

County of Ventura, California

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2015**



**County Auditor-Controller's Office
JEFFERY S. BURGH, Auditor-Controller**

THIS PAGE LEFT BLANK INTENTIONALLY

**COUNTY OF VENTURA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2015**

TABLE OF CONTENTS

INTRODUCTORY SECTION

	PAGE
Letter of Transmittal.....	5
Certificate of Achievement for Excellence in Financial Reporting.....	13
Listing of Principal Officials.....	14
Organization Chart.....	15

FINANCIAL SECTION

Independent Auditors' Report	17
Management's Discussion and Analysis (MD&A - Unaudited).....	21

BASIC FINANCIAL STATEMENTS:

Government-wide Financial Statements:

Statement of Net Position.....	41
Statement of Activities.....	42

Fund Financial Statements:

Governmental Funds:

Balance Sheet.....	44
Reconciliation of the Governmental Funds Balance Sheet to the Government-wide Statement of Net Position - Governmental Activities.....	46
Statement of Revenues, Expenditures, and Changes in Fund Balances.....	48
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-wide Statement of Activities - Governmental Activities.....	50

Proprietary Funds:

Statement of Net Position.....	51
Statement of Revenues, Expenses, and Changes in Fund Net Position.....	52
Statement of Cash Flows.....	53

Fiduciary Funds:

Statement of Fiduciary Net Position.....	55
Statement of Changes in Fiduciary Net Position.....	56

Notes to the Basic Financial Statements:

1. Summary of Significant Accounting Policies.....	57
2. Change in Accounting Principle.....	66
3. Cash and Investments.....	67
4. Property Taxes.....	73
5. Receivables.....	74
6. Interfund Transactions.....	75
7. Capital Assets.....	79
8. Accrued Liabilities.....	83

**COUNTY OF VENTURA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2015
 Table of Contents (Continued)**

FINANCIAL SECTION (Cont'd)

	PAGE
Notes to the Basic Financial Statements (Cont'd)	
9. Leases.....	84
10. Long-Term Liabilities.....	86
11. Service Concession Arrangements (SCA).....	94
12. Net Position/Fund Balances.....	96
13. Medicare and Medi-Cal Programs.....	98
14. Pension Plans.....	99
15. Other Postemployment Benefits (OPEB).....	111
16. Tax and Revenue Anticipation Notes Payable.....	113
17. Risk Management.....	114
18. Deferred Inflows of Resources - Unavailable Revenue.....	116
19. Commitments and Contingencies.....	116
20. Subsequent Events.....	117
21. Successor Agency Trust for Assets of Former Redevelopment Agency.....	117
22. Deficit Net Position/Fund Balance.....	119

REQUIRED SUPPLEMENTARY INFORMATION (OTHER THAN MD&A - Unaudited):

Schedule of the County's Proportionate Share of the Net Pension Liability - VCERA Plan.....	121
Schedule of County Contributions - VCERA Plan.....	122
Schedule of Changes in Net Pension Liability and Related Ratios - Supplemental Retirement Plan.....	123
Schedule of Investment Returns - Supplemental Retirement Plan.....	123
Schedule of County Contributions - Supplemental Retirement Plan.....	124
Schedule of Funding Progress - Management Retiree Health Benefits Program.....	125
Schedule of Funding Progress - Subsidized Retiree Health Benefits Program.....	125
Budgetary Comparison Schedule - General Fund.....	126
Budgetary Comparison Schedule - Roads Fund.....	127
Budgetary Comparison Schedule - Watershed Protection Districts Fund.....	128
Budgetary Comparison Schedule - Fire Protection District Fund.....	129
Note to Required Supplementary Information - Budgetary Information.....	130

SUPPLEMENTARY INFORMATION:

Combining and Individual Fund Statements and Schedules:

Non-Major Governmental Funds:	
Combining Balance Sheet.....	133
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	134
Non-Major Special Revenue Funds:	
Fund Descriptions.....	136
Combining Balance Sheet.....	138
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	142
Budgetary Comparison Schedule - County Library Fund.....	146
Budgetary Comparison Schedule - H. U. D. Grants Fund.....	147
Budgetary Comparison Schedule - Fish and Game Fund.....	148

**COUNTY OF VENTURA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2015
 Table of Contents (Continued)**

FINANCIAL SECTION (Cont'd)

	PAGE
Budgetary Comparison Schedule - Domestic Violence Program Fund.....	149
Budgetary Comparison Schedule - County Service Areas.....	150
Budgetary Comparison Schedule - Workforce Development Fund.....	151
Budgetary Comparison Schedule - Spay/Neuter Program.....	152
Budgetary Comparison Schedule - Inmate Welfare Fund.....	153
Budgetary Comparison Schedule - In-Home Supportive Services Public Authority.....	154
Budgetary Comparison Schedule - Department of Child Support Services.....	155
Budgetary Comparison Schedule - Mental Health Services Act.....	156
Budgetary Comparison Schedule - County Successor Housing Agency.....	157
Budgetary Comparison Schedule - Stormwater-Unincorporated.....	158
Non-Major Debt Service Funds:	
Fund Descriptions.....	159
Combining Balance Sheet.....	160
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	161
Budgetary Comparison Schedule - County Service Area #34.....	162
Non-Major Capital Projects Funds:	
Fund Descriptions	163
Combining Balance Sheet	164
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	165
Budgetary Comparison Schedule - Santa Rosa Road Assessment District.....	166
Non-Major Permanent Fund:	
Fund Description.....	167
Budgetary Comparison Schedule - George D. Lyon Permanent Fund.....	168
Non-Major Enterprise Funds:	
Fund Descriptions.....	169
Combining Statement of Net Position	170
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	171
Combining Statement of Cash Flows	172
Internal Service Funds:	
Fund Descriptions	175
Combining Statement of Net Position.....	176
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	178
Combining Statement of Cash Flows	180
Fiduciary Funds:	
Fund Descriptions	185
Investment Trust Fund:	
Statement of Fiduciary Net Position.....	186
Statement of Changes in Fiduciary Net Position.....	187
Agency Funds:	
Statement of Changes in Assets and Liabilities.....	188
Capital Assets Used in the Operation of Governmental Funds.....	189
Schedule by Source.....	190
Schedule by Function and Activity	192
Schedule of Changes by Function and Activity.....	194

**COUNTY OF VENTURA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2015
 Table of Contents (Continued)**

STATISTICAL SECTION (Unaudited)

	PAGE
Narrative Summary	195
Financial Trends:	
Net Position by Component	196
Changes in Net Position	198
Fund Balances, Governmental Funds.....	202
Changes in Fund Balances, Governmental Funds	204
Revenue Capacity:	
Assessed Value and Actual Value of Taxable Property	206
Direct and Overlapping Property Tax Rates.....	207
Principal Property Tax Payers.....	208
Property Tax Levies and Collections.....	209
Debt Capacity:	
Ratios of Outstanding Debt by Type.....	210
Legal Debt Margin Information.....	211
Debt/Revenue Coverage.....	212
Demographic and Economic Information:	
Demographic and Economic Statistics.....	214
Principal Employers.....	215
Operating Information:	
Full-Time Employees by Function.....	216
Operating Indicators by Function/Program.....	218
Capital Asset Statistics by Function.....	220

JEFFERY S. BURGH
AUDITOR-CONTROLLER

COUNTY OF VENTURA
800 SOUTH VICTORIA AVE.
VENTURA, CA 93009-1540



ASSISTANT
AUDITOR-CONTROLLER
JOANNE McDONALD

CHIEF DEPUTIES
VALERIE BARRAZA
BARBARA BEATTY
JILL WARD
MICHELLE YAMAGUCHI

December 28, 2015

To the Citizens of Ventura County:

The Comprehensive Annual Financial Report (CAFR) of the County of Ventura (County) for the fiscal year ended June 30, 2015, is hereby submitted in compliance with Sections 25250 and 25253 of the Government Code of the State of California.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Vavrinek, Trine, Day & Co., LLP has issued an unmodified ("clean") opinion on the County of Ventura's financial statements for the year ended June 30, 2015. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The County of Ventura (County), approved by the State Legislature on March 22, 1872, effective January 1, 1873, was created out of the southeasterly portion of Santa Barbara County and covers an area of 1,873 square miles. It is bordered on the north by Kern County, on the northwest by Santa Barbara County, on the east by Los Angeles County, and on the south and southwest by the Pacific Ocean along 42 miles of coastline. There are ten incorporated cities within its borders: Ventura, Ojai, Oxnard, Port Hueneme, Camarillo, Santa Paula, Fillmore, Thousand Oaks, Moorpark and Simi Valley with a combined population including the unincorporated area of 848,073. The largest employment segments comprising over 80 percent of the total employment distribution include service industries, retail, government, manufacturing, and agriculture and food production. With its mild climate, geographical diversity including beaches and pristine and rugged wilderness, year-round recreational and cultural opportunities, and a reputation as one of the safest populated areas in the country, the County is a popular tourist destination.

The County is a General Law County with policymaking, budget approval, and legislative authority, vested in a five-member Board of Supervisors. The supervisors are elected on a nonpartisan basis by geographic districts for four-year staggered terms. Two or three supervisors are elected in alternating two year elections. The Board appoints the County Executive Officer who generally appoints the non-elected department heads that are not otherwise appointed by law. The County's elected department heads are the Assessor, Auditor-Controller, Clerk and Recorder, District Attorney, Sheriff, and Treasurer-Tax Collector. An organization chart and a listing of elected and appointed department heads are provided in the introductory section of this report.

With 8,454 full-time employees in June 2015, the County provides a full range of services, including general government (administration, central services, elections, and plant acquisition), public protection, (law enforcement, fire protection, watershed protection, County portion of judicial, and detention), public ways and facilities (construction and maintenance of roads), health and sanitation (public, behavioral, and environmental health), public assistance, and education (libraries). In addition, enterprise funds account for the operations of the Medical Center (Ventura County Medical Center and the Santa Paula Hospital), Health Care Plan, two airports, Channel Islands Harbor, Waterworks Districts (sanitation and water services), and Parks (recreational activities). The financial reporting entity includes all funds of the primary government (County of Ventura as legally defined), as well as all of its legally separate component units. The component units are reported as blended when they are in substance part of the primary government or discretely presented in a separate column on the government-wide financial statements to emphasize that they are legally separate from the primary government. Note 1 of the Notes to the Basic Financial Statements provides more information on the reporting entity.

As required by state law, the County adopts a final budget no later than August 20 each year, generally in June. This annual budget serves as the foundation for the County's financial planning and control. Budgets are adopted for governmental and proprietary funds. The legal level of budgetary control is maintained at the department/budget unit and object level of expenditures, except capital assets which are controlled at the sub-object level. Appropriation transfers between departments must be approved by the Board. Supplemental appropriations normally financed by unanticipated revenues during the year must also be approved by the Board. The Board has delegated authority to the County Executive Officer to approve appropriation transfers between object levels within the same budget unit.

Unencumbered and unexpended appropriations lapse at the end of each fiscal year and become available to finance the next year's budget. Encumbered appropriations are reappropriated in the next year's budget. Encumbrances outstanding at year-end are included in restricted, committed, or assigned fund balance in the governmental funds.

Local Economy

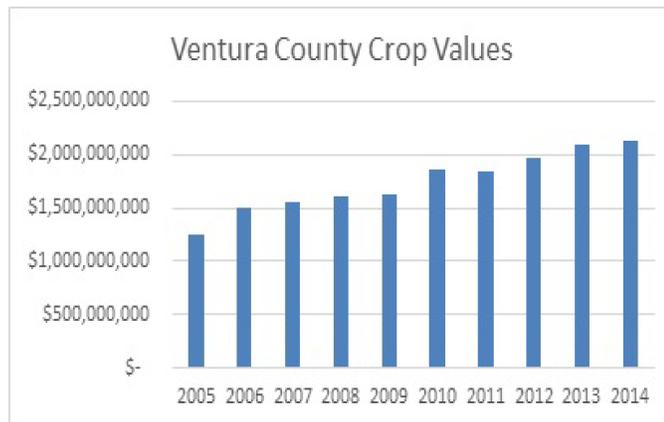
Historically, Ventura County has been closely allied with the economy of Southern California, and, for the calendar year 2015, the growth continued to be slow but consistent. The County's traditional economic strength in agriculture, food processing, and mineral production is supplemented by the prominence of the service industry, small manufacturing businesses, the electronics industry, tourism, the biotechnology giant, Amgen, and the military presence of the Naval Base Ventura County at Port Hueneme and Point Mugu.

• **Commercial and Agricultural Activity**

Taxable sales in 2014 were \$13.5 billion, topping the prior high in 2013 of \$12.8 billion. Retail sales for the County as a whole continued an upward trend posting a modest 2.5 percent increase in the first-quarter of 2015 and a 4 percent increase in the second-quarter as compared with the same periods in 2014. Though the County's taxable sales increased as a whole, several cities in the county saw decreases in the fuel and service stations taxable sales due to lower fuel prices.

The Port of Hueneme, a critical hub in Southern California, realized its highest cargo year in its 78 year history. The total tonnage for fiscal year 2014-15 jumped to 1,574,903 metric tons representing a 9.5 percent increase from the Port's all-time high in 2013 of 1,438,596 metric tons. Automobile imports increased by 10.6 percent to more than 321,000 autos, which accounted for 60 percent of the Port's business revenue. Niche markets of high and heavy cargos, fresh produce, fertilizer, and domestic commodities also had strong freight activity growth.

The region's crop totals exceeded \$2.137 billion in 2014, which represents a 2 percent increase over 2013. The leading crops were strawberries, lemons, raspberries and nursery stock with sales of \$628.0, \$269.4, \$240.7, and \$180.5 million, respectively.



Source: Ventura County Crop and Livestock Report

• **Academic Activity**

California State University, Channel Islands (CSUCI) opened in 2002 and is accredited by the Western Association of Schools and Colleges. Located on 833 acres it is one of the largest campuses in land size in the 23 campus California State University System. CSUCI offers undergraduate degrees in 23 areas of study, three teaching credential programs, and graduate degrees in five areas of study. During the 2014 fall term CSUCI had 5,879 students, up 14.3 percent from the prior year, as well as over 750 faculty, staff, and administrators.

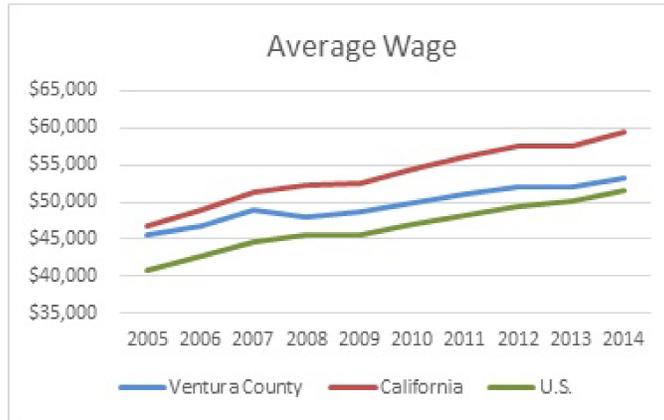
California Lutheran University, opened in 1961, is accredited by the Western Association of Schools and Colleges and offers 35 undergraduate majors, 34 minors, Bachelor's degrees in seven professional programs, and graduate degrees in 6 areas of study. Enrollment for fall term 2014 was 4,160, a decrease of 2.8 percent from the prior year. Classes are offered at the 225-acre main campus in Thousand Oaks as well as five off-campus centers throughout the region.

The three Ventura County Community College campuses, Moorpark, Oxnard and Ventura, had a fall 2014 enrollment of 29,989 students, an increase of 0.2 percent from the prior year, as well as 1,615 faculty, staff, and administrators. The colleges are accredited by the Western Association of Schools and Colleges. The three two-year colleges offer programs to transfer to four-year colleges and universities, occupational and career technical training, and basic skills instruction.

• **Income and Unemployment**

As of June 2015, total farm jobs decreased to 26,200 while total nonfarm jobs increased by 4,200 (1.4 percent) to 298,300. Increases were primarily in professional and business services, 2,200, retail trade, 900, and government, 900.

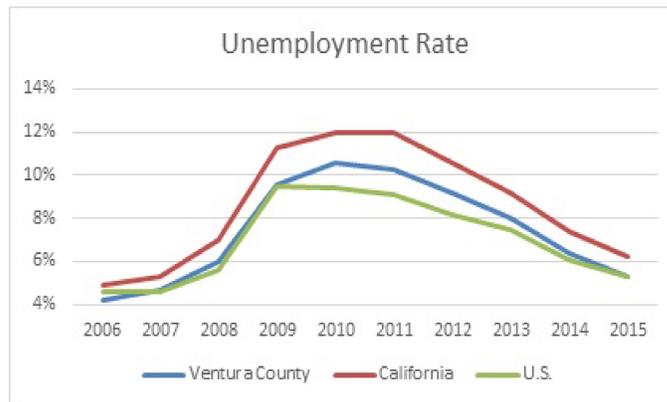
Average wages in the County increased 2.1 percent in 2014 to \$53,257, while the State’s average wage increased 3.1 percent to \$59,391 and the nation increased 3 percent to \$51,552.



Source: U.S Department of Commerce, Bureau of Economic Analysis

Information about the County’s principal employers and workforce sizes is provided in the statistical section of this report.

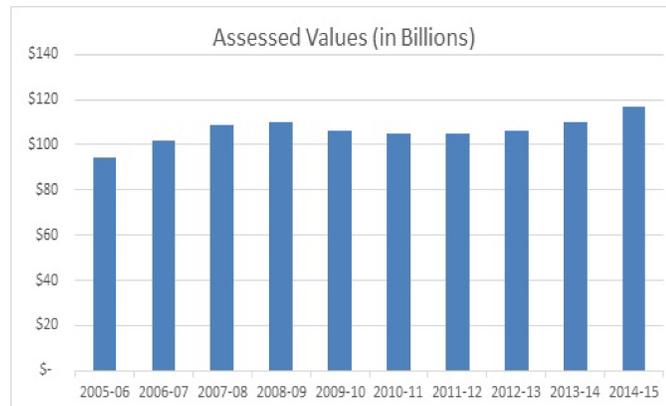
The County’s unemployment rate in June 2015 of 5.3 percent was down from 6.4 percent in the prior year and compares with California and the nation at 6.2 percent and 5.3 percent, respectively.



Source: State of California Employment Development Department

- **Real Estate**

Assessed values continue to trend upward. Fiscal year 2014-15 assessed values of \$116.9 billion represented a 5.9 percent increase compared to the prior year, of \$110.4 billion.



Source: County of Ventura Auditor-Controller

The number of single-family home sales in the County increased 20.8 percent from the prior year. The composite median sales price for new and existing homes increased 11 percent from \$571,250 in June 2014, to \$634,190 in June 2015. The June 2015 median sales price in California was up 7 percent to \$489,560, and the nation was up 8.2 percent to \$229,400, when compared to the prior year.

Housing affordability for the second quarter of 2015 was 49 percent, a 5 percentage point decline from the second quarter of 2014 at 54 percent. Availability of affordable housing continues to be a critical economic factor which may impact future job growth. Some mitigating factors are the desirability of living in Ventura County due to its strong public safety presence, quality of life, climate, relatively clean air, and proximity to the Los Angeles metropolitan area.

Major Initiatives

- The fiscal year 2015-16 State Budget was signed into law by Governor Brown on June 24, 2015. The budget increases funding in a number of areas including education, child care, health care, and drought related measures. The budget includes funding to address critical deferred maintenance and establish a trust fund to prefund retiree health benefits. In accordance with the provisions of Proposition 2, funds are set aside in the State’s Rainy Day Fund and \$1.9 billion of debt is expected to be paid down.
- The County’s 2015-16 Assessment Roll closed with an overall increase of 4.1 percent, reflecting Ventura County’s continued economic rebound. Assessed value increased \$4.6 billion, resulting in \$118.6 billion of taxable property. The roll increased for the fourth consecutive year and reflects Ventura County’s highest total assessed value.
- The actuarially determined composite contribution rate for Retirement contributions remained the same as the prior fiscal year at 26.8 percent of covered payroll in fiscal year 2015-16. Retirement costs are projected to peak in 2015-16 then decrease through 2017-18, with another increase projected in fiscal year 2019-20.

- The County continues to invest in Technology including a significant upgrade to the Countywide Financial Management System that went live on July 1, 2015. The Sheriff's Computer Aided Dispatch System and the Public Safety Enterprise Content Management System are moving forward in fiscal year 2015-16.
- The County also continues to invest in solar projects as a means to help reduce Greenhouse Gas Emissions in accordance with the County's Strategic Plan. A one-megawatt canopy type solar array is under construction in Parking Lot F at the Government Center and a second one-megawatt ground mounted solar system is under construction at the Juvenile Justice Complex. Both projects are expected to be completed in fiscal year 2015-16.

Long-term Planning

- General Fund fund balance in the 2015-16 adopted budget totaled \$196.8 million, an increase of \$35.2 million from the prior year adopted budget, based on estimated year-end fund balance. Obligated fund balance (Nonspendable, Restricted, Committed, and Assigned) plays an important role in preserving the County's overall financial health including: strengthening the County's overall financial position (including cash) with an emphasis toward upgrading our debt rating and consequently lowering our borrowing costs; preparing the County for future capital needs; establishing the ability to fund expenses such as litigation costs and audit disallowances without affecting operations; and shield the County against extraordinary events and significant fluctuations in revenues. Unassigned fund balance can be used to monitor fund balance as a percent of General Fund appropriations/revenue. The County's recommended minimum level is 10 percent of total appropriations/revenue. The estimated Unassigned fund balance of \$129.7 million is approximately 12.9 percent of estimated appropriations/revenue, above our minimum of 10 percent but less than our long term goal of 15 percent.
- The 2015-20 Five-Year Capital Improvement Plan (Plan) was updated through a process involving the review by all County departments of capital and major equipment needs and includes seven high priority project requests pending identification of funding sources. Requests are submitted to the Capital Planning Committee for review and prioritization as noted below. Projects are prioritized by a ranking system that uses various criteria such as life and safety concerns, compliance with legal or regulatory requirements, and preservation of existing assets. Among the projects included in the Plan are the Medical/Mental Health Housing Unit at the Todd Road Jail, Public Safety Enterprise Content Management System, Children's Crisis Stabilization Center, Animal Shelter Quarantine Expansion, Airport Apron and Hangars at Camarillo Airport, and a number of other building and system improvement projects. The plan is available on-line: http://pwaportal.ventura.org/ESD/ESD/docs/CIP_2015-2020.pdf

Relevant Financial Policies

- The Board of Supervisors approved a Capital Planning Policy and Five-Year Capital Improvement Plan which includes evaluation of plans for acquisition, maintenance, replacement, and retirement of capital assets and serves as the basis for long-range planning to meet the County's capital asset needs. A Capital Planning Committee comprised of the County Executive Officer, Auditor-Controller, General Services Agency Director, and Public Works Agency Director, is responsible for evaluating capital planning matters and providing recommendations to the Board of Supervisors regarding the prioritization of capital projects, major equipment purchases, long-term lease administration, lease versus purchase options, and other capital planning and expenditure issues.
- The Financial Planning Committee of the County, comprised of the Chair and Vice Chair of the Board of Supervisors, Auditor-Controller, County Treasurer, County Executive Officer, and County Counsel, reviews all financial planning matters. The Committee provides recommendations to the Board regarding levels of debt service, debt balances, financing of planned capital asset acquisitions, and any proposal utilizing public finance methods.
- The Information Technology Committee (ITC) is responsible for planning and reviewing project proposals to ensure consistency with the goals, guidelines and policies of the County's technology strategy, compatibility with other systems and infrastructure, and conformance with other County priorities. The ITC is comprised of two members of the Board of Supervisors, the County Executive Officer, Auditor-Controller, Sheriff, Fire Protection District Chief, Human Services Agency Director, Resource Management Agency Director, Health Care Agency Director, and the IT Services Department Director.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its CAFR for the fiscal year ended June 30, 2014. This was the thirty-first consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, the County had to publish an easily readable and efficiently organized CAFR that satisfied 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.

The preparation of this report would not have been possible without the efficient and dedicated services of the staff of the Auditor-Controller's Office. I wish to express my appreciation to the members of the Auditor-Controller's Office and our independent auditors, Vavrinek, Trine, Day & Co., LLP, who assisted in and contributed to the preparation of this report. I also thank the Board of Supervisors and the County Executive Office for their interest and support in planning and conducting the financial operations of the County in a responsive and effective manner.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Jeffery S. Burgh". The signature is written in a cursive, flowing style with some loops and flourishes.

JEFFERY S. BURGH
Auditor-Controller



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**County of Ventura
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

COUNTY OF VENTURA
LISTING OF PRINCIPAL OFFICIALS
JUNE 30, 2015

ELECTED OFFICIALS

Board of Supervisors

District #1	Steve Bennett
District #2	Linda Parks
District #3	Kathy I. Long
District #4	Peter C. Foy
District #5	John C. Zaragoza

Other Elected Officials

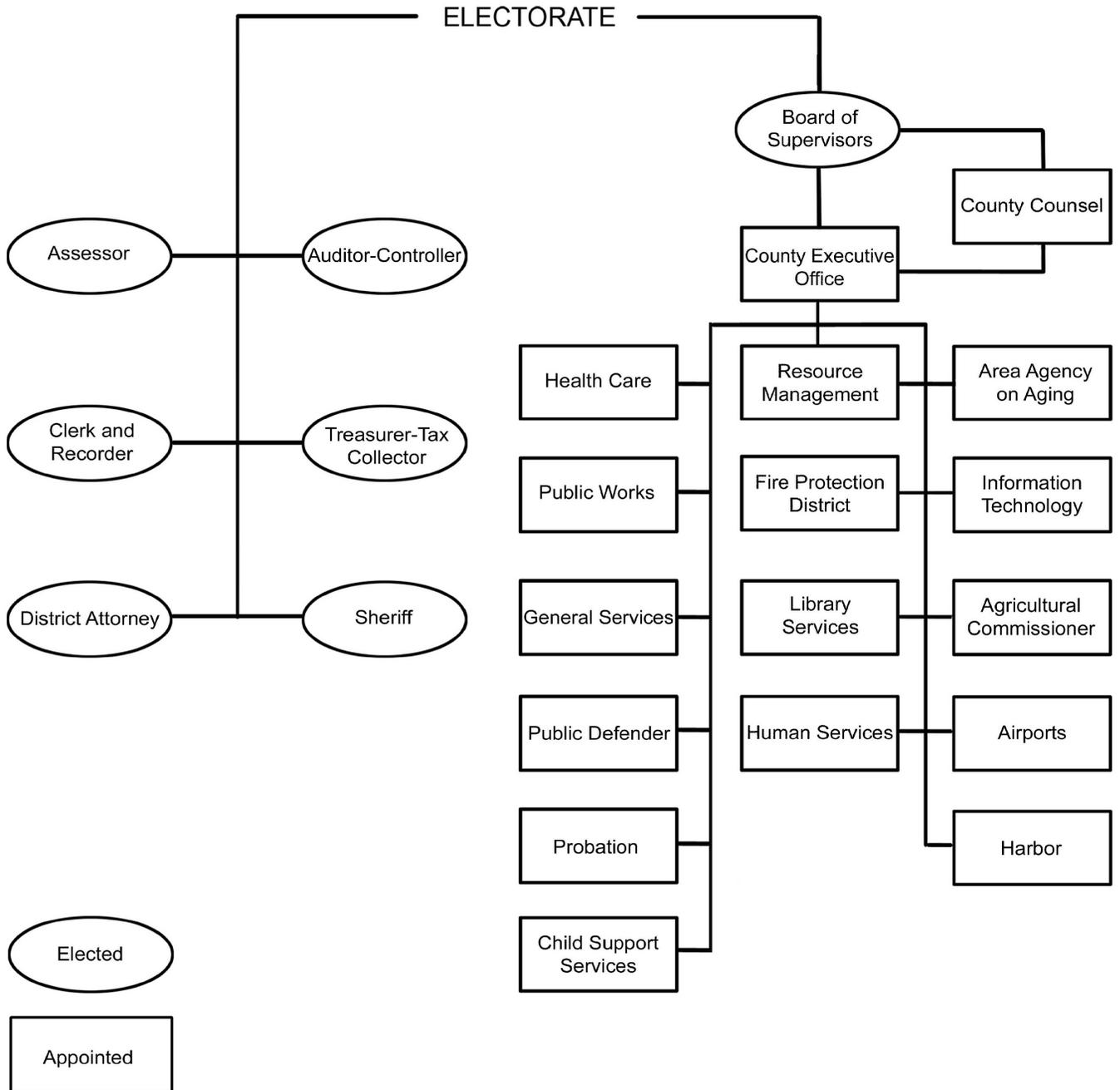
Assessor	Dan Goodwin
Auditor-Controller	Jeffery S. Burgh
Clerk and Recorder	Mark A. Lunn
District Attorney	Gregory D. Totten
Sheriff	Geoff Dean
Treasurer-Tax Collector	Steven Hintz

APPOINTED OFFICIALS

Agricultural Commissioner	Henry S. Gonzales
Area Agency on Aging	Victoria Jump
County Counsel	Leroy Smith
County Executive Office	Michael Powers
Department of Airports	Todd L. McNamee
Department of Child Support Services	Deborah Frahm
Fire Protection District	Mark Lorenzen
General Services Agency	Paul S. Grossgold
Harbor Department	Lyn Krieger
Health Care Agency	Barry R. Fisher
Human Services Agency	Barry L. Zimmerman
Information Technology Services Department	Mike Pettit
Probation Agency	Mark Varela
Public Defender	Stephen P. Lipson
Public Works Agency	Jeff Pratt
Resource Management Agency	Christopher Stephens
Ventura County Library	Jackie Y. Griffin

COUNTY OF VENTURA

ORGANIZATION CHART



THIS PAGE LEFT BLANK INTENTIONALLY



INDEPENDENT AUDITORS' REPORT

To the County Board of Supervisors
 County of Ventura, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Ventura, California (County), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County'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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Ventura County Public Financing Authority and the Children and Families First Commission of Ventura County, which represent the following percentage of assets, net position/fund balance, and revenues for the opinion units listed below:

Opinion Units	Assets	Net Position/ Fund Balance	Revenues
Governmental Activities	1%	0%	0%
Business-Type Activities	24%	0%	0%
Aggregate Remaining Fund Information	1%	0%	0%
Discretely Presented Component Unit	100%	100%	100%
Major Enterprise Fund - Medical Center	34%	0%	0%

Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for those entities, is based solely on the report of the other auditors. 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.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Notes 1 and 14 to the financial statements, the County adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, effective July 1, 2014. 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 on pages 21 – 40, pension schedules on pages 121 – 124, other post employment benefit schedules on page 125, and budgetary comparison schedules on pages 126 – 129 and related notes on pages 130 and 131, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual non-major fund statements and schedules 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 by us or other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of other auditors, the combining and individual non-major fund statements and 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 28, 2015, on our consideration of the County'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 the County's internal control over financial reporting and compliance.



Rancho Cucamonga, California
December 28, 2015

THIS PAGE LEFT BLANK INTENTIONALLY

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

This section of the County of Ventura's (County) Comprehensive Annual Financial Report (CAFR) presents a discussion and analysis of the County's financial performance during the fiscal year ended June 30, 2015. Please read it in conjunction with the transmittal letter at the front of this report and the County's basic financial statements following this section.

NEW SIGNIFICANT ACCOUNTING STANDARDS IMPLEMENTED

The most significant change to the County's financial statements during fiscal year 2014-15 was the implementation of Governmental Accounting Standards Board (GASB) Statement 68 *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and GASB Statement 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment to GASB 68*.

GASB 68 establishes standards of accounting and financial reporting, but not for funding or budgetary standards, for the County's defined benefit pension plans. This Statement replaces the requirements of prior GASB statements impacting accounting and disclosure of pensions.

The significant impact to the County of implementing GASB 68 is the reporting of the County's unfunded pension liability on the County's full accrual basis of accounting government-wide financial statements, as well as the proprietary funds. GASB 68 also requires new note disclosure and supplementary schedules.

The measurement date for the pension liabilities is as of June 30, 2014. This date reflects a one year lag and was used so that these financial statements could be issued in a timely manner. Activity occurring during fiscal year 2014-15 (e.g. contributions made by the County) are reported as deferred outflows of resources.

In order to implement GASB 68 and 71, a prior period adjustment was made to the County's July 1, 2014, net position. This prior period adjustment decreased the County's net position by \$799,344,000, from \$2,079,339,000 to \$1,279,995,000, and reflects the reporting of net pension liabilities of \$963,085,000, and deferred outflows of resources of \$163,741,000. Please refer to Note 14 for more information regarding the County's pensions.

The implementation of GASB 68 has no impact on the County's governmental fund financial statements, which continue to report expenditures equal to the amount of the County's actuarially determined contribution, formerly referred to as the "annual required contribution." The calculation of the pension contribution is, also, not impacted by GASB 68.

FINANCIAL HIGHLIGHTS

- The government-wide assets and deferred outflows of resources of the County (governmental and business-type) exceeded liabilities and deferred inflows of resources at the close of the 2014-15 fiscal year by \$1,425,087,000 (*net position*). Of this amount, \$343,570,000 is restricted for specific purposes (*restricted net position*), \$1,376,519,000 is the *net investment in capital assets*, and the remaining portion of negative \$295,002,000 (*unrestricted net position*) is a result of implementing GASB 68.

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited)

- The government's total net position increased by \$145,092,000 during fiscal year 2014-15, mainly due to an increase in governmental activities. Net investment in capital assets increased by \$25,914,000. The increase represents capital acquisitions net of accumulated depreciation/amortization and capital-related deferred outflows of resources, less capital-related debt and deferred inflows of resources. Restricted net position increased by \$255,000, while unrestricted net position decreased by \$680,421,000 due to a negative \$799,344,000 prior period adjustment to implement GASB 68.
- As of June 30, 2015, the County governmental funds reported combined fund balances of \$625,046,000, an increase of \$59,702,000 in comparison with the prior year.
- At the end of the fiscal year, unassigned general fund fund balance was \$174,986,000, or 20 percent of total general fund expenditures, reflecting an increase from the prior fiscal year balance, which was \$154,044,000, primarily due to unexpended property taxes.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

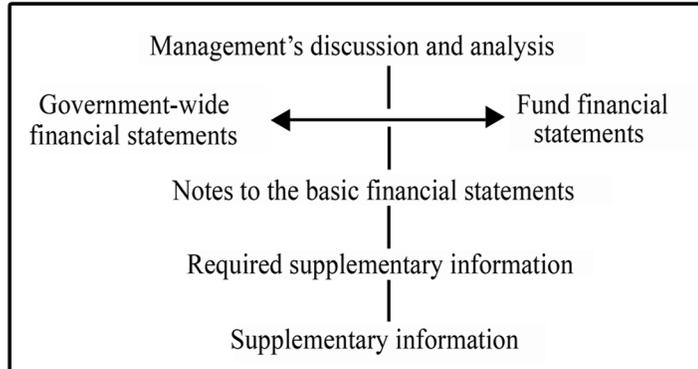
The Management's Discussion and Analysis (MD&A) is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements include three components:

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

Required supplementary information, supplementary information, and statistical information are also included in the CAFR.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

The following diagram displays the interrelationships of this report:



Government-wide Financial Statements provide readers with a broad overview of County finances in a manner similar to a private-sector business. The *statement of net position* and *statement of activities* use the flow of economic resources measurement focus and accrual basis of accounting. The focus and basis emphasize the long-term view of the County's finances.

The *statement of net position* presents information on all County assets and deferred outflows of resources, and liabilities and deferred inflows of resources, with the differences between them reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

The government-wide financial statements continue to include the following concepts:

- The government-wide statements include only those funds/entities representing resources available to the County. Therefore, the financial information for the pension, investment, and private-purpose trusts are not included in the government-wide financial statements. The financial statements for the discretely presented component unit, Children and Families First Commission (Commission), are provided in a separate column.
- The statement of activities distinguishes functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a portion of their costs through user fees and charges (*business-type activities*).

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

- In addition, the statement of activities compares the direct expenses and program revenue for each governmental function and each segment of business-type activities. The general revenue (non-program revenue) must then cover the net cost of the various activities. The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation services, public assistance, and education. The business-type activities of the County include the hospital, airports, utilities, recreation, and medical insurance.
- Because the internal service funds primarily serve the governmental funds, the internal service funds activities are eliminated with net balances also reported in the governmental activities column. Additional elimination of transfers and activity occur within the governmental activities and within the business-type activities.
- Component units are included in the basic financial statements and consist of legally separate entities for which the County is financially accountable. *Blended component units* have substantially the same governing board as the County or provide services entirely to the County and are reported on the fund statements and, if appropriate, as governmental activities on the government-wide financial statements. Examples include the Fire Protection District and the County's Watershed Protection Districts. The Commission is reported as a *discretely presented component unit* because the County Board appoints the commission board members to serve at will.

The government-wide financial statements can be found on pages 41 - 43 of this report.

Fund Financial Statements report on groupings of related funds and accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. A fund is a separate accounting entity with a self-balancing set of accounts. The County, like other state and local governments, uses fund accounting to demonstrate finance-related legal compliance.

- The fund financial statements emphasize *major funds* as determined by minimum criteria set forth in GASB 34 with separate columns for each major fund. The non-major funds are presented in an aggregated single column on the governmental funds financial statements. There are four major governmental funds: the General Fund, Roads, Watershed Protection Districts, and the Fire Protection District. There are three major enterprise funds: Medical Center, Department of Airports and Waterworks Districts. Individual fund data for each of the non-major funds is provided in the form of *combining statements* in the supplementary information section.
- The GASB 34 fund financial statements include all balances of County funds held in agency funds with cash and other accounts recorded within the related fund. The remaining agency funds included in the fund financial statements contain amounts due to others outside of the government, such as property taxes to be distributed.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

All of the funds of the County can be divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. The governmental funds include the general fund, special revenue funds, debt service funds, capital projects funds, and permanent fund. However, unlike the government-wide financial statements, governmental funds financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. The focus and basis emphasize the *near-term inflows and outflows of spendable resources*, as well as the balances of *spendable resources available* at the end of the fiscal year. Such information may be useful in evaluating a county's near-term financing requirements.

The County maintains over fifty individual governmental funds in its financial system and presents them grouped by related activities as twenty-one separate governmental funds on this report. The equity for fund financial statements is displayed as fund balance. Purchase of capital assets and payment of principal on debt are expended on fund financial statements.

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

The governmental funds financial statements can be found on pages 44 - 50 of this report.

Proprietary funds are maintained in two fund types: 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 County uses enterprise funds to account for the operations of the Medical Center, Department of Airports, Waterworks Districts, Parks Department, Channel Islands Harbor, Ventura County Health Care Plan, and Oak View District. Over twenty enterprise funds are reported in the County's financial system and grouped by related activities as seven enterprise funds on this report. The major funds are presented in the proprietary fund financial statements with detail of non-major funds provided in the combining statements in the supplementary information section.

Internal service funds are used to accumulate and allocate costs for services provided to the County's various departments. The County uses internal service funds to account for its public works services, heavy equipment, transportation, general insurance (liability and workers' compensation), information technology services, general services, employee benefits insurance, and personnel services. Because these services predominantly benefit governmental rather than business-type functions, 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 County's eight internal service funds are combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the internal service funds is provided in the *combining financial statements* in the supplementary information section.

The proprietary funds financial statements can be found on pages 51 - 54 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Fiduciary funds, including the *trust and agency funds*, are used to account for resources held for the benefit of parties outside the government. Trust funds consist of the SRP pension trust, the Investment Trust Fund, which includes external users of the County's investment pool, and the Ventura County Redevelopment Successor Agency Private-purpose trust. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting basis used for trust and agency funds is accrual, much like that used for proprietary funds. Agency funds are held for others and report only assets and liabilities.

The fiduciary funds financial statements can be found on pages 55 - 56 of this report.

Notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These informative notes can be found on pages 57 - 119 of this report and are also itemized in the Table of Contents.

Required Supplementary Information includes the Ventura County Employees' Retirement Association (VCERA) schedule of the County's proportionate share of the net pension liability, schedule of County contributions, the SRP schedule of changes in net pension liability and related ratios, schedule of investment returns, and schedule of county contributions, and the Management Retiree Health Benefits Program and the Subsidized Retiree Health Benefits Program schedules of funding progress. These schedules provide trend data on the relationship between the actuarial value of plan assets and the related actuarial accrued liability and on the net pension liability and employer contributions. In addition, budgetary schedules for the major general and special revenue funds are included.

The County adopts an annual appropriated budget for its governmental funds as required by Government Code. In the required supplementary information section, a budgetary comparison schedule is provided for all the major general and special revenue funds to demonstrate compliance with the final budget. Due to the large number of funds and departments, a separate Departmental Budget Report of Revenues and Expenditures – Budget and Actual on a Budgetary Basis has been prepared. The report demonstrates compliance at the legal level of budgetary control for those funds for which the County is legally required to adopt a budget. This document is available from the Auditor-Controller's Office, 800 South Victoria Avenue, Ventura, CA 93009-1540, or on the County website at: http://vcportal.ventura.org/auditor/docs/financial-reports/FY15_BudgettoActual.pdf.

Required supplementary information can be found on pages 121 - 131 of this report.

Supplementary Information includes the combining and individual governmental, enterprise, internal service, and fiduciary fund statements, budgetary comparison schedules for all non-major governmental funds for which the County is legally required to adopt a budget, and information on capital assets used in the operation of governmental funds.

Supplementary information can be found on pages 133 - 194 of this report.

Statistical Information is provided beginning on page 195 of this report.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Government-wide Summary of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At the close of the most recent fiscal year, the County's net position was \$1,425,087,000.

A summary of net position is as follows:

Summary of Net Position June 30, 2015 and 2014 (In Thousands)							
	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2015	2014	2015	2014	2015	2014	
Assets:							
Current and other assets	\$ 1,144,919	\$ 1,094,589	\$ 355,680	\$ 413,025	\$ 1,500,599	\$ 1,507,614	-%
Capital assets	<u>1,160,113</u>	<u>1,158,981</u>	<u>486,137</u>	<u>419,111</u>	<u>1,646,250</u>	<u>1,578,092</u>	4%
Total assets	<u>2,305,032</u>	<u>2,253,570</u>	<u>841,817</u>	<u>832,136</u>	<u>3,146,849</u>	<u>3,085,706</u>	2%
Deferred outflows of resources							
Deferred outflows related to pensions	<u>150,511</u>	-	<u>18,330</u>	-	<u>168,841</u>	-	100%
Total deferred outflows of resources	<u>150,511</u>	-	<u>18,330</u>	-	<u>168,841</u>	-	100%
Liabilities:							
Current and other liabilities	255,759	250,638	62,328	52,746	318,087	303,384	5%
Long-term liabilities	<u>782,629</u>	<u>294,535</u>	<u>449,611</u>	<u>397,945</u>	<u>1,232,240</u>	<u>692,480</u>	78%
Total liabilities	<u>1,038,388</u>	<u>545,173</u>	<u>511,939</u>	<u>450,691</u>	<u>1,550,327</u>	<u>995,864</u>	56%
Deferred inflows of resources:							
Deferred gain on refunding	174	217	202	382	376	599	(37)%
Deferred service concession arrangements	-	-	9,796	9,904	9,796	9,904	(1)%
Deferred inflows related to pensions	<u>294,747</u>	-	<u>35,357</u>	-	<u>330,104</u>	-	100%
Total deferred inflows of resources	<u>294,921</u>	<u>217</u>	<u>45,355</u>	<u>10,286</u>	<u>340,276</u>	<u>10,503</u>	3,140%
Net position:							
Net investment in capital assets	1,079,922	1,075,474	296,597	275,131	1,376,519	1,350,605	2%
Restricted	333,367	323,619	10,203	19,696	343,570	343,315	-%
Unrestricted (deficit)	<u>(291,055)</u>	<u>309,087</u>	<u>(3,947)</u>	<u>76,332</u>	<u>(295,002)</u>	<u>385,419</u>	(177)%
Total net position	<u>\$ 1,122,234</u>	<u>\$ 1,708,180</u>	<u>\$ 302,853</u>	<u>\$ 371,159</u>	<u>\$ 1,425,087</u>	<u>\$ 2,079,339</u>	(31)%

Net position includes three components: *Net investment in capital assets; restricted; and unrestricted.*

A significant component of the County's net position totaling \$1,376,519,000 (97 percent) reflects the County's net investment in capital assets (land, easements, construction in progress, land improvements, structures and improvements, equipment, vehicles, software, and infrastructure), i.e. net of accumulated depreciation/amortization and capital-related deferred outflows of resources, less capital-related debt and deferred inflows of resources. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in its capital assets is reported net of capital-related debt and deferred inflows of resources, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

The restricted component of the County's net position, totaling \$343,570,000 (24 percent), represents resources that are subject to external restrictions on how they may be used. Trust agreements relating to long-term debt restrict certain amounts for debt service. In addition, externally restricted funding received in advance of expenses is also reported as restricted, and therefore is not available for other uses by the County.

The third portion of the County's net position is unrestricted, totaling negative \$295,002,000 (negative 21 percent), due to a prior period adjustment of negative \$799,344,000 to implement GASB 68.

At the end of the current fiscal year, the County reported positive balances in two categories of net position, both for the County as a whole, as well as for its separate governmental and business-type activities. The County's net position increased by \$145,092,000, offset by the prior period adjustment of negative \$799,344,000. The change in net position for governmental and business-type activities was \$126,751,000 and \$18,341,000 respectively.

General revenues for governmental activities increased by \$24,896,000, primarily from property taxes and unrestricted interest, offset by decreases in unrestricted aid from other governmental units and other revenue. Program revenues increased by \$18,074,000, due to increased charges for services primarily in health and sanitation services and general government, offset by decreases in operating grants and capital grants, primarily in general government and public ways and facilities. Program expenses decreased by \$7,518,000, or 1 percent, with increases in public assistance and education, offset by decreases in all other areas.

The current period increase in net position attributable to business-type activities primarily resulted from increases in the Medical Center, Department of Airports, Channel Islands Harbor and Waterworks Districts - Sewer, offset by decreases in net position in the Waterworks Districts - Water, Parks Department and Health Care Plan. Program revenues increased by \$44,433,000, or 10 percent, primarily due to increases in charges for services, primarily in the Medical Center, with offsets in capital grants. Program expenses increased by \$20,011,000, or 4 percent, primarily in the Medical Center and the Health Care Plan, with offsets in the Department of Airports. Additional information is provided on pages 35-36 of this report.

Government-wide Summary of Activities

The following table depicts the revenue, expenses, and changes in net position for governmental and business-type activities. Revenue for the County as a whole increased by \$87,411,000, or 5 percent, with increases in charges for services and property taxes of \$75,011,000 and \$21,906,000 respectively, with smaller increases and decreases in all other areas. Additional information on major revenue streams is provided on pages 30-32.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

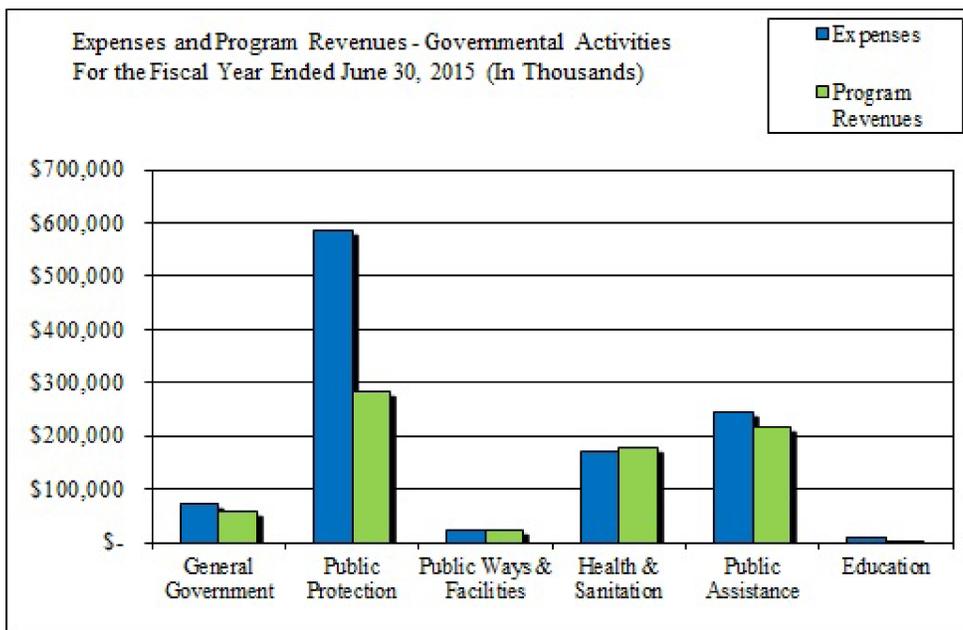
Summary of Activities
For the Fiscal Years Ended June 30, 2015 and 2014
(In Thousands)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2015	2014	2015	2014	2015	2014	
Revenues:							
Program revenues:							
Charges for services	\$ 247,588	\$ 222,464	\$ 463,943	\$ 414,056	\$ 711,531	\$ 636,520	12%
Operating grants and contributions	506,064	510,197	30	20	506,094	510,217	(1)%
Capital grants and contributions	4,871	7,788	5,225	10,689	10,096	18,477	(45)%
General revenues:							
Property taxes	430,001	408,095	-	-	430,001	408,095	5%
Other taxes	17,073	15,509	-	-	17,073	15,509	10%
Aid from other governmental units	34,893	36,340	-	-	34,893	36,340	(4)%
Interest and investment earnings	7,858	2,614	400	392	8,258	3,006	175%
Other	16,028	18,399	-	-	16,028	18,399	(13)%
Total revenues	<u>1,264,376</u>	<u>1,221,406</u>	<u>469,598</u>	<u>425,157</u>	<u>1,733,974</u>	<u>1,646,563</u>	5%
Expenses:							
General government	70,522	72,193	-	-	70,522	72,193	(2)%
Public protection	586,147	608,750	-	-	586,147	608,750	(4)%
Public ways and facilities	22,465	25,939	-	-	22,465	25,939	(13)%
Health and sanitation services	169,010	170,208	-	-	169,010	170,208	(1)%
Public assistance	243,256	225,682	-	-	243,256	225,682	8%
Education	7,922	7,778	-	-	7,922	7,778	2%
Interest on long-term debt	4,408	698	-	-	4,408	698	532%
Medical Center	-	-	375,451	361,302	375,451	361,302	4%
Department of Airports	-	-	6,214	6,954	6,214	6,954	(11)%
Waterworks - Water and Sewer	-	-	30,825	30,081	30,825	30,081	2%
Parks Department	-	-	5,491	5,142	5,491	5,142	7%
Channel Islands Harbor	-	-	7,816	7,503	7,816	7,503	4%
Health Care Plan	-	-	59,142	53,929	59,142	53,929	10%
Oak View District	-	-	213	230	213	230	(7)%
Total expenses	<u>1,103,730</u>	<u>1,111,248</u>	<u>485,152</u>	<u>465,141</u>	<u>1,588,882</u>	<u>1,576,389</u>	1%
Excess (deficiency) before transfers	160,646	110,158	(15,554)	(39,984)	145,092	70,174	107%
Transfers	<u>(33,895)</u>	<u>(41,189)</u>	<u>33,895</u>	<u>41,189</u>	<u>-</u>	<u>-</u>	-%
Change in net position	<u>126,751</u>	<u>68,969</u>	<u>18,341</u>	<u>1,205</u>	<u>145,092</u>	<u>70,174</u>	107%
Net position - beginning	1,708,180	1,639,211	371,159	369,954	2,079,339	2,009,165	3%
Prior period adjustment	<u>(712,697)</u>	<u>-</u>	<u>(86,647)</u>	<u>-</u>	<u>(799,344)</u>	<u>-</u>	-%
Net position - beginning, as restated	<u>995,483</u>	<u>1,639,211</u>	<u>284,512</u>	<u>369,954</u>	<u>1,279,995</u>	<u>2,009,165</u>	(36)%
Net position - ending	<u>\$ 1,122,234</u>	<u>\$ 1,708,180</u>	<u>\$ 302,853</u>	<u>\$ 371,159</u>	<u>\$ 1,425,087</u>	<u>\$ 2,079,339</u>	(31)%

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

Governmental activities. Governmental activities, as reflected in the Statement of Activities, increased the County's change in net position in the current period by \$126,751,000, thereby accounting for 87 percent of the total current period growth in the County's net position. In addition, implementation of GASB 68 resulted in a prior period adjustment which decreased net position by \$712,697,000. The Statement of Activities displays the direct expenses and the program revenues for the governmental and business-type activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include: 1) charges paid by the recipients of goods or services offered by the programs, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including almost all taxes, are presented as general revenues. Sales tax and vehicle license fee monies for health and welfare realignment and public safety are defined as program revenue.

The bar chart below depicts the relationships of the governmental activities direct expenses to program revenues:



Revenues. Total revenues from governmental activities increased by 4 percent from the prior year.

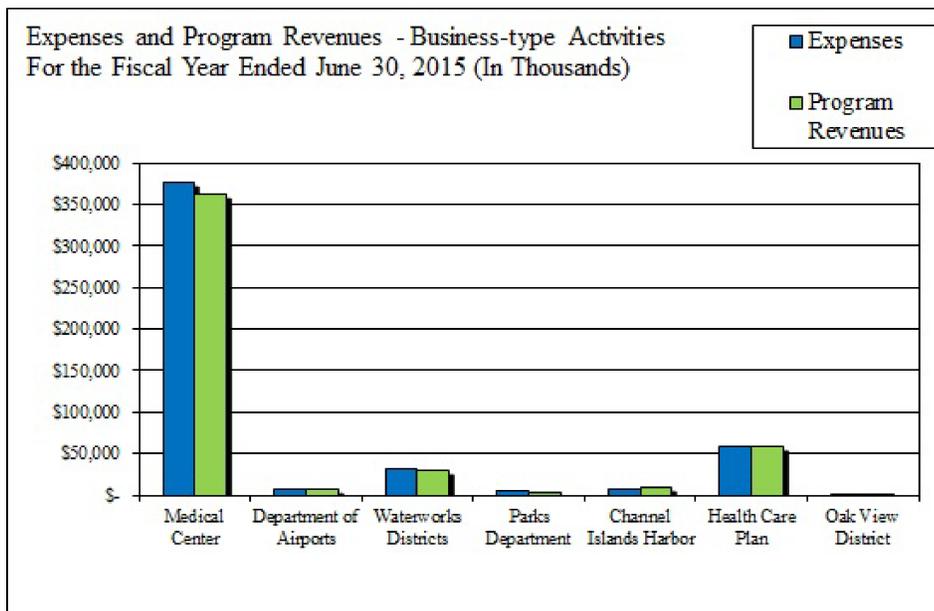
- Operating grants and contributions are revenues earned from entities outside of the County, primarily state and federal agencies, and are generally restricted to one or more specific programs. In 2014-15, the County reported \$506,064,000 in operating grants and contributions, which comprised 67 percent of the total program revenues in the current year. Operating grants and contributions decreased by \$4,133,000 from the prior year, primarily due to decreased 1993 Realignment revenues and Proposition 172 restricted for public protection in the general government function. Operating grants and contributions represent the largest revenue source for governmental activities. The public assistance, public protection, and health and sanitation services functions received 94 percent of this funding source in fiscal year 2014-15.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

- Charges for services are revenues earned from providing goods, services, or privileges to external customers. Fines, forfeitures, and penalties and licenses, permits, and franchises are, also, reported as charges for services. Public protection generated \$124,373,000, or 50 percent, of the total of \$247,588,000. Among the major sources are contracted law enforcement services provided by the Sheriff’s Department to several cities, emergency and contract services performed by the Fire Protection District for various governmental agencies, and various assessments generated by the Watershed Protection Districts. Charges for services provided 32 percent of total program revenues in 2014-15, increasing 11 percent from the prior year.
- Capital grants and contributions of \$4,871,000 represented the smallest source of program revenues in 2014-15 at 1 percent of total program revenues.
- General revenue for governmental activities primarily consisted of taxes and unrestricted aid from other governmental units. Property tax revenue, the largest source of general revenue with \$430,001,000 reported in 2014-15, increased by 5 percent from 2013-14. Unrestricted aid from other governmental units, comprising 7 percent of general revenue, decreased \$1,447,000 primarily due to decreased Redevelopment Agency (RDA) passthrough.

Expenses. Total program expenses for governmental activities were \$1,103,730,000 for the current fiscal year as compared to \$1,111,248,000 for the prior fiscal year, a decrease of 1 percent. Public protection at \$586,147,000 accounted for 53 percent of total expenses for governmental activities. Public assistance expenses were \$243,256,000, or 22 percent, followed by health and sanitation services at \$169,010,000, or 15 percent, general government at \$70,522,000, or 6 percent, and various other costs of \$34,795,000, or 4 percent, of total expenses. Expenses decreased in all functions except public assistance and education.

Business-type activities. Business-type activities increased the change in net position in the current period by \$18,341,000, or 13 percent, of the total growth in the County’s net position, primarily due to General Fund subsidies for the Medical Center. In addition, implementation of GASB 68 resulted in a prior period adjustment which decreased net position by \$86,647,000. The bar chart below depicts the relationships of the business-type activities direct expenses to program revenues:



MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Revenues. The County has three major business-type activities: the Medical Center, Department of Airports, and Waterworks - Water and Sewer. Business-type activities recover a significant portion of their costs through user fees and charges. For the current year, 99 percent, or \$463,943,000, of total program revenues were generated from charges for services, as compared to the prior year's, 97 percent, or \$414,056,000. The Medical Center accounted for 78 percent of total program revenues for business-type activities at \$361,238,000, as compared to the prior year's 74 percent. The Health Care Plan accounted for 12 percent of total program revenues, a decrease of 2 percent from the prior year. The Waterworks Districts' combined water and sewer activities generated 6 percent of total program revenues, and all other business-type activities accounted for the remaining 4 percent.

Expenses. Total expenses for business-type activities were \$485,152,000 in 2014-15 compared to \$465,141,000 in 2013-14, representing an increase of about 4 percent. About 78 percent of total expenses, or \$375,451,000, were incurred by the Medical Center. The Health Care Plan accounted for 12 percent of the total cost, while Waterworks - Water and Sewer activities, accounted for 6 percent. The remaining 4 percent of expenses were incurred by the Department of Airports, Parks Department, Channel Islands Harbor, and the Oak View District business activities, with a combined total of \$19,734,000.

The increase in expense for the business type activities was primarily due to increased salaries and benefits and services and supplies at the Medical Center. These increases were primarily due to merit increases, salaries and benefits which were capitalized during fiscal year 2013-14 for the Electric Health Records (EHR) System that were expensed in fiscal year 2014-15, on going maintenance of the EHR System, and physician costs.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, the County uses *fund accounting* to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The County's general government functions are accounted for in the County's general, special revenue, debt service, capital projects, and permanent funds. Included in these funds are the special districts governed by the Board of Supervisors (Board). The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. Major governmental funds reported by the County include the General Fund, Roads Fund, Watershed Protection Districts, and the Fire Protection District.

At June 30, 2015, the County's governmental funds reported total fund balances of \$625,046,000, an increase of \$59,702,000 from the prior year. Approximately \$20,922,000 or 3 percent of the total is Nonspendable fund balance, which are amounts that are not in spendable form or amounts that are legally or contractually required to be maintained intact. The remaining 97 percent or \$604,124,000 is available to meet the County's current and future needs.

Revenues for governmental funds totaled \$1,277,299,000 in the year ended June 30, 2015, representing an increase of about 5 percent from the fiscal year ended June 30, 2014, largely attributable to increases in taxes, charges for services, and aid from other governmental units. Expenditures, at \$1,187,629,000, remained flat when compared to the fiscal year ended June 30, 2014, with increases primarily in public protection, public assistance, and health and sanitation services, with offsets primarily in public ways and facilities, capital outlay, and debt service.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

GENERAL FUND

The General Fund is the primary operating fund of the County. At June 30, 2015, the General Fund's total fund balance was \$368,469,000, increasing \$44,694,000 from the prior year. The nonspendable portion of fund balance was \$18,501,000 and the spendable portion was \$349,968,000. As a measure of the General Fund's liquidity, it is useful to compare both total fund balance and spendable fund balance to total fund expenditures. Total fund balance equates to 42 percent of total General Fund expenditures while spendable fund balance equates to 40 percent. Of the General Fund spendable fund balance, \$106,774,000, or 31 percent, is restricted, and \$3,911,000, or 1 percent, is committed.

ROADS FUND - SPECIAL REVENUE FUND

This fund accounts for planning, design, construction, maintenance, and administration of County roads. It also engages in traffic safety and other transportation planning activities. Revenues consist primarily of state and federal grants and the County's share of state highway use taxes and sales taxes. At June 30, 2015, this fund had a total fund balance of \$55,148,000, of which \$32,494,000 was restricted, \$21,429,000 was committed, and \$1,225,000 was assigned. Total fund balance decreased by 2 percent when compared to the prior year.

WATERSHED PROTECTION DISTRICTS - SPECIAL REVENUE FUND

The function of this fund is the control of flood and storm waters, and the conservation of such waters for beneficial public use. Total fund balance at June 30, 2015, of \$48,005,000, increased 3 percent or \$1,171,000 from the prior year. Restricted fund balance of \$46,287,000 accounted for 96 percent of the total fund balance.

FIRE PROTECTION DISTRICT - SPECIAL REVENUE FUND

The Fire Protection District provides fire protection to the unincorporated areas of the County, as well as the cities of Camarillo, Moorpark, Ojai, Port Hueneme, Simi Valley, and Thousand Oaks. Support is derived principally from property taxes. At June 30, 2015, the Fire Protection District's total fund balance was \$98,847,000, increasing \$8,650,000 from the prior year. Fund balance included a Nonspendable portion of \$1,225,000. Restricted fund balance totaled \$96,371,000, or 98 percent, with the remaining \$1,251,000, or 1 percent, classified as committed.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

NON-MAJOR GOVERNMENTAL FUNDS

As compared with the prior year, the total fund balances of the remaining governmental funds increased 13 percent or by \$6,340,000. This increase was primarily attributable to an increase in the Mental Health Services Act special revenue fund, offset by a decrease in the Public Financing Authority capital project fund.

Additional information on fund balances is provided in Note 12 of the Notes to the Basic Financial Statements.

The following schedule presents a summary of revenues and other financing sources, expenditures and other financing uses, and net changes in fund balances for the County's major and non-major funds for the current and previous fiscal years:

Governmental Funds
Comparative Schedule of Revenues, Expenditures, and Changes in Fund Balances
For the Fiscal Years Ended June 30, 2015 and 2014
(In Thousands)

	Revenues and Other Financing Sources		Expenditures and Other Financing Uses		Net Change in Fund Balances		Increase (Decrease) Change
	2015	2014	2015	2014	2015	2014	
General Fund	\$ 975,987	\$ 923,304	\$ 931,293	\$ 884,394	\$ 44,694	\$ 38,910	\$ 5,784
Roads	21,824	29,902	22,977	28,597	(1,153)	1,305	(2,458)
Watershed Protection Districts	33,990	36,049	32,819	46,149	1,171	(10,100)	11,271
Fire Protection District	144,281	136,831	135,631	131,771	8,650	5,060	3,590
Non-major funds	125,288	146,044	118,948	151,566	6,340	(5,522)	11,862
Total	<u>\$ 1,301,370</u>	<u>\$ 1,272,130</u>	<u>\$ 1,241,668</u>	<u>\$ 1,242,477</u>	<u>\$ 59,702</u>	<u>\$ 29,653</u>	<u>\$ 30,049</u>

GENERAL FUND

Aid from other governmental units, taxes, and charges for services comprise 93 percent of total revenues. Taxes increased by \$16,383,000, or 6 percent, primarily due to increases in assessed value and in real estate activity. Aid from other governmental units and charges for services increased \$23,696,000 and \$6,522,000, respectively. The increase in aid from other governmental units was primarily due to increases in State Aid for SB90 reimbursements and Federal and State public assistance. The increase in charges for services was due to increases in indirect cost recovery, law enforcement contracts, and Mental Health Medi-Cal services. All other revenues increased \$6,133,000, or 1 percent.

ROADS

Fund balance decreased at June 30, 2015, by \$1,153,000, compared with an increase in the prior year of \$1,305,000. Revenues and other financing sources decreased by \$8,078,000, with expenditures and other financing uses decreasing by \$5,620,000. The decrease in revenue was primary attributable to a decrease in Highway User Tax Account (HUTA) revenue due to decreased gas consumption and an decrease in federal aid due to a decrease in construction projects with federal funding. The decrease in expenditures was mainly due to decreased construction projects.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

WATERSHED PROTECTION DISTRICTS

Fund balance increased by \$1,171,000 in 2014-15, compared with an decrease in the prior fiscal year of \$10,100,000. Revenues and other financing sources in 2014-15 of \$33,990,000, were less than revenues and other financing sources in 2013-14 of \$36,049,000 by \$2,059,000, primarily due to decreased federal and state grants for construction projects, offset by an increase in property tax revenue. Expenditures and other financing uses in 2014-15 of \$32,819,000, decreased by \$13,330,000, when compared with the prior year, due to decreased construction project activity.

FIRE PROTECTION DISTRICT

The District's fund balance increased by \$8,650,000, compared to an increase of \$5,060,000, in 2013-14. Revenues and other financing sources at June 30, 2015, totaled \$144,281,000, an increase of \$7,450,000 from the prior fiscal year, primarily from increased property tax revenue due to an increase in assessed valuation offset by a decrease in Resource Development Agency (RDA) passthrough revenue. Expenditures and other financing uses were \$135,631,000, increasing by \$3,860,000, when compared to 2013-14, with increases in salaries and benefits, services and supplies and offset by capital outlay.

NON-MAJOR GOVERNMENTAL FUNDS

Fund balances at June 30, 2015, increased by \$6,340,000, compared with a prior year decrease of \$5,522,000. The increase is primarily attributable to an increase in Mental Health Services Act special revenue fund, offset by a decrease in Public Financing Authority capital project fund.

Proprietary Funds. The County's proprietary funds provide the same type of information found in the government-wide business-type activity financial statements, but in more detail. The tables below depict current year and prior year Enterprise Fund actual revenues, expenses, transfers, changes in fund net position, and a prior period adjustment in 2014-15, as a result of implementing GASB 68:

Summary of Revenues, Expenses, Transfers and Changes in Fund Net Position
Enterprise Funds
For the Fiscal Year Ended June 30, 2015
(In Thousands)

	<u>Major Funds</u>				<u>Total</u>
	<u>Medical Center</u>	<u>Department of Airports</u>	<u>Waterworks Districts</u>	<u>Non-major Funds</u>	
Operating revenues	\$ 357,748	\$ 6,309	\$ 30,008	\$ 69,887	\$ 463,952
Operating expenses	<u>(372,375)</u>	<u>(6,182)</u>	<u>(30,136)</u>	<u>(72,195)</u>	<u>(480,888)</u>
Operating income (loss)	(14,627)	127	(128)	(2,308)	(16,936)
Non-operating revenues (expenses) and capital grants and contributions, net	<u>1,404</u>	<u>1,277</u>	<u>184</u>	<u>310</u>	<u>3,175</u>
Income (loss) before transfers	(13,223)	1,404	56	(1,998)	(13,761)
Transfers	<u>32,809</u>	<u>-</u>	<u>(118)</u>	<u>1,204</u>	<u>33,895</u>
Change in net position	<u>19,586</u>	<u>1,404</u>	<u>(62)</u>	<u>(794)</u>	<u>20,134</u>
Net position - beginning	126,117	53,355	134,212	56,181	369,865
Prior period adjustment	<u>(77,174)</u>	<u>(2,088)</u>	<u>-</u>	<u>(7,384)</u>	<u>(86,646)</u>
Net position - beginning, as restated	48,943	51,267	134,212	48,797	283,219
Net position - ending	<u>\$ 68,529</u>	<u>\$ 52,671</u>	<u>\$ 134,150</u>	<u>\$ 48,003</u>	<u>\$ 303,353</u>

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

Summary of Revenues, Expenses, Transfers and Changes in Fund Net Position
Enterprise Funds
For the Fiscal Year Ended June 30, 2014
(In Thousands)

	<u>Major Funds</u>				<u>Total</u>
	<u>Medical Center</u>	<u>Department of Airports</u>	<u>Waterworks Districts</u>	<u>Non-major Funds</u>	
Operating revenues	\$ 310,394	\$ 5,261	\$ 32,883	\$ 65,537	\$ 414,075
Operating expenses	(358,647)	(6,303)	(30,166)	(66,863)	(461,979)
Operating income (loss)	(48,253)	(1,042)	2,717	(1,326)	(47,904)
Non-operating revenues (expenses) and capital grants and contributions, net	189	1,608	(73)	4,991	6,715
Income (loss) before transfers	(48,064)	566	2,644	3,665	(41,189)
Transfers	39,511	15	(103)	1,766	41,189
Change in net position	(8,553)	581	2,541	5,431	-
Net position - beginning, as restated	134,670	52,774	131,671	50,750	369,865
Net position - ending	<u>\$ 126,117</u>	<u>\$ 53,355</u>	<u>\$ 134,212</u>	<u>\$ 56,181</u>	<u>\$ 369,865</u>

The net loss before transfers of \$13,761,000 for all enterprise funds resulted primarily from the net loss before transfers in the Medical Center of \$13,223,000, offset by net income from the Waterworks Districts of \$56,000 and Department of Airports of \$1,404,000. Net transfers to the Medical Center, are primarily from the General Fund of \$32,809,000, down from \$39,511,000, in the prior year, resulted in a change in net position of \$19,586,000. The increase in the Medical Center operating revenues of \$47,354,000, or 15 percent, primarily resulted from an increase in reimbursement from AB 85 Medicaid Expansion, allowing for 100 percent reimbursement of costs and additional incentive for quality performance initiatives, and negotiated increases in contracted reimbursement rates, and decreases in Realignment funding of \$10,000,000 and \$7,800,000 in Disproportionate Share Hospital (DSH) program due to recalculation of allocated funding to the Medical Center. Operating expenses increased by \$13,728,000, or 4 percent, from the prior year, resulting in an operating loss of \$14,627,000, compared to the prior year operating loss of \$48,253,000. Salaries and benefits increased \$7,352,000, or 4 percent, from the prior year, primarily due to merit increases, and salaries and benefits which were capitalized during fiscal year 2013-14 for the EHR System that were expensed in fiscal year 2014-15. Services and supplies increased by \$3,644,000, or 2 percent, due to increases in physician costs, and on going maintenance of the EHR System. Depreciation expense increased by \$1,388,000 due to the implementation of the EHR System.

The change in net position for all other enterprise funds except for the Medical Center totaled \$548,000, down 94 percent from 2013-14. Operating revenues and expenses were \$106,204,000 and \$108,513,000, respectively, increasing by 2 percent and 5 percent, respectively, from the prior year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Original Budget Compared to Final Budget, June 30, 2015

Appropriations for the General Fund final budget, including other financing uses, exceeded the original budget by \$46,525,000. Some of the larger changes are summarized below.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

Appropriations for transfers out increased by \$14,660,000. Approximately \$8,554,000, of the transfers out related to certain debt service costs that were budgeted in the General Fund for control purposes but reported in non-major debt service funds, offset by decreases in debt service appropriations. Final budget appropriations for salaries and benefits increased in public protection and public assistance, primarily due to transfers of appropriations for vacation/annual leave buydowns. For control purposes, vacation/annual leave buydowns, a component of salaries and benefits expenditures, are budgeted in a general government budget unit and are transferred as related expenditures are incurred. Over \$11,800,000 was transferred during 2014-15. Services and supplies increased by \$20,348,000 primarily in public protection, public assistance, and health and sanitation services while capital outlay increased by \$14,281,000, for a number of equipment acquisitions and capital projects, including \$2,511,000 for a computer aided dispatch/mobile data terminal and mobile report entry system, \$1,500,000 for a vehicle storage facility, and \$627,000 for a helicopter, all for the Sheriff's department.

Final Budget Compared to Actual Expenditures and Revenues, June 30, 2015

The final budget appropriations exceeded actual expenditures, including transfers out, by \$80,036,000, while the final budget estimated revenues were more than actual revenues, including other financing sources, by \$18,492,000. The largest component of excess appropriations over expenditures was \$32,367,000 for services and supplies, primarily in health and sanitation services, public protection, and general government. Unexpended appropriations for services and supplies and capital outlay of \$19,673,000 were encumbered for expenditure in 2015-16. The largest revenue shortfall in comparison with the final budget was in charges for services in the amount of \$17,932,000.

Budgetary information is included in the Required Supplementary Information (RSI) section, which also contains Notes to the RSI.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets - Government-wide Financial Statements

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2015, amounted to \$2,340,654,000 (at cost) or \$1,646,250,000 (net of accumulated depreciation). This investment in capital assets includes land, easements, construction in progress, land improvements, structures and improvements, equipment, vehicles, software, and infrastructure. The total increase in the County's net investment in capital assets for the current period was 2 percent.

For government-wide financial statement presentation, all depreciable capital assets were depreciated from acquisition date to the end of the current fiscal year. Governmental fund financial statements record capital asset purchases as expenditures.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

Capital assets for the governmental and business-type activities are presented below to illustrate changes from the prior year (in thousands):

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2015	2014	2015	2014	2015	2014	
Land	\$ 38,828	\$ 38,641	\$ 23,184	\$ 23,184	\$ 62,012	\$ 61,825	-%
Easements	199,880	200,878	787	787	200,667	201,665	-%
Construction in progress	37,900	54,349	177,996	108,240	215,896	162,589	33%
Land improvements	43,970	42,100	83,668	75,412	127,638	117,512	9%
Structures and improvements	512,630	503,448	314,743	307,788	827,373	811,236	2%
Equipment	101,045	98,895	46,833	45,091	147,878	143,986	3%
Vehicles	88,424	82,910	1,137	1,137	89,561	84,047	7%
Software	66,904	64,278	49,442	47,361	116,346	111,639	4%
Infrastructure	553,283	524,180	-	-	553,283	524,180	6%
Total	<u>\$ 1,642,864</u>	<u>\$ 1,609,679</u>	<u>\$ 697,790</u>	<u>\$ 609,000</u>	<u>\$ 2,340,654</u>	<u>\$ 2,218,679</u>	6%

Major capital asset events during the current fiscal year included the following:

Construction in progress had a net increase of \$53,307,000. Additions totaling \$106,428,000, included General Fund projects for \$11,084,000, Fire Protection District projects for \$1,948,000, Roads projects of \$2,826,000, Watershed Protection District projects for \$1,304,000, Medical Center and Clinic improvements for \$81,260,000, Waterworks projects for \$2,970,000, Health Care Plan projects for \$1,299,000, and various other projects for \$3,737,000. Deletions of construction in progress totaled \$53,121,000; this included transfers of completed projects of \$47,247,000 to structures and improvements and equipment.

The County's infrastructure assets for both the watershed protection network and the roads network are recorded at historical cost in the government-wide financial statements as required by GASB 34.

Additional information on capital asset activity is provided in Note 7 of the Notes to the Basic Financial Statements.

Debt Administration - Government-wide Financial Statements

At June 30, 2015, the County had total debt outstanding of \$454,239,000, excluding capital leases, compensated absences, and other liabilities. The following table summarizes the categories of debt. During the year, retirement of debt amounted to \$17,107,000 and additions amounted to \$7,582,000. The following table summarizes the debt outstanding balances at June 30, 2015 and 2014 (in thousands):

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Certificates of participation and lease revenue bonds	\$ 60,442	\$ 67,040	\$ 360,192	\$ 368,070	\$ 420,634	\$ 435,110
Tax-exempt commercial paper	11,232	7,637	5,369	5,964	16,601	13,601
Loans payable	8,935	9,203	8,069	5,814	17,004	15,017
Total	<u>\$ 80,609</u>	<u>\$ 83,880</u>	<u>\$ 373,630</u>	<u>\$ 379,848</u>	<u>\$ 454,239</u>	<u>\$ 463,728</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

For the fiscal year 2014-15, County debt limit is determined by statute at 1.25 percent of total assessed valuation or approximately \$1,461,509,000. Certificates of participation, lease revenue bonds, tax exempt commercial paper and loans payable subject to the debt limit are \$454,239,000, which is under the limit by \$1,007,270,000.

The County's debt utilization policy establishes the review process by the Financial Planning Committee before submission to the Board of Supervisors and central coordination by the County Executive Officer. The policy outlines a fiscally conservative basis for borrowing to include short-term needs and borrowing for certain assets with substantial economic lives. The benchmarks include County debt outstanding at less than one percent of the assessed valuation and debt service payments not greater than six percent of total General Fund expenditures.

The County, like other local governments, has an annual borrowing program which finances operations during periods of low cash flows due to periodic collection dates for property taxes. On July 1, 2014, the County issued \$138,110,000 in Tax and Revenue Anticipation Notes (TRANs). Standard & Poor's Ratings Services and Moody's Investors Services gave the TRANs the highest rating for short-term securities of SP-1+ and MIG 1, respectively. At June 30, 2015, the outstanding balance was \$138,110,000 and was paid with interest on July 1, 2015, the maturity date of the notes.

Additional information on long-term debt activity is provided in Note 10 of the Notes to the Basic Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The fiscal year 2015-16 adopted budget for all County funds totals \$2,099,883,000, a 10.5 percent increase when compared to the prior year. The General Fund 2015-16 budget of \$1,058,542,000 was structurally balanced using projected ongoing available financing sources. Year-end fund balance is not considered an ongoing financing source and is used to maintain policy-set fund balance levels and fund one-time expenditures.
- Assessed property valuations increased by 4.07 percent for the 2015-16 fiscal year when compared with 2014-15. Property tax revenues were budgeted with an increase of 5.0 percent.
- The 2015-16 budget includes an increase in salaries and benefits of 7.74 percent as compared to the prior year's actual expenditures with increases primarily in regular salaries, call back staffing and insurance, with reductions in overtime and retirement contributions.

Additional information is provided in Notes 19 and 20 of the Notes to the Basic Financial Statements, as well as the transmittal letter on page 5 of this report.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
(CONTINUED)**

REQUESTS FOR INFORMATION

County information is available on-line at www.ventura.org.

The financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Further requests for information on this report or for the separate report for the Public Financing Authority should be addressed to the Auditor-Controller, 800 South Victoria Avenue, Ventura, CA 93009-1540.

Questions concerning any of the information provided in this report regarding the discretely presented component unit, Children and Families First Commission, or requests for additional information should be addressed to the Executive Director, 2580 East Main Street, Suite 203, Ventura, CA 93003.

Questions concerning any of the information provided in this report or requests for additional information on the separate financial report of Ventura County Employees' Retirement Association should be addressed to the Retirement Administrator, 1190 South Victoria Avenue, Suite 200, Ventura, CA 93003-6572.

COUNTY OF VENTURA
STATEMENT OF NET POSITION
JUNE 30, 2015
(In Thousands)

	Primary Government			Discretely Presented Component Unit
	Governmental Activities	Business-type Activities	Total	
<u>ASSETS</u>				
Cash and investments (Note 3)	\$ 933,096	\$ 77,223	\$ 1,010,319	\$ 26,732
Receivables, net (Note 5)	124,386	104,256	228,642	35
Internal balances	34,564	(34,564)	-	-
Due from other governmental agencies	2,233	-	2,233	1,951
Inventories and other assets	5,760	5,238	10,998	37
Loans and other long-term receivables (Note 5)	44,288	1,956	46,244	531
Restricted cash and investments (Note 3)	592	201,571	202,163	-
Capital assets (Note 7):				
Nondepreciable	276,608	201,967	478,575	-
Depreciable, net	883,505	284,170	1,167,675	-
Total assets	<u>2,305,032</u>	<u>841,817</u>	<u>3,146,849</u>	<u>29,286</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred outflows related to pensions (Note 14)	150,511	18,330	168,841	-
Total deferred outflows of resources	<u>150,511</u>	<u>18,330</u>	<u>168,841</u>	<u>-</u>
<u>LIABILITIES</u>				
Accounts payable	34,596	34,404	69,000	3,079
Tax and revenue anticipation notes payable (Note 16)	138,110	-	138,110	-
Accrued liabilities (Note 8)	63,013	25,318	88,331	98
Due to other governmental agencies	640	-	640	-
Unearned revenue	18,893	1,201	20,094	212
Other liabilities	507	1,405	1,912	-
Long-term liabilities (Note 10):				
Due within one year	74,995	21,344	96,339	-
Due beyond one year	707,634	428,267	1,135,901	-
Total liabilities	<u>1,038,388</u>	<u>511,939</u>	<u>1,550,327</u>	<u>3,389</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred gain on refunding	174	202	376	-
Deferred service concession arrangements (Note 11)	-	9,796	9,796	-
Deferred inflows related to pensions (Note 14)	294,747	35,357	330,104	-
Total deferred inflows of resources	<u>294,921</u>	<u>45,355</u>	<u>340,276</u>	<u>-</u>
<u>NET POSITION</u>				
Net investment in capital assets (Notes 7 and 10)	1,079,922	296,597	1,376,519	-
Restricted for (Note 12):				
Expendable:				
General government	27,006	-	27,006	-
Public protection	207,657	-	207,657	-
Public ways and facilities	32,494	-	32,494	-
Health and sanitation services	53,076	-	53,076	-
Public assistance	5,912	-	5,912	-
Education	1,556	-	1,556	-
Debt service	4,533	8,040	12,573	-
Parks Department grantors	-	663	663	-
Health Care Plan tangible net equity reserve	-	1,500	1,500	-
Nonexpendable:				
George D. Lyon Permanent Fund	1,133	-	1,133	-
Unrestricted (deficit)	<u>(291,055)</u>	<u>(3,947)</u>	<u>(295,002)</u>	<u>25,897</u>
Total net position	<u>\$ 1,122,234</u>	<u>\$ 302,853</u>	<u>\$ 1,425,087</u>	<u>\$ 25,897</u>

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 70,522	\$ 47,531	\$ 9,142	\$ 538
Public protection	586,147	124,373	156,665	2,677
Public ways and facilities	22,465	851	18,724	1,656
Health and sanitation services	169,010	72,821	104,857	-
Public assistance	243,256	1,594	216,192	-
Education	7,922	418	484	-
Interest on long-term debt	4,408	-	-	-
Total governmental activities	<u>1,103,730</u>	<u>247,588</u>	<u>506,064</u>	<u>4,871</u>
Business-type activities:				
Medical Center	375,451	357,748	-	3,490
Department of Airports	6,214	6,306	3	1,242
Waterworks Districts - Water	25,416	24,197	4	-
Waterworks Districts - Sewer	5,409	5,807	-	178
Parks Department	5,491	3,656	2	301
Channel Islands Harbor	7,816	8,261	21	14
Health Care Plan	59,142	57,723	-	-
Oak View District	213	245	-	-
Total business-type activities	<u>485,152</u>	<u>463,943</u>	<u>30</u>	<u>5,225</u>
Total primary government	<u>\$ 1,588,882</u>	<u>\$ 711,531</u>	<u>\$ 506,094</u>	<u>\$ 10,096</u>
Component unit:				
Children and Families First Commission	<u>\$ 12,255</u>	<u>\$ -</u>	<u>\$ 9,233</u>	<u>\$ -</u>

General revenues:
Taxes:
 Property taxes
 Property transfer taxes
 Sales and use taxes
Unrestricted aid from other governmental units
Other
Unrestricted interest and investment earnings
Transfers
Total general revenues and transfers
Change in net position
Net position - July 1, 2014, as restated
Net position - June 30, 2015

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)

Net (Expenses) Revenues and Changes in Net Position Primary Government			Discretely Presented Component Unit	
Governmental Activities	Business-type Activities	Total		
\$ (13,311)	\$ -	\$ (13,311)	\$ -	Functions/Programs
(302,432)	-	(302,432)	-	Primary government:
(1,234)	-	(1,234)	-	Governmental activities:
8,668	-	8,668	-	General government
(25,470)	-	(25,470)	-	Public protection
(7,020)	-	(7,020)	-	Public ways and facilities
(4,408)	-	(4,408)	-	Health and sanitation services
(345,207)	-	(345,207)	-	Public assistance
				Education
				Interest on long-term debt
				Total governmental activities
	(14,213)	(14,213)	-	Business-type activities:
	1,337	1,337	-	Medical Center
	(1,215)	(1,215)	-	Department of Airports
	576	576	-	Waterworks Districts - Water
	(1,532)	(1,532)	-	Waterworks Districts - Sewer
	480	480	-	Parks Department
	(1,419)	(1,419)	-	Channel Islands Harbor
	32	32	-	Health Care Plan
	(15,954)	(15,954)	-	Oak View District
				Total business-type activities
(345,207)	(15,954)	(361,161)		Total primary government
			(3,022)	Component unit:
				Children and Families First Commission
430,001	-	430,001	-	
5,034	-	5,034	-	
12,039	-	12,039	-	
34,893	-	34,893	-	
16,028	-	16,028	2	
7,858	400	8,258	148	
(33,895)	33,895	-	-	
471,958	34,295	506,253	150	
126,751	18,341	145,092	(2,872)	
995,483	284,512	1,279,995	28,769	
\$ 1,122,234	\$ 302,853	\$ 1,425,087	\$ 25,897	

COUNTY OF VENTURA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015
(In Thousands)

	<u>Total</u>	<u>General Fund</u>	<u>Roads</u>
<u>ASSETS</u>			
Cash and investments (Note 3)	\$ 726,595	\$ 464,764	\$ 56,823
Receivables, net (Note 5)	121,729	97,398	1,295
Due from other funds (Note 6)	20,564	14,424	134
Due from other governmental agencies	2,118	2,088	24
Inventories and other assets	2,377	1,084	-
Loans receivable (Note 5)	318	300	-
Long-term receivables (Note 5)	43,873	32,394	458
Advances to other funds (Note 6)	15,772	15,772	-
Total assets	<u>\$ 933,346</u>	<u>\$ 628,224</u>	<u>\$ 58,734</u>
<u>LIABILITIES</u>			
Accounts payable	\$ 28,505	\$ 19,630	\$ 1,112
Accrued liabilities (Note 8)	56,480	49,396	476
Tax and revenue anticipation notes payable (Note 16)	138,110	138,110	-
Due to other funds (Note 6)	23,001	9,050	1,469
Due to other governmental agencies	640	640	-
Unearned revenue	18,581	13,390	13
Deposits and other liabilities	5	-	-
Advances from other funds (Note 6)	35	-	-
Total liabilities	<u>265,357</u>	<u>230,216</u>	<u>3,070</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Unavailable revenue (Note 18)	42,943	29,539	516
Total deferred inflows of resources	<u>42,943</u>	<u>29,539</u>	<u>516</u>
<u>FUND BALANCES (DEFICITS) (Note 12)</u>			
Nonspendable	20,922	18,501	-
Restricted	330,168	106,774	32,494
Committed	30,093	3,911	21,429
Assigned	70,822	64,297	1,225
Unassigned	173,041	174,986	-
Total fund balances (deficits)	<u>625,046</u>	<u>368,469</u>	<u>55,148</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 933,346</u>	<u>\$ 628,224</u>	<u>\$ 58,734</u>

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 JUNE 30, 2015
 (In Thousands)

Watershed Protection Districts	Fire Protection District	Non-major Governmental Funds
\$ 54,308	\$ 95,354	\$ 55,346
1,924	6,281	14,831
300	1,350	4,356
-	-	6
-	1,226	67
-	-	18
9	-	11,012
-	-	-
<u>\$ 56,541</u>	<u>\$ 104,211</u>	<u>\$ 85,636</u>
\$ 622	\$ 735	\$ 6,406
1,888	3,234	1,486
-	-	-
1,739	827	9,916
-	-	-
3,563	-	1,615
-	-	5
-	-	35
<u>7,812</u>	<u>4,796</u>	<u>19,463</u>
724	568	11,596
<u>724</u>	<u>568</u>	<u>11,596</u>
-	1,225	1,196
46,287	96,371	48,242
267	1,251	3,235
1,451	-	3,849
-	-	(1,945)
<u>48,005</u>	<u>98,847</u>	<u>54,577</u>
<u>\$ 56,541</u>	<u>\$ 104,211</u>	<u>\$ 85,636</u>

ASSETS

Cash and investments (Note 3)
 Receivables, net (Note 5)
 Due from other funds (Note 6)
 Due from other governmental agencies
 Inventories and other assets
 Loans receivable (Note 5)
 Long-term receivables (Note 5)
 Advances to other funds (Note 6)
 Total assets

LIABILITIES

Accounts payable
 Accrued liabilities (Note 8)
 Tax and revenue anticipation notes payable (Note 16)
 Due to other funds (Note 6)
 Due to other governmental agencies
 Unearned revenue
 Deposits and other liabilities (Note 6)
 Advances from other funds (Note 6)
 Total liabilities

DEFERRED INFLOWS OF RESOURCES

Unavailable revenue (Note 18)
 Total deferred inflows of resources

FUND BALANCES (DEFICITS) (Note 12)

Nonspendable
 Restricted
 Committed
 Assigned
 Unassigned
 Total fund balances (deficits)

Total liabilities, deferred inflows of resources, and fund balances (deficits)

COUNTY OF VENTURA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
JUNE 30, 2015
(In Thousands)

Fund balances - total governmental funds		\$ 625,046
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		1,097,593
Other long-term assets are not available to pay for current-period expenditures and, therefore, are not reported as revenues in the governmental funds.		
Long-term receivables		42,943
Deferred outflows of resources related to deferred pensions are not reported in the governmental funds		139,973
Internal Service Funds (ISFs) are used by management to charge the costs of certain activities to individual funds and primarily serve governmental funds. Consequently, the assets and liabilities of ISFs are incorporated as part of governmental activities for purposes of government-wide financial reporting. In addition, the internal balance resulting from the allocation of ISFs to business-type activities is also reported in the Statement of Net Position.		71,980
Long-term liabilities and deferred gain refunding, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.		
Certificates of participation	(50,543)	
Tax-exempt commercial paper	(8,649)	
Loans payable	(8,935)	
Compensated absences	(61,383)	
Net pension liability	(444,956)	
Other liabilities	(327)	
Accrued interest payable	(562)	
Accrued pension obligation	(827)	
Accrued other postemployment benefits (OPEB)	(4,832)	
Deferred gain on refunding	<u>(174)</u>	(581,188)
Deferred inflows of resources related to deferred pensions are not reported in the governmental funds		<u>(274,113)</u>
Net position of governmental activities		<u>\$ 1,122,234</u>

See accompanying notes to the basic financial statements

THIS PAGE LEFT BLANK INTENTIONALLY

COUNTY OF VENTURA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)

	<u>Total</u>	<u>General Fund</u>	<u>Roads</u>
Revenues:			
Taxes	\$ 447,075	\$ 307,470	\$ 362
Licenses, permits, and franchises	22,174	20,416	444
Fines, forfeitures, and penalties	21,893	21,492	225
Revenues from use of money and property	7,852	6,130	159
Aid from other governmental units	555,652	436,659	19,726
Charges for services	193,245	158,372	57
Other	<u>29,408</u>	<u>24,188</u>	<u>851</u>
Total revenues	<u>1,277,299</u>	<u>974,727</u>	<u>21,824</u>
Expenditures:			
Current:			
General government	62,324	62,322	-
Public protection	621,258	440,715	-
Public ways and facilities	19,976	-	19,958
Health and sanitation services	179,494	132,473	-
Public assistance	249,095	229,132	-
Education	8,283	563	-
Capital outlay	36,116	11,321	2,908
Debt service:			
Principal retirement	6,462	-	-
Interest and fiscal charges	<u>4,621</u>	<u>2,151</u>	<u>-</u>
Total expenditures	<u>1,187,629</u>	<u>878,677</u>	<u>22,866</u>
Excess (deficiency) of revenues over (under) expenditures	<u>89,670</u>	<u>96,050</u>	<u>(1,042)</u>
Other financing sources (uses):			
Proceeds from sale of capital assets	39	-	-
Gain from insurance recovery	39	3	-
Issuance of long-term debt	5,000	-	-
Transfers in	18,993	1,257	-
Transfers out	<u>(54,039)</u>	<u>(52,616)</u>	<u>(111)</u>
Total other financing sources (uses)	<u>(29,968)</u>	<u>(51,356)</u>	<u>(111)</u>
Net change in fund balances	59,702	44,694	(1,153)
Fund balances - beginning	<u>565,344</u>	<u>323,775</u>	<u>56,301</u>
Fund balances - ending	<u>\$ 625,046</u>	<u>\$ 368,469</u>	<u>\$ 55,148</u>

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

Watershed Protection Districts	Fire Protection District	Non-major Governmental Funds	
\$ 18,540	\$ 114,257	\$ 6,446	Revenues:
71	1,127	116	Taxes
50	39	87	Licenses, permits, and franchises
227	374	962	Fines, forfeitures, and penalties
3,063	22,161	74,043	Revenues from use of money and property
10,886	5,589	18,341	Aid from other governmental units
1,153	664	2,552	Charges for services
33,990	144,211	102,547	Other
			Total revenues
			Expenditures:
			Current:
-	-	2	General government
23,693	131,792	25,058	Public protection
-	-	18	Public ways and facilities
-	-	47,021	Health and sanitation services
-	-	19,963	Public assistance
-	-	7,720	Education
9,083	3,441	9,363	Capital outlay
-	-	6,462	Debt service:
-	-	2,470	Principal retirement
32,776	135,233	118,077	Interest and fiscal charges
			Total expenditures
1,214	8,978	(15,530)	Excess (deficiency) of revenues over (under) expenditures
			Other financing sources (uses):
-	39	-	Proceeds from sale of capital assets
-	31	5	Gain from insurance recovery
-	-	5,000	Issuance of long-term debt
-	-	17,736	Transfers in
(43)	(398)	(871)	Transfers out
(43)	(328)	21,870	Total other financing sources (uses)
1,171	8,650	6,340	Net change in fund balances
46,834	90,197	48,237	Fund balances - beginning
\$ 48,005	\$ 98,847	\$ 54,577	Fund balances - ending

COUNTY OF VENTURA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)

Net change in fund balances - total governmental funds \$ 59,702

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for general capital assets and infrastructure	\$ 36,116	
Donated asset	323	
Less net effect of sales and dispositions	(7,170)	
Less current year depreciation	<u>(26,414)</u>	2,855

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (13,144)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Principal repayments:

Certificates of participation/ Lease revenue bonds	4,993	
Tax-exempt commercial paper	1,201	
Loans payable	<u>268</u>	6,462

Proceeds from long-term debt are reported as other financing sources in the governmental funds, but increase long-term liabilities in the statement of net position.

Tax-exempt commercial paper		(5,000)
-----------------------------	--	---------

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in pension obligation	26	
Change in interest expense	488	
Change in compensated absences	(5,774)	
Change in other postemployment benefits (OPEB)	(329)	
Change in other liabilities	51	
Change in net pension liability	<u>83,705</u>	78,167

Internal service funds are used by management to charge the costs of certain activities to individual funds. The internal balance resulting from the allocation of internal service funds to business-type activities is also reported. (2,291)

Change in net position of governmental activities \$126,751

COUNTY OF VENTURA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2015
(In Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Total	Medical Center	Department of Airports	Waterworks Districts	Non-major Enterprise Funds	Internal Service Funds
ASSETS						
Current assets:						
Cash and investments (Note 3)	\$ 77,223	\$ 9,825	\$ 10,147	\$ 34,013	\$ 23,238	\$ 206,501
Receivables, net (Note 5)	104,256	98,061	336	4,228	1,631	2,657
Due from other funds (Note 6)	934	788	43	29	74	23,005
Due from other governmental agencies	-	-	-	-	-	116
Inventories and other assets	5,238	4,571	-	492	175	3,384
Restricted cash and investments (Note 3)	201,571	199,638	-	274	1,659	592
Total current assets	<u>389,222</u>	<u>312,883</u>	<u>10,526</u>	<u>39,036</u>	<u>26,777</u>	<u>236,255</u>
Noncurrent assets:						
Long-term receivables (Note 5)	1,956	-	-	-	1,956	97
Capital assets (Note 7):						
Nondepreciable:						
Land	23,184	2,047	9,721	2,537	8,879	770
Easements	787	-	399	285	103	-
Construction in progress	177,996	169,283	936	7,425	352	1,199
Depreciable:						
Land improvements	83,668	1,084	48,994	2,074	31,516	1,208
Structures and improvements	314,743	130,371	17,248	129,525	37,599	10,200
Equipment/Vehicles	47,970	40,471	2,065	3,023	2,411	94,942
Software	49,442	43,004	-	-	6,438	14,583
Less accumulated depreciation	(211,653)	(103,896)	(34,451)	(36,822)	(36,484)	(60,382)
Total noncurrent assets	<u>488,093</u>	<u>282,364</u>	<u>44,912</u>	<u>108,047</u>	<u>52,770</u>	<u>62,617</u>
Total assets	<u>877,315</u>	<u>595,247</u>	<u>55,438</u>	<u>147,083</u>	<u>79,547</u>	<u>298,872</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflow related to pensions	18,330	16,328	441	-	1,561	10,538
Total deferred outflows of resources	<u>18,330</u>	<u>16,328</u>	<u>441</u>	<u>-</u>	<u>1,561</u>	<u>10,538</u>
Total assets and deferred outflows of resources	<u>895,645</u>	<u>611,575</u>	<u>55,879</u>	<u>147,083</u>	<u>81,108</u>	<u>309,410</u>
LIABILITIES						
Current liabilities:						
Accounts payable	34,406	31,571	111	2,291	433	5,528
Due to other funds (Note 6)	19,259	18,169	48	727	315	2,243
Accrued liabilities (Note 8)	25,318	24,007	62	303	946	6,533
Compensated absences, current (Note 10)	5,447	4,969	72	-	406	4,045
Claims liabilities, current (Notes 10 and 17)	6,874	-	-	-	6,874	31,150
Certificates of participation, tax-exempt commercial paper, and loans and capital leases payable, current (Note 10)	9,023	8,221	11	298	493	1,437
Total current liabilities	<u>100,327</u>	<u>86,937</u>	<u>304</u>	<u>3,619</u>	<u>9,467</u>	<u>50,936</u>
Noncurrent liabilities:						
Unearned revenue	1,201	-	196	207	798	312
Deposits and other liabilities	1,405	-	411	110	884	503
Advances from other funds (Note 6)	15,737	14,500	-	1,237	-	-
Compensated absences, noncurrent (Note 10)	3,351	2,887	34	-	430	3,088
Net pension liability (Note 10)	58,745	52,358	1,398	-	4,989	33,500
Claims liabilities, noncurrent (Notes 10 and 17)	-	-	-	-	-	117,912
Medical malpractice liability (Notes 10 and 17)	1,420	1,420	-	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans and capital leases payable, noncurrent (Note 10)	364,751	353,277	-	7,760	3,714	11,045
Total noncurrent liabilities	<u>446,610</u>	<u>424,442</u>	<u>2,039</u>	<u>9,314</u>	<u>10,815</u>	<u>166,360</u>
Total liabilities	<u>546,937</u>	<u>511,379</u>	<u>2,343</u>	<u>12,933</u>	<u>20,282</u>	<u>217,296</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred gain on refunding	202	202	-	-	-	-
Deferred service concession arrangements (Note 11)	9,796	-	-	-	9,796	-
Deferred inflow related to pensions	35,357	31,465	865	-	3,027	20,634
Total deferred inflows of resources	<u>45,355</u>	<u>31,667</u>	<u>865</u>	<u>-</u>	<u>12,823</u>	<u>20,634</u>
NET POSITION						
Net investment in capital assets	296,597	112,477	44,901	100,048	39,171	50,630
Restricted for (Note 12):						
Debt service	8,040	7,825	-	215	-	-
Grantors	663	-	-	-	663	-
Tangible net equity reserve	1,500	-	-	-	1,500	-
Unrestricted (deficit)	(3,447)	(51,773)	7,770	33,887	6,669	20,850
Total net position	<u>303,353</u>	<u>\$ 68,529</u>	<u>\$ 52,671</u>	<u>\$ 134,150</u>	<u>\$ 48,003</u>	<u>\$ 71,480</u>
Adjustment to allocate the internal service fund activities related to enterprise funds	(500)					
Total net position of business-type activities	<u>\$ 302,853</u>					

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Total	Medical Center	Department of Airports	Waterworks Districts	Non-major Enterprise Funds	Internal Service Funds
Operating Revenues:						
Charges for services	\$ 1,475,980	\$ 1,384,431	\$ 215	\$ 29,654	\$ 61,680	\$ 188,733
Less: Allowances and discounts	(1,026,991)	(1,026,991)	-	-	-	-
Rents and royalties	14,175	35	6,054	350	7,736	269
Miscellaneous	788	273	40	4	471	325
Total operating revenues	<u>463,952</u>	<u>357,748</u>	<u>6,309</u>	<u>30,008</u>	<u>69,887</u>	<u>189,327</u>
Operating Expenses:						
Salaries and benefits	200,227	189,205	2,205	-	8,817	76,538
Services and supplies	202,489	163,323	990	27,661	10,515	71,592
Insurance premiums	3,961	2,181	30	38	1,712	4,612
Utilities	4,621	3,892	230	-	499	-
Provision for claims	46,656	-	-	-	46,656	31,834
Depreciation and amortization	22,934	13,774	2,727	2,437	3,996	9,768
Total operating expenses	<u>480,888</u>	<u>372,375</u>	<u>6,182</u>	<u>30,136</u>	<u>72,195</u>	<u>194,344</u>
Operating income (loss)	<u>(16,936)</u>	<u>(14,627)</u>	<u>127</u>	<u>(128)</u>	<u>(2,308)</u>	<u>(5,017)</u>
Nonoperating revenues (expenses):						
State and federal grants	21	-	-	-	21	10
Gain from insurance recovery	-	-	-	-	-	384
Loss from disposal of capital assets	(54)	-	-	(20)	(34)	(1,525)
Interest and investment income	400	96	37	150	117	917
Interest expense	(2,417)	(2,182)	(2)	(124)	(109)	(277)
Total nonoperating revenues (expenses)	<u>(2,050)</u>	<u>(2,086)</u>	<u>35</u>	<u>6</u>	<u>(5)</u>	<u>(491)</u>
Income (loss) before capital contributions and transfers	<u>(18,986)</u>	<u>(16,713)</u>	<u>162</u>	<u>(122)</u>	<u>(2,313)</u>	<u>(5,508)</u>
Capital grants and contributions	5,225	3,490	1,242	178	315	273
Transfers in	34,013	32,809	-	-	1,204	1,277
Transfers out	<u>(118)</u>	<u>-</u>	<u>-</u>	<u>(118)</u>	<u>-</u>	<u>(126)</u>
Change in net position	20,134	19,586	1,404	(62)	(794)	(4,084)
Net position - beginning, as restated	<u>283,219</u>	<u>48,943</u>	<u>51,267</u>	<u>134,212</u>	<u>48,797</u>	<u>75,564</u>
Net position - ending	<u>\$ 303,353</u>	<u>\$ 68,529</u>	<u>\$ 52,671</u>	<u>\$ 134,150</u>	<u>\$ 48,003</u>	<u>\$ 71,480</u>
Change in net position - total enterprise funds	\$ 20,134					
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	<u>(1,793)</u>					
Change in net position-business-type activities	<u>\$ 18,341</u>					

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Total	Medical Center	Department of Airports	Waterworks Districts	Non-major Enterprise Funds	Internal
						Service Funds
Cash flows from operating activities:						
Cash receipts from customers	\$ 374,124	\$ 319,706	\$ 5,215	\$ 30,675	\$ 18,528	\$ 14,661
Cash receipts from other funds	52,045	208	1,050	-	50,787	177,166
Cash receipts from other sources	40,976	40,970	3	-	3	213
Cash paid to suppliers for goods and services	(164,814)	(134,643)	(779)	(20,928)	(8,464)	(54,548)
Cash paid to employees for services	(210,167)	(198,118)	(2,467)	-	(9,582)	(81,916)
Cash paid to other funds	(35,238)	(24,106)	(385)	(7,663)	(3,084)	(18,270)
Cash paid for insurance premiums	(3,728)	(2,016)	-	-	(1,712)	(4,405)
Cash paid for judgments and claims	(50,538)	-	-	-	(50,538)	(25,747)
Net cash provided by (used in) operating activities	<u>2,660</u>	<u>2,001</u>	<u>2,637</u>	<u>2,084</u>	<u>(4,062)</u>	<u>7,154</u>
Cash flows from noncapital financing activities:						
Transfers received	34,151	32,953	-	-	1,198	1,277
Transfers paid	(177)	-	-	(177)	-	(126)
Advances to other funds	-	-	-	-	-	6,000
Advances from other funds	(10,100)	(10,100)	-	-	-	-
Interest paid on noncapital debt	(41)	(5)	-	(2)	(34)	-
State and federal grant receipts	8	-	-	-	8	10
Net cash provided by (used in) noncapital financing activities	<u>23,841</u>	<u>22,848</u>	<u>-</u>	<u>(179)</u>	<u>1,172</u>	<u>7,161</u>
Cash flows from capital and related financing activities:						
Proceeds from capital debt	2,582	-	-	2,582	-	-
Proceeds from capital grants and contributions	7,699	3,490	1,413	33	2,763	273
Proceeds from insurance recovery	-	-	-	-	-	384
Acquisition and construction of capital assets	(13,125)	(4,909)	(1,556)	(3,337)	(3,323)	(9,240)
Principal paid on capital lease obligations	(555)	(555)	-	-	-	(20)
Principal paid on capital debt	(7,430)	(6,678)	(20)	(307)	(425)	(1,275)
Interest paid on capital debt	(16,189)	(15,926)	(2)	(123)	(138)	(400)
Proceeds from sales of capital assets	-	-	-	-	-	165
Proceeds from restricted assets	135	135	-	-	-	-
Net cash provided by (used in) capital and related financing activities	<u>(26,883)</u>	<u>(24,443)</u>	<u>(165)</u>	<u>(1,152)</u>	<u>(1,123)</u>	<u>(10,113)</u>
Cash flows from investing activities:						
Interest and investment income received	387	91	32	145	119	893
Net cash provided by investing activities	<u>387</u>	<u>91</u>	<u>32</u>	<u>145</u>	<u>119</u>	<u>893</u>
Net increase (decrease) in cash and cash equivalents	5	497	2,504	898	(3,894)	5,095
Total cash and cash equivalents, beginning of the year	78,933	9,328	7,643	33,330	28,632	201,406
Total cash and cash equivalents, end of the year	<u>\$ 78,938</u>	<u>\$ 9,825</u>	<u>\$ 10,147</u>	<u>\$ 34,228</u>	<u>\$ 24,738</u>	<u>\$ 206,501</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:						
Cash and investments	\$ 77,223	\$ 9,825	\$ 10,147	\$ 34,013	\$ 23,238	\$ 206,501
Restricted cash and investments	1,715	-	-	215	1,500	-
Total cash and cash equivalents, end of the year	<u>\$ 78,938</u>	<u>\$ 9,825</u>	<u>\$ 10,147</u>	<u>\$ 34,228</u>	<u>\$ 24,738</u>	<u>\$ 206,501</u>

(Continued)

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)
(Continued)

	Business-type Activities - Enterprise Funds					Governmental
	Total	Medical Center	Department of Airports	Waterworks Districts	Non-major Enterprise Funds	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:						
Operating income (loss)	\$ (16,936)	\$ (14,627)	\$ 127	\$ (128)	\$ (2,308)	\$ (5,017)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:						
Depreciation and amortization	22,934	13,774	2,727	2,437	3,996	9,768
Decrease (increase) in:						
Accounts receivable	4,459	2,983	(121)	2,228	(631)	711
Due from other funds	42	89	(18)	(9)	(20)	1,585
Due from other governmental agencies	-	-	-	-	-	11
Inventories and other assets	(1,191)	(941)	-	(203)	(47)	(312)
Long-term receivables	-	-	-	-	-	94
Deferred outflow pension	(18,330)	(16,328)	(441)	-	(1,561)	(10,538)
Increase (decrease) in:						
Accounts payable	1,395	1,904	56	(121)	(444)	(1,212)
Accrued liabilities	4,979	9,141	5	(1,264)	(2,903)	339
Due to other funds	(1,517)	(621)	13	(865)	(44)	195
Unearned revenue	155	-	12	(2)	145	(92)
Claims liabilities	(942)	-	-	-	(942)	6,311
Deposits and other liabilities	39	-	105	11	(77)	502
Medical malpractice liability	(398)	(398)	-	-	-	-
Compensated absences	516	378	(4)	-	142	573
Net pension liability	(27,902)	(24,818)	(689)	-	(2,395)	(16,398)
Deferred inflow pension	35,357	31,465	865	-	3,027	20,634
Net cash provided by (used in) operating activities	<u>\$ 2,660</u>	<u>\$ 2,001</u>	<u>\$ 2,637</u>	<u>\$ 2,084</u>	<u>\$ (4,062)</u>	<u>\$ 7,154</u>
Noncash financing, capital, and investing activities:						
Capital additions funded by debt	\$ 63,756	\$ 61,174	\$ -	\$ 2,582	\$ -	\$ -
Increase (decrease) in capital assets related to accounts payable	13,133	17,009	(317)	(2,909)	(650)	493
Noncash retirement of capital assets	(54)	-	-	(20)	(34)	(1,690)
Increase (decrease) in fair value of investments	(13)	(5)	(5)	(5)	2	(26)
Decrease in non-capital State and Federal grant receivables	(13)	-	-	-	(13)	-
Increase (decrease) in capital grants and contributions receivables	(2,474)	-	(171)	145	(2,448)	-
Increase (decrease) in transfers in	138	144	-	-	(6)	-
Decrease in advances to/from	(14,000)	(14,000)	-	-	-	-
Decrease in transfers out	(59)	-	-	(59)	-	-
Decrease in restricted assets with fiscal agents	(61,233)	(61,174)	-	(59)	-	(593)
Decrease in noncash interest	(13,813)	(13,749)	-	(1)	(63)	(123)

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2015
(In Thousands)

	<u>Supplemental Retirement Plan</u>	<u>Investment Trust</u>	<u>RDA County Successor Agency</u>	<u>Agency</u>
<u>ASSETS</u>				
Cash and investments (Note 3):				
Cash and investments (in County investment pool)	\$ 508	\$ 1,098,240	\$ 450	\$ 10,361
Bond mutual funds (outside County investment pool)	6,687	-	-	-
Equity mutual funds (outside County investment pool)	12,811	-	-	-
Receivables, net:				
Accounts	-	1,380	-	-
Interest	3	-	-	11
Due from other governmental agencies	-	614	-	15
Total assets	<u>20,009</u>	<u>1,100,234</u>	<u>450</u>	<u>\$ 10,387</u>
<u>LIABILITIES</u>				
Accounts payable	27	1,667	5	\$ -
Interest payable	-	-	18	-
Other liabilities	-	-	-	10,387
Due to other governmental agencies	23	2,221	-	-
Long-term debt (Note 21):				
Due within one year	-	-	96	-
Due in more than one year	-	-	778	-
Total liabilities	<u>50</u>	<u>3,888</u>	<u>897</u>	<u>\$ 10,387</u>
<u>NET POSITION</u>				
Restricted for pension benefits	<u>\$ 19,959</u>	-	-	
Net position (deficit) held in trust for investment pool participants/ other governments		<u>\$ 1,096,346</u>	<u>\$ (447)</u>	

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)

<u>ADDITIONS</u>	<u>Supplemental Retirement Plan</u>	<u>Investment Trust</u>	<u>RDA County Successor Agency</u>
Contributions:			
Employer:			
Annual actuarially determined	\$ 1,410	\$ -	\$ -
Employee contributions	402	-	-
Contributions to investment pool	-	3,271,103	-
Other:			
Property taxes	-	-	253
Total contributions	<u>1,812</u>	<u>3,271,103</u>	<u>253</u>
Net investment income:			
Net appreciation (depreciation) in fair value of investments	269	(933)	-
Investment income:			
Investment income	537	3,298	-
Less investment expense	(104)	-	-
Net investment income	<u>702</u>	<u>2,365</u>	<u>-</u>
Total additions	<u>2,514</u>	<u>3,273,468</u>	<u>253</u>
<u>DEDUCTIONS</u>			
Benefit payments	1,019	-	-
Administrative expenses	280	-	-
Distributions from investment pool	-	3,114,683	-
Program expenses	-	-	80
Interest expense	-	-	36
Total deductions	<u>1,299</u>	<u>3,114,683</u>	<u>116</u>
Change in net position	1,215	158,785	137
Net position (deficit) - beginning	<u>18,744</u>	<u>937,561</u>	<u>(584)</u>
Net position (deficit) - ending	<u>\$ 19,959</u>	<u>\$ 1,096,346</u>	<u>\$ (447)</u>

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A) Reporting Entity

The County of Ventura, California (County) is a legal subdivision of the State of California and was established as a General Law County in 1873. It is governed by an elected five-member Board of Supervisors (Board) and provides the following services: general government, public protection, public ways and facilities, health and sanitation services, public assistance, and education.

The governmental reporting entity consists of the County (Primary Government) and its component units. Component units are legally separate organizations for which the Board is financially accountable and have a financial benefit or burden relationship or other organizations whose nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either the County's ability to impose its will on the organization or the potential for the organization to provide a financial benefit to or impose a financial burden on the County.

The basic financial statements include both blended and discretely presented component units. The blended component units, although legally separate entities, are in substance, part of the County's operations, so data from these units are combined with data of the primary government. The discretely presented component unit, on the other hand, is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the County's Board. The financial statements of the individual component units may be obtained by writing to the County of Ventura, Auditor-Controller's Office, 800 South Victoria Avenue, Ventura, CA 93009-1540.

Blended Component Units

Using the criteria established by Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units* and Statement No. 61, *The Financial Reporting Entity: Omnibus*, the County's management has determined that the following component units should be blended with activities of the County as follows:

- Special Revenue Funds – Watershed Protection Districts, County Service Areas, Fire Protection District and the In-Home Supportive Services Public Authority;
- Enterprise Fund – Waterworks Districts including the Lake Sherwood Community Services District, Camarillo Sewer, and Camarillo Roads and Lighting;
- Debt Service Funds – Ventura County Public Financing Authority (PFA) and County Service Area #34;
- Capital Project Funds – the PFA;
- Pension Trust Fund – The County's Supplemental Retirement Plan (SRP).

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

The County is financially accountable for each of the blended component units. The basis for blending is that the County's Board acts as the governing board for the entities and management of the primary government has operational responsibility for the component unit.

Discretely Presented Component Unit

Children and Families First Commission

The Children and Families First Commission (Commission) was established in December 1998, under the authority of the California Children and Families First Act of 1998 and sections 130100, et seq., of the Health and Safety Code. The Commission accounts for receipts and disbursements of California Children and Families First Trust Fund allocations and appropriations to the Commission. The Commission is a discretely presented component unit as the County Board appoints all members of the Commission's governing body and is able to impose its will because it can remove appointed members at will. The separate financial statements may be obtained from Children and Families First Commission, 2580 East Main Street, Suite 203, Ventura, CA 93003.

B) New Accounting Pronouncements

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, effective for periods beginning after June 15, 2014, improves accounting and financial reporting by state and local governments for pensions. The County implemented the new requirements for the fiscal year 2014-15 financial statements.

GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*, effective for periods beginning after December 15, 2013, establishes accounting and financial reporting standards related to government combinations and disposals of government operations and improves financial reporting by requiring that certain disclosures be made about combination arrangements and disposals of government operations. The new requirements are not applicable to the County of Ventura.

GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, effective simultaneously with the provisions of Statement 68, eliminates the source of a potential significant understatement of restated beginning net position and expense in the first year of implementation of Statement 68 in the accrual-basis financial statements of employers and nonemployer contributing entities. The County implemented the new requirements for the fiscal year 2014-15 financial statements.

The County is currently evaluating its accounting practices to determine the potential impact on the financial statements for the following GASB Statements:

GASB Statement No. 72, *Fair Value Measurement and Application*, effective for periods beginning after June 15, 2015, enhances comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. The County intends to implement the new requirements for the fiscal year 2015-16 financial statements.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

GASB Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, effective for periods beginning after June 15, 2015; except those provisions that address employers and governmental nonemployer contributing entities for pensions that are not within the scope of Statement 68, which are effective beginning after June 15, 2016, improves financial reporting by establishing a single framework for the presentation of information about pensions, which will enhance the comparability of pension-related information reported by employer and non-employer contributing entities. The County intends to implement the new requirements for the fiscal year 2015-16 and fiscal year 2016-17 financial statements.

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, effective for periods beginning after June 15, 2016, improves the usefulness of information about postemployment benefits other than pensions (OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and accessing accountability, primarily through enhanced note disclosures and schedules of required supplementary information. Management believes the new requirements are not applicable to the County of Ventura.

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective for periods beginning after June 15, 2017, improves the decision-usefulness of information in employer and governmental nonemployer contributing entity financial reports and enhances its value for assessing accountability and interperiod equity by requiring recognition of the entire OPEB liability and a more comprehensive measure of OPEB expense. The County intends to implement the new requirements for the fiscal year 2017-18 financial statements.

GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, effective for periods beginning after June 15, 2015, improves financial reporting by state and local governments by identifying the hierarchy of generally accepted accounting principles (GAAP) and addressing the use of authoritative and non-authoritative literature in the event that the accounting treatment of a transaction or other event is not specified within a source of authoritative GAAP. The County intends to implement the new requirements for the fiscal year 2015-16 financial statements.

GASB Statement No. 77, *Tax Abatement Disclosures*, effective for periods beginning after December 15, 2015, improves financial reporting of state and local governments by providing users the tax abatement information they need to evaluate the financial health of governments, such as, a reporting government's own tax abatement agreements and those that are entered into by other governments and that reduce the reporting government's tax revenues. The County intends to implement the new requirements for the fiscal year 2016-17 financial statements.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

C) Government-wide and Fund Financial Statements

Government-wide Financial Statements

The government-wide financial statements are prepared using the accrual basis of accounting and the economic resources measurement focus. The government-wide financial statements include capital assets, long-term liabilities, depreciation, accumulated depreciation, deferred inflows of resources, and deferred outflows of resources.

The statement of net position and statement of activities display information about the primary government (the County) and its component units. These statements distinguish between the *governmental* and *business-type activities* of the County and between the County and its discretely presented component unit. Governmental activities, which are primarily supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and for each segment (different identifiable activities) of the business-type activities of the County. Direct expenses are those that are specifically associated with a program or function and are clearly identifiable to a particular function. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

The internal service funds' activity, except for interfund services provided and used, is eliminated and net balances are primarily included in the governmental activities, with a lesser amount included in the business-type activities, because the internal service funds predominantly serve the governmental funds. Fiduciary funds are not reported on the government-wide financial statements. When restricted and unrestricted net position are available, restricted resources would generally be considered to be used first, with the unrestricted resources used as they are needed.

Fund Financial Statements

The governmental fund financial statements are prepared under the modified accrual basis of accounting and the current financial resources measurement focus. The proprietary and fiduciary fund financial statements are prepared using the accrual basis of accounting and the economic resources measurement focus, except agency funds which have no measurement focus. They provide information about the County's funds, including fiduciary funds and blended component units. Separate statements for each fund category – *governmental, proprietary and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds; each is displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as non-major governmental and non-major enterprise funds.

Because the governmental fund financial statements are presented on a different measurement focus and basis of accounting than the government-wide financial statements, a reconciliation is presented which explains the adjustments necessary to reconcile fund financial statements to the government-wide financial statements.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Proprietary fund *operating* revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. Operating expenses, including salaries and benefits, services and supplies, and depreciation, represent the costs of providing goods and services to customers. Nonoperating expenses are those expenses such as losses from disposal of capital assets and interest expense that do not result from the principal activity of the fund but from secondary or auxiliary activities.

The County reports the following major governmental funds:

- The *General* Fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as general government, public protection, health and sanitation, public assistance, education, and debt service.
- The *Roads* Fund provides for planning, design, construction, maintenance, and administration of County roads. It also engages in traffic safety and other transportation planning activities. Revenues consist primarily of the County's share of state highway use taxes, sales taxes, and federal grants. These funds are restricted for the purpose of the fund.
- The *Watershed Protection Districts* Fund controls flood and storm waters and conserves such waters for beneficial public use. Revenues are primarily received from property taxes, aid from other governmental units, and charges for current services. These funds are restricted for the purpose of the fund.
- The *Fire Protection District* Fund provides fire protection to the unincorporated areas of the County as well as the cities of Camarillo, Moorpark, Ojai, Port Hueneme, Simi Valley, and Thousand Oaks. Support is principally from property taxes and aid from other governmental units. These funds are restricted for the purpose of the fund.

The County reports the following major enterprise funds:

- The *Medical Center* Fund is part of the County Health Care Agency which operates a two campus hospital. The main campus in Ventura is a general acute care facility providing emergency room, inpatient, and mental health inpatient services. The Santa Paula campus is licensed and accredited as part of Ventura County Medical Center (VCMC) and is licensed for 49 acute beds. VCMC maintains comprehensive neonatal, emergency and outpatient medical care programs. Outpatient care is provided by a fully integrated system of seventeen community-based clinics and ten specialty clinics located throughout the County. It also provides support services to related public and mental health programs administered by the Health Care Agency. The fund provides indigent care which is subsidized, in part, by transfers from the General Fund for such services.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

- The *Department of Airports* Fund operates the County-owned general aviation facilities at the Camarillo and Oxnard airports and provides administrative, fiscal, and other support services for airport tenants and the flying public. This fund accounts for aid from other governmental units in support of aviation and also provides support services for the operation of the streets, street lighting, and storm drains at the Camarillo airport.
- The *Waterworks Districts* Fund performs necessary administrative, maintenance, and operations functions to provide uninterrupted water delivery services and sewer collection and disposal services to various communities of Ventura County. These districts include Waterworks Districts 1, 16, 17, 19, Camarillo Sewer, and Lake Sherwood.

The County reports the following additional funds and fund types:

- *Internal Service* Funds account for the County's fleet maintenance; engineering, construction, and maintenance services; telecommunication and information systems; general services; and self-insurance programs – workers' compensation, long-term disability, employee benefits, medical malpractice, and general insurance on a cost-reimbursement basis.
- The *Supplemental Retirement Plan (SRP) Pension Trust* Fund accounts for the assets, contributions, and benefit payments of the SRP established January 1, 1992, under provisions of the Internal Revenue Code Section 401(a).
- The *Investment Trust* Fund (a single cash pool managed by the Treasury) accounts for the assets of legally separate entities that deposit cash with the County Treasurer. The entities include school and community college districts and special districts governed by local boards. These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand. The County follows procedures of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Detailed information about the major legal entities included in the Investment Trust Fund is provided in the Schedule of Fiduciary Net Position and Schedule of Changes in Fiduciary Net Position in the Supplementary Information section.
- The *Private-purpose Trust* Fund is a fiduciary fund type used by the County to report trust arrangements under which principal and income benefit other governments. This fund reports the assets, liabilities, and activities of the Ventura County Redevelopment Successor Agency (Successor Agency).
- The *County Agency* Fund accounts for assets held for distribution by the County as an agent for various local tax entities.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

D) Measurement Focus and Basis of Accounting

The government-wide, proprietary, pension, investment trust, and private-purpose trust fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds are reported using the accrual basis of accounting.

Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from sales taxes is recognized when the underlying transactions take place. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Sales taxes, interest, certain state and federal grants, and charges for services are accrued when their receipt occurs within six months following the end of the fiscal year. Property taxes are accrued if they are collectible within 60 days after the end of the accounting period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims, and judgments, are recorded only when payment is due. General capital asset acquisitions and general principal payments are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

E) Cash and Investments

For purposes of reporting cash flows, cash and investments and cash equivalents include cash in banks and investments held by the County Treasurer in a cash management pool generally with original maturities of 90 days or less. In accordance with GASB No. 31, investments are stated at fair value. The fair value is determined annually based on market values provided by its investment custodian (Wells Fargo Bank) as of June 30, 2015. The fair value of participants' aggregate position in the pool is the same as the aggregate value of the pool shares. The participants share a ratable portion of the pool's activity and its value based on average daily balances. For SRP, investment income components (interest, dividends, and net increase or decrease in fair value) are determined at year-end as reported by the various trustees and custodians on the accrual basis.

F) Inventories and Other Assets

Inventories consisting of materials and supplies, are valued at cost, approximating market value, primarily on a first-in, first-out (FIFO) basis. The costs of governmental fund inventories are recorded as expenditures when consumed, rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. Inventories and prepaid items recorded in governmental funds are offset by nonspendable fund balance to indicate the portion of fund balance that is not in spendable form.

COUNTY OF VENTURA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (Continued)

G) Capital Assets

Capital asset components consist of land, easements, construction in progress, land improvements, structures and improvements, equipment, vehicles, software, and infrastructure. The County defines capital assets as assets with an estimated useful life in excess of one year.

The capitalization level and estimated useful lives are as follows:

<u>Category</u>	<u>Capitalization Level</u>	<u>Useful Life</u>
Land improvements	\$5,000	5-75
Structures and improvements	\$25,000, except \$5,000 for Airports, and \$50,000 for Waterworks	30-75 *
Betterments	\$5,000	30-75
Equipment	\$5,000	2-30
Vehicles	\$5,000	2-25
Software	\$5,000, purchased software; \$50,000, internally generated software	3-10
Capital leases	As above, based on category	5-40
Infrastructure	All new construction and major renovations are capitalized; all other costs are considered maintenance and are expensed.	40-100

* Except for certain fixed equipment which may have a shorter useful life.

The County has two networks of infrastructure assets – roads and watershed protection. The roads network includes roads, bridges, and traffic signals. The watershed protection network includes flood channels, debris dams, detention basins, pump stations, and rights of way.

Capital assets are recorded at historical cost or at estimated historical cost if actual historical cost is not available. Assets acquired from gifts or donations are valued at their estimated fair value on the date contributed. Self-constructed assets, including structures and improvements and internally generated software, are recorded at the amount of direct labor, material, and net interest costs incurred (for proprietary funds) if financed by tax-exempt borrowing.

Acquisitions of capital assets are recorded as expenditures in the governmental funds statement. Capital assets are capitalized and depreciated on the government-wide and the proprietary funds statements. Land, easements, construction in progress, and assets not used in operations are not depreciated. Other components used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lower of the capital lease period or their estimated useful lives. The County has elected the depreciation approach for infrastructure.

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

H) Deferred Outflow of Resources

A deferred outflow of resources is a consumption of net position by the government that is applicable to a future reporting period.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

I) Pensions

For purposes of measuring the net pension liability, deferred outflows/inflows of resources related to pensions, and pension expense, information about fiduciary net position of the County's pension plan with Ventura County Employees Retirement Association (VCERA) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by VCERA. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

J) Compensated Absences

County policy permits employees to accumulate earned but unused vacation, sick pay, and compensatory time. A liability for all vacation pay and compensatory time and 25 percent of unused accumulated sick leave for those employees with at least ten years of service is accrued when earned in the government-wide and proprietary funds financial statements. In accordance with GASB Interpretation No. 6, a liability for these amounts is reported in the governmental funds financial statements only if they have matured as a result of employee resignations and retirements prior to year-end and are paid by the County subsequent to year-end.

K) Interfund Transactions

Interfund transactions are reflected as loans, services provided or used, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, and 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 non-current portion of interfund loans) and are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by nonspendable fund balance in the General Fund and as restricted, committed, or assigned fund balance in other governmental funds as applicable.

Services provided or used and deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements are repayments (adjustments to the expenditures or expenses) from the funds responsible for certain expenditures or expenses to the funds that initially paid for them. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

L) Deferred Inflow of Resources

A deferred inflow of resources represents an acquisition of net position by the government that is applicable to a future reporting period.

M) Fund Balance Policy

The County has adopted a policy to achieve a minimum level of unassigned fund balance in the General Fund of 10 percent of total appropriations/revenue, with a long term goal of 15 percent. In addition, a General Reserve governed by Government Code 29127, which may only be used for legally declared emergencies, is maintained at 1 percent of General Fund appropriations and is included as part of restricted fund balance.

N) Estimates

The preparation of basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

O) Reclassifications

Certain prior year balances may have been reclassified in order to conform to current year presentation. These reclassifications had no effect upon reported net position.

NOTE 2 - CHANGE IN ACCOUNTING PRINCIPLE

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, improves accounting and financial reporting by state and local governments for pensions. The requirements of this Statement are effective for the FY 2014-15 financial statements. Prior year balances have been restated as follows (in thousands):

	June 30, 2014, as previously presented	Restatement	July 1, 2014, as restated
Governmental Activities:			
Deferred outflows related to pensions	\$ -	\$ 145,933	\$ 145,933
Net pension liability	-	(858,630)	(858,630)
Net position-beginning	1,708,180	(712,697)	995,483
Business-type Activities:			
Deferred outflows related to pensions	-	17,808	17,808
Net pension liability	-	(104,455)	(104,455)
Net position-beginning	371,159	(86,647)	284,512
Medical Center:			
Deferred outflows related to pensions	-	15,867	15,867
Net pension liability	-	(93,041)	(93,041)
Net position-beginning	126,117	(77,174)	48,943
Department of Airports:			
Deferred outflows related to pensions	-	427	427
Net pension liability	-	(2,515)	(2,515)
Net position-beginning	53,355	(2,088)	51,267
Non-major Enterprise Funds:			
Deferred outflows related to pensions	-	1,515	1,515
Net pension liability	-	(8,899)	(8,899)
Net position-beginning	56,181	(7,384)	48,797
Internal Service Funds:			
Deferred outflows related to pensions	-	10,216	10,216
Net pension liability	-	(60,115)	(60,115)
Net position-beginning	125,463	(49,899)	75,564

Determination of all beginning balances applicable to deferred inflows of resources and deferred outflows of resources was not practical therefore in accordance with GASB 68 these were not included in the restatement of beginning balances.

COUNTY OF VENTURA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (Continued)

NOTE 3 - CASH AND INVESTMENTS

The County sponsors an Investment Pool that is managed by the County Treasurer for the purpose of increasing interest earnings through investment activities. Cash and investments for most County activities are included in the Investment Pool. The respective funds' shares of the total pool are included in the accompanying basic financial statements under the captions "Cash and investments" and "Restricted cash and investments." Cash and investments managed separately from the Investment Pool include those of the PFA and SRP.

The Investment Pool is comprised of internal and external pool participants. The internal pool participants include the funds and component units of the reporting entity and are reported in the various County funds. The external pool participants include legally separate entities, which are not part of the sponsor's reporting entity. The external investment component of the Investment Pool is reported in the accompanying financial statements as an investment trust fund within the fiduciary funds and uses the economic resources measurement focus and accrual basis of accounting.

The County has adopted an Investment Policy Statement (IPS), which complies with the requirements of California Government Code, and serves as the basis for the type of investments, maturity limit, credit rating, and diversification of securities comprising the Investment Pool. The objectives of the IPS are safety of principal, maintenance of liquidity, and earning a competitive rate of return.

Investments permitted by the IPS include obligations of the U. S. Treasury, agencies and instrumentalities, or commercial paper rated A-1 or better by Standard and Poor's Ratings Services (S & P), P-1 by Moody's Investors Service, or F1 or better by Fitch Ratings, Supranationals rated AAA by S & P, bankers' acceptances, repurchase agreements, corporate notes, negotiable certificates of deposit and Yankee certificates of deposit, obligations of the State of California, and obligations of any local agency within California.

Total cash and investments at fair value as reported at June 30, 2015, are as follows (in thousands):

Governmental activities	\$ 933,688
Business-type activities	<u>278,794</u>
Primary government	1,212,482
Component unit	<u>26,732</u>
Total government-wide	<u>1,239,214</u>
Fiduciary funds:	
Pension trust fund	20,006
Investment trust fund	1,098,240
Private-purpose trust fund	450
Agency fund	<u>10,361</u>
Total cash and investments	<u><u>\$ 2,368,271</u></u>

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Cash and investments at fair value for County funds, including those funds managed separately from the Treasury, at June 30, 2015, are summarized as follows (in thousands):

	Treasury	Fiscal Agents	SRP Pension Trust	Total
Cash:				
Cash on hand	\$ 4	\$ 21	\$ -	\$ 25
Deposits (net outstanding checks)	<u>258,057</u>	<u>23,785</u>	<u>508</u>	<u>282,350</u>
Total cash (net outstanding checks)	<u>258,061</u>	<u>23,806</u>	<u>508</u>	<u>282,375</u>
Investments:				
In Treasurer's pool	2,066,398	-	-	2,066,398
In pension portfolios	<u>-</u>	<u>-</u>	<u>19,498</u>	<u>19,498</u>
Total investments	<u>2,066,398</u>	<u>-</u>	<u>19,498</u>	<u>2,085,896</u>
Total cash and investments	<u>\$ 2,324,459</u>	<u>\$ 23,806</u>	<u>\$ 20,006</u>	<u>\$ 2,368,271</u>

Cash

The cash portion of cash and investments includes demand deposits.

At June 30, 2015, the carrying amount of the County's cash was \$282,375,000, and the bank balance per various institutions was \$300,311,000. Treasury cash of \$258,061,000 reflects outstanding checks of \$17,936,000. Treasurer's pool investments are managed daily to maximize earnings and provide cash as needed. Of the bank balance in financial institutions, \$749,000 is covered by federal depository insurance and \$299,562,000 was uninsured. The uninsured deposits were held by financial institutions, which are legally required by the California Government Code (GC) to collateralize the County's deposits by pledging government securities or first trust deed mortgage notes. In accordance with GC 53652, the market value of the pledged securities and first trust deed mortgage notes must be at least 110 percent and 150 percent of the County's deposits, respectively, as provided for in the County's Contract for Deposit of Moneys.

Restricted cash and investments in the amount of \$202,163,000 are held in the proprietary funds and include \$200,663,000 that is restricted by trust agreements for funding capital projects and debt service. Of this, \$9,643,000 is held with fiscal agents and \$191,020,000 is held in the County Treasury. In addition, \$1,500,000 is restricted for Health Care Plan tangible net equity deposit and is held in the County Treasury. The amounts of \$215,000 for Waterworks Districts and \$1,500,000 for Health Care Plan are included in cash and cash equivalents on the Statement of Cash Flows.

Investments—Investment Pool (Treasury)

Fair value calculations at fiscal year-end for the Investment Pool are based on market values provided by the County's investment custodian. The net change in fair value from carrying value at June 30, 2015, amounted to a decrease of \$1,975,000. The net change in fair value from June 30, 2014 to June 30, 2015, was an increase of \$1,973,000.

The Investment Pool maintains investments in two investment pools regulated by the California Government Code: (1) the State of California Local Agency Investment Fund (LAIF) and (2) CalTRUST. At June 30, 2015, the County's investments in LAIF and CalTRUST were \$35,000,000 and \$15,000,000, respectively. Each investment approximates fair value and is the same as the value of the pool shares, which is determined on an amortized cost basis.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

The County is not registered with the Securities and Exchange Commission as an investment company. No legally binding guarantees have been provided during the period to support the value of shares in the pool. Investment earnings are allocated based on the average daily balance in the Investment Pool for the calendar quarter. The earnings are distributed to participants twice per quarter as cash is received.

As of June 30, 2015, the major classes of the County's investments, including those managed outside the Treasury, consisted of the following (in thousands):

	Interest Rate Range	Maturity Date/Range	Cost	Fair Value	Weighted Average Maturity (Years)	Credit Rating (S & P)	Credit Rating (Moody's)	Credit Rating (Fitch)	Percent of Portfolio
Investments in Investment Pool									
U.S. Government Agencies:									
FAMCA Bonds	0.195-0.940	9/09/15-3/06/18	\$ 51,996	\$ 51,997	0.642	AA+	NR	N/A	2.516%
FFCB Bonds	0.450-0.800	8/11/16-6/16/17	185,354	185,438	1.454	AA+	Aaa	N/A	8.974%
FHLB Bonds	0.125-0.900	7/22/15-5/15/17	195,776	195,962	0.847	AA+	Aaa	N/A	9.483%
FHLB Discount Notes	Discount	7/22/15	4,998	5,000	0.060	AA+	NR	N/A	0.242%
FHLMC Bonds	0.375-0.900	6/24/15-6/30/17	177,865	177,899	1.475	AA+	Aaa	N/A	8.609%
FHLMC Discount Notes	Discount	7/15/15	9,994	10,000	0.041	AA+	NR	N/A	0.484%
FNMA Bonds	0.375-5.250	7/05/16-4/20/17	16,388	16,335	1.275	AA+	Aaa	N/A	0.791%
Negotiable Certificates of Deposit:									
Negotiable Certificates of Deposit	0.240	7/10/15	20,000	20,000	0.027	A-1	N/A	A	0.968%
Negotiable Certificates of Deposit	0.290-0.410	7/02/15-10/05/15	125,010	125,006	0.171	A-1	N/A	NR	6.049%
Negotiable Certificates of Deposit	0.270-0.570	7/08/15-10/22/15	240,011	240,060	0.173	A+1	N/A	F1	11.617%
Medium-Term Corporate Notes:									
Corporate Notes	0.700	10/23/15-3/04/16	8,077	8,056	0.995	A+	A1	AA	0.390%
Corporate Notes	2.050	10/07/15	2,541	2,511	0.271	A+	Aa2	F1+	0.121%
Corporate Notes	0.446	1/13/17	3,000	3,005	1.542	AA	Aa2	AA-	0.145%
Corporate Notes	1.625-6.900	7/02/15-5/09/16	24,174	23,537	0.288	AA+	A1	NR	1.139%
Corporate Notes	1.625	9/25/15	12,320	12,190	0.238	AAA	Aaa	AA+	0.590%
Corporate Notes	5.000	8/15/15	18,809	18,134	0.126	A+	Aa3	N/A	0.878%
Corporate Notes	0.600	4/11/16	7,082	7,073	0.784	AA	Aa2	F1+	0.342%
Corporate Notes	1.000	7/20/15	23,107	23,006	0.055	AA-	Aa2	F1+	1.113%
Corporate Notes	1.250-1.500	7/01/15-7/20/16	43,819	43,427	0.246	A+	A2	F1+	2.102%
Commercial paper:									
Commercial paper	0.200-0.593	7/01/15-3/11/16	387,313	387,726	0.213	A-1	P-1	F1	18.764%
Commercial paper	0.200-0.250	7/17/15-10/06/15	62,938	62,984	0.119	A+1	P-1	F1+	3.048%
Municipal Bonds:									
Municipal Bonds	0.991	12/01/16	604	602	1.425	AAA	Aa1	N/A	0.029%
Municipal Bonds	0.750-3.950	10/01/15-11/01/17	31,693	31,145	1.050	A+	Aa3	N/A	1.507%
Municipal Bonds	0.274	7/01/15	3,120	3,120	0.003	AA-	Aa2	N/A	0.151%
Municipal Bonds	0.550-1.100	9/01/15-9/01/16	2,340	2,340	0.257	A+	NR	N/A	0.113%
Municipal Bonds	0.750	6/01/16	500	500	0.923	A+1	NR	N/A	0.024%
Municipal Bonds	1.292	8/01/15	1,009	1,000	0.088	A	A2	N/A	0.048%
Municipal Bonds	1.200	4/01/18	3,350	3,358	2.756	AA+	Aa2	N/A	0.163%
Municipal Bonds	0.800-1.96	11/01/15-11/01/16	3,659	3,644	0.835	AA-	NR	N/A	0.176%
Municipal Bonds	0.634	5/15/16	1,750	1,753	0.877	AA	NR	N/A	0.085%
Local agency investment fund	0.299		35,000	35,000	0.003	AA	NR	N/A	1.694%
CaTRUST	0.445		15,000	15,000	0.003	AA	NR	N/A	0.726%
Supranationals:									
Supranationals	0.625-1.230	1/17/17-4/21/18	159,843	159,642	2.215	AAA	Aaa	AAA	7.726%
Supranationals	0.650-0.720	5/15/17-6/13/17	34,995	34,995	2.037	AAA	N/A	AAA	1.694%
Supranationals	0.610-0.800	4/10/17-9/12/17	119,987	119,956	1.897	AAA	NR	AAA	5.805%
U.S. Treasury Notes	0.250-0.625	5/15/16-2/15/17	<u>34,951</u>	<u>34,997</u>	0.985	AA+	Aaa	N/A	<u>1.694%</u>
Total investments in Investment Pool			<u>2,068,373</u>	<u>2,066,398</u>					<u>100.00%</u>
Investments outside Investment Pool									
<i>SRP Pension Trust:</i>									
Bond mutual funds			5,917	6,687	7.693	NR	NR		
Equity mutual funds			<u>7,234</u>	<u>12,811</u>	-	NR	NR		
Subtotal			<u>13,151</u>	<u>19,498</u>	2.639				
Total investments outside Investment Pool			<u>13,151</u>	<u>19,498</u>					
Total fair value				<u>\$2,085,896</u>					

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

The following represents a condensed statement of net position and changes in net position for the pool (internal and external) as of June 30, 2015 (in thousands):

Statement of Net Position	<u>Total</u>
Net position held for pool participants	\$ 2,324,459
Equity of internal pool participants	\$ 1,201,381
Equity of external pool participants	1,096,346
Equity of discretely presented component unit	<u>26,732</u>
Total equity	\$ 2,324,459
<u>Statement of Changes in Net Position</u>	
Net position at July 1, 2014	\$ 1,897,699
Increase in investment by pool participants, net	<u>426,760</u>
Net position at June 30, 2015	\$ 2,324,459

The Investment Pool includes both voluntary and involuntary participants for whom cash and investments are held by the County Treasurer. The total percentage share of the Investment Pool related to involuntary participants is estimated at 38 percent. Legal provisions require certain special districts to maintain surplus cash in the Investment Pool including public school districts, cemetery districts, recreation and park districts, and the Air Pollution Control District.

Requests for additional information or the separately issued financial statements of the Investment Pool can be addressed to the County Treasurer-Tax Collector, 800 South Victoria Avenue, Ventura, CA 93009-1290.

Investments – SRP

The SRP adopts an investment policy which emphasizes safety, diversification and yield and follows the “prudent investor rule” as required by the Employment Retirement Income Security Act of 1974. Investments permitted by the policy include fixed income and equity mutual funds. Fair value calculations at fiscal year-end for the SRP are based on market values provided by the SRP’s investment custodian.

Risk Disclosures

Custodial Credit Risk

Investment Pool. Custodial credit risk is the risk that the County will not be able to recover the value of its deposits, investments, and collateral securities that are in possession of an outside party. For deposits, this risk is mitigated through federal depository insurance coverage and collateralization in accordance with California Government Code Section 53652. Information about the composition of insured and uninsured deposits at June 30, 2015, is provided in the section “Cash.” For investments, the County utilizes third party delivery versus payment to mitigate risk. Further, all securities owned by the County are held by a third party bank trust department.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Credit Risk

Investment Pool. State law and the IPS limit investments in commercial paper to those with the rating of A-1 or better by Standard & Poor's or P-1 by Moody's Investors Service. State law limits investment in medium term notes to a rating of A or better by Standard & Poor's or Moody's Investors Service; the IPS limits the short term ratings to A-1 or higher by Standard's and Poor's, P-1 by Moody's, and F1 or higher by Fitch Ratings, in addition, the IPS limits the long-term ratings to A or higher by Standard and Poor's, A2 or higher by Moody's, and A or higher by Fitch Ratings. State law does not limit investments in Municipal notes, bonds, and other obligations; the IPS limits the long-term ratings to A or higher by Standard and Poor's, A2 or higher by Moody's, and A or higher by Fitch Ratings. The County does not have credit limits on government agency securities. Certificates of deposit are required to be insured by the FDIC.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Concentration of Credit Risk

Investment Pool. State law and the IPS limit investments in commercial paper to 40 percent of the investment pool and 10 percent of the investment pool per issuer. State law limits investments in medium term notes to 30 percent of the investment pool; the IPS limit is 20 percent of the investment pool. State law and the IPS limit investments in negotiable certificates of deposit to 30 percent of the investment pool. The following is a summary of the concentration of credit risk as a percentage of the Investment Pool's fair value at June 30, 2015:

Investment	Percentage of Investment Pool
International Bank for Reconstruction & Development	13.29 %
Federal Home Loan Bank	9.73 %
Federal Home Loan Mortgage Corporation	9.09 %
Federal Farm Credit Bank	8.97 %
National Bank of Kuwait	6.29 %
Chiba Bank Ltd New York	6.05 %
Standard Chartered Bank New York	5.32 %
Bank of Tokyo-Mitsubishi	5.32 %
Credit Agricole Corporate & Investment Bank	4.88 %
Credit Suisse AG	3.48 %
Wells Fargo Bank	3.21 %
Federal Agricultural Mortgage Corporation	2.52 %
MUFG Union Bank	2.42 %
International Finance Corporation	1.94 %
PNC Bank NA	1.94 %
Local Agency Investment Fund	1.69 %
U.S. Treasury Notes	1.69 %
Korea Development Bank	1.35 %
BNP Paribas NY	1.21 %
General Electric Capital Corporation	1.14 %
CalTRUST	0.73 %
Combined Individual Issuers less than 1% of Portfolio:	
Corporate Bonds	2.47 %
Municipal Bonds	2.30 %
U.S Government Agencies	0.79 %
Commercial Paper	2.18 %
Total	100.00 %

SRP. Investments in mutual funds are excluded from the requirement to disclose concentration of credit risk. As of June 30, 2015, the SRP was not exposed to concentration of credit risk.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Interest Rate Risk

Investment Pool. Through its IPS, the County manages its exposure to fair value losses arising from increasing interest rates by limiting the weighted average maturity of the Investment Pool's holdings to 375 days. At June 30, 2015, the weighted average maturity of the Investment Pool was 297 days.

SRP. The SRP does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The SRP has exposure to interest rate risk by investing \$6,687,000, or 34 percent, of its investments in bond mutual funds.

Foreign Currency Risk

Investment Pool. The Investment Pool is precluded from investing in foreign currency by the IPS; therefore, it is not subject to foreign currency risk.

NOTE 4 - PROPERTY TAXES

All jurisdictions within California derive their taxing authority from the State Constitution and various legislative provisions contained in the State Government Codes and Revenue and Taxation Codes. Property is originally assessed at 100 percent of full cash or market value at the date of transfer or completion of construction pursuant to Article XIII(A) of the California State Constitution and statutory provisions by the County Assessor and State Board of Equalization. Annual increases are limited to 2 percent of base year values.

The property tax levy to support general operations of various jurisdictions is limited to one percent of full cash value and is distributed in accordance with statutory formulas. Amounts levied each fiscal year to finance the annual requirements of voter approved debt are excluded from this limitation and are calculated and levied each fiscal year. The rates are formally adopted by either the Board or the city councils and, in some instances, the governing board of a special district.

The County is divided into approximately 2,504 tax rate areas, which are unique combinations of various jurisdictions serving a specific geographic area. In fiscal year 2014-15, the rates levied within each tax rate area varied from a low of 1.000000 to a high of 1.422348 per \$100 of assessed valuation. Property taxes are levied on both real and personal property. Secured property taxes are levied July 1, and payable in two equal installments: the first is generally due November 1, and delinquent with penalties after December 10; the second is generally due on February 1, and delinquent with penalties after April 10. Unsecured property taxes become delinquent with penalties after August 31. Secured property taxes become a lien on the property on January 1, or the date on which title to the property transfers or improvements to the property are completed. Supplemental property tax assessments/refunds associated with changes in assessed valuations due to transfers of title and completed property improvements are levied in two equal installments and have variable due dates based on the date of title transfer and/or completion of the property improvements.

The County elected the alternative property tax treatment (Teeter Plan) effective July 1, 1993, whereby the County, through the Property Tax Resource Allocation Fund (PTRAF), purchases the current secured unpaid taxes remaining at year-end from participating agencies. In return, the PTRAF records a tax receivable and receives the delinquent secured taxes. The Property Tax Loss Reserve Fund (PTLRF) receives delinquent penalties and redemption interest accruing to delinquent collections related to participating agencies. The participating agencies, including the County, certain special districts, and the

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

school districts, in turn, receive their full tax distribution with no liability for uncollected taxes to the PTRAF. Therefore, for participating agencies, revenue is measurable and available and is recorded in the period the payment of current secured unpaid taxes is received prior to fiscal year-end. The balance in the PTRAF is recorded to the General Fund for financial reporting purposes only as of fiscal year-end.

NOTE 5 - RECEIVABLES

Year-end receivables of the County's major, non-major, and proprietary funds, as well as governmental and business-type activities, in the aggregate, including the applicable allowances for uncollectible accounts, are as follows (in thousands):

Governmental Funds	General Fund	Roads	Watershed Protection Districts	Fire Protection District	Non-major Governmental Funds	Internal Service Funds	Total Governmental Activities
Receivables:							
Taxes	\$ 679	\$ -	\$ 59	\$ 359	\$ 26	\$ -	\$ 1,123
Accounts	96,511	1,273	1,844	5,885	14,710	2,580	122,803
Interest	208	22	21	37	95	77	460
Gross Receivables	97,398	1,295	1,924	6,281	14,831	2,657	124,386
Loans and other long-term receivables	32,694	458	9	-	11,030	97	44,288
Total receivables	<u>\$ 130,092</u>	<u>\$ 1,753</u>	<u>\$ 1,933</u>	<u>\$ 6,281</u>	<u>\$ 25,861</u>	<u>\$ 2,754</u>	<u>\$ 168,674</u>

Proprietary Funds	Medical Center	Department of Airports	Waterworks Districts	Non-major Enterprise Funds	Total Enterprise Funds and Business-type Activities
Receivables:					
Accounts	\$ 373,223	\$ 352	\$ 4,328	\$ 1,376	\$ 379,279
Interest	5	4	14	10	33
Other	50	-	-	245	295
Gross Receivables	373,278	356	4,342	1,631	379,607
Less: Allow./Uncollectible Acct	<u>(275,217)</u>	<u>(20)</u>	<u>(114)</u>	<u>-</u>	<u>(275,351)</u>
Total Receivables - fund statements	98,061	336	4,228	1,631	104,256
Loans and other long-term receivables	-	-	-	1,956	1,956
Total receivables	<u>\$ 98,061</u>	<u>\$ 336</u>	<u>\$ 4,228</u>	<u>\$ 3,587</u>	<u>\$ 106,212</u>

The balance of loans and other long-term receivables at year-end for governmental activities include a Short-Doyle Medi-Cal (SDMC) admin and Cost Settlement recoupment of \$11,133,000, a loan to Gold Coast Health Plan of \$7,200,000, and SB90 revenue of \$14,061,000 in the General Fund. Also included are special assessment receivables of \$9,976,000, primarily in County Service Area #34.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 6 - INTERFUND TRANSACTIONS

Interfund Receivables/ Payables (Short-Term):

The composition of interfund balances as of June 30, 2015, is as follows (in thousands):

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	
General Fund	Roads Fund	\$ 28	
	Watershed Protection Districts	65	
	Fire Protection District	492	
	Non-major Governmental Funds	9,243	
	Medical Center	3,597	
	Department of Airports	10	
	Waterworks Districts	106	
	Non-major Enterprise Funds	112	
	Internal Service Funds	<u>771</u>	
			\$ 14,424
Roads Fund	General Fund	33	
	Watershed Protection Districts	61	
	Waterworks Districts	13	
	Internal Service Funds	<u>27</u>	
			134
Watershed Protection Districts	General Fund	296	
	Internal Service Funds	<u>4</u>	
			300
Fire Protection District	General Fund	1,006	
	Internal Service Funds	<u>344</u>	
			1,350
Non-major Governmental Funds	General Fund	4,047	
	Non-major Governmental Funds	208	
	Medical Center	<u>101</u>	
			4,356
Medical Center	General Fund	536	
	Fire Protection District	25	
	Non-major Governmental Funds	220	
	Non-major Enterprise Funds	2	
	Internal Service Funds	<u>5</u>	
			788
Department of Airports	General Fund	<u>43</u>	
			43
Waterworks Districts	General Fund	25	
	Roads Fund	2	
	Internal Service Funds	<u>2</u>	
			29

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	
Non-major Enterprise Funds	General Fund	\$ 40	
	Medical Center	18	
	Internal Service Funds	<u>16</u>	
			\$ 74
Internal Service Funds	General Fund	3,024	
	Roads Fund	1,439	
	Watershed Protection Districts	1,613	
	Fire Protection District	310	
	Non-major Governmental Funds	245	
	Medical Center	14,453	
	Department of Airports	38	
	Waterworks Districts	608	
	Non-major Enterprise Funds	201	
	Internal Service Funds	<u>1,074</u>	
			<u>23,005</u>
Total Due To/Due From			<u>\$ 44,503</u>

The balance of \$9,243,000 due to the General Fund from Non-major Governmental Funds is primarily the reimbursement of capital project expenditures from Public Financing Authority, and services paid to the General Fund for Early and Periodic Screening, Diagnosis and Treatment Supplemental Services.

The balance of \$3,597,000 due to the General Fund from the Medical Center is primarily administrative expenditures due to the Health Care Agency.

The balance of \$1,006,000 due to Fire Protection District from the General Fund is primarily the transfer of property tax and Proposition 172 revenue.

The balance of \$4,047,000 due to Non-major Governmental Funds from the General Fund is primarily the transfer of Short Doyle Medi-Cal, and mental health services revenue related to 2011 Realignment.

The balance of \$14,453,000 due to Internal Service Funds from the Medical Center is primarily the reclass of the workers' compensation loan to current due from. The loan was paid in full on October 29, 2015.

The remaining interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These balances also include working capital loans that the General Fund expects to collect in the subsequent year.

COUNTY OF VENTURA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (Continued)

Advances to/from Other Funds (in thousands):

Receivable Fund	Payable Fund	Amount
General Fund	Non-major Governmental Fund	\$ 35
	Medical Center	14,500
	Waterworks Districts	1,237
Total Advances		\$ 15,772

The General Fund extends long-term advances, when needed, for cash flow purposes to funds outside the General Fund that receive funding on a reimbursement basis. Repayment is expected when available cash is in excess of that needed for operations.

The General Fund has extended a long-term advance, interest free, for cash flow purposes, to:

- Workforce Development Fund (WDD) in the amount of \$35,000. WDD receives funding after the expenditures have been incurred. This advance was authorized for up to \$35,000.
- Ventura County Medical Center (VCMC) in the amount of \$14,500,000. The VCMC cash flow shortage is primarily due to the delayed timing of revenue receipts from the State and Federal governments.

Based on available information, these loans are not expected to be repaid by June 30, 2016.

The General Fund extended a loan in the amount of \$1,237,000 to the Waterworks Districts for the Piru Wastewater Treatment Plant (Piru WWTP) in FY 2012-13. In addition, in FY 2012-13 a loan in the amount of \$3,000,000 to the Waterworks Districts for the Piru WWTP Tertiary Project was authorized. Both of these loans are with interest at the Investment Pool rate with repayment within four years of the first draw down on the Tertiary Project loan. Due to the delay in the construction of the project, the first draw down is projected to be in FY 2015-16.

Advances are included in the internal balances on the Government-wide Statement of Net Position.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Transfers

Transfers are used to move funding for capital projects, lease payments or debt service, subsidies of various County operations, and re-allocations of special revenues. The following schedule briefly summarizes the County's transfer activity (in thousands):

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Non-major Governmental Funds	\$ 8,460	Transfer funds for scheduled debt service
	Non-major Governmental Funds	2,982	Subsidy for operating expenses
	Non-major Governmental Funds	337	Subsidy for capital projects
	Non-major Governmental Funds	5,954	Health and welfare realignment
	Medical Center	4,312	Health and welfare realignment and tobacco settlement revenues
	Medical Center	28,497	Subsidy for operating expenses
	Non-major Enterprise Funds	1,204	Subsidy for operating expenses
	Internal Service Funds	127	Subsidy for capital asset purchase
	Internal Service Funds	30	Subsidy for operating expenses
	Internal Service Funds	<u>713</u>	Subsidy for capital projects
		<u>52,616</u>	
Roads Fund	Internal Service Funds	<u>111</u>	Subsidy for capital asset purchase
Watershed Protection Districts	Internal Service Funds	<u>43</u>	Subsidy for capital asset purchase
Fire Protection District	General Fund	<u>398</u>	Subsidy for capital asset purchase
Non-major Governmental Funds	General Fund	45	Subsidy for prosecution costs
	General Fund	688	Transfer of HUD and Home grant funding
	Non-major Governmental Funds	3	Transfer of endowment interest
	Internal Service Funds	<u>135</u>	Subsidy for capital asset purchase
		<u>871</u>	
Waterworks Districts	Internal Service Funds	<u>118</u>	Subsidy for capital projects
Internal Service Funds	General Fund	<u>126</u>	Subsidy for operating expenses
Total		<u>\$ 54,283</u>	

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015, was as follows (in thousands):

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Governmental Activities:				
Capital assets, nondepreciable:				
Land	\$ 38,641	\$ 187	\$ -	\$ 38,828
Easements	200,878	4	1,002	199,880
Construction in progress	54,349	20,000	36,449	37,900
Total capital assets, nondepreciable	<u>293,868</u>	<u>20,191</u>	<u>37,451</u>	<u>276,608</u>
Capital assets, depreciable/amortizable:				
Land improvements	42,100	1,870	-	43,970
Structures and improvements	503,448	9,256	74	512,630
Equipment	98,895	5,145	2,995	101,045
Vehicles	82,910	6,296	782	88,424
Software	64,278	3,034	408	66,904
Infrastructure	524,180	30,993	1,890	553,283
Total capital assets, depreciable/amortizable	<u>1,315,811</u>	<u>56,594</u>	<u>6,149</u>	<u>1,366,256</u>
Less accumulated depreciation/amortization for:				
Land improvements	4,336	1,078	-	5,414
Structures and improvements	179,781	12,573	74	192,280
Equipment	65,094	7,161	2,442	69,813
Vehicles	42,294	6,115	660	47,749
Software	44,853	3,933	325	48,461
Infrastructure	114,340	5,322	628	119,034
Total accumulated depreciation/amortization	<u>450,698</u>	<u>36,182</u>	<u>4,129</u>	<u>482,751</u>
Total capital assets, depreciable/amortizable, net	<u>865,113</u>	<u>20,412</u>	<u>2,020</u>	<u>883,505</u>
Governmental activities capital assets, net	<u>\$ 1,158,981</u>	<u>\$ 40,603</u>	<u>\$ 39,471</u>	<u>\$ 1,160,113</u>
Business-type Activities (Enterprise):				
Medical Center:				
Capital assets, nondepreciable:				
Land	\$ 2,047	\$ -	\$ -	\$ 2,047
Construction in progress	88,023	81,260	-	169,283
Total capital assets, nondepreciable	<u>90,070</u>	<u>81,260</u>	<u>-</u>	<u>171,330</u>
Capital assets, depreciable/amortizable:				
Land improvements	1,084	-	-	1,084
Structures and improvements	130,395	-	24	130,371
Equipment	38,803	1,778	110	40,471
Software	42,950	54	-	43,004
Total capital assets, depreciable/amortizable	<u>213,232</u>	<u>1,832</u>	<u>134</u>	<u>214,930</u>
Less accumulated depreciation/amortization for:				
Land improvements	1,084	-	-	1,084
Structures and improvements	43,777	3,809	24	47,562
Equipment	31,352	8,870	110	40,112
Software	14,043	1,095	-	15,138
Total accumulated depreciation/amortization	<u>90,256</u>	<u>13,774</u>	<u>134</u>	<u>103,896</u>
Total capital assets, depreciable/amortizable, net	<u>122,976</u>	<u>(11,942)</u>	<u>-</u>	<u>111,034</u>
Medical Center capital assets, net	<u>\$ 213,046</u>	<u>\$ 69,318</u>	<u>\$ -</u>	<u>\$ 282,364</u>

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Department of Airports:				
Capital assets, nondepreciable:				
Land	\$ 9,721	\$ -	\$ -	\$ 9,721
Easements	399	-	-	399
Construction in progress	<u>3,049</u>	<u>811</u>	<u>2,924</u>	<u>936</u>
Total capital assets, nondepreciable	<u>13,169</u>	<u>811</u>	<u>2,924</u>	<u>11,056</u>
Capital assets, depreciable/amortizable:				
Land improvements	45,695	3,299	-	48,994
Structures and improvements	17,218	30	-	17,248
Equipment	1,052	23	-	1,075
Vehicles	<u>990</u>	<u>-</u>	<u>-</u>	<u>990</u>
Total capital assets, depreciable/amortizable	<u>64,955</u>	<u>3,352</u>	<u>-</u>	<u>68,307</u>
Less accumulated depreciation/amortization for:				
Land improvements	18,282	1,990	-	20,272
Structures and improvements	12,420	557	-	12,977
Equipment	594	116	-	710
Vehicles	<u>428</u>	<u>64</u>	<u>-</u>	<u>492</u>
Total accumulated depreciation/amortization	<u>31,724</u>	<u>2,727</u>	<u>-</u>	<u>34,451</u>
Total capital assets, depreciable/amortizable, net	<u>33,231</u>	<u>625</u>	<u>-</u>	<u>33,856</u>
Department of Airports capital assets, net	<u>\$ 46,400</u>	<u>\$ 1,436</u>	<u>\$ 2,924</u>	<u>\$ 44,912</u>
Waterworks Districts:				
Capital assets, nondepreciable:				
Land	\$ 2,537	\$ -	\$ -	\$ 2,537
Easements	285	-	-	285
Construction in progress	<u>10,707</u>	<u>2,970</u>	<u>6,252</u>	<u>7,425</u>
Total capital assets, nondepreciable	<u>13,529</u>	<u>2,970</u>	<u>6,252</u>	<u>10,247</u>
Capital assets, depreciable/amortizable:				
Land improvements	2,074	-	-	2,074
Structures and improvements	123,253	6,272	-	129,525
Equipment	2,924	-	-	2,924
Vehicles	<u>99</u>	<u>-</u>	<u>-</u>	<u>99</u>
Total capital assets, depreciable/amortizable	<u>128,350</u>	<u>6,272</u>	<u>-</u>	<u>134,622</u>
Less accumulated depreciation/amortization for:				
Land improvements	292	41	-	333
Structures and improvements	32,519	2,292	-	34,811
Equipment	1,496	100	-	1,596
Vehicles	<u>78</u>	<u>4</u>	<u>-</u>	<u>82</u>
Total accumulated depreciation/amortization	<u>34,385</u>	<u>2,437</u>	<u>-</u>	<u>36,822</u>
Total capital assets, depreciable/amortizable, net	<u>93,965</u>	<u>3,835</u>	<u>-</u>	<u>97,800</u>
Waterworks Districts capital assets, net	<u>\$ 107,494</u>	<u>\$ 6,805</u>	<u>\$ 6,252</u>	<u>\$ 108,047</u>

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Non-major Enterprise Funds:				
Capital assets, nondepreciable:				
Land	\$ 8,879	\$ -	\$ -	\$ 8,879
Easements	103	-	-	103
Construction in progress	6,461	1,387	7,496	352
Total capital assets, nondepreciable	<u>15,443</u>	<u>1,387</u>	<u>7,496</u>	<u>9,334</u>
Capital assets, depreciable/amortizable:				
Land improvements	26,559	5,028	71	31,516
Structures and improvements	36,922	1,625	948	37,599
Equipment	2,312	100	49	2,363
Vehicles	48	-	-	48
Software	4,411	2,027	-	6,438
Total capital assets, depreciable/amortizable	<u>70,252</u>	<u>8,780</u>	<u>1,068</u>	<u>77,964</u>
Less accumulated depreciation/amortization for:				
Land improvements	13,914	1,466	70	15,310
Structures and improvements	16,718	953	923	16,748
Equipment	1,727	130	43	1,814
Vehicles	47	-	-	47
Software	1,118	1,447	-	2,565
Total accumulated depreciation/amortization	<u>33,524</u>	<u>3,996</u>	<u>1,036</u>	<u>36,484</u>
Total capital assets, depreciable/amortizable, net	<u>36,728</u>	<u>4,784</u>	<u>32</u>	<u>41,480</u>
Non-major Enterprise Funds capital assets, net	<u>\$ 52,171</u>	<u>\$ 6,171</u>	<u>\$ 7,528</u>	<u>\$ 50,814</u>
Business-type activities capital assets, net	<u>\$ 419,111</u>	<u>\$ 83,730</u>	<u>\$ 16,704</u>	<u>\$ 486,137</u>

Depreciation/amortization

Depreciation/amortization expense was charged to governmental functions as follows (in thousands):

General government:	
General administration	\$ 6,506
Total general government	\$ 6,506
Public protection:	
Judicial	706
Police protection	2,009
Detention and correction	4,326
Fire protection	5,009
Watershed protection and soil & water conservation	3,349
Protective inspection	3
Other	<u>1,054</u>
Total public protection	16,456
Public ways and facilities	2,054
Health and sanitation services	600
Public assistance:	
Administration	523
Other	<u>72</u>
Total public assistance	595
Education	203
Capital assets held by the internal service funds	<u>9,768</u>
Total depreciation/amortization expense - governmental activities	<u>\$ 36,182</u>

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Depreciation/amortization expense was charged to the business-type activities as follows (in thousands):

Medical Center	\$ 13,774
Department of Airports	2,727
Waterworks Districts	2,437
Parks Department	1,622
Channel Islands Harbor	897
Health Care Plan	1,449
Oak View District	<u>28</u>
Total depreciation/amortization expense - business-type activities	<u>\$ 22,934</u>

Construction in Progress and Capital Projects Commitments

Construction in progress for governmental activities represents work being performed on Fire Protection District projects, infrastructure, Watershed Protection District projects, El Rio Sewer project, Information Technology Services projects, and a number of smaller projects. Construction in progress for the business-type activities represents work being performed on the Medical Center and Clinics, Waterworks District projects, Harbor Department projects, and information technology projects.

Construction in progress and capital projects commitments as of June 30, 2015, are as follows (in thousands):

	<u>Construction in Progress</u>	<u>Additional Committed Funds</u>
Governmental activities	<u>\$ 37,900</u>	<u>\$ 22,233</u>
Business-type activities:		
Medical Center	\$ 169,283	\$ 134,068
Department of Airports	936	2
Waterworks Districts	7,425	1,487
Parks Department	67	-
Channel Islands Harbor	274	-
Oak View District	<u>11</u>	<u>-</u>
Total business-type activities	<u>\$ 177,996</u>	<u>\$ 135,557</u>

Long-term commitments for infrastructure construction contracts totaled \$12,153,971 (principally for road and watershed protection projects) at June 30, 2015.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 8 - ACCRUED LIABILITIES

Accrued liabilities at year-end of the County’s major, non-major, and internal service funds in the aggregate are as follows (in thousands):

<u>Governmental Funds</u>	<u>General Fund</u>	<u>Roads</u>	<u>Watershed Protection Districts</u>	<u>Fire Protection District</u>	<u>Non-major Governmental Funds</u>	<u>Internal Service Funds</u>	<u>Total Governmental Activities</u>
Accrued salaries, benefits, and other payroll liabilities	\$ 15,419	\$ -	\$ -	\$ 3,231	\$ 1,263	\$ 2,575	\$ 22,488
Audit disallowances:							
Mental Health Short Doyle	10,654	-	-	-	-	-	10,654
Other audit disallowances	1,061	-	-	-	-	-	1,061
Accrued interest on tax and revenue anticipation notes	2,172	-	-	-	-	-	2,172
Money managed for others by Public Administrator/Public Guardian	2,712	-	-	-	-	-	2,712
Property tax clearing	3,931	-	-	-	-	-	3,931
Public assistance benefits payable	5,340	-	-	-	-	-	5,340
Civil judgments and holdings	551	-	-	-	-	-	551
Seized money pending release	2,370	-	-	-	-	-	2,370
Clearing and other liabilities	5,186	476	1,888	3	223	3,958	11,734
Total	<u>\$ 49,396</u>	<u>\$ 476</u>	<u>\$ 1,888</u>	<u>\$ 3,234</u>	<u>\$ 1,486</u>	<u>\$ 6,533</u>	<u>\$ 63,013</u>
<u>Proprietary Funds</u>	<u>Medical Center</u>	<u>Department of Airports</u>	<u>Waterworks Districts</u>	<u>Non-major Enterprise Funds</u>	<u>Total Business-type Activities</u>		
Accrued salaries and benefits	\$ 3,741	\$ 62	\$ -	\$ 269	\$ 4,072		
Medicare, Medi-Cal, and SB1100 reserves	15,261	-	-	-	15,261		
Clinic liabilities	4,961	-	-	-	4,961		
Clearing and other liabilities	44	-	303	677	1,024		
Total	<u>\$ 24,007</u>	<u>\$ 62</u>	<u>\$ 303</u>	<u>\$ 946</u>	<u>\$ 25,318</u>		

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 9 - LEASES

Operating Leases

The County is committed under various noncancelable operating leases (principally in the General Fund for governmental activities). Future minimum operating lease commitments are as follows (in thousands):

Year ending June 30:	Governmental Activities	Business-type Activities
2016	\$ 5,631	\$ 4,062
2017	5,595	3,969
2018	4,791	3,563
2019	4,607	3,604
2020	4,094	3,368
2021-2025	10,833	13,738
Total minimum payments required	\$ 35,551	\$ 32,304

Rental expense for County-wide operating leases was \$27,995,000 for the year ended June 30, 2015. Contingent rental revenues under operating leases are based on percentages of lessee sales and totaled approximately \$1,181,000 for the year ended June 30, 2015.

The Channel Islands Harbor, Parks Department, and Department of Airports Enterprise funds lease properties to others under operating leases with terms of up to 85 years. The following is a summary of future minimum rental revenues on noncancelable leases at June 30, 2015 (in thousands):

Year ending June 30:	Amounts
2016	\$ 6,351
2017	5,616
2018	5,317
2019	5,118
2020	6,236
2021-2025	22,737
2026-2030	18,371
2031-2035	15,612
2036-2040	12,027
2041-2045	10,738
2046-2050	7,966
2051-2055	5,500
2056-2060	1,976
2061-2065	1,208
2066-2070	965
2071-2075	965
2076-2080	965
2081-2085	965
2086-2090	964
2091-2095	964
2096-2100	868
Total	\$ 131,429

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Capital Leases

The County has entered into a capital lease agreement under which the present value of the minimum lease payments required under the lease is at least 90% of the fair value of the assets at the inception of the lease. There were no capital leases in the governmental activities.

The following is a schedule of property leased under the capital lease by major class in the business-type activities at June 30, 2015 (in thousands):

	Business-type Activities
Equipment	180
Less: Accumulated amortization	(39)
Total net of amortization	\$ 141

As of June 30, 2015, capital lease annual amortization in the business-type activities is as follows (in thousands):

	Business-type Activities
Year ending June 30:	
2016	\$ 42
2017	42
2018	43
2019	43
Total requirements	170
Less: amount representing interest	(26)
Present value of remaining payments	\$ 144

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 10 - LONG-TERM LIABILITIES

Long-term obligations of the County consist of certificates of participation, lease revenue bonds, tax-exempt commercial paper, loans payable, capital leases, compensated absences, and other liabilities. Capitalized lease obligations are described further in Note 9.

Certificates of participation (COPs) and lease revenue bonds are obligations of a public entity based on a lease agreement and are paid by lease payments from County departments/funds for use of the facilities or equipment constructed or purchased from the debt proceeds. Tax-exempt commercial paper (TECP) is unsecured short-term promissory notes issued with maturities ranging from 2 to 270 days.

The Public Financing Authority (PFA) was formed in August of 1998. TECP is used for the acquisition and renovation of facilities and the acquisition and upgrade of information systems. In 2014-15, TECP was used to fund the Upgrade of the Ventura County Financial Management System.

On July 14, 2009, the PFA originally issued \$89,720,000 of 2009 Certificates of Participation (PFA III COPs) used to currently refund PFC V, PFA I, and reimburse advances from TECP for the Fillmore office building, and the VCMC clinic and its continuing construction costs.

On March 7, 2013, the PFA issued \$302,060,000 of Lease Revenue Bonds, (LRBs Series 2013A) used to finance a new replacement wing of the Ventura County Medical Center and to retire \$20,656,000 of TECP.

On December 19, 2013, the PFA issued \$34,100,000 of Lease Revenue Bonds, (LRBs Series 2013B), used to prefund PFA II, and finance the acquisition of an office building located at 1911 Williams Drive, Oxnard, California.

On December 1, 2013, the PFA entered into a purchase agreement with the Ventura County Waterworks District No. 19 pursuant to which the District sold the Ventura County Waterworks District No. 19 Water Infrastructure Project to the PFA and the PFA entered into an installment sale agreement pursuant to which the PFA agreed to sell the Project to the District in consideration for which the District has agreed to make certain installment payments. The PFA then assigned to the County of Ventura Treasurer-Tax Collector, as trust Administrator, certain of its rights, title, and interest in and to the installment sale agreement including its right to receive installment payments thereunder.

On January 22, 2014, the United States Department of Agriculture, Rural Development agreed to purchase COPs in an aggregate amount not to exceed \$5,000,000 evidencing the right to receive installment payments made to the PFA pursuant to the Installment Sale Agreement dated December 1, 2013, between the PFA and the District. As of June 30, 2015, the United States Department of Agriculture, Rural Development had purchased COPs of \$2,696,556.

Compensated absences are liabilities for vacation, vested sick leave benefits, and compensatory time reported as required by GASB Statement Nos. 16 and 34 in the proprietary fund financial statements and the governmental and business-type activities of the government-wide financial statements. A liability for these amounts is reported in the governmental fund financial statements only if they have matured due to employee resignations and retirements. Governmental fund liabilities are typically liquidated in the General Fund and certain special revenue funds.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Other liabilities include the net pension liability as required by GASB Statement No. 68, the liability for medical malpractice insurance claims incurred but not reported (tail coverage) for General Fund health departments and the Medical Center, the net pension obligation relating to the Management Retiree Health Benefit, the net other postemployment benefits (OPEB) obligation, claims liabilities relating to the self-insurance of certain risks in the General Insurance and Employee Benefit Insurance Internal Service Funds, and the Health Care Plan.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Summaries of long-term indebtedness and liabilities incurred by the governmental and business-type activities, outstanding as of June 30, 2015, are as follows (in thousands):

Type of indebtedness/liabilities	Maturity	Interest Rates	Original Issue Amount
Governmental Activities:			
<i>Certificates of Participation/Lease Revenue Bonds:</i>			
Public Financing Authority III:			
General Fund (net of premiums)	08/15/15-08/15/29	3.00 - 6.00%	\$ 20,663
General Services - Facilities	08/15/15-08/15/29	3.00 - 6.00%	1,845
Public Financing Authority			
Lease Revenue Bonds (Series 2013A):			
General Fund (net of premiums)	11/01/15-11/01/43	2.00 - 5.00%	4,975
Information Technology Services			
- Telecommunications (net of premiums)	11/01/15-11/01/43	2.00 - 5.00%	9,735
Lease Revenue Bonds (Series 2013B):			
General Fund (net of premiums)	11/01/15-11/01/27	3.00 - 5.00%	<u>34,100</u>
Total Certificates of Participation/Lease Revenue Bonds			<u>71,318</u>
 <i>Tax-Exempt Commercial Paper:</i>			
Public Financing Authority:			
General Fund	Rolling	0.05 - 0.10%	34,537
Transportation	Rolling	0.05 - 0.10%	300
General Services - Facilities	Rolling	0.05 - 0.10%	2,386
JJC Traffic Signal	Rolling	0.05 - 0.10%	<u>250</u>
Total Tax-Exempt Commercial Paper			<u>37,473</u>
 <i>Loans Payable:</i>			
County Service Areas - 34 El Rio (SWRCB 09)	06/30/15-06/30/40	2.60%	6,869
County Service Areas - 34 El Rio (SWRCB 10)	06/23/15-06/23/41	1.0%	<u>4,564</u>
Total Loans Payable			<u>11,433</u>
 <i>Compensated Absences Liability</i>			
	N/A	N/A	<u>-</u>
 <i>Other Liabilities:</i>			
Net Pension Liability	N/A	N/A	-
Medical malpractice (General Fund)	N/A	N/A	-
Net Pension Obligation (Mgmt Retiree Health Benefit)	N/A	N/A	-
Net Other Postemployment Benefits (OPEB)	N/A	N/A	-
Claims liabilities (General Insurance and Employee Benefit Insurance)	N/A	N/A	-
Total Other Liabilities			<u>-</u>
Total Governmental Activities			<u>\$ 120,224</u>

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Outstanding July 1, 2014,as restated	Additions and Transfers	Reductions and Transfers	Outstanding June 30, 2015	Amount Due Within One Year	Type of indebtedness/liabilities
Governmental Activities:					
<i>Certificates of Participation/Lease Revenue Bonds:</i>					
					Public Financing Authority III:
\$ 12,643	\$ -	\$ 2,129	\$ 10,514	\$ 2,215	General Fund (including premiums)
819	-	261	558	272	General Services - Facilities
					Public Financing Authority
					Lease Revenue Bonds (Series 2013A):
5,513	-	346	5,167	356	General Fund (including premiums)
					Information Technology Services
10,293	-	952	9,341	977	- Telecommunications (including premiums)
					Lease Revenue Bonds (Series 2013B):
37,772	-	2,910	34,862	3,130	General Fund (including premiums)
<u>67,040</u>	<u>-</u>	<u>6,598</u>	<u>60,442</u>	<u>6,950</u>	Total Certificates of Participation/Lease Revenue Bonds
<i>Tax-Exempt Commercial Paper:</i>					
					Public Financing Authority:
4,741	5,000	1,165	8,576	1,248	General Fund
201	-	20	181	19	Transportation
2,586	-	184	2,402	169	General Services - Facilities
109	-	36	73	36	JJC Traffic Signal
<u>7,637</u>	<u>5,000</u>	<u>1,405</u>	<u>11,232</u>	<u>1,472</u>	Total Tax-Exempt Commercial Paper
<i>Loans Payable:</i>					
6,063	-	166	5,897	170	County Service Areas - 34 El Rio (SWRCB 09)
<u>3,140</u>	<u>-</u>	<u>102</u>	<u>3,038</u>	<u>103</u>	County Service Areas - 34 El Rio (SWRCB 10)
<u>9,203</u>	<u>-</u>	<u>268</u>	<u>8,935</u>	<u>273</u>	Total Loans Payable
<u>62,169</u>	<u>37,529</u>	<u>31,182</u>	<u>68,516</u>	<u>35,150</u>	<i>Compensated Absences Liability</i>
					<i>Other Liabilities:</i>
858,631	60,506	440,681	478,456	-	Net Pension Liability
378	-	51	327	-	Medical malpractice (General Fund)
853	-	26	827	-	Net Pension Obligation (Mgmt Retiree Health Benefit)
4,503	329	-	4,832	-	Net Other Postemployment Benefits (OPEB)
					Claims liabilities (General Insurance and
142,752	31,834	25,524	149,062	31,150	Employee Benefit Insurance)
<u>1,007,117</u>	<u>92,669</u>	<u>466,282</u>	<u>633,504</u>	<u>31,150</u>	Total Other Liabilities
<u>\$ 1,153,166</u>	<u>\$ 135,198</u>	<u>\$ 505,735</u>	<u>\$ 782,629</u>	<u>\$ 74,995</u>	Total Governmental Activities

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Type of indebtedness/liabilities	Maturity	Interest Rates	Original Issue Amount
Business-type Activities - Major Funds:			
<i>Medical Center:</i>			
Public Financing Authority III	08/15/15 - 08/15/29	3.00 - 6.00%	\$ 67,130
Public Financing Authority Lease Revenue Bonds (Series 2013A) (net of premium)	11/01/15 - 11/01/43	2.00 - 5.00%	283,465
Public Financing Authority/Tax-Exempt Commercial Paper	Rolling	0.05 - 0.10%	3,753
Capital Lease Obligation - Stryker	Semi-Annual to 1/19	7.76%	180
Total Medical Center			<u>354,528</u>
<i>Department of Airports:</i>			
Department of Transportation Loan	08/13/15	4.987%	240
Total Department of Airports			<u>240</u>
<i>Waterworks Districts:</i>			
State Water Loan	04/01/15	3.371%	260
Revolving Fund Loan (Maximum Commitment of \$1,769)	06/11/15-06/11/23	1.40%	1,364
Revolving Fund Loan (Maximum Commitment of \$5,555)	07/01/15 - 07/01/40	1.00%	3,532
Waterworks District No. 19 USDA Loan (Maximum Commitment of \$5,000)	12/01/15 - 12/01/53	3.375	114
Total Waterworks Districts			<u>5,270</u>
Business-type Activities - Non-major Funds:			
<i>Channel Islands Harbor:</i>			
Public Financing Authority Lease Revenue Bonds (Series 2013A) (net of premium)	11/01/15-11/01/43	2.00 - 5.00%	3,885
Harbor Revetment Project			<u>3,885</u>
Total Channel Islands Harbor			<u>3,885</u>
<i>Oak View District:</i>			
Public Financing Authority/Tax-Exempt Commercial Paper	Rolling	0.05 - 0.10%	1,200
<i>Compensated Absences Liability</i>	N/A	N/A	<u>-</u>
<i>Other Liabilities:</i>			
Net Pension Liability	N/A	N/A	-
Claims liabilities (Health Care Plan)	N/A	N/A	-
Medical malpractice (Medical Center)	N/A	N/A	-
Total Other Liabilities			<u>-</u>
Total Business-type Activities			<u>\$ 365,123</u>

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Outstanding July 1, 2014, as restated	Additions and Transfers	Reductions and Transfers	Outstanding June 30, 2015	Amount Due Within One Year	Type of indebtedness/liabilities
Business-type Activities - Major Funds:					
<i>Medical Center:</i>					
\$ 54,120	\$ -	\$ 3,163	\$ 50,957	\$ 3,294	Public Financing Authority III
309,975	-	4,267	305,708	4,368	Public Financing Authority Lease Revenue Bonds (Series 2013A) (including premiums)
5,244	-	555	4,689	527	Public Financing Authority/Tax-Exempt Commercial Paper
180	-	36	144	32	Capital Lease Obligation - Stryker
<u>369,519</u>	<u>-</u>	<u>8,021</u>	<u>361,498</u>	<u>8,221</u>	Total Medical Center
<i>Department of Airports:</i>					
<u>31</u>	<u>-</u>	<u>20</u>	<u>11</u>	<u>11</u>	Department of Transportation Loan
31	-	20	11	11	Total Department of Airports
<i>Waterworks Districts:</i>					
15	-	15	-	-	State Water Loan
704	-	71	633	73	Revolving Fund Loan (Maximum Commitment of \$1,769)
4,950	-	160	4,790	162	Revolving Fund Loan (Maximum Commitment of \$5,555)
114	2,582	61	2,635	63	Waterworks District No. 19 USDA Loan (Maximum Commitment of \$5,000)
<u>5,783</u>	<u>2,582</u>	<u>307</u>	<u>8,058</u>	<u>298</u>	Total Waterworks Districts
Business-type Activities - Non-major Funds:					
<i>Channel Islands Harbor:</i>					
<u>3,975</u>	<u>-</u>	<u>448</u>	<u>3,527</u>	<u>458</u>	Public Financing Authority Lease Revenue Bonds (Series 2013A) (including premiums)
3,975	-	448	3,527	458	Harbor Revetment Project
Total Channel Islands Harbor					
<i>Oak View District:</i>					
<u>720</u>	<u>-</u>	<u>40</u>	<u>680</u>	<u>35</u>	Public Financing Authority/Tax-Exempt Commercial Paper
<u>8,283</u>	<u>5,498</u>	<u>4,983</u>	<u>8,798</u>	<u>5,447</u>	<i>Compensated Absences Liability</i>
<i>Other Liabilities:</i>					
104,454	7,456	53,165	58,745	-	Net Pension Liability
7,816	46,655	47,597	6,874	6,874	Claims liabilities (Health Care Plan)
1,818	-	398	1,420	-	Medical malpractice (Medical Center)
<u>114,088</u>	<u>54,111</u>	<u>101,160</u>	<u>67,039</u>	<u>6,874</u>	Total Other Liabilities
<u>\$ 502,399</u>	<u>\$ 62,191</u>	<u>\$ 114,979</u>	<u>\$ 449,611</u>	<u>\$ 21,344</u>	Total Business-type Activities

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

As of June 30, 2015, annual debt service requirements of governmental activities to maturity are as follows (in thousands):

Year Ending June 30:	Certificates of Participation		Lease Revenue Bonds		Tax-Exempt Commercial Paper		Loans Payable	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 2,436	\$ 459	\$ 4,000	\$ 1,971	\$ 1,472	\$ 169	\$ 273	\$ 183
2017	2,557	336	4,140	1,820	964	147	279	178
2018	565	259	4,305	1,641	942	132	284	172
2019	595	230	4,505	1,434	947	118	290	167
2020	620	200	3,970	1,229	955	104	296	161
2021-2025	3,610	485	15,060	3,748	4,662	299	1,570	713
2026-2030	-	-	8,010	526	1,290	43	1,740	545
2031-2035	-	-	-	-	-	-	1,929	356
2036-2040	-	-	-	-	-	-	2,142	146
2041-2045	-	-	-	-	-	-	132	1
Total requirements	10,383	\$ 1,969	43,990	\$ 12,369	\$ 11,232	\$ 1,012	\$ 8,935	\$ 2,622
Bond premium	689		5,380					
Total	\$ 11,072		\$ 49,370					

Interest payments and certificate of participation retirements are serviced by revenues generated from lease payments made by the General Fund on leased facilities.

As of June 30, 2015, annual debt service requirements of business-type activities for major funds and non-major funds to maturity are as follows (in thousands):

Year Ending June 30:	MEDICAL CENTER				DEPARTMENT OF AIRPORTS		WATERWORKS DISTRICTS			
	Certificates of Participation		Lease Revenue Bonds		Tax-Exempt Commercial Paper		Loans Payable			
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest		
2016	\$ 3,294	\$ 2,619	\$ 3,355	\$ 12,971	\$ 527	\$ 70	\$ 11	\$ 1	\$ 298	\$ 145
2017	3,463	2,454	3,460	12,869	534	63	-	-	303	140
2018	2,470	2,305	3,585	12,746	543	54	-	-	308	135
2019	2,600	2,176	3,730	12,599	551	46	-	-	315	130
2020	2,730	2,043	3,920	12,427	559	38	-	-	321	125
2021-2025	15,845	7,959	26,715	58,604	1,685	90	-	-	1,518	544
2026-2030	20,555	3,076	41,510	50,098	290	4	-	-	1,384	419
2031-2035	-	-	54,025	38,622	-	-	-	-	1,514	286
2036-2040	-	-	68,850	23,802	-	-	-	-	1,664	134
2041-2045	-	-	67,870	6,254	-	-	-	-	433	8
Total requirements	\$ 50,957	\$ 22,632	277,020	\$ 240,992	\$ 4,689	\$ 365	\$ 11	\$ 1	\$ 8,058	\$ 2,066
Bond premium			28,688							
Total			\$ 305,708							

Year Ending June 30:	Lease-Revenue Bonds		Tax-Exempt Commercial Paper	
	Principal	Interest	Principal	Interest
2016	\$ 395	\$ 126	\$ 35	\$ 10
2017	410	114	36	10
2018	425	99	36	9
2019	440	81	37	9
2020	460	61	38	8
2021-2025	996	50	197	31
2026-2030	-	-	301	14
Total requirements	3,126	\$ 531	\$ 680	\$ 91
Bond premium	401			
Total	\$ 3,527			

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Legal Debt Limit

The County's legal annual debt limit as of June 30, 2015, is approximately \$1,461,509,000. The County's legal debt limit is set by statute at 1.25 percent of total assessed valuation. The general obligation bonded debt per capita is \$0.00. Certificates of participation (COPs), lease revenue bonds, TECP, and loans payable subject to the debt limit total \$454,239,000 at June 30, 2015.

Arbitrage

The Internal Revenue Code of 1986, Sections 103 and 141 through 150, restricts the amount of interest earnings an issuer of tax-exempt issuances can earn on the proceeds. The interest earnings rate cannot exceed the yield on the tax-exempt COPs.

Management believes that as of June 30, 2015, there is no arbitrage liability. The activities of tax-exempt debt issues will continue to be monitored and appropriate analysis made to determine any future obligation.

Special Assessment Debt

As of June 30, 2015, tax-exempt commercial paper was outstanding in the amount of \$680,000 for the Oak View School Preservation and Maintenance District (Oak View District). On August 2, 2002, the Oak View District was formed to purchase and rehabilitate the Oak View School for a community park and family resource center. The initial funding was provided by a loan from tax-exempt commercial paper partially offset by grant funds. The cost of debt payments over the thirty year period and operations will be paid solely from benefit assessments.

The County acts as an agent for the property owners in collecting assessments for the Oak View District and initiating foreclosure proceedings, if appropriate. The County directly administers the Oak View School project and the related PFA debt; therefore, the debt, along with other PFA issued County debt, is included in the accompanying financial statements.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 11 - SERVICE CONCESSION ARRANGEMENTS (SCA)

The County has determined that the following arrangements meet the criteria set forth in GASB Statement No. 60, where the County is the transferor and therefore included these SCAs in the County's financial statements.

Rustic Canyon Golf Course

Effective May 1, 2001, the County entered into a 50-year lease agreement (having options for two successive 10-year extensions) with Happy Camp Canyon, LLC (Happy Camp), under which Happy Camp will develop, operate, and maintain a regulation, high quality, fully public 18-hole golf course, clubhouse, pro shop, food and beverage facility, cart storage structure(s), maintenance equipment storage structure(s), and supporting infrastructures. Happy Camp will invest a minimum of \$5,000,000 in real property improvements. Rates and charges to patrons shall be reasonable, competitive, and comparable to rates and charges at other comparable public golf courses in Ventura and Los Angeles Counties. The County has approval rights over the rules and regulations schedule, the operating schedule, and the prices. The agreement provides for base minimum rents which are considered installment payments under GASB 60 and percentage rents which are not. Minimum base rent terms are: Year 1, \$60,000; Year 2, \$130,000; Years 3-5, \$250,000 (less \$125,000 water credit); and Years 6-50, minimum annual rent is adjusted every 5 years to an amount equal to 80 percent of the average of the total yearly rent (minimum rent and percentage rent) for the previous 5 years, provided it shall not be less than \$250,000 per year adjusted by CPI; less \$125,000 water credit. It is reasonable to assume that those conditions will be met during the term of the agreement, therefore reductions to the base minimum rent installment payments have been made accordingly. At the end of the lease, all lessee owned improvements, except personal property, shall remain on the property and thereafter be owned by the County.

Steckel Park – Ventura Ranch KOA

Effective October 1, 2009, the County entered into a 14-year, 9 month lease agreement with Ventura Ranch Resort, LLC (Ventura Ranch KOA) (having one option for an additional 15 years, and two additional 10-year options, each contingent on the lessee's completion of additional capital improvements), under which Ventura Ranch KOA will improve, operate, and maintain the Steckel Recreation Vehicle Campground. The first investment commitment of \$1,000,000, which triggers GASB 60, will extend the lease term of 15 years to June 30, 2039, and is presumed to be exercised. Ventura Ranch KOA may use a rate management system that is commonly accepted and applies hospitality industry experience and practices and accounts for market conditions, capital expenditure, available amenities, and level of service. The County has approval rights over the rules and regulations schedule and the operating schedule. The agreement provides for base minimum rents which are considered installment payments under GASB 60 and percentage rents which are not. Minimum base rent terms are: Years 1-5, \$45,000, and Years 6 through the end of the term, minimum annual rent is adjusted every 5 years to an amount equal to 80 percent of the average of the total yearly rent (minimum rent and percentage rent) for the previous 5 years. At the end of the lease, all lessee owned improvements, except personal property, shall remain on the property and thereafter be owned by the County.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Capital asset balances and related accumulated depreciation for each SCA for the year ended June 30, 2015 are as follows (in thousands):

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Rustic Canyon Golf Course:				
Capital assets, depreciable/amortizable:				
Land improvements	\$ 6,321	\$ -	\$ -	\$ 6,321
Structures and improvements	1,724	-	-	1,724
Total capital assets, depreciable/amortizable	<u>8,045</u>	<u>-</u>	<u>-</u>	<u>8,045</u>
Less accumulated depreciation/amortization for:				
Land improvements	4,660	423	-	5,083
Structures and improvements	634	57	-	691
Total accumulated depreciation/amortization	<u>5,294</u>	<u>480</u>	<u>-</u>	<u>5,774</u>
Total capital assets, depreciable/amortizable, net	<u>2,751</u>	<u>(480)</u>	<u>-</u>	<u>2,271</u>
Steckel Park - Ventura Ranch KOA:				
Capital assets, depreciable/amortizable:				
Land improvements	630	314	-	944
Structures and improvements	852	-	-	852
Total capital assets, depreciable/amortizable	<u>1,482</u>	<u>314</u>	<u>-</u>	<u>1,796</u>
Less accumulated depreciation/amortization for:				
Land improvements	151	62	-	213
Structures and improvements	237	88	-	325
Total accumulated depreciation/amortization	<u>388</u>	<u>150</u>	<u>-</u>	<u>538</u>
Total capital assets, depreciable/amortizable, net	<u>1,094</u>	<u>164</u>	<u>-</u>	<u>1,258</u>
SCA capital assets, net	<u>\$ 3,845</u>	<u>\$ (316)</u>	<u>\$ -</u>	<u>\$ 3,529</u>

The deferred inflows of resources activity for each SCA for the year ended June 30, 2015 was as follows (in thousands):

	Balance July 1, 2014	Additions	Deletions/ Amortization	Balance June 30, 2015
Present Value of Installment Payments (1)				
Rustic Canyon Golf Course	\$ 2,112	\$ -	\$ 163	\$ 1,949
Steckel Park - Ventura Ranch KOA	279	-	27	252
Sub-total Present Value of Installment Payments	<u>2,391</u>	<u>-</u>	<u>190</u>	<u>2,201</u>
SCA Capital Assets (2)				
Rustic Canyon Golf Course	6,194	-	168	6,026
Steckel Park - Ventura Ranch KOA	1,319	313	63	1,569
Sub-total SCA Capital Assets	<u>7,513</u>	<u>313</u>	<u>231</u>	<u>7,595</u>
Total deferred inflows	<u>\$ 9,904</u>	<u>\$ 313</u>	<u>\$ 421</u>	<u>\$ 9,796</u>

(1) Installment payments present values calculated using a discount rate of 7.57% for Rustic Canyon Golf Course and 9.46% for Ventura Ranch KOA with deferred inflows recognized in accordance with the amortization schedules.

(2) Amortization calculated using straight-line method for the term of agreement for each SCA.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 12 - NET POSITION/FUND BALANCES

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

- *Net Investment In Capital Assets* – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation, the outstanding balances of debt, and deferred inflows that are attributable to the acquisition, construction, or improvement of these assets reduce the balance in this category.
- *Restricted* – This category reflects the component of net position that is subject to constraints either by creditors (such as debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. At June 30, 2015, restricted net position for governmental activities totaled \$333,367,000, of which \$299,360,000, was restricted by enabling legislation.
- *Unrestricted* – This category represents the net position of the County not restricted for any project or other purpose. Outstanding liabilities and deferred inflows that are attributable to this component reduce the balance of this category.

Fund Statement - Fund Balances

In the fund financial statements, governmental funds report fund balance as nonspendable, restricted, committed, assigned or unassigned based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

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 or prepaid amounts, and may also include the long-term receivables.

Restricted fund balance - includes amounts with constraints on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – includes amounts that can only be used for the specific purposes determined by the highest form of decision-making authority, an Ordinance, of the highest level of decision-making authority, the County Board of Supervisors (Board). Commitments may be changed only by the County taking the same formal action, amending or repealing the ordinance, that originally imposed the constraint.

Assigned fund balance – includes amounts that are constrained by the County’s intent to be used for specific purposes. The intent can be expressed by either the highest level of decision making, the Board, or by a body or an official to which the Board has delegated the authority. The Board establishes and modifies assignments of fund balance through the adoption of the budget and subsequent budget amendments.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Unassigned fund balance – is the residual classification for the General Fund and includes all amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed or assigned to those purposes.

At June 30, 2015, fund balance for governmental funds is made up of the following (in thousands):

Fund Balances	General Fund	Roads	Watershed Protection Districts	Fire Protection District	Non-major Governmental Funds	Total
Nonspendable:						
Inventory and prepaid amounts	\$ 779	\$ -	\$ -	\$ 1,225	\$ 63	\$ 2,067
Long term loans and notes receivable	17,722	-	-	-	-	17,722
Permanent fund principal	-	-	-	-	1,133	1,133
Restricted for:						
General reserve	9,500	-	-	-	-	9,500
Teeter tax loss reserve	16,357	-	-	-	-	16,357
Law enforcement programs and capital projects	31,731	-	-	-	1,829	33,560
District attorney programs	9,891	-	-	-	-	9,891
Automation improvements	15,647	-	-	-	-	15,647
Health care programs	2,229	-	-	-	-	2,229
Gold Coast Health Plan loan	7,200	-	-	-	-	7,200
Behavioral health programs	6,686	-	-	-	-	6,686
Public assistance programs	5,212	-	-	-	140	5,352
Roads administration, maintenance, and projects	-	32,494	-	-	-	32,494
Watershed protection	-	-	46,287	-	-	46,287
Fire protection	-	-	-	96,371	-	96,371
Library services	-	-	-	-	1,556	1,556
County service areas	-	-	-	-	2,995	2,995
Mental Health Services Act (MHSA)	-	-	-	-	27,706	27,706
MHSA prudent reserve	-	-	-	-	9,446	9,446
Special assessment debt	-	-	-	-	557	557
Debt service	-	-	-	-	3,976	3,976
Other governmental purposes	2,321	-	-	-	37	2,358
Committed to:						
Waste management	3,808	-	-	-	-	3,808
Roads administration, maintenance, and projects	-	349	-	-	-	349
Traffic impact mitigation fees	-	21,080	-	-	-	21,080
Watershed protection	-	-	267	-	-	267
Facility ordinance fees	-	-	-	1,251	-	1,251
County service areas	-	-	-	-	3,226	3,226
Other governmental purposes	103	-	-	-	9	112
Assigned to:						
Purchase contracts	19,673	-	-	-	-	19,673
Fixed asset acquisitions	9,450	-	-	-	-	9,450
Stormwater management	2,225	-	-	-	-	2,225
Public assistance programs	1,097	-	-	-	-	1,097
Attrition and program mitigation	29,444	-	-	-	-	29,444
Audit disallowances	1,000	-	-	-	-	1,000
Law enforcement programs	575	-	-	-	-	575
Roads administration, maintenance, and projects	-	1,225	-	-	-	1,225
Watershed protection	-	-	1,451	-	-	1,451
Library services	-	-	-	-	3,751	3,751
County service areas	-	-	-	-	98	98
Other governmental purposes	833	-	-	-	-	833
Unassigned	174,986	-	-	-	(1,945)	173,041
Total fund balances	<u>\$ 368,469</u>	<u>\$ 55,148</u>	<u>\$ 48,005</u>	<u>\$ 98,847</u>	<u>\$ 54,577</u>	<u>\$ 625,046</u>

When restricted and unrestricted (committed, assigned, or unassigned) resources are available, restricted resources are generally considered to be used first, followed by committed, assigned and unassigned resources as they are needed.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 13 - MEDICARE AND MEDI-CAL PROGRAMS

The Medical Center provides services to eligible patients under Medi-Cal and Medicare programs. For the fiscal year ended June 30, 2015, the Medi-Cal and Medicare programs represented approximately 72 percent of the Medical Center's net revenue.

Medi-Cal inpatient services are reimbursed through the guidelines and methodology covered under California's Section 1115 Medi-Cal Hospital/Uninsured Care Demonstration (SB1100). The interim hospital per diem rates were computed based on the hospital's cost report data, supplemental worksheets, and supporting documentation that were designed by the Department of Health Care Services and are subject to reconciliation based on the filed and reconciled Medi-Cal 2552-96 cost report. Medi-Cal outpatient services are reimbursed under a schedule of maximum allowances and additional supplemental funding through AB915 for uncompensated costs.

Medicare inpatient services are reimbursed based upon pre-established rates for diagnostic-related groups. Medicare outpatient services and certain defined capital and medical education costs related to Medicare beneficiaries are paid based on a cost-reimbursement methodology. Final reimbursement is determined as a result of audits by the intermediary of annual cost reports submitted by the Medical Center. Reports on the results of such audits have been received through June 30, 2013, for Medicare and June 30, 2012, for Medi-Cal. Adjustments as a result of such audits are recorded in the year the amounts can be determined.

In addition, for the Medicare and Medi-Cal programs, the Medical Center has established liability reserves in the aggregate amount of \$15,261,000, for settlement included in the line item "Accrued Liabilities" for cost report settlement reserves covering the period from fiscal year 2005-06 through fiscal year 2014-15. In accordance with SB1100, the Medical Center receives an interim per diem payment in Medi-Cal revenue under Fee-for-Service program (FFS), Disproportionate Share Hospital program (DSH), and Safety Net Care Pool program (SNCP). The amount received/allocated to the Medical Center is based on the state budget and the financial performance of the designated public hospitals statewide. Accordingly, the amounts allocated to the Medical Center for any of the specific programs are subject to revision and reconciliation by the State. For the fiscal year ended June 30, 2015, the Medical Center has recorded \$84,508,000 of DSH, Delivery System Reform Incentive Pool, SNCP and supplemental revenues. The SB 1100 also covers an annual competitive grant for a pilot program to participate in a demonstration project for healthcare coverage for qualified uninsured, or the Health Care Coverage Initiative Program, which ended in December 2013. Under the Federal Affordable Healthcare Act for Medical Expansion, the AB 85 Medi-Cal Expansion Program was established in January 2014 which transitioned eligible uninsured individuals with income up to 138 percent of Federal Poverty Level into Medi-Cal Managed Care, increasing reimbursement to at least the cost of providing the service. Medi-Care revenue represented 15 percent and Medi-Cal revenue represented 56 percent of the net revenue.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 14 - PENSION PLANS

Ventura County participates in the VCERA and SRP which are subject to GASB Statement No. 68. A summary of the pension amounts for the County's plans at June 30, 2015 is as follows (in thousands):

	<u>VCERA</u>	<u>SRP</u>	<u>Total</u>
Deferred outflows related to pensions	\$ 167,431	\$ 1,410	\$ 168,841
Net pension liability	531,315	5,886	537,201
Deferred inflows related to pensions	328,898	1,206	330,104
Pension expense	67,138	822	67,960

VCERA

Plan Description

The County has a contributory defined benefit plan (Plan) established pursuant to Government Code Sections 31450 through 31899 and administered by the VCERA. VCERA operates a cost-sharing, multiple-employer system with substantially all member employers included in the County's governmental reporting entity. Covered employees include those from Courts, Air Pollution Control District and other smaller special districts. Membership in the VCERA is mandatory for permanent employees who work a regular schedule of 64 hours or more per biweekly pay period.

VCERA is governed by the Board of Retirement. The Plan's benefit provisions and contribution requirements are established and may be amended by state law and resolutions and ordinances adopted by the Board of Retirement and Board of Supervisors. VCERA issues an independently audited Comprehensive Annual Financial Report. A copy of this report can be obtained by contacting the Retirement Association at 1190 South Victoria Avenue, Suite 200, Ventura, California, 93003.

Plan members are classified as either General or Safety. Safety membership includes those involved in active law enforcement, fire suppression, and probation. Members are classified in tiers as follows:

Closed to New Enrollment:

- General Tier 1* All general members with membership dates before June 30, 1979, plus Deputy Sheriff trainees and certain executive management with membership dates before January 1, 2013.
- General Tier 2* All general members with membership dates on or after June 30, 1979 and before January 1, 2013, except as noted above for General Tier 1.
- Safety* All safety members with membership dates before January 1, 2013.

Open to New Enrollment:

- PEPRA General Tier 1* Deputy Sheriff trainees and certain executive management with membership dates on or after January 1, 2013.
- PEPRA General Tier 2* All general members with membership dates on or after January 1, 2013, except as noted above for PEPRA General Tier 1.
- PEPRA Safety* All safety members with membership dates on or after January 1, 2013.

COUNTY OF VENTURA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (Continued)

Retirement Benefits

VCERA provides retirement, disability, death, and survivor benefits to its members and qualified beneficiaries. A General or Safety member with 10 or more years of County service is entitled to an annual retirement allowance beginning at age 50. General members with 30 or more years of service and Safety members with 20 or more years of service may begin receiving a retirement allowance regardless of age. PEPRAs members are eligible to retire with 5 or more years of service beginning at age 52 for general members and at age 50 for safety members. The basic retirement allowance is based upon the member's age, years of retirement service credit, and final average compensation. The tiers and benefit formulas are as follows:

<u>Tier:</u>	<u>Benefit Formula</u>
General Tier 1	2% @ 58.5
General Tier 2	2% @ 61
Safety Tier1	2% @ 50
PEPRA General	2.5% @ 67
PEPRA Safety	2.7% @ 57

Employees terminating before accruing 5 years of retirement service credit (5-year vesting) forfeit the right to receive retirement benefits unless they establish reciprocity with another public agency within the prescribed time period. Non-vested employees who terminate service are entitled to withdraw their accumulated contributions plus accrued interest. Employees who terminate service after earning 5 years of retirement service credit may leave their contributions on deposit and elect to take a deferred retirement. In addition, certain death, disability, and supplemental benefits are provided to eligible employees. Cost of living adjustments of up to three percent per annum are made for all Safety and Tier 1 employees. Certain General Tier 2 members also receive a fixed two percent cost of living adjustment on eligible SEIU service.

Contributions

The County of Ventura and contracting districts contribute to VCERA based upon actuarially determined contribution rates adopted by the Board of Retirement. Members are required to make contributions to VCERA regardless of the retirement plan or tier in which they are included. Employer contribution rates are adopted annually based upon recommendations received from VCERA's actuary after the completion of the annual actuarial valuation. Employer contributions to VCERA from the County were \$167,431,000 for the year ended June 30, 2015. Employer contributions include employer pick ups in accordance with Government Code 31581.1. Any pick ups in excess of that amount are not included. Employer and employee contribution rates, based on pensionable payroll, are as follows:

	<u>Employer Contribution Rates</u>	<u>Employee Contribution Rates</u>
General Tier 1	50.20%	9.16%
General PEPRA Tier 1	46.11%	6.50%
General Tier 2	18.68%	5.78%
General PEPRA Tier 2	17.03%	6.83%
General Tier 2C*	19.65%	8.41%
General PEPRA Tier 2C*	17.91%	9.46%
Safety	55.68%	12.44%
Safety PEPRA	53.56%	16.14%

*2C (with COLA)

The rates above approximate the proportion of contributions based on covered-employee payroll.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

*Pension Liabilities, Pension Expenses, and Deferred Outflow of Resources
and Deferred Inflows of Resources Related to Pensions*

At June 30, 2015, the County reported a liability of \$531,315,000 for its proportionate share of the Net Pension Liability (NPL). The NPL was measured as of June 30, 2014. The Plan's fiduciary net position was valued as of the measurement date while the Total Pension Liability (TPL) was determined based upon rolling forward the TPL from the actuarial valuation as of June 30, 2013. The County's proportion of the NPL was based on the ratio of the County's compensation by tier to the total compensation for the tier. This ratio was then applied to the NPL for the tier. The County's NPL is the sum of the NPL for each tier. At June 30, 2014, the County's proportion was 96.052 percent, which was the same as its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the County recognized pension expense of \$67,138,000. At June 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (in thousands):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 37,932
Net difference between projected and actual earnings on Retirement plan investments	-	290,370
Changes in proportion and differences between County Contributions and proportionate share of contributions	-	596
County contributions subsequent to the measurement date	167,431	-
Total	\$ 167,431	\$ 328,898

\$167,431,000 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the NPL in the year ended June 30, 2016.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows (in thousands):

Year Ending June 30,	Amount
2016	\$ (81,616)
2017	(81,616)
2018	(81,616)
2019	(81,615)
2020	(2,435)
Total	\$ (328,898)

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Actuarial Assumptions

The TPL was determined by an actuarial valuation as of June 30, 2013, which was rolled forward to June 30, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

	Assumptions
• Rate of return on investment	7.75%
• Projected salary increases	4.50% - 12.50%
Amount attributable to inflation	3.25%
Amount attributable to merit and longevity	0.50% - 8.50%
Amount attributable to real "across the board"	0.75%
• Annual cost of living increases after retirement (Tier 1 and Safety members - contingent upon CPI increases, 3% maximum. Tier 2 SEIU members - fixed 2% not subject to CPI increases, for service after March 2003.)	0.00% - 3.00%
• Mortality	RP-2000 Combined Health Mortality Table

The actuarial assumptions used in the June 30, 2013 valuation, which was rolled forward to June 30, 2014, were based on the results of an experience study for the period July 1, 2008 through June 30, 2011. There are no changes to the assumptions from the prior valuation.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of inflation) are developed for each major asset class. These returns are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adding expected inflation and subtracting expected investment expenses and a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation but before investment expenses, used in the derivation of the long-term expected investment rate of return assumption are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	39.00 %	6.22 %
International equity	21.00 %	6.78 %
Core bonds	16.25 %	1.06 %
Global bonds	5.00 %	1.45 %
Real estate	10.00 %	5.05 %
Credit strategies	3.75 %	4.18 %
Private equity	5.00 %	11.08 %
Total	100.00 %	

Discount Rate

The discount rate used to measure the TPL was 7.75 percent. The projection of cash flows used to determine the discount rate assumed plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, VCERA's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. Beginning with the June 30, 2015 valuation, a discount rate of 7.50 percent will be used.

COUNTY OF VENTURA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (Continued)

Sensitivity of the County's Proportionate Share of the Net Pension Liability to changes in the discount rate

The following table presents the County's proportionate share of the NPL calculated using the discount rate of 7.75 percent, as well as what the County's proportionate share of the NPL would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate (in thousands):

	1% Decrease (6.75 %)	Current Discount Rate (7.75%)	1% Increase (8.75%)
County's proportionate share of the net pension liability	\$ 1,128,528	\$ 531,315	\$ 33,211

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued VCERA financial report.

Supplemental Retirement Plan

Plan Description

The SRP is a single employer contributory defined benefit pension plan governed by the Board of Supervisors and provisions of Internal Revenue Code Section 401. The SRP was adopted on January 1, 1992, and amended on the following dates: August 31, 1993, December 1, 2000, June 8, 2004, May 17, 2005, July 10, 2007, December 14, 2010, and May 15, 2012. The County Board of Supervisors governs the plan and has the authority to amend the benefits of the SRP. There is no separate report issued by the plan. SRP is comprised of three parts as follows:

- Part B - Safe Harbor. This plan was adopted on January 1, 1992, and provides benefits to County employees whose employment with the County does not otherwise entitle them to retirement benefits under the County's 1937 Act Retirement Plan or the Social Security Act and is in compliance with the Omnibus Budget Reconciliation Act of 1990. Eligible employees are vested upon enrollment.
- Part C - Early Retirement Incentive. This plan was adopted effective on January 1, 1992, and provides early retirement benefits to County employees pursuant to periodic early retirement incentive programs adopted by the County and is a tax qualified pension plan under Internal Revenue Code Section 401(a).
- Part D - Elected Department Head. This plan was adopted by the Board of Supervisors effective on December 1, 2000, and provides a supplemental retirement benefit to the County's elected department heads for retirement parity with appointed agency/department heads. The plan was amended on June 8, 2004, limiting eligible participants to those employees in an elected department head position between December 1, 2000, and June 8, 2004.

COUNTY OF VENTURA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (Continued)

Plan Membership

Plan participants at June 30, 2015, were as follows:

<u>Participant Classification</u>	<u>Number of Participants</u>
Retirees and beneficiaries currently receiving benefits:	
Supplemental retirement participants (Safe Harbor)	374
Early retirement participants (Early Retirement Incentive Plan)	34
Elected department head participants	7
Current employee participants:	
Supplemental retirement participants (Safe Harbor)	681
Elected department head participants	2
Terminated participants not yet receiving benefits:	
Supplemental retirement participants (Safe Harbor)	9,517
Total	10,615

Benefits

- Part B - Safe Harbor. The participant's monthly benefit or lump sum benefit is based on the total amount of compensation for the period of the participant's benefit accrual service for the last 30 years of participation. The participant is entitled to the benefit at the later of age 65 or the termination of employment. The benefit will be payable as a single life annuity or, if the actuarial present value of the accrued benefit is not more than \$5,000, a one-time lump sum amount will be paid in lieu of the monthly benefit. If the participant dies before retirement benefits begin, the participant's beneficiary will be entitled to receive a lump-sum death benefit payment. In May 2005, the plan was amended to allow participants to receive an actuarially reduced benefit beginning at age 50, if terminated from County employment. Also in May 2005, the plan was amended to allow participants, upon retirement, to elect a joint and survivor annuity option in which the annuity benefit will continue to the surviving spouse upon the death of the retiree.
- Part C - Early Retirement Incentive. The benefit is a monthly retirement benefit payable to the participant for life. Upon the death of the participant, the monthly retirement benefit shall be paid to the participant's surviving spouse, if any, for life.
- Part D - Elected Department Head. The benefit is a supplemental monthly retirement benefit payable to the participant for life. Upon the death of the participant, the monthly retirement benefit shall be paid to the surviving spouse for life, depending on the retirement payment option selected.

Contributions

The funding policy provides for periodic employer and employee contributions at actuarially determined rates expressed as percentages of annual covered payroll that are sufficient to accumulate the required assets to pay benefits when due.

- Part B - Safe Harbor. Each participant contributes three percent of compensation to the plan on a pre-tax basis. Employee contributions cease upon attainment of 30 years of Benefit Accrual Service.
- Part C - Early Retirement Incentive. This benefit is funded solely by employer contributions.
- Part D - Elected Department Heads. This benefit is funded solely by employer contributions.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

The actuarially determined contribution rate/contributions for the County for the fiscal year ending June 30, 2015, was 8.52 percent for Part B, \$63,000 for Part C, and \$215,000 for Part D.

Investment Policy

The Plan's investment policy in regard to the allocation of invested assets is established and may be amended by the Board of Supervisors by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that emphasizes safety, diversification and yield and follows the "prudent investor rule." Fair value calculations are based on market values provided by the Plan's investment custodian. The following was the Board's adopted asset allocation policy as of June 30, 2015:

<u>Asset Class</u>	<u>Target Allocation</u>
Equity	60 %
Fixed Income	39 %
Cash	<u>1 %</u>
Total	<u><u>100 %</u></u>

As of June 30, 2015, the Plan held the following investments that represent 5 percent or more of the plans fiduciary net position:

<u>Investment</u>	<u>Percentage of Fiduciary Net Position</u>
Wells Fargo Core Bond CIT F	24 %
Wells Fargo/Blackrock Large Cap Value Index CIT F	22 %
Wells Fargo/Blackrock Large Cap Growth Index CIT F	22 %
Wells Fargo/Blackrock Russell 2000 Index CIT F	11 %
Wells Fargo/Blackrock U.S. Aggregate Bond Index CIT F	9 %
Wells Fargo/Blackrock International Equity Index CIT F	8 %

Rate of Return

For the year ended June 30, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 3.70 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the NPL at June 30, 2015, were as follows (in thousands):

Total pension liability	\$ 27,064
Plan fiduciary net position	<u>(19,959)</u>
County's net pension liability	<u><u>\$ 7,105</u></u>
Plan fiduciary net position as a percentage of the total pension liability	73.8 %

The actuarial liabilities and assets are valued as of June 30, 2015.

COUNTY OF VENTURA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (Continued)

Actuarial Assumptions

The TPL was determined by an actuarial valuation as of June 30, 2015, using the following actuarial assumptions, applied to all periods included in the measurement:

	Assumptions
• Actuarial cost method	Entry age normal for Parts B and D, not applicable for Part C
• Amortization method	Level percentage of pay
• Remaining amortization period	10-15 years for Part B, 5 years for Part C, 10 years for Part D, closed
• Asset valuation method	5 years smoothed market value
• Rate of return on investment	7.50% net of expense
• Payroll Growth	3.25% for Part B, 4.00% for Part D, not applicable for Part C
• Projected salary increases	4.00% for Part B and 4.50% for Part D; not applicable for Part C
Amount attributable to inflation	3.25% for Parts B, C and D
• Annual cost of living increases after retirement	3.00% for Part D; none for Parts B and C
• Mortality	RP-2000 Combined Healthy Mortality Table for Parts B, C and D

An experience study has not been conducted for the SRP. However, the County participates in VCERA and utilizes the assumptions used by VCERA where appropriate and reasonable. The most recent VCERA experience study was conducted in 2015 for the period of July 1, 2011 through June 30, 2014.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity - Large Cap	40.00 %	6.00 %
Domestic equity - Small Cap	10.00 %	7.75 %
International equity	10.00 %	6.89 %
Fixed income	39.00 %	1.00 %
Cash	1.00 %	0.25 %
Total	100.00 %	

Discount Rate

The discount rate used to measure the TPL was 7.50 percent, which was changed from the rate of 7.75 percent used in the valuation dated June 30, 2014. The projection of cash flows used to determine the discount rate assumed that future contributions will be made in accordance with the SRP Funding Policy. Based on that assumption, the pension plan's fiduciary net position was projected to provide all projected future benefit payments of current plan members as determined in accordance with GASB Statement No. 67. Therefore, the 7.50 percent assumed long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Sensitivity of the Net Pension Liability to change in the discount rate

The following table presents the NPL of the Plan, calculated using the discount rate of 7.50 percent, as well as what the Plan's NPL would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50 percent) or 1-percentage-point higher (8.50 percent) than the current rate (in thousands):

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Plan's net pension liability	\$ 11,245	\$ 7,105	\$ 3,791

The following disclosures are related to the employer reporting requirements of GASB Statement No. 68, and use a measurement date of June 30, 2014:

Employees covered by benefit terms

Plan participants at June 30, 2014, were as follows:

<u>Participant Classification</u>	<u>Number of Participants</u>
Retirees and beneficiaries currently receiving benefits:	
Supplemental retirement participants (Safe Harbor)	339
Early retirement participants (Early Retirement Incentive Plan)	37
Elected department head participants	7
Current employees participants:	
Supplemental retirement participants (Safe Harbor)	678
Elected department head participants	2
Terminated participants not yet receiving benefits:	
Supplemental retirement participants (Safe Harbor)	9,349
Total	10,412

Contributions

The required contributions were determined as part of the June 30, 2014 actuarial valuation. The actuarially determined contributions for the fiscal year ending June 30, 2014, were \$1,209,000 for the employer and \$409,000 for employees for Part B, \$58,000 for Part C, and \$208,000 for Part D.

Net Pension Liability

The County's NPL was measured as of June 30, 2014, and the TPL used to calculate the NPL was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The TPL was determined by an actuarial valuation as of June 30, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

	<u>Assumptions</u>
• Actuarial cost method	Entry age normal for Parts B and D, not applicable for Part C
• Amortization method	Level percentage of pay
• Remaining amortization period	11-15 years for Part B, 6 years for Part C, 11 years for Part D, closed
• Asset valuation method	5 years smoothed market value
• Rate of return on investment	7.75% net of expense
• Payroll Growth	3.25% for Part B, 4.00% for Part D, not applicable for Part C
• Projected salary increases	4.00% for Part B and 4.50% for Part D; not applicable for Part C
Amount attributable to inflation	3.25% for Parts B, C and D
• Annual cost of living increases after retirement	3.00% for Part D; none for Parts B and C
• Mortality	RP-2000 Combined Healthy Mortality Table for Parts B, C and D

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

An experience study has not been conducted for the SRP. However, the County participates in VCERA and utilizes the assumptions used by VCERA where appropriate and reasonable. The VCERA experience study used was conducted in 2012 for the period of July 1, 2008 through June 30, 2011.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity - Large Cap	6.00 %
Domestic equity - Small Cap	7.75 %
International equity	6.89 %
Fixed income	1.00 %
Cash	0.25 %

Discount Rate

The discount rate used to measure the TPL was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that future contributions will be made in accordance with the SRP Funding Policy. Based on that assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. Subsequent to the measurement date, the discount rate was reduced to 7.50 percent.

Changes in Net Pension Liability

	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
	<u>(a)</u>	<u>(b)</u>	<u>(a)-(b)</u>
Balances at June 30, 2013	\$ 23,137	\$ 15,394	\$ 7,743
Changes for the year:			
Service Cost	692	-	692
Interest	1,782	-	1,782
Contributions - employer	-	1,475	(1,475)
Contributions - employee	-	409	(409)
Net investment income	-	2,722	(2,722)
Benefit payments, including refunds of employee contributions	(981)	(981)	-
Administrative expense	-	(275)	275
Net changes	<u>1,493</u>	<u>3,350</u>	<u>(1,857)</u>
Balances at June 30, 2014	<u>\$ 24,630</u>	<u>\$ 18,744</u>	<u>\$ 5,886</u>

Plan fiduciary net position as a percentage of the total pension liability 76.10 %

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Sensitivity of the Net Pension Liability to change in the discount rate

The following table presents the NPL of the Plan, calculated using the discount rate of 7.75 percent, as well as what the Plan's NPL would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate (in thousands):

	1% Decrease (6.75 %)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Plan's net pension liability	\$ 9,551	\$ 5,886	\$ 2,940

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions

For the year ended June 30, 2015, the County recognized pension expense of \$822,000. At June 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (in thousands):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on Retirement plan investments	\$ -	\$ 1,206
County contributions subsequent to the measurement date	1,410	-
Total	\$ 1,410	\$ 1,206

\$1,410,000 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the NPL in the year ended June 30, 2016.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows (in thousands):

Year Ending June 30,	Amount
2016	\$ (302)
2017	(302)
2018	(301)
2019	(301)
Total	\$ (1,206)

COUNTY OF VENTURA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (Continued)

Management Retiree Health Benefits Program

Plan Description

The Management Retiree Health Benefits Program is a cost-sharing, multiple-employer defined benefit plan administered by the County of Ventura. Substantially all participants are included in the County's primary government reporting entity. Due to the relative insignificance of the non-County employers participating in the plan, the County has elected to include financial statement disclosures required for a single-employer plan. The information presented is for all participants and includes non-County participants.

Adopted by the Board of Supervisors on June 8, 1999, employees covered by the Management Resolution who retired after July 1, 1999, became eligible to receive one year of payments for five years of service, up to a maximum of five years of coverage. Payments of approximately \$724 per month were equivalent to premiums for the Ventura County Health Care Plan. Total payments in fiscal year 2014-15 were \$1,320,000. The payments do not constitute any guarantee of medical care benefits. On June 21, 2005, the Board of Supervisors approved the elimination of this benefit for employees covered after July 2, 2005.

A separate financial statement is not issued for the plan. The schedule of funding progress is included in the required supplementary information section of this report.

Funding Policy

The County currently funds the management retiree health benefits on a pay-as-you-go basis. No assets directly or indirectly relating to this plan are held in trust or otherwise held or set aside for the exclusive benefit of participants or their beneficiaries.

Annual Pension Cost and Net Pension Obligation

For 2014-15, the annual pension cost consists of the annual required contribution plus interest on the net pension obligation less the adjustment to the annual required contribution as presented below (in thousands):

Annual required contribution	\$ 1,306
Interest on the net pension obligation	45
Adjustment to the annual required contribution	<u>(57)</u>
Annual pension cost	1,294
Contributions made	<u>(1,320)</u>
Increase (decrease) in net pension obligation	(26)
Net pension obligation - beginning	<u>853</u>
Net pension obligation - ending	<u><u>\$ 827</u></u>

The County's annual pension cost, the percentage of annual pension cost contributed to the plan, and the net pension obligation for the current and the preceding two fiscal years were as follows (in thousands):

Fiscal Year Ending June 30:	Annual Pension Cost (APC)	Percent of APC Contributed	Net Pension Obligation
2013	\$ 1,465	95.0 %	\$ 825
2014	1,385	98.0 %	853
2015	1,294	102.0 %	827

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Funded Status and Funding Progress

As of June 30, 2015, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits and the unfunded actuarial accrued liability (UAAL) was \$12,971,000. The annual covered payroll for all employees covered by the Management Retiree Health Benefits Program is \$36,424,000, and the ratio of the UAAL to the covered payroll was 35.6 percent.

The schedule of funding progress is presented as required supplementary information following the notes to the financial statements. This schedule presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions

In the County's June 30, 2015, actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 5.0 percent investment rate of return, based on the rate of return over time of the County's Investment Pool since the plan is funded on a pay-as-you-go basis, projected salary increases of 3.5 percent, inflation rate at 3.0 percent, and a healthcare cost trend rate that starts at 6.5 percent and declines to 5.0 percent over 3 years. The UAAL is being amortized as a level dollar amount on an open basis. The remaining amortization period at June 30, 2015, was 30 years.

Replacement Benefit Plan

Internal Revenue Code (IRC) Section 415(b) limits the maximum annual amount that a defined benefit plan can pay to any individual. The Replacement Benefit Plan, a qualified IRC 415(m) plan, provides annual retirement benefits earned in excess of Section 415(b) limits.

The plan is administered by the County. Participation is limited to retired members whose benefit payments are limited by Section 415(b). No assets directly or indirectly relating to this plan are held in trust or otherwise held or set aside for the exclusive benefit of participants or their beneficiaries. As of June 30, 2015, there was one participant in the plan.

NOTE 15 - OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Subsidized Retiree Health Benefits Program

Plan Description

The Subsidized Retiree Health Benefits Program is a cost-sharing, multiple-employer defined benefit plan administered by the County of Ventura. Substantially all participants are included in the County's primary government reporting entity. Due to the relative insignificance of the non-County employers participating in the plan, the County has elected to include financial statement disclosures required for a single-employer plan. The information presented is for all participants and includes non-County participants.

Eligible employees (age 50 with 10 years of County Service) who retire from the County may receive health benefits at subsidized rates. For coverage prior to age 65, the retiree pays premiums that are developed by blending active and retiree costs. Since retirees are older and generally cost more to insure than active employees, the premium paid by the retiree is less than the "true cost" of coverage for retirees thus creating an implicit subsidy. This implicit subsidy is considered an obligation under GASB 45.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

The plan is governed by the County Board of Supervisors. The County has made no commitments to maintain this program and retirees' participation in the program is approved on a year-to-year basis by the Board. Retiree Health Benefits are not vested and may be modified or eliminated at anytime.

A separate financial statement is not issued for the plan. The schedule of funding progress is included in the Required Supplementary Information section of this report.

Funding Policy

The County currently funds postemployment health benefits on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation

For 2014-15, the annual OPEB cost consists of the annual required contribution plus interest on the net OPEB obligation less the adjustment to the annual required contribution as presented below (in thousands):

Annual required contribution	\$ 1,598
Interest on the net OPEB obligation	236
Adjustment to the annual required contribution	<u>(301)</u>
Annual OPEB cost	1,533
Contributions made	<u>(1,204)</u>
Increase (decrease) in net OPEB obligation	329
Net OPEB obligation - beginning	<u>4,503</u>
Net OPEB obligation - ending	<u><u>\$ 4,832</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and the preceding two fiscal years were as follows (in thousands):

Fiscal Year Ending June 30:	Annual OPEB Cost (AOC)	Percent of AOC Contributed	Net OPEB Obligation
2013	\$ 1,755	64.6%	\$ 3,967
2014	1,598	66.5%	4,503
2015	1,533	78.5%	4,832

Funded Status and Funding Progress

As of June 30, 2015, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits and the UAAL was \$15,990,000. The annual covered payroll for all employees covered by the Subsidized Retiree Health Benefits Program is \$487,861,000 and the ratio of the UAAL to the covered payroll was 3.3 percent.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The schedule of funding progress, is presented as required supplementary information following the notes to the financial statements. This schedule presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

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 at 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 (if any), consistent with the long-term perspective of the calculations.

In the County's June 30, 2015, actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 3.00 percent inflation rate, a 5.0 percent investment rate of return, based on the rate of return of the County's Investment Pool over time, since the plan is funded on a pay-as-you-go basis, and healthcare cost trend rates that vary by plan starting at 6.5 to 7.50 percent and declining to 5.0 percent over 3 to 5 years. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2015, was 30 years.

NOTE 16 - TAX AND REVENUE ANTICIPATION NOTES PAYABLE

On July 1, 2014, the County issued \$138,110,000 in Tax and Revenue Anticipation Notes (Notes) at a 1.50 percent interest rate, priced to yield 0.125 percent, to meet current year cash flow requirements for operational needs. At June 30, 2015, the outstanding principal was \$138,110,000. Principal and interest for fiscal year 2014-15 was paid on July 1, 2015, the maturity date of these notes.

The Notes, in accordance with California law, are general obligations of the County and are payable out of fiscal year 2014-15 taxes and other revenues, which are legally available for payment thereof.

The summary of the notes transactions for the fiscal year ended June 30, 2015, is as follows (in thousands):

Beginning Balance June 30, 2014	Additions	Reductions	Ending Balance June 30, 2015	Due Within One Year
<u>\$ 138,525</u>	<u>\$ 138,110</u>	<u>\$ (138,525)</u>	<u>\$ 138,110</u>	<u>\$ 138,110</u>

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 17 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; hospital liability (malpractice); errors and omissions; theft of, damage to, and destruction of assets; and natural disasters for which the government is either self-insured, commercially insured, or a combination of both.

The Human Resources Department acquired commercial insurance for primary group medical and long-term disability insurance. Unemployment insurance benefits are self-insured and administered by the Human Resources Department within the Employee Benefits Insurance Internal Service Fund (ISF). Professional Firefighters and Deputy Sheriffs Associations also administer commercial group medical insurance plans available for their members.

The Ventura County Health Care Plan (VCHCP), administered by the Health Care Agency, provides a County self-insured medical plan for County employees. In addition, a separate self-insured plan is offered to certain other County employees and to related clinic employees through their employers. A state Healthy Families plan is also available from VCHCP. Excess commercial coverage is also purchased for VCHCP.

The Risk Management Department within the General Insurance ISF administers the commercial and self-insurance aspects of the County's casualty risk programs. General liability is self-insured to \$1,000,000 per occurrence, as of July 1, 2014, thereafter, covered by excess commercial liability insurance up to \$32 million per occurrence.

In October 2004, the County joined the California State Association of Counties (CSAC) Excess Insurance Authority, a joint powers authority, for property and earthquake coverage. The Authority was formed in 1979 by and for California counties and currently has 53 participating counties, and a number of other public entities. The Authority is governed by a Board of Directors composed of one director from each member county appointed by each member county's Board of Supervisors, and five other public entity Board members. The Authority annually issues an audited Comprehensive Annual Financial Report. Through participation in the Authority, risk is pooled (shared) among the pool participants. Accordingly, the premiums are reported as insurance expenses in the General Liability Internal Service Fund as required by GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*.

Medical malpractice liability insurance provides liability coverage on a claims made basis, up to \$50 million per incident for the County, and \$3,000,000 per occurrence for individually named physicians, with a \$100,000 per occurrence deductible. Medical malpractice claims made coverage includes a retroactive date of October 1, 1986. Tail coverage for events that occurred prior to October 1, 1986 but have not yet been reported is self-insured. In March 2004, the County began participating in the BETA Healthcare Group, a joint powers authority, for the purpose of purchasing medical malpractice insurance. This risk-sharing pool program, established as a cost effective alternative to the commercial insurance market, is structured like a traditional insurer in that members are not assessed for excess pool losses. Coverage was renewed in July 2015.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

The unpaid claims liabilities included in the General Insurance fund are based on actuarial studies and include amounts for claims incurred but not reported including loss adjustment expenses. Beginning with fiscal year 1994-95, the General Insurance liabilities were discounted at 5.5 percent. Due to decline of the economy and interest rates, for the actuarial report as of June 30, 2011, the discount rate for the General Insurance liability has been lowered to 3.0 percent. The revenue received, including interest, and contribution funded liabilities, and net position are sufficient to meet liabilities as they come due.

Workers' compensation occurrences are self-insured effective July 1, 2002, with coverage for all employees. Injuries occurring from July 1, 1995 to June 30, 2002, are fully covered by the prior commercial insurer without a maximum. Injuries occurring prior to July 1, 1995, were originally self-insured and self-administered. Beginning in April 1997, these claims were adjusted and funded through a loss portfolio transfer policy with limits of liability of \$22,800,000, and the insurance carrier's right to reimbursement for claims expenses in excess of the policy limit. The limit of liability was exceeded in July 2007. Litigation ensued against the carrier, resulting in a settlement in March 2011, whereby the carrier waived reimbursement of \$1.65 million in expenses and the County took over further administration of the claims as of April 2011. As a result, the claims are now once again administered by, and claims costs borne by the County, along with the post July 1, 2002, self-insured claims. As of June 30, 2015, the expected liability on the pre-1995 claims, at the 80 percent confidence level, discounted at 4.0 percent, was actuarially estimated to be \$9,002,100.

The unpaid claims liabilities in the Workers' Compensation fund for losses prior to 1995 and subsequent to 2002 included in the self-insurance fund are based on actuarial studies and include amounts for claims incurred but not reported including loss adjustment expenses. Due to persistently low investment rates, as of the June 30, 2014 actuarial study, the discount rate for the Workers' Compensation fund has been reduced from 5.5 percent to 4.0 percent. This discount rate is higher than the discount rate for the liability fund because the liability for workers' compensation cases is much longer than other types of liabilities in the General Insurance ISF.

Settlements or judgments have not exceeded commercial coverage for any risk of loss in each of the past three fiscal years. In addition, litigation expenses and liability for damages for uninsured cases, such as inverse condemnation and land subsidence cases, have been incurred by the General Insurance ISF.

Changes in the balances of claims liabilities of General Insurance and Employee Benefits ISFs and Health Care Plan Enterprise Fund and medical malpractice liability of the Medical Center during fiscal years 2013-14 and 2014-15 are as follows (in thousands):

	Claims Fiscal Year		Medical Malpractice Fiscal Year	
	2014-15	2013-14	2014-15	2013-14
Liabilities, beginning	\$ 150,568	\$ 157,967	\$ 1,818	\$ 3,758
Incurred losses and adjustments	78,489	59,057	(398)	(1,940)
Claim payments	(73,121)	(66,456)	-	-
Liabilities, ending	<u>\$ 155,936</u>	<u>\$ 150,568</u>	<u>\$ 1,420</u>	<u>\$ 1,818</u>

COUNTY OF VENTURA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (Continued)

Medical malpractice liability for public and mental health functions in the General Fund of \$327,000, a decrease of \$51,000 from the prior year, is reported in the governmental activities portion of the government-wide financial statements.

NOTE 18 - DEFERRED INFLOWS OF RESOURCES - UNAVAILABLE REVENUE

Deferred inflows of resources to the County's governmental funds relate to unavailable revenue as of June 30, 2015. Unavailable revenue is revenue that is earned, however is not available for use on current or near-term expenditures. The year-end unavailable revenue balances are summarized as follows:

Governmental Funds	General Fund	Roads	Watershed Protection Districts	Fire Protection District	Non-major Governmental Funds	Total Governmental Activities
Unavailable Revenue:						
SB 90 Revenue	\$ 14,061	\$ -	\$ -	\$ -	\$ -	\$ 14,061
Special Assessments	4,045	516	724	568	11,596	17,449
Medi-Cal	11,433	-	-	-	-	11,433
Total Unavailable Revenue	<u>\$ 29,539</u>	<u>\$ 516</u>	<u>\$ 724</u>	<u>\$ 568</u>	<u>\$ 11,596</u>	<u>\$ 42,943</u>

Non-major government funds had unavailable revenue for special assessments related to the County Successor Agency Fund of approximately \$718,000, the H.U.D. Grants Fund of approximately \$776,000, Debt Service Fund for County Service Area #34 of approximately \$9,749,000 and Capital Projects Fund for the Santa Rosa Road Assessment District of approximately \$353,000.

NOTE 19 - COMMITMENTS AND CONTINGENCIES

Grants

The County recognizes as revenue grant monies received as reimbursement for costs incurred in certain federal and state programs it administers. The County's grant programs are subject to audit under the requirements of the Single Audit Act and OMB Circular A-133 and are generally subject to review and audit by the grantor agencies. Such audits could result in requests for reimbursement to grantor agencies for expenditures disallowed under the terms of the grant or in reductions of future grant monies. An annual amount is set aside for contingencies in the General Fund for this possibility. Based on prior experience, management believes that grant costs ultimately disallowed, if any, would not materially affect the financial condition of the County.

Encumbrances

Encumbrances are commitments related to unperformed (executory) contracts for goods or services. Encumbrances outstanding at year end are not accounted for as expenditures and liabilities, but are included in fund balance. As of June 30, 2015, encumbrances of \$19,673,000 were reported in the General Fund, \$7,414,000 in the Road Fund, \$8,367,000 in the Watershed Protection Districts, \$6,981,000 in the Fire Protection District, and \$5,459,000 in the Non-major Governmental Funds.

Other

Legal proceedings normally occur related to construction projects and are subject to arbitration by agreement. Claims are negotiated by the County of Ventura. In the opinion of management, current claims are not likely to have a material adverse impact on the County financial statements and, accordingly, no provision for losses has been recorded

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

NOTE 20 - SUBSEQUENT EVENTS

Tax and Revenue Anticipation Notes

On July 1, 2015, the County issued \$140,585,000 of 2.00 percent fixed-rate, priced to yield 0.275 percent, tax and revenue anticipation notes. The notes received SP-1+ and MIG 1 ratings from Standard and Poor's Ratings Services (S & P) and Moody's Investors Services (Moody's), respectively. Proceeds from the notes will be used to meet fiscal year 2015-16 expenditures including capital expenditures and the discharge of other obligations of the County. The maturity date of the notes is July 1, 2016.

NOTE 21 - SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 (Bill) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the County of Ventura that previously had reported a redevelopment agency within the reporting entity of the County as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the County or another unit of local government will agree to serve as the "successor agency" to hold the assets until they are distributed to other units of state and local government. Effective February 1, 2012, the County became the Successor Agency for the former redevelopment agency in accordance with the Bill.

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations, or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

In future fiscal years, successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

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

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012.

The transfer of the assets and liabilities of the former redevelopment agency as of February 1, 2012, (effectively the same date as January 31, 2012) from governmental funds of the County to fiduciary funds was reported in the governmental funds as an extraordinary loss in the governmental fund financial statements. In accordance with the Bill all capital assets were disposed of during fiscal year 2013-14. Accordingly there are no capital assets as of June 30, 2015.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Pursuant to Health and Safety Code 34179.6(c), the County of Ventura Successor Agency submitted to the California Department of Finance (DOF) the Low and Moderate Income Housing Due Diligence Review (DDR) on October 12, 2012, and the Other Funds and Accounts DDR on January 10, 2013. After completion of the two required DDRs, a Finding of Completion Request was granted on April 26, 2013 by the DOF.

Long-Term Debt

Information about the Successor Agency long-term debt is as follows:

Community Development Block Grant (CDBG) Loan

An interest-free, unsecured loan from the County's CDBG Supplemental Earthquake funds was obtained in July 1996. The original loan was approved for \$150,000, with \$50,000 drawn down on September 23, 1996, and \$100,000 drawn down on June 17, 1997. The initial repayment date was set for 1999. The County approved an extension for the repayment dates to June 2005 and June 2010. In 2007, the County forgave \$30,000 of the outstanding balance of \$65,000 and further extended the repayment dates for the remaining balance of \$35,000 to June 2011 and June 2016. In fiscal year 2010-11, the Agency made a payment of \$17,500, leaving a remaining balance of \$17,500.

U.S. Department of Agriculture (USDA) Loan #1

On October 9, 2001, the Successor Agency applied for a USDA Rural Development Community Facilities Direct Low Interest Loan, in the amount of \$750,000. The loan was offered to and accepted by the Agency in August 2002. The loan was secured through the purchase of tax allocation bonds issued by the Agency. To repay the tax allocation bonds, the Agency pledged property tax increment revenues consistent with the term and outstanding amount of the tax allocation bonds issued. The loan documents stipulated loan proceeds would not be distributed to the Agency until the Town Square project was completed, and project completion occurred in fiscal year 2002-03. The total loan proceeds received in fiscal year 2002-03 were \$676,636; the remaining balance of \$73,364 was received in fiscal year 2003-04. The first principal payment was made in fiscal year 2003-04. Tax revenues for the Successor Agency for the current year were \$252,472. Bond payments are at a fixed rate not to exceed 4.75 percent for a term not to exceed 15 years.

USDA Loan #2

On May 8, 2007, the Agency applied for a second USDA Rural Development Community Facilities Direct Low Interest Loan, in the amount of \$750,000. On June 3, 2008, the Agency accepted the loan and authorized the issuance of tax allocation bonds to the USDA to secure the loan. To repay the tax allocation bonds, the Agency pledged property tax increment revenues in the same manner as USDA Loan #1 described above. On July 24, 2008, the tax allocation bonds were delivered to the USDA. The first principal payment was made in fiscal year 2009-10. Bond payments are at a fixed rate not to exceed 4.125 percent for a term not to exceed 30 years.

On February 1, 2012, the CDBG Loan and the USDA Loans #1 and #2 were transferred from the County of Ventura Redevelopment Agency to the Successor Agency.

COUNTY OF VENTURA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Summaries of long-term indebtedness outstanding as of June 30, 2015, are as follows (in thousands):

Loan/ Bonds	Outstanding June 30, 2014	Additions	Maturities	Outstanding June 30, 2015	Amount Due Within One Year
CDBG	\$ 18	\$ -	\$ -	\$ 18	\$ 18
USDA Loan #1	252	-	59	193	61
USDA Loan #2	679	-	16	663	17
Totals	<u>\$ 949</u>	<u>\$ -</u>	<u>\$ 75</u>	<u>\$ 874</u>	<u>\$ 96</u>

Deficit Net Position

As a result of the transfer of two assets to the County of Ventura in fiscal year 2013-14, the RDA County Successor Agency had a deficit net position as of June 30, 2015. The deficit will continue to be reduced over the years as the related debt is paid off with funds received from the Redevelopment Property Tax Trust Fund, which is administered by the County Auditor-Controller.

NOTE 22 - DEFICIT NET POSITION/FUND BALANCE

The *Public Financing Authority*, a non-major capital projects fund, had a deficit fund balance of \$1,945,000 due to accrual of a liability to the General Fund that exceeded available cash. It is expected that the deficit will be eliminated in fiscal year 2015-16 when the *Public Financing Authority* liquidates the liability with cash from issuance of additional long-term debt.

The *Public Works Services fund*, an internal services fund, had a deficit net position of approximately \$12,053,000 as of June 30, 2015, this resulted from an adjustment to the beginning net position attributed to the proportionate share of VCERA and SRP net pension liabilities and the related deferred inflows of resources. For further details, please see Note 2 - Change in Accounting Principle.

THIS PAGE LEFT BLANK INTENTIONALLY

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

VCERA

Schedule of the County's Proportionate Share of the Net Pension Liability
 Last Ten Fiscal Years *
 (In Thousands)

	2015
County's proportion of the net pension liability	\$ 531,315
County's proportionate share of the net pension liability	96.05 %
County's covered-employee payroll	\$ 634,556
County's proportionate share of the net pension liability as a percentage of its covered-employee payroll	83.73 %
Plan's fiduciary net position as a percentage of the total pension liability	88.54 %
Measurement date	June 30, 2014

* Information from fiscal years ended 2006 to 2014 is not presented as required by GASB Statement 68 as this was the first year of implementation. Additional years will be presented as they become available. The amounts presented for each fiscal year were determined as of June 30.

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

VCERA

Schedule of the County's Contributions
 Last Ten Fiscal Years *
 (In Thousands)

	2015
Actuarially determined contribution	\$ 167,431
Contributions in relation to the actuarially determined contribution	167,431
Contribution deficiency (excess)	\$ -
 Covered-employee payroll	 \$ 679,462
 Contributions as a percentage of covered- employee payroll	 24.64 %

* Information from fiscal years ended 2006 to 2014 is not presented as required by GASB Statement 68 as this was the first year of implementation. Additional years will be presented as they become available.

COUNTY OF VENTURA
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

SUPPLEMENTAL RETIREMENT PLAN

Schedule of Changes in Net Pension Liability and Related Ratios
Last Ten Fiscal Years *
(In Thousands)

	2014	2015
Total pension liability		
Service cost	\$ 692	\$ 695
Interest	1,782	1,869
Differences between expected and actual experience	-	(442)
Changes of assumptions	-	1,331
Benefit payments, including refunds of member contributions	(981)	(1,019)
Net change in total pension liability	1,493	2,434
Total pension liability - beginning	23,137	24,630
Total pension liability - ending (a)	\$ 24,630	\$ 27,064
Plan fiduciary net position		
Contributions - employer	\$ 1,475	\$ 1,410
Contributions - member	409	402
Net investment income	2,722	702
Benefit payments, including refunds of member contributions	(981)	(1,019)
Administrative expense	(275)	(280)
Net change in plan fiduciary net position	3,350	1,215
Plan fiduciary net position - beginning	15,394	18,744
Plan fiduciary net position - ending (b)	\$ 18,744	\$ 19,959
County's net pension liability - ending (a) - (b)	\$ 5,886	\$ 7,105
Plan's fiduciary net position as a percentage of the total pension liability	76.10 %	73.75 %
Covered-employee payroll	\$ 14,430	\$ 13,679
County's net pension liability as a percentage of covered-employee payroll	40.79 %	51.94 %

Notes to Schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

Changes of assumptions. In 2015, rates of withdrawal, retirement and mortality were adjusted to more closely reflect actual and anticipated experience. Additionally the assumed interest rate was lowered from 7.75 percent to 7.50 percent. These assumptions were recommended as part of the VCERA Experience Study performed for the three year period ended June 30, 2014.

Schedule of Investment Returns
Last Ten Fiscal Years *

	2014	2015
Annual money-weighted rate of return, net of investment related expenses	17.14 %	3.70 %

* Information from fiscal years ended 2006 to 2013 is not presented as required by GASB Statement 68 as this was the first year of implementation. Additional years will be presented as they become available.

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

SUPPLEMENTAL RETIREMENT PLAN

Schedule of the County's Contributions
 Last Ten Fiscal Years *
 (In Thousands)

	2014	2015
Actuarially determined contribution	\$ 1,475	\$ 1,410
Contributions in relation to the actuarially determined contribution	1,475	1,410
Contribution deficiency (excess)	\$ -	\$ -
Covered-employee payroll	\$ 14,430	\$ 13,679
Contributions as a percentage of covered-employee payroll	10.22 %	10.31 %

Notes to Schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of pay for plan parts with active membership
Remaining amortization period	7 to 15 years closed
Asset valuation method	5 year smoothed market value
Inflation	3.25% annual rate
Salary increases	4.00% to 4.50% annual rate
Investment rate of return	7.75% annual rate, net of expense
Payroll growth	3.25% to 4.00% annual rate
Cost-of-living adjustments	None

* Information from fiscal years ended 2006 to 2013 is not presented as required by GASB Statement 67 and 68 as this was the first year of implementation. Additional years will be presented as they become available.

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

MANAGEMENT RETIREE HEALTH BENEFITS PROGRAM

Schedule of Funding Progress
 (In Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/2010	\$ -	\$ 14,719	\$ 14,719	0.0%	\$ 53,606	27.5%
6/30/2011	-	14,555	14,555	0.0%	48,368	30.1%
6/30/2012	-	14,665	14,665	0.0%	44,908	32.7%
6/30/2013	-	14,179	14,179	0.0%	40,419	35.1%
6/30/2014	-	13,388	13,388	0.0%	37,134	36.1%
6/30/2015	-	12,971	12,971	0.0%	36,424	35.6%

SUBSIDIZED RETIREE HEALTH BENEFITS PROGRAM

Schedule of Funding Progress
 (In Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/2013	\$ -	\$ 15,483	\$ 15,483	0.0%	\$ 435,585	3.6%
6/30/2014	-	16,232	16,232	0.0%	442,944	3.7%
6/30/2015	-	15,990	15,990	0.0%	487,861	3.3%

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

GENERAL FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
Resources (inflows):				
Taxes	\$ 297,712	\$ 297,712	\$ 302,886	\$ 5,174
Licenses, permits, and franchises	20,521	20,521	20,664	143
Fines, forfeitures, and penalties	24,366	24,416	22,359	(2,057)
Revenues from use of money and property	1,765	1,765	5,458	3,693
Aid from other governmental units	410,151	441,033	444,630	3,597
Charges for services	161,175	168,049	150,117	(17,932)
Other	25,304	25,769	24,450	(1,319)
Amount available for appropriation	<u>940,994</u>	<u>979,265</u>	<u>970,564</u>	<u>(8,701)</u>
Charges to appropriations (outflows):				
General government:				
Salaries and benefits	54,111	43,134	40,107	3,027
Services and supplies	29,244	28,231	20,348	7,883
Other charges	155	1,908	1,867	41
Contingencies	2,000	-	-	-
Total general government	<u>85,510</u>	<u>73,273</u>	<u>62,322</u>	<u>10,951</u>
Public protection:				
Salaries and benefits	336,129	344,468	338,340	6,128
Services and supplies	91,543	96,737	85,494	11,243
Other charges	16,887	17,524	15,342	2,182
Total public protection	<u>444,559</u>	<u>458,729</u>	<u>439,176</u>	<u>19,553</u>
Health and sanitation services:				
Salaries and benefits	83,871	83,104	77,284	5,820
Services and supplies	54,204	64,132	52,781	11,351
Other charges	2,771	2,646	2,408	238
Total health and sanitation services	<u>140,846</u>	<u>149,882</u>	<u>132,473</u>	<u>17,409</u>
Public assistance:				
Salaries and benefits	95,534	104,510	103,590	920
Services and supplies	44,605	50,764	48,901	1,863
Other charges	82,050	82,050	76,641	5,409
Total public assistance	<u>222,189</u>	<u>237,324</u>	<u>229,132</u>	<u>8,192</u>
Education:				
Salaries and benefits	422	376	301	75
Services and supplies	209	289	262	27
Total education	<u>631</u>	<u>665</u>	<u>563</u>	<u>102</u>
Capital outlay	12,436	26,717	10,032	16,685
Debt service:				
Principal retirement	7,374	1,186	-	1,186
Interest and fiscal charges	6,387	4,021	2,151	1,870
Total charges to appropriations	<u>919,932</u>	<u>951,797</u>	<u>875,849</u>	<u>75,948</u>
Excess of revenues over expenditures	<u>21,062</u>	<u>27,468</u>	<u>94,715</u>	<u>67,247</u>
Other financing sources (uses):				
Issuance of long-term debt	6,169	9,857	-	(9,857)
Gain from insurance recovery	-	-	3	3
Transfers in	230	1,194	1,257	63
Transfers out	(42,044)	(56,704)	(52,616)	4,088
Total other financing sources (uses)	<u>(35,645)</u>	<u>(45,653)</u>	<u>(51,356)</u>	<u>(5,703)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(14,583)	(18,185)	43,359	61,544
Fund balances - beginning	<u>323,775</u>	<u>323,775</u>	<u>323,775</u>	<u>-</u>
Fund balances - ending	<u>\$ 309,192</u>	<u>\$ 305,590</u>	<u>\$ 367,134</u>	<u>\$ 61,544</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 ROADS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	ROADS			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Taxes	\$ 100	\$ 100	\$ 266	\$ 166
Licenses, permits, and franchises	420	420	444	24
Fines, forfeitures, and penalties	240	240	225	(15)
Revenues from use of money and property	120	120	107	(13)
Aid from other governmental units	22,083	22,083	19,726	(2,357)
Charges for services	57	57	57	-
Other	3,203	3,203	999	(2,204)
Amount available for appropriation	<u>26,223</u>	<u>26,223</u>	<u>21,824</u>	<u>(4,399)</u>
Charges to appropriations (outflows):				
Public ways and facilities:				
Services and supplies	36,309	33,507	19,958	13,549
Other charges	250	112	-	112
Contingencies	-	31	-	31
Total public ways and facilities	<u>36,559</u>	<u>33,650</u>	<u>19,958</u>	<u>13,692</u>
Capital outlay	<u>-</u>	<u>2,908</u>	<u>2,908</u>	<u>-</u>
Total charges to appropriations	<u>36,559</u>	<u>36,558</u>	<u>22,866</u>	<u>13,692</u>
Deficiency of revenues under expenditures	<u>(10,336)</u>	<u>(10,335)</u>	<u>(1,042)</u>	<u>9,293</u>
Other financing uses:				
Transfers out	<u>(300)</u>	<u>(300)</u>	<u>(111)</u>	<u>189</u>
Total other financing uses	<u>(300)</u>	<u>(300)</u>	<u>(111)</u>	<u>189</u>
Deficiency of revenues under expenditures and other uses	<u>(10,636)</u>	<u>(10,635)</u>	<u>(1,153)</u>	<u>9,482</u>
Fund balances - beginning	<u>56,301</u>	<u>56,301</u>	<u>56,301</u>	<u>-</u>
Fund balances - ending	<u>\$ 45,665</u>	<u>\$ 45,666</u>	<u>\$ 55,148</u>	<u>\$ 9,482</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 WATERSHED PROTECTION DISTRICTS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

WATERSHED PROTECTION DISTRICTS				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Taxes	\$ 16,795	\$ 16,795	\$ 18,540	\$ 1,745
Licenses, permits, and franchises	72	72	71	(1)
Fines, forfeitures, and penalties	56	56	50	(6)
Revenues from use of money and property	220	220	164	(56)
Aid from other governmental units	4,653	4,653	2,995	(1,658)
Charges for services	10,705	10,705	10,886	181
Other	1,152	1,152	1,119	(33)
Amount available for appropriation	<u>33,653</u>	<u>33,653</u>	<u>33,825</u>	<u>172</u>
Charges to appropriations (outflows):				
Public protection:				
Services and supplies	54,004	45,072	23,688	21,384
Other charges	1,290	1,105	5	1,100
Contingencies	-	330	-	330
Total public protection	<u>55,294</u>	<u>46,507</u>	<u>23,693</u>	<u>22,814</u>
Capital outlay	<u>-</u>	<u>9,086</u>	<u>9,083</u>	<u>3</u>
Total charges to appropriations	<u>55,294</u>	<u>55,593</u>	<u>32,776</u>	<u>22,817</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21,641)</u>	<u>(21,940)</u>	<u>1,049</u>	<u>22,989</u>
Other financing uses:				
Transfers out	<u>(107)</u>	<u>(107)</u>	<u>(43)</u>	<u>64</u>
Total other financing uses	<u>(107)</u>	<u>(107)</u>	<u>(43)</u>	<u>64</u>
Excess (deficiency) of revenues over (under) expenditures and other uses	(21,748)	(22,047)	1,006	23,053
Fund balances - beginning	<u>46,834</u>	<u>46,834</u>	<u>46,834</u>	<u>-</u>
Fund balances - ending	<u>\$ 25,086</u>	<u>\$ 24,787</u>	<u>\$ 47,840</u>	<u>\$ 23,053</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 FIRE PROTECTION DISTRICT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	FIRE PROTECTION DISTRICT			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Taxes	\$ 108,340	\$ 108,340	\$ 114,257	\$ 5,917
Licenses, permits, and franchises	1,100	1,100	1,127	27
Fines, forfeitures, and penalties	50	50	39	(11)
Revenues from use of money and property	541	541	280	(261)
Aid from other governmental units	13,385	13,449	22,161	8,712
Charges for services	5,365	5,365	5,589	224
Other	3,441	3,441	252	(3,189)
Amount available for appropriation	<u>132,222</u>	<u>132,286</u>	<u>143,705</u>	<u>11,419</u>
Charges to appropriations (outflows):				
Public protection:				
Salaries and benefits	111,506	112,011	110,853	1,158
Services and supplies	21,718	22,811	20,939	1,872
Contingencies	500	500	-	500
Total public protection	<u>133,724</u>	<u>135,322</u>	<u>131,792</u>	<u>3,530</u>
Capital outlay	<u>33,214</u>	<u>31,715</u>	<u>3,441</u>	<u>28,274</u>
Total charges to appropriations	<u>166,938</u>	<u>167,037</u>	<u>135,233</u>	<u>31,804</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(34,716)</u>	<u>(34,751)</u>	<u>8,472</u>	<u>43,223</u>
Other financing sources (uses):				
Proceeds from sale of capital assets	60	60	39	(21)
Gain from insurance recovery	-	-	31	31
Transfers in	2,165	2,165	-	(2,165)
Transfers out	-	(627)	(398)	229
Total other financing sources (uses)	<u>2,225</u>	<u>1,598</u>	<u>(328)</u>	<u>(1,926)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(32,491)</u>	<u>(33,153)</u>	<u>8,144</u>	<u>41,297</u>
Fund balances - beginning	<u>90,197</u>	<u>90,197</u>	<u>90,197</u>	<u>-</u>
Fund balances - ending	<u>\$ 57,706</u>	<u>\$ 57,044</u>	<u>\$ 98,341</u>	<u>\$ 41,297</u>

COUNTY OF VENTURA
 NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Budgetary Adoption

The County is legally required to adopt a balanced annual budget for the General Fund, special revenue funds, the permanent fund, and the debt service and capital projects funds of the Santa Rosa Road Assessment District. The County adheres to provisions of the California Government Code Sections 29000 through 29144, known as The County Budget Act. Annually, the Board conducts a public hearing for discussion of the proposed budget. At the conclusion of the hearing, and no later than August 30, the Board adopts the final budget including revisions by resolution. A Final Budget book is published.

Budgetary Comparisons

GAAP requires a budgetary comparison for the major general and special revenue funds from the funds financial statements. The County has elected to present this information as Required Supplementary Information. Analysis of the General Fund budget is included in Management’s Discussion and Analysis.

Required comparisons are between original budget and final budget and between final budget and actual on a budgetary basis. The “original budget” includes the original approved budget (published as the Final Budget) plus appropriations for prior year approved roll-over encumbrances. The “final budget” is the budget as Board approved at the end of the fiscal year. The “actual on a budgetary basis” includes the actual revenues and expenditures as presented in the budget and as adjusted for the fund financial statements.

The primary changes are as follows:

- For budgetary purposes, changes in the fair value of investments are not recognized as increases or decreases to revenue. Under GAAP such changes are recognized as increases or decreases to revenue.
- For budgetary purposes, the County agency fund amounts planned by departments for use during the fiscal year were recognized as revenue. Under GAAP, all County agency funds must be included within the related County fund as revenue, unearned revenue, unavailable revenue, or liability.
- For budgetary purposes, the Stormwater-Unincorporated fund is maintained as a special revenue fund. Under GAAP, this fund does not meet the criteria to be reported as a separate special revenue fund.

The following schedule is a reconciliation for major funds of the differences between fund balances on the actual on a budgetary basis and GAAP basis fund balances (in thousands):

	General Fund	SPECIAL REVENUE FUNDS		
		Roads	Watershed Protection Districts	Fire Protection District
Fund Balances - Actual on a budgetary basis	\$ 367,134	\$ 55,148	\$ 47,840	\$ 98,341
Adjustments:				
Change in fair value of investments	525	41	63	94
Change in county agency funds	2,458	(41)	102	412
Change in Stormwater-Unincorporated Fund	(1,648)	-	-	-
Total adjustments	1,335	-	165	506
Fund Balances - GAAP basis	<u>\$ 368,469</u>	<u>\$ 55,148</u>	<u>\$ 48,005</u>	<u>\$ 98,847</u>

COUNTY OF VENTURA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(Continued)

Supplemental Appropriations

The Board may approve supplemental appropriations during the year if revenues are received from unanticipated sources or from anticipated sources, but in excess of estimates thereof. Transfers of appropriations between budget units/departments must also be approved by the Board.

Supplemental appropriations for those funds which the County is legally required to adopt an annual budget approximated \$54,196,000 for the fiscal year ended June 30, 2015.

Level of Budgetary Control

County expenditures are controlled at the object level (salaries and benefits, services and supplies, other charges, and other financing uses) and sub-object level (capital assets) within budget units/departments for the County. The object level is the level at which expenditures may not legally exceed appropriations. Any transfer of appropriations between object levels within the same budget unit is delegated by the Board to the County Executive Officer.

The County is legally required to adopt an annual budget including over 90 budget units/departments in over 30 funds. Because of this large volume of detail, a separate Departmental Budget Report of Revenues and Expenditures – Budget and Actual on a Budgetary Basis has been prepared at the budget unit/department, function, and object level for those funds for which the County is legally required to adopt an annual budget. After approved year-end and post-closing adjustments, there are no departments exceeding appropriations at the object level. The budgetary document is available from the Auditor-Controller's Office, 800 South Victoria Avenue, Ventura, CA 93009-1540, or on the County website at: http://vcportal.ventura.org/auditor/docs/financial-reports/FY15_BudgettoActual.pdf.

Encumbrances

The County requires use of an encumbrance system as an extension of normal budgetary accounting to assist all funds in controlling expenditures. Under this system, purchase orders, contracts, and other commitments for the expenditures of funds are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year-end are included in restricted, committed or assigned fund balance in the governmental funds. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward in the ensuing year's budget.

THIS PAGE LEFT BLANK INTENTIONALLY

COUNTY OF VENTURA
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2015
 (In Thousands)

	Total Non-major Governmental Funds	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	George D. Lyon Permanent Fund
<u>ASSETS</u>					
Cash and investments	\$ 55,346	\$ 43,766	\$ 4,324	\$ 6,116	\$ 1,140
Receivables, net	14,831	14,167	561	103	-
Due from other funds	4,356	4,048	204	103	1
Due from other governmental agencies	6	6	-	-	-
Inventories and other assets	67	67	-	-	-
Loans receivable	18	18	-	-	-
Long-term receivables	11,012	1,494	9,193	325	-
Total assets	<u>\$ 85,636</u>	<u>\$ 63,566</u>	<u>\$ 14,282</u>	<u>\$ 6,647</u>	<u>\$ 1,141</u>
<u>LIABILITIES</u>					
Accounts payable	\$ 6,406	\$ 6,405	\$ -	\$ 1	\$ -
Accrued liabilities	1,486	1,486	-	-	-
Due to other funds	9,916	1,684	-	8,229	3
Unearned revenue	1,615	1,615	-	-	-
Deposits and other liabilities	5	5	-	-	-
Advances from other funds	35	35	-	-	-
Total liabilities	<u>19,463</u>	<u>11,230</u>	<u>-</u>	<u>8,230</u>	<u>3</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable revenue	<u>11,596</u>	<u>1,494</u>	<u>9,749</u>	<u>353</u>	<u>-</u>
Total deferred inflows of resources	<u>11,596</u>	<u>1,494</u>	<u>9,749</u>	<u>353</u>	<u>-</u>
<u>FUND BALANCES (DEFICITS)</u>					
Nonspendable	1,196	63	-	-	1,133
Restricted	48,242	43,704	4,533	-	5
Committed	3,235	3,226	-	9	-
Assigned	3,849	3,849	-	-	-
Unassigned	(1,945)	-	-	(1,945)	-
Total fund balances (deficits)	<u>54,577</u>	<u>50,842</u>	<u>4,533</u>	<u>(1,936)</u>	<u>1,138</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 85,636</u>	<u>\$ 63,566</u>	<u>\$ 14,282</u>	<u>\$ 6,647</u>	<u>\$ 1,141</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	Total Non-major Governmental Funds	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	George D. Lyon Permanent Fund
Revenues:					
Taxes	\$ 6,446	\$ 6,446	\$ -	\$ -	\$ -
Licenses, permits, and franchises	116	116	-	-	-
Fines, forfeitures, and penalties	87	87	-	-	-
Revenues from use of money and property	962	516	27	414	5
Aid from other governmental units	74,043	74,043	-	-	-
Charges for services	18,341	17,861	460	20	-
Other	2,552	2,552	-	-	-
Total revenues	<u>102,547</u>	<u>101,621</u>	<u>487</u>	<u>434</u>	<u>5</u>
Expenditures:					
Current:					
General government	2	-	-	2	-
Public protection	25,058	25,058	-	-	-
Public ways and facilities	18	-	-	18	-
Health and sanitation services	47,021	47,021	-	-	-
Public assistance	19,963	19,963	-	-	-
Education	7,720	7,720	-	-	-
Capital outlay	9,363	574	-	8,789	-
Debt service:					
Principal retirement	6,462	-	6,462	-	-
Interest and fiscal charges	2,470	-	2,470	-	-
Total expenditures	<u>118,077</u>	<u>100,336</u>	<u>8,932</u>	<u>8,809</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,530)</u>	<u>1,285</u>	<u>(8,445)</u>	<u>(8,375)</u>	<u>5</u>
Other financing sources (uses):					
Gain from insurance recovery	5	5	-	-	-
Issuance of long-term debt	5,000	-	-	5,000	-
Transfers in	17,736	9,276	8,460	-	-
Transfers out	(871)	(868)	-	-	(3)
Total other financing sources (uses)	<u>21,870</u>	<u>8,413</u>	<u>8,460</u>	<u>5,000</u>	<u>(3)</u>
Net change in fund balances	6,340	9,698	15	(3,375)	2
Fund balances - beginning	<u>48,237</u>	<u>41,144</u>	<u>4,518</u>	<u>1,439</u>	<u>1,136</u>
Fund balances (deficits) - ending	<u>\$ 54,577</u>	<u>\$ 50,842</u>	<u>\$ 4,533</u>	<u>\$ (1,936)</u>	<u>\$ 1,138</u>

THIS PAGE LEFT BLANK INTENTIONALLY

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for revenues that are restricted by law or administrative action to expenditures for specified purposes. Non-major special revenue funds used by the County are listed below:

COUNTY LIBRARY

This fund accounts for the provision of library services in twelve branches throughout the County, except in the cities of Camarillo, Oxnard, Moorpark, Simi Valley, and Thousand Oaks, and the Santa Paula School District, which provide their own library facilities. Support is derived principally from property taxes and includes donations from citizens, groups, and cities.

H.U.D. GRANTS

This fund is primarily used to account for federal grants from the Department of Housing and Urban Development (H.U.D.) for development of low and moderate income housing, rehabilitation and improvements of public facilities, and meeting conditions which pose a serious and immediate threat to health and welfare in the County.

FISH AND GAME

This fund was established to receive the County's share of fines levied for violations of fish and game laws within its boundaries. Expenditures are made from time to time for purposes of improving the habitat for wildlife propagation and for incidental administrative matters.

DOMESTIC VIOLENCE PROGRAM

This program was established to provide services to victims of domestic violence and their children in accordance with state statute and to explore and determine ways of reducing incidences of domestic violence. The program is funded by a special surcharge levied on the issuance of all marriage licenses.

COUNTY SERVICE AREAS

County Service Areas account for lighting, street and road maintenance, ambulance service, recreation, and wastewater treatment facilities in specific geographic areas. Support is derived principally from property taxes and service charges in each service area.

WORKFORCE DEVELOPMENT

This fund accounts for the provision of services to the public and private sectors, including the planning, operation, administration, and management of job training programs pursuant to the Workforce Investment Act, regulations of the U.S. Department of Labor, Family Economic Security Act, and the directions of the Governor of the State of California. Support consists principally of federal funds.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (Continued)

SPAY/NEUTER PROGRAM

This fund is used to account for the spay/neuter subvention program. The program provides Ventura County animal owners with financial assistance, using a voucher system, for altering dogs. The program is funded by forfeited spay/neuter deposit monies and animal license fees.

INMATE WELFARE

This fund was established pursuant to Section 4025 of the California Penal Code for the benefit, education, and welfare of inmates confined to County jail. It is funded by proceeds from the jail canteen, jail commissary, vocational programs, and telephone commissions.

IN-HOME SUPPORTIVE SERVICES PUBLIC AUTHORITY

The Ventura County In-Home Supportive Services Public Authority (IHS) was established on July 23, 2002, to provide an employer of record for in-home supportive service providers, as required by Welfare and Institutions Code Section 12302.25. Federal, State, County, and realignment funds support the activities of IHS.

DEPARTMENT OF CHILD SUPPORT SERVICES

This fund was established in July 2002, pursuant to Family Code Section 17304 which required the transfer of local child support programs from the District Attorney's Office to a newly created County department under the oversight of the State. Services, which include location, establishment and enforcement of orders for child and medical support, and paternity determination, are funded by federal and state reimbursements.

MENTAL HEALTH SERVICES ACT (MHSA)

In November 2004, voters passed Proposition 63 (MHSA) to provide funding to support County mental health programs for children, transition age youth, adults, older adults and families. This fund was created in July 2007 to support and provide a broad continuum of prevention, early intervention and service needs and the necessary infrastructure, technology and training elements.

COUNTY SUCCESSOR HOUSING AGENCY

The County Successor Housing Agency fund was created on February 1, 2012, pursuant to the provisions of the Redevelopment Restructuring Act. Under this act the County elected to retain the housing assets, functions and powers previously performed by the County of Ventura Redevelopment Agency.

COUNTY OF VENTURA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2015
 (In Thousands)

	Total	County Library Fund	H.U.D. Grants Fund	Fish and Game Fund
<u>ASSETS</u>				
Cash and investments	\$ 43,766	\$ 5,865	\$ 38	\$ -
Receivables, net	14,167	342	560	-
Due from other funds	4,048	46	14	-
Due from other governmental agencies	6	-	-	1
Inventories and other assets	67	-	-	-
Loans receivable	18	-	18	-
Long-term receivables	1,494	-	776	-
	<u>63,566</u>	<u>6,253</u>	<u>1,406</u>	<u>1</u>
Total assets	<u>\$ 63,566</u>	<u>\$ 6,253</u>	<u>\$ 1,406</u>	<u>\$ 1</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 6,405	\$ 731	\$ 484	\$ -
Accrued liabilities	1,486	118	-	-
Due to other funds	1,684	34	76	-
Unearned revenue	1,615	68	52	-
Deposits	5	-	-	-
Advances from other funds	35	-	-	-
	<u>11,230</u>	<u>951</u>	<u>612</u>	<u>-</u>
Total liabilities	<u>11,230</u>	<u>951</u>	<u>612</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Unavailable revenue	1,494	-	776	-
	<u>1,494</u>	<u>-</u>	<u>776</u>	<u>-</u>
Total deferred inflows of resources	<u>1,494</u>	<u>-</u>	<u>776</u>	<u>-</u>
<u>FUND BALANCES</u>				
Nonspendable	63	-	-	-
Restricted	43,704	1,551	18	1
Committed	3,226	-	-	-
Assigned	3,849	3,751	-	-
	<u>50,842</u>	<u>5,302</u>	<u>18</u>	<u>1</u>
Total fund balances	<u>50,842</u>	<u>5,302</u>	<u>18</u>	<u>1</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 63,566</u>	<u>\$ 6,253</u>	<u>\$ 1,406</u>	<u>\$ 1</u>

COUNTY OF VENTURA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2015
 (In Thousands)

Domestic Violence Program Fund	County Service Areas	Workforce Development Fund	
\$ 135	\$ 7,123	\$ 37	<u>ASSETS</u>
-	8	433	Cash and investments
-	9	10	Receivables, net
5	-	-	Due from other funds
-	-	-	Due from other governmental agencies
-	-	-	Inventories and other assets
-	-	-	Loans receivable
-	-	-	Long-term receivables
<u>\$ 140</u>	<u>\$ 7,140</u>	<u>\$ 480</u>	Total assets
			<u>LIABILITIES</u>
\$ 17	\$ 335	\$ 267	Accounts payable
-	211	87	Accrued liabilities
1	210	91	Due to other funds
-	60	-	Unearned revenue
-	5	-	Deposits
-	-	35	Advances from other funds
<u>18</u>	<u>821</u>	<u>480</u>	Total liabilities
			<u>DEFERRED INFLOWS OF RESOURCES</u>
<u>-</u>	<u>-</u>	<u>-</u>	Unavailable revenue
<u>-</u>	<u>-</u>	<u>-</u>	Total deferred inflows of resources
			<u>FUND BALANCES</u>
-	-	-	Nonspendable
122	2,995	-	Restricted
-	3,226	-	Committed
-	98	-	Assigned
<u>122</u>	<u>6,319</u>	<u>-</u>	Total fund balances
<u>\$ 140</u>	<u>\$ 7,140</u>	<u>\$ 480</u>	Total liabilities, deferred inflows of resources, and fund balances

COUNTY OF VENTURA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2015
 (In Thousands)
 (Continued)

	Spay/Neuter Program	Inmate Welfare Fund	In-Home Supportive Services Public Authority
<u>ASSETS</u>			
Cash and investments	\$ 32	\$ 1,723	\$ 815
Receivables, net	-	1	212
Due from other funds	-	173	1
Due from other governmental agencies	-	-	-
Inventories and other assets	-	63	-
Loans receivable	-	-	-
Long-term receivables	-	-	-
Total assets	<u>\$ 32</u>	<u>\$ 1,960</u>	<u>\$ 1,028</u>
<u>LIABILITIES</u>			
Accounts payable	\$ -	\$ 22	\$ 1,007
Accrued liabilities	-	26	16
Due to other funds	-	20	5
Unearned revenue	-	-	-
Deposits	-	-	-
Advances from other funds	-	-	-
Total liabilities	<u>-</u>	<u>68</u>	<u>1,028</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Unavailable revenue	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES</u>			
Nonspendable	-	63	-
Restricted	32	1,829	-
Committed	-	-	-
Assigned	-	-	-
Total fund balances	<u>32</u>	<u>1,892</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 32</u>	<u>\$ 1,960</u>	<u>\$ 1,028</u>

COUNTY OF VENTURA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2015
 (In Thousands)
 (Continued)

Department of Child Support Services	Mental Health Services Act	County Successor Housing Agency	
\$ 98 661 1 - 4 - - <hr style="border: 0.5px solid black;"/> \$ 764	\$ 27,900 11,950 3,794 - - - - <hr style="border: 0.5px solid black;"/> \$ 43,644	\$ - - - - - - - 718 <hr style="border: 0.5px solid black;"/> \$ 718	<u>ASSETS</u> Cash and investments Receivables, net Due from other funds Due from other governmental agencies Inventories and other assets Loans receivable Long-term receivables Total assets
\$ 11 473 276 - - - <hr style="border: 0.5px solid black;"/> 760	\$ 3,531 555 971 1,435 - - - <hr style="border: 0.5px solid black;"/> 6,492	\$ - - - - - - - <hr style="border: 0.5px solid black;"/> -	<u>LIABILITIES</u> Accounts payable Accrued liabilities Due to other funds Unearned revenue Deposits Advances from other funds Total liabilities
<hr style="border: 0.5px solid black;"/> -	<hr style="border: 0.5px solid black;"/> -	<hr style="border: 0.5px solid black;"/> 718	<u>DEFERRED INFLOWS OF RESOURCES</u> Unavailable revenue
<hr style="border: 0.5px solid black;"/> -	<hr style="border: 0.5px solid black;"/> -	<hr style="border: 0.5px solid black;"/> 718	Total deferred inflows of resources
- 4 - - <hr style="border: 0.5px solid black;"/> - <hr style="border: 0.5px solid black;"/> 4	- 37,152 - - <hr style="border: 0.5px solid black;"/> - <hr style="border: 0.5px solid black;"/> 37,152	- - - - <hr style="border: 0.5px solid black;"/> - <hr style="border: 0.5px solid black;"/> -	<u>FUND BALANCES</u> Nonspendable Restricted Committed Assigned Total fund balances
<hr style="border: 1px solid black;"/> \$ 764	<hr style="border: 1px solid black;"/> \$ 43,644	<hr style="border: 1px solid black;"/> \$ 718	Total liabilities, deferred inflows of resources, and fund balances

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	<u>Total</u>	<u>County Library Fund</u>	<u>H.U.D. Grants Fund</u>	<u>Fish and Game Fund</u>
Revenues:				
Taxes	\$ 6,446	\$ 5,435	\$ -	\$ -
Licenses, permits, and franchises	116	-	-	-
Fines, forfeitures, and penalties	87	2	-	-
Revenues from use of money and property	516	188	-	1
Aid from other governmental units	74,043	588	2,728	-
Charges for services	17,861	416	-	47
Other	2,552	79	-	-
	<u>101,621</u>	<u>6,708</u>	<u>2,728</u>	<u>48</u>
Total revenues				
Expenditures:				
Current:				
Public protection	25,058	-	-	3
Health and sanitation services	47,021	-	-	-
Public assistance	19,963	-	2,377	-
Education	7,720	7,720	-	-
Capital outlay	574	562	-	-
	<u>100,336</u>	<u>8,282</u>	<u>2,377</u>	<u>3</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>1,285</u>	<u>(1,574)</u>	<u>351</u>	<u>45</u>
Other financing sources (uses):				
Gain from insurance recovery	5	-	-	-
Transfers in	9,276	603	337	-
Transfers out	(868)	-	(688)	(45)
	<u>8,413</u>	<u>603</u>	<u>(351)</u>	<u>(45)</u>
Total other financing sources (uses)				
Net change in fund balances	9,698	(971)	-	-
Fund balances - beginning	<u>41,144</u>	<u>6,273</u>	<u>18</u>	<u>1</u>
Fund balances - ending	<u>\$ 50,842</u>	<u>\$ 5,302</u>	<u>\$ 18</u>	<u>\$ 1</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

Domestic Violence Program Fund	County Service Areas	Workforce Development Fund	
\$ -	\$ 1,011	\$ -	Revenues:
116	-	-	Taxes
60	10	-	Licenses, permits, and franchises
1	38	1	Fines, forfeitures, and penalties
-	11	7,216	Revenues from use of money and property
-	1,646	-	Aid from other governmental units
-	1	-	Charges for services
-	-	-	Other
<u>177</u>	<u>2,717</u>	<u>7,217</u>	Total revenues
-	2,185	-	Expenditures:
-	-	-	Current:
151	-	7,217	Public protection
-	-	-	Health and sanitation services
-	-	-	Public assistance
-	-	-	Education
-	-	-	Capital outlay
<u>151</u>	<u>2,185</u>	<u>7,217</u>	Total expenditures
<u>26</u>	<u>532</u>	<u>-</u>	Excess (deficiency) of revenues over (under) expenditures
-	3	-	Other financing sources (uses):
-	-	-	Gain from insurance recovery
-	-	-	Transfers in
-	-	-	Transfers out
<u>-</u>	<u>3</u>	<u>-</u>	Total other financing sources (uses)
26	535	-	Net change in fund balances
<u>96</u>	<u>5,784</u>	<u>-</u>	Fund balances - beginning
<u>\$ 122</u>	<u>\$ 6,319</u>	<u>\$ -</u>	Fund balances - ending

(Continued)

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)
 (Continued)

	Spay/Neuter Program	Inmate Welfare Fund	In-Home Supportive Services Public Authority
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses, permits, and franchises	-	-	-
Fines, forfeitures, and penalties	15	-	-
Revenues from use of money and property	(1)	30	5
Aid from other governmental units	-	-	1,875
Charges for services	-	-	-
Other	28	2,396	-
	<u>42</u>	<u>2,426</u>	<u>1,880</u>
Total revenues			
	<u>42</u>	<u>2,426</u>	<u>1,880</u>
Expenditures:			
Current:			
Public protection	16	2,262	-
Health and sanitation services	-	-	-
Public assistance	-	-	10,204
Education	-	-	-
Capital outlay	-	-	-
	<u>16</u>	<u>2,262</u>	<u>10,204</u>
Total expenditures			
	<u>16</u>	<u>2,262</u>	<u>10,204</u>
Excess (deficiency) of revenues over (under) expenditures	<u>26</u>	<u>164</u>	<u>(8,324)</u>
Other financing sources (uses):			
Gain from insurance recovery	-	-	-
Transfers in	-	-	8,324
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>8,324</u>
Total other financing sources (uses)			
	<u>-</u>	<u>-</u>	<u>8,324</u>
Net change in fund balances	26	164	-
Fund balances - beginning	<u>6</u>	<u>1,728</u>	<u>-</u>
Fund balances - ending	<u>\$ 32</u>	<u>\$ 1,892</u>	<u>\$ -</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)
 (Continued)

Department of Child Support Services	Mental Health Services Act	County Successor Housing Agency	
\$	\$	\$	Revenues:
-	-	-	Taxes
-	-	-	Licenses, permits, and franchises
-	-	-	Fines, forfeitures, and penalties
3	250	-	Revenues from use of money and property
20,588	41,037	-	Aid from other governmental units
-	15,752	-	Charges for services
1	47	-	Other
<u>20,592</u>	<u>57,086</u>	<u>-</u>	Total revenues
20,592	-	-	Expenditures:
-	47,021	-	Current:
-	-	14	Public protection
-	-	-	Health and sanitation services
-	-	-	Public assistance
12	-	-	Education
<u>20,604</u>	<u>47,021</u>	<u>14</u>	Capital outlay
			Total expenditures
<u>(12)</u>	<u>10,065</u>	<u>(14)</u>	Excess (deficiency) of revenues over (under) expenditures
-	2	-	Other financing sources (uses):
12	-	-	Gain from insurance recovery
-	(135)	-	Transfers in
<u>12</u>	<u>(133)</u>	<u>-</u>	Transfers out
			Total other financing sources (uses)
-	9,932	(14)	Net change in fund balances
<u>4</u>	<u>27,220</u>	<u>14</u>	Fund balances - beginning
<u>\$ 4</u>	<u>\$ 37,152</u>	<u>\$ -</u>	Fund balances - ending

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 COUNTY LIBRARY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

COUNTY LIBRARY FUND				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Taxes	\$ 4,997	\$ 5,425	\$ 5,435	\$ 10
Fines, forfeitures, and penalties	-	-	2	2
Revenues from use of money and property	152	152	180	28
Aid from other governmental units	672	672	588	(84)
Charges for services	313	170	416	246
Other	182	640	352	(288)
Amounts available for appropriation	<u>6,316</u>	<u>7,059</u>	<u>6,973</u>	<u>(86)</u>
Charges to appropriations (outflows):				
Education:				
Salaries and benefits	4,507	4,685	4,569	116
Services and supplies	2,978	3,551	3,151	400
Total education	<u>7,485</u>	<u>8,236</u>	<u>7,720</u>	<u>516</u>
Capital outlay	-	1,353	562	791
Total charges to appropriations	<u>7,485</u>	<u>9,589</u>	<u>8,282</u>	<u>1,307</u>
Deficiency of revenues under expenditures	<u>(1,169)</u>	<u>(2,530)</u>	<u>(1,309)</u>	<u>1,221</u>
Other financing sources:				
Transfers in	605	605	603	(2)
Total other financing sources	<u>605</u>	<u>605</u>	<u>603</u>	<u>(2)</u>
Deficiency of revenues and other sources under expenditures	(564)	(1,925)	(706)	1,219
Fund balances - beginning	<u>6,273</u>	<u>6,273</u>	<u>6,273</u>	<u>-</u>
Fund balances - ending	<u>\$ 5,709</u>	<u>\$ 4,348</u>	<u>\$ 5,567</u>	<u>\$ 1,219</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 H.U.D. GRANTS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

HOUSING AND URBAN DEVELOPMENT GRANTS				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Aid from other governmental units	\$ 2,078	\$ 5,362	\$ 2,728	\$ (2,634)
Amounts available for appropriation	<u>2,078</u>	<u>5,362</u>	<u>2,728</u>	<u>(2,634)</u>
Charges to appropriations (outflows):				
Public assistance:				
Services and supplies	2,078	2,858	1,062	1,796
Other charges	-	1,793	1,315	478
Total public assistance	<u>2,078</u>	<u>4,651</u>	<u>2,377</u>	<u>2,274</u>
Total charges to appropriations	<u>2,078</u>	<u>4,651</u>	<u>2,377</u>	<u>2,274</u>
Excess (deficiency) of revenues (over) under expenditures	<u>-</u>	<u>711</u>	<u>351</u>	<u>(360)</u>
Other financing sources (uses):				
Transfers in	-	360	337	(23)
Transfers out	-	(1,071)	(688)	383
Total other financing sources (uses)	<u>-</u>	<u>(711)</u>	<u>(351)</u>	<u>360</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	-	-	-	-
Fund balances - beginning	<u>18</u>	<u>18</u>	<u>18</u>	<u>-</u>
Fund balances - ending	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ -</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 FISH AND GAME FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

FISH AND GAME FUND				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Charges for services	\$ 15	\$ 50	\$ 47	\$ (3)
Amounts available for appropriation	<u>15</u>	<u>50</u>	<u>47</u>	<u>(3)</u>
Charges to appropriations (outflows):				
Public protection:				
Other charges	3	3	3	-
Total public protection	<u>3</u>	<u>3</u>	<u>3</u>	<u>-</u>
Total charges to appropriations	<u>3</u>	<u>3</u>	<u>3</u>	<u>-</u>
Excess of revenues over expenditures	<u>12</u>	<u>47</u>	<u>44</u>	<u>(3)</u>
Other financing uses:				
Transfers out	(12)	(47)	(45)	2
Total other financing uses	<u>(12)</u>	<u>(47)</u>	<u>(45)</u>	<u>2</u>
Excess (deficiency) of revenues over (under) expenditures and other uses	-	-	(1)	(1)
Fund balances - beginning	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>
Fund balances - ending	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (1)</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 DOMESTIC VIOLENCE PROGRAM FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

DOMESTIC VIOLENCE PROGRAM FUND				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Licenses, permits, and franchises	\$ 102	\$ 128	\$ 116	\$ (12)
Fines, forfeitures, and penalties	51	51	60	9
Amounts available for appropriation	<u>153</u>	<u>179</u>	<u>176</u>	<u>(3)</u>
Charges to appropriations (outflows):				
Public assistance:				
Services and supplies	159	185	151	34
Total public assistance	<u>159</u>	<u>185</u>	<u>151</u>	<u>34</u>
Total charges to appropriations	<u>159</u>	<u>185</u>	<u>151</u>	<u>34</u>
Excess (deficiency) of revenues over (under) expenditures	(6)	(6)	25	31
Fund balances - beginning	<u>96</u>	<u>96</u>	<u>96</u>	<u>-</u>
Fund balances - ending	<u>\$ 90</u>	<u>\$ 90</u>	<u>\$ 121</u>	<u>\$ 31</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 COUNTY SERVICE AREAS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	COUNTY SERVICE AREAS			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Taxes	\$ 984	\$ 984	\$ 1,011	\$ 27
Fines, forfeitures, and penalties	1	1	10	9
Revenues from use of money and property	32	32	28	(4)
Aid from other governmental units	11	11	11	-
Charges for services	1,657	1,656	1,646	(10)
Other	-	1	1	-
Amounts available for appropriation	<u>2,685</u>	<u>2,685</u>	<u>2,707</u>	<u>22</u>
Charges to appropriations (outflows):				
Public protection:				
Services and supplies	<u>3,103</u>	<u>3,103</u>	<u>2,185</u>	<u>918</u>
Total public protection	3,103	3,103	2,185	918
Capital outlay	<u>3,500</u>	<u>3,500</u>	<u>-</u>	<u>3,500</u>
Total charges to appropriations	<u>6,603</u>	<u>6,603</u>	<u>2,185</u>	<u>4,418</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,918)</u>	<u>(3,918)</u>	<u>522</u>	<u>4,440</u>
Other financing sources:				
Issuance of long-term debt	3,400	3,400	-	(3,400)
Gain from insurance recovery	<u>-</u>	<u>-</u>	<u>3</u>	<u>3</u>
Total other financing sources	<u>3,400</u>	<u>3,400</u>	<u>3</u>	<u>(3,397)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures	(518)	(518)	525	1,043
Fund balances - beginning	<u>5,784</u>	<u>5,784</u>	<u>5,784</u>	<u>-</u>
Fund balances - ending	<u>\$ 5,266</u>	<u>\$ 5,266</u>	<u>\$ 6,309</u>	<u>\$ 1,043</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 WORKFORCE DEVELOPMENT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

WORKFORCE DEVELOPMENT FUND				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Revenues from use of money and property	\$ -	\$ -	\$ 1	\$ 1
Aid from other governmental units	7,891	8,041	7,216	(825)
Amounts available for appropriation	7,891	8,041	7,217	(824)
Charges to appropriations (outflows):				
Public assistance:				
Salaries and benefits	3,317	3,317	3,287	30
Services and supplies	4,794	4,904	3,930	974
Contingencies	-	40	-	40
Total public assistance	8,111	8,261	7,217	1,044
Total charges to appropriations	8,111	8,261	7,217	1,044
Excess (deficiency) of revenues over (under) expenditures	(220)	(220)	-	220
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ (220)	\$ (220)	\$ -	\$ 220

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 SPAY/NEUTER PROGRAM
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	SPAY/NEUTER PROGRAM			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Fines, forfeitures, and penalties	\$ -	\$ 8	\$ -	\$ (8)
Other	<u>12</u>	<u>12</u>	<u>28</u>	<u>16</u>
Amounts available for appropriation	<u>12</u>	<u>20</u>	<u>28</u>	<u>8</u>
Charges to appropriations (outflows):				
Public protection:				
Services and supplies	<u>12</u>	<u>20</u>	<u>16</u>	<u>4</u>
Total public protection	<u>12</u>	<u>20</u>	<u>16</u>	<u>4</u>
Total charges to appropriations	<u>12</u>	<u>20</u>	<u>16</u>	<u>4</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	12	12
Fund balances - beginning	<u>6</u>	<u>6</u>	<u>6</u>	<u>-</u>
Fund balances - ending	<u>\$ 6</u>	<u>\$ 6</u>	<u>\$ 18</u>	<u>\$ 12</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 INMATE WELFARE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

INMATE WELFARE FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
Resources (inflows):				
Revenues from use of money and property	\$ 20	\$ 20	\$ 26	\$ 6
Other	<u>2,040</u>	<u>2,040</u>	<u>2,396</u>	<u>356</u>
Amounts available for appropriation	<u>2,060</u>	<u>2,060</u>	<u>2,422</u>	<u>362</u>
Charges to appropriations (outflows):				
Public protection:				
Salaries and benefits	1,288	1,288	1,094	194
Services and supplies	1,380	1,380	1,168	212
Contingencies	<u>68</u>	<u>68</u>	<u>-</u>	<u>68</u>
Total public protection	<u>2,736</u>	<u>2,736</u>	<u>2,262</u>	<u>474</u>
Total charges to appropriations	<u>2,736</u>	<u>2,736</u>	<u>2,262</u>	<u>474</u>
Excess (deficiency) of revenues over (under) expenditures	(676)	(676)	160	836
Fund balances - beginning	<u>1,728</u>	<u>1,728</u>	<u>1,728</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,052</u>	<u>\$ 1,052</u>	<u>\$ 1,888</u>	<u>\$ 836</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 IN-HOME SUPPORTIVE SERVICES PUBLIC AUTHORITY
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	IN-HOME SUPPORTIVE SERVICES PUBLIC AUTHORITY			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
Resources (inflows):				
Revenues from use of money and property	\$ -	\$ -	\$ 5	\$ 5
Aid from other governmental units	<u>9,298</u>	<u>4,225</u>	<u>1,875</u>	<u>(2,350)</u>
Amounts available for appropriation	<u>9,298</u>	<u>4,225</u>	<u>1,880</u>	<u>(2,345)</u>
Charges to appropriations (outflows):				
Public assistance:				
Salaries and benefits	576	652	556	96
Services and supplies	44	79	68	11
Other charges	<u>12,648</u>	<u>12,613</u>	<u>9,580</u>	<u>3,033</u>
Total public assistance	<u>13,268</u>	<u>13,344</u>	<u>10,204</u>	<u>3,140</u>
Total charges to appropriations	<u>13,268</u>	<u>13,344</u>	<u>10,204</u>	<u>3,140</u>
Deficiency of revenues under expenditures	<u>(3,970)</u>	<u>(9,119)</u>	<u>(8,324)</u>	<u>795</u>
Other financing sources:				
Transfers in	<u>3,970</u>	<u>9,119</u>	<u>8,324</u>	<u>(795)</u>
Total other financing sources	<u>3,970</u>	<u>9,119</u>	<u>8,324</u>	<u>(795)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures	-	-	-	-
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 DEPARTMENT OF CHILD SUPPORT SERVICES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

DEPARTMENT OF CHILD SUPPORT SERVICES				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Revenues from use of money and property	\$ 1	\$ 1	\$ 2	\$ 1
Aid from other governmental units	20,666	20,666	20,588	(78)
Other	-	-	1	1
Amounts available for appropriation	<u>20,667</u>	<u>20,667</u>	<u>20,591</u>	<u>(76)</u>
Charges to appropriations (outflows):				
Public protection:				
Salaries and benefits	18,276	18,171	18,071	100
Services and supplies	<u>2,386</u>	<u>2,623</u>	<u>2,521</u>	<u>102</u>
Total public protection	20,662	20,794	20,592	202
Capital outlay	<u>10</u>	<u>15</u>	<u>12</u>	<u>3</u>
Total charges to appropriations	<u>20,672</u>	<u>20,809</u>	<u>20,604</u>	<u>205</u>
Deficiency of revenues under expenditures	<u>(5)</u>	<u>(142)</u>	<u>(13)</u>	<u>129</u>
Other financing sources:				
Transfers in	<u>6</u>	<u>143</u>	<u>12</u>	<u>(131)</u>
Total other financing sources	<u>6</u>	<u>143</u>	<u>12</u>	<u>(131)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures	1	1	(1)	(2)
Fund balances - beginning	<u>4</u>	<u>4</u>	<u>4</u>	<u>-</u>
Fund balances - ending	<u>\$ 5</u>	<u>\$ 5</u>	<u>\$ 3</u>	<u>\$ (2)</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 MENTAL HEALTH SERVICES ACT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

MENTAL HEALTH SERVICES ACT				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Revenues from use of money and property	\$ 279	\$ 279	\$ 252	\$ (27)
Aid from other governmental units	35,882	37,249	41,037	3,788
Charges for services	11,434	11,434	15,752	4,318
Other	30	30	47	17
Amounts available for appropriation	<u>47,625</u>	<u>48,992</u>	<u>57,088</u>	<u>8,096</u>
Charges to appropriations (outflows):				
Health and sanitation services:				
Salaries and benefits	22,733	22,979	20,005	2,974
Services and supplies	29,354	30,106	24,436	5,670
Other charges	5,757	5,757	2,580	3,177
Total health and sanitation services	<u>57,844</u>	<u>58,842</u>	<u>47,021</u>	<u>11,821</u>
Total charges to appropriations	<u>57,844</u>	<u>58,842</u>	<u>47,021</u>	<u>11,821</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,219)</u>	<u>(9,850)</u>	<u>10,067</u>	<u>19,917</u>
Other financing sources (uses):				
Gain from insurance recovery	-	-	2	2
Transfers out	-	(314)	(135)	179
Total other financing sources (uses)	<u>-</u>	<u>(314)</u>	<u>(133)</u>	<u>181</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(10,219)	(10,164)	9,934	20,098
Fund balances - beginning	<u>27,220</u>	<u>27,220</u>	<u>27,220</u>	<u>-</u>
Fund balances - ending	<u>\$ 17,001</u>	<u>\$ 17,056</u>	<u>\$ 37,154</u>	<u>\$ 20,098</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 COUNTY SUCCESSOR HOUSING AGENCY
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

COUNTY SUCCESSOR HOUSING AGENCY				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Revenues from use of money and property	\$ -	\$ 1	\$ -	\$ (1)
Amounts available for appropriation	-	1	-	(1)
Charges to appropriations (outflows):				
Public assistance:				
Other charges	-	15	14	1
Total public assistance	-	15	14	1
Total charges to appropriations	-	15	14	1
Excess (deficiency) of revenues over (under) expenditures	-	(14)	(14)	-
Fund balances - beginning	14	14	14	-
Fund balances - ending	\$ 14	\$ -	\$ -	\$ -

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR SPECIAL REVENUE FUNDS
 STORMWATER-UNINCORPORATED
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

STORMWATER-UNINCORPORATED				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
Resources (inflows):				
Revenues from use of money and property	\$ 9	\$ 9	\$ 6	\$ (3)
Aid from other governmental units	684	3,063	1,118	(1,945)
Charges for services	<u>56</u>	<u>56</u>	<u>54</u>	<u>(2)</u>
Amounts available for appropriation	<u>749</u>	<u>3,128</u>	<u>1,178</u>	<u>(1,950)</u>
Charges to appropriations (outflows):				
Public protection:				
Services and supplies	<u>3,124</u>	<u>4,264</u>	<u>1,539</u>	<u>2,725</u>
Total public protection	<u>3,124</u>	<u>4,264</u>	<u>1,539</u>	<u>2,725</u>
Capital outlay	<u>-</u>	<u>1,289</u>	<u>1,289</u>	<u>-</u>
Total charges to appropriations	<u>3,124</u>	<u>5,553</u>	<u>2,828</u>	<u>2,725</u>
Deficiency of revenues under expenditures	<u>(2,375)</u>	<u>(2,425)</u>	<u>(1,650)</u>	<u>775</u>
Other financing sources:				
Transfers in	<u>1,625</u>	<u>1,625</u>	<u>1,550</u>	<u>(75)</u>
Total other financing sources	<u>1,625</u>	<u>1,625</u>	<u>1,550</u>	<u>(75)</u>
Deficiency of revenues and other sources under expenditures	(750)	(800)	(100)	700
Fund balances - beginning	<u>2,225</u>	<u>2,225</u>	<u>2,225</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,475</u>	<u>\$ 1,425</u>	<u>\$ 2,125</u>	<u>\$ 700</u>

NON-MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt. A more detailed description of each fund is listed below:

PUBLIC FINANCING AUTHORITY

This fund is used to finance a portion of various capital projects and pay costs incurred in connection with the issuance, sale and delivery of the Tax Exempt Commercial Paper Notes (TECP), the 2003 Certificates of Participation (PFA II), the 2009 Certificates of Participation (PFA III) and the Lease Revenue Bonds, Series 2013A and 2013B. The 2003 Certificates of Participation (PFA II) purchased the Gonzales Road Building and it financed the construction of the Juvenile Justice Complex Court Facility. The 2009 Certificates of Participation (PFA III) refunded PFC V and PFA I along with repayment of advances made by TECP for purchase of the Fillmore Human Services Agency Building, and construction of the Ventura County Medical Center Clinic. The Lease Revenue Bonds, Series 2013A financed a new replacement wing of the Ventura County Medical Center and retired \$20,656,000 of TECP. The Lease Revenue Bonds, Series 2013B financed the acquisition of an office building located at 1911 Williams Drive in Oxnard and refunded PFA II. The Certificates of Participation issued to the United States Department of Agriculture, Rural Development were used to fund the Waterworks District No. 19 Water Infrastructure Project. This fund receives lease revenue payments primarily from the General Fund in compliance with lease-purchase agreements. These payments are accumulated for making payment of principal and interest on these issues.

COUNTY SERVICE AREA #34

This fund is used to account for the required debt service reserve and accumulate resources for the payment of principal and interest on the Revolving Fund Loan issued by the State of California, State Water Resources Control Board-Clean Water Act. Revenues are received through special assessment taxes on property.

COUNTY OF VENTURA
 COMBINING BALANCE SHEET
 NON-MAJOR DEBT SERVICE FUNDS
 JUNE 30, 2015
 (In Thousands)

	Total	Public Financing Authority	County Service Area #34
<u>ASSETS</u>			
Cash and investments	\$ 4,324	\$ 3,965	\$ 359
Receivables, net	561	5	556
Due from other funds	204	6	198
Long-term receivables	9,193	-	9,193
Total assets	\$ 14,282	\$ 3,976	\$ 10,306
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Unavailable revenue	\$ 9,749	\$ -	\$ 9,749
Total deferred inflows of resources	9,749	-	9,749
<u>FUND BALANCES</u>			
Restricted	4,533	3,976	557
Total fund balances	4,533	3,976	557
Total liabilities, deferred inflows of resources, and fund balances	\$ 14,282	\$ 3,976	\$ 10,306

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR DEBT SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	Total	Public Financing Authority	County Service Area #34
Revenues:			
Revenues from use of money and property	\$ 27	\$ 25	\$ 2
Charges for services	460	-	460
Total revenues	487	25	462
Expenditures:			
Current:			
Debt service:			
Principal retirement	6,462	6,194	268
Interest and fiscal charges	2,470	2,281	189
Total expenditures	8,932	8,475	457
Excess (deficiency) of revenues over (under) expenditures	(8,445)	(8,450)	5
Other financing sources:			
Transfers in	8,460	8,460	-
Total other financing sources	8,460	8,460	-
Net change in fund balances	15	10	5
Fund balances - beginning	4,518	3,966	552
Fund balances - ending	\$ 4,533	\$ 3,976	\$ 557

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR DEBT SERVICE FUNDS
 COUNTY SERVICE AREA #34
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

COUNTY SERVICE AREA #34				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
Resources (inflows):				
Revenues from use of money and property	\$ 2	\$ 2	\$ 2	\$ -
Charges for services	<u>484</u>	<u>484</u>	<u>460</u>	<u>(24)</u>
Amounts available for appropriation	<u>486</u>	<u>486</u>	<u>462</u>	<u>(24)</u>
Charges to appropriations (outflows):				
Debt service:				
Principal retirement	268	268	268	-
Interest and fiscal charges	<u>189</u>	<u>189</u>	<u>189</u>	<u>-</u>
Total charges to appropriations	<u>457</u>	<u>457</u>	<u>457</u>	<u>-</u>
Excess of revenues over expenditures	<u>29</u>	<u>29</u>	<u>5</u>	<u>(24)</u>
Fund balances - beginning	<u>552</u>	<u>552</u>	<u>552</u>	<u>-</u>
Fund balances - ending	<u>\$ 581</u>	<u>\$ 581</u>	<u>\$ 557</u>	<u>\$ (24)</u>

NON-MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for financial resources provided by borrowings or contributions and for major capital acquisition and construction activities funded by those resources (other than those financed by proprietary funds and trust funds). Major capital activities are reported in the following funds:

PUBLIC FINANCING AUTHORITY

This fund is used to account for the costs of constructing and acquiring various buildings, facilities, and equipment for the County. The cost of various projects is financed by the periodic issuance of Tax Exempt Commercial Paper Notes (TECP) which were first used in 1998 through the Public Financing Authority (PFA). Certificates of Participation (COPs) were issued in 2003 to purchase the Gonzales Road Building and finance the construction of the Juvenile Justice Facility Courthouse. Also, COPs were issued in 2009 to currently refund PFC COPs issued in 1998 and PFA COPs issued in 2001. Additionally, the issue provided for financing of the Medical Center Clinic and the Fillmore Human Services Agency building. The Lease Revenue Bonds, Series 2013A were issued in 2013 to finance a new replacement wing of the Ventura County Medical Center and to retire \$20,656,000 of TECP. The Lease Revenue Bonds, Series 2013B financed the acquisition of an office building located at 1911 Williams Drive in Oxnard and refunded PFA II. The Certificates of Participation issued to the United States Department of Agriculture, Rural Development were used to fund the Waterworks District No. 19 Water Infrastructure Project.

SANTA ROSA ROAD ASSESSMENT DISTRICT

On November 13, 2005, in accordance with Streets and Highways Code Section 22000 and Article XII D of the California Constitution, the Board of Supervisors adopted a resolution forming the Santa Rosa Road Assessment District for the purpose of funding the cost of installation, maintenance, and servicing of public improvements of four traffic signals along Santa Rosa Road. The project was funded by a combination of a private donation, a transfer and a loan from the Road Fund, and assessments imposed on assessable parcels within the District's boundaries.

COUNTY OF VENTURA
 COMBINING BALANCE SHEET
 NON-MAJOR CAPITAL PROJECTS FUNDS
 JUNE 30, 2015
 (In Thousands)

	<u>Total</u>	<u>Public Financing Authority</u>	<u>Santa Rosa Road Assessment District</u>
<u>ASSETS</u>			
Cash and investments	\$ 6,116	\$ 6,107	\$ 9
Receivables, net	103	75	28
Due from other funds	103	103	-
Long-term receivables	<u>325</u>	<u>-</u>	<u>325</u>
Total assets	<u>\$ 6,647</u>	<u>\$ 6,285</u>	<u>\$ 362</u>
<u>LIABILITIES</u>			
Accounts payable	\$ 1	\$ 1	\$ -
Due to other funds	<u>8,229</u>	<u>8,229</u>	<u>-</u>
Total liabilities	<u>8,230</u>	<u>8,230</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Unavailable revenue	<u>353</u>	<u>-</u>	<u>353</u>
Total deferred inflows of resources	<u>353</u>	<u>-</u>	<u>353</u>
<u>FUND BALANCES (DEFICITS)</u>			
Committed	9	-	9
Unassigned	<u>(1,945)</u>	<u>(1,945)</u>	<u>-</u>
Total fund balances (deficits)	<u>(1,936)</u>	<u>(1,945)</u>	<u>9</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 6,647</u>	<u>\$ 6,285</u>	<u>\$ 362</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR CAPITAL PROJECTS FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	<u>Total</u>	<u>Public Financing Authority</u>	<u>Santa Rosa Road Assessment District</u>
Revenues:			
Revenues from use of money and property	\$ 414	\$ 413	\$ 1
Charges for services	<u>20</u>	<u>-</u>	<u>20</u>
Total revenues	<u>434</u>	<u>413</u>	<u>21</u>
Expenditures:			
Current:			
General government	2	2	-
Public ways and facilities	18	-	18
Capital outlay	<u>8,789</u>	<u>8,789</u>	<u>-</u>
Total expenditures	<u>8,809</u>	<u>8,791</u>	<u>18</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,375)</u>	<u>(8,378)</u>	<u>3</u>
Other financing sources:			
Issuance of long-term debt	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Total other financing sources	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Net change in fund balances	(3,375)	(3,378)	3
Fund balances - beginning	<u>1,439</u>	<u>1,433</u>	<u>6</u>
Fund balances (deficits) - ending	<u>\$ (1,936)</u>	<u>\$ (1,945)</u>	<u>\$ 9</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR CAPITAL PROJECTS FUNDS
 SANTA ROSA ROAD ASSESSMENT DISTRICT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

SANTA ROSA ROAD ASSESSMENT DISTRICT				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Charges for services	\$ 21	\$ 21	\$ 20	\$ (1)
Amounts available for appropriation	21	21	20	(1)
Charges to appropriations (outflows):				
Public ways and facilities:				
Services and supplies	21	21	18	3
Total public ways and facilities	21	21	18	3
Total charges to appropriations	21	21	18	3
Excess (deficiency) of revenues over (under) expenditures	-	-	2	2
Fund balances - beginning	6	6	6	-
Fund balances - ending	\$ 6	\$ 6	\$ 8	\$ 2

NON-MAJOR GOVERNMENTAL FUNDS

PERMANENT FUND

GEORGE D. LYON

The George D. Lyon Permanent Fund was established in December 2002, funded by a bequest with the legal restriction that only earnings, and not principal, may be used for the purchase of books for the Foster Library in Ventura, California.

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 NON-MAJOR PERMANENT FUND
 GEORGE D. LYON PERMANENT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

GEORGE D. LYON PERMANENT FUND				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Revenues from use of money and property	\$ 5	\$ 5	\$ 4	\$ (1)
Amounts available for appropriation	5	5	4	(1)
Excess of revenues over expenditures	5	5	4	(1)
Other financing uses:				
Transfers out	(5)	(5)	(3)	2
Total other financing uses	(5)	(5)	(3)	2
Excess (deficiency) of revenues over (under) expenditures and other uses	-	-	1	1
Fund balances - beginning	1,136	1,136	1,136	-
Fund balances - ending	\$ 1,136	\$ 1,136	\$ 1,137	\$ 1

NON-MAJOR ENTERPRISE FUNDS

Enterprise funds are one of two types of proprietary funds used to report activities for which fees are charged to external users for full recovery, or more, of goods or services provided. They are exempt from legal compliance for budgetary control and follow commercial accounting principles for determination of operating, rather than budgetary, results. The County has established and uses the following enterprise funds:

PARKS DEPARTMENT

This fund accounts for the operation of the County's parks and golf courses, including administrative, fiscal, and other support services to these operations. Revenues are derived primarily from rentals of facilities to operators and concessionaires and from fees charged to public users of the facilities. The fund also accounts for federal and state aid and County contributions in support of parks and recreational activities.

CHANNEL ISLANDS HARBOR

This fund accounts for the operation of all areas of the Channel Islands Harbor, including administrative, fiscal, and other support for operations, as well as the expansion area of Channel Islands Harbor that was financed by loans from the State of California and the commercial fishing enterprise activities funded by a federal loan. Revenues for the Harbor are derived from rentals of facilities to operators, concessionaires, tenants, and from fees charged to the public users of the facility.

HEALTH CARE PLAN

The Ventura County Health Care Plan is a self-insured group medical plan operated by the County Health Care Agency. Revenues are derived primarily from charges to participating employer groups for medical insurance.

OAK VIEW DISTRICT

This assessment district was established on August 2, 2002, for the costs of acquiring and rehabilitating the former Oak View School for use as a community park and family resource center. Acquisition and development costs of \$1,400,000, were financed principally by tax-exempt commercial paper and grant funds. Benefit assessments fund annual debt service and maintenance and operation costs. The project is administered by the General Services Agency.

COUNTY OF VENTURA
 COMBINING STATEMENT OF NET POSITION
 NON-MAJOR ENTERPRISE FUNDS
 JUNE 30, 2015
 (In Thousands)

	Total	Parks Department	Channel Islands Harbor	Health Care Plan	Oak View District
<u>ASSETS</u>					
Current assets:					
Cash and investments	\$ 23,238	\$ 2,768	\$ 9,482	\$ 10,626	\$ 362
Receivables, net	1,631	345	342	944	-
Due from other funds	74	28	21	25	-
Inventories and other assets	175	-	51	114	10
Restricted cash and investments	1,659	-	159	1,500	-
Total current assets	<u>26,777</u>	<u>3,141</u>	<u>10,055</u>	<u>13,209</u>	<u>372</u>
Noncurrent assets:					
Long-term receivables	1,956	1,956	-	-	-
Capital assets:					
Nondepreciable:					
Land	8,879	5,504	2,154	-	1,221
Easements	103	103	-	-	-
Construction in progress	352	67	274	-	11
Depreciable:					
Land improvements	31,516	25,017	6,346	-	153
Structures and improvements	37,599	10,760	25,931	417	491
Equipment/Vehicles	2,411	504	1,872	10	25
Software	6,438	35	12	6,391	-
Less accumulated depreciation	<u>(36,484)</u>	<u>(20,990)</u>	<u>(12,680)</u>	<u>(2,593)</u>	<u>(221)</u>
Total noncurrent assets	<u>52,770</u>	<u>22,956</u>	<u>23,909</u>	<u>4,225</u>	<u>1,680</u>
Total assets	<u>79,547</u>	<u>26,097</u>	<u>33,964</u>	<u>17,434</u>	<u>2,052</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>					
Deferred outflow related to pensions	1,561	209	778	574	-
Total deferred outflows of resources	<u>1,561</u>	<u>209</u>	<u>778</u>	<u>574</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 81,108</u>	<u>\$ 26,306</u>	<u>\$ 34,742</u>	<u>\$ 18,008</u>	<u>\$ 2,052</u>
<u>LIABILITIES</u>					
Current liabilities:					
Accounts payable	\$ 433	\$ 102	\$ 281	\$ 29	\$ 21
Due to other funds	315	166	20	123	6
Accrued liabilities	946	41	123	782	-
Compensated absences, current	406	86	138	182	-
Claims liabilities, current	6,874	-	-	6,874	-
Certificates of participation, tax-exempt commercial paper, and loans and capital leases payable, current	493	-	458	-	35
Total current liabilities	<u>9,467</u>	<u>395</u>	<u>1,020</u>	<u>7,990</u>	<u>62</u>
Noncurrent liabilities:					
Unearned revenue	798	14	221	563	-
Deposits and other liabilities	884	89	795	-	-
Compensated absences, noncurrent	430	110	157	163	-
Net pension liability	4,989	672	2,489	1,828	-
Certificates of participation, tax-exempt commercial paper, and loans and capital leases payable, noncurrent	3,714	-	3,069	-	645
Total noncurrent liabilities	<u>10,815</u>	<u>885</u>	<u>6,731</u>	<u>2,554</u>	<u>645</u>
Total liabilities	<u>20,282</u>	<u>1,280</u>	<u>7,751</u>	<u>10,544</u>	<u>707</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred service concession arrangements	9,796	9,796	-	-	-
Deferred inflow related to pensions	3,027	401	1,506	1,120	-
Total deferred inflows of resources	<u>12,823</u>	<u>10,197</u>	<u>1,506</u>	<u>1,120</u>	<u>-</u>
<u>NET POSITION</u>					
Net investment in capital assets	39,171	13,405	20,541	4,225	1,000
Restricted for:					
Grantors	663	663	-	-	-
Tangible net equity reserve	1,500	-	-	1,500	-
Unrestricted	6,669	761	4,944	619	345
Total net position	<u>48,003</u>	<u>14,829</u>	<u>25,485</u>	<u>6,344</u>	<u>1,345</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 81,108</u>	<u>\$ 26,306</u>	<u>\$ 34,742</u>	<u>\$ 18,008</u>	<u>\$ 2,052</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 NON-MAJOR ENTERPRISE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	Total	Parks Department	Channel Islands Harbor	Health Care Plan	Oak View District
Operating Revenues:					
Charges for services	\$ 61,680	\$ 442	\$ 3,326	\$ 57,723	\$ 189
Rents and royalties	7,736	3,187	4,493	-	56
Miscellaneous	471	28	443	-	-
Total operating revenues	<u>69,887</u>	<u>3,657</u>	<u>8,262</u>	<u>57,723</u>	<u>245</u>
Operating Expenses:					
Salaries and benefits	8,817	1,482	3,127	4,208	-
Services and supplies	10,515	2,011	3,289	5,031	184
Insurance premiums	1,712	15	23	1,674	-
Utilities	499	323	176	-	-
Provision for claims	46,656	-	-	46,656	-
Depreciation and amortization	3,996	1,622	897	1,449	28
Total operating expenses	<u>72,195</u>	<u>5,453</u>	<u>7,512</u>	<u>59,018</u>	<u>212</u>
Operating income (loss)	<u>(2,308)</u>	<u>(1,796)</u>	<u>750</u>	<u>(1,295)</u>	<u>33</u>
Nonoperating revenues (expenses):					
State and federal grants	21	-	21	-	-
Gain (loss) from sale (disposal) of capital assets	(34)	-	(34)	-	-
Interest and investment income	117	8	31	76	2
Interest expense	(109)	-	(74)	(34)	(1)
Total nonoperating revenues (expenses)	<u>(5)</u>	<u>8</u>	<u>(56)</u>	<u>42</u>	<u>1</u>
Income (loss) before capital contributions and transfers	(2,313)	(1,788)	694	(1,253)	34
Capital grants and contributions	315	301	14	-	-
Transfers in	<u>1,204</u>	<u>588</u>	<u>600</u>	<u>-</u>	<u>16</u>
Change in net position	(794)	(899)	1,308	(1,253)	50
Net position - beginning, as restated	<u>48,797</u>	<u>15,728</u>	<u>24,177</u>	<u>7,597</u>	<u>1,295</u>
Net position - ending	<u>\$ 48,003</u>	<u>\$ 14,829</u>	<u>\$ 25,485</u>	<u>\$ 6,344</u>	<u>\$ 1,345</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 NON-MAJOR ENTERPRISE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	Total	Parks Department	Channel Islands Harbor	Health Care Plan	Oak View District
Cash flows from operating activities:					
Cash receipts from customers	\$ 18,528	\$ 3,659	\$ 8,296	\$ 6,328	\$ 245
Cash receipts from other funds	50,787	37	13	50,737	-
Cash receipts from other sources	3	-	3	-	-
Cash paid to suppliers for goods and services	(8,464)	(1,295)	(3,016)	(4,006)	(147)
Cash paid to employees for services	(9,582)	(1,587)	(3,566)	(4,429)	-
Cash paid to other funds	(3,084)	(1,107)	(357)	(1,599)	(21)
Cash paid for insurance premiums	(1,712)	-	-	(1,712)	-
Cash paid for judgments and claims	(50,538)	-	-	(50,538)	-
Net cash provided by (used in) operating activities	<u>(4,062)</u>	<u>(293)</u>	<u>1,373</u>	<u>(5,219)</u>	<u>77</u>
Cash flows from noncapital financing activities:					
Transfers received	1,198	582	600	-	16
Interest paid on noncapital debt	(34)	-	-	(34)	-
State and federal grant receipts	8	-	8	-	-
Net cash provided by (used in) noncapital financing activities	<u>1,172</u>	<u>582</u>	<u>608</u>	<u>(34)</u>	<u>16</u>
Cash flows from capital and related financing activities:					
Proceeds from capital grants and contributions	2,763	313	2,450	-	-
Acquisition and construction of capital assets	(3,323)	(171)	(1,835)	(1,299)	(18)
Principal paid on capital debt	(425)	-	(385)	-	(40)
Interest paid on capital debt	(138)	-	(137)	-	(1)
Net cash provided by (used in) capital and related financing activities	<u>(1,123)</u>	<u>142</u>	<u>93</u>	<u>(1,299)</u>	<u>(59)</u>
Cash flows from investing activities:					
Interest and investment income received	119	8	29	80	2
Net cash provided by investing activities	<u>119</u>	<u>8</u>	<u>29</u>	<u>80</u>	<u>2</u>
Net increase (decrease) in cash and cash equivalents	(3,894)	439	2,103	(6,472)	36
Total cash and cash equivalents, beginning of the year	28,632	2,329	7,379	18,598	326
Total cash and cash equivalents, end of the year	<u>\$ 24,738</u>	<u>\$ 2,768</u>	<u>\$ 9,482</u>	<u>\$ 12,126</u>	<u>\$ 362</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:					
Cash and investments	\$ 23,238	\$ 2,768	\$ 9,482	\$ 10,626	\$ 362
Restricted cash and investments	1,500	-	-	1,500	-
Total cash and cash equivalents, end of the year	<u>\$ 24,738</u>	<u>\$ 2,768</u>	<u>\$ 9,482</u>	<u>\$ 12,126</u>	<u>\$ 362</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 NON-MAJOR ENTERPRISE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	Total	Parks Department	Channel Islands Harbor	Health Care Plan	Oak View District
Reconciliation of operating income (loss) to net cash Provided by (used in) operating activities:					
Operating income (loss)	\$ (2,308)	\$ (1,796)	\$ 750	\$ (1,295)	\$ 33
Adjustments to reconcile operating income (loss) to cash flows from operating activities:					
Depreciation and amortization	3,996	1,622	897	1,449	28
Decrease (increase) in:					
Accounts receivable	(631)	33	(96)	(568)	-
Due from other funds	(20)	(2)	(12)	(6)	-
Inventories and other assets	(47)	-	(9)	(38)	-
Deferred outflow pension	(1,561)	(209)	(778)	(574)	-
Increase (decrease) in:					
Accounts payable	(444)	(30)	141	(570)	15
Accrued liabilities	(2,903)	3	4	(2,910)	-
Due to other funds	(44)	(23)	(18)	(4)	1
Unearned revenue	145	7	221	(83)	-
Claims liabilities	(942)	-	-	(942)	-
Deposits and other liabilities	(77)	1	(78)	-	-
Compensated absences	142	15	35	92	-
Net pension liability	(2,395)	(315)	(1,190)	(890)	-
Deferred inflow pension	3,027	401	1,506	1,120	-
Net cash provided by (used in) operating activities	<u>\$ (4,062)</u>	<u>\$ (293)</u>	<u>\$ 1,373</u>	<u>\$ (5,219)</u>	<u>\$ 77</u>
Noncash financing, capital, and investing activities:					
Increase (decrease) in capital assets related to accounts payable	\$ (650)	\$ 318	\$ (970)	\$ 2	-
Noncash retirement of capital assets	(34)	-	(34)	-	-
Increase (decrease) in fair value of investments	2	-	(2)	4	-
Decrease in non-capital State and Federal grant receivables	(13)	-	(13)	-	-
Decrease in capital grants and contributions receivables	(2,448)	(12)	(2,436)	-	-
Decrease in transfers in	(6)	(6)	-	-	-
Decrease in noncash interest	(63)	-	(63)	-	-

THIS PAGE LEFT BLANK INTENTIONALLY

INTERNAL SERVICE FUNDS

Internal service funds are one of two types of proprietary funds used to centralize and allocate the cost of certain services provided on a cost-reimbursement basis primarily to County departments as well as to other government agencies. User charges are based upon standard rates calculated on an estimated cost recovery basis.

PUBLIC WORKS SERVICES

This fund coordinates the County's property management activities and provides administrative, engineering, construction, and maintenance services to various County departments as well as other governmental units.

HEAVY EQUIPMENT

This fund maintains the County's fleet of machinery and construction equipment and rents such equipment to County departments and other governmental units.

TRANSPORTATION

This fund provides for the acquisition, maintenance, and replacement of County automobiles and light trucks, which it rents to various County departments and non-County entities.

GENERAL INSURANCE

This fund administers certain commercial and County self-insurance programs, principally worker's compensation, medical malpractice, and general insurance. It also administers the hazardous materials program which provides for waste handling, disposal, and reporting.

INFORMATION TECHNOLOGY SERVICES

This fund is responsible for the design, implementation, and maintenance of the telecommunication network as well as the computer-assisted systems which support the information processing requirements of the County departments and certain non-County entities.

GENERAL SERVICES

This fund's services include graphics, mailroom, stores, purchasing, security, maintenance, custodial, and landscaping provided to all County departments and certain non-County entities. The fund also administers the utilities program and the job order contract program, which contracts with outside vendors to provide maintenance projects for County departments.

EMPLOYEE BENEFITS INSURANCE

This fund administers the County's commercial employees' group medical plan and disability income protection plan and the self-insured, wage-supplement, and unemployment insurance programs. The fund, operated by the Human Resources Department, collects premiums from County agencies, departments and employees, and makes benefit payments through outside settlement agents.

PERSONNEL SERVICES

This fund administers the training services offered to County and non-County entities. Services include assessment of the requesting entity's needs as well as the development and delivery of comprehensive programs. This fund, operated by the Human Resources Department, provides these services at cost to both County departments and outside entities.

COUNTY OF VENTURA
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 JUNE 30, 2015
 (In Thousands)

	Total	Public Works Services	Heavy Equipment	Transportation
<u>ASSETS</u>				
Current assets:				
Cash and investments	\$ 206,501	\$ 6,581	\$ 5,438	\$ 6,482
Receivables, net	2,657	99	3	76
Due from other funds	23,005	3,762	400	1,368
Due from other governmental agencies	116	75	-	6
Inventories and other assets	3,384	74	-	457
Restricted cash and investments	592	-	-	-
Total current assets	<u>236,255</u>	<u>10,591</u>	<u>5,841</u>	<u>8,389</u>
Noncurrent assets:				
Long-term receivables	97	-	-	-
Capital assets:				
Nondepreciable:				
Land	770	-	-	-
Construction in progress	1,199	-	5	581
Depreciable:				
Land improvements	1,208	-	-	-
Structures and improvements	10,200	722	9	869
Equipment/Vehicles	94,942	589	17,725	41,870
Software	14,583	1,383	-	5
Less accumulated depreciation	(60,382)	(1,141)	(9,076)	(21,509)
Total noncurrent assets	<u>62,617</u>	<u>1,553</u>	<u>8,663</u>	<u>21,816</u>
Total assets	<u>298,872</u>	<u>12,144</u>	<u>14,504</u>	<u>30,205</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred outflow related to pensions	10,538	4,686	102	340
Total deferred outflows of resources	<u>10,538</u>	<u>4,686</u>	<u>102</u>	<u>340</u>
Total assets and deferred outflows of resources	<u>\$ 309,410</u>	<u>\$ 16,830</u>	<u>\$ 14,606</u>	<u>\$ 30,545</u>
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	\$ 5,528	\$ 111	\$ 7	\$ 270
Due to other funds	2,243	236	175	184
Accrued liabilities	6,533	987	21	72
Compensated absences, current	4,045	1,868	43	133
Claims liabilities, current	31,150	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans payable, current	1,437	-	-	19
Total current liabilities	<u>50,936</u>	<u>3,202</u>	<u>246</u>	<u>678</u>
Noncurrent liabilities:				
Unearned revenue	312	287	-	-
Deposits and other liabilities	503	-	-	-
Compensated absences, noncurrent	3,088	1,557	20	78
Net pension liability	33,500	14,899	324	1,082
Claims liabilities, noncurrent	117,912	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans payable, noncurrent	11,045	-	-	162
Total noncurrent liabilities	<u>166,360</u>	<u>16,743</u>	<u>344</u>	<u>1,322</u>
Total liabilities	<u>217,296</u>	<u>19,945</u>	<u>590</u>	<u>2,000</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred inflow related to pensions	20,634	9,172	200	667
Total deferred inflows of resources	<u>20,634</u>	<u>9,172</u>	<u>200</u>	<u>667</u>
<u>NET POSITION</u>				
Net investment in capital assets	50,630	1,553	8,663	21,635
Unrestricted (deficit)	20,850	(13,840)	5,153	6,243
Total net position	<u>71,480</u>	<u>(12,287)</u>	<u>13,816</u>	<u>27,878</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 309,410</u>	<u>\$ 16,830</u>	<u>\$ 14,606</u>	<u>\$ 30,545</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 JUNE 30, 2015
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services
\$ 156,506	\$ 14,174	\$ 12,970	\$ 3,858	\$ 492
858	121	1,243	221	36
14,206	1,132	2,132	4	1
-	25	10	-	-
116	2,148	589	-	-
-	418	174	-	-
<u>171,686</u>	<u>18,018</u>	<u>17,118</u>	<u>4,083</u>	<u>529</u>
97	-	-	-	-
770	-	-	-	-
-	9	604	-	-
-	1,208	-	-	-
-	2,312	6,288	-	-
-	28,036	6,714	8	-
-	12,233	878	84	-
-	(22,198)	(6,436)	(22)	-
<u>867</u>	<u>21,600</u>	<u>8,048</u>	<u>70</u>	<u>-</u>
<u>172,553</u>	<u>39,618</u>	<u>25,166</u>	<u>4,153</u>	<u>529</u>
176	2,822	2,163	213	36
<u>176</u>	<u>2,822</u>	<u>2,163</u>	<u>213</u>	<u>36</u>
<u>\$ 172,729</u>	<u>\$ 42,440</u>	<u>\$ 27,329</u>	<u>\$ 4,366</u>	<u>\$ 565</u>
\$ 777	\$ 1,466	\$ 2,710	\$ 186	\$ 1
1,145	23	469	8	3
41	4,528	461	416	7
81	1,037	781	87	15
30,988	-	-	162	-
-	977	441	-	-
<u>33,032</u>	<u>8,031</u>	<u>4,862</u>	<u>859</u>	<u>26</u>
-	-	25	-	-
-	503	-	-	-
37	665	667	64	-
558	8,956	6,888	680	113
117,912	-	-	-	-
-	8,364	2,519	-	-
<u>118,507</u>	<u>18,488</u>	<u>10,099</u>	<u>744</u>	<u>113</u>
<u>151,539</u>	<u>26,519</u>	<u>14,961</u>	<u>1,603</u>	<u>139</u>
345	5,541	4,223	416	70
<u>345</u>	<u>5,541</u>	<u>4,223</u>	<u>416</u>	<u>70</u>
770	12,677	5,262	70	-
<u>20,075</u>	<u>(2,297)</u>	<u>2,883</u>	<u>2,277</u>	<u>356</u>
<u>20,845</u>	<u>10,380</u>	<u>8,145</u>	<u>2,347</u>	<u>356</u>
<u>\$ 172,729</u>	<u>\$ 42,440</u>	<u>\$ 27,329</u>	<u>\$ 4,366</u>	<u>\$ 565</u>

ASSETS

Current assets:

Cash and investments
 Receivables, net
 Due from other funds
 Due from other governmental agencies
 Inventories and other assets
 Restricted cash and investments
 Total current assets

Noncurrent assets:

Long-term receivables

Capital assets:

Nondepreciable:

Land
 Construction in progress

Depreciable:

Land improvements
 Structures and improvements
 Equipment/Vehicles
 Software

Less accumulated depreciation

Total noncurrent assets

Total assets

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflow related to pensions

Total deferred outflows of resources

Total assets and deferred outflows of resources

LIABILITIES

Current liabilities:

Accounts payable
 Due to other funds
 Accrued liabilities
 Compensated absences, current
 Claims liabilities, current
 Certificates of participation, tax-exempt commercial paper, and loans payable, current
 Total current liabilities

Noncurrent liabilities:

Unearned revenue
 Deposits and other liabilities
 Compensated absences, noncurrent
 Net pension liability
 Claims liabilities, noncurrent
 Certificates of participation, tax-exempt commercial paper, and loans payable, noncurrent
 Total noncurrent liabilities

Total liabilities

DEFERRED INFLOWS OF RESOURCES

Deferred inflow related to pensions

Total deferred inflows of resources

NET POSITION

Net investment in capital assets

Unrestricted (deficit)

Total net position

Total liabilities, deferred inflows of resources, and net position

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
Operating Revenues:				
Charges for services	\$ 188,733	\$ 42,265	\$ 4,411	\$ 12,675
Rents and royalties	269	202	-	-
Miscellaneous	325	68	-	-
Total operating revenues	<u>189,327</u>	<u>42,535</u>	<u>4,411</u>	<u>12,675</u>
Operating Expenses:				
Salaries and benefits	76,538	34,557	728	2,060
Services and supplies	71,592	6,669	2,069	6,853
Insurance premiums	4,612	103	16	16
Provision for claims	31,834	-	-	-
Depreciation and amortization	9,768	141	1,125	3,726
Total operating expenses	<u>194,344</u>	<u>41,470</u>	<u>3,938</u>	<u>12,655</u>
Operating income (loss)	<u>(5,017)</u>	<u>1,065</u>	<u>473</u>	<u>20</u>
Nonoperating revenues (expenses):				
State and federal grants	10	-	-	10
Gain from insurance recovery	384	-	36	348
Gain (loss) from sale (disposal) of capital assets	(1,525)	(1)	18	10
Interest and investment income	917	37	17	32
Interest expense	(277)	-	-	-
Total nonoperating revenues (expenses)	<u>(491)</u>	<u>36</u>	<u>71</u>	<u>400</u>
Income (loss) before transfers	(5,508)	1,101	544	420
Capital grants and contributions	273	-	-	-
Transfers in	1,277	118	154	261
Transfers out	(126)	-	-	-
Change in net position	(4,084)	1,219	698	681
Net position - beginning, as restated	<u>75,564</u>	<u>(13,506)</u>	<u>13,118</u>	<u>27,197</u>
Net position - ending	<u>\$ 71,480</u>	<u>\$ (12,287)</u>	<u>\$ 13,816</u>	<u>\$ 27,878</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ 35,695	\$ 39,716	\$ 44,222	\$ 9,153	\$ 596	Operating Revenues:
-	10	57	-	-	Charges for services
13	57	104	83	-	Rents and royalties
35,708	39,783	44,383	9,236	596	Miscellaneous
					Total operating revenues
1,230	20,423	15,751	1,539	250	Operating Expenses:
3,869	17,939	26,691	7,093	409	Salaries and benefits
4,296	76	100	4	1	Services and supplies
30,988	-	-	846	-	Insurance premiums
-	3,927	814	35	-	Provision for claims
40,383	42,365	43,356	9,517	660	Depreciation and amortization
					Total operating expenses
(4,675)	(2,582)	1,027	(281)	(64)	Operating income (loss)
-	-	-	-	-	Nonoperating revenues (expenses):
-	-	-	-	-	State and federal grants
-	(1,470)	2	(84)	-	Gain from insurance recovery
690	66	54	18	3	Gain (loss) from sale (disposal) of capital assets
-	(242)	(35)	-	-	Interest and investment income
690	(1,646)	21	(66)	3	Interest expense
					Total nonoperating revenues (expenses)
(3,985)	(4,228)	1,048	(347)	(61)	Income (loss) before transfers
-	-	273	-	-	Capital grants and contributions
-	714	-	30	-	Transfers in
-	-	-	-	(126)	Transfers out
(3,985)	(3,514)	1,321	(317)	(187)	Change in net position
24,830	13,894	6,824	2,664	543	Net position - beginning, as restated
\$ 20,845	\$ 10,380	\$ 8,145	\$ 2,347	\$ 356	Net position - ending

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	Total	Public Works Services	Heavy Equipment	Transportation
Cash flows from operating activities:				
Cash receipts from customers	\$ 14,661	\$ 337	\$ 41	\$ 384
Cash receipts from other funds	177,166	43,136	4,740	13,285
Cash receipts from other sources	213	-	-	-
Cash paid to suppliers for goods and services	(54,548)	(1,779)	(484)	(5,726)
Cash paid to employees for services	(81,916)	(36,866)	(786)	(2,269)
Cash paid to other funds	(18,270)	(4,975)	(1,772)	(1,455)
Cash paid for insurance premiums	(4,405)	-	-	-
Cash paid for judgments and claims	(25,747)	-	-	-
Net cash provided by (used in) operating activities	<u>7,154</u>	<u>(147)</u>	<u>1,739</u>	<u>4,219</u>
Cash flows from noncapital financing activities:				
Transfers received	1,277	118	154	261
Transfers paid	(126)	-	-	-
Advances to other funds	6,000	-	-	-
State and federal grant receipts	10	-	-	10
Net cash provided by (used in) noncapital financing activities	<u>7,161</u>	<u>118</u>	<u>154</u>	<u>271</u>
Cash flows from capital and related financing activities:				
Proceeds from capital grants and contributions	273	-	-	-
Proceeds from insurance recovery	384	-	36	348
Acquisition and construction of capital assets	(9,240)	(415)	(198)	(5,073)
Principal paid on capital lease obligations	(20)	-	-	(20)
Principal paid on capital debt	(1,275)	-	-	-
Interest paid on capital debt	(400)	-	-	-
Proceeds from sales of capital assets	165	-	35	126
Net cash provided by (used in) capital and related financing activities	<u>(10,113)</u>	<u>(415)</u>	<u>(127)</u>	<u>(4,619)</u>
Cash flows from investing activities:				
Interest and investment income received	893	36	13	30
Net cash provided by investing activities	<u>893</u>	<u>36</u>	<u>13</u>	<u>30</u>
Net increase (decrease) in cash and cash equivalents	5,095	(408)	1,779	(99)
Total cash and cash equivalents, beginning of the year	<u>201,406</u>	<u>6,989</u>	<u>3,659</u>	<u>6,581</u>
Total cash and cash equivalents, end of the year	<u>\$ 206,501</u>	<u>\$ 6,581</u>	<u>\$ 5,438</u>	<u>\$ 6,482</u>

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ 22	\$ 1,056	\$ 4,020	\$ 8,326	\$ 475	Cash flows from operating activities:
35,637	38,434	40,924	875	135	Cash receipts from customers
107	2	104	-	-	Cash receipts from other funds
(2,939)	(15,414)	(26,480)	(1,555)	(171)	Cash receipts from other sources
(1,313)	(21,921)	(16,872)	(1,621)	(268)	Cash paid to suppliers for goods and services
(471)	(3,452)	(381)	(5,509)	(255)	Cash paid to employees for services
(4,405)	-	-	-	-	Cash paid to other funds
(24,866)	-	-	(881)	-	Cash paid for insurance premiums
<u>1,772</u>	<u>(1,295)</u>	<u>1,315</u>	<u>(365)</u>	<u>(84)</u>	Cash paid for judgments and claims
					Net cash provided by (used in) operating activities
-	714	-	30	-	Cash flows from noncapital financing activities:
-	-	-	-	(126)	Transfers received
6,000	-	-	-	-	Transfers paid
-	-	-	-	-	Advances to other funds
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	State and federal grant receipts
					Net cash provided by (used in) noncapital financing activities
<u>6,000</u>	<u>714</u>	<u>-</u>	<u>30</u>	<u>(126)</u>	
-	-	273	-	-	Cash flows from capital and related financing activities:
-	-	-	-	-	Proceeds from capital grants
-	(2,374)	(1,180)	-	-	Proceeds from insurance recovery
-	-	-	-	-	Acquisition and construction of capital assets
-	-	-	-	-	Principal paid on capital lease obligations
-	(830)	(445)	-	-	Principal paid on capital debt
-	(365)	(35)	-	-	Interest paid on capital debt
<u>-</u>	<u>-</u>	<u>4</u>	<u>-</u>	<u>-</u>	Proceeds from sales of capital assets
					Net cash provided by (used in) capital and related financing activities
<u>-</u>	<u>(3,569)</u>	<u>(1,383)</u>	<u>-</u>	<u>-</u>	
671	71	52	17	3	Cash flows from investing activities:
<u>671</u>	<u>71</u>	<u>52</u>	<u>17</u>	<u>3</u>	Interest and investment income received
					Net cash provided by investing activities
8,443	(4,079)	(16)	(318)	(207)	
<u>148,063</u>	<u>18,253</u>	<u>12,986</u>	<u>4,176</u>	<u>699</u>	Net increase (decrease) in cash and cash equivalents
<u>\$ 156,506</u>	<u>\$ 14,174</u>	<u>\$ 12,970</u>	<u>\$ 3,858</u>	<u>\$ 492</u>	Total cash and cash equivalents, beginning of the year
					Total cash and cash equivalents, end of the year

(Continued)

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	<u>Total</u>	<u>Public Works Services</u>	<u>Heavy Equipment</u>	<u>Transportation</u>
Reconciliation of operating income (loss) to net cash Provided (used) by operating activities:				
Operating income (loss)	\$ (5,017)	\$ 1,065	\$ 473	\$ 20
Adjustments to reconcile operating income (loss) to cash flows from operating activities:				
Depreciation and amortization	9,768	141	1,125	3,726
Decrease (increase) in:				
Accounts receivable	711	144	21	126
Due from other funds	1,585	888	349	863
Due from other governmental agencies	11	(2)	-	6
Inventories and other assets	(312)	(23)	-	58
Long-term receivables	94	-	-	-
Deferred outflow pension	(10,538)	(4,686)	(102)	(340)
Increase (decrease) in:				
Accounts payable	(1,212)	(2)	(35)	(349)
Accrued liabilities	339	162	2	4
Due to other funds	195	41	(136)	(12)
Unearned revenue	(92)	(92)	-	-
Claims liabilities	6,311	-	-	-
Deposits and other liabilities	502	-	-	-
Compensated absences	573	333	1	(19)
Net pension liability	(16,398)	(7,288)	(159)	(531)
Deferred inflow pension	20,634	9,172	200	667
Net cash provided by (used in) operating activities	<u>\$ 7,154</u>	<u>\$ (147)</u>	<u>\$ 1,739</u>	<u>\$ 4,219</u>
 Noncash financing, capital, and investing activities:				
Increase (decrease) in capital assets related to accounts payable	\$ 493	\$ 1	\$ -	\$ 1
Noncash retirement of capital assets	(1,690)	(1)	(17)	(116)
Increase (decrease) in fair value of investments	(26)	(2)	(4)	(2)
Decrease in restricted assets with fiscal agents	(593)	-	-	-
Decrease in noncash interest	(123)	-	-	-

COUNTY OF VENTURA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

General Insurance	Information Technology Services	General Services	Employee Benefits Insurance	Personnel Services	
\$ (4,675)	\$ (2,582)	\$ 1,027	\$ (281)	\$ (64)	Reconciliation of operating income (loss) to net cash Provided (used) by operating activities:
					Operating income (loss)
					Adjustments to reconcile operating income (loss) to cash flows from operating activities:
					Depreciation and amortization
					Decrease (increase) in:
					Accounts receivable
					Due from other funds
					Due from other governmental agencies
					Inventories and other assets
					Long-term receivables
					Deferred outflow pension
					Increase (decrease) in:
					Accounts payable
					Accrued liabilities
					Due to other funds
					Unearned revenue
					Claims liabilities
					Deposits and other liabilities
					Compensated absences
					Net pension liability
					Deferred inflow pension
					Net cash provided by (used in) operating activities
\$ 1,772	\$ (1,295)	\$ 1,315	\$ (365)	\$ (84)	
\$ -	\$ 496	\$ (6)	\$ 1	\$ -	Noncash financing, capital, and investing activities:
					Increase (decrease) in capital assets related accounts payable
					Noncash retirement of capital assets
					Increase (decrease) in fair value of investments
					Decrease in restricted assets with fiscal agents
					Decrease in noncash interest

THIS PAGE LEFT BLANK INTENTIONALLY

FIDUCIARY FUNDS

Fiduciary funds are custodial in nature and are used to account for assets and liabilities held in a trustee or agency capacity for others. Therefore, these resources cannot be used to support the ongoing activities of the County.

INVESTMENT TRUST

The County Treasurer operates a single investment pool and provides fiscal services for various other governmental entities, such as special districts and school districts. This fund represents the external portion of the pool with the assets, primarily cash and investments, of these entities in the Treasurer's custody and the related liability of the County to disburse these monies on demand. The County follows procedures of GASB Statement No. 31 *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

AGENCY

Agency funds account for assets held for distribution by the County as an agent for various local governments.

COUNTY OF VENTURA
 STATEMENT OF FIDUCIARY NET POSITION
 INVESTMENT TRUST FUND
 JUNE 30, 2015
 (In Thousands)

	<u>Total</u>	<u>Special Districts under Local Board</u>	<u>School Districts</u>	<u>Independent Special Districts</u>
<u>ASSETS</u>				
Cash and investments	\$ 1,098,240	\$ 175,530	\$ 882,746	\$ 39,964
Accounts receivables	1,380	698	352	330
Due from other governmental agencies	<u>614</u>	<u>106</u>	<u>483</u>	<u>25</u>
Total assets	<u>1,100,234</u>	<u>176,334</u>	<u>883,581</u>	<u>40,319</u>
<u>LIABILITIES</u>				
Accounts payable	1,667	40	-	1,627
Due to other governmental agencies	<u>2,221</u>	<u>89</u>	<u>2</u>	<u>2,130</u>
Total liabilities	<u>3,888</u>	<u>129</u>	<u>2</u>	<u>3,757</u>
<u>NET POSITION</u>				
Net position held in trust for investment pool participants	<u>\$ 1,096,346</u>	<u>\$ 176,205</u>	<u>\$ 883,579</u>	<u>\$ 36,562</u>

COUNTY OF VENTURA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
INVESTMENT TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)

	<u>Total</u>	<u>Special Districts under Local Board</u>	<u>School Districts</u>	<u>Independent Special Districts</u>
ADDITIONS				
Contributions:				
Contributions to investment pool	\$ 3,271,103	\$ 475,406	\$ 2,253,876	\$ 541,821
Total contributions	<u>3,271,103</u>	<u>475,406</u>	<u>2,253,876</u>	<u>541,821</u>
Net investment income:				
Net depreciation in fair value of investments	(933)	(149)	(750)	(34)
Interest income	<u>3,298</u>	<u>429</u>	<u>2,671</u>	<u>198</u>
Net investment income	<u>2,365</u>	<u>280</u>	<u>1,921</u>	<u>164</u>
Total additions	<u>3,273,468</u>	<u>475,686</u>	<u>2,255,797</u>	<u>541,985</u>
DEDUCTIONS				
Distributions from investment pool	<u>3,114,683</u>	<u>410,306</u>	<u>2,154,094</u>	<u>550,283</u>
Total deductions	<u>3,114,683</u>	<u>410,306</u>	<u>2,154,094</u>	<u>550,283</u>
Change in net position	158,785	65,380	101,703	(8,298)
Net position - beginning	<u>937,561</u>	<u>110,825</u>	<u>781,876</u>	<u>44,860</u>
Net position - ending	<u>\$ 1,096,346</u>	<u>\$ 176,205</u>	<u>\$ 883,579</u>	<u>\$ 36,562</u>

COUNTY OF VENTURA
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015
 (In Thousands)

	<u>Balance</u> <u>June 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2015</u>
<u>ASSETS</u>				
Cash and investments	\$ 10,471	\$ 113	\$ 223	\$ 10,361
Interest and dividends	-	11	-	11
Due from other governmental agencies	<u>19</u>	<u>2</u>	<u>6</u>	<u>15</u>
Total assets	<u>\$ 10,490</u>	<u>\$ 126</u>	<u>\$ 229</u>	<u>\$ 10,387</u>
<u>LIABILITIES</u>				
Other liabilities	<u>\$ 10,490</u>	<u>\$ 122</u>	<u>\$ 225</u>	<u>\$ 10,387</u>
Total liabilities	<u>\$ 10,490</u>	<u>\$ 122</u>	<u>\$ 225</u>	<u>\$ 10,387</u>

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

The following schedules present only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the amounts. The capital assets of internal service funds are included as governmental activities in the statement of net position.

COUNTY OF VENTURA
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY SOURCE
 JUNE 30, 2015
 (In Thousands)

Governmental funds capital assets:	
Land and improvements	\$ 80,820
Easements	199,879
Structures and improvements	502,430
Equipment	59,955
Vehicles	34,573
Software	52,322
Infrastructure	553,283
Construction in progress	<u>36,700</u>
Total governmental funds capital assets	<u>\$ 1,519,962</u>
Investments in governmental funds capital assets by source:	
Federal grants and entitlements	\$ 38,708
State grants	10,299
Grants from other governmental units	6,047
General fund revenues	537,644
Special revenue fund revenues	642,364
Donations	<u>284,900</u>
Total governmental funds capital assets	<u>\$ 1,519,962</u>

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

THIS PAGE LEFT BLANK INTENTIONALLY

COUNTY OF VENTURA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
JUNE 30, 2015
(In Thousands)

Function and Activity	Total	Land and Improvements	Easements	Structures and Improvements
General government:				
General administration	\$ 259,534	\$ 24,879	\$ -	\$ 191,838
Property management	3,480	157	-	2,711
Plant acquisition	1,122	-	-	-
Other	892	892	-	-
Total general government	<u>265,028</u>	<u>25,928</u>	<u>-</u>	<u>194,549</u>
Public protection:				
Judicial	31,915	516	-	27,313
Police protection	57,027	-	-	17,518
Detention and correction	181,508	5,992	-	165,982
Fire protection	129,134	6,482	-	63,216
Flood control & soil and water conservation	377,186	10,134	2,037	1,267
Protective inspection	810	5	-	743
Other	53,394	31,378	156	19,510
Total public protection	<u>830,974</u>	<u>54,507</u>	<u>2,193</u>	<u>295,549</u>
Public ways and facilities	<u>399,230</u>	<u>-</u>	<u>197,686</u>	<u>63</u>
Health and sanitation services	<u>10,419</u>	<u>179</u>	<u>-</u>	<u>2,082</u>
Public assistance:				
Administration	3,257	-	-	391
Other	2,114	-	-	2,094
Total public assistance	<u>5,371</u>	<u>-</u>	<u>-</u>	<u>2,485</u>
Education	<u>8,940</u>	<u>206</u>	<u>-</u>	<u>7,702</u>
Total capital assets allocated to functions	<u>\$ 1,519,962</u>	<u>\$ 80,820</u>	<u>\$ 199,879</u>	<u>\$ 502,430</u>

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

COUNTY OF VENTURA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
JUNE 30, 2015
(In Thousands)

Equipment	Vehicles	Software	Infrastructure	Construction in Progress	Function and Activity
\$ 7,734	\$ 82	\$ 20,550	\$ -	\$ 14,451	General government:
586	26	-	-	-	General administration
-	-	-	-	1,122	Property management
-	-	-	-	-	Plant acquisition
-	-	-	-	-	Other
<u>8,320</u>	<u>108</u>	<u>20,550</u>	<u>-</u>	<u>15,573</u>	Total general government
3,138	-	912	-	36	Public protection:
18,769	87	16,800	-	3,853	Judicial
6,390	65	2,346	-	733	Police protection
16,985	33,869	5,974	-	2,608	Detention and correction
505	-	236	356,330	6,677	Fire protection
62	-	-	-	-	Flood control & soil and water conservation
375	21	1,755	-	199	Protective inspection
<u>46,224</u>	<u>34,042</u>	<u>28,023</u>	<u>356,330</u>	<u>14,106</u>	Other
					Total public protection
<u>38</u>	<u>-</u>	<u>13</u>	<u>196,953</u>	<u>4,477</u>	Public ways and facilities
<u>3,269</u>	<u>423</u>	<u>2,476</u>	<u>-</u>	<u>1,990</u>	Health and sanitation services
1,716	-	1,150	-	-	Public assistance:
20	-	-	-	-	Administration
<u>1,736</u>	<u>-</u>	<u>1,150</u>	<u>-</u>	<u>-</u>	Other
					Total public assistance
<u>368</u>	<u>-</u>	<u>110</u>	<u>-</u>	<u>554</u>	Education
<u>\$ 59,955</u>	<u>\$ 34,573</u>	<u>\$ 52,322</u>	<u>\$ 553,283</u>	<u>\$ 36,700</u>	Total capital assets allocated to functions

COUNTY OF VENTURA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(In Thousands)

<u>Function and Activity</u>	<u>Balance June 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Net Transfers</u>	<u>Balance June 30, 2015</u>
General government:					
General administration	\$ 245,767	\$ 14,062	\$ 295	\$ -	\$ 259,534
Property management	3,480	-	-	-	3,480
Plant acquisition	2,630	329	1,837	-	1,122
Other	892	-	-	-	892
Total general government	<u>252,769</u>	<u>14,391</u>	<u>2,132</u>	<u>-</u>	<u>265,028</u>
Public protection:					
Judicial	31,912	126	93	(30)	31,915
Police protection	55,489	2,009	285	(186)	57,027
Detention and correction	179,852	1,952	482	186	181,508
Fire protection	125,815	6,802	3,483	-	129,134
Flood control and soil and water conservation	372,256	32,298	27,368	-	377,186
Protective inspection	694	658	542	-	810
Other	52,896	498	-	-	53,394
Total public protection	<u>818,914</u>	<u>44,343</u>	<u>32,253</u>	<u>(30)</u>	<u>830,974</u>
Public ways and facilities	<u>398,315</u>	<u>4,467</u>	<u>3,552</u>	<u>-</u>	<u>399,230</u>
Health and sanitation services	<u>8,586</u>	<u>1,803</u>	<u>-</u>	<u>30</u>	<u>10,419</u>
Public assistance:					
Administration	3,059	198	-	-	3,257
Other	2,114	-	-	-	2,114
Total public assistance	<u>5,173</u>	<u>198</u>	<u>-</u>	<u>-</u>	<u>5,371</u>
Education	<u>8,378</u>	<u>562</u>	<u>-</u>	<u>-</u>	<u>8,940</u>
Total governmental funds capital assets	<u>\$ 1,492,135</u>	<u>\$ 65,764</u>	<u>\$ 37,937</u>	<u>\$ -</u>	<u>\$ 1,519,962</u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. The capital assets of internal service funds are included as governmental activities in the statement of net position. The total governmental additions exceed capital outlay due to \$29,648,000 in transfers from construction in progress to equipment and structures recorded as additions and deletions.

STATISTICAL SECTION

This part of the County of Ventura’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 County’s overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the County’s financial performance and well-being have changed over time.	196
Revenue Capacity These schedules contain trend information to help the reader assess the County’s most significant local revenue source, the property tax.	206
Debt Capacity These schedules present information to help the reader assess the affordability of the County’s current levels of outstanding debt and the County’s ability to issue additional debt in the future.	210
Demographic and Economic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the County’s financial activities take place.	214
Operating Information These schedules contain information about the County’s operations and resources to help the reader understand how the County’s financial information relates to the services the County provides and the activities it performs.	216

Sources:

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

COUNTY OF VENTURA
 NET POSITION BY COMPONENT
 LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (In Thousands)
 (UNAUDITED)

	Fiscal Year				
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>
Governmental activities:					
Net investment in capital assets	\$ 869,229	\$ 927,065	\$ 966,657	\$ 980,710	\$ 999,078
Restricted	67,910	80,827	77,065	101,311	115,570
Unrestricted	<u>291,682</u>	<u>334,512</u>	<u>360,974</u>	<u>390,046</u>	<u>402,082</u>
Total governmental activities net position	<u>\$ 1,228,821</u>	<u>\$ 1,342,404</u>	<u>\$ 1,404,696</u>	<u>\$ 1,472,067</u>	<u>\$ 1,516,730</u>
Business-type activities:					
Net investment in capital assets	\$ 158,851	\$ 164,909	\$ 171,421	\$ 176,463	\$ 192,079
Restricted	6,229	6,118	5,410	5,182	19,668
Unrestricted (deficit)	<u>39,855</u>	<u>35,253</u>	<u>55,591</u>	<u>59,834</u>	<u>46,604</u>
Total business-type activities net position	<u>\$ 204,935</u>	<u>\$ 206,280</u>	<u>\$ 232,422</u>	<u>\$ 241,479</u>	<u>\$ 258,351</u>
Primary government:					
Net investment in capital assets	\$ 1,028,080	\$ 1,091,974	\$ 1,138,078	\$ 1,157,173	\$ 1,191,157
Restricted	74,139	86,945	82,475	106,493	135,238
Unrestricted (deficit)	<u>331,537</u>	<u>369,765</u>	<u>416,565</u>	<u>449,880</u>	<u>448,686</u>
Total primary government activities net position	<u>\$ 1,433,756</u>	<u>\$ 1,548,684</u>	<u>\$ 1,637,118</u>	<u>\$ 1,713,546</u>	<u>\$ 1,775,081</u>

COUNTY OF VENTURA
 NET POSITION BY COMPONENT
 LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (In Thousands)
 (UNAUDITED)

Fiscal Year					
<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	
\$ 1,016,133	\$ 1,030,088	\$ 1,045,671	\$ 1,075,474	\$ 1,079,922	Governmental activities:
332,555	324,859	320,719	323,619	333,367	Net investment in capital assets
221,430	236,909	273,145	309,087	(291,055)	Restricted
<u>\$ 1,570,118</u>	<u>\$ 1,591,856</u>	<u>\$ 1,639,535</u>	<u>\$ 1,708,180</u>	<u>\$ 1,122,234</u>	Unrestricted
					Total governmental activities net position
\$ 199,646	\$ 244,839	\$ 256,025	\$ 275,131	\$ 296,597	Business-type activities:
13,613	11,689	22,318	19,696	10,203	Net investment in capital assets
91,588	94,895	92,582	76,332	(3,947)	Restricted
<u>\$ 304,847</u>	<u>\$ 351,423</u>	<u>\$ 370,925</u>	<u>\$ 371,159</u>	<u>\$ 302,853</u>	Unrestricted (deficit)
					Total business-type activities net position
\$ 1,215,779	\$ 1,274,927	\$ 1,301,696	\$ 1,350,605	\$ 1,376,519	Primary government:
346,168	336,548	343,037	343,315	343,570	Net investment in capital assets
313,018	331,804	365,727	385,419	(295,002)	Restricted
<u>\$ 1,874,965</u>	<u>\$ 1,943,279</u>	<u>\$ 2,010,460</u>	<u>\$ 2,079,339</u>	<u>\$ 1,425,087</u>	Unrestricted (deficit)
					Total primary government activities net position

COUNTY OF VENTURA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(In Thousands)
(UNAUDITED)

	Fiscal Year				
	2005-06	2006-07	2007-08	2008-09	2009-10
Expenses					
Governmental activities:					
General government	\$ 70,314	\$ 71,360	\$ 78,787	\$ 77,753	\$ 77,932
Public protection	501,188	544,387	577,090	577,497	566,385
Public ways and facilities	19,595	25,228	32,048	32,370	41,310
Health and sanitation services	109,759	116,971	131,159	142,191	145,726
Public assistance	180,310	188,660	202,340	203,658	216,528
Education	9,812	11,018	11,848	11,504	10,754
Interest on long-term debt	12,336	11,619	10,920	8,048	6,080
Total governmental activities expenses	<u>903,314</u>	<u>969,243</u>	<u>1,044,192</u>	<u>1,053,021</u>	<u>1,064,715</u>
Business-type activities:					
Medical Center	183,293	212,891	233,199	247,713	259,494
Department of Airports	6,027	5,888	6,839	7,386	7,393
Waterworks - Water	13,430	18,277	19,782	19,129	11,036
Waterworks - Sewer	3,788	4,082	4,503	4,362	12,583
Parks Department	5,484	6,771	3,948	4,524	4,177
Channel Islands Harbor Expansion	2,855	2,302	-	-	-
Channel Islands Harbor	9,265	9,585	9,836	8,916	7,025
Health Care Plan	21,178	26,369	29,720	32,144	35,854
Oak View School Preservation	112	167	180	203	235
Total business-type activities expenses	<u>245,432</u>	<u>286,332</u>	<u>308,007</u>	<u>324,377</u>	<u>337,797</u>
Total primary government expenses	<u>\$ 1,148,746</u>	<u>\$ 1,255,575</u>	<u>\$ 1,352,199</u>	<u>\$ 1,377,398</u>	<u>\$ 1,402,512</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 36,528	\$ 37,762	\$ 44,290	\$ 41,479	\$ 51,493
Public protection	118,506	135,181	142,515	138,086	128,226
Public ways and facilities	622	652	1,440	674	50
Health and sanitation services	36,780	39,052	44,063	48,376	55,442
Public assistance	1,187	969	1,115	805	846
Education	306	299	331	864	194
Operating grants and contributions	400,775	417,725	436,192	438,987	441,314
Capital grants and contributions	22,308	30,088	14,893	18,180	29,404
Total governmental activities program revenues	<u>617,012</u>	<u>661,728</u>	<u>684,839</u>	<u>687,451</u>	<u>706,969</u>
Business-type activities:					
Charges for services:					
Medical Center	148,039	164,698	194,063	208,234	224,877
Department of Airports	5,175	5,174	5,544	5,660	4,941
Waterworks - Water	15,086	16,582	17,153	19,319	18,930
Waterworks - Sewer	4,424	4,985	4,736	5,052	4,882
Parks Department	3,730	4,952	2,871	3,036	3,000
Channel Islands Harbor Expansion	2,030	2,081	-	-	-
Channel Islands Harbor	8,948	8,912	8,948	8,321	7,406
Health Care Plan	21,369	26,983	30,514	33,893	36,881
Oak View School Preservation	174	202	225	230	276
Operating grants and contributions	-	-	-	11	370
Capital grants and contributions	5,892	4,557	4,763	5,581	11,082
Total business-type activities program revenues	<u>214,867</u>	<u>239,126</u>	<u>268,817</u>	<u>289,337</u>	<u>312,645</u>
Total primary government program revenues	<u>\$ 831,879</u>	<u>\$ 900,854</u>	<u>\$ 953,656</u>	<u>\$ 976,788</u>	<u>\$ 1,019,614</u>
Net (Expense) Revenue					
Governmental activities	\$ (286,302)	\$ (307,515)	\$ (359,353)	\$ (365,570)	\$ (357,746)
Business-type activities	(30,565)	(47,206)	(39,190)	(35,040)	(25,152)
Total primary government net (expense) revenue	<u>\$ (316,867)</u>	<u>\$ (354,721)</u>	<u>\$ (398,543)</u>	<u>\$ (400,610)</u>	<u>\$ (382,898)</u>

COUNTY OF VENTURA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(In Thousands)
(UNAUDITED)

		Fiscal Year				
2010-11	2011-12	2012-13	2013-14	2014-15		
\$ 75,481	\$ 72,477	\$ 75,597	\$ 72,193	\$ 70,522		
578,421	577,240	592,192	608,750	586,147		
31,068	26,676	27,562	25,939	22,465		
154,408	167,971	174,920	170,208	169,010		
224,132	214,737	216,112	225,682	243,256		
10,206	8,654	8,166	7,778	7,922		
5,003	4,944	7,574	698	4,408		
<u>1,078,719</u>	<u>1,072,699</u>	<u>1,102,123</u>	<u>1,111,248</u>	<u>1,103,730</u>		
284,223	314,651	332,606	361,302	375,451		
7,958	6,472	7,289	6,954	6,214		
19,715	19,783	22,534	25,067	25,416		
3,997	4,872	4,752	5,014	5,409		
4,129	3,987	5,215	5,142	5,491		
-	-	-	-	-		
7,058	6,850	7,719	7,503	7,816		
46,411	52,229	56,642	53,929	59,142		
218	185	245	230	213		
<u>373,709</u>	<u>409,029</u>	<u>437,002</u>	<u>465,141</u>	<u>485,152</u>		
<u>\$ 1,452,428</u>	<u>\$ 1,481,728</u>	<u>\$ 1,539,125</u>	<u>\$ 1,576,389</u>	<u>\$ 1,588,882</u>		
\$ 48,165	\$ 46,971	\$ 46,572	\$ 42,111	\$ 47,531		
128,980	121,721	120,914	122,382	124,373		
2,254	1,305	789	903	851		
57,492	59,910	64,085	55,968	72,821		
1,063	1,070	1,299	1,005	1,594		
94	584	199	95	418		
473,746	453,377	473,760	510,197	506,064		
12,441	5,622	9,618	7,788	4,871		
<u>724,235</u>	<u>690,560</u>	<u>717,236</u>	<u>740,449</u>	<u>758,523</u>		
285,959	288,620	303,282	310,377	357,748		
5,046	5,569	5,121	5,261	6,306		
19,034	21,869	24,668	27,070	24,197		
5,374	4,854	5,403	5,813	5,807		
2,735	2,948	3,145	3,497	3,656		
-	-	-	-	-		
6,790	7,097	7,296	7,771	8,261		
46,369	53,868	57,538	54,019	57,723		
281	254	260	248	245		
976	6	47	20	30		
5,735	29,668	8,318	10,689	5,225		
<u>378,299</u>	<u>414,753</u>	<u>415,078</u>	<u>424,765</u>	<u>469,198</u>		
<u>\$ 1,102,534</u>	<u>\$ 1,105,313</u>	<u>\$ 1,132,314</u>	<u>\$ 1,165,214</u>	<u>\$ 1,227,721</u>		
\$ (354,484)	\$ (382,139)	\$ (384,887)	\$ (370,799)	\$ (345,207)		
4,590	5,724	(21,924)	(40,376)	(15,954)		
<u>\$ (349,894)</u>	<u>\$ (376,415)</u>	<u>\$ (406,811)</u>	<u>\$ (411,175)</u>	<u>\$ (361,161)</u>		

Expenses

Governmental activities:
 General government
 Public protection
 Public ways and facilities
 Health and sanitation services
 Public assistance
 Education
 Interest on long-term debt
 Total governmental activities expenses

Business-type activities:
 Medical Center
 Department of Airports
 Waterworks - Water
 Waterworks - Sewer
 Parks Department
 Channel Islands Harbor Expansion
 Channel Islands Harbor
 Health Care Plan
 Oak View School Preservation
 Total business-type activities expenses
 Total primary government expenses

Program Revenues

Governmental activities:
 Charges for services:
 General government
 Public protection
 Public ways and facilities
 Health and sanitation services
 Public assistance
 Education
 Operating grants and contributions
 Capital grants and contributions
 Total governmental activities program revenues

Business-type activities:
 Charges for services:
 Medical Center
 Department of Airports
 Waterworks - Water
 Waterworks - Sewer
 Parks Department
 Channel Islands Harbor Expansion
 Channel Islands Harbor
 Health Care Plan
 Oak View School Preservation
 Operating grants and contributions
 Capital grants and contributions
 Total business-type activities program revenues
 Total primary government program revenues

Net (Expense) Revenue

Governmental activities
 Business-type activities
 Total primary government net (expense) revenue

COUNTY OF VENTURA
 CHANGES IN NET POSITION
 LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (In Thousands)
 (UNAUDITED)

	Fiscal Year				
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes:					
Property taxes	\$ 326,673	\$ 374,976	\$ 394,527	\$ 396,718	\$ 389,675
Property transfer taxes	7,692	6,033	4,408	3,072	3,142
Sales and use tax	11,532	12,187	11,085	9,214	7,537
Unrestricted aid from other governmental units	19,411	17,776	23,480	28,206	22,457
Other	18,319	23,883	15,614	18,469	19,258
Unrestricted interest and investment earnings	17,116	30,436	29,594	18,931	1,654
Special item - sale of real property	1,498	-	-	-	-
Extraordinary item - RDA dissolution	-	-	-	-	-
Transfers	<u>(30,498)</u>	<u>(44,193)</u>	<u>(57,063)</u>	<u>(41,669)</u>	<u>(41,314)</u>
Total governmental activities	<u>371,743</u>	<u>421,098</u>	<u>421,645</u>	<u>432,941</u>	<u>402,409</u>
Business-type activities:					
Other	200	1,063	-	-	-
Unrestricted interest and investment earnings	2,014	3,295	3,424	2,428	710
Gain on sale of capital assets	707	-	-	-	-
Special item - litigation settlement	-	-	4,845	-	-
Transfers	<u>30,498</u>	<u>44,193</u>	<u>57,063</u>	<u>41,669</u>	<u>41,314</u>
Total business-type activities	<u>33,419</u>	<u>48,551</u>	<u>65,332</u>	<u>44,097</u>	<u>42,024</u>
Total primary government	<u>\$ 405,162</u>	<u>\$ 469,649</u>	<u>\$ 486,977</u>	<u>\$ 477,038</u>	<u>\$ 444,433</u>
Change in Net Position					
Governmental activities	\$ 85,441	\$ 113,583	\$ 62,292	\$ 67,371	\$ 44,663
Business-type activities	<u>2,854</u>	<u>1,345</u>	<u>26,142</u>	<u>9,057</u>	<u>16,872</u>
Total change in Net Position, primary government	<u>\$ 88,295</u>	<u>\$ 114,928</u>	<u>\$ 88,434</u>	<u>\$ 76,428</u>	<u>\$ 61,535</u>

COUNTY OF VENTURA
 CHANGES IN NET POSITION
 LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (In Thousands)
 (UNAUDITED)

Fiscal Year				
<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>
\$ 391,822	\$ 393,038	\$ 390,685	\$ 408,095	\$ 430,001
3,090	3,147	3,962	4,251	5,034
8,801	8,988	10,335	11,258	12,039
20,642	22,152	46,744	36,340	34,893
18,253	16,886	24,217	18,399	16,028
6,341	1,519	612	2,614	7,858
-	-	-	-	-
-	(1,414)	-	-	-
<u>(41,077)</u>	<u>(40,439)</u>	<u>(43,989)</u>	<u>(41,189)</u>	<u>(33,895)</u>
<u>407,872</u>	<u>403,877</u>	<u>432,566</u>	<u>439,768</u>	<u>471,958</u>
-	-	-	-	-
829	413	342	392	400
-	-	-	-	-
-	-	-	-	-
<u>41,077</u>	<u>40,439</u>	<u>43,989</u>	<u>41,189</u>	<u>33,895</u>
<u>41,906</u>	<u>40,852</u>	<u>44,331</u>	<u>41,581</u>	<u>34,295</u>
<u>\$ 449,778</u>	<u>\$ 444,729</u>	<u>\$ 476,897</u>	<u>\$ 481,349</u>	<u>\$ 506,253</u>
\$ 53,388	\$ 21,738	\$ 47,679	\$ 68,969	\$ 126,751
46,496	46,576	22,407	1,205	18,341
<u>\$ 99,884</u>	<u>\$ 68,314</u>	<u>\$ 70,086</u>	<u>\$ 70,174</u>	<u>\$ 145,092</u>

General Revenues and Other Changes in Net Position

Governmental activities:

Taxes:

Property taxes

Property transfer taxes

Sales and use tax

Unrestricted aid from other governmental units

Other

Unrestricted interest and investment earnings

Special item - sale of real property

Extraordinary item - RDA dissolution

Transfers

Total governmental activities

Business-type activities:

Other

Unrestricted interest and investment earnings

Gain on sale of capital assets

Special item - litigation settlement

Transfers

Total business-type activities

Total primary government

Change in Net Position

Governmental activities

Business-type activities

Total change in Net Position, primary government

COUNTY OF VENTURA
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (In Thousands)
 (UNAUDITED)

	Fiscal Year				
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>
General Fund					
Reserved	\$ 71,182	\$ 84,728	\$ 71,261	\$ 75,674	\$ 96,139
Unreserved	<u>105,316</u>	<u>114,853</u>	<u>118,468</u>	<u>129,421</u>	<u>117,623</u>
Total General Fund	<u>\$176,498</u>	<u>\$199,581</u>	<u>\$189,729</u>	<u>\$ 205,095</u>	<u>\$213,762</u>
All Other Governmental Funds					
Reserved	\$ 52,138	\$ 36,270	\$ 30,179	\$ 55,363	\$ 45,452
Unreserved					
Special revenue funds	120,748	147,916	183,979	199,927	224,468
Debt service funds	(1,720)	-	-	-	-
Capital projects funds	6,693	6,675	6,364	6,354	2,194
Permanent fund	<u>18</u>	<u>8</u>	<u>15</u>	<u>20</u>	<u>23</u>
Total All Other Governmental Funds	<u>\$177,877</u>	<u>\$190,869</u>	<u>\$220,537</u>	<u>\$ 261,664</u>	<u>\$272,137</u>

Notes:

(1) In fiscal year 2010-11 the County implemented GASB Statement No. 54 under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned compared to reserved and unreserved.

COUNTY OF VENTURA
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (In Thousands)
 (UNAUDITED)

Fiscal Year					
<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	
					General Fund
					Reserved
					Unreserved
					Total General Fund
					All Other Governmental Funds
					Reserved
					Unreserved
					Special revenue funds
					Debt service funds
					Capital projects funds
					Permanent fund
					Total All Other Governmental Funds
					General Fund
\$ 8,052	\$ 6,525	\$ 3,906	\$ 22,529	\$ 18,501	Nonspendable
73,182	82,067	99,170	113,233	106,774	Restricted
2,368	3,137	3,139	3,724	3,911	Committed
17,866	24,451	27,112	30,245	64,297	Assigned
<u>129,247</u>	<u>133,437</u>	<u>151,538</u>	<u>154,044</u>	<u>174,986</u>	Unassigned
<u>\$230,715</u>	<u>\$249,617</u>	<u>\$284,865</u>	<u>\$323,775</u>	<u>\$368,469</u>	Total General Fund
					All Other Governmental Funds
\$ 2,539	\$ 2,601	\$ 2,496	\$ 2,324	\$ 2,421	Nonspendable
248,608	233,492	216,540	206,763	223,394	Restricted
26,917	24,098	24,080	25,375	26,182	Committed
6,873	7,167	7,710	7,107	6,525	Assigned
<u>(2,807)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,945)</u>	Unassigned
<u>\$282,130</u>	<u>\$267,358</u>	<u>\$250,826</u>	<u>\$241,569</u>	<u>\$256,577</u>	Total All Other Governmental Funds

COUNTY OF VENTURA
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (In Thousands)
 (UNAUDITED)

	Fiscal Year				
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>
Revenues					
Taxes	\$ 345,897	\$ 393,195	\$ 410,020	\$ 409,004	\$ 400,354
Licenses, permits, and franchises	19,244	20,202	19,550	19,562	18,977
Fines, forfeitures, and penalties	15,163	15,556	17,293	20,401	27,329
Revenues from use of money and property	13,176	22,617	22,318	13,575	1,814
Aid from other governmental units	434,373	469,593	469,532	490,312	481,739
Charges for services	140,570	155,009	163,031	182,292	179,579
Other	61,615	67,204	57,538	33,341	35,936
Total revenues	<u>1,030,038</u>	<u>1,143,376</u>	<u>1,159,282</u>	<u>1,168,487</u>	<u>1,145,728</u>
Expenditures					
General government	68,615	63,126	65,176	65,683	63,252
Public protection	510,943	546,954	558,640	564,840	549,707
Public ways and facilities	20,111	23,776	28,352	31,126	39,074
Health and sanitation services	111,347	117,541	130,241	142,607	145,720
Public assistance	182,780	189,718	201,093	203,442	216,238
Education	10,535	11,407	12,056	11,808	11,104
Capital outlay	53,126	77,128	50,715	32,122	30,760
Debt service:					
Principal retirement	29,097	32,167	22,205	9,094	12,277
Interest and fiscal charges	12,380	11,625	11,052	8,217	5,722
Payment to refunding escrow agent	-	-	-	-	-
Cost of issuance	-	-	-	-	131
Total expenditures	<u>998,934</u>	<u>1,073,442</u>	<u>1,079,530</u>	<u>1,068,939</u>	<u>1,073,985</u>
Excess of revenues over expenditures	<u>31,104</u>	<u>69,934</u>	<u>79,752</u>	<u>99,548</u>	<u>71,743</u>
Other Financing Sources (Uses)					
Proceeds from sale of capital assets	3,044	3,704	25	232	93
Gain from insurance recovery	-	-	21	-	11
Issuance of long-term debt	377	9,775	11	4,499	23,396
Premium on long-term debt	-	-	-	-	1,002
Discount on long-term debt	-	-	-	-	(658)
Payment to refunding escrow agent	-	-	-	-	(33,209)
Transfers in	29,965	19,573	25,506	22,588	21,840
Transfers out	(61,071)	(66,911)	(85,499)	(70,374)	(65,078)
Total other financing sources (uses)	<u>(27,685)</u>	<u>(33,859)</u>	<u>(59,936)</u>	<u>(43,055)</u>	<u>(52,603)</u>
Net change in fund balances before extraordinary item	<u>3,419</u>	<u>36,075</u>	<u>19,816</u>	<u>56,493</u>	<u>19,140</u>
Extraordinary item:					
RDA dissolution	-	-	-	-	-
Total extraordinary item	-	-	-	-	-
Net change in fund balances	<u>\$ 3,419</u>	<u>\$ 36,075</u>	<u>\$ 19,816</u>	<u>\$ 56,493</u>	<u>\$ 19,140</u>
Debt service as a percentage of noncapital expenditures	4.39 %	4.40 %	3.23 %	1.67 %	1.73 %

COUNTY OF VENTURA
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (In Thousands)
 (UNAUDITED)

Fiscal Year					
<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	
\$ 403,713	\$ 405,173	\$ 404,982	\$ 423,604	\$ 447,075	Revenues
19,464	17,632	20,778	22,059	22,174	Taxes
23,200	25,112	22,861	20,733	21,893	Licenses, permits, and franchises
5,160	1,447	1,251	3,193	7,852	Fines, forfeitures, and penalties
495,471	479,801	524,238	538,308	555,652	Revenues from use of money and property
187,276	178,308	166,989	183,953	193,245	Aid from other governmental units
32,912	30,485	38,994	29,710	29,408	Charges for services
<u>1,167,196</u>	<u>1,137,958</u>	<u>1,180,093</u>	<u>1,221,560</u>	<u>1,277,299</u>	Other
					Total revenues
62,528	61,440	64,123	61,549	62,324	Expenditures
564,747	566,896	579,838	600,309	621,258	General government
29,296	25,391	25,798	25,263	19,976	Public protection
160,499	170,297	176,690	173,740	179,494	Public ways and facilities
224,144	215,216	215,914	226,570	249,095	Health and sanitation services
10,596	8,929	8,432	7,667	8,283	Public assistance
42,562	45,158	35,144	66,831	36,116	Education
					Capital outlay
6,821	8,050	11,286	9,360	6,462	Debt service:
4,795	5,035	5,164	3,990	4,621	Principal retirement
-	-	-	11,880	-	Interest and fiscal charges
-	-	-	-	-	Payment to refunding escrow agent
<u>1,105,988</u>	<u>1,106,412</u>	<u>1,122,389</u>	<u>1,187,159</u>	<u>1,187,629</u>	Cost of issuance
					Total expenditures
<u>61,208</u>	<u>31,546</u>	<u>57,704</u>	<u>34,401</u>	<u>89,670</u>	Excess of revenues over expenditures
167	217	84	35	39	Other Financing Sources (Uses)
257	7	20	101	39	Proceeds from sale of capital assets
7,310	15,088	5,684	34,104	5,000	Gain from insurance recovery
-	-	902	3,810	-	Issuance of long-term debt
-	-	-	-	-	Premium on long-term debt
-	-	-	-	-	Discount on long-term debt
12,934	16,741	21,396	12,520	18,993	Payment to refunding escrow agent
<u>(54,930)</u>	<u>(59,152)</u>	<u>(67,074)</u>	<u>(55,318)</u>	<u>(54,039)</u>	Transfers in
<u>(34,262)</u>	<u>(27,099)</u>	<u>(38,988)</u>	<u>(4,748)</u>	<u>(29,968)</u>	Transfers out
					Total other financing sources (uses)
<u>26,946</u>	<u>4,447</u>	<u>18,716</u>	<u>29,653</u>	<u>59,702</u>	Net change in fund balances before extraordinary item
-	(317)	-	-	-	Extraordinary item:
-	(317)	-	-	-	RDA dissolution
<u>\$ 26,946</u>	<u>\$ 4,130</u>	<u>\$ 18,716</u>	<u>\$ 29,653</u>	<u>\$ 59,702</u>	Total extraordinary item
					Net change in fund balances
1.09 %	1.23 %	1.51 %	2.25 %	0.96 %	Debt service as a percentage of noncapital expenditures

COUNTY OF VENTURA
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 (UNAUDITED)

Fiscal Year Ended June 30:	Secured	Unsecured	Supplemental	Total Taxable Assessed Value	Total Direct Tax Rate
2006	\$ 82,562,685,889	\$ 3,525,957,609	\$ 7,419,274,730	\$ 93,507,918,228	1%
2007	92,458,645,454	3,772,862,470	5,907,291,980	102,138,799,904	1%
2008	99,946,442,332	3,995,781,789	5,517,145,399	109,459,369,520	1%
2009	103,040,758,144	4,233,035,266	2,485,328,639	109,759,122,049	1%
2010	100,207,840,144	4,449,291,261	1,505,750,448	106,162,881,853	1%
2011	100,157,703,289	4,224,931,497	1,001,666,362	105,384,301,148	1%
2012	100,292,025,133	4,100,801,404	891,111,066	105,283,937,603	1%
2013	101,018,163,461	4,048,783,596	947,707,721	106,014,654,778	1%
2014	104,474,909,718	4,100,505,746	1,845,992,852	110,421,408,316	1%
2015	110,517,381,137	4,145,873,474	2,257,499,612	116,920,754,223	1%

Notes:

(1) Proposition 13, passed in 1978 by California voters, limited property taxes to a maximum rate of 1 percent of assessed value. Assessed value is based upon the purchase price of the property. The assessed value may be increased by an inflation factor of up to 2 percent per year. The assessed valuation data shown above is the value used for taxation purposes. Actual market value is not used in the property tax calculation and is not available. The assessed values presented are the County-wide assessed values based on the equalized roll. Unitary and Homeowners Property Tax Relief are included in all values, and values are net of all exemptions.

Source:

Auditor-Controller, County of Ventura

COUNTY OF VENTURA
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS
 (UNAUDITED)

<u>Fiscal Year</u>	<u>County Direct Rates</u>		<u>Overlapping Rates</u>
	<u>Basic Rate</u>	<u>Total Direct</u>	<u>Ventura County Bond Rate</u>
2006	1.0000%	1.0000%	0.0226%
2007	1.0000%	1.0000%	0.0211%
2008	1.0000%	1.0000%	0.0186%
2009 (a)	1.0000%	1.0000%	0.0225%
2010	1.0000%	1.0000%	0.0216%
2011	1.0000%	1.0000%	0.0228%
2012	1.0000%	1.0000%	0.0233%
2013	1.0000%	1.0000%	0.0219%
2014	1.0000%	1.0000%	0.0233%
2015	1.0000%	1.0000%	0.0223%

(a) Corrected in 2009-10.

Notes:

(1) Proposition 13, passed in 1978 by California voters, limited property taxes to a maximum rate of 1 percent of assessed value. This 1 percent is distributed to all taxing agencies that provide services to the subject property. In addition to the 1 percent maximum rate, property owners may be charged an additional percentage for voter approved bonds based on their tax rate area. The bond rate shown is the weighted average of all Ventura County bonds. The weighted average is based on assessed valuation of the tax rate areas where the bonds are levied.

Source:

Auditor-Controller, County of Ventura

COUNTY OF VENTURA
 PRINCIPAL PROPERTY TAX PAYERS
 CURRENT YEAR AND NINE YEARS AGO
 (UNAUDITED)

Taxpayer	Fiscal Year 2014-15			Fiscal Year 2005-06		
	Secured Assessed Value	Rank	Percentage of Total County Taxable	Secured Assessed Value	Rank	Percentage of Total County Taxable
			Secured Assessed Value			Secured Assessed Value
Amgen, Inc	\$ 1,194,637,251	1	1.08 %	\$ 1,094,234,620	1	1.33 %
Southern California Edison Company	809,685,110	2	0.73 %	411,078,288	2	0.50 %
Aera Energy, LLC	872,344,333	3	0.79 %	336,916,926	3	0.41 %
Vintage Petroleum, LLC	494,764,544	4	0.45 %	202,877,410	6	0.25 %
Procter-Gamble Paper Products	306,580,704	5	0.28 %	250,233,394	4	0.30 %
Macerich Oaks, LLC	287,047,904	6	0.26 %	161,595,805	9	0.20 %
Baxter Healthcare Corporation	242,783,991	7	0.22 %	192,797,449	7	0.23 %
Southern California Gas Company	170,064,591	8	0.15 %			
Verizon California Inc.	164,507,622	9	0.15 %	216,116,273	5	0.26 %
Los Robles Hospital.	195,729,894	10	0.18 %			
Reliant Energy				168,832,933	8	0.20 %
Duesenberg Investment Company				152,425,474	10	0.18 %
Total attributable to ten largest taxpayers	<u>\$ 4,738,145,944</u>		<u>4.29 %</u>	<u>\$ 3,187,108,572</u>		<u>3.86 %</u>
Total Secured Assessed Value	<u>\$ 110,517,381,137</u>		<u>100.00 %</u>	<u>\$ 82,562,685,889</u>		<u>100.00 %</u>

Notes:

(1) Amounts exclude special assessments and voter-approved bonds. The assessed value is based on the equalized roll plus all escaped assessments and assessor's roll corrections processed in the 2005-06 and the 2014-15 fiscal years.

Source:

Auditor-Controller, County of Ventura

COUNTY OF VENTURA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30:	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
2006	\$ 295,322,952	\$ 274,826,465	93.06 %	\$ 18,804,638	\$ 293,631,103	99.43 %
2007	326,790,211	304,712,484	93.24 %	14,686,014	319,398,498	97.74 %
2008	348,432,837	321,044,932	92.14 %	21,595,677	342,640,609	98.34 %
2009	352,288,996	329,240,772	93.46 %	15,644,130	344,884,902	97.90 %
2010	342,351,203	326,080,411	95.25 %	9,675,095	335,755,506	98.07 %
2011	338,881,118	325,308,206	95.99 %	8,013,185	333,321,391	98.36 %
2012	338,288,976	325,536,458	96.23 %	6,412,176	331,948,634	98.13 %
2013	339,174,796	327,259,489	96.49 %	5,537,720	332,797,209	98.12 %
2014	353,562,050	339,014,621	95.89 %	5,453,702	344,468,323	97.43 %
2015	373,559,200	360,806,668	96.59 %	-	360,806,668	96.59 %

(a) Corrected in 2014-15.

Notes:

(1) The collections presented are based on payments made on the secured, unsecured and supplemental taxes levied. The taxes levied are based on the equalized roll plus supplemental bills processed in the fiscal year. The levied and collected amounts shown represent taxes distributed to County of Ventura agencies that are governed by the Board of Supervisors. Collections in subsequent years are updated annually.

Source:

Auditor-Controller, County of Ventura

COUNTY OF VENTURA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(In Thousands, Except Per Capita)
(UNAUDITED)

Governmental Activities					
Fiscal Year	Lease Revenue Bonds	Certificates of Participation	Tax-Exempt Commercial Paper	Loans Payable (b)	Pension Obligation Bonds
2005-06	\$ -	\$ 66,418	\$ 16,182	\$ 800	\$ 35,185
2006-07	-	60,148	22,018	698	12,310
2007-08	-	53,634	18,627	623	-
2008-09	-	46,870	24,005	3,182	-
2009-10 (a)	-	42,043	16,971	5,252	-
2010-11	-	37,949	19,221	9,117	-
2011-12	-	33,645	27,727	10,774	-
2012-13	17,070	29,822	12,738	9,466	-
2013-14	53,578	13,462	7,637	9,203	-
2014-15	49,370	11,072	11,232	8,935	-

Business-type Activities					
Fiscal Year	Lease Revenue Bonds	Certificates of Participation	Tax-Exempt Commercial Paper	State Loans	Capital Leases
2005-06	\$ -	\$ 23,867	\$ 4,218	\$ 3,031	\$ 81
2006-07	-	21,117	8,982	1,564	69
2007-08	-	18,251	12,273	1,458	57
2008-09	-	15,255	24,095	1,348	1,789
2009-10 (a)	-	68,963	6,730	4,768	1,346
2010-11	-	65,554	6,579	6,117	903
2011-12	-	61,851	8,473	6,264	460
2012-13	318,591	58,160	6,362	5,979	37
2013-14	313,950	54,120	5,964	5,814	180
2014-15	309,235	50,957	5,369	8,069	144

Fiscal Year	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2005-06	\$ 149,782	0.42%	\$ 188
2006-07	126,906	0.34%	159
2007-08	104,923	0.28%	130
2008-09	116,544	0.32%	143
2009-10 (a)	146,073	0.39%	177
2010-11	145,440	0.37%	175
2011-12	149,194	0.36% (d)	178 (c)
2012-13	458,225	1.08% (d)	548
2013-14	463,908	1.06%	550
2014-15	454,381	1.00%	536

- (a) Beginning 2009-10, net of premiums, discounts, and other similar items.
- (b) Corrected in 2009-10.
- (c) Corrected in 2013-14.
- (d) Revised in 2014-15.

Notes:

(1) See the "Demographic and Economic Statistics" table for population and personal income figures. Note that this ratio is calculated using population and personal income for the latest calendar year for each corresponding fiscal year, except the most recent available year is used when information for a year is not available. In addition the "Demographic and Economic Statistics" table has been updated in FY 2014-15.

Source: Auditor-Controller, County of Ventura

COUNTY OF VENTURA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(In Thousands)
(UNAUDITED)

<u>Fiscal Year</u>	<u>Assessed Value of Property</u>	<u>Legal Debt Limit</u>	<u>Amount of debt applicable to limit</u>	<u>Legal Debt Margin (a)</u>	<u>Total net debt applicable to the limit as a percentage of debt limit</u>
2005-06	\$ 93,507,918	\$ 1,168,849	\$ -	\$ 1,019,067 (a)	0.00%
2006-07	102,138,800	1,276,735	-	1,149,829 (a)	0.00%
2007-08	109,459,370	1,368,242	-	1,263,319 (a)	0.00%
2008-09	109,759,122	1,371,989	-	1,255,445 (a)	0.00%
2009-10	106,162,882	1,327,036	-	1,180,963	0.00%
2010-11	105,384,301	1,317,304	-	1,171,864	0.00%
2011-12	105,283,938	1,316,049	-	1,166,855	0.00%
2012-13	106,014,655	1,325,183	-	866,958	0.00%
2013-14	110,421,408	1,380,268	-	916,360	0.00%
2014-15	116,920,754	1,461,509	-	1,007,128	0.00%

(a) Corrected in 2009-10, to reflect updated assessed values.

Notes:

- (1) The legal debt limit is set by statute at 1.25 percent of total assessed valuation.
- (2) The legal debt margin is the legal debt limit reduced by all long-term bonds, certificates of participation, loans, and capital leases and represents the County's legal borrowing authority for all years reported.

Source:

Auditor-Controller, County of Ventura

COUNTY OF VENTURA
DEBT/REVENUE COVERAGE
LAST TEN FISCAL YEARS
(In Thousands)
(UNAUDITED)

Certificates of Participation

Fiscal Year	Gross Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2005-06	\$ 12,928	\$ -	\$ 12,928	\$ 8,690	\$ 4,238	1.00
2006-07	12,910	-	12,910	9,020	3,890	1.00
2007-08	12,901	-	12,901	9,380	3,521	1.00
2008-09	12,890	-	12,890	9,760	3,130	1.00
2009-10	47,717	-	47,717	43,235	4,482	1.00
2010-11	12,453	-	12,453	7,320	5,133	1.00
2011-12	12,407	-	12,407	7,550	4,857	1.00
2012-13	11,906	-	11,906	7,350	4,556	1.00
2013-14	23,719	-	23,719	19,550	4,169	1.00
2014-15	8,838	-	8,838	5,500	3,338	1.00

* Revenue source is lease rental payments.

Pension Obligation Bonds

Fiscal Year	Gross Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2005-06	\$ 21,118	\$ -	\$ 21,118	\$ 20,315	\$ 2,986	0.91
2006-07	26,410	-	26,410	22,875	1,569	1.08
2007-08	12,492	-	12,492	12,310	408	0.98
2008-09	-	-	-	-	-	0.00
2009-10	-	-	-	-	-	0.00
2010-11	-	-	-	-	-	0.00
2011-12	-	-	-	-	-	0.00
2012-13	-	-	-	-	-	0.00
2013-14	-	-	-	-	-	0.00
2014-15	-	-	-	-	-	0.00

* Revenue source is assessments on covered payroll.

Tax-Exempt Commercial Paper

Fiscal Year	Gross Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2005-06	\$ 5,015	\$ -	\$ 5,015	\$ 4,300	\$ 715	1.00
2006-07	5,485	-	5,485	4,700	785	1.00
2007-08	5,005	-	5,005	4,100	905	1.00
2008-09	4,200	-	4,200	3,800	400	1.00
2009-10	28,570	-	28,570	28,499	71	1.00
2010-11	3,681	-	3,681	3,600	81	1.00
2011-12	5,054	-	5,054	5,000	54	1.00
2012-13	22,752	-	22,752	22,700	52	1.00
2013-14	5,516	-	5,516	5,500	16	1.00
2014-15	2,013	-	2,013	2,000	13	1.00

* Revenue source is lease rental payments and proceeds from PFA III and Lease Revenue Bonds.

Source: Auditor-Controller, County of Ventura

COUNTY OF VENTURA
DEBT/REVENUE COVERAGE
LAST TEN FISCAL YEARS
(In Thousands)
(UNAUDITED)

Long-term Loans - Rollup

Fiscal Year	Gross Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2005-06	\$ 5,386	\$ 3,765	\$ 1,621	\$ 712	\$ 177	1.82
2006-07 (a)	3,702	3,996	(294)	1,569	111	(0.17) (b)
2007-08	3,817	3,516	301	181	77	1.17
2008-09 (a)	3,917	3,530	387	190	71	1.48
2009-10	3,565	3,531	34	172	89	0.13
2010-11	7,303	7,937	(634)	353	254	(1.04)
2011-12 (b)	4,945	4,097	848	629	290	0.92
2012-13	4,564	2,725	1,839	544	276	2.24
2013-14	4,626	4,008	618	542	269	0.76
2014-15	4,816	3,924	892	595	313	0.98

* Revenue source is ad valorem taxes on property, CDBG, lease rents, and charges for services.

(a) Corrected in 2009-10.

(b) Corrected in 2013-14.

Capital Leases

Fiscal Year	Gross Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2005-06	\$ 16	\$ -	\$ 16	\$ 12	\$ 4	1.00
2006-07	16	-	16	12	4	1.00
2007-08	15	-	15	12	3	1.00
2008-09	462	-	462	424	38	1.00
2009-10	483	-	483	443	40	1.00
2010-11	482	-	482	443	39	1.00
2011-12	482	-	482	443	39	1.00
2012-13	459	-	459	423	36	1.00
2013-14	40	-	40	37	3	1.00
2014-15	42	-	42	36	6	1.00

* Revenue source is lease rental payments and charges for services.

Lease Revenue Bonds (a)

Fiscal Year	Gross Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2012-13	\$ 2,092	\$ -	\$ 2,092	\$ -	\$ 2,092	1.00
2013-14	19,113	-	19,113	4,640	14,473	1.00
2014-15	22,695	-	22,695	7,385	15,310	1.00

* Revenue source is lease rental payments.

(a) New bond in fiscal year 2012-13. No previous data to report.

COUNTY OF VENTURA
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS
 (UNAUDITED)

<u>Year</u>	<u>Population</u> (a)	<u>Personal Income</u> <u>(in millions)</u> (a)	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u> (d)
2006	798,183	\$ 35,980	\$ 45,077	4.3%
2007	800,027	37,497	46,870	4.9%
2008	806,353	37,437	46,427	6.3%
2009	815,130	36,100	44,287	9.6%
2010	825,312	37,067	44,912	10.8%
2011	830,623	39,424	47,463	10.2%
2012	834,398	41,705	49,982	9.1%
2013	839,620	42,406	50,507	7.9%
2014	842,385 (b)	43,900 (c)	52,114	6.7%
2015	848,073 (b)	45,600 (c)	53,769	5.6%

Notes:

1) Revised in 2014-15 to reflect data from the U.S. Department of Commerce (last updated: November 2014.)

Sources:

- (a) U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economic Accounts, CA1-3 Personal Income Summary, as of November 2014. Population numbers reflect Census Bureau midyear population estimates available as of November 2014. All dollar estimates are in current dollars (not adjusted for inflation).
- (b) State of California, Department of Finance, E-5 Population and Housing Estimates for Cities, Counties, and the State, January 1, 2011 - 2015, as of May 2015.
- (c) 2015 Ventura County Real Estate and Economic Outlook.
- (d) State of California, Employment Development Department, Labor Market Information Division, September 2015. Historical Civilian Labor Force; data not seasonally adjusted. 2006 to 2014 rates are annual averages. The 2015 rate is an eight month average.

COUNTY OF VENTURA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

<u>Employer</u>	<u>2015 (a)</u>			<u>2006 (b)</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
United States Naval Base	14,547	1	4.63%	14,457	1	4.56%
County of Ventura	8,721	2	2.77%	7,191	3	2.27%
Amgen, Inc.	5,095	3	1.62%	10,000	2	3.15%
Anthem, Inc. (previously Wellpoint, Inc.)	2,913	4	0.93%	3,738	5	1.18%
Simi Unified School District	2,436	5	0.77%	2,370	8	0.75%
Community Memorial Hospital	2,000	6	0.64%			
Conejo Unified School District	1,943	7	0.62%	2,456	6	0.77%
Ventura Unified School District	1,842	8	0.59%	2,340	9	0.74%
Dignity Health	1,805	9	0.57%			
Los Robles Regional Med Center	1,700	10	0.54%			
Countrywide Financial Corp				5,700	4	1.80%
Vons				2,406	7	0.76%
Verizon Communications				2,200	10	0.69%
	<u>43,002</u>		<u>13.68%</u>	<u>52,858</u>		<u>16.67%</u>

Sources:

(a) 2015 Ventura County Real Estate and Economic Outlook as of January 2015

(b) UCSB Economic Forecast Project as of February 2006.

COUNTY OF VENTURA
 FULL-TIME EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS
 (UNAUDITED)

<u>Function/Program</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>
<u>Governmental activities:</u>					
General government	1,120	1,171	1,203	1,209	1,216
Public protection	2,927	2,993	3,063	3,066	2,982
Health and sanitation	879	926	970	1,035	1,059
Public assistance	979	1,011	1,047	1,029	1,019
Education	74	87	95	91	89
Total governmental activities	<u>5,979</u>	<u>6,188</u>	<u>6,378</u>	<u>6,430</u>	<u>6,365</u>
<u>Business-type activities:</u>					
Medical Center	1,098	1,185	1,227	1,277	1,290
Health Care Plan	-	-	-	-	-
Airports	30	33	33	32	29
Parks and Harbor	63	65	74	83	82
Total business-type activities	<u>1,191</u>	<u>1,283</u>	<u>1,334</u>	<u>1,392</u>	<u>1,401</u>
Total government-wide	<u>7,170</u>	<u>7,471</u>	<u>7,712</u>	<u>7,822</u>	<u>7,766</u>

(a) New employment function in fiscal year 2012-13.

Notes:

(1) Full-time employees work a minimum of 64 hours per biweek.

Source:

Auditor-Controller, County of Ventura

COUNTY OF VENTURA
 FULL-TIME EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS
 (UNAUDITED)

<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>Function/Program</u>
					<u>Governmental activities:</u>
1,201	1,216	1,155	1,176	1,215	General government
3,014	2,981	3,040	3,074	3,045	Public protection
1,064	1,132	1,250	1,210	1,222	Health and sanitation
1,067	1,103	1,127	1,193	1,280	Public assistance
64	62	58	56	49	Education
<u>6,410</u>	<u>6,494</u>	<u>6,630</u>	<u>6,709</u>	<u>6,811</u>	Total governmental activities
					<u>Business-type activities:</u>
1,338	1,378	1,449	1,468	1,484	Medical Center
-	-	2 (a)	46	46	Health Care Plan
29	27	29	28	27	Airports
97	88	93	94	86	Parks and Harbor
<u>1,464</u>	<u>1,493</u>	<u>1,573</u>	<u>1,636</u>	<u>1,643</u>	Total business-type activities
<u>7,874</u>	<u>7,987</u>	<u>8,203</u>	<u>8,345</u>	<u>8,454</u>	Total government-wide

COUNTY OF VENTURA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(UNAUDITED)

Function/Program	Fiscal Year				
	2005-06	2006-07	2007-08	2008-09	2009-10
Public protection					
Sheriff:					
Jail bookings	29,075	31,006	29,567	29,938	27,818
District Attorney:					
Filed felonies	4,747	5,053	4,500	3,957	3,898
Filed misdemeanors	25,058	30,791	23,084	23,124	13,823
Probation:					
Cases supervised - Adult	13,553	16,632	17,447	17,609	17,450
Cases supervised - Juvenile	2,556	2,308	2,385	2,592	2,253
Average daily population	186	198	188	181	174
Health					
Public Health:					
Clinic client visits	31,558	33,100	29,564	21,155	32,559
Vaccines distributed	56,713	30,000 (a)	14,780 (a)	26,128	51,216
Hospital:					
Patient days	53,725	57,485	60,842	59,175	56,916
Emergency room visits	34,494	41,399	44,825	47,382	46,571
Clinic visits (including satellite clinics)	335,655	346,769	426,472	400,474	434,943
Behavioral Health:					
Total contacts - Mental Health	275,392 (b)	308,421	341,180 (b)	404,987 (b)	379,726 (b)
Unduplicated client count	7,658	8,372	9,586	11,629	12,899
Total contacts - Alcohol and Drug Program	116,159	141,503 (b)	152,125 (b)	148,873	138,315
Total contacts - Driving Under the Influence Program	55,194	52,722	50,845	59,502	118,922
Public assistance					
Average number of CalWORKS participants	13,158	13,792	14,049	16,090	17,284
Average number of CalWORKS cases	5,378	5,510	6,794	6,649	7,229
Average number of CalFresh participants (c)	28,012	29,998	33,778	42,400	53,930
Average number of CalFresh cases (c)	11,028	12,393	14,347	18,543	24,483
Average child welfare services caseload	821	874	896	826	784

(a) Flu only

(b) Corrected in 2012-13.

(c) Prior to 2012-13 CalFresh was formerly Food Stamps.

(d) Prior to 2012-13 prevention contacts were not included.

Sources:

County of Ventura, various departments

COUNTY OF VENTURA
 OPERATING INDICATORS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 (UNAUDITED)

<u>Fiscal Year</u>					<u>Function/Program</u>
<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	
					<u>Public protection</u>
					Sheriff:
27,935	25,030	26,432	26,332	26,410	Jail bookings
					District Attorney:
3,840	3,458	3,926	4,144	3,133	Filed felonies
13,374	12,410	10,972	10,411	12,379	Filed misdemeanors
					Probation:
17,197	16,924	16,453	15,034	13,581	Cases supervised - Adult
1,631	1,425	1,189	984	919	Cases supervised - Juvenile
163	135	108	98	82	Average daily population
					<u>Health</u>
					Public Health:
23,535	25,612	22,735	15,718	17,342	Clinic client visits
44,234	46,233	32,331	29,031	27,943	Vaccines distributed
					Hospital:
52,112	52,525	54,878	53,351	49,000	Patient days
47,047	48,913	52,285	51,532	54,022	Emergency room visits
449,058	470,421	485,255	429,058	486,135	Clinic visits (including satellite clinics)
					Behavioral Health:
392,242 (b)	431,674	443,674	435,400	463,002	Total contacts - Mental Health
13,348	12,481	13,516	13,770	17,868	Unduplicated client count
140,330	141,733	399,710 (d)	405,538	600,127	Total contacts - Alcohol and Drug Program
115,386	117,414	106,310	94,908	98,667	Total contacts - Driving Under the Influence Program
					<u>Public assistance</u>
17,465	16,011	15,163	14,265	14,035	Average number of CalWORKS participants
7,221	6,752	6,456	6,142	5,984	Average number of CalWORKS cases
60,624	64,795	68,033	71,338	76,152	Average number of CalFresh participants (c)
28,107	30,692	32,345	34,085	36,710	Average number of CalFresh cases (c)
803	1,044	1,098	1,196	1,192	Average child welfare services caseload

COUNTY OF VENTURA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year				
	2005-06	2006-07	2007-08	2008-09	2009-10
Governmental Activities:					
General government					
Building - Hall of Administration	Occupied by general government and support services.				
Public protection					
Jail and detention facilities:					
Probation:					
Adult facilities - work furlough	1	1	1	1	1
Adult beds - work furlough	190	190	190	190	235 (a)
Juvenile facilities	1	1	1	1	1
Juvenile beds	420	420	420	420	205 (a)
Sheriff:					
Adult facilities	3	3	3	3	3
Adult beds	1,606	1,606	1,606	1,606	1,606
Sheriff helicopters	3	3	4	4	4
Fire trucks	67	67	72	65	65
Fire stations	31	31	31	31	31
Building - Hall of Justice	Occupied by public safety departments and courts.				
Miles of flood control channels (b)	216.50	216.50	216.50	216.50	216.50
Public ways and facilities					
Centerline miles of county roads	544.85	545.61	547.50	544.31	544.15
Traffic signals	30	33	33	37	37
Bridges	163	160	160	161	158
Education					
Libraries	8	7	7	7	5

(a) Beginning 2009-10 changed to reflect the California Corrections Standard Authority rated capacity.

(b) Prior year miles of flood control channels increased in fiscal year 2011-12 due to previously unreported channels.

Note:

Buildings include those that are capitalized but excludes real property that is leased.

Sources:

County of Ventura, various departments

COUNTY OF VENTURA
 CAPITAL ASSET STATISTICS BY FUNCTION
 LAST TEN FISCAL YEARS
 (UNAUDITED)

<u>Fiscal Year</u>					
<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	
Occupied by general government and support services.					Governmental Activities:
					General government
					Building - Hall of Administration
					Public protection
					Jail and detention facilities:
					Probation:
					Adult facilities - work furlough
					Adult beds - work furlough
					Juvenile facilities
					Juvenile beds
					Sheriff:
					Adult facilities
					Adult beds
					Sheriff helicopters
					Fire trucks
					Fire stations
					Building - Hall of Justice
					Miles of flood control channels (b)
					Public ways and facilities
					Centerline miles of county roads
					Traffic signals
					Bridges
					Education
					Libraries
1	1	1	1	1	
235	235	235	235	235	
1	1	1	1	1	
205	205	205	420	420	
3	3	3	3	3	
1,606	1,606	1,606	1,606	1,650	
4	4	4	4	4	
63	62	64	64	64	
31	31	32	32	32	
Occupied by public safety departments and courts.					
216.50	216.50	216.50	216.50	216.50	
543.86	542.46	542.43	541.91	542.84	
37	42	38	38	39	
158	159	159	159	158	
5	5	5	5	5	

COUNTY OF VENTURA
 CAPITAL ASSET STATISTICS BY FUNCTION
 LAST TEN FISCAL YEARS
 (UNAUDITED)
 (Continued)

	Fiscal Year				
	2005-06	2006-07	2007-08	2008-09	2009-10
<u>Business-type Activities:</u>					
Medical Center					
Hospitals	1	2	2	2	2
Licensed beds	196	272	272	272	272
Department of Airports					
Number of airports	2	2	2	2	2
Number of acres	866	866	866	880	880
Number of runways	2	2	2	2	2
Number of hangars	201	201	201	201	202
Waterworks Districts - Water					
Miles of pipeline	222	219	219	219	219
Number of reservoirs	32	29	30	30	30
Waterworks Districts - Sewer					
Miles of pipeline	142	144	146	148	157
Treatment capacity (millions of gallons per day)	3.4	3.4	3.4	3.4	5.6
Number of treatment plants	3	3	3	3	3
Parks and Harbor					
Number of county parks	25	25	25	25	24
Park acreage	4,948	4,948	4,948	4,948	4,621
County golf courses	3	3	3	3	3
County golf course acreage	672	672	672	672	672
Miles of park trails	21.0	21.0	21.0	21.0	21.0
Number of harbors	1	1	1	1	1
Number of acres	310	310	310	310	310
Number of boat slips	233	233	233	233	233
Fuel dock	1	1	1	1	1
Sportfishing dock	1	1	1	1	1

(a) Miles of pipeline previously overstated for fiscal years 2002-03 through 2009-10, corrected 2010-11.

(b) Prior year number of parks, park acreage, and miles of park trails was recalculated in fiscal year 2011-12, as additional information became available.

Notes:

(1) Buildings include those that are capitalized but excludes real property that is leased.

Sources:

County of Ventura, various departments

COUNTY OF VENTURA
 CAPITAL ASSET STATISTICS BY FUNCTION
 LAST TEN FISCAL YEARS
 (UNAUDITED)
 (Continued)

<u>Fiscal Year</u>					
<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	
					<u>Business-type Activities:</u>
					Medical Center
2	2	2	2	2	Hospitals
272	272	272	272	272	Licensed beds
					Department of Airports
2	2	2	2	2	Number of airports
891	891	891	891	891	Number of acres
2	2	2	2	2	Number of runways
202	202	202	202	225	Number of hangars
					Waterworks Districts - Water
219 (a)	220	220	218	218	Miles of pipeline
30	30	30	30	30	Number of reservoirs
					Waterworks Districts - Sewer
157	159	159	159	159	Miles of pipeline
5.6	5.6	5.6	5.6	5.6	Treatment capacity (millions of gallons per day)
3	3	3	3	3	Number of treatment plants
					Parks and Harbor
25	25 (b)	25	27	26	Number of county parks
4,621	4,621 (b)	4,621	4,637	4,633	Park acreage
3	3	3	3	3	County golf courses
672	672	672	672	672	County golf course acreage
21.6	21.6 (b)	21.6	22.5	22.5	Miles of park trails
1	1	1	1	1	Number of harbors
310	310	310	310	310	Number of acres
233	233	233	233	233	Number of boat slips
1	1	1	1	1	Fuel dock
1	1	1	1	1	Sportfishing dock

THIS PAGE LEFT BLANK INTENTIONALLY