10,725
Police				
Physical arrests	2,725	2,347	2,449	3,144
Parking violations	1,772	1,642	2,342	1,963
Traffic violations	8,437	6,183	7,576	6,951
Police personnel (sworn)	47	48	49	50 *
Patrol units	31	33	33	33
Refuse collection				
Refuse collected (tons per day)	175	150	142	108
Recyclables collected (tons per day)	80	90	100	125
Other public works				
Annual street overlay				
Asphalt laid (in tons)	18,680	21,662	17,398	10,508
Slurry seal (in tons)	unavail.	unavail.	unavail.	unavail.
Striping (in linear feet)	41,331	2,289	9,968	unavail.
Water				
New connections	156	1,209	688	175
Average daily consumption (thousands of gallons)	8,500	8,200	8,320	8,796
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)	3,900	3,900	3,600	3,700
Maximum daily capacity of plant (thousands of gallons)	6,750	6,750	6,750	7,200
Transit				
Total route miles	34,803	38,682	33,476	34,032
Passengers (fixed route)	20,992	22,569	18,574	16,205

* Revised data

Source: Various city departments

							Fiscal Year				
2008		2009		2010		2011		2012		2013	
	1,149		725		750		750		744		735
\$	57,139	\$	51,005	\$	17,840	\$	19,727	\$	20,042	\$	15,971
	7,758		5,797		3,427		2,909		2,757		2,953
	4,828		2,977		2,780		2,571		2,188		1,876
	2,373		2,477		2,613		2,231		2,728		1,078
	6,940		7,881		4,183		3,669		5,502		5,600
	63		73		76		76		71		75
	36		43		44		40		39		39
	142		151		137		133		130		134
	92		118		149		156		155		143
	-		-		25,382		24,705		24,642		22,092
	1,916		-		-		3,202		-		2,488
	8,349		-		4,995		7,410		7,411		5,729
	66		45		170		15		6		7
	9,405		8,909		8,909		7,735		7,902		8,616
	29,000		29,000		29,000		15,447		12,187		13,837
	13,400		13,375		13,375		13,375		13,375		13,375
	3,800		3,800		3,800		3,800		3,800		3,700
	7,250		7,250		7,250		7,250		7,250		7,250
	37,155		32,841		35,321		32,525		33,625		29,643
	16,592		17,026		15,307		14,874		14,316		13,030

City of Camarillo
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year			
	2004	2005	2006	2007
Police				
Stations	1	1	1	1
Other public works				
Miles of streets	185	185	185	186
Number of streets	648	650	652	664
Traffic signals	46	50	50	52
Water				
Water mains (miles)	138	139	144	150
Fire hydrants	1,155	1,168	1,235	1,350
Reservoirs	6	6	6	6
Wells	3	3	3	4
Wastewater				
Treatment plants	1	1	1	1
Number of service connections	12,821	12,968	13,656	13,831
Sanitary sewers (miles)	123	124	124	132
Storm sewers (miles)(36" or greater)	30	31	32	32
Storm drains (miles)	64	64	64	65
Transit				
Buses	4	5	5	5

* Revised data

Source: Various city departments

Fiscal Year						
2008	2009	2010	2011	2012	2013	
1	1	1	1	1	1	1
188	192	192	192	196	201	
664	696	697	703	717	721	
52	53	54	54	56	56	
159	178	181	182	182	195	
1,350	1,395	1,580	1,595	1,597	1,601	
6	6	6	6	6	6	
4	4	4	4	4	4	
1	1	1	1	1	1	
13,896	13,932	14,047 *	14,125	14,116	14,141	
149	149	144	152	156	157	
32	32	32	32	32	33	
65	65	65	66	72	72	
4	5	6	8	8	10	

City of Camarillo
Principal Employers
Current Year and Eleven Years Ago

Company or Organization	Fiscal Year			
	2013		2003	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
Pleasant Valley School District	685	2.28%	n/a	0.00%
Hi-Temp Insulation	525	1.75%	370	1.01%
St. John's Pleasant Valley Hospital	484	1.61%	600	1.64%
Ventura County Star	238	0.79%	-	0.00%
Technicolor Video Services	213	0.71%	1,600	4.36%
Teledyne Scientific & Imaging (formerly Rockwell Scientific)	201	0.67%	425	1.16%
Data Exchange Corp.	178	0.59%	265	0.72%
Semtech	175	0.58%	-	0.00%
Harbor Freight Tools	139	0.46%	546	1.49%
Vitesse Semiconductor Corp.	130	0.43%	363	0.99%
SolarWorld Industries (formerly Shell Solar)	90	0.30%	400	1.09%
Zebra Technologies Corporation	-	0.00%	504	1.37%
Imation Corporation (3M)	-	0.00%	361	0.98%
California Amplifier Co.	-	0.00%	320	0.87%
Total	3,058	10.17%	5,754	15.68%

Note: Fiscal year 2004 data unavailable

Source: City of Camarillo Finance Dept.
 State of California, Employment Development Department, Labor Market Information Division

City of Camarillo
Miscellaneous Statistics
June 30, 2013

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	409
Number of secondary schools	2
Number of credentialed secondary school instructors	114
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

