

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018

VCERA

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
County's proportion of the net pension liability	\$ 531,315	\$ 822,802	\$ 1,028,750	\$ 690,194
County's proportionate share of the net pension liability	96.05 %	96.29 %	96.62 %	96.78 %
County's covered payroll (1)	\$ 601,395	\$ 624,245	\$ 651,548	\$ 678,723
County's proportionate share of the net pension liability as a percentage of its covered payroll (1)	88.35 %	131.81 %	157.89 %	101.69 %
Plan's fiduciary net position as a percentage of the total pension liability	88.54 %	83.63 %	80.47 %	87.44 %
Measurement date	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017

(1) Restated to covered payroll in 2015-16.

* Information from fiscal years ended 2009 to 2014 is not presented as required by GASB Statement No. 68 as 2015 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, 2018

VCERA

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Actuarially determined contribution	\$ 167,431	\$ 169,941	\$ 182,821	\$ 189,741
Contributions in relation to the actuarially determined contribution	<u>167,431</u>	<u>169,941</u>	<u>182,821</u>	<u>189,741</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Covered payroll (1)	 \$ 624,245	 \$ 651,548	 \$ 678,723	 \$ 697,412
 Contributions as a percentage of covered payroll (1)	 26.82 %	 26.08 %	 26.94 %	 27.21 %

(1) Restated to covered payroll in 2015-16

* Information from fiscal years ended 2009 to 2014 is not presented as required by GASB Statement No. 68 as 2015 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, 2018

SUPPLEMENTAL RETIREMENT PLAN

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

	2014 Plan 2015 Employer	2015 Plan 2016 Employer	2016 Plan 2017 Employer	2017 Plan 2018 Employer	2018 Plan
Total pension liability					
Service cost	\$ 692	\$ 695	\$ 765	\$ 773	\$ 644
Interest	1,782	1,869	1,992	2,092	2,130
Changes of benefit terms	-	(442)	(347)	(1,214)	(480)
Changes of assumptions	-	1,331	-	-	1,415
Benefit payments, including refunds of member contributions	(981)	(1,019)	(1,023)	(1,112)	(1,181)
Net change in total pension liability	1,493	2,434	1,387	539	2,528
Total pension liability - beginning	23,137	24,630	27,064	28,451	28,990
Total pension liability - ending (a)	<u>\$ 24,630</u>	<u>\$ 27,064</u>	<u>\$ 28,451</u>	<u>\$ 28,990</u>	<u>\$ 31,518</u>
Plan fiduciary net position					
Contributions - employer	\$ 1,475	\$ 1,410	\$ 1,558	\$ 1,581	\$ 1,497
Contributions - member	409	402	407	410	381
Net investment income	2,722	702	297	2,498	1,751
Benefit payments, including refunds of member contributions	(981)	(1,019)	(1,023)	(1,112)	(1,181)
Administrative expense	(275)	(280)	(237)	(307)	(332)
Net change in plan fiduciary net position	3,350	1,215	1,002	3,070	2,116
Plan fiduciary net position - beginning	15,394	18,744	19,959	20,961	24,031
Plan fiduciary net position - ending (b)	<u>\$ 18,744</u>	<u>\$ 19,959</u>	<u>\$ 20,961</u>	<u>\$ 24,031</u>	<u>\$ 26,147</u>
County's net pension liability - ending (a) - (b)	<u>\$ 5,886</u>	<u>\$ 7,105</u>	<u>\$ 7,490</u>	<u>\$ 4,959</u>	<u>\$ 5,371</u>
Plan's fiduciary net position as a percentage of the total pension liability	76.10 %	73.75 %	73.67 %	82.89 %	82.96 %
Covered payroll (1)	\$ 13,579	\$ 13,242	\$ 13,721	\$ 11,035	\$ 12,755
County's net pension liability as a percentage of covered payroll (1)	43.35 %	53.66 %	54.59 %	44.94 %	42.11 %

(1) Restated to covered payroll in 2015-16

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 and 2018, rates of withdrawal, retirement and mortality were adjusted to more closely reflect actual and anticipated experience. Additionally, the assumed investment rate of return was lowered from 7.75 percent to 7.50 percent in 2015 and from 7.50 percent to 7.25 percent in 2018. These assumptions were recommended as part of the VCERA Experience Study performed for the three-year periods ended June 30, 2014 and June 30, 2017.

Schedule of Investment Returns
Last Ten Fiscal Years *

	2014	2015	2016	2017	2018
Annual money-weighted rate of return, net of investment related expenses	17.14 %	3.70 %	1.47 %	11.67 %	7.18 %

* Information from fiscal years ended 2009 to 2013 is not presented as required by GASB Statement No. 68 as 2015 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, 2018

SUPPLEMENTAL RETIREMENT PLAN

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

	2014 (1)	2015 (1)	2016	2017	2018
Actuarially determined contribution	\$ 1,475	\$ 1,410	\$ 1,558	\$ 1,581	\$ 1,497
Contributions in relation to the actuarially determined contribution	<u>1,475</u>	<u>1,410</u>	<u>1,558</u>	<u>1,581</u>	<u>1,497</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 13,579	\$ 13,242	\$ 13,721	\$ 11,035	\$ 12,755
Contributions as a percentage of covered payroll	10.86 %	10.65 %	11.35 %	14.33 %	11.74 %

(1) Restated to covered payroll in 2015-16

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	2 to 15 years closed
Asset valuation method	5 year smoothed market value
Inflation	2.75% annual rate
Salary increases	4.00%
Investment rate of return	7.25% annual rate, net of expense
Payroll growth	3.00% annual rate
Cost-of-living adjustments	3.00% annual rate for part D only

* Information from fiscal years ended 2009 to 2013 is not presented as required by GASB Statement No. 67 and No. 68 as 2015 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, 2018

MANAGEMENT RETIREE HEALTH BENEFITS PROGRAM

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

	2017	2018
Total pension liability		
Service cost	\$ 461	\$ 523
Interest	499	419
Differences between expected and actual experience	155	(71)
Changes of assumptions	1,126	979
Benefit payments	(1,361)	(1,390)
Net change in total pension liability	880	460
Total pension liability - beginning	13,739	14,619
Total pension liability - ending	\$ 14,619	\$ 15,079
Covered-employee payroll	\$ 34,814	\$ 31,738
County's total pension liability as a percentage of covered-employee payroll	41.99 %	47.51 %

Note to Schedule:

No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 73 to pay related benefits.

* Information from fiscal years ended 2009 to 2016 is not presented as required by GASB Statement No. 73 as 2017 was the first year of implementation. Additional years will be presented as they become available.

SUBSIDIZED RETIREE HEALTH BENEFITS PROGRAM

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

	2018
Total OPEB liability	
Service cost	\$ 1,550
Interest	574
Differences between expected and actual experience	645
Changes of assumptions	375
Benefit payments	(1,274)
Net change in total OPEB liability	1,870
Total OPEB liability - beginning	19,714
Total OPEB liability - ending	\$ 21,584
Covered-employee payroll	\$ 534,135
County's total OPEB liability as a percentage of covered-employee payroll	4.04 %

Notes to Schedule:

No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75 to pay related benefits.

Changes of assumptions. The discount rate was changed from 3.01 percent to 3.56 percent in 2018.

* Information from fiscal years ended 2009 to 2017 is not presented as required by GASB Statement No. 75 as 2018 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, 2018

VCDSA RETIREE MEDICAL REIMBURSEMENT PLAN

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

	2018
Total OPEB liability	
Service cost	\$ 5,342
Interest	3,712
Changes of assumptions	(13,856)
Benefit payments	(1,180)
Net change in total OPEB liability	(5,982)
Total OPEB liability - beginning	111,725
Total OPEB liability - ending (a)	\$ 105,743
Plan fiduciary net position	
Contributions - employer	\$ 2,379
Contributions - member	45
Net investment income	2,464
Benefit payments	(1,180)
Administrative expense	(111)
Net change in plan fiduciary net position	3,597
Plan fiduciary net position - beginning	25,244
Plan fiduciary net position - ending (b)	\$ 28,841
Net OPEB liability - ending (a) - (b)	\$ 76,902
Plan's fiduciary net position as a percentage of the total OPEB liability	27.27 %
Covered payroll	\$ 158,243
Net OPEB liability as a percentage of covered payroll	48.60 %

Note to Schedule:

Changes of assumptions. The discount rate was changed from 3.34 percent to 3.88 percent in 2018.

VCDSA RETIREE MEDICAL REIMBURSEMENT PLAN

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

	2018
Contractually required contribution	\$ 2,456
Contributions in relation to the contractually required contribution	2,456
Contribution deficiency (excess)	\$ -
Covered payroll	\$ 163,329
Contributions as a percentage of covered payroll	1.50 %

* Information from fiscal years ended 2009 to 2017 is not presented as required by GASB Statement No. 75 as 2018 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, 2018

VCPFA PREMIUM REIMBURSEMENT PLAN

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

	2018
Total OPEB liability	
Service cost	\$ 190
Interest	664
Changes of assumptions	-
Benefit payments	(502)
Net change in total OPEB liability	352
Total OPEB liability - beginning	11,309
Total OPEB liability - ending (a)	\$ 11,661
Plan fiduciary net position	
Contributions - employer	\$ 883
Contributions - member	10
Net investment income	1,060
Benefit payments	(502)
Administrative expense	(39)
Net change in plan fiduciary net position	1,412
Plan fiduciary net position - beginning	11,088
Plan fiduciary net position - ending (b)	\$ 12,500
Net OPEB asset - ending (a) - (b)	\$ (839)
Plan's fiduciary net position as a percentage of the total OPEB liability	107.19 %
Covered payroll	\$ 88,261
Net OPEB asset as a percentage of covered payroll	0.95 %

VCPFA PREMIUM REIMBURSEMENT PLAN

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

	2018
Contractually required contribution	\$ 974
Contributions in relation to the contractually required contribution	974
Contribution deficiency (excess)	\$ -
Covered payroll	\$ 97,381
Contributions as a percentage of covered payroll	1.00 %

* Information from fiscal years ended 2009 to 2017 is not presented as required by GASB Statement No. 75 as 2018 was the first year of implementation. Additional years will be presented as they become available.

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018
 (In Thousands)

GENERAL FUND				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Taxes	\$ 361,400	\$ 361,400	\$ 369,191	\$ 7,791
Licenses, permits, and franchises	23,363	23,363	21,876	(1,487)
Fines, forfeitures, and penalties	21,767	22,067	21,032	(1,035)
Revenues from use of money and property	3,442	3,442	6,565	3,123
Aid from other governmental units	442,153	452,034	433,760	(18,274)
Charges for services	202,009	203,587	190,363	(13,224)
Other	28,561	29,000	30,170	1,170
Amount available for appropriation	<u>1,082,695</u>	<u>1,094,893</u>	<u>1,072,957</u>	<u>(21,936)</u>
Charges to appropriations (outflows):				
General government:				
Salaries and benefits	61,551	52,472	47,648	4,824
Services and supplies	40,028	37,051	25,949	11,102
Other charges	420	382	382	-
Contingencies	2,000	1,249	-	1,249
Total general government	<u>103,999</u>	<u>91,154</u>	<u>73,979</u>	<u>17,175</u>
Public protection:				
Salaries and benefits	377,693	388,244	377,303	10,941
Services and supplies	104,731	105,031	94,204	10,827
Other charges	15,292	15,968	15,325	643
Total public protection	<u>497,716</u>	<u>509,243</u>	<u>486,832</u>	<u>22,411</u>
Health and sanitation services:				
Salaries and benefits	103,160	101,025	93,723	7,302
Services and supplies	71,130	75,209	62,190	13,019
Other charges	5,140	4,932	4,768	164
Total health and sanitation services	<u>179,430</u>	<u>181,166</u>	<u>160,681</u>	<u>20,485</u>
Public assistance:				
Salaries and benefits	124,667	127,317	125,026	2,291
Services and supplies	33,868	33,768	30,012	3,756
Other charges	98,365	98,886	87,652	11,234
Total public assistance	<u>256,900</u>	<u>259,971</u>	<u>242,690</u>	<u>17,281</u>
Education:				
Salaries and benefits	260	304	288	16
Services and supplies	324	321	318	3
Other charges	-	3	3	-
Total education	<u>584</u>	<u>628</u>	<u>609</u>	<u>19</u>
Capital outlay	10,860	28,391	9,293	19,098
Debt service:				
Principal retirement	5,914	155	-	155
Interest and fiscal charges	7,864	6,337	6,124	213
Total charges to appropriations	<u>1,063,267</u>	<u>1,077,045</u>	<u>980,208</u>	<u>96,837</u>
Excess of revenues over expenditures	<u>19,428</u>	<u>17,848</u>	<u>92,749</u>	<u>74,901</u>
Other financing sources (uses):				
Issuance of long-term debt	1,170	12,279	-	(12,279)
Gain from insurance recovery	-	-	591	591
Transfers in	378	419	558	139
Transfers out	(48,374)	(58,427)	(49,352)	9,075
Total other financing sources (uses)	<u>(46,826)</u>	<u>(45,729)</u>	<u>(48,203)</u>	<u>(2,474)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(27,398)</u>	<u>(27,881)</u>	<u>44,546</u>	<u>72,427</u>
Fund balances - beginning	<u>389,759</u>	<u>389,759</u>	<u>389,759</u>	<u>-</u>
Fund balances - ending	<u>\$ 362,361</u>	<u>\$ 361,878</u>	<u>\$ 434,305</u>	<u>\$ 72,427</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 ROADS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018
 (In Thousands)

	ROADS			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Taxes	\$ 454	\$ 454	\$ 254	\$ (200)
Licenses, permits, and franchises	500	500	594	94
Fines, forfeitures, and penalties	225	225	189	(36)
Revenues from use of money and property	131	131	132	1
Aid from other governmental units	26,143	26,354	21,760	(4,594)
Charges for services	36	36	57	21
Other	1,467	1,467	1,099	(368)
Amount available for appropriation	<u>28,956</u>	<u>29,167</u>	<u>24,085</u>	<u>(5,082)</u>
Charges to appropriations (outflows):				
Public ways and facilities:				
Services and supplies	26,640	26,878	20,991	5,887
Other charges	192	192	27	165
Total public ways and facilities	<u>26,832</u>	<u>27,070</u>	<u>21,018</u>	<u>6,052</u>
Capital outlay	<u>6,815</u>	<u>6,815</u>	<u>3,256</u>	<u>3,559</u>
Total charges to appropriations	<u>33,647</u>	<u>33,885</u>	<u>24,274</u>	<u>9,611</u>
Deficiency of revenues under expenditures	<u>(4,691)</u>	<u>(4,718)</u>	<u>(189)</u>	<u>4,529</u>
Other financing sources (uses):				
Transfers in	500	527	677	150
Transfers out	(750)	(750)	(140)	610
Total other financing sources (uses)	<u>(250)</u>	<u>(223)</u>	<u>537</u>	<u>760</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(4,941)	(4,941)	348	5,289
Fund balances - beginning	<u>29,507</u>	<u>29,507</u>	<u>29,507</u>	<u>-</u>
Fund balances - ending	<u>\$ 24,566</u>	<u>\$ 24,566</u>	<u>\$ 29,855</u>	<u>\$ 5,289</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 WATERSHED PROTECTION DISTRICT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018
 (In Thousands)

WATERSHED PROTECTION DISTRICT				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Taxes	\$ 21,023	\$ 21,023	\$ 23,309	\$ 2,286
Licenses, permits, and franchises	92	92	71	(21)
Fines, forfeitures, and penalties	124	124	38	(86)
Revenues from use of money and property	381	381	815	434
Aid from other governmental units	26,799	27,676	6,614	(21,062)
Charges for services	11,212	11,212	11,202	(10)
Other	8	8	133	125
Amount available for appropriation	59,639	60,516	42,182	(18,334)
Charges to appropriations (outflows):				
Public protection:				
Services and supplies	46,346	44,831	27,905	16,926
Other charges	1,562	1,648	27	1,621
Total public protection	47,908	46,479	27,932	18,547
Capital outlay	38,881	41,188	12,334	28,854
Total charges to appropriations	86,789	87,667	40,266	47,401
Excess (deficiency) of revenues over (under) expenditures				
	(27,150)	(27,151)	1,916	29,067
Other financing sources (uses):				
Gain from insurance recovery	-	-	2,038	2,038
Transfers out	(185)	(185)	-	185
Total other financing sources (uses)	(185)	(185)	2,038	2,223
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses				
	(27,335)	(27,336)	3,954	31,290
Fund balances - beginning	58,644	58,644	58,644	-
Fund balances - ending	\$ 31,309	\$ 31,308	\$ 62,598	\$ 31,290

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 FIRE PROTECTION DISTRICT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018
 (In Thousands)

	FIRE PROTECTION DISTRICT			
	<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	\$ 133,587	\$ 133,587	\$ 137,871	\$ 4,284
Licenses, permits, and franchises	1,257	1,257	1,304	47
Fines, forfeitures, and penalties	30	30	46	16
Revenues from use of money and property	466	466	1,171	705
Aid from other governmental units	12,372	12,738	25,874	13,136
Charges for services	5,917	5,917	10,410	4,493
Other	206	206	370	164
Amount available for appropriation	<u>153,835</u>	<u>154,201</u>	<u>177,046</u>	<u>22,845</u>
Charges to appropriations (outflows):				
Public protection:				
Salaries and benefits	127,844	133,017	132,668	349
Services and supplies	26,862	30,375	30,129	246
Other charges	400	458	426	32
Contingencies	500	500	-	500
Total public protection	<u>155,606</u>	<u>164,350</u>	<u>163,223</u>	<u>1,127</u>
Capital outlay	<u>37,229</u>	<u>50,310</u>	<u>24,990</u>	<u>25,320</u>
Total charges to appropriations	<u>192,835</u>	<u>214,660</u>	<u>188,213</u>	<u>26,447</u>
Deficiency of revenues under expenditures	<u>(39,000)</u>	<u>(60,459)</u>	<u>(11,167)</u>	<u>49,292</u>
Other financing sources:				
Proceeds from sale of capital assets	60	60	-	(60)
Gain from insurance recovery	-	-	59	59
Transfers in	2,546	2,546	-	(2,546)
Total other financing sources	<u>2,606</u>	<u>2,606</u>	<u>59</u>	<u>(2,547)</u>
Deficiency of revenues and other sources under expenditures	(36,394)	(57,853)	(11,108)	46,745
Fund balances - beginning	<u>109,577</u>	<u>109,577</u>	<u>109,577</u>	<u>-</u>
Fund balances - ending	<u>\$ 73,183</u>	<u>\$ 51,724</u>	<u>\$ 98,469</u>	<u>\$ 46,745</u>

COUNTY OF VENTURA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

Budgetary Adoption

The County is legally required to adopt a balanced annual budget for the General Fund, special revenue funds, the permanent fund, the debt service fund for County Service Area #34, and capital projects funds for the Santa Rosa Road Assessment District and Todd Road Jail Expansion. 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 District	Fire Protection District
Fund Balances - Actual on a budgetary basis	\$ 434,305	\$ 29,855	\$ 62,598	\$ 98,469
Adjustments:				
Change in fair value of investments	1,055	21	110	157
Change in county agency funds	19,861	(131)	(153)	395
Change in Stormwater-Unincorporated Fund	(1,173)	-	-	-
Total adjustments	19,743	(110)	(43)	552
Fund Balances - GAAP basis	<u>\$ 454,048</u>	<u>\$ 29,745</u>	<u>\$ 62,555</u>	<u>\$ 99,021</u>

COUNTY OF VENTURA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
(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 \$52,257,000 for the fiscal year ended June 30, 2018.

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/FY18_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.

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