

Written materials relating to an item on this agenda that are distributed to the legislative bodies within 72 hours before the item is to be considered at its regularly scheduled meeting will be made available for public inspection at the City Clerk's Office, 300 West Third Street 4th Floor during customary business hours. Agenda reports are also on the City of Oxnard web site at www.oxnard.org.



AGENDA
OXNARD CITY COUNCIL
FINANCE AND GOVERNANCE COMMITTEE
Council Chambers, 305 West Third Street
January 14, 2020
Regular Meeting - 9:30 to 10:45 AM

A. ROLL CALL, POSTING OF AGENDA, FLAG SALUTE

B. PUBLIC COMMENTS ON ITEMS NOT ON THE AGENDA

At this time, the legislative body will consider public comments for a maximum of fifteen minutes. A person may address the legislative body only on matters not appearing on the agenda and within the subject matter jurisdiction of the legislative body. Speaker cards will not be accepted after the beginning of the general public comment period. Based on the number of speaker cards submitted, the presiding officer may impose time limits per speaker. Typically, speakers are limited to two minutes, but shorter time may be established as deemed necessary. A person not able to address the legislative body at this time because the fifteen minutes expires may do so just prior to adjournment of the meeting. The legislative body cannot enter into a detailed discussion or take action on any items presented during public comments at this time. Such items may only be referred to the City Manager for administrative action or scheduled on a subsequent agenda for discussion.

C. CONSENT AGENDA

1. City Clerk Department

SUBJECT: Approval of Minutes.

RECOMMENDATION: That the Finance and Governance Committee approve the minutes of the December 10, 2019 regular meeting as presented.

Contact: Michelle Ascencion, (805) 385-7805

D. REPORTS

1. Finance Department

SUBJECT: Update on Corrective Action Plan for Single Audit Findings. (15/10/5)

RECOMMENDATION: That the Finance and Governance Committee receives an update on progress made on the Corrective Action Plan (CAP) in response to Single Audit findings received for audits conducted on fiscal years 2015 through 2018 and directs staff to present the item to the City Council.

Contact: Kevin Riper, (805) 385-7475

In compliance with the Americans with Disabilities Act, if you require special assistance to participate in a meeting, please contact the City Clerk's Office at 385-7803. Notice at least 72 hours prior to the meeting will enable the City to reasonably arrange for your accessibility to the meeting.

Agenda Item time estimates: (Staff Presentation / Committee Discussion / Public Comment)

2. Finance Department

SUBJECT: FY 2018-19 Comprehensive Annual Financial Report and Summary Presentation.
(30/10/5)

RECOMMENDATION: That the Finance and Governance Committee receive, and recommend that staff proceed to the full City Council with, the transmittal of the FY 2018-19 Comprehensive Annual Financial Report (CAFR) and summary presentation presented by the City's external auditors, Eadie + Payne, LLP.

Contact: Kevin Riper, (805) 385-7475

E. ITEMS FOR FUTURE AGENDAS

F. ADJOURNMENT

MINUTES
OXNARD CITY COUNCIL
FINANCE AND GOVERNANCE COMMITTEE
Regular Meeting
December 10, 2019

A. ROLL CALL, POSTING OF AGENDA, FLAG SALUTE

At 9:33 a.m., Chair Flynn called to order the regular meeting of the Oxnard City Council Finance and Governance Committee in the City Hall Council Chambers at 305 W. Third Street, Oxnard, California. The City Clerk called the roll and announced the posting of the agenda. Members Gabriela Basua, Bert E. Perello, and Chair Tim Flynn were present.

Staff members present were Shiri Klima, Deputy City Manager; Stephen M. Fischer, City Attorney; Alexander Nguyen, City Manager; Lisa Boerner, Purchasing Manager; Eden Alomeri, Assistant City Treasurer; and Michelle Ascencion, City Clerk.

B. PUBLIC COMMENTS ON ITEMS NOT ON THE AGENDA (None received.)

C. CONSENT AGENDA

City Clerk Department

1. SUBJECT: Approval of Minutes.

RECOMMENDATION: That the Finance and Governance Committee approve the minutes of the November 12, 2019 regular meeting as presented.

It was moved by Member Perello, seconded by Member Basua, to approve the minutes as presented.
VOTE: Basua, Flynn, and Perello voted in favor; the motion carried 3-0.

D. REPORTS

Finance Department

1. SUBJECT: Follow-up to Committee Inquiries about Purchasing and Internal Auditor's Annual Work Plan for FY 2019/20.

RECOMMENDATION: That the Finance and Governance Committee:

1. Receive and file a presentation answering purchasing-related questions from the Committee meeting of October 8, 2019; and
2. Ratify an Annual Work Plan for the Internal Auditor for FY 2019/2020 and recommend that Council likewise ratify that Annual Work Plan.

The Purchasing Manager gave a report. Public comments were received from Phillip Molina. Discussion ensued among the Committee, staff, and auditor Henry Oum of Price Paige & Company. The Committee directed the staff and auditor to include the Whistleblower Hotline, Internal Auditor Basic Services, Payroll/Overtime Analysis, and the Environmental Resources Performance Audit in the 2019-20 Annual Work Plan.

City Treasurer Department

2. SUBJECT: SB 998 Water Service Policy.

RECOMMENDATION: That the Finance and Governance Committee recommends the City Council adopt a resolution approving a written policy on discontinuation of water service in compliance with SB 998.

The Assistant City Treasurer gave a report. Discussion ensued among the Committee and staff.

It was moved by Member Perello, seconded by Member Basua, to approve the recommended action as presented. VOTE: Basua, Flynn, and Perello voted in favor; the motion carried 3-0.

E. ITEMS FOR FUTURE AGENDAS

Chair Flynn recommended that at the next meeting, the committee prioritize items it has already requested.

F. ADJOURNMENT

There being no further business on the agenda, and without objection, Chair Flynn adjourned the meeting at 10:54 a.m.

MICHELLE ASCENCION, CMC
City Clerk

TIM FLYNN
Chair



**FINANCE AND GOVERNANCE COMMITTEE
AGENDA REPORT
REPORTS
AGENDA ITEM NO. D.1.**

DATE: January 14, 2020

TO: Finance & Governance Committee

FROM: Kevin Riper, Chief Financial Officer, (805) 385-7475, kevin.riper@oxnard.org

SUBJECT: Update on Corrective Action Plan for Single Audit Findings. (15/10/5)

RECOMMENDATION

That the Finance and Governance Committee receives an update on progress made on the Corrective Action Plan (CAP) in response to Single Audit findings received for audits conducted on fiscal years 2015 through 2018 and directs staff to present the item to the City Council.

BACKGROUND

The City's annual audit for fiscal year 2014-15 produced 111 single-audit findings. These findings primarily concerned the policies and procedures of the City (or lack thereof). The subsequent annual audits produced the following additional findings:

- FY 2015-16: 5 audit findings
- FY 2016-17: 19 audit findings, of which 9 were repeat findings from two prior audits
- FY 2017-18: 37 audit findings, of which 13 were repeat findings from prior three audits
- FY 2018-19: Single audit fieldwork pending, to be completed in January - February

In order to correct these findings, the City is required to produce a Corrective Action Plan (CAP). This plan must address all unresolved findings as well as the steps and timelines to correct them. Following the FY2014-15 audit, the City's Finance Department began to cure these findings but could not create the required CAP until March 2018, when it was finalized and submitted to the State Controller's Office for final adoption.

In the past year and a half, progress on the corrective actions has been slow primarily due to Finance management and staff turnover and resource constraints. In the fiscal year 2019-20 budget, a new position was approved for the Finance Department - Senior Manager of Internal Control - that will focus exclusively on helping the organization strengthen its internal control framework and complete implementation of the policies and procedures and other corrective actions remaining to be addressed. Recruitment for this position was initiated in July and the position was ultimately filled in August by Christine Williams, who has been the City's Controller for the past four years. The Controller position needed to be backfilled before Ms. Williams could fully transition into this new role, and that recruitment culminated in the hiring of Tonya Cheng as the new Controller in December. Once Ms. Williams completes transitioning the Controller role to Ms. Cheng in the first part of 2020, Ms. Williams will be able to dedicate her time and energy to the CAP, and significant progress should be made in 2020 as a result.

Although progress has been slower than expected, the total number of unresolved findings was reduced from 87 as of March 2019 to 57 as of November 2019. Of these 30 resolved findings, 12 were material weaknesses, 17 were significant deficiencies and one was non-compliance. The focus in 2020 will be to implement the internal control integrated framework and resolve the remaining 23 material weaknesses and 22 significant deficiencies. The findings related to information technology controls are confidential because disclosure could yield data breaches, so the specifics of these findings and resolutions are not included herein.

After Eadie+Payne complete the Single Audit for the fiscal year 2018-19 in the first quarter of 2020, the Finance Department will provide another update to the Finance & Governance Committee and City Council on the continued progress of the CAP (excluding IT findings).

STRATEGIC PRIORITIES

This agenda item supports the Organizational Effectiveness strategy. The purpose of the Organizational Effectiveness strategy is to strengthen and stabilize the organizational foundation of the City in the areas of Finance, Information Technology, and Human Resources, and to improve workforce quality while increasing transparency to the public. This item supports the following goals and objectives:

Goal 1. To help foster a healthy and accountable corporate foundation by strengthening the support functions of the organization, which include Finance, Information Technology and Human Resources.

Objective 1c. Develop written procedures to address Internal Control recommendations from Auditor.

FINANCIAL IMPACT

There is no financial impact.

Prepared by: Donna Ventura, Assistant Chief Financial Officer

ATTACHMENTS

1. CAP Update Presentation for FGC-01.14.20

UPDATE ON CORRECTIVE ACTION PLAN FOR SINGLE AUDIT FINDINGS

Presentation to Finance & Governance Committee

Donna Ventura, Assistant CFO

January 14, 2020



BACKGROUND

- The City's annual audits for fiscal years 2014-15 through 2017-18 produced 172 findings, primarily concerning policies and procedures (or lack thereof) and effectiveness of internal controls
- To correct these findings, the City has developed a Corrective Action Plan (CAP)
- Progress reports on the CAP are provided to the Finance & Governance Committee and City Council at least twice per year
 - Last update to FGC was provided in April 2019
- The Single Audit for FY 2018-19 will be completed by March 2020 and another CAP update will be presented in April/May 2020 reflecting those audit results



CAP STATUS DEFINITIONS

Complete – Auditors have tested and determined that corrective action for the finding has been effectively implemented

To Be Tested – Policies and Procedures (P&P) approved (if applicable), training completed and corrective action ready for auditors to test during the next single audit

P&P Draft – P&P drafted but not yet approved by CFO, training not yet provided

In Progress – Staff has taken steps towards implementation, but not yet drafted P&P or completed training

Not Started – Staff has not initiated mitigations, implemented resolutions or provided training

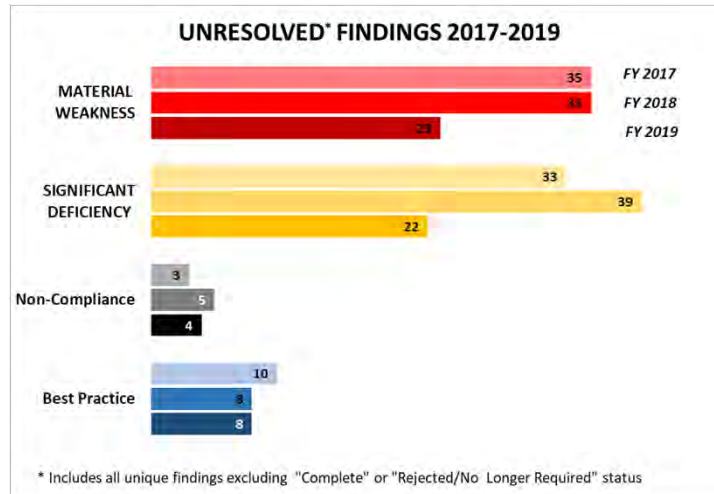
Passed/No Longer Required – Auditors have determined corrective action is no longer required

STATUS OF AUDIT FINDINGS FOR FISCAL YEARS 2015 – 2019*

FINDINGS STATUS (as of 10/31/19)	MATERIAL WEAKNESS	SIGNIFICANT DEFICIENCY	Non- Compliance	Best Practice	TOTAL
COMPLETE	42	37	2	5	86
TO BE TESTED	0	7	4	1	12
P&P DRAFT	10	3	0	1	14
IN PROGRESS	17	17	3	5	42
NOT STARTED	3	4	2	2	11
Passed / No Longer Required	0	2	3	0	5
TOTAL Findings	72	70	14	14	170
Repeat Findings	(7)	(9)	(5)	(1)	(22)
TOTAL Unique Findings	65	61	9	13	148
TOTAL Unresolved Unique Findings	23	22	4	8	57

* Single audit for FY 2018-19 will be performed in Jan-Mar 2020. Table above reflects status of previous years' audit findings tested by auditors as of October 31, 2019.

SOME PROGRESS MADE IN LAST SEVERAL MONTHS, BUT STILL MUCH MORE TO BE DONE



CAP: 30 FULLY RESOLVED FINDINGS SINCE LAST UPDATE

12 material weaknesses and 17 significant deficiencies have been resolved since last update, with improvements in the following areas:

- IT general controls (11 significant deficiencies)
- Written procedures for reconciling daily cash receipts
- Journal entries – accuracy and supporting documentation
- Review of aged accounts receivable
- Policies and procedures related to capital assets and CIP
- Long term debt – reconciliations and timely recording
- Purchasing practices – bidding process, change orders
- Payroll/HR segregation of duties
- Interest income allocation policy
- Year-end accruals

EXPECT SIGNIFICANTLY MORE PROGRESS TO BE MADE IN 2020

- New position added in fiscal year 2019-20 to focus on improving internal controls and implementing CAP
 - Senior Manager, Internal Control position recently filled by Christine Williams
- Long-awaited new ERP system – Tyler Munis – to begin implementation in 2020
- Additional formal and on-the-job training for staff
- Stability and continuity in key leadership positions

RECOMMENDATION

That Finance & Governance Committee receives an update on the Corrective Action Plan and gives authorization for staff to present the item to the City Council.

Questions





**FINANCE AND GOVERNANCE COMMITTEE
AGENDA REPORT**

**REPORTS
AGENDA ITEM NO. D.2.**

DATE: January 14, 2020

TO: Finance & Governance Committee

FROM: Kevin Riper, Chief Financial Officer, (805) 385-7475, kevin.riper@oxnard.org

SUBJECT: FY 2018-19 Comprehensive Annual Financial Report and Summary Presentation. (30/10/5)

RECOMMENDATION

That the Finance and Governance Committee receive, and recommend that staff proceed to the full City Council with, the transmittal of the FY 2018-19 Comprehensive Annual Financial Report (CAFR) and summary presentation presented by the City's external auditors, Eadie + Payne, LLP.

BACKGROUND

Eadie + Payne, LLP will present its audit opinion of the City of Oxnard's financial statements, which consist of the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information as of June 30, 2019, and the respective changes in financial position.

STRATEGIC PRIORITIES

This agenda item is a routine operational item or does not relate to the four strategic plans adopted by City Council on May 17, 2016.

FINANCIAL IMPACT

There is no financial impact.

*(*Note: Hard copies of the CAFR will be available on Thursday, January 9, 2020, at the following locations: City Website (www.oxnard.org), City Clerk's Office, and Oxnard Main Library.)*

Prepared by: Donna Ventura, Assistant Chief Financial Officer, Eadie + Payne

ATTACHMENTS

1. 2019 CAFR
2. Audit letter from Eadie + Payne LLP
3. E+P CAFR presentation FGC Meeting 1-14-19

COMPREHENSIVE ANNUAL FINANCIAL REPORT

2019



FISCAL YEAR ENDED JUNE 30, 2019

WWW.OXNARD.ORG



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
Fiscal Year Ended June 30, 2019**

CITY OF OXNARD, CALIFORNIA
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INTRODUCTORY SECTION





November 18, 2019

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

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the City of Oxnard, California for the fiscal year ended June 30, 2019. The format and content of this CAFR comply with the principles and standards of accounting and financial reporting adopted by the Governmental Accounting Standards Board (GASB) and the report contains information needed for readers to gain a reasonable understanding of City of Oxnard's financial affairs.

The accuracy of the City's financial statements and the completeness and fairness of their presentation are the responsibility of City management. The City strives to increase transparency and accountability to the public while maintaining a system of internal accounting controls designed to provide reasonable assurance that assets are safeguarded against loss or unauthorized use and the financial records can be relied upon to produce financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP). The concept of reasonable assurance recognizes that the cost of maintaining the system of internal accounting controls should not exceed benefits likely to be derived.

Eadie + Payne LLP, Certified Public Accountants, has issued an unmodified or "clean" opinion on the City's financial statements for the fiscal year ended June 30, 2019. The independent auditor's report is located at page 1 in the Financial Section of this report.

GAAP requires management to provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A is located on page 5 immediately following the independent auditor's report.

STAFFING

For the last five years the City has been managing two major efforts. One is rebuilding administrative systems in both central services and operating departments that were weakened by years of inattention from previous City administrations. Currently, City staff has made a priority of addressing these issues, once they were uncovered in 2014. The other is cost-effective, quality management of the full range of services this city of over 210,000 residents expects and deserves - which is now made possible by the steady, consistent and committed leadership at the helm of the City.

The new City administration, with strong support from the City Council, has undertaken major change efforts related to internal control, staff competency, classification and compensation of employees, selection of an enterprise resource planning (ERP) software vendor and ensuring compliance in areas like development impact funding, including administration of special assessment and taxing districts.

Staff have been hired and are being trained and supervised to improve the timeliness, accuracy and quality of information reported by the City. A contract to license and implement the Tyler Munis ERP system was approved by City Council in October 2019, and the Information Technology Department is set to begin implementation in early 2020. Significant progress continues to be made in addressing legacy problems, but more work remains to be done.

Efforts to improve internal control and transparent and user-friendly financial reporting include: performing physical inventories and valuations of capital assets, hiring qualified staff, correcting legacy problems that affected the accuracy of past financial reports, and implementing improved capital planning and budgeting processes. In addition, the City refunded variable rate debt and related derivatives to reduce risk in the debt portfolio.

Unfortunately, due to a variety of issues, Oxnard City government faced a variety of challenges under previous administrations, resulting in skepticism and disappointment from the public and internal city stakeholders. Since 2018, the new City administration and Council have taken decisive, methodical steps to improve fiscal and government transparency - helping to restore confidence and trust. We seek to continue the positive momentum and continue to give our residents the quality services and accountability they expect.

CITY OF OXNARD PROFILE

The City of Oxnard is a full-service city located on the "Gold Coast" of California, approximately halfway between Los Angeles and Santa Barbara. It is the gateway to the Channel Islands National Park. Oxnard was founded in 1903 near the sugar beet processing facility owned by the Oxnard brothers. Henry T. Oxnard, the founder of Crystal Sugar, led the effort to incorporate the City. Shortly after incorporation, the City opened the Oxnard Library.

The adjacent Oxnard Plain is one of the most productive agricultural areas in the country. It produces a third of the California strawberry crop that represents 85% of the U.S. market. Other high value crops are produced nearby including avocados, lemons, Brussels sprouts, and artichokes, and Oxnard remains a leading agricultural and food center. The City is home to the West Coast operations of Procter and Gamble and Sysco. Port Hueneme, the only navigable port between Los Angeles and San Francisco attracted defense and aerospace businesses that served as a foundation for Oxnard's aerospace, technology and manufacturing businesses. Oxnard is a leader in manufacturing in Southern California. Oxnard's harbor and beaches support a strong tourism industry. The local economy is diverse and robust.

Oxnard is the most populous of Ventura County's ten cities at over 210,000. About 36% of the population was born in another country and approximately 75% of its residents are Latino. Oxnard's housing is 10% to 20% less expensive than the County average. Lower cost and available flat land near the Pacific coast have prompted major housing developments in recent years.

The City's voters have supported service levels by approving a special property tax prior to Proposition 13 to pay for part of the cost of public safety pensions, as well as a 0.5% supplemental transaction & use tax (effective 2008 through 2028.)

Zillow expectations for Oxnard's housing market at this report date follow. "The median home value in Oxnard is \$508,400. Oxnard home values have gone up 2.9% over the past year and Zillow predicts they will rise 2.4% within the next year. The median list price per square foot in Oxnard is \$334, which is lower than the Oxnard-Thousand Oaks-Ventura Metro average of \$363."

The City operates under a City Council - City Manager form of government. The Council is responsible for city policy and approves the annual budget and the City Manager is responsible for the daily operations of the city. The City Council appoints the City Manager and City Attorney.

The Mayor's term of office is two years and City Council terms are four years, with elections held every two years. In February 2018 the City Council approved a measure to increase City Council membership from four to six, with all Councilmembers to be elected by district except for the Mayor, who continues to be elected at large. Therefore, beginning in December 2018 the City Council consisted of six members and the Mayor. The City Treasurer, who is elected Citywide, invests idle cash and manages the investment portfolio. The City Clerk, also elected Citywide, manages the City Council and Committee meeting agenda process, official records and elections.

An organization chart listing the names of the City Councilmembers and other City officials as of June 30, 2019, is included at the back of the Introductory Section of the CAFR.

The City provides the following government and business type services:

Government Activities	Business-Type Activities
Governance, including finance, human resources, risk management, information technology, City Attorney, City Treasurer, City Clerk and City Manager	Water – Planning, source and supply, treatment and distribution
Police – including records, dispatch, patrol, investigations, code enforcement and animal control	Wastewater – Collection, treatment of wastewater (sewer) and the recycled water program, administration and operation of storm water programs for drainage and surface runoff
Fire – including hazardous materials storage regulation and incident response, prevention, suppression, medical rescue and emergency response	Environmental Resources – collection and disposal of solid waste and operation of recycling collection and marketing programs
Community Development – including land use/planning, building inspection, zoning, successor agency obligations	Housing Authority – administration of Section 8 rental assistance program, affordable housing and Community Development Block Grant administration
Public Works – including engineering and capital asset planning, streets and roads, rights of way, park and landscape maintenance, special district administration and service management, facilities and fleet maintenance, management of utility enterprise operations	
Culture, Leisure and Libraries – including recreation, after school, youth employment, Performing Arts & Convention Center, and the library system	

The Oxnard City Code requires: "Before the beginning of each fiscal year for which the City Council has not adopted a budget, the City Manager shall submit to the City Council a proposed operations and capital budget for the following fiscal year or for more than one of the following fiscal years." In addition, the code provides that if the Council does not adopt the budget before the beginning of the fiscal year the proposed budget shall become effective. The budget resolution establishes the fund as the budgetary control level. The fiscal year 2019-20 budget was adopted on June 18, 2019. The City Council appropriates funds annually for the General Fund, and all other governmental funds.

ECONOMIC OUTLOOK

The largest employers in the City of Oxnard include Haas Automation, Reiter Affiliated, Spatz Laboratories, the Oxnard School District and the Oxnard Union High School District, St. John's Regional Medical Center, and the City of Oxnard. Other major employers in and near the City include the Naval Base Ventura County which employs over 20,000 people, the County of Ventura, which employs more than 8,000 employees, household names such as Procter and Gamble, and agricultural beacons such as Boskovich Farms and Gill's Onions.

Four districts provide K-8 education to Oxnard residents; when combined with the Oxnard Union High School District, they educate 53,000 students combined. Oxnard is also home to an excellent community college, Oxnard College, which has an enrollment of close to 6,000 students. In addition, many Oxnard students continue their post-secondary education at nearby universities such as California State University Channel Islands, University of California, Santa Barbara, California Lutheran University and universities with satellite campuses in Oxnard such as National University and Azusa Pacific University. The City is developing a pilot program in conjunction with the Chamber of Commerce and Oxnard College to provide specialized training to underemployed residents enabling them to provide our local companies with a pipeline of skilled employees.

The excellent climate we enjoy, coupled with our harbor, beaches, parks, and vibrant cultural events and festivals, make the City of Oxnard a top tourist destination and support many tourist-serving businesses. In addition, Oxnard's mix of agricultural, manufacturing, and retail sectors contribute to a strong and diverse economic base. Existing businesses continue to thrive and expand and will be further strengthened by the increase in residential and commercial development. The Collection, a retail and entertainment complex in North Oxnard, continues to be a popular and successful destination.

With the upcoming addition of two hotels, more retail, and new entertainment venues including a high end bowling alley, the Collection's success will continue to grow. The adjacent Riverpark planned residential community is now complete with the most recent addition of Oakmont, a senior living facility. On the other side of the freeway at the former Wagon Wheel site, The Village has made significant progress and completed construction of 379 residential units in a variety of formats including affordable housing, apartments, condominiums, and luxurious flats. Upon completion, 50,000 square feet of retail space will be available to residents along with new parks and a transit center.

In the City's downtown, revitalization efforts will soon be underway with the development of several mixed use projects that may ultimately bring three thousand residents to a downtown which is already attracting interest from investors as a result of the recent passage of a new streamlined downtown zoning code. Four designated "Opportunity Zones" within our City limits provide an added incentive to developers.

FISCAL CONDITION

As a result of increased costs to provide services to residents and long-term fiscal pressures, the City cut \$5,100,000 from the General Fund budget in fiscal year 2019-20 and anticipates having to cut more each year going forward, affecting vital services such as police, fire, street maintenance, parks, youth and senior programs and libraries, unless measures are undertaken to create other sources of locally-controlled revenue.

On April 26, 2018, the City refunded variable rate demand lease revenue bonds supported by the General Fund that were hedged by an interest rate swap. A second set of variable rate water and wastewater bonds were refunded with fixed rate bonds on November 28, 2018.

The interest environment during this period allowed the City to achieve economic and cash flow savings with swap termination costs included in the analysis. These refundings eliminated all variable rate debt from the General Fund, Water and Wastewater debt portfolios.

With interest rates at historic lows in December 2019, the City refunded additional fixed rate lease revenue bonds supported by the General Fund. Combined with a five-year extension of final maturity, the lower interest cost in this refunding provides funding for the first of two phases of a new ERP software system, which will replace an outdated thirty-year-old system, and significantly reduce manual, paper-based processes. Implementation is slated to begin in early 2020.

Standard and Poor's Global Ratings (S&P) considered the refunding of the City's variable rate bonds (that fluctuate with changes in market interest rates) to reduce the variable interest rate risk as a positive factor for the City. In 2018, S&P increased the rating from "BBB" to "A-" for the wastewater refunding, and reaffirmed the ratings of "A" for the water refunding and "A-" for the General Fund lease revenue refunding. With the most recent refunding transaction, S&P reaffirmed the A- rating on lease revenue bonds, and reaffirmed the City's issuer credit rating of "A," while simultaneously upgrading the outlook from "stable" to "positive." The improvement in ratings resulted from concentrated effort by the City and its bond financing team to communicate the many changes described above to the capital markets.

GENERAL FUND

In fiscal year 2017-2018 the General Fund¹ balance decreased by \$5.8 million while in fiscal 2018-19 the fund balance increased by \$1.8 million. Revenues grew in total, driven primarily by core tax revenues. Increased expenditures were driven primarily by salary and benefit costs, partially offset by a reduction in capital outlay. The expenses did not exceed the amount of the adjusted General Fund budget.

¹ The General Fund group included in the Governmental Funds financial statements includes more than just the City's base general fund (fund 101). It represents a group of funds, including the Measure O (half-cent sales tax) fund (104); the street maintenance fund (105); the performing arts center fund (641); the golf course operating fund (651); and several smaller funds. See pages 144-147 for a detailed breakdown of these components of the General Fund group.

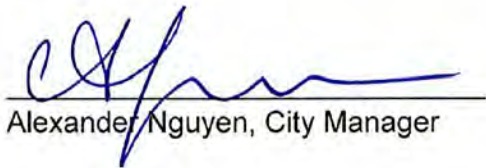
Balancing the fiscal 2019-20 budget to address a structural deficit in the General Fund and accommodate staffing priorities required difficult decisions, including significant reductions in services to the public and closure of several City facilities, accompanied by layoffs of more than 2 percent of the City workforce. Management expects that the process of General Fund budget cuts will continue as the City confronts increasing retirement system costs and the possibility of a slowing economy. The City's long-range forecasting model provides information about the impacts of economic slowdowns or recession during the course of evaluating budget alternatives.

Oxnard provides the minimum contribution for retiree health care required when benefits are provided by CalPERS. It also provides contributions to its police and fire employees' retiree medical care costs that are negotiated and not tied to changes in health care premium amounts. Policies regarding funding of actuarial liabilities related to workers' compensation, general liability, and employee benefits were re-evaluated in connection with the fiscal 2019-20 budget, and the confidence interval for all risk management reserve funds was reduced from 70% to 50%.

Final Comments

We express our appreciation to the City Council, the staff members in the Finance Department and other departments, and Eadie + Payne's audit staff in assuring that the City's Comprehensive Annual Financial Report meets the highest standard of reporting and provides useful information to users of the financial statements.

Respectfully submitted,



Alexander Nguyen, City Manager



Government Finance Officers Association

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

Presented to

**City of Oxnard
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morrell

Executive Director/CEO

Elected Officials at June 30, 2019



Tim Flynn,
Mayor



Carmen Ramirez,
Mayor Pro Tem,
District 2



Bert Perello,
Councilmember,
District 1



Oscar Madrigal,
Councilmember,
District 3



**Bryan A.
MacDonald,**
Councilman,
District 4



Gabriela Basua,
Councilwoman,
District 5



Vianey Lopez,
Councilmember,
District 6

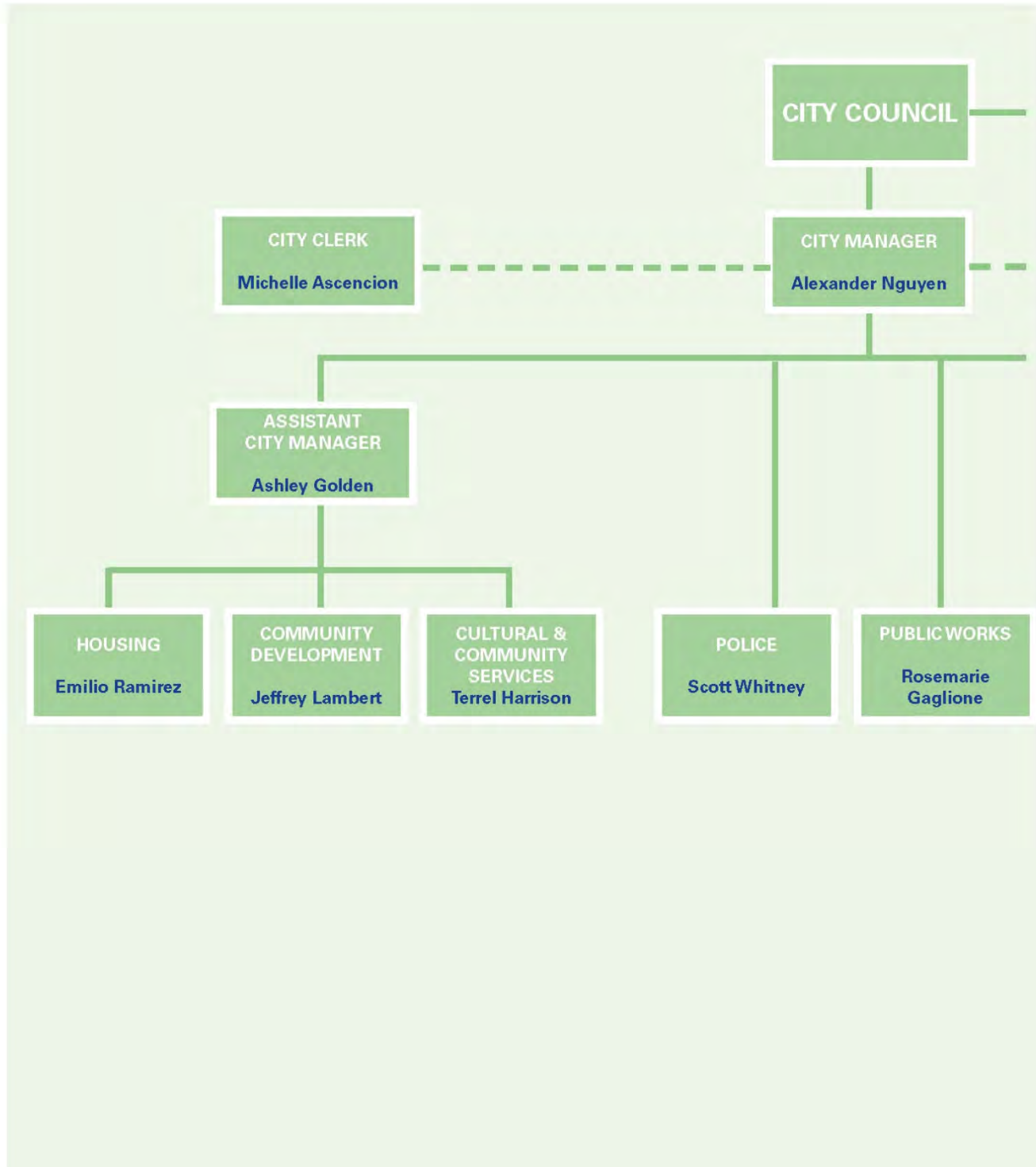


Michelle Ascencion,
City Clerk

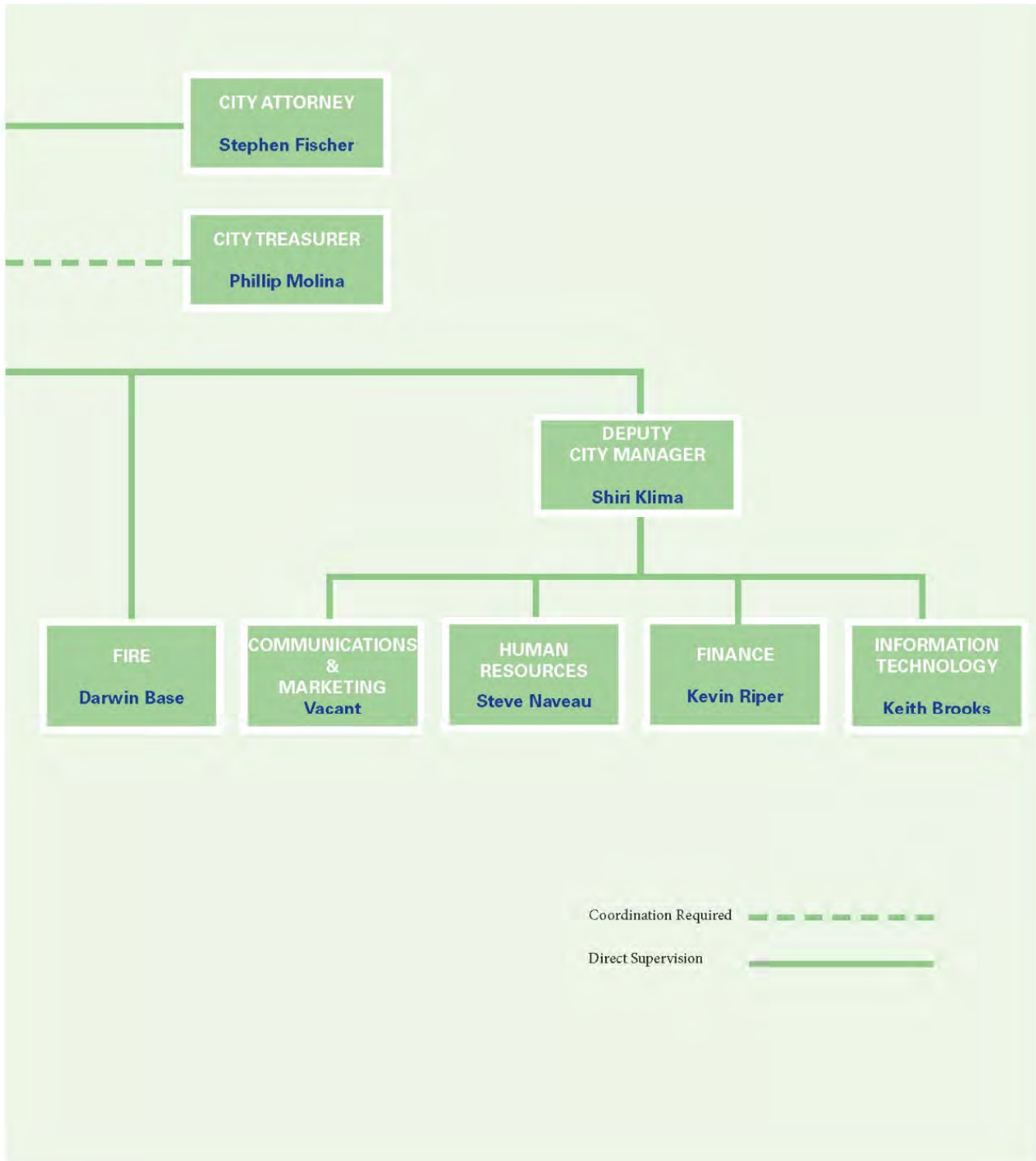


Phil Molina,
City Treasurer

City of Oxnard Citywide Organizational Chart as of June 2019



City of Oxnard Citywide Organizational Chart as of June 30, 2019



FINANCIAL SECTION





INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Oxnard
Oxnard, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Oxnard, California (City), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Eadie + Payne, LLP

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Office: 951-241-7800

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Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Oxnard Housing Authority, a blended component unit, which statements represent 1.13% and 0.87% of total government-wide assets and net position as of June 30, 2019 and 6.66% of total government-wide revenues for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Oxnard Housing Authority, 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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Oxnard, California, as of June 30, 2019, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information for the General Fund and Development Fees Fund, the schedules of changes in net pension liability and related ratios, the schedule of proportionate share of the net pension liability and related ratios, the schedules of plan contributions, and the schedule of changes in total OPEB liability and related ratios on pages 5 through 20 and 129 through 138 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 City's basic financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the 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 will also issue our report on our consideration of the City of Oxnard, California's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Oxnard, California's internal control over financial reporting and compliance.

Eddie and Payne LLP

November 18, 2019
Riverside, California

MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the City of Oxnard, California's (City) financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2019. Please read this document in conjunction with the transmittal letter on page i and the City's basic financial statements and notes that begin on page 21.

FINANCIAL HIGHLIGHTS

The City as a Whole

- Reported net position at June 30, 2019, is \$2.2 billion, which represents an increase of \$19 million from June 30, 2018, mostly due to higher cash and investment balances.
- Of the total net position, \$2.2 billion is invested in capital assets and \$149 million is restricted.
- As of June 30, 2019, the City's governmental funds reported combined ending fund balances of \$140 million, an increase of \$8 million from the prior year. The increase is attributable to higher revenues in the Development Fees Fund.

Fund financial statements

- Reported governmental fund balances increased by \$8 million at the close of fiscal year 2018-2019. The General Fund increased by \$2 million and other governmental funds increased by \$6 million.
- Total governmental fund revenue increased by \$27 million to \$219 million. The largest contributors to the increase were higher developer fees revenue, higher property tax revenues driven by growth in assessed values and a timing issue related to sales tax remittances to the City that were delayed in the prior year due to the California Department of Tax and Fee Administration's implementation of a new financial management system.
- Governmental fund expenditures totaled \$211 million, a decrease of almost \$27 million from the prior year, due almost entirely to a bond refunding in fiscal year 2017-18 which increased debt service as an expenditure offset by bond proceeds as a financing source. There were no such refunding transactions in governmental funds during fiscal year 2018-19.
- Water Fund operating revenue decreased by \$3 million, attributable to less water consumption by customers. The City did not implement any water rate increase or pass-through of increased costs for purchased water in fiscal year 2018-19. Operating expenses were only slightly lower than the prior year.

- Wastewater Fund operating revenue increased, by \$4 million, attributable to a combination of rate increases, one-time collections on delinquent accounts, and an increase in connection fee revenue. This additional revenue will allow the wastewater utility to fund critically-needed infrastructure projects. Operating expenses decreased by \$3 million due to a reduction in bad debt expense, and less spending on contractual services than in the prior year.
- Environmental Resources operating revenue decreased by over \$1 million due to normal fluctuations in waste disposal volumes and continuing reductions in prices and demand for recycled materials. Operating expenses increased by \$2 million primarily due to increases in all cost categories except repairs and maintenance. Salaries and benefits, for example, grew both because of increased staffing levels and job reclassifications to higher-paid positions.

USING THIS ANNUAL REPORT

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to basic financial statements. This report also contains other required supplementary information in addition to the basic financial statements themselves.

Reporting the City as a Whole

The government-wide financial statements provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The focus of these statements is to report all financial resources and obligations of the City. The statement of net position presents information on all of the City's assets and deferred outflows, and liabilities and deferred inflows, with the difference 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 City is improving or deteriorating.

Generally, deferred inflows and outflows represent amounts related to differences in timing of recognition of revenues or expenses compared to the timing of related financial resources. In many cases these amounts have been recorded as assets or liabilities in the past and in the future new accounting standards will specify whether these accounts are to be used. Notable examples of recent standards using these accounts are GASB statements 68 and 75 relating to pensions and other post-employment benefits.

The statement of activities presents information showing how the City's net position changed during the current 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, all of the current year's revenues and expenses are taken into account regardless of when cash is received or paid (e.g., earned but unused vacation leave or uncollected taxes).

Government-wide financial statements distinguish City governmental activities that are principally supported by taxes and intergovernmental revenues from other business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities of the City include general government, public safety, transportation, community development, library and culture and leisure. Business-type activities of the City include water, wastewater, and solid waste management. The government-wide financial statements can be found on pages 21-23 of this report.

Fund financial statements

Fund financial statements report information about groupings of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other State and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. City funds 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. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the 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 City maintains several individual governmental funds organized by their type (special revenue, debt service, and capital projects funds). The City has three governmental funds classified as major funds requiring separate presentation in the basic financial statements: the General Fund, the Affordable Housing Fund and the Development Fees Fund. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements shown on pages 147-151. The City adopts an appropriated budget for its General Fund and special revenue funds. Budgetary comparison statements have been provided to demonstrate compliance with this budget on pages 152-160. The basic governmental funds financial statements can be found on pages 24-27 of this report. Proprietary funds are generally used to account for services for which the City charges fees to outside customers or internal departments of the City.

Proprietary funds provide the same type of information as shown in the government-wide statements, only in more detail. The City maintains the following two types of proprietary funds:

- **Enterprise Funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses proprietary funds to account for the operations of water, wastewater, solid waste management and the Oxnard Housing Authority component unit.
- The Oxnard Housing Authority is audited separately and the reader should contact the Authority at Housing Administrative Services, 435 South D Street, Oxnard CA 93030, (805) 385-8041 for more information.
- **Internal service funds** are used to report activities that provide internal services for the City. The City uses internal service funds to account for liability and workers' compensation self-insurance, information services, fleet, utility customer services, and facilities and equipment maintenance. Because internal service funds predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements found on pages 161-167.

The basic proprietary funds financial statements can be found on pages 28-35 of this report.

The City as Trustee

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements, because the resources of those funds are not available to support the City's own programs.

The City is the trustee, or fiduciary, for an employee pension plan and the Community Development Commission (CDC) Successor Agency funds. The basic fiduciary funds financial statements can be found on page 38-39 of this report.

Notes to basic financial statements

The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements can be found on pages 40-128 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain Required Supplementary Information (RSI) concerning the City's progress in funding its obligation to provide pension and other post-employment benefits to its hourly and full-time employees within the Schedules of Changes in Net Pension Liability and Related Ratios, and Schedule of Plan Contributions. RSI can be found on pages 129-135.

Footnotes providing additional detail about the CDC Successor Agency can be found on pages 123-127. In addition, further discussion of uncertainties affecting the City appears at page 121.

Combining statements for general fund group, non-major governmental funds, internal service funds, and agency funds are presented immediately following the RSI. Combining financial statements and schedules can be found on pages 140-169 of this report. Statistical tables regarding: fiscal trends, revenue capacity, debt capacity, demographic and economic information, and operating information can be found on pages 171-198 of this report.

Net Position

SUMMARY OF NET POSITION (\$THOUSANDS)

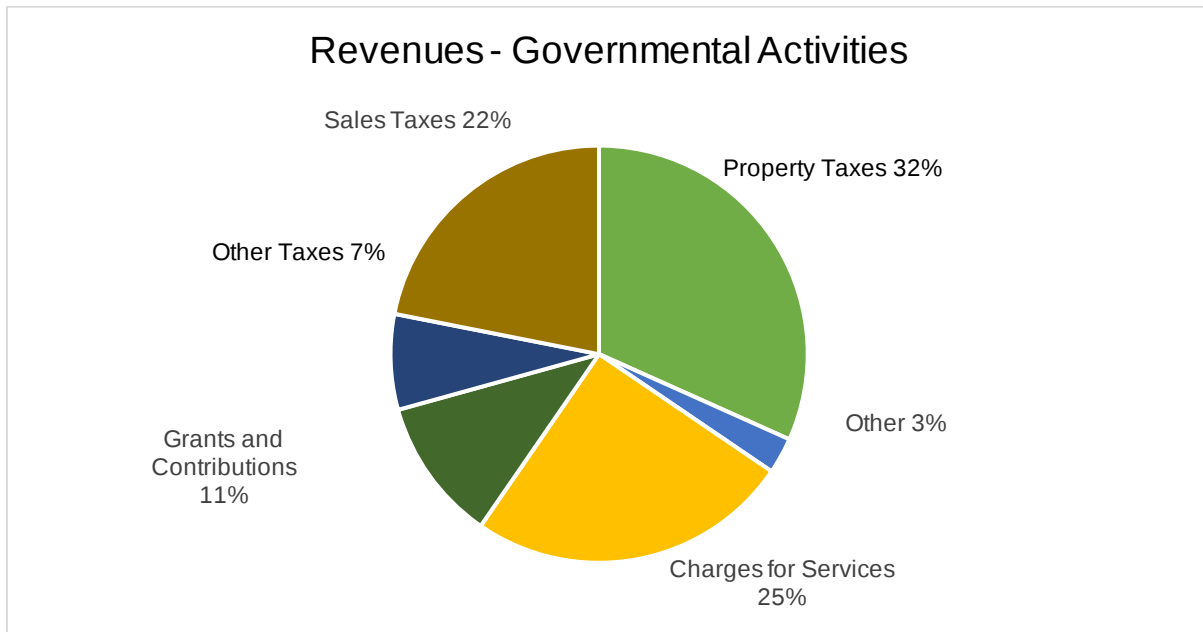
	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2019	2018	2019	2018	2019	2018
Current assets	\$ 166,361	\$ 135,943	\$ 144,924	\$ 129,421	\$ 311,285	\$ 265,364
Capital assets (net of accumulated depreciation)	2,065,613	2,080,954	504,899	512,351	2,570,512	2,593,305
Properties held for resale	570	-	-	300	570	300
Other assets	69,030	77,365	16,288	1,176	85,318	78,541
Total Assets	2,301,574	2,294,262	666,111	643,248	2,967,685	2,937,510
Deferred outflows of resources	56,292	71,748	12,411	18,226	68,703	89,974
Total Assets and Deferred Outflows of Resources	2,357,866	2,366,010	678,522	661,474	3,036,388	3,027,484
Current liabilities	58,298	46,768	25,346	22,554	83,644	69,322
Noncurrent liabilities	392,632	408,814	327,884	340,511	720,516	749,325
Total Liabilities	450,930	455,582	353,230	363,065	804,160	818,647
Deferred inflows of resources	22,314	16,597	3,572	4,615	25,886	21,212
Total Liabilities and Deferred Inflows of Resources	473,244	472,179	356,802	367,680	830,046	839,859
Net Position						
Net investment in capital assets	1,993,824	1,994,003	224,259	224,140	2,218,083	2,218,143
Restricted	94,430	134,054	54,284	48,790	148,714	182,844
Unrestricted	(203,632)	(234,226)	43,177	20,863	(160,455)	(213,363)
NET POSITION	\$ 1,884,622	\$ 1,893,831	\$ 321,720	\$ 293,793	\$ 2,206,342	\$ 2,187,624

- At June 30, 2019, the City's net position totaled \$2.2 billion. Net position consisted entirely of the City's net investment in capital assets, representing the total funds invested to acquire capital assets, reduced by the outstanding debt issued in connection with their construction or acquisition. Capital assets are not available, spendable resources, and generally are not liquidated to repay debt. Restricted net position totaled \$149 million and unrestricted net deficit totaled \$160 million, primarily attributable to the implementation of GASB statements 68 and 75 to record liabilities for employee pensions and other post-employment benefits. These liabilities will be liquidated with revenues received in future years that cannot be accrued in these financial statements.

- Current assets increased by \$46 million, comprised of a \$30 million increase attributable to governmental activities and a \$16 million increase attributable to business-type activities. More than one-fourth of the increase in current assets from governmental activities resulted from positive operating results in the Development Fees Fund. Other contributors to the increase were cash and investments in the General Fund group; amounts due from other governments (mostly grants) to the General Fund group; and higher accounts receivable in several funds. The majority of the business-type activity increase in current assets was due to proprietary fund operations net of non-operating items.
- The City's total capital assets decreased by \$23 million during the current fiscal year primarily due to depreciation
- The City's total liabilities decreased by \$14 million to \$804 million. Governmental activities' liabilities decreased by barely 1 percent (less than \$5 million) whereas business-type activities decreased by \$10 million. The reduction in business-type activity liabilities was primarily due to the refunding of certain water and wastewater bonds described in Note II.G.

SUMMARY OF CHANGES IN NET POSITION
(\$THOUSANDS)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2019	2018	2019	2018	2019	2018
Program Revenues						
Charges for services	\$ 55,676	\$ 42,849	\$ 158,435	\$ 158,404	\$ 214,111	\$ 201,253
Operating grants and contributions	14,689	16,939	21,866	21,636	36,555	38,575
Capital grants and contributions	9,838	3,502	-	1,349	9,838	4,851
General Revenues						
Taxes	135,413	126,962	-	-	135,413	126,962
Interest on investments	<u>5,772</u>	<u>1,405</u>	<u>7,612</u>	<u>1,839</u>	<u>13,384</u>	<u>3,244</u>
Total Revenues	<u>221,388</u>	<u>191,657</u>	<u>187,913</u>	<u>183,228</u>	<u>409,301</u>	<u>374,885</u>
Expenses						
General government	47,292	56,052	-	-	47,292	56,052
Public safety	110,217	114,056	-	-	110,217	114,056
Transportation systems	11,367	13,353	-	-	11,367	13,353
Community development	21,205	17,440	-	-	21,205	17,440
Culture and leisure	33,792	30,577	-	-	33,792	30,577
Libraries	3,251	3,462	-	-	3,251	3,462
Interest on long-term debt	4,452	9,746	-	-	4,452	9,746
Loss from disposal of assets	70	-	417	-	487	-
Water	-	-	55,883	57,618	55,883	57,618
Wastewater	-	-	31,784	33,512	31,784	33,512
Environmental resource	-	-	46,314	45,634	46,314	45,634
Oxnard Housing Authority	<u>-</u>	<u>-</u>	<u>27,634</u>	<u>27,889</u>	<u>27,634</u>	<u>27,889</u>
Total Expenses	<u>231,646</u>	<u>244,686</u>	<u>162,032</u>	<u>164,653</u>	<u>393,678</u>	<u>409,339</u>
CHANGE IN NET POSITION BEFORE SPECIAL ITEMS, CONTRIBUTED CAPITAL, AND TRANSFERS	(10,258)	(53,029)	25,881	18,575	15,623	(34,454)
CONTRIBUTED CAPITAL	789	(1,940)	(221)	1,940	568	-
SPECIAL ITEMS	-	10,657	-	-	-	10,657
TRANSFERS	<u>243</u>	<u>201</u>	<u>(243)</u>	<u>(201)</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	(9,226)	(44,111)	25,417	20,314	16,191	(23,797)
NET POSITION - JULY 1	1,893,830	1,945,950	293,793	278,381	2,187,623	2,224,331
PRIOR-PERIOD ADJUSTMENT	<u>18</u>	<u>(8,008)</u>	<u>2,510</u>	<u>(4,902)</u>	<u>2,528</u>	<u>(12,910)</u>
NET POSITION - JUNE 30	<u>\$ 1,884,622</u>	<u>\$ 1,893,831</u>	<u>\$ 321,720</u>	<u>\$ 293,793</u>	<u>\$ 2,206,342</u>	<u>\$ 2,187,624</u>



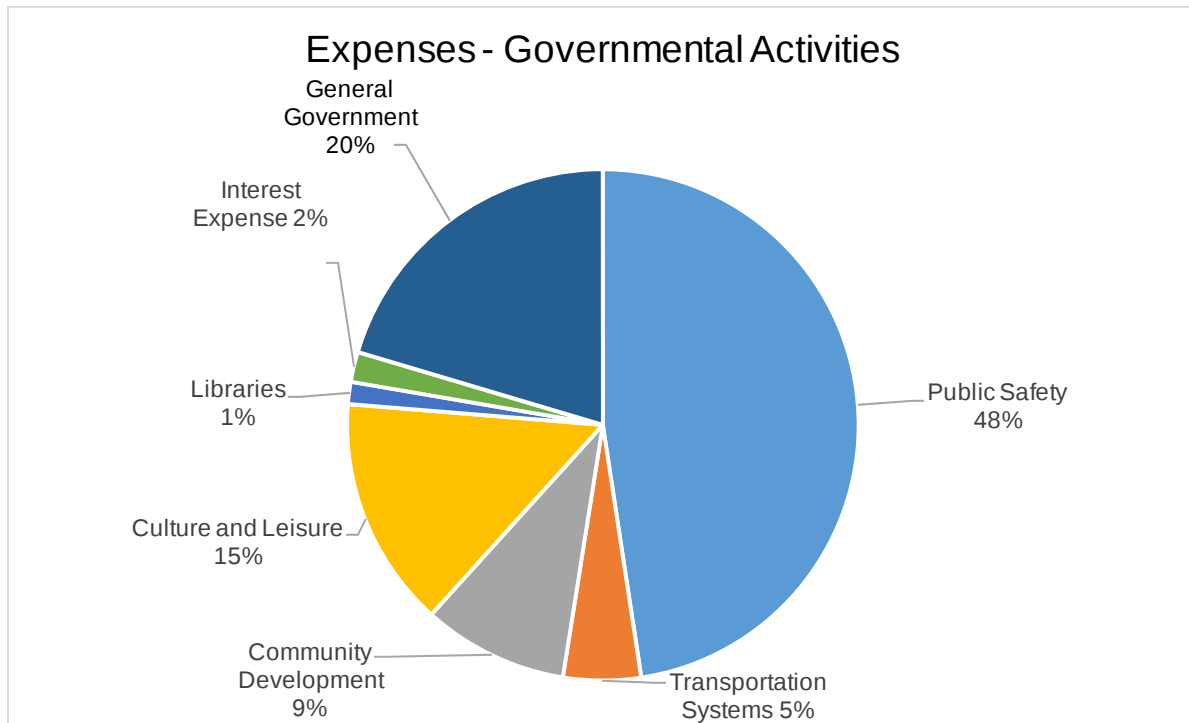
Revenues

The City financed its operations for fiscal 2018-2019 using \$135 million in tax revenue, \$81 million from its governmental activities, \$180 million generated by its business-type activities and \$13 million of interest income. In addition it consumed \$9 million of governmental activity net position (generally total assets less total liabilities) and added \$25 million to its business-type activity net position for a net increase in citywide net position of \$16 million.

Total governmental activity revenues increased by \$30 million primarily attributable to an increase in charges for services, as well as increases in tax and capital grants and contributions.

- Nearly all of the \$13 million increase in charges for services is due to an increase in development impact fees, which are a restricted revenue source not part of the General Fund group.
- Revenue from taxes increased by \$8 million reflecting continuing growth in property tax, business tax, transient occupancy (hotel) tax, property transfer taxes and utility franchise fees.
- Operating grants and contributions decreased by \$2 million and capital grants and contributions increased by \$6 million. These two categories of revenues fluctuate from year-to-year and the change between years is not predictive of future revenue levels.

Total business-type activity revenues increased by \$5 million primarily attributable to an increase in interest earned on investments, largely driven by favorable fair market value adjustments as of June 30, 2019.



Program Expenses

- Total expenses in governmental activities decreased by \$13 million versus the prior year attributable not to ongoing operations but primarily due to lower workers' compensation and general liability expense and pension expense associated with public safety and other governmental activities, as well as one-time swap termination payments associated with two bond refundings in fiscal year 2017-18, not repeated in fiscal year 2018-19.
- Other costs that are not reported in the fund accounting statements also had a significant effect. These items are described in the Reconciliation of the Change in Fund Balances of the Governmental Funds to the Statement of Activities found on page 27 of the basic financial statements. Depreciation net of capital outlays totaling \$15 million decreased net position as did \$8 million in increases in accruals for actuarial liabilities, leave payable, post-employment benefits and retirement benefit liabilities. In addition, principal repayments and net amortization and adjustment of premiums and discounts on long term debt increased net position by \$7 million.

Fund Financial Statements

GOVERNMENTAL FUNDS BALANCE SHEET SUMMARY (\$THOUSANDS)

	GENERAL FUND		AFFORDABLE HOUSING		DEVELOPER FEES		OTHER GOVERNMENTAL		TOTAL	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Assets	<u>\$ 62,755</u>	<u>\$54,560</u>	<u>\$ 34,156</u>	<u>\$ 33,309</u>	<u>\$49,935</u>	<u>\$ 40,857</u>	<u>\$ 76,795</u>	<u>\$ 76,749</u>	<u>\$223,641</u>	<u>\$205,475</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 62,755</u>	<u>\$54,560</u>	<u>\$ 34,156</u>	<u>\$ 33,309</u>	<u>\$49,935</u>	<u>\$ 40,857</u>	<u>\$ 76,795</u>	<u>\$ 76,749</u>	<u>\$223,641</u>	<u>\$205,475</u>
Liabilities, Deferred Inflows and Fund Balance										
Liabilities	\$ 20,513	\$14,098	\$ 9	\$ 2	\$ 671	\$ 341	\$ 12,460	\$ 9,513	\$ 33,653	\$ 23,954
Deferred inflows of resources	<u>7</u>	<u>-</u>	<u>32,452</u>	<u>31,623</u>	<u>8,295</u>	<u>8,270</u>	<u>9,303</u>	<u>10,017</u>	<u>50,057</u>	<u>49,910</u>
Total Liabilities and Deferred Inflows	<u>20,520</u>	<u>14,098</u>	<u>32,461</u>	<u>31,625</u>	<u>8,966</u>	<u>8,611</u>	<u>21,763</u>	<u>19,530</u>	<u>83,710</u>	<u>73,864</u>
Fund Balances										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	10,528	10,559	1,695	1,684	40,969	32,246	41,237	39,656	94,429	84,145
Committed	22,560	12,662	-	-	-	-	-	-	22,560	12,662
Assigned	283	-	-	-	-	-	13,795	17,563	14,078	17,563
Unassigned	<u>8,864</u>	<u>17,241</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,864</u>	<u>17,241</u>
Total Fund Balances	<u>42,235</u>	<u>40,462</u>	<u>1,695</u>	<u>1,684</u>	<u>40,969</u>	<u>32,246</u>	<u>55,032</u>	<u>57,219</u>	<u>139,931</u>	<u>131,611</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 62,755</u>	<u>\$54,560</u>	<u>\$ 34,156</u>	<u>\$ 33,309</u>	<u>\$49,935</u>	<u>\$ 40,857</u>	<u>\$ 76,795</u>	<u>\$ 76,749</u>	<u>\$223,641</u>	<u>\$205,475</u>

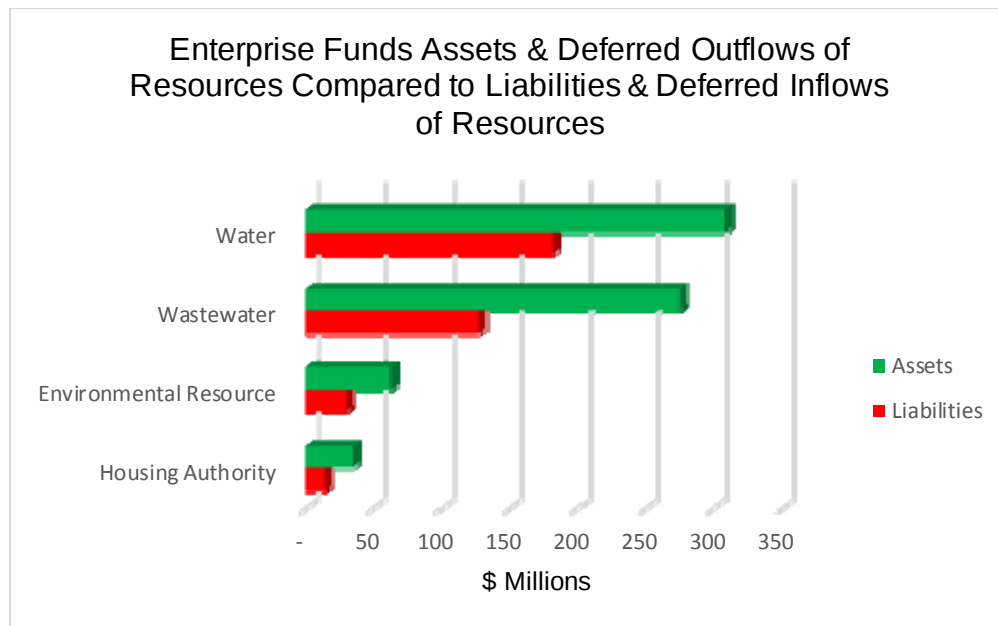
- Total assets in governmental funds increased by \$18 million, of which approximately half relates to the Developer Fees Fund. Total liabilities in governmental funds increased by \$10 million due to increases in accounts payable and other liabilities.
- Restricted fund balances in governmental funds totaled \$94 million. The restricted amounts consist almost entirely of development impact fees totaling \$41 million and maintenance, transportation and capital project related funds totaling \$49 million.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(\$THOUSANDS)

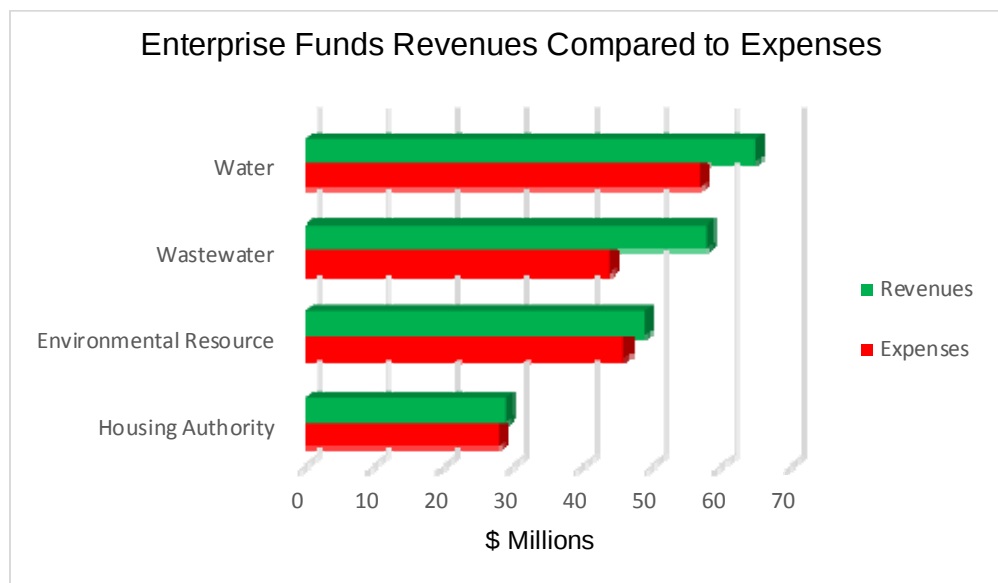
	GENERAL FUND		AFFORDABLE HOUSING		DEVELOPER FEES		OTHER GOVERNMENTAL		TOTAL	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Revenues										
Taxes	\$120,904	\$112,368	\$ -	\$ -	\$ -	\$ -	\$14,147	\$14,280	\$135,051	\$126,648
Other revenues	<u>38,573</u>	<u>32,309</u>	<u>82</u>	<u>52</u>	<u>11,654</u>	<u>52</u>	<u>34,002</u>	<u>33,313</u>	<u>84,311</u>	<u>65,726</u>
Total Revenues	<u>159,477</u>	<u>144,677</u>	<u>82</u>	<u>52</u>	<u>11,654</u>	<u>52</u>	<u>48,149</u>	<u>47,593</u>	<u>219,362</u>	<u>192,374</u>
Expenditures										
Current	143,851	139,129	71	142	1,577	142	38,479	39,810	183,978	179,223
Capital outlay	5,418	2,827	-	-	683	-	10,177	13,941	16,278	16,768
Debt service	<u>1,320</u>	<u>1,323</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,759</u>	<u>41,017</u>	<u>11,079</u>	<u>42,340</u>
Total Expenditures	<u>150,589</u>	<u>143,279</u>	<u>71</u>	<u>142</u>	<u>2,260</u>	<u>142</u>	<u>58,415</u>	<u>94,768</u>	<u>211,335</u>	<u>238,331</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>8,888</u>	<u>1,398</u>	<u>11</u>	<u>(90)</u>	<u>9,394</u>	<u>(90)</u>	<u>(10,266)</u>	<u>(47,175)</u>	<u>8,027</u>	<u>(45,957)</u>
OTHER FINANCING SOURCES (USES)										
Proceeds from sale of bonds	-	-	-	-	-	-	-	37,609	-	37,609
Net transfers	<u>(7,116)</u>	<u>(7,205)</u>	<u>-</u>	<u>-</u>	<u>(671)</u>	<u>-</u>	<u>8,061</u>	<u>6,705</u>	<u>274</u>	<u>(500)</u>
Total Other Financing Sources (Uses)	<u>(7,116)</u>	<u>(7,205)</u>	<u>-</u>	<u>-</u>	<u>(671)</u>	<u>-</u>	<u>8,061</u>	<u>44,314</u>	<u>274</u>	<u>37,109</u>
NET CHANGE IN FUND BALANCES	1,772	(5,807)	11	(90)	8,723	(90)	(2,205)	(2,861)	8,301	(8,848)
FUND BALANCES, JULY 1	40,462	46,269	1,684	1,774	32,246	1,774	57,220	90,642	131,612	140,459
PRIOR-PERIOD ADJUSTMENT	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18</u>	<u>-</u>	<u>18</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 42,234</u>	<u>\$ 40,462</u>	<u>\$ 1,695</u>	<u>\$ 1,684</u>	<u>\$40,969</u>	<u>\$ 1,684</u>	<u>\$55,033</u>	<u>\$87,781</u>	<u>\$139,931</u>	<u>\$131,611</u>

- The General Fund group's combined fund balance increased by \$2 million in FY 2018-19 due to higher tax revenues and charges for services, partially offset by higher labor and other operating costs. The sales tax revenue was affected by prior year delays in remittances from the California Department of Tax and Fee Administration caused by the State's implementation of a new financial management system.
- Property taxes collected in other governmental funds come from the City's public safety pension tax override fund. In 1951, the City's voters approved property taxes to fund public safety employees' participation in the California Public Employees Retirement System. This vote preceded, and thus supersedes, Proposition 13's 1% property tax rate limit approved in 1978.
- When pension tax collections exceed estimates or pension costs are lower than estimated the City will adjust the tax rate to assure pension override tax revenues do not exceed eligible expenditures or amortization of prior years' unfunded actuarial liabilities. Eligible public safety retirement costs are expected to exceed funding through the tax override and are expected to continue to grow in the near term which will affect all funds that finance public safety personnel, mostly the General Fund (101) and the Measure O (Half-Cent Sales Tax) Fund (104).

The following table compares Enterprise Funds assets and liabilities as of the end of the fiscal year:



The following table compares Enterprise Funds revenues and expenses for the fiscal year:



Budget

GENERAL FUND GROUP BUDGETARY SUMMARY (\$THOUSANDS)

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
Revenues				
Taxes	\$ 117,008	\$ 117,008	\$ 120,904	\$ 3,896
Other Revenues	37,056	38,022	38,573	551
Total Revenues	<u>154,064</u>	<u>155,030</u>	<u>159,477</u>	<u>4,447</u>
Expenditures				
Current	140,402	144,566	143,851	715
Capital outlay	1,641	8,898	5,418	3,480
Debt service	1,353	1,448	1,320	128
Total Expenditures	<u>143,396</u>	<u>154,912</u>	<u>150,589</u>	<u>4,323</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>10,668</u>	<u>118</u>	<u>8,888</u>	<u>8,770</u>
Other Financing Sources (Uses)				
Net transfers	(5,409)	(5,533)	(7,116)	(1,583)
Total Other Financing Sources (Uses)	<u>(5,409)</u>	<u>(5,533)</u>	<u>(7,116)</u>	<u>(1,583)</u>
NET CHANGE IN FUND BALANCES	<u>\$ 5,259</u>	<u>\$ (5,415)</u>	<u>\$ 1,772</u>	<u>\$ 7,187</u>

- General Fund group revenues were \$5 million higher than the original budget and \$4 million higher than the revised final budget while expenditures were \$7 million higher than the original budget but \$4 million lower than the revised final budget.
- Higher sales tax remittances account for most of the increase in tax revenue compared with the revised budget.
- Compared with the original budget, public safety personnel costs increased by \$3 million primarily driven by overtime costs associated with the City's mutual aid response to regional wildland fires; these costs are reimbursed by the State and federal government. In addition, the City incurred costs of over \$2 million to correct legacy pay and benefit issues affecting part time and seasonal employees as far back as twenty years ago.
- Compared with the revised budget, these cost increases were offset by the effect of multi-year capital project costs carried over in their entirety into the next year but not completely spent in that year.

Capital Assets (Note II.F. pages 72-74)

CAPITAL ASSETS NET OF ACCUMULATED DEPRECIATION (\$THOUSANDS)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2019	2018	2019	2018	2019	2018
Land	\$ 1,418,658	\$ 1,418,638	\$ 17,042	\$ 17,042	\$1,435,700	\$1,435,680
Buildings	80,871	82,748	131,698	175,028	212,569	257,776
Other improvements	77,971	78,327	4,325	4,546	82,296	82,873
Machinery and equipment	5,012	4,342	58,645	56,876	63,657	61,218
Vehicles	7,714	6,533	-	-	7,714	6,533
Infrastructure	465,300	479,012	277,728	242,841	743,028	721,853
Construction in progress	10,087	11,354	15,462	16,018	25,549	27,372
TOTALS	\$ 2,065,613	\$ 2,080,954	\$504,900	\$512,351	\$2,570,513	\$2,593,305

The total amount reported at June 30, 2019, as invested in Capital Assets is \$2.6 billion, a decrease of \$23 million from fiscal year 2017-2018. This change reflects a combination of routine depreciation, retirements and additions to capital assets. Capital assets net of depreciation decreased by \$15 million in governmental activities and by \$8 million in business-type activities.

Long-Term Debt (Note II.G. pages 75-93)

OUTSTANDING DEBT NET OF DISCOUNTS/PREMIUMS (\$THOUSANDS)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2019	2018	2019	2018	2019	2018
Lease revenue bonds	\$ 63,984	\$ 66,940			\$ 63,984	\$ 66,940
Revenue bonds			\$275,968	\$ 285,427	275,968	285,427
Capital leases	20,061	22,695	6,815	5,074	26,876	27,769
Certificates of participation	21,460	22,180	-	-	21,460	22,180
TOTALS	\$ 105,505	\$111,815	\$282,783	\$ 290,501	\$388,288	\$402,316

Governmental activities outstanding debt decreased by \$6 million as a result of principal payments made during the fiscal year. Business type-activities outstanding debt decreased by \$8 million due to principal payments made during the fiscal year, partially offset by increased unamortized premiums associated with the issuance of the water and wastewater revenue refunding bonds in November 2018.

As described in the long-term debt footnote, the City refunded variable rate debt in its water and wastewater funds to reduce variable rate debt risk relating to letter of credit renewal and fees and swap termination charges and to reduce debt service payments.

Lease revenue bonds are secured by the General Fund rather than pledged revenues as in the case of the business-type activity revenue bonds.

The City's bonds are rated by Standard & Poor's Global Ratings. Currently the issuer credit rating on the City is "A" with a positive outlook. The City's debt is rated "A-" for lease revenue bonds, "A" for water revenue bonds and "A-" for wastewater revenue bonds.

ECONOMIC AND LEGAL FACTORS

The two main sources of General Fund revenue -- property tax and sales tax -- continue to show steady growth even as the national and State economic expansion matures. On the expenditure side, annual increases in labor costs, particularly for pensions, continue to outstrip revenue growth in most funds, although, as noted on page 15 above, the City benefits substantially from a public safety pension tax override, which lessens -- but by no means eliminates -- the fiscal burden on the General Fund imposed by rising pension costs.

In fiscal 2017-2018, a court ruled against the City in its suit to declare invalid a 2016 voter initiative to roll back wastewater rates. The City has appealed that judgment. A citizen lawsuit seeks to direct how the City would manage refunds to class action plaintiffs if the court decision on wastewater rates is not reversed.

Another citizen lawsuit challenges the reimbursement transferred to governmental funds by the City's business-type funds (the Infrastructure Use Fee). Refer to footnote V.B. on page 121 for details on the City's litigation risk.

Subsequent to the rate rollback litigation the City Council approved wastewater rates so that the City can meet its bond covenant obligations while maintaining funding for operations and limited capital asset investment financed by cash and debt.

As noted in prior reports, strengthening administrative systems remains a top strategic priority for the City Council, and the City Council has continued to support this effort with staffing and funding. Implementation of a new enterprise resource planning (ERP) software system is expected to begin next year.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide residents, taxpayers, customers, employees and investors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report, contact the Finance Department at City of Oxnard at 300 W. 3rd Street, Oxnard, CA 93030, or call (805) 385-7475.

BASIC FINANCIAL STATEMENTS

CITY OF OXNARD, CALIFORNIA
STATEMENT OF NET POSITION
JUNE 30, 2019

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current Assets			
Cash and investments	\$ 140,606,649	\$ 121,624,794	\$ 262,231,443
Accounts and other receivables (net of allowance for doubtful accounts)	10,898,137	24,999,804	35,897,941
Internal balances	2,258,921	(2,258,921)	-
Due from other governments	11,511,322	-	11,511,322
Due from Successor Agency	339,325	-	339,325
Other assets	746,742	558,258	1,305,000
Noncurrent Assets			
Properties held for resale	570,000	-	570,000
Notes receivable (net of allowance for doubtful accounts)	50,050,387	2,938,000	52,988,387
Restricted: Investments with fiscal agents	18,979,523	13,349,707	32,329,230
Capital assets not being depreciated	1,428,745,320	32,503,970	1,461,249,290
Capital assets, net of accumulated depreciation	636,868,172	472,395,513	1,109,263,685
Total Assets	2,301,574,498	666,111,125	2,967,685,623
DEFERRED OUTFLOW OF RESOURCES			
Deferred amount on refunding	39,919	2,142,991	2,182,910
Deferred outflow on pension plans	55,500,993	10,009,424	65,510,417
Deferred outflow on other post-employment benefit plans (OPEB)	751,271	258,781	1,010,052
Total Deferred Outflow of Resources	56,292,183	12,411,196	68,703,379
LIABILITIES			
Current Liabilities			
Accounts payable	12,411,433	9,767,644	22,179,077
Compensated absences payable - current	10,696,417	1,561,500	12,257,917
Self insurance claims - current	11,724,532	-	11,724,532
Unearned revenues	3,867,531	-	3,867,531
Other liabilities	13,571,702	3,556,929	17,128,631
Notes payable - current	20,000	-	20,000
Capital leases and revenue bonds - current	5,858,447	10,459,774	16,318,221
Early retirement incentive plan payable - current	148,010	-	148,010
Noncurrent Liabilities			
Compensated absences payable	5,530,034	1,020,015	6,550,049
Other post-employment benefits payable	27,342,901	8,537,862	35,880,763
Net pension liabilities	240,110,301	45,641,564	285,751,865
Self-insurance claims	19,987,771	-	19,987,771
Other liabilities	-	361,217	361,217
Notes payable	15,305	-	15,305
Capital leases and revenue bonds, net of premiums and discount	99,646,518	272,323,507	371,970,025
Total Liabilities	450,930,902	353,230,012	804,160,914
DEFERRED INFLOW OF RESOURCES			
Deferred inflow on loans	147,554	-	147,554
Deferred inflow on pension plans	19,862,847	3,034,579	22,897,426
Deferred inflow on other post-employment benefit plans (OPEB)	1,562,192	538,032	2,100,224
Gain on refunding	741,545	-	741,545
Total Deferred Inflow of Resources	22,314,138	3,572,611	25,886,749
NET POSITION			
Net investment in capital assets	1,993,824,011	224,259,193	2,218,083,204
Restricted for:			
Debt service	1,937,386	18,606,776	20,544,162
Culture and leisure	125,065	-	125,065
Housing	1,692,342	173,941	1,866,283
Infrastructure developments	40,968,827	35,502,906	76,471,733
Maintenance districts	16,163,027	-	16,163,027
Public safety	2,566,199	-	2,566,199
Streets and traffic improvements/maintenance	28,614,223	-	28,614,223
Transportation systems	1,927,123	-	1,927,123
Grants	435,452	-	435,452
Unrestricted	(203,632,014)	43,176,882	(160,455,132)
TOTAL NET POSITION	\$ 1,884,621,641	\$ 321,719,698	\$ 2,206,341,339

The accompanying notes are an integral part of the financial statements.

CITY OF OXNARD, CALIFORNIA
STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2019

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 47,292,219	\$ 18,177,999	\$ 6,720,190	\$ -
Public safety	110,217,029	8,637,284	305,080	-
Transportation systems	11,366,628	2,008,345	-	9,838,626
Community development	21,205,257	12,898,111	3,083,789	-
Culture and leisure	33,792,321	13,649,286	4,580,068	-
Libraries	3,251,464	304,522	-	-
Interest on long-term debt	4,451,689	-	-	-
Total Governmental Activities	231,576,607	55,675,547	14,689,127	9,838,626
Business-Type Activities				
Water	55,883,239	59,825,449	-	-
Wastewater	31,783,839	45,098,831	-	-
Environmental resource	46,314,446	47,534,591	-	-
Oxnard Housing Authority	27,634,063	5,976,701	21,866,012	-
Total Business-Type Activities	161,615,587	158,435,572	21,866,012	-
TOTAL PRIMARY GOVERNMENT	\$ 393,192,194	\$ 214,111,119	\$ 36,555,139	\$ 9,838,626

GENERAL REVENUES

Taxes

Property tax

Sales tax

Transient occupancy tax

Franchise tax

Deed transfer tax

Business license tax

Penalties and interest

Interest on investments

Loss from disposal of assets

CONTRIBUTED CAPITAL

TRANSFERS

**Total General Revenues, Contributed Capital,
and Transfers**

CHANGE IN NET POSITION

NET POSITION - JULY 1

PRIOR-PERIOD ADJUSTMENT

NET POSITION - JULY 1, AS RESTATED

NET POSITION - JUNE 30

The accompanying notes are an integral part of the financial statements.

Net (Expenses) Revenues and Changes in Net Position			
Primary Government			
Governmental Activities	Business-type Activities	Total	Functions/Programs
PRIMARY GOVERNMENT			
Governmental Activities			
\$ (22,394,030)	\$ -	\$ (22,394,030)	General government
(101,274,665)	-	(101,274,665)	Public safety
480,343	-	480,343	Transportation systems
(5,223,357)	-	(5,223,357)	Community development
(15,562,967)	-	(15,562,967)	Culture and leisure
(2,946,942)	-	(2,946,942)	Libraries
(4,451,689)	-	(4,451,689)	Interest on long-term debt
(151,373,307)	-	(151,373,307)	Total Governmental Activities
Business-Type Activities			
-	3,942,210	3,942,210	Water
-	13,314,992	13,314,992	Wastewater
-	1,220,145	1,220,145	Environmental resource
-	208,650	208,650	Oxnard Housing Authority
-	18,685,997	18,685,997	Total Business-Type Activities
(151,373,307)	18,685,997	(132,687,310)	TOTAL PRIMARY GOVERNMENT
GENERAL REVENUES			
Taxes			
70,227,546	-	70,227,546	Property tax
48,518,650	-	48,518,650	Sales tax
5,557,470	-	5,557,470	Transient occupancy tax
3,887,252	-	3,887,252	Franchise tax
692,685	-	692,685	Deed transfer tax
6,167,475	-	6,167,475	Business license tax
361,488	-	361,488	Penalties and interest
5,771,878	7,612,740	13,384,618	Interest on investments
(69,964)	(417,291)	(487,255)	Loss from disposal of assets
789,392	(221,058)	568,334	CONTRIBUTED CAPITAL
243,045	(243,045)	-	TRANSFERS
142,146,917	6,731,346	148,878,263	Total General Revenues, Contributed Capital, and Transfers
(9,226,390)	25,417,343	16,190,953	CHANGE IN NET POSITION
1,893,830,483	293,792,671	2,187,623,154	NET POSITION - JULY 1
17,548	2,509,684	2,527,232	PRIOR-PERIOD ADJUSTMENT
1,893,848,031	296,302,355	2,190,150,386	NET POSITION - JULY 1, AS RESTATED
\$ 1,884,621,641	\$ 321,719,698	\$ 2,206,341,339	NET POSITION - JUNE 30

CITY OF OXNARD, CALIFORNIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2019

	GENERAL	AFFORDABLE HOUSING	DEVELOPMENT FEES FUND	NONMAJOR	TOTAL GOVERNMENT
ASSETS					
Cash and investments	\$ 42,276,708	\$ 1,702,550	\$ 41,581,190	\$ 41,480,200	\$ 127,040,648
Restricted investments with fiscal agents	-	-	-	18,979,523	18,979,523
Accounts and other receivables	3,241,621	1,800	39,818	6,137,916	9,421,155
Due from other funds	5,921,153	-	-	-	5,921,153
Due from other government	10,640,180	-	-	871,142	11,511,322
Due from Successor Agency	297,915	-	18,500	22,910	339,325
Other assets	377,045	-	-	-	377,045
Notes receivable	-	32,451,998	8,295,102	9,303,287	50,050,387
Total Assets	\$ 62,754,622	\$ 34,156,348	\$ 49,934,610	\$ 76,794,978	\$ 223,640,558
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES					
LIABILITIES					
Accounts payable	\$ 6,080,193	\$ 744	\$ 417,361	\$ 4,593,970	\$ 11,092,268
Other liabilities	11,322,272	8,263	253,320	866,873	12,450,728
Due to other funds	2,113,680	-	-	3,272,027	5,385,707
Advances from other funds	856,237	-	-	-	856,237
Unearned revenues	140,812	-	-	3,726,719	3,867,531
Total Liabilities	20,513,194	9,007	670,681	12,459,589	33,652,471
DEFERRED INFLOW OF RESOURCES					
Deferred inflow on receivables and loans	6,950	32,451,998	8,295,102	9,303,287	50,057,337
Total Liabilities and Deferred Inflows of Resources	\$ 20,520,144	\$ 32,461,005	\$ 8,965,783	\$ 21,762,876	\$ 83,709,808
FUND BALANCES					
Restricted for:					
Debt service	\$ -	\$ -	\$ -	\$ 1,937,386	\$ 1,937,386
Transportation systems	-	-	-	1,927,123	1,927,123
Maintenance districts	-	-	-	16,163,027	16,163,027
Streets and traffic improvements/maintenance	10,402,918	-	-	18,211,305	28,614,223
Infrastructure developments	-	-	40,968,827	-	40,968,827
Housing	-	1,695,343	-	(3,001)	1,692,342
Culture and leisure	125,065	-	-	-	125,065
Public safety	-	-	-	2,566,199	2,566,199
Grants	-	-	-	435,452	435,452
Committed to:					
Measure "O" eligible services	22,560,234	-	-	-	22,560,234
Assigned to:					
Capital projects	-	-	-	13,794,611	13,794,611
Other purposes	282,831	-	-	-	282,831
Unassigned	8,863,430	-	-	-	8,863,430
Total Fund Balances	42,234,478	1,695,343	40,968,827	55,032,102	139,930,750
TOTAL LIABILITIES AND FUND BALANCES	\$ 62,754,622	\$ 34,156,348	\$ 49,934,610	\$ 76,794,978	\$ 223,640,558

The accompanying notes are an integral part of the financial statements.

CITY OF OXNARD, CALIFORNIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2019

Fund balances of governmental funds		\$ 139,930,750
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Accounts and other assets are not reported in the funds.		1,557,081
Land held for resale are not reported in the funds.		570,000
Capital assets of \$2,381,922,134 net of accumulated depreciation (\$319,307,597) are not financial resources and, therefore, are not reported in the funds.		2,062,614,537
Deferred outflows for the following are not reported in the governmental funds:		
Deferred loss on refunding	\$ 39,919	
Deferred gain on refunding	(741,545)	
Deferred outflow on pension and OPEB plans	<u>53,240,281</u>	52,538,655
Accrued interest payable for the current portion of interest due on long-term liabilities has not been reported in the governmental funds.		(645,096)
Notes receivable in the governmental funds are deferred because they are not available within the prescribed time period after year-end. However, the notes receivable are included on the accrual basis of accounting used in the government-wide financial statements.		49,909,783
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
Compensated absences	(15,279,664)	
Notes payable	(35,305)	
Other post-employment liability	(24,614,820)	
Early retirement incentive plan payable	(148,010)	
Net pension liabilities	(225,025,837)	
Capital leases and bonds payable, net of issuance discounts, issuance premium and prepaid insurance	<u>(105,504,965)</u>	(370,608,601)
Deferred inflows for pension and OPEB plans are not reported in the governmental funds		
Deferred inflow on pension and OPEB plans	<u>(19,688,714)</u>	(19,688,714)
Internal service funds are used by management to charge the costs of certain activities, such as insurance, information services, facilities, and equipment maintenance. The assets and liabilities of the internal service funds are included in the government activities in the statement of net position. Amounts are net of internal payable representing charges in excess of cost to business-type activities.		<u>(31,556,754)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES		<u>\$ 1,884,621,641</u>

The accompanying notes are an integral part of the financial statements.

CITY OF OXNARD
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	GENERAL	AFFORDABLE HOUSING	DEVELOPMENT FEES FUND	NONMAJOR	TOTAL GOVERNMENTAL
REVENUES					
Taxes	\$ 120,903,292	\$ -	\$ -	\$ 14,147,786	\$ 135,051,078
Licenses and permits	3,007,750	-	1,050,222	-	4,057,972
Intergovernmental	2,259,907	-	4,344	22,263,502	24,527,753
Growth and development fees	-	-	6,310,510	-	6,310,510
Charges for services	20,895,034	-	-	407,878	21,302,912
Fines and forfeitures	2,368,800	-	31,500	293,105	2,693,405
Interest on investments	1,847,513	74,785	1,443,562	1,928,116	5,293,976
Special assessments	528,790	-	-	8,614,081	9,142,871
Miscellaneous	7,664,832	7,556	2,814,244	495,756	10,982,388
Total Revenues	<u>159,475,918</u>	<u>82,341</u>	<u>11,654,382</u>	<u>48,150,224</u>	<u>219,362,865</u>
EXPENDITURES					
Current					
General government	17,251,171	-	301,349	14,144	17,566,664
Public safety	86,529,178	-	809,614	16,166,246	103,505,038
Transportation	5,519,634	-	13,121	5,275,459	10,808,214
Community development	11,385,339	70,563	422,535	7,523,825	19,402,262
Culture and leisure	19,968,684	-	30,712	9,499,743	29,499,139
Library services	3,196,990	-	-	-	3,196,990
Capital Outlay	5,417,773	-	682,880	10,177,258	16,277,911
Debt Service					
Principal	745,000	-	-	5,376,274	6,121,274
Interest and fiscal charges	574,539	-	-	4,383,110	4,957,649
Total Expenditures	<u>150,588,308</u>	<u>70,563</u>	<u>2,260,211</u>	<u>58,416,059</u>	<u>211,335,141</u>
EXCESS OF REVENUES OVER (UNDER)					
EXPENDITURES	8,887,610	11,778	9,394,171	(10,265,835)	8,027,724
OTHER FINANCING SOURCES (USES)					
Transfers in	4,240,137	-	-	8,130,489	12,370,626
Transfers out	(11,355,702)	-	(671,144)	(69,738)	(12,096,584)
Total Other Financing Sources (Uses)	<u>(7,115,565)</u>	<u>-</u>	<u>(671,144)</u>	<u>8,060,751</u>	<u>274,042</u>
NET CHANGE IN FUND BALANCES	<u>1,772,045</u>	<u>11,778</u>	<u>8,723,027</u>	<u>(2,205,084)</u>	<u>8,301,766</u>
FUND BALANCES, JULY 1	40,462,433	1,683,565	32,245,800	57,219,638	131,611,436
PRIOR-PERIOD ADJUSTMENT	-	-	-	17,548	17,548
FUND BALANCES, JULY 1, AS RESTATED	<u>40,462,433</u>	<u>1,683,565</u>	<u>32,245,800</u>	<u>57,237,186</u>	<u>131,628,984</u>
FUND BALANCES, JUNE 30	<u>\$ 42,234,478</u>	<u>\$ 1,695,343</u>	<u>\$ 40,968,827</u>	<u>\$ 55,032,102</u>	<u>\$ 139,930,750</u>

The accompanying notes are an integral part of the financial statements.

CITY OF OXNARD, CALIFORNIA
RECONCILIATION OF THE CHANGE IN FUND BALANCES OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

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

Net Change in Fund Balances - Total Governmental Funds	\$ 8,301,766
Governmental funds report capital outlays 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. This is the amount by which depreciation expense (\$24,117,991) exceeded capital outlay (\$8,807,244), that was capitalized in the current period.	(15,310,747)
In the current year, construction in progress was transferred to business-type activities.	789,392
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	1,345,496
In the statement of activities, the loss on disposal of assets is reported whereas in the governmental funds, the proceeds from the sale increase financial resources. The change in net position differs from the change in fund balance by the cost of the assets disposed net of accumulated depreciation.	(69,964)
Some expenses reported in the statement of activities do not require the use of financial resources and are not reported as expenditures in governmental funds. These include the decrease in accrued interest, increase in self insurance, net increase in compensated absences, net increase in other post-employment benefits payable, net decrease in net pension liabilities, and increase in premium on bonds	(7,586,936)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the net effect of premiums, discounts, and similar items when debt is first issued; whereas, these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
Total principal repayments net of bond (discount)/premium.	6,627,234
Net income of internal service funds is reported with governmental activities.	<u>(3,322,631)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (9,226,390)</u>

The accompanying notes are an integral part of the financial statements.

CITY OF OXNARD, CALIFORNIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2019

	WATER	WASTEWATER	ENVIRONMENTAL RESOURCE
ASSETS			
Current Assets			
Cash and investments	\$ 44,660,553	\$ 34,312,124	\$ 27,937,239
Restricted investments with fiscal agent	12,248,371	1,144	107,452
Accounts and other receivable (net of allowance for doubtful accounts)	7,705,127	8,496,005	7,103,639
Due from other funds	1,288,163	59,620	-
Other assets	173,183	302,663	-
Total Current Assets	<u>66,075,397</u>	<u>43,171,556</u>	<u>35,148,330</u>
Noncurrent Assets			
Notes receivable (net of allowance for doubtful accounts)	-	888,000	-
Advances to other funds	943,867	-	65,280
Total Noncurrent Assets	<u>943,867</u>	<u>888,000</u>	<u>65,280</u>
Capital Assets			
Land	1,960,229	2,310,476	3,851,164
Construction in progress	9,048,792	6,360,655	-
Buildings	62,300,998	117,398,124	23,246,557
Improvements	1,670,158	7,482,003	-
Machinery and equipment	55,407,080	39,264,816	19,634,501
Vehicles	-	-	-
Infrastructure	207,509,742	201,270,904	2,839,837
Less: Accumulated depreciation	(99,079,707)	(145,983,386)	(25,710,531)
Total Capital Assets (net of accumulated depreciation)	<u>238,817,292</u>	<u>228,103,592</u>	<u>23,861,528</u>
Total Assets	<u>305,836,556</u>	<u>272,163,148</u>	<u>59,075,138</u>
DEFERRED OUTFLOW OF RESOURCES			
Deferred amount on refunding	1,580,642	562,349	-
Deferred outflow on pension plans	1,850,214	2,314,332	4,252,201
Deferred outflow on other post-employment benefit plans (OPEB)	39,812	54,557	114,276
Total Deferred Outflow of Resources	<u>3,470,668</u>	<u>2,931,238</u>	<u>4,366,477</u>
LIABILITIES			
Current Liabilities			
Accounts payable	3,105,345	3,798,509	2,587,274
Compensated absences payable - current	382,500	455,000	687,500
Self-insurance claims - current	-	-	-
Other liabilities	1,396,448	755,091	713,487
Due to other funds	59,620	-	1,159,646
Capital leases and revenue bonds - current	4,726,028	4,661,098	447,938
Total Current Liabilities	<u>9,669,941</u>	<u>9,669,698</u>	<u>5,595,845</u>
Noncurrent Liabilities			
Compensated absences payable	86,781	77,940	388,240
Other post-employment benefits payable	1,247,854	1,978,496	3,538,501
Net pension liabilities	8,379,643	12,216,745	16,320,269
Self-insurance claims	-	-	-
Other liabilities	75,926	79,938	-
Advances from other funds	-	-	-
Capital leases and revenue bonds, net of current portion and discount/premium	163,311,462	103,294,538	4,117,507
Total Noncurrent Liabilities	<u>173,101,666</u>	<u>117,647,657</u>	<u>24,364,517</u>
Total Liabilities	<u>182,771,607</u>	<u>127,317,355</u>	<u>29,960,362</u>

OXNARD HOUSING AUTHORITY	TOTAL CURRENT YEAR	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS	
ASSETS			
Current Assets			
\$ 14,714,878	\$ 121,624,794	\$ 13,566,001	Cash and investments
992,740	13,349,707	-	Restricted investments with fiscal agent
1,695,033	24,999,804	131,486	Accounts and other receivable (net of allowance for doubtful accounts)
-	1,347,783	-	Due from other funds
82,412	558,258	158,112	Other assets
<u>17,485,063</u>	<u>161,880,346</u>	<u>13,855,599</u>	Total Current Assets
Noncurrent Assets			
2,050,000	2,938,000	-	Notes receivable (net of allowance for doubtful accounts)
-	1,009,147	955,886	Advances to other funds
<u>2,050,000</u>	<u>3,947,147</u>	<u>955,886</u>	Total Noncurrent Assets
Capital Assets			
8,920,208	17,042,077	-	Land
52,446	15,461,893	151,731	Construction in progress
42,244,397	245,190,076	447,410	Buildings
-	9,152,161	-	Improvements
1,892,594	116,198,991	5,507,818	Machinery and equipment
-	-	4,378,786	Vehicles
-	411,620,483	-	Infrastructure
(38,992,574)	(309,766,198)	(7,486,790)	Less: Accumulated depreciation
<u>14,117,071</u>	<u>504,899,483</u>	<u>2,998,955</u>	Total Capital Assets (net of accumulated depreciation)
<u>33,652,134</u>	<u>670,726,976</u>	<u>17,810,440</u>	Total Assets
DEFERRED OUTFLOW OF RESOURCES			
-	2,142,991	-	Deferred amount on refunding
1,592,677	10,009,424	2,933,096	Deferred outflow on pension plans
50,136	258,781	78,887	Deferred outflow on other post-employment benefit plans (OPEB)
<u>1,642,813</u>	<u>12,411,196</u>	<u>3,011,983</u>	Total Deferred Outflow of Resources
LIABILITIES			
Current Liabilities			
276,516	9,767,644	1,319,165	Accounts payable
36,500	1,561,500	645,500	Compensated absences payable - current
-	-	11,724,532	Self-insurance claims - current
691,903	3,556,929	475,878	Other liabilities
-	1,219,266	816,873	Due to other funds
624,710	10,459,774	-	Capital leases and revenue bonds - current
<u>1,629,629</u>	<u>26,565,113</u>	<u>14,981,948</u>	Total Current Liabilities
Noncurrent Liabilities			
467,054	1,020,015	301,287	Compensated absences payable
1,773,011	8,537,862	2,728,081	Other post-employment benefits payable
8,724,907	45,641,564	15,084,464	Net pension liabilities
-	-	19,987,771	Self-insurance claims
205,353	361,217	-	Other liabilities
955,886	955,886	-	Advances from other funds
1,600,000	272,323,507	-	Capital leases and revenue bonds, net of current portion and discount/premium
<u>13,726,211</u>	<u>328,840,051</u>	<u>38,101,603</u>	Total Noncurrent Liabilities
<u>15,355,840</u>	<u>355,405,164</u>	<u>53,083,551</u>	Total Liabilities

STATEMENT OF NET POSITION (Continued)

PROPRIETARY FUNDS

	WATER	WASTEWATER	ENVIRONMENTAL RESOURCE
DEFERRED INFLOW OF RESOURCES			
Deferred inflow on pension plans	\$ 592,142	\$ 799,806	\$ 1,000,518
Deferred inflow on other post-employment benefit plans (OPEB)	82,785	113,447	237,625
Total Deferred Inflow of Resources	<u>674,927</u>	<u>913,253</u>	<u>1,238,143</u>
NET POSITION			
Net investment in capital assets	72,360,444	120,710,305	19,296,083
Restricted for housing assistance payments	-	-	-
Restricted for infrastructure development	23,972,439	9,925,563	1,604,904
Restricted for debt service	12,821,033	26,017	5,107,452
Assigned for fleet equipment replacement	-	-	-
Unrestricted	16,706,774	16,201,893	6,234,671
TOTAL NET POSITION	<u>\$ 125,860,690</u>	<u>\$ 146,863,778</u>	<u>\$ 32,243,110</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds

NET POSITION OF BUSINESS-TYPE ACTIVITIES

The accompanying notes are an integral part of the financial statements.

OXNARD HOUSING AUTHORITY	TOTAL CURRENT YEAR	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS	
\$ 642,113	\$ 3,034,579	\$ 1,572,288	DEFERRED INFLOW OF RESOURCES
104,175	538,032	164,037	Deferred inflow on pension plans
746,288	3,572,611	1,736,325	Deferred inflow on other post-employment benefit plans (OPEB)
			Total Deferred Inflow of Resources
			NET POSITION
11,892,361	224,259,193	2,998,955	Net investment in capital assets
173,941	173,941	-	Restricted for housing assistance payments
-	35,502,906	-	Restricted for infrastructure development
652,274	18,606,776	-	Restricted for debt service
-	-	1,020,221	Assigned for fleet equipment replacement
6,474,243	45,617,581	(36,996,408)	Unrestricted
\$ 19,192,819	324,160,397	\$ (33,997,453)	TOTAL NET POSITION
	(2,440,699)		Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds
	\$ 321,719,698		NET POSITION OF BUSINESS-TYPE ACTIVITIES

CITY OF OXNARD, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	WATER	WASTEWATER	ENVIRONMENTAL RESOURCE
OPERATING REVENUES			
Charges for services	\$ 58,274,412	\$ 42,137,294	\$ 46,873,839
Connection fees	109,491	2,610,601	-
Rental income	-	-	-
Grant revenue for operations	-	-	-
Miscellaneous and reimbursements	1,441,546	350,936	660,752
Total Operating Revenues	<u>59,825,449</u>	<u>45,098,831</u>	<u>47,534,591</u>
OPERATING EXPENSES			
Salaries and wages	5,518,361	6,328,269	15,129,758
Contractual services	2,651,816	1,443,877	3,328,996
Housing assistance payments	-	-	-
Operating supplies	23,031,630	2,186,967	7,590,036
Utilities	1,240,943	3,677,888	8,692,191
Depreciation and amortization	7,257,467	7,781,252	1,337,860
General and administrative	5,310,078	3,987,794	4,713,574
Repairs and maintenance	1,831,368	165,886	4,344,241
Claims expenses	-	-	-
Total Operating Expenses	<u>46,841,663</u>	<u>25,571,933</u>	<u>45,136,656</u>
OPERATING INCOME (LOSS)	<u>12,983,786</u>	<u>19,526,898</u>	<u>2,397,935</u>
NONOPERATING REVENUES (EXPENSES)			
Grant revenue - noncapital	-	-	-
Insurance proceeds, net	-	-	-
Fraud recovery	-	-	-
Loss on disposition of capital assets	(412,759)	(4,532)	-
Interest on investments	4,847,879	1,213,642	1,061,069
Interest expense	(8,729,313)	(5,803,785)	(125,075)
Cost of issuance	-	(308,104)	-
Net Nonoperating Revenues (Expenses)	<u>(4,294,193)</u>	<u>(4,902,779)</u>	<u>935,994</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	8,689,593	14,624,119	3,333,929
CAPITAL CONTRIBUTIONS	(789,392)	-	-
TRANSFERS IN	-	12,070,281	-
TRANSFERS OUT	<u>(28,064)</u>	<u>(12,010,861)</u>	<u>(274,401)</u>
CHANGES IN NET POSITION	<u>7,872,137</u>	<u>14,683,539</u>	<u>3,059,528</u>
NET POSITION, JULY 1	117,988,553	132,180,239	29,183,582
PRIOR-PERIOD ADJUSTMENT	-	-	-
NET POSITION, JULY 1, AS RESTATED	<u>117,988,553</u>	<u>132,180,239</u>	<u>29,183,582</u>
NET POSITION, JUNE 30	<u>\$ 125,860,690</u>	<u>\$ 146,863,778</u>	<u>\$ 32,243,110</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds

CHANGES IN NET POSITION OF BUSINESS-TYPE ACTIVITIES

The accompanying notes are an integral part of the financial statements.

OXNARD HOUSING AUTHORITY	TOTAL CURRENT YEAR	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUND
\$ -	\$147,285,545	\$ 29,227,495
-	2,720,092	-
4,682,680	4,682,680	-
21,794,012	21,794,012	-
800,174	3,253,408	201,481
<u>27,276,866</u>	<u>179,735,737</u>	<u>29,428,976</u>
-	26,976,388	14,578,856
-	7,424,689	2,229,007
19,014,491	19,014,491	-
-	32,808,633	4,915,100
879,599	14,490,621	1,359,606
671,309	17,047,888	524,427
6,954,319	20,965,765	4,217,985
-	6,341,495	1,060,002
-	-	5,778,524
<u>27,519,718</u>	<u>145,069,970</u>	<u>34,663,507</u>
<u>(242,852)</u>	<u>34,665,767</u>	<u>(5,234,531)</u>
72,000	72,000	-
412,599	412,599	-
81,248	81,248	-
-	(417,291)	-
490,150	7,612,740	477,902
(114,345)	(14,772,518)	-
-	(308,104)	-
<u>941,652</u>	<u>(7,319,326)</u>	<u>477,902</u>
698,800	27,346,441	(4,756,629)
568,334	(221,058)	-
-	12,070,281	-
-	(12,313,326)	(30,997)
<u>1,267,134</u>	<u>26,882,338</u>	<u>(4,787,626)</u>
15,416,001		(29,209,827)
<u>2,509,684</u>		-
<u>17,925,685</u>		<u>(29,209,827)</u>
<u>\$ 19,192,819</u>		<u>\$ (33,997,453)</u>
	(1,464,995)	
	<u>\$ 25,417,343</u>	

OPERATING REVENUES

Charges for services
Connection fees
Rental income
Grant revenue for operations
Miscellaneous and reimbursements

Total Operating Revenues

OPERATING EXPENSES

Salaries and wages
Contractual services
Housing assistance payments
Operating supplies
Utilities
Depreciation and amortization
General and administrative
Repairs and maintenance
Claims expenses

Total Operating Expenses

OPERATING INCOME (LOSS)

NONOPERATING REVENUES (EXPENSES)

Grant revenue - noncapital
Insurance proceeds, net
Fraud recovery
Loss on disposition of capital assets
Interest on investments
Interest expense
Cost of issuance

Net Nonoperating Revenues (Expenses)

INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS CAPITAL CONTRIBUTIONS TRANSFERS IN TRANSFERS OUT

CHANGES IN NET POSITION

NET POSITION, JULY 1

PRIOR-PERIOD ADJUSTMENT

NET POSITION, JULY 1, AS RESTATED

NET POSITION, JUNE 30

Adjustment to reflect the consolidation of internal
service fund activities related to enterprise funds

CHANGES IN NET POSITION OF BUSINESS-TYPE ACTIVITIES

CITY OF OXNARD, CALIFORNIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	<u>WATER</u>	<u>WASTEWATER</u>	<u>ENVIRONMENTAL RESOURCE</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 60,661,780	\$ 43,042,626	\$ 48,308,392
Payments to suppliers	(34,356,004)	(9,841,394)	(27,636,003)
Payments to employees	(5,501,084)	(6,638,757)	(13,976,937)
Payments for housing assistance	-	-	-
Receipts from operating grants	-	-	-
Cash paid to claimants	-	-	-
Net Cash Provided By (Used In) Operating Activities	<u>20,804,692</u>	<u>26,562,475</u>	<u>6,695,452</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Collection/(issuance) of advances	1,465,024	(15,563)	(1,105,367)
Principal paid on long-term debt	-	-	-
Interest and other fees paid	-	-	-
Notes receivable collected	-	44,400	-
Cash received from noncapital grants	-	-	-
Transfers in	-	12,070,281	-
Transfers out	(28,064)	(12,010,861)	(274,401)
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>1,436,960</u>	<u>88,257</u>	<u>(1,379,768)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchases of capital assets	(230,841)	(6,254,041)	(5,043,341)
Interest and issuance cost paid on long-term debt	(5,510,359)	(5,000,604)	(209,171)
Principal paid on long-term debt	(3,457,368)	(4,482,676)	(434,555)
Long-term debt defeased	(45,095,000)	(24,060,000)	-
Proceeds from refunding of long-term debt	40,370,000	24,550,000	-
Received from capital grants	-	-	-
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>(13,016,328)</u>	<u>(15,244,858)</u>	<u>(5,687,067)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	<u>4,847,879</u>	<u>1,213,642</u>	<u>1,061,069</u>
Net Cash Provided By (Used In) Investing Activities	<u>4,847,879</u>	<u>1,213,642</u>	<u>1,061,069</u>
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	14,073,203	12,619,516	689,686
CASH AND INVESTMENTS, JULY 1	<u>42,835,721</u>	<u>21,693,752</u>	<u>27,355,005</u>
CASH AND INVESTMENTS, JUNE 30	<u>\$ 56,908,924</u>	<u>\$ 34,313,268</u>	<u>\$ 28,044,691</u>

The accompanying notes are an integral part of the financial statements.

OXNARD HOUSING AUTHORITY	TOTAL CURRENT YEAR	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS	
			CASH FLOWS FROM OPERATING ACTIVITIES
\$ 5,895,343	\$ 157,908,141	\$ 29,364,678	Receipts from customers and users
(3,251,431)	(75,084,832)	(13,623,338)	Payments to suppliers
(4,259,909)	(30,376,687)	(13,951,861)	Payments to employees
(19,034,863)	(19,034,863)	-	Payments for housing assistance
21,734,333	21,734,333	-	Receipts from operating grants
-	-	(2,074,046)	Cash paid to claimants
<u>1,083,473</u>	<u>55,146,092</u>	<u>(284,567)</u>	Net Cash Provided By (Used In) Operating Activities
			CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES
-	344,094	810,753	Collection/(issuance) of advances
(335,000)	(335,000)	-	Principal paid on long-term debt
(108,889)	(108,889)	-	Interest and other fees paid
-	44,400	-	Notes receivable collected
72,000	72,000	-	Cash received from noncapital grants
-	12,070,281	-	Transfers in
-	(12,313,326)	(30,997)	Transfers out
<u>(371,889)</u>	<u>(226,440)</u>	<u>779,756</u>	Net Cash Provided By (Used In) Noncapital Financing Activities
			CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES
(277,978)	(11,806,201)	(345,588)	Purchases of capital assets
-	(10,720,134)	-	Interest and issuance cost paid on long-term debt
-	(8,374,599)	-	Principal paid on long-term debt
	(69,155,000)	-	Long-term debt defeased
	64,920,000	-	Proceeds from refunding of long-term debt
<u>568,334</u>	<u>568,334</u>	-	Received from capital grants
<u>290,356</u>	<u>(33,657,897)</u>	<u>(345,588)</u>	Net Cash Provided By (Used In) Capital and Related Financing Activities
			CASH FLOWS FROM INVESTING ACTIVITIES
<u>364,666</u>	<u>7,487,256</u>	<u>477,902</u>	Interest on investments
<u>364,666</u>	<u>7,487,256</u>	<u>477,902</u>	Net Cash Provided By (Used In) Investing Activities
			NET INCREASE (DECREASE) IN CASH AND INVESTMENTS
1,366,606	28,749,011	627,503	
<u>14,341,012</u>	<u>106,225,490</u>	<u>12,938,498</u>	CASH AND INVESTMENTS, JULY 1
<u>\$15,707,618</u>	<u>\$134,974,501</u>	<u>\$ 13,566,001</u>	CASH AND INVESTMENTS, JUNE 30

STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS

	<u>WATER</u>	<u>WASTEWATER</u>	<u>ENVIRONMENTAL RESOURCE</u>
RECONCILIATION OF OPERATING INCOME (LOSS)			
TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES			
OPERATING INCOME (LOSS)	\$ 12,983,786	\$ 19,526,898	\$ 2,397,935
Adjustments to Reconcile Operating Income (Loss)			
to Net Cash Provided By (Used In) Operating Activities			
Depreciation and amortization	7,257,467	7,781,252	1,337,860
Other revenue	-	-	-
Changes in Operating Assets and Liabilities			
(Increase) decrease in accounts receivable and			
due from other funds and governments	897,887	(2,056,205)	757,843
(Increase) decrease in other assets	(173,183)	(84,963)	-
Increase (decrease) in accounts payable and			
other liabilities	(151,037)	1,768,223	1,182,112
Increase (decrease) in compensated absences	(29,841)	44,810	119,230
Increase (decrease) in other post-employment benefits payable	15,338	(47,995)	52,965
Increase (decrease) in net pension liabilities	4,275	(369,545)	847,507
Increase (decrease) in self-insurance liabilities	-	-	-
Net Cash Provided By (Used In) Operating Activities	<u>\$ 20,804,692</u>	<u>\$ 26,562,475</u>	<u>\$ 6,695,452</u>
Noncash capital, financing and investing activities	<u>\$ (789,392)</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements.

OXNARD HOUSING AUTHORITY	TOTAL CURRENT YEAR	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS	
			RECONCILIATION OF OPERATING INCOME (LOSS)
			TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES
\$ (242,852)	\$ 34,665,767	\$ (5,234,531)	OPERATING INCOME (LOSS)
			Adjustments to Reconcile Operating Income (Loss)
			to Net Cash Provided By (Used In) Operating Activities
671,309	17,047,888	524,427	Depreciation and amortization
81,248	81,248		Other revenue
			Changes in Operating Assets and Liabilities
			(Increase) decrease in accounts receivable and
379,353	(21,122)	\$ (64,298)	due from other funds
(583)	(258,729)	(125,212)	(Increase) decrease in other assets
			Increase (decrease) in accounts payable and
93,960	2,893,258	379,551	other liabilities
36,586	170,785	(3,723)	Increase (decrease) in compensated absences
143,973	164,281	(16,081)	Increase (decrease) in other post-employment benefits payable
(79,521)	402,716	550,822	Increase (decrease) in net pension liabilities
-	-	3,704,478	Increase (decrease) in self-insurance liabilities
<u>\$ 1,083,473</u>	<u>\$ 55,146,092</u>	<u>\$ (284,567)</u>	Net Cash Provided By (Used In) Operating Activities
<u>\$ -</u>	<u>\$ (789,392)</u>	<u>\$ -</u>	Noncash capital, financing and investing activities

CITY OF OXNARD, CALIFORNIA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2019

	OXNARD COMMUNITY DEVELOPMENT COMMISSION SUCCESSOR AGENCY PRIVATE PURPOSE TRUST FUND	RETIREMENT ENHANCEMENT DEFINED BENEFIT PENSION TRUST FUND	AGENCY FUND
ASSETS			
Cash and investments	\$ 9,435,973	\$ -	\$ 5,972,006
Investment with Fiscal Agents			
Certificates of deposit	3,029,216	-	2,653,345
Mutual funds	-	82,431,700	-
Total investment with fiscal agents	3,029,216	82,431,700	2,653,345
Accounts and other receivables	-	703,211	-
Due from other governments	-		61,857
Notes receivable, net of uncollectible	728,018	-	-
Properties held for resale	921,192	-	-
Buildings (net of depreciation)	364,437	-	-
Improvements other than building (net of depreciation)	13,148,117	-	-
Infrastructure (net of depreciation)	20,347,259	-	-
Total Assets	\$ 47,974,212	\$ 83,134,911	\$ 8,687,208
LIABILITIES			
Accounts payable	\$ 1,691,827	\$ -	\$ 8,687,208
Other liabilities	517,332	-	-
Due to City of Oxnard	339,324	-	-
LONG-TERM DEBT			
Due within one year	1,845,000	-	-
Due in more than one year	30,890,000	-	-
TOTAL LIABILITIES	35,283,483	-	\$ 8,687,208
NET POSITION			
Held in trust for Successor Agency	12,690,729		
Net position restricted for pension	-	83,134,911	
TOTAL NET POSITION	\$ 12,690,729	\$ 83,134,911	

The accompanying notes are an integral part of the financial statements.

CITY OF OXNARD, CALIFORNIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2019

	OXNARD COMMUNITY DEVELOPMENT COMMISSION SUCCESSOR AGENCY PRIVATE PURPOSE TRUST FUND	RETIREMENT ENHANCEMENT DEFINED BENEFIT PENSION TRUST FUND
ADDITIONS		
Taxes	\$ 3,609,245	\$ -
Contributions		
Employer	-	4,615,815
Plan members	-	1,984,293
Investment income	94,659	4,038,915
Investment expense	-	(82,389)
Net investment income	94,659	3,956,526
Miscellaneous income	19,200	-
Total Additions	3,723,104	10,556,634
DEDUCTIONS		
Administrative Costs		
Salaries and wages	106,738	-
Benefit distributions	-	5,229,911
Administrative costs	149,768	-
Professional services	197,227	-
Depreciation	1,312,606	-
Project improvements	3,716,557	-
Debt Service		
Interest and fiscal charges	1,561,893	-
Total Deductions	7,044,789	5,229,911
SPECIAL ITEMS		
Gain on disposal of assets	(254,532)	-
Total Special Items	(254,532)	-
CHANGE IN NET POSITION	(3,067,153)	5,326,723
NET POSITION - JULY 1, 2018	15,757,882	77,808,188
NET POSITION - JUNE 30, 2019	\$ 12,690,729	\$ 83,134,911

The accompanying notes are an integral part of the financial statements.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies

A. Reporting Entity

The City of Oxnard, California (City) was incorporated as a general law city on June 30, 1903 and operates under the council-manager form of government. The City is governed by an elected Mayor and six Council members. Other elected positions include the City Clerk and City Treasurer. The accompanying basic financial statements present the financial position and results of operations of the City (the primary government) and its component units. For financial reporting purposes, the City has included all funds, organizations, agencies, boards, commissions, and authorities, and has considered all potential component units for which the City is financially accountable, and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the City to impose its will on that organization; or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City.

Blended Component Units

City of Oxnard Financing Authority. The Oxnard Financing Authority (Authority) is a separate government entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Authority has the power to purchase bonds issued by any local agency at public or negotiated sales and may sell such bonds to public or private purchasers at public or negotiated sales. The Authority is controlled by the City and has the same governing body as the City and the City has operational responsibility for the Authority. City staff perform all accounting and administrative functions of the Authority. The debt service of the Authority is included in the Debt Service Fund, Water Enterprise Fund, Wastewater Enterprise Fund, and Environmental Resources Enterprise Fund.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

A. Reporting Entity (Continued)

Blended Component Units (Continued)

Housing Authority of the City of Oxnard. The Housing Authority of the City of Oxnard (Housing Authority) was established in April 1945 by ordinance of the City Council. The Housing Authority is a public entity organized under the laws of California's Health and Safety Code for the purpose of providing safe, decent, and sanitary housing for qualified economically disadvantaged and elderly individuals in areas where a shortage of such housing exists. To accomplish this purpose, the Housing Authority entered into Annual Contributions Contracts with the U.S. Department of Housing and Urban Development (HUD) to operate assisted housing programs, such as Local Housing Authority Owned Housing, Section 8, and Modernization. The City Council and two tenant representatives serve as the governing board of the Housing Authority. The Housing Authority's governing body is substantively the same as the governing body of the City and the City has operational responsibility for the Housing Authority. The Housing Authority's operations have been included in the City's business-type activities in the accompanying Government-Wide Financial Statements. The Housing Authority prepares separate financial statements, which can be obtained from the Housing Authority's Financial Services Division at 435 S. D St., Oxnard, CA 93030.

B. Financial Statements Presentation

In accordance with Governmental Accounting Standards Board Statement No. 34, the City's basic financial statements consist of the following:

- Government-wide Financial Statements;
- Fund Financial Statements; and
- Notes to the Basic Financial Statements.

Government-Wide Financial Statements

The City's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present financial information for the City as a whole, while distinguishing between governmental and business-type activities. Fiduciary activities of the City are not included in these statements.

Most of the City's basic services are considered to be governmental activities, including general government, public safety, transportation, community development, culture and leisure, and library services. Property tax, sales tax, transient occupancy tax, franchise tax, business license tax, and user fees and charges financially support these activities.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. **Summary of Significant Accounting Policies (Continued)**
B. **Financial Statements Presentation (Continued)**

Government-Wide Financial Statements (Continued)

The City's enterprise operations are classified as business-type activities. These operations consist of water, wastewater, environmental resources, and housing. These activities generally recover the cost of providing services from customer fees and charges.

Government-Wide Financial Statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred. The types of transactions reported as program revenues for the City are reported in three categories: (1) charges for services; (2) operating grants and other contributions; and (3) capital grants and contributions.

The Statement of Activities demonstrates the degree to which expenses, both direct and indirect, of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect expenses are allocated based on the City's cost allocation plan. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) operating and capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Certain eliminations have been made in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated, with the exception of those representing balances between the governmental activities and the business-type activities. In the Statement of Activities, net internal service fund transactions have been allocated back to the governmental and business-type activities generating the net income or loss. In the Statement of Net Position, internal service assets and liabilities have been combined with the governmental funds and presented as governmental activities.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. **Summary of Significant Accounting Policies (Continued)**
B. **Financial Statements Presentation (Continued)**

Government-Wide Financial Statements (Continued)

A reconciliation of the difference between the Governmental Fund Financial Statements and the Government-Wide Financial Statements is provided as part of the Governmental Fund Financial Statements.

Fund Financial Statements

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

Governmental Fund Financial Statements

Governmental Fund Financial Statements include a Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances for the major governmental funds. Non-Major Governmental Funds are combined for presentation in Governmental Fund Statements. The following funds have been determined to be the City's major governmental funds:

- General Fund: This fund group is always a major fund and is used to account for all financial resources traditionally associated with government activities, which are not legally required to be accounted for in another fund.
- The Affordable Housing Fund was created due to the dissolution of the Oxnard Redevelopment Agency. In accordance with Health and Safety Code Section 34176(b)(2), on February 1, 2013, all rights, powers, assets, liabilities, duties, and obligations of the Low and Moderate Income Housing Fund (previously part of the former Oxnard Redevelopment Agency) were transferred to the Affordable Housing special revenue fund. The fund is used to account for funds to be used for low and moderate income housing projects.
- Development Fees Fund is a special revenue fund that accounts for development fees that the City collects on new development to provide resources for special projects such as parks, storm drainage facilities, traffic improvements, utility undergrounding, and community development.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. **Summary of Significant Accounting Policies (Continued)**
B. **Financial Statements Presentation (Continued)**

Governmental Fund Financial Statements (Continued)

Governmental funds are accounted for using a "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. The City considers revenues available if they are collected within 60 days after year-end with the exception of sales tax, which is based on the California Department of Tax and Fee Administration (CDTFA) reporting period through June of the fiscal year for which payment is received in September. Property tax, sales tax, intergovernmental revenues, and other taxes are accrued as appropriate. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met. The availability period for revenue recognition for grants receivable is one year after the year-end. Expenditures are recorded in the accounting period in which the related fund liability is incurred, except for unmatured principal and interest on long-term debt, which is recognized when due.

Proprietary Fund Financial Statements

Proprietary Fund Financial Statements include a Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position; and a Statement of Cash Flows for each major fund. A column representing Internal Service Funds in total is also presented in these statements.

The proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises wherein the cost of goods and services to the general public are financed or recovered primarily through user charges. The following enterprise funds have been determined to be the City's major proprietary funds:

- **Water Fund:** This fund is used to account for all activities of the City's water production, treatment, and distribution system. Revenues are derived mainly from metered water services, connection fees, and installation charges.
- **Wastewater Fund:** This fund is used to account for all sewer activities related to conveyance and treatment services. Revenues are derived mainly from sewer service charges, connection fees, and treatment plant charges.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. **Summary of Significant Accounting Policies (Continued)**
B. **Financial Statements Presentation (Continued)**

Proprietary Fund Financial Statements (Continued)

- Environmental Resources Fund: This fund is used to account for the activities related to collection and disposal of refuse throughout the City. Revenues are mainly derived from collection service fees and sales of recyclable materials.
- Oxnard Housing Authority: This fund is used to account for the receipts and disbursements of funds received from the U.S. Department of Housing and Urban Development (HUD) to provide housing assistance, such as the rental assistance programs for low income residents and senior citizens under Section 8 of the Federal Housing Act of 1937, as amended.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or noncurrent) are included within the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with proprietary funds principal ongoing operations. All other revenues are reported as nonoperating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as nonoperating expenses. When both restricted and unrestricted resources are available for use, it is the City's policy to use the restricted resources first, then unrestricted resources as they are needed.

Internal service funds account for services to other departments on a cost-recovery basis. Internal service funds include workers' compensation, public liability and property damage, utility customer services, information systems, facilities maintenance, and fleet services. Internal service funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Internal service funds are reported in total on the proprietary funds statements.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. **Summary of Significant Accounting Policies (Continued)**
B. **Financial Statements Presentation (Continued)**

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position. The City's fiduciary funds consist of a Private Purpose Trust Fund, a Pension Trust Fund, and Agency Funds. The Trust Funds are as follows:

- Oxnard Community Development Commission Successor Agency Private Purpose Trust Fund: This fund accounts for the assets and activities of the former redevelopment agency pursuant to AB 1X 26.
- Retirement Enhancement Defined Benefit Pension Trust Fund: This fund accounts for the assets and activities of the Public Agency Retirement System (PARS) Enhancement Plan.

The Trust Funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting.

The Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. However, the agency funds do utilize the accrual basis of accounting. The City's agency funds are as follows:

- Artworks Fund: This fund is used to account for donations from private parties to pay for Carnegie Art Museum artwork related expenditures.
- Improvement Districts Fund: This fund is used to account for various limited obligation improvement bonds issued by the City, wherein bond proceeds are used to finance land acquisition and public improvements of the various assessment districts within the City. Neither the faith, credit, nor the taxing power of the City or any of its political subdivisions is pledged to the payment of the bonds. Property owners within the assessment district are assessed through the County property tax bills and the money collected is used to pay off the annual debt service requirements.
- Oxnard Downtown Management District Fund: This fund accounts for property tax collected within the downtown area for downtown improvements and revitalizations.
- Riverpark JPA Fund: This fund is used to account for assets and liabilities of the Riverpark Reclamation and Recharge Authority.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

C. New Accounting Pronouncements

The City implemented the following GASB pronouncements that became effective in the fiscal year ended June 30, 2019:

Statement No. 83, *Certain Asset Retirement Obligations*. This Statement addresses accounting and financial reporting for certain asset retirement obligations, legally enforceable liabilities associated with the retirement of tangible capital assets. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability.

Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. This Statement improves consistency in the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt.

Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. This Statement enhances the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and simplifies accounting for interest cost incurred before the end of a construction period. In financial statements prepared using the economic resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expense in the period in which the cost is incurred. Such interest cost should not be capitalized as part of the historical cost of a capital asset.

The GASB has issued several pronouncements prior to June 30, 2019, that have effective dates that may impact future financial presentations. The impact of the implementation of these Statements to the City's financial Statements has not been assessed at this time.

Statement No. 84, *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

C. New Accounting Pronouncements (Continued)

Statement No. 87, *Leases*. This statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this statement are effective for reporting periods beginning after December 15, 2019.

Statement No. 90, *Major Equity Interests – An Amendment of GASB Statements No. 14 and No. 61*. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund. Those governments and funds should measure the majority equity interest at fair value. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

D. Cash and Investments

Cash and Cash Equivalents

For reporting purposes, cash and cash equivalents include cash in bank accounts and investments held by the City Treasurer in a cash management pool with maturities less than one year. These amounts are readily available for use by the respective funds.

Investments

The City's investments are stated at fair value.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy, as follows:

Level 1: Investments reflect prices quoted in active markets;

Level 2: Investments reflect prices that are based on similar observable assets either directly or indirectly, which may include inputs in markets that are not considered to be active; and

Level 3: Investments reflect prices based upon unobservable sources.

Investment Income

Investment income earned on pooled cash and investments is allocated monthly to the General Fund and those other funds for which such allocation is a legal contractual requirement based on the average month-end cash balances. Investment income from cash and investments with fiscal agents is credited directly to the related fund. Income from non-pooled investments is recorded in the appropriate fund based on the specific investments held by the trustee of the fund. Changes in the fair value of investments are recognized in investment income at the end of each year.

E. Receivables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is reported as "advances to/from other funds." All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Amounts due from individuals, organizations or other governmental units are recorded as receivables at year-end. These amounts include charges for services rendered, or for goods and material provided by the City, including amounts for unbilled services. Receivables are shown net of an allowance for uncollectible accounts where applicable.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

E. Receivables (Continued)

Notes receivable include both the current and long-term portions of loans issued by the City. Business development loans are reported in both special revenue and fiduciary funds. Notes receivable are reported as an asset in the amount of loan proceeds disbursed, net of allowance. Depending on the original funding source, the City reports unavailable revenue equal to the loan amount and recognizes a revenue when principal payments are received.

In the government-wide financial statements, receivables are recognized as revenue when earned. Receivables of the proprietary funds are recognized as revenue when earned, including services provided but not billed.

F. Capital Assets

The City's assets for governmental, business-type and fiduciary activities are capitalized at historical cost or estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. City policy has set the capitalization threshold at \$5,000. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets as follows:

Buildings	45 years
Improvements	
Paving, curbs, and lighting	20 years
Parks improvements	20 years
Sports courts	20 years
Landscaping	20-50 years
Equipment and machinery	3-50 years
Vehicles	10 years
Infrastructure Assets	
Roadway network	30-100 years
Waterways/seawalls	75 years
Storm drain system	50 years
Water and sewer systems	50 years

Infrastructure assets are defined as "long-lived capital assets" that are stationary in nature and normally can be preserved for a significantly greater number of years than most capital assets.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

F. Capital Assets (Continued)

Examples of infrastructure assets include roads, bridges, tunnels, drainage systems, water and sewer systems, dams and lighting systems. Land is valued at original cost without depreciation.

Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

G. Compensated Absences

Vacation leave and annual leave compensation pay is recorded as a liability when incurred within the Government-Wide and Proprietary Funds Financial Statements. Sick leave, which does not vest, is recorded in all funds when leave is taken. A liability for these amounts is reported in the Governmental Funds Financial Statements only if they have matured and are paid by the City subsequent to year-end.

Compensated absences are liquidated by the fund that has recorded the liability. The long-term portion of governmental activities compensated absences is liquidated primarily by the General Fund.

H. Net Pension Liability

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

I. Other Post-Employment Benefits (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the CalPERS plan governed by the Public Employees' Medical & Hospital Care Act (PEMHCA) and additions to/deductions from PEMHCA's fiduciary net position have been determined on the same basis as they are reported by PEMHCA.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

I. Other Post-Employment Benefits (OPEB) (Continued)

For this purpose, PEMHCA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

J. Deferred Outflows/Inflows of Resources

In addition to assets, the Statements of Net Position and Governmental Fund Balance Sheet report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports deferred outflows of resources related to pensions and OPEB, deferred outflows for charges on debt refunding, and deferred outflows on derivative instruments in the Government-Wide and Proprietary Fund Statements of Net Position. Deferred outflows for pension and OPEB contributions will be recognized in the subsequent fiscal year. Other deferred outflows on pension plans are amortized over 4.8 to 5 years on a straight-line basis. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the remaining life of the refunded or refunding debt. Gains or losses on Hedging Derivative Instruments are also reported as deferrals in the Statement of Net Position.

In addition to liabilities, the Statements of Net Position and Governmental Fund Balance Sheet report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The City has one item that qualifies for reporting in this category in the Governmental Fund Balance Sheet - unearned revenues. The governmental funds report unearned revenues from four sources: investment income, taxes, grants, and miscellaneous charges for services. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In addition, the City has deferred inflows of resources relating to the net pension obligation reported in the Government-Wide Statement of Net Position and the Proprietary Funds. The amounts related to pensions are deferred and amortized over a 4.8 to 5 year period on a straight-line basis.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

K. Fund Equity

The accompanying financial statements report the components of fund balances for governmental funds consistent with GASB 54.

Nonspendable fund balance - This includes amounts that cannot be spent because they are either not spendable in form (such as prepaid items) or legally or contractually required to be maintained intact (such as endowments).

Restricted fund balance - This includes amounts that can be spent only for specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

Committed fund balance - This includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the City Council. Commitments may be changed or removed by the City by a resolution.

Assigned fund balance - This includes amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The City Council delegated, per Resolution No. 14,102, the Chief Financial Officer to assign fund balance. Use of this component would be based on related Council documents that identifies an intent to use funds for a specific purpose that was not part of the formal resolution or ordinance of the Council.

Unassigned fund balance - this includes all amounts not included in other classifications. The General Fund is the only fund that reports a positive unassigned fund balance.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

K. Fund Equity (Continued)

In the Government-Wide Financial Statements, net position of the City includes the following categories:

Net investment in capital assets - This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets reduce this category.

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

Unrestricted net position - This resulting category presents the remaining City net position, and this measure of equity is unrestricted, legally or otherwise.

The accounting policies of the City consider restricted funds spent first when expenditure is incurred for purposes for which both restricted and unrestricted funds are available. When an expenditure is incurred for purpose for which amounts in any of the unrestricted classifications of fund balance could be used, the City considers committed amounts to be reduced first, followed by assigned amounts and then unassigned amounts.

Per Resolution No. 15,243, adopted June 18, 2019, the City Council will endeavor to maintain an operating reserve equal to 12% of General Fund operating budget, a decrease from the target reserve level of 18% in effect for fiscal year 2018-19. The operating reserve shall be available to: cover cash flow requirements; meet unanticipated revenue shortfalls; take advantage of unexpected opportunities; invest in projects with a rapid payback; ensure against physical or natural disasters; and provide interest earnings. The City will also endeavor to maintain operating reserves in the utility funds equal to 25% of operating budgets.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. **Summary of Significant Accounting Policies (Continued)**

L. **Property Taxes**

Property taxes are assessed and collected each fiscal year according to the following property tax calendar:

Valuation Date	January 1
Property Tax Year	July 1 to June 30
Due Dates	November 1 (first installment) and February 1 (second installment)
Delinquent Dates	December 10 (first installment), April 10 (second installment, and August 31 (unsecured)

Property taxes in the State of California are administered for all local agencies at the county level and consist of secured, unsecured, and utility tax rolls.

Property Valuation

Valuations are established by the Assessor of the County for the secured and unsecured property tax rolls; the utility property tax roll is valued by the California State Board of Equalization. Under the provisions of Article XIII A of the State Constitution, properties are assessed at 100% of full value. The value of real taxable property is based on fiscal year 1976 levels. From this base of assessment, subsequent annual increases in valuation are limited to a maximum of 2%. However, increases to full value are allowed for property improvements or upon change in ownership. Personal property is excluded from these limitations, and is subject to annual reappraisal.

Tax Levies

The county-wide tax levy for general revenue purposes is limited to 1% of full value, for a tax rate of \$1.00 per \$100 of assessed valuation. Tax rates for voter- approved indebtedness prior to passage of Proposition 13 are excluded from this limitation. Taxes are levied July 1 for both real and unsecured personal property based upon the assessed valuation as of the previous January 1 (lien date).

Property taxes are recognized as revenue in the period for which the taxes are levied. Therefore, the City recognizes revenue and a receivable, less any allowance for doubtful accounts deemed appropriate, for the entire tax levy in the period for which the taxes are levied. Accordingly, at June 30, 2019, the City has recorded property taxes receivable of \$1,397,434, which is included in due from other governments in the accompanying balance sheet.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

L. Property Taxes (Continued)

Tax Lien Dates

All lien dates attach annually on January 1 preceding the fiscal year for which the taxes are levied. Liens against real estate, and taxes on personal property, are not relieved by subsequent renewal or change in ownership.

Tax Collections

The County Treasurer-Tax Collector is responsible for all property tax collections. Taxes and assessments on the secured and utility rolls, which constitute a lien against the property, may be paid in two installments: the first installment is due on November 1 of the fiscal year and is delinquent if not paid by December 10; the second installment is due on February 1 of the fiscal year and is delinquent if not paid by April 10. Unsecured personal property taxes do not constitute a lien against real property unless the taxes become delinquent. Payment must be paid in one installment, which is delinquent if not paid by August 31 of the fiscal year. Significant penalties are imposed for late payments.

Tax Apportionments and Special District Augmentation Fund (SDAF)

Due to the nature of the county-wide maximum levy, it is not possible to identify general purpose tax rates for specific entities. Apportionments to local agencies are made by the County Auditor-Controller, based primarily on the ratio that each agency represented of the total county-wide levy for the three years prior to fiscal year 1979. The SDAF was established in order to provide greater flexibility in the allocation of the total levy to special districts under this basic apportionment method. Each special district makes a contribution from its base tax levy apportionment to the SDAF. Oversight governments of the special districts (cities or the county) can then reallocate this pool among special districts based on financing needs.

M. Utility Revenue

Utility revenue is recorded when earned. Customers are billed monthly. The estimated value of services provided, but unbilled at year-end, is included in the accompanying basic financial statements.

N. Use of Estimates

The preparation of the City's basic financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, deferred inflows of resources, the disclosure of contingent assets and liabilities at the date of the basic financial statements, and revenues and expenses during the reported period. Actual results could differ from those estimates.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

O. Budgets and Budgetary Accounting

The City develops and presents a one-year budget to the City Council. Annual operating and capital improvement expenditures are adopted by resolution. This resolution constitutes the authorized expenditures for the fiscal year. The City's annual budget is the legally-adopted expenditure control document of the City. Budgets are prepared on the modified accrual basis of accounting, consistent with generally accepted accounting principles (GAAP).

The City Council generally reauthorizes appropriations for continuing projects and activities. The City Council has the legal authority to amend the budget of any fund at any time during the fiscal year. The budgetary legal level of control (the level on which expenditures may not legally exceed appropriations) is generally at the fund level. Budgeted expenditures may be reallocated within a fund by the City Manager and within a department by the department director.

P. Encumbrances

Appropriations in governmental fund types are encumbered upon issuance of purchase orders for goods and/or services. Even though unencumbered appropriations lapse at the end of the fiscal year, unfilled purchase orders of the current year are carried forward and the next year's appropriations are likewise encumbered.

Q. Related Organizations

In November 2000, the City granted an exclusive right to operate, maintain, and manage the Performing Arts and Convention Center to the Oxnard Performing Arts Center Corporation. The City provides the Corporation an operating subsidy as provided for in the operating budget, which is subject to City Council approval. The operating subsidy provided for the year ended June 30, 2019 was \$1,173,881.

In addition, the City acts as the custodian of funds for the Corporation, including recording of deposits and disbursements. City employees also perform management functions for the Corporation. The Council approved the extension of the agreement between the City and the Corporation until December 31, 2019.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

I. Summary of Significant Accounting Policies (Continued)

R. Joint Ventures

The City participates in the Riverpark Reclamation and Recharge Authority (Riverpark JPA), which is a jointly-governed organization between the City and United Water Conservation District (UWCD). The Riverpark JPA was established for the purpose of joint ownership, financing, and administration of the development of land located within the City; and for the purpose of creating a public entity to secure grant funding and other public and private funding to reclaim mining pits for water recharge purposes to implement the Recharge Program and Reclamation Plan, and to undertake other groundwater recharge, groundwater quality, and water supply programs as the Board of Directors may find to be within the public interest. The Riverpark JPA is controlled by a four-member board consisting of two representatives each from the City and UWCD. None of the member entities exercise specific control over the budgeting and financing of the Authority's activities beyond their representation on the Board. Accounting services are provided by the City. The City has no financial responsibility for any of the JPA's liabilities. The City made no monetary contributions to assist in the operational expenses of the Authority during 2019. Complete financial statements may be obtained from the Finance Department, City of Oxnard, 300 W. 3rd St, Oxnard, CA 93030.

As of June 30, 2019, the JPA had total assets of \$1,103,327, total net position of \$1,103,327, and total revenues of \$44,381 for the year then ended.

S. Subsequent Events

In preparation of these financial statements, the City considered subsequent events through November 18, 2019, which is the date these financial statements were available to be issued.

II. DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

The City's cash and investments, including restricted investments with fiscal agents, consist of the following at June 30, 2019:

	AMOUNT
Petty cash	\$ 289,105
Deposits	24,501,922
Investments	<u>252,842,360</u>
Cash and investments	277,633,387
Restricted investments with fiscal agents	<u>120,443,489</u>
TOTAL	<u><u>\$ 398,076,876</u></u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

The City's deposits and investments are reflected in the accompanying basic financial statements as follows:

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	FIDUCIARY FUNDS	TOTAL
Cash and investments	\$ 140,606,651	\$ 121,624,794	\$ 15,401,942	\$ 277,633,387
Restricted investments with fiscal agents	18,979,521	13,349,707	88,114,261	120,443,489
TOTALS	<u>\$ 159,586,172</u>	<u>\$ 134,974,501</u>	<u>\$ 103,516,203</u>	<u>\$ 398,076,876</u>

Deposits Custodial Credit Risks

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's deposit policy requires deposits to be covered by federal depository insurance and collateral having a market value of 110% of the uninsured deposit. As of June 30, 2019, the City has a bank balance of \$23,081,867 in four bank accounts; of the bank balance, \$500,000 was insured and the balance was secured by collateral held by the City's agent in the agent's name. Deposits held by the Housing Authority are also insured or secured by collateral held by the Housing Authority's agent in the agent's name.

Investment Policy

The City's investment policy is intended to provide guidelines for the prudent investment of City funds, and to outline the policies for maximizing the efficiency of the City's cash management system. The policy of the City is to invest public funds in a manner which will provide high investment return with the maximum security while meeting the daily cash flow demands of the City and conforming to all state and local statutes governing the investment of public funds. The primary goals of the City are safety, liquidity, and yield in that priority order. The investment policy applies to the City's pooled investment fund which encompasses all monies under the direct oversight of the City Treasurer, including the General Fund, Special Revenue Funds, Capital Project Funds, Enterprise Funds, Internal Service Funds, and Fiduciary Funds and excluding restricted investments with fiscal agents and Oxnard Housing Authority funds.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**

A. **Cash and Investments (Continued)**

Authorized Investments

The City's investments are managed by the City Treasurer, fiscal agents (bond trustees acting in accordance with bond covenants), and authorized representatives of the Housing Authority. Investments managed by the City Treasurer and the Housing Authority are invested in accordance with the City and Housing Authority's investment policies, respectively. Investments managed by bond trustees are invested in accordance with provisions of the respective bond agreements. Investments in the City's Retirement Enhancement Defined Benefit Plan (Enhanced Retirement Trust Pool) are not subject to the City's investment policy.

The City's cash and investments by investments manager are as follows:

	<u>AMOUNT</u>
City Treasurer	\$262,918,509
Restricted investments held with Fiscal Agents	
Bond trustees for the City and its component units	37,019,049
Enhanced Retirement Trust Pool	82,431,700
Oxnard Housing Authority (includes investments held by fiscal agents)	<u>15,707,618</u>
TOTAL	<u><u>\$398,076,876</u></u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

Authorized Investments (Continued)

The City Treasurer has direct oversight over the City's pooled investment fund, which covers cash and investments of the City's governmental funds, proprietary funds (except for the Housing Authority), and trust and agency funds, which are invested in accordance with the City's investment policy. Allowable investments are detailed in the following table. The exception is the Enhanced Retirement Trust Pool, which is not subject to Government Code Section 53601.

INVESTMENT TYPES	AUTHORIZED BY INVESTMENT POLICY	MAXIMUM MATURITY (YEARS)	MAXIMUM PERCENTAGE OF PORTFOLIO	MAXIMUM INVESTMENT IN ONE ISSUER	MINIMUM RATINGS
<u>AUTHORIZED BY SECTION 53601</u>					
U.S. Treasury and agencies	Yes	5	None	None	None
Local agency bonds, notes	Yes	N/A	15%	None	None
Other bonds, notes, or evidences of indebtedness	Yes	N/A	15%	None	None
Bankers acceptances	Yes	180 days	40%	30%	None
Commercial paper	Yes	270 days	15%	10%	P1/A1
Negotiable CDs	Yes	5	30%	None	Aa/AA-
Certificate of deposit (CDs)	Yes	N/A	30%	None	A
Repurchase agreements	Yes	90 days	20%	None	None
Medium term notes	Yes	5	30%	None	A
Mutual funds	Yes	N/A	20%	None	None
LAIF, VCIP, CalTrust	Yes	N/A	None	None	None

The Housing Authority's investment policy, which is substantially the same as the City's, and related disclosures regarding its investments at June 30, 2019, are more fully disclosed in the financial statements for the Housing Authority, which may be obtained from the Housing Authority's Financial Services Division at 435 S D St, Oxnard, CA 93030.

The City Treasurer's investment pool is comprised of pooled deposits, investments, the State of California Local Agency Investment Fund (LAIF), and Ventura County Investment Pool (VCIP) investments. The City Treasurer's pooled investments are carried at fair value. The fair value is determined utilizing SunGard Securities Systems, the vendor providing investment reporting capability for the City Treasurer's Office, which provides pricing data from multiple industry sources. The fair value of LAIF and VCIP is determined by allocating the City's share of the investment pools' fair value as reported by LAIF and VCIP.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

Authorized Investments (Continued)

The City is a voluntary participant in LAIF which is considered an external investment pool. LAIF is part of the State's Pooled Money Investment Account (PMIA), which was established in 1953. Oversight of the PMIA is provided by the Pooled Money Investment Board (PMIB) and an in-house Investment Committee. The PMIB members are the State Treasurer, Director of Finance, and State Controller.

Direct oversight for LAIF is provided by the Local Agency Investment Advisory Board. The board consists of five members as designated by statute. The Chairman is the State Treasurer or his designated representative. Two members qualified by training and experience in the field of investment or finance and two members who are treasurers, finance or fiscal officers, or business managers employed by any county, city, or local district or municipal corporation of this state, are appointed by the State Treasurer. LAIF is required to invest in accordance with state statute.

The City is a voluntary participant in Ventura County Investment Pool (VCIP) which is considered an external investment pool. VCIP is for local public government agencies and school districts within Ventura County and is managed by the Ventura County Treasurer-Tax Collector. VCIP's portfolio must comply with the County's Investment Policy which is governed by the Ventura County Board of Supervisors. VCIP is rated by Standard and Poor's annually; the most recent is dated March 29, 2019 and is available via the Office of Ventura County Treasurer-Tax Collector's website.

Investments with fiscal agents are investments held by the bond trustee on behalf of the City or its component units and the Enhanced Retirement Trust Pool. In the case of bond trustees, the City selects the investment under the terms of the applicable trust agreement, directs the bond trustee to acquire the investment, and the bond trustee then holds the investment on behalf of the City and/or its component units. Proceeds of bonds administered by bond trustees are also generally covered under the City Treasurer's investment policy; however, specific provisions of each issuance are usually used in managing such investments. Several of the major differences are as follows:

- Allowance of investments in guaranteed investment contracts
- Allowance of investment maturities in excess of five years

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
A. **Cash and Investments (Continued)**

Authorized Investments (Continued)

For the Enhanced Retirement Trust Pool, the specific investments are managed by the trustee for the pool under guidelines approved by the City as follows:

Risk tolerance	Market risk
Time horizon	Long term
Income of liquidity needs	As requested
Account of trust restrictions	None
Unique needs and circumstances	None
Investment objective	Balanced
Strategic ranges	0%-20% Cash 25%-45% Fixed income 50%-70% Equity
Acceptable investments	Individual stocks Individual bonds Trustee funds External funds Index-based securities including Exchange-Traded Funds (ETF)
Fixed income guidelines	Maturity range 2-15 years Duration range 4-7 years
Equity guidelines	Investment grade - minimum credit The core portion of the equity allocation will consist of individual issues. Actively- managed mutual funds will be utilized for other market segments in accordance with the trustee's tactical strategy.

The primary goals of the balanced investment objective are growth of principal and income. It is expected that dividend and interest income will comprise a significant portion of the total return, although growth through capital appreciation is equally important.

For purposes of the Statement of Cash Flows of the proprietary fund types, cash and cash equivalents include all investments as the City operates an internal cash management pool which maintains the general characteristics of the demand deposit account.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

Interest Rate Risk

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

Information about the sensitivity of the fair value of the City's investments (including restricted investments held by bond trustees) to market interest rate fluctuation is provided by the following table that shows the distribution of the City's investments by maturity:

	INVESTMENT MATURITIES (IN YEARS)			TOTAL
	LESS THAN 1	1-5	MORE THAN 5	
Federal agency securities	\$ 29,435,435	\$ 140,733,574	\$ -	\$ 170,169,009
Ventura County Investment Pool	1,000,000	-	-	1,000,000
California Local Agency Investment Fund	78,733,351	-	-	78,733,351
Negotiable CD	-	2,940,000	-	2,940,000
Held by Trustee				
Money Market Fund	35,543,225	-	-	35,543,225
California Local Agency Investment Fund	2,468,564	-	-	2,468,564
TOTAL INVESTMENTS	<u>\$ 147,180,575</u>	<u>\$ 143,673,574</u>	<u>\$ -</u>	290,854,149
Enhanced Retirement Trust Pool				82,431,700
Cash in banks and on hand				<u>24,791,027</u>
TOTAL CASH AND INVESTMENTS				<u>\$ 398,076,876</u>

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City's investments that are not rated include negotiable CDs; however, these investments are covered by FDIC insurance.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

Presented below are the Standard and Poor's ratings for each investment type as of June 30, 2019:

INVESTMENT TYPE	AAA	AA+	AA	A	TOTAL
Federal agency securities	\$ -	\$ 170,169,009	\$ -	\$ -	\$ 170,169,009
Ventura County Investment Pool	1,000,000	-	-	-	1,000,000
TOTALS	<u>\$ 1,000,000</u>	<u>\$ 170,169,009</u>	<u>\$ -</u>	<u>\$ -</u>	171,169,009
NOT RATED					
California Local Agency Investment Fund					81,201,915
Money Market Fund					35,543,225
Enhanced Retirement Trust Pool					82,431,700
Negotiable CD					2,940,000
Total Investments					373,285,849
Cash in banks and on hand					24,791,027
TOTAL					<u>\$ 398,076,876</u>

Concentration of Credit Risk

Investments in the securities of any individual issuer, other than U.S. Treasury securities, mutual funds, and external investment funds that represent 5% or more of total entity-wide investments are as follows at June 30, 2019:

ISSUER	TYPE OF INVESTMENTS	AMOUNTS
Federal National Mortgage Assn.	Mortgage backed securities	\$ 13,437,295
Federal Home Loan Bank	Mortgage backed securities	124,960,030
Federal Farm Credit Bank	Mortgage backed securities	31,882,950

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure of custodial credit risk for deposits or investments, other than the provisions for deposits in the California Government Code that require that financial institutions secure deposits made by state local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having value of 150% of the secured public deposits.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

For investments identified herein as held by fiscal agent, the trustee selects the investment under the terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government.

Fair Value Measurements

The City has the following recurring fair value measurements as of June 30, 2019:

	INVESTMENTS AT FAIR VALUE			
	AS OF JUNE 30, 2019			
	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Investment Type				
Federal agency securities	\$ 170,169,009	\$ -	\$ -	\$ 170,169,009
California Local Agency Investment Fund	-	78,733,351	-	78,733,351
Ventura County Investment Pool	-	1,000,000	-	1,000,000
Negotiable CD	<u>2,940,000</u>	<u>-</u>	<u>-</u>	<u>2,940,000</u>
	<u>173,109,009</u>	<u>79,733,351</u>	<u>-</u>	<u>252,842,360</u>
Held by Trustees/Fiscal Agent				
Money Market Fund	35,543,225	-	-	35,543,225
California Local Agency Investment Fund	<u>-</u>	<u>2,468,564</u>	<u>-</u>	<u>2,468,564</u>
	<u>35,543,225</u>	<u>2,468,564</u>	<u>-</u>	<u>38,011,789</u>
Enhanced Retirement Trust Pool				
Mutual funds	<u>82,431,700</u>	<u>-</u>	<u>-</u>	<u>82,431,700</u>
	<u>82,431,700</u>	<u>-</u>	<u>-</u>	<u>82,431,700</u>
TOTAL INVESTMENTS AT FAIR VALUE	<u><u>\$ 291,083,934</u></u>	<u><u>\$ 82,201,915</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 373,285,849</u></u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
 B. **Receivables and Payables**

Accounts receivable and other receivables as of June 30, 2019 included in the accompanying Statement of Net Position primarily consist of the following:

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES
ACCOUNTS RECEIVABLE		
Utilities receivable	\$ 3,272	\$ 20,255,641
Grants receivable	5,659,323	-
Accounts receivable billed and accrued	5,946,363	4,280,719
Other receivables	1,695,643	1,847,749
	13,304,601	26,384,109
Allowance for uncollectible receivables	(2,406,464)	(1,384,305)
TOTALS	\$ 10,898,137	\$ 24,999,804

Accounts payable and other liabilities as of June 30, 2019 reported on the Statement of Net Position primarily consist of the following:

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES
ACCOUNTS PAYABLE AND OTHER LIABILITIES		
Accounts payable (due to vendors)	\$ 12,411,433	\$ 9,767,644
Other Liabilities		
Accrued payroll and benefits	9,978,483	1,332,287
Accrued interest	2,462,156	1,244,573
Other payables	1,131,063	980,069
Total Other Liabilities	13,571,702	3,556,929
TOTALS	\$ 25,983,135	\$ 13,324,573

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

C. Interfund Receivables and Payables

Total interfund receivables and payables at June 30, 2019, which are included in the Fund Financial Statements as due from/to other funds and advances to/from other funds, before eliminations, consist of the following:

	INTERFUND RECEIVABLE	INTERFUND PAYABLE	INTERFUND BALANCE	ELIMINATION	TOTAL
GOVERNMENTAL ACTIVITIES					
Due To/From Other Funds					
General Fund	\$ 5,921,153	\$ 2,113,680	\$ 3,807,473	\$ (3,935,991)	\$ (128,518)
Nonmajor governmental funds	-	3,119,118	(3,119,118)	3,119,118	-
Internal Service Fund	-	816,873	(816,873)	816,873	-
	<u>5,921,153</u>	<u>6,049,671</u>	<u>(128,518)</u>	<u>-</u>	<u>(128,518)</u>
Advances To/From Other Funds					
General Fund	-	856,237	(856,237)	-	(856,237)
Nonmajor governmental funds	-	152,909	(152,909)	-	(152,909)
Internal Service Fund	955,886	-	955,886	-	955,886
	<u>955,886</u>	<u>1,009,146</u>	<u>(53,260)</u>	<u>-</u>	<u>(53,260)</u>
Total Governmental Activities	<u>6,877,039</u>	<u>7,058,817</u>	<u>(181,778)</u>	<u>-</u>	<u>(181,778)</u>
BUSINESS-TYPE ACTIVITIES					
Due To/From Other Funds					
Water	1,288,163	59,620	1,228,543	(1,100,025)	128,518
Wastewater	59,620	-	59,620	(59,620)	-
Environmental resource	-	1,159,645	(1,159,645)	1,159,645	-
	<u>1,347,783</u>	<u>1,219,265</u>	<u>128,518</u>	<u>-</u>	<u>128,518</u>
Advances To/From Other Funds					
Water	943,866	-	943,866	-	943,866
Environmental resource	65,280	-	65,280	-	65,280
Oxnard Housing Authority	-	955,886	(955,886)	-	(955,886)
	<u>1,009,146</u>	<u>955,886</u>	<u>53,260</u>	<u>-</u>	<u>53,260</u>
Total Business-type Activities	<u>2,356,929</u>	<u>2,175,151</u>	<u>181,778</u>	<u>-</u>	<u>181,778</u>
TOTALS	<u>\$ 9,233,968</u>	<u>\$ 9,233,968</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The interfund balances at June 30, 2019 are loans to cover temporary cash deficits in various funds. In addition, amounts are recorded representing the net internal receivable from governmental activities to business-type activities representing charges in excess of cost of the internal service funds of \$2,440,699 in the current year.

D. Interfund Transfers

Interfund transfers generally fall within one of the following categories:

- Debt service payments made from a debt service fund but funded from an operating fund;
- Program support that generally reflects subsidies and allocations between funds; and

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

D. Interfund Transfers (Continued)

- Transfers of capital assets from governmental activities to water and wastewater enterprise funds.

There were no transfers during Fiscal Year 2018-2019 that were either non-routine in nature or inconsistent with the activities of the fund making the transfer. The following transfers in and out are reflected in the Fund Financial Statements for the year ended June 30, 2019:

		TRANSFERS	TRANSFERS	NET		
		IN	OUT	TRANSFERS	ELIMINATIONS	TOTAL
GOVERNMENTAL ACTIVITIES						
General Fund	Program support	\$ 2,969,986	\$ 4,209,385	\$ (1,239,399)	\$ 212,293	\$ (1,027,106)
General Fund	Debt service	-	7,146,317	(7,146,317)	7,146,317	-
Developer Fees	Program support	-	68,930	(68,930)	68,930	-
Developer Fees	Debt service	-	602,214	(602,214)	602,214	-
Nonmajor governmental fund:	Program support	350,963	69,738	281,225	(281,225)	-
Nonmajor governmental fund:	Debt service	7,779,526	-	7,779,526	(7,779,526)	-
Internal Service Fund	Program support	-	30,997	(30,997)	30,997	-
Total Governmental Activities		<u>11,100,475</u>	<u>12,127,581</u>	<u>(1,027,106)</u>	<u>-</u>	<u>(1,027,106)</u>
BUSINESS-TYPE ACTIVITIES						
Water	Program support	-	28,064	(28,064)	-	(28,064)
Wastewater	Program support	12,070,281	12,010,861	59,420	-	59,420
Environmental Resource	Program support	-	274,401	(274,401)	-	(274,401)
Total Business-Type Activities		<u>13,340,432</u>	<u>12,313,326</u>	<u>1,027,106</u>	<u>-</u>	<u>1,027,106</u>
TOTAL GOVERNMENT-WIDE STATEMENTS						
		<u>\$ 24,440,907</u>	<u>\$ 24,440,907</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

E. Notes Receivable

At June 30, 2019, the City's net notes receivable consisted of the following:

	BALANCE JULY 1, 2018	PRIOR-PERIOD ADJUSTMENT	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2019
GOVERNMENTAL ACTIVITIES					
Residential Notes Receivable					
CalHOME Loans	\$ 3,052,618	- \$ -	\$ 130,276	\$ 91,725	\$ 3,091,169
BEGIN Loans	3,241,595	- -	482,225	454,550	3,269,270
CDBG Loans	3,788,286	- -	277,051	212,114	3,853,223
HOME Loans	9,946,028	- -	426,624	728,955	9,643,697
NSP Loans	955,364	- -	-	657,814	297,550
HERO Loans	568,120	- -	-	399,648	168,472
Other	2,234,766	- -	220,310	-	2,455,076
Allowance for doubtful accounts	(13,209,086)	- -	-	(1,158,892)	(12,050,194)
	<u>10,577,691</u>	<u>-</u>	<u>1,536,486</u>	<u>1,385,914</u>	<u>10,728,263</u>
Developer Notes Receivable					
* Las Villas de Paseo Nuevo	7,000,000	- -	-	-	7,000,000
CRFL Family Apartments	14,277,022	- -	-	-	14,277,022
Colonial House	4,200,000	- -	-	-	4,200,000
Paseo Santa Clara	2,200,000	- -	-	-	2,200,000
Paseo Del Rio	2,700,000	- -	-	-	2,700,000
* Terraza de Las Cortes	3,300,000	- -	-	-	3,300,000
* Las Cortes	590,000	- -	3,082,319	-	3,672,319
Villa Madera	1,600,000	- -	-	-	1,600,000
Sonata at Riverpark	3,000,000	- -	-	-	3,000,000
Many Mansions	328,694	- -	-	-	328,694
Other	541,778	- -	-	9,968	531,810
Allowance for doubtful accounts	(405,402)	- -	(3,082,319)	-	(3,487,721)
	<u>39,332,092</u>	<u>-</u>	<u>-</u>	<u>9,968</u>	<u>39,322,124</u>
	<u>49,909,783</u>	<u>-</u>	<u>1,536,486</u>	<u>1,395,882</u>	<u>50,050,387</u>
BUSINESS-TYPE ACTIVITIES					
Wastewater Loans	932,400	- -	-	44,400	888,000
Oxnard Housing Authority	243,307	2,050,000	-	243,307	2,050,000
	<u>1,175,707</u>	<u>2,050,000</u>	<u>-</u>	<u>287,707</u>	<u>2,938,000</u>
TOTAL GOVERNMENT-WIDE STATEMENTS					
	<u>\$ 51,085,490</u>	<u>\$ 2,050,000</u>	<u>\$ 1,536,486</u>	<u>\$ 1,683,589</u>	<u>\$ 52,988,387</u>

* Parties are related to the Oxnard Housing Authority

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

E. Notes Receivable (Continued)

GOVERNMENTAL ACTIVITIES

Residential Notes Receivable

The City offers loans to qualifying low-income individuals and families who require financial assistance for home-buying, home repairs, or mobile home replacements. Residential outstanding loans at June 30, 2019 include the following programs: Home Investment Partnership Program (HOME), Community Development Block Grants (CDBG), Building Equity and Growth in Neighborhoods Program (BEGIN), Neighborhood Stabilization Program (NSP), Historic Enhancement Revitalization of Oxnard (HERO), and CalHome Program. Summarized in the table below are these programs' average outstanding loan amount, interest rate, average outstanding term, and forgiveness policy. Majority of the home loan programs are forgivable at the end of term. Any default on the agreement, such as transfer of ownership or failure of homeowner to live in the unit causes the loan to be due and payable immediately. The City secures these loans by placing a lien on the property by recording a Deed of Trust with the Ventura County Recorder's Office for the loan amount.

<u>PROGRAM</u>	<u>AMOUNT</u>	<u>INTEREST</u>	<u>TERM</u>	<u>FORGIVABLE</u>
Cal HOME	\$ 29,000	3.00 %	30	No
BEGIN	26,000	3.00	30	No
CDBG	24,000	-	20	Yes
HOME	19,000	-	12	Yes
NSP	41,000	-	20	Yes
HERO	11,000	-	6	Yes
Other	17,000	-	24	Yes

Developer Notes Receivable

The City entered into loan agreements with several developers for affordable housing and mixed-use projects. The terms of the loans include annual installments from residual receipts. The loans bear simple interest at a rate of 1%-4% per year maturing between 24-55 years from the completion of the project. The City secured these loans with a deed of trust for the loan amount.

Three of the affordable housing loans in the aggregate amount of \$10,890,000, net of allowance of \$3,082,319 as of June 30, 2019, are loans to parties related the Oxnard Housing Authority.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
 E. **Notes Receivable (Continued)**

BUSINESS-TYPE ACTIVITIES

Septic to Sewer Project

The City provided financial assistance to property owners affected by the California Regional Water Quality Control Board Resolution No. 99-13 of 1999, which prohibited the installation of new septic systems and called for the removal of existing septic systems in the area by 2008. The loans are interest free and payment plans are based on individual agreements.

F. **Capital Assets**

Changes in the City's capital assets for the year ended June 30, 2019 consisted of the following:

	BALANCE JULY 1, 2018	INCREASES	DECREASES	TRANSFERS	BALANCE JUNE 30, 2019
GOVERNMENTAL ACTIVITIES					
Properties Held for Resale					
Properties Held for Resale	\$ -	\$ 570,000	\$ -	\$ -	\$ 570,000
Total Properties Held for Resale	<u>-</u>	<u>570,000</u>	<u>-</u>	<u>-</u>	<u>570,000</u>
Capital Assets, Not Being Depreciated					
Land	1,418,638,429	20,050	-	-	1,418,658,479
Construction in progress	<u>11,353,871</u>	<u>5,446,320</u>	<u>(6,713,350)</u>	<u>-</u>	<u>10,086,841</u>
Total Capital Assets, Not Being Depreciated	<u>1,429,992,300</u>	<u>6,036,370</u>	<u>(6,713,350)</u>	<u>-</u>	<u>1,429,315,320</u>
Capital Assets, Being Depreciated					
Artwork	87,000	-	-	-	87,000
Buildings	122,579,665	633,742	-	-	123,213,407
Improvements other than buildings	105,724,477	2,266,976	-	-	107,991,453
Equipment and machinery	17,251,465	1,797,821	(327,723)	-	18,721,563
Vehicles	24,778,656	2,385,141	(432,488)	-	26,731,309
Infrastructure	<u>683,382,302</u>	<u>3,535,525</u>	<u>-</u>	<u>-</u>	<u>686,917,827</u>
Total Capital Assets, Being Depreciated	<u>953,803,565</u>	<u>10,619,205</u>	<u>(760,211)</u>	<u>-</u>	<u>963,662,559</u>
Less: Accumulated Depreciation					
Artwork	(87,000)	-	-	-	(87,000)
Buildings	(39,832,052)	(2,510,560)	-	-	(42,342,612)
Improvements other than buildings	(27,397,552)	(2,622,635)	-	-	(30,020,187)
Equipment and machinery	(12,908,989)	(1,057,857)	257,759	-	(13,709,087)
Vehicles	(18,245,941)	(1,204,020)	432,487	-	(19,017,474)
Infrastructure	<u>(204,370,684)</u>	<u>(17,247,343)</u>	<u>-</u>	<u>-</u>	<u>(221,618,027)</u>
Total Accumulated Depreciation	<u>(302,842,218)</u>	<u>(24,642,415)</u>	<u>690,246</u>	<u>-</u>	<u>(326,794,387)</u>
Total Capital Assets, Being Depreciated, Net	<u>650,961,347</u>	<u>(14,023,210)</u>	<u>(69,965)</u>	<u>-</u>	<u>636,868,172</u>
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	<u>\$ 2,080,953,647</u>	<u>\$ (7,986,840)</u>	<u>\$ (6,783,315)</u>	<u>\$ -</u>	<u>\$ 2,066,183,492</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)
F. Capital Assets (Continued)

	BALANCE JULY 1, 2018	INCREASES	DECREASES	TRANSFERS	BALANCE JUNE 30, 2019
BUSINESS-TYPE ACTIVITIES					
Capital Assets, Not Being Depreciated					
Land	\$ 17,042,077	\$ -	\$ -	\$ -	\$ 17,042,077
Construction in progress	16,017,818	4,131,772	(4,687,697)	-	15,461,893
Total Capital Assets, Not Being Depreciated					
Depreciated	<u>33,059,895</u>	<u>4,131,772</u>	<u>(4,687,697)</u>	<u>-</u>	<u>32,503,970</u>
Capital assets, Being Depreciated					
Buildings	245,063,407	550,511	(423,842)	-	245,190,076
Improvements other than buildings	9,152,161	-	-	-	9,152,161
Equipment and machinery	111,753,606	6,095,735	(1,650,350)	-	116,198,991
Infrastructure	<u>407,641,872</u>	<u>4,016,784</u>	<u>(38,173)</u>	<u>-</u>	<u>411,620,483</u>
Total Capital Assets, Being Depreciated	<u>773,611,046</u>	<u>10,663,030</u>	<u>(2,112,365)</u>	<u>-</u>	<u>782,161,711</u>
Less: Accumulated Depreciation					
Buildings	(108,788,170)	(5,034,319)	330,277	-	(113,492,212)
Improvements other than buildings	(4,606,114)	(221,278)	-	-	(4,827,392)
Equipment and machinery	(54,802,114)	(3,989,765)	1,237,550	-	(57,554,329)
Infrastructure	<u>(126,123,421)</u>	<u>(7,802,484)</u>	<u>33,640</u>	<u>-</u>	<u>(133,892,265)</u>
Total Accumulated Depreciation	<u>(294,319,819)</u>	<u>(17,047,846)</u>	<u>1,601,467</u>	<u>-</u>	<u>(309,766,198)</u>
Total Capital Assets, Being Depreciated, Net	<u>479,291,227</u>	<u>(6,384,816)</u>	<u>(510,898)</u>	<u>-</u>	<u>472,395,513</u>
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET	<u>512,351,122</u>	<u>(2,253,044)</u>	<u>(5,198,595)</u>	<u>-</u>	<u>504,899,483</u>
TOTALS	<u>2,593,304,769</u>	<u>(10,239,884)</u>	<u>(11,981,910)</u>	<u>-</u>	<u>2,571,082,975</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**

F. **Capital Assets (Continued)**

For the year ended June 30, 2019 depreciation expense on capital assets was charged as follows:

	<u>AMOUNT</u>
GOVERNMENTAL ACTIVITIES	
Administration and support	\$ 18,467,495
Public safety	1,072,885
Transportation (highways and streets)	417,421
Community development	1,351,494
Culture and leisure	2,219,356
Libraries	589,340
Capital assets held by the City's internal service fund	<u>524,426</u>
TOTAL GOVERNMENTAL ACTIVITIES	
DEPRECIATION EXPENSE	<u><u>\$ 24,642,417</u></u>
BUSINESS-TYPE ACTIVITIES	
Water	\$ 7,257,467
Wastewater	7,781,253
Environmental resources	1,337,860
Oxnard Housing Authority	<u>671,308</u>
TOTAL BUSINESS-TYPE ACTIVITIES	
DEPRECIATION EXPENSE	<u><u>\$ 17,047,888</u></u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

G. Long-term Debt

The following is a summary of changes in long-term debt. Certain long-term debt provide financing to both governmental and business-type activities. The following table presents balances and activity for the City's fiscal year ended June 30, 2019:

	BALANCE JULY 1, 2018	ADDITIONS	REDUCTIONS	BALANCE JUNE 30, 2019	DUE WITHIN ONE YEAR
GOVERNMENTAL ACTIVITIES					
Lease Revenue Bonds					
Lease revenue refunding bonds, series 2011	\$ 19,435,000	\$ -	\$ 455,000	\$ 18,980,000	\$ 505,000
Lease revenue refunding bonds, series 2014	13,830,000	-	975,000	12,855,000	1,020,000
Lease revenue refunding bonds, series 2018	27,825,000	-	1,330,000	26,495,000	1,355,000
Unamortized premiums	6,044,852	-	206,708	5,838,144	-
Unamortized discounts	(194,496)	-	(10,805)	(183,691)	-
Certificate of Participation					
Gas tax revenue certificate of participation	22,180,000	-	720,000	21,460,000	745,000
Lease Purchase Agreements					
2012 Lease purchase	3,635,806	-	353,797	3,282,009	313,272
2014 Lease Purchase	12,891,695	-	745,000	12,146,695	780,000
Capital Leases- Direct Borrowings					
B of A Capital Lease 2009					
2009 CIP lease purchase, draw #1	171,715	-	113,178	58,537	58,536
2009 CIP lease purchase, draw #10	296,404	-	115,070	181,333	119,694
2009 CIP lease purchase, draw #13	331,549	-	331,549	-	-
2009 CIP lease purchase, draw #19	330,072	-	163,394	166,678	166,678
2009 CIP lease purchase, draw #20	37,862	-	37,862	-	-
B of A Capital Lease 2018	5,000,000	-	774,741	4,225,259	795,266
TOTAL GOVERNMENTAL ACTIVITIES	\$ 111,815,458	\$ -	\$ 6,310,494	\$ 105,504,965	\$ 5,858,447

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)
G. Long-term Debt (Continued)

	BALANCE JULY 1, 2018 AS RESTATED	ADDITIONS	REDUCTIONS	BALANCE JUNE 30, 2019	DUE WITHIN ONE YEAR
BUSINESS-TYPE ACTIVITIES					
Water Fund					
Revenue Bonds					
Water revenue project bonds, series 2006	45,095,000	-	45,095,000	-	-
Water revenue project bonds, series 2010A	6,940,000	-	1,610,000	5,330,000	\$1,695,000
Water revenue project bonds, series 2010B	83,670,000	-	-	83,670,000	-
Water revenue refunding bonds, series 2012	6,855,000	-	455,000	6,400,000	475,000
Water revenue refunding bonds, series 2014	29,932,419	-	1,392,368	28,540,051	1,446,028
Water revenue refunding bonds, series 2018	-	40,370,000	-	40,370,000	1,110,000
Unamortized premiums	1,104,911	3,991,424	749,003	4,347,333	-
Unamortized discounts	(651,823)	-	(31,929)	(619,894)	-
TOTAL WATER FUND	\$ 172,945,508	\$ 44,361,424	\$ 49,269,442	\$ 168,037,490	\$ 4,726,028
Wastewater Fund					
Revenue Bonds					
Wastewater revenue bonds, series 2004B	14,675,000	-	14,675,000	-	-
Wastewater revenue bonds, series 2006	9,385,000	-	9,385,000	-	-
Wastewater revenue refunding bonds, series 2013	6,460,073	-	3,183,905	3,276,168	3,276,168
Wastewater revenue refunding bonds, series 2014	71,985,000	-	-	71,985,000	-
Wastewater revenue refunding bonds, series 2018	-	24,550,000	1,250,000	23,300,000	1,360,000
Unamortized premiums	7,687,005	2,240,584	558,051	9,369,538	-
Capital Leases- Direct Borrowings					
2009 CIP lease purchase, draw #18	73,702	-	48,772	24,930	24,930
TOTAL WASTEWATER FUND	\$ 110,265,780	\$ 26,790,584	\$ 29,100,728	\$ 107,955,636	\$ 4,661,098
Environmental Resources Fund					
Capital Lease- Direct Borrowings					
B of A Capital Lease 2018	\$ 5,000,000	\$ -	\$ 434,555	\$ 4,565,445	\$ 447,938
TOTAL ENVIRONMENTAL RESOURCES FUND	\$ 5,000,000	\$ -	\$ 434,555	\$ 4,565,445	\$ 447,938
Oxnard Housing Authority Fund					
Direct Borrowings					
Note payable	\$ 269,710	\$ -	\$ -	\$ 269,710	\$ 269,710
2004 Capital Fund Revenue Bonds	2,290,000	-	335,000	1,955,000	355,000
TOTAL OXNARD HOUSING AUTHORITY FUND	\$ 2,559,710	\$ -	\$ 335,000	\$ 2,224,710	\$ 624,710
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 290,770,998	\$ 71,152,008	\$ 79,139,725	\$ 282,783,281	\$ 10,459,774
TOTALS	\$ 402,586,456	\$ 71,152,008	\$ 85,450,218	\$ 388,288,246	\$ 16,318,221

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
G. **Long-term Debt (Continued)**

Description of Long-term Debt

Bonds and Certificate of Participation

Governmental Activities

Lease Revenue Refunding Bonds, Series 2011

Lease Revenue Refunding Bonds, Series 2011 were issued on June 9, 2011 in the amount of \$21,580,000. These bonds carry a net interest cost of 5.47% and mature on June 1, 2036. The proceeds of the bonds were used to pay the principal of and interest on the Bond Anticipation Notes, Series 2010. The outstanding balance as of June 30, 2019 is \$18,980,000. The lease payments on these bonds constitute obligations of the City's General Fund. Such obligation exists through the maturity date of the bonds at June 1, 2036.

Lease Revenue Project and Refunding Bonds, Series 2014

Lease Revenue Refunding Bonds, Series 2014 were issued on November 4, 2014 in the amount of \$21,225,000. These are fifteen-year bonds maturing in various amounts through June 1, 2029, with a net interest cost of 3.403%. The bonds were issued to refund the outstanding Lease Revenue Refunding Bonds, Series 2003A, finance the acquisition, construction, and improvement of certain streets and roadways within certain residential neighborhoods with the City, and pay the costs incurred in connection with the issuance of the bonds. The refunding resulted in an economic gain (difference between the present value of the old bonds and the present value of the new bonds) of \$4,962 and debt service savings of \$11,715. The total balance outstanding as of June 30, 2019 is \$12,855,000. The lease payments on these bonds constitute obligations of the City's General Fund. Such obligation exists through the maturity date of the bonds at June 1, 2029.

Lease Revenue Refunding Bonds, Series 2018

Lease Revenue Refunding Bonds, Series 2018 were issued on April 20, 2018 in the amount of \$28,810,000. These bonds carry a net interest cost of 3.51% and mature on June 1, 2036. The proceeds on the bonds were used to pay for the principal and interest on the Variable Rate Demand Lease Revenue Bonds, Series 2003B and 2006. This refunding resulted in an economic gain of \$965,987 and an estimated cash flow savings of \$1,160,111. The outstanding balance as of June 30, 2019 is \$26,495,000. The lease payments on these bonds constitute obligations of the City's General Fund. Such obligations exist through the maturity date of the bonds at June 1, 2036.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**

G. **Long-term Debt (Continued)**

Gas Tax Revenue Certificates of Participation (2007 Street Improvement Program)

Gas Tax Revenue Certificates of Participation were issued on December 18, 2007 in the amount of \$27,675,000. Proceeds from the sale of the certificates are to be used to reconstruct various streets throughout the City. The certificates are secured solely by gas tax revenues received from the State of California. Outstanding coupons on the certificates range from 4.0% to 4.75% with a final maturity of September 1, 2037. The outstanding balance as of June 30, 2019 is \$21,460,000. The Installment Payments that secure these certificates constitute obligations of the City's gas tax special revenue fund. Such obligation exists through the maturity date of the certificates at September 1, 2037.

Business-Type Activities

Water Revenue Project Bonds, Series 2006

The City has pledged all net water system revenues and all amounts on deposit in the Revenue Fund for the payment of Water Revenue Project Bonds, Series 2006 and the outstanding Parity Obligations. Parity Obligations as described on these bonds at the time of issuance were 2004 Installment Payments (refunded using proceeds of Water Revenue Refunding Bonds Series 2014) and 2001 Installment Payments (refunded using proceeds of Water Revenue Refunding Bonds Series 2012). These bonds were issued on April 20, 2006 in the amount of \$54,600,000. These bonds carried a net interest cost of 4.805% and were scheduled to mature on June 1, 2036. The proceeds from the sale of the bonds were used to pay for the costs of reconstruction, repair or replacement to the water system, including SCADA system improvement, industrial lateral reconnection, aquifer storage and recovery wells, Blending Station No. 3 expansion project, downtown cast iron replacement, hydraulic deficiencies, and the GREAT Program. These bonds were refunded in November 2018 using a portion of the proceeds from the sale of the Water Revenue Refunding Bonds, Series 2018.

Water Revenue Project Bonds, Series 2010A

The City has pledged all net water revenues and all amounts on deposit in the Revenue Fund for the payment of the 2010 Installment Payments and the outstanding Parity Obligations. Parity Obligations as described on these bonds are 2006 Installment Payments and 2004 Installment Payments (refunded using proceeds of Water Revenue Refunding Bonds Series 2014). These bonds were issued on February 11, 2010 in the amount of \$16,455,000. These bonds carry a net interest cost of 3.3729% and mature on June 1, 2022.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**

G. **Long-term Debt (Continued)**

Water Revenue Project Bonds, Series 2010A (Continued)

The proceeds from the sale of the bonds were used to finance a portion of the cost of certain capital improvements related to the GREAT program. The balance outstanding as of June 30, 2019 is \$5,330,000. The Installment Payments on these bonds are secured by a first priority lien on the net system revenues (as defined in the trust indenture) of the City's water fund. Such obligation exists through the maturity date of the bonds at June 1, 2022.

Water Revenue Project Bonds, Series 2010B

The City has pledged all net water revenues and all amounts on deposit in the Revenue Fund for the payment of the 2010 Installment Payments and the outstanding Parity Obligations. Parity Obligations as described on these bonds are 2006 Installment Payments and 2004 Installment Payments (refunded using proceeds of Water Revenue Refunding Bonds Series 2014). These bonds were issued on February 11, 2010 in the amount of \$83,670,000. These bonds, issued as Federally Taxable Build America Bonds under the American Recovery and Reinvestment Act of 2008, carry a net interest cost of 4.5287% and mature on June 1, 2040. The City receives an interest subsidy directly from the United States Treasury equal to 35% of each interest payment. Since 2013, approximately 6.2% - 8.7% of the expected subsidy has been sequestered by the U.S. Treasury, effectively reducing the interest subsidy to 32.5%. The proceeds from the sale of the bonds were used to finance a portion of the cost of certain capital improvements related to the GREAT program. The balance outstanding as of June 30, 2019 is \$83,670,000. The Installment Payments on these bonds are secured by a first priority lien on the net system revenues (as defined in the trust indenture) of the City's water fund. Such obligation exists through the maturity date of the bonds at June 1, 2040.

Water Revenue Refunding Bonds, Series 2012

The City has pledged all net water revenues and all amounts on deposit in the Revenue Fund for the payment of the 2012 Installment Payments and the outstanding Parity Obligations. Parity Obligations as described on these bonds are 2010 Installment Payments, 2006 Installment Payments, and 2004 Installment Payments (refunded using proceeds of Water Revenue Refunding Bonds Series 2014). These bonds were issued on April 4, 2012 in the amount of \$9,345,000. These bonds carry a net interest cost of 3.6196% and mature on June 1, 2022. A portion of the proceeds were used to advance refund all the outstanding principal amount of \$9,725,000 of the Water Revenue Refunding Bonds Series 2001. This refunding resulted in an economic gain of \$1,093,681 and a cash flow savings of \$1,446,323. The balance outstanding as of June 30, 2019 is \$6,400,000. The Installment Payments on these bonds are secured by a first priority lien on the net system revenues (as defined in the trust indenture) of the City's water fund. Such obligation exists through the maturity date of the bonds at June 1, 2022.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**

G. **Long-term Debt (Continued)**

Water Revenue Refunding Bonds, Series 2014

The City has pledged all net water revenues and all amounts on deposit in the Revenue Fund for the payment of the 2014 Installment Payments and the outstanding Parity Obligations. Parity Obligations as described on these bonds are 2012 Installment Payments, 2010 Installment Payments, and 2006 Installment Payments. The Installment Payments on these bonds are secured by a first priority lien on the net system revenues of the City's water Fund. These bonds were issued on June 3, 2014 in the amount of \$35,025,340. These bonds carry a net interest cost of 3.8% and mature on June 1, 2034. A portion of the proceeds were used to advance refund all the outstanding principal amount of \$37,840,000 of the Water Revenue Project Bonds, Series 2004. This refunding resulted in an economic gain of \$3,308,313 and a cash flow savings of \$3,808,815. The balance outstanding as of June 30, 2019 is \$28,540,051.

Water Revenue Refunding Bonds, Series 2018

The City has pledged all net water revenues and all amounts on deposit in the Revenue Fund for the payment of the 2018 Installment Payments and the outstanding Parity Obligations. Parity Obligations as described on these bonds are Series 2010A, 2010B, 2012 and 2014. The Installment Payments on these bonds are secured by a first priority lien on the net system revenues of the City's water fund. These bonds were issued on November 14, 2018 in the amount of \$40,370,000. These bonds carry a net interest cost of 3.9% and mature on June 1, 2036. A portion of the proceeds were used to advance refund all the outstanding principal amount of \$45,095,000 of the Water Revenue Project Bonds, Series 2006. This refunding resulted in an economic gain of \$4,833,224 and an estimated cash flow savings of \$6,558,001. The balance outstanding as of June 30, 2019 is \$40,370,000.

Wastewater Revenue Bonds, Series 2004B

Variable Rate Demand Wastewater Revenue Bonds, Series 2004B were issued on November 1, 2004 in the amount of \$23,975,000 and were scheduled to mature on June 1, 2034. The bond's variable rate coupons tracked the Securities Industry Financial Markets Association (SIFMA) Municipal Swap Index. The bond proceeds were used to finance the cost of certain capital improvements to the City's wastewater system (Headworks and Septic System Conversion Projects). The City entered into an interest rate exchange agreement with respect to the bonds with Royal Bank of Canada. The swap agreement was scheduled to terminate by its term on June 1, 2034. On August 26, 2008, the bonds were remarketed with the issuance of an irrevocable, direct-pay letter of credit by Union Bank of California, N.A. On July 17, 2013, Union Bank renewed the letter of credit through August 26, 2016.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**

G. **Long-term Debt (Continued)**

Wastewater Revenue Bonds, Series 2004B (Continued)

MUFG Union Bank subsequently granted extensions of the letter of credit through January 31, 2018. On January 25, 2018, the letter of credit was remarketed and replaced with an irrevocable direct-pay letter of credit by Wells Fargo through January 25, 2021. These bonds were refunded in November 2018 using a portion of the proceeds from the sale of the Wastewater Revenue Refunding Bonds, Series 2018. Both the letter of credit and the interest rate exchange agreement were terminated as part of the refunding.

Wastewater Revenue Bonds, Series 2006

Wastewater Revenue Bonds, Series 2006 were issued on April 27, 2006 in the amount of \$12,575,000. These bonds carried a net interest cost of 4.788% and were scheduled to mature on June 1, 2036. The proceeds from the sale of the bonds were used to finance the cost of certain capital improvements to the City's wastewater system (Headworks Project) to address master-planned increases in sewer capacity needs in the north and northwest portions of the City, and to correct existing wastewater system deficiencies. These bonds were refunded in November 2018 using a portion of the proceeds from the sale of the Wastewater Revenue Refunding Bonds, Series 2018.

Wastewater Revenue Refunding Bonds, Series 2013

The City has pledged all net system revenues to the payment of the Wastewater Revenue Refunding Bonds, Series 2013. Bonds were issued on October 30, 2013 in the amount of \$21,384,064 to refund \$21,205,000 in outstanding wastewater bonds issued on March 1, 2003. These bonds carry a net interest cost of 2.78% and mature on June 1, 2020. This refunding resulted in an economic gain of \$1,935,850 and a cash flow savings of \$2,115,161. The balance outstanding as of June 30, 2019 is \$3,276,168. The Installment Payments on these bonds are secured by a first priority lien on the net system revenues (as defined in the trust indenture) of the City's wastewater fund. Such obligation exists through the maturity date of the bonds at June 1, 2020.

Wastewater Revenue Refunding Bonds, Series 2014

Wastewater Revenue Refunding Bonds, Series 2014 were issued on November 18, 2014 in the amount of \$71,985,000 to refund the Wastewater Revenue Refunding Bonds, Series 2004 issued on June 22, 2004 with outstanding balance of \$80,000,000. These bonds carry a net interest cost of 4.211% and mature on June 1, 2034. The balance outstanding as of June 30, 2019 is \$71,985,000.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**

G. **Long-term Debt (Continued)**

Wastewater Revenue Refunding Bonds, Series 2014 (Continued)

The City has pledged all net wastewater revenues and all amounts on deposit in the Revenue Fund for the payment of the 2014 Installment Payments and the outstanding Parity Obligations.

Parity Obligations as described on these bonds are 2013 Installment Payments, 2006 Installment Payments, and 2004 Installment Payments. The Installment Payments on these bonds are secured by a first priority lien on the net system revenues (as defined in the trust indenture) of the City's wastewater fund. Such obligation exists through the maturity date of the bonds at June 1, 2034.

Wastewater Revenue Refunding Bonds, Series 2018

The City has pledged all net wastewater revenues and all amounts on deposit in the Revenue Fund for the payment of the 2018 Installment Payments and outstanding Parity Obligations. Parity Obligations as described on these bonds are Series 2013 and 2014. The Installment Payments on these bonds are secured by a first priority lien on the net system revenues of the City's wastewater fund. These bonds were issued on November 14, 2018 in the amount of \$24,550,000. These bonds carry a net interest cost of 3.6% and mature on June 1, 2034. A portion of the proceeds were used to advance refund all the outstanding principal amount of \$14,675,000 of the Wastewater Revenue Project Bonds, Series 2004B and \$9,385,000 of the Wastewater Revenue Project Bonds, Series 2006 and finance the termination payment with respect to an interest rate swap relating to the 2004 Bonds. This refunding resulted in an economic gain of \$1,812,042 and a cash flow savings of \$2,282,549. The balance outstanding as of June 30, 2019 is \$23,300,000.

Housing Authority 2004 Capital Fund Revenue Bonds

The Oxnard Housing Authority issued Affordable Housing Agency Certificates of Participation, Series 2004 (Oxnard's Santa Clara Projects) on April 26, 2004 in the amount of \$10,370,000, evidencing a proportionate ownership interest in debt service payments to be made with respect to certain Capital Fund Revenue Bonds, Series 2004, issued by the Oxnard and Santa Clara Housing Authorities in the amounts of \$5,820,000 and \$4,550,000, respectively. Each certificate represents a proportionate ownership interest of the holder in the right to receive debt service payments made with respect to the bonds. The obligation of the housing authorities under their respective bond indentures are independent and neither is obligated for the payment of principal or interest on the bonds of the other housing authority.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**

G. **Long-term Debt (Continued)**

Housing Authority 2004 Capital Fund Revenue Bonds (Continued)

The bonds were issued to finance certain capital projects of the Housing Authority, with interest ranging from 2.00% to 4.95%, maturing on April 1, 2024. The outstanding balance as of June 30, 2019 is \$1,955,000.

Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. During the current year, the City performed calculations of excess investment earnings on various bonds and financings. Liabilities were calculated for the issues and rebate payments were made as appropriate. No arbitrage liability existed at June 30, 2019.

Credit Rating

As of June 30, 2019, The City's issuer credit rating was "A" while maintaining ratings of "A-", "A" and "A-" for General (Lease Revenue), Water and Wastewater Funds, respectively.

Debt with Pledged Revenue

The City has pledged all net water system revenues and all amounts on deposit in the Revenue Fund for the payment of the bond Installment Payments and the outstanding Parity Obligations. The water net system revenues will not be used for any other purpose while any of the Installment Payments remain unpaid provided, however, that out of the net water system revenues, there may be apportioned such sums for purposes as permitted by the Installment Purchase Agreements.

Principal and interest paid for the current year and net water revenue were \$16,911,681 and \$24,860,648, respectively. The debt service coverage ratio of 147% is in compliance with the ratio required by bond covenants. Those covenants require coverage equal to at least 100% of debt payments plus unrestricted reserves equal to the difference between 125% of principal and interest payments and net water revenues.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**

G. **Long-term Debt (Continued)**

Debt with Pledged Revenue (Continued)

If the debt coverage ratio is below 100% of principal and interest payments the trustee can declare the bonds in default and pursue remedies provided for in the Installment Purchase Agreement.

The City has pledged all net wastewater system revenues and all amounts on deposit in the Revenue Fund for the payment of the bond Installment Payments and the outstanding Parity Obligations. The wastewater net system revenues will not be used for any other purpose while any of the Installment Payments remain unpaid provided, however, that out of the net wastewater system revenues, there may be apportioned such sums for purposes as permitted by the Installment Purchase Agreements.

Principal and interest paid for the current year and net wastewater revenue were \$9,796,461 and \$25,791,122, respectively. The debt service coverage ratio of 263% is in compliance with the ratio required by bond covenants. Those covenants require coverage equal to at least 100% of debt payments plus unrestricted reserves equal to the difference between 125% of principal and interest payments and net wastewater revenues. If the debt coverage ratio is below 100% of principal and interest payments the trustee can declare the bonds in default and pursue remedies provided for in the Installment Purchase Agreement.

The U.S. Department of Housing and Urban Development has approved the issuance of the Oxnard Housing Authority bonds and the certificates and has authorized the Authority to pledge and assign its Capital Fund Program monies to the payment of the bonds and, therefore, the certificates. During the year, \$818,733 of Capital Fund Grant revenue was earned, of which, \$335,000 was applied to the repayment of the bonds.

Lease Purchase Agreements

2012 Lease Purchase Agreement

On August 1, 2012, the City entered into a Lease Purchase Agreement with Capital One Public Funding, LLC in the amount of \$5,570,838, for the purpose of refinancing the 1999 Certificate of Participation, with interest rate of 3.54% and final maturity date on June 1, 2028. The refunding resulted in an overall cash flow savings of \$658,975 and economic gain of \$566,623, percentage savings of 9.3%. The outstanding balance as of June 30, 2019 is \$3,282,009. These lease payments constitute obligations of the City's General Fund. Such obligation exists through the maturity date of the lease at June 1, 2028.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
G. **Long-term Debt (Continued)**

2014 Lease Purchase Agreement

On January 1, 2014, the City entered into a Lease Agreement with Oxnard Fire Station, LLC for the lease of the Oxnard Fire Station #8 in the amount of \$13,813,065. Total lease payments beginning June 1, 2016 through December 31, 2031 amount to \$20,359,994, including interest of \$6,063,301. These lease payments constitute obligations of the City's General Fund. Such obligation exists through the maturity date of the lease at December 1, 2031. The outstanding balance as of June 30, 2019 is \$12,146,695.

The base rental is equal to the principal and interest payable with respect to the Revenue Bonds (Oxnard Fire Station Project) 2014 Series A and Revenue Bonds (Oxnard Fire Station Project) 2014 Series B (Taxable) issued by the California Municipal Finance Authority (Authority) in the amount of \$15,160,000 and \$220,000 respectively. The Authority loaned the proceeds of the bonds to Oxnard Fire Station, LLC to finance the construction of the Oxnard Fire Station #8.

Direct Borrowings - Governmental Activities

Capital Lease Obligations

B of A Capital Lease 2009

On September 1, 2009, the City entered into a Master Equipment Lease Purchase Line of Credit Agreement with Bank of America in an amount not to exceed \$10 million for the purpose of acquiring vehicles and other capital assets. Total machinery and equipment acquired under this lease was \$9,075,849. As of June 30, 2019, the total outstanding balance on this line of credit was \$406,548. Lease payments constitute obligations of the City's General Fund. Such obligation exists through the maturity date of the lease at October 1, 2020.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
G. **Long-term Debt (Continued)**

B of A Capital Lease 2018

On March 30, 2018, the City entered into an Equipment Lease/Purchase Agreement with Banc America Capital Corporation in an amount not to exceed \$5 million for the purpose of acquiring ERP software system, public safety communication equipment and vehicles, fire apparatus and vehicles, and other capital assets. As of June 30, 2019, the total outstanding balance on this line of credit was \$4,225,259. The lease payments constitute obligations of the City's General Fund. Such obligation exists through the maturity date of the lease, \$2 million due on March 30, 2023 and \$3 million due on March 30, 2025.

Direct Borrowings - Business-Type Activities

Capital Lease Obligations

B of A Capital Lease 2009

On September 1, 2009, the City entered into a Master Equipment Lease Purchase Line of Credit Agreement with Bank of America in an amount not to exceed \$10 million for the purpose of acquiring vehicles and other capital assets. Total machinery and equipment acquired under this lease was \$1,066,683. As of June 30, 2019, the total outstanding balance on this line of credit was \$24,930. The lease payments on these bonds constitute obligations of the City's Enterprise Funds. Such obligation exists through the maturity date of the lease at October 1, 2020.

B of A Capital Lease 2018

On March 30, 2018, the City entered into an Equipment Lease/Purchase Agreement with Banc America Capital Corporation in an amount not to exceed \$5 million for the purpose of acquiring refuse trucks, and vehicles. As of June 30, 2019, the total outstanding balance on this line of credit was \$4,565,445. The lease payments constitute obligations of the City's Environmental Resource Fund. Such obligation exists through the maturity date of the lease on March 30, 2025.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
G. **Long-term Debt (Continued)**

Housing Authority Community Development Commission Note Payable

The Authority entered into a note agreement dated July 21, 2009, secured by a deed of trust, in the amount of \$350,000 payable to the City of Oxnard Community Development Commission ("CDC") to finance the development of affordable housing units on Cuesta del Mar in the Southwinds Redevelopment Project Area in the City of Oxnard. The principal balance on the note bears interest at the rate of interest paid in the Local Agency Investment Fund (LAIF) plus 1% per annum. Payments are to be made annually, commencing on January 30, of the year following the issuance of the first Certificate of Occupancy for the project, and each January 30 thereafter. As of June 30, 2014, the project was considered permanently stalled and would not be completed. The loan is to be payable in one lump sum payment due sixty (60) days after the anniversary of the failure to complete project determination. There is an option to extend the repayment date for a period not to exceed two years as approved by the CDC's Director. The outstanding balance at June 30, 2019 is \$269,710.

Capital Lease Obligations are collateralized by equipment purchased and unspent proceeds held in escrow. In the event of default, the lender has the right to seize the collateral and/or call the debt.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
 G. **Long-term Debt (Continued)**

Debt Service

The annual debt service requirements are shown below for all long-term debt:

GOVERNMENTAL ACTIVITIES (1)	BONDS, COP, & CAPITAL LEASES		DIRECT BORROWINGS		TOTAL
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	
FISCAL YEAR					
2020	\$ 4,718,272	\$ 4,634,084	\$ 1,140,175	\$ 116,589.20	\$ 10,609,120
2021	4,947,974	4,412,695	877,973	86,869	10,325,511
2022	5,172,247	4,183,429	837,961	64,016	10,257,654
2023	5,406,135	3,947,441	860,162	41,815	10,255,553
2024	5,659,565	3,701,096	451,610	21,761	9,834,031
2025 - 2029	30,322,816	13,582,267	463,925	9,446	44,378,453
2030 - 2034	25,226,695	8,311,005	-	-	33,537,700
2035 - 2039	13,765,000	1,318,356	-	-	15,083,356
TOTALS	\$ 95,218,704	\$ 44,090,372	\$ 4,631,806	\$ 340,496	\$ 144,281,379

BUSINESS-TYPE ACTIVITIES (2)	BONDS, COP, & CAPITAL LEASES		DIRECT BORROWINGS		TOTAL
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	
FISCAL YEAR					
2020	\$9,717,196	\$ 14,238,043	\$ 742,578	\$ 136,506	\$24,834,323
2021	10,098,227	13,855,437	461,733	122,342	24,537,739
2022	10,588,850	13,360,824	475,953	108,122	24,533,749
2023	11,102,836	12,846,693	490,610	93,465	24,533,604
2024	11,620,064	12,286,341	505,719	78,356	24,490,480
2025 - 2029	64,303,720	52,205,767	2,183,492	152,808	118,845,786
2030 - 2034	81,125,326	34,149,910	-	-	115,275,236
2035 - 2039	53,845,000	15,501,155	-	-	69,346,155
2040-2046	12,425,000	869,750	-	-	13,294,750
TOTALS	\$ 264,826,219	\$ 169,313,920	\$ 4,860,085	\$ 691,599	\$ 439,691,822

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)
G. Long-term Debt (Continued)

Debt Service (Continued)

FISCAL YEAR	LEASE REVENUE REFUNDING BONDS SERIES 2011 (1)			LEASE REVENUE REFUNDING BONDS SERIES 2014 (1)		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2020	\$ 505,000	\$ 1,017,733	\$ 1,522,733	\$ 1,020,000	\$ 642,750	\$ 1,662,750
2021	560,000	992,483	1,552,483	1,075,000	591,750	1,666,750
2022	620,000	964,483	1,584,483	1,125,000	538,000	1,663,000
2023	675,000	938,133	1,613,133	1,185,000	481,750	1,666,750
2024	740,000	907,758	1,647,758	1,240,000	422,500	1,662,500
2025 - 2029	4,825,000	3,922,238	8,747,238	7,210,000	1,116,500	8,326,500
2030 - 2034	7,250,000	2,396,100	9,646,100	-	-	-
2035 - 2039	3,805,000	332,350	4,137,350	-	-	-
TOTALS	\$ 18,980,000	\$ 11,471,275	\$ 30,451,275	\$ 12,855,000	\$ 3,793,250	\$ 16,648,250

FISCAL YEAR	LEASE REVENUE REFUNDING BONDS SERIES 2018 (1)			2018 B OF A CAPITAL LEASE (1)		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2020	\$ 1,355,000	\$ 1,324,750	\$ 2,679,750	\$ 795,266	\$ 106,712	\$ 901,977
2021	1,390,000	1,257,000	2,647,000	816,334	85,643	901,977
2022	1,430,000	1,187,500	2,617,500	837,961	64,016	901,977
2023	1,465,000	1,116,000	2,581,000	860,162	41,815	901,977
2024	1,515,000	1,042,750	2,557,750	451,610	21,761	473,371
2025 - 2029	6,460,000	3,394,500	9,854,500	463,925	9,446	473,371
2030 - 2034	9,065,000	2,336,000	11,401,000	-	-	-
2035 - 2039	3,815,000	385,250	4,200,250	-	-	-
TOTALS	\$ 26,495,000	\$ 12,043,750	\$ 38,538,750	\$ 4,225,258	\$ 329,392	\$ 4,554,651

FISCAL YEAR	GAS TAX REVENUE CERTIFICATE OF PARTICIPATION ISSUED 2007 (1)			2009 MASTER EQUIPMENT LEASE PURCHASE (1)		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2020	\$ 745,000	\$ 962,800	\$ 1,707,800	\$ 344,909	\$ 9,878	\$ 354,787
2021	775,000	932,400	1,707,400	61,639	1,226	62,865
2022	810,000	899,395	1,709,395	-	-	-
2023	845,000	864,145	1,709,145	-	-	-
2024	880,000	827,480	1,707,480	-	-	-
2025 - 2029	5,005,000	3,502,974	8,507,974	-	-	-
2030 - 2034	6,255,000	2,216,250	8,471,250	-	-	-
2035 - 2039	6,145,000	600,756	6,745,756	-	-	-
TOTALS	\$ 21,460,000	\$ 10,806,200	\$ 32,266,200	\$ 406,548	\$ 11,104	\$ 417,652

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)
G. Long-term Debt (Continued)

Debt Service (Continued)

FISCAL YEAR	2012 LEASE PURCHASE (1)			2014 LEASE PURCHASE (1)		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2020	\$ 313,272	\$116,183	\$ 429,455	\$ 780,000	\$ 569,869	\$ 1,349,869
2021	327,974	105,093	433,067	820,000	533,969	1,353,969
2022	337,247	93,483	430,730	850,000	500,569	1,350,569
2023	351,135	81,544	432,679	885,000	465,869	1,350,869
2024	364,565	69,114	433,679	920,000	431,494	1,351,494
2025 - 2029	1,587,816	142,902	1,730,718	5,235,000	1,503,153	6,738,153
2030 - 2034	-	-	-	2,656,695	1,362,655	4,019,350
TOTALS	\$ 3,282,009	\$ 608,321	\$ 3,890,330	\$ 12,146,695	\$ 5,367,577	\$ 17,514,272

FISCAL YEAR	WATER REVENUE PROJECT BONDS SERIES 2010A (2)			WATER REVENUE PROJECT BONDS SERIES 2010B (2)		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST*	TOTAL
2020	\$1,695,000	\$ 277,675	\$ 1,972,675	\$ -	\$ 5,786,173	\$ 5,786,173
2021	1,770,000	199,925	1,969,925	-	5,786,173	5,786,173
2022	1,865,000	102,575	1,967,575	-	5,786,173	5,786,173
2023	-	-	-	1,970,000	5,786,173	7,756,173
2024	-	-	-	2,060,000	5,651,838	7,711,838
2025 - 2029	-	-	-	11,735,000	26,025,628	37,760,628
2030 - 2034	-	-	-	14,575,000	21,656,897	36,231,897
2035 - 2039	-	-	-	40,905,000	14,671,830	55,576,830
2040 - 2044	-	-	-	12,425,000	869,750	13,294,750
TOTALS	\$ 5,330,000	\$ 580,175	\$ 5,910,175	\$ 83,670,000	\$ 92,020,635	\$ 175,690,635

FISCAL YEAR	WATER REVENUE PROJECT BONDS SERIES 2012 (2)			WATER REVENUE REFUNDING BONDS SERIES 2014 (2)		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2020	\$ 475,000	\$ 256,619	\$ 731,619	\$ 1,446,028	\$ 1,084,522	\$ 2,530,550
2021	495,000	237,619	732,619	1,503,227	1,029,573	2,532,800
2022	515,000	212,869	727,869	1,558,850	972,450	2,531,300
2023	540,000	192,269	732,269	1,617,836	913,214	2,531,050
2024	550,000	176,069	726,069	1,680,064	851,736	2,531,800
2025 - 2029	3,125,000	535,794	3,660,794	9,403,720	3,251,782	12,655,502
2030 - 2034	700,000	28,875	728,875	11,330,326	1,323,676	12,654,002
TOTALS	\$ 6,400,000	\$ 1,640,113	\$ 8,040,113	\$ 28,540,051	\$ 9,426,953	\$ 37,967,004

*Interest is presented on a gross basis, excluding Build America Bonds subsidy from the US Treasury.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
 G. **Long-term Debt (Continued)**

Debt Service (Continued)

FISCAL YEAR	WATER REVENUE REFUNDING BONDS SERIES 2018 (2)			WASTEWATER REVENUE REFUNDING BONDS SERIES 2013 (2)		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2020	\$ 1,110,000	\$ 1,943,913	\$ 3,053,913	\$ 3,276,168	\$ 91,077	\$ 3,367,245
2021	1,165,000	1,888,413	3,053,413	-	-	-
2022	1,225,000	1,830,163	3,055,163	-	-	-
2023	1,280,000	1,768,913	3,048,913	-	-	-
2024	1,350,000	1,704,913	3,054,913	-	-	-
2025 - 2029	7,830,000	7,441,563	15,271,563	-	-	-
2030 - 2034	13,470,000	5,028,813	18,498,813	-	-	-
2035 - 2039	<u>12,940,000</u>	<u>829,325</u>	<u>13,769,325</u>	-	-	-
TOTALS	<u>\$ 40,370,000</u>	<u>\$ 22,436,013</u>	<u>\$ 62,806,013</u>	<u>\$ 3,276,168</u>	<u>\$ 91,077</u>	<u>\$ 3,367,245</u>

FISCAL YEAR	WASTEWATER REVENUE REFUNDING BONDS SERIES 2014 (2)			WASTEWATER REVENUE REFUNDING BONDS SERIES 2018 (2)		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2020	\$ -	\$ 3,599,250	\$ 3,599,250	\$ 1,360,000	\$ 1,105,000	\$ 2,465,000
2021	3,675,000	3,599,250	7,274,250	1,120,000	1,037,000	2,157,000
2022	3,855,000	3,415,500	7,270,500	1,180,000	981,000	2,161,000
2023	4,050,000	3,222,750	7,272,750	1,235,000	922,000	2,157,000
2024	4,250,000	3,020,250	7,270,250	1,300,000	860,250	2,160,250
2025 - 2029	24,670,000	11,691,500	36,361,500	7,540,000	3,259,500	10,799,500
2030 - 2034	<u>31,485,000</u>	<u>4,875,750</u>	<u>36,360,750</u>	<u>9,565,000</u>	<u>1,235,900</u>	<u>10,800,900</u>
TOTALS	<u>\$ 71,985,000</u>	<u>\$ 33,424,250</u>	<u>\$ 105,409,250</u>	<u>\$ 23,300,000</u>	<u>\$ 9,400,650</u>	<u>\$ 32,700,650</u>

FISCAL YEAR	2004 CAPITAL FUND REVENUE BONDS HOUSING AUTHORITY (2)		
	PRINCIPAL	INTEREST	TOTAL
2020	\$ 355,000	\$ 93,815	\$ 448,815
2021	370,000	77,485	447,485
2022	390,000	60,095	450,095
2023	410,000	41,375	451,375
2024	<u>430,000</u>	<u>21,285</u>	<u>451,285</u>
TOTALS	<u>\$ 1,955,000</u>	<u>\$ 294,055</u>	<u>\$ 2,249,055</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
 G. **Long-term Debt (Continued)**

Debt Service (Continued)

CITY OF OXNARD COMMUNITY DEVELOPMENT COMMISSION NOTE PAYABLE (2)						
FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL			
2020	\$ 269,710	\$ -	\$ 269,710			
TOTALS	\$ 269,710	\$ -	\$ 269,710			

2009 MASTER EQUIPMENT LEASE PURCHASE (2)				B OF A CAPITAL LEASE 2018 (2)		
FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2020	\$ 24,930	\$ 369	\$ 25,299	\$ 447,938	\$ 136,137	\$ 584,075
2021	-	-	-	461,733	122,342	584,075
2022	-	-	-	475,953	108,122	584,075
2023	-	-	-	490,610	93,465	584,075
2024	-	-	-	505,719	78,356	584,075
2025 - 2029	-	-	-	2,183,492	152,808	2,336,300
TOTALS	\$ 24,930	\$ 369	\$ 25,299	\$ 4,565,445	\$ 691,230	\$ 5,256,674

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
 G. **Long-term Debt (Continued)**

Special Assessment Bonds

There are various 1915 Act Improvement Districts and Mello-Roos Community Facilities Districts within the City, which have issued special assessment or special tax debt. The debt is secured by liens of special assessments or special taxes on the properties in the districts and is paid by the property owners. The City is not liable under any circumstance for the repayment of the debt, but is only acting as agent for the property owners in collecting the assessments and special taxes, forwarding the collections to fiscal agents to pay the bondholders, and initiating foreclosure proceedings when appropriate.

Accordingly, such special assessment debt is not reflected in the accompanying basic financial statements. Special assessment debt outstanding at June 30, 2019 is as follows:

	<u>AMOUNT</u>
Rice Avenue/Highway 101 Interchange Assessment District	
Local Obligation Revenue Bonds (2012 Special District Bond Refinancing to refund 1915 Act Limited Obligation Bonds)	\$ 9,160,000
City of Oxnard Community Facilities District 1 (Westport)	
Local Obligation Revenue Bonds (2012 Special District Bond Refinancing to refund CFD No. 2000-3 Bonds)	7,455,000
Oxnard Boulevard Interchange Community Facilities District 2000-3	
Local Obligation Revenue Bonds (2012 Special District Bond Refinancing to refund CFD No. 1 Bonds)	5,635,000
Oxnard Boulevard/Highway 101 Interchange Assessment District 2000-1	
1915 Act Improvement Limited Obligation Bonds	1,620,000
Community Facilities District No. 3	
Special Tax Refunding Bond 2013 (Seabridge Mandalay Bay)	<u>24,900,000</u>
TOTAL	<u><u>\$ 48,770,000</u></u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

H. Compensated Absences

The accrual for compensated absences was reported as follows as of June 30, 2019:

	BALANCE JULY 1, 2018	ADDITIONS	PAYMENTS	BALANCE JUNE 30, 2019	DUE WITHIN ONE YEAR
GOVERNMENTAL ACTIVITIES					
General Fund	\$ 15,249,023	\$ 9,280,902	\$ 9,250,262	\$ 15,279,663	\$ 10,050,917
Internal Service Fund	950,510	740,667	744,389	946,788	645,500
	<u>16,199,533</u>	<u>10,021,569</u>	<u>9,994,651</u>	<u>16,226,451</u>	<u>10,696,417</u>
BUSINESS-TYPE ACTIVITIES					
Water	499,122	394,451	424,292	469,281	382,500
Wastewater	488,130	570,535	525,725	532,940	455,000
Environmental resources	956,510	903,386	784,156	1,075,740	687,500
Oxnard Housing Authority	466,968	301,374	264,788	503,554	36,500
	<u>2,410,730</u>	<u>2,169,746</u>	<u>1,998,961</u>	<u>2,581,515</u>	<u>1,561,500</u>
TOTALS	<u>\$ 18,610,263</u>	<u>\$ 12,191,315</u>	<u>\$ 11,993,612</u>	<u>\$ 18,807,966</u>	<u>\$ 12,257,917</u>

Accrued compensated absences includes an adjustment of \$550,917 for California Labor Code Section 4850 benefits for public employees in a specified class.

I. Fund Balances

The following funds/subfunds had deficit fund balances as of June 30, 2019:

	AMOUNT
LMD #31-Rancho De La Rosa	\$ 30,191
Fund 172	422,756
Fund 177	11,012
Water Resource Grant	58,373
Fund 185	198,408
Transportation Grant	27,948
Gang Violence Suppression Grant	287,120
Homeland Security Grant	9,216
21st Century CLCP-ASES Program	19,097
CDBG Entitlement	5,498
Public Liability/Property Damage	4,249,598
Workers' Compensation	16,683,380
Information Services	398,338
Facilities Maintenance	2,208,953
Equipment Maintenance	5,773,405

Deficits in grant funds represent expenditures pending reimbursement by grantors or final closeout of grants. Deficits in risk management funds (Public Liability and Workers' Compensation) resulted from implementing more conservative actuarial assumptions regarding claims liabilities. The other internal service fund deficits are adjusted annually as part of regular budget reviews.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

II. DETAILED NOTES ON ALL FUNDS (Continued)

I. Fund Balances (Continued)

In prior years, the unassigned fund balance for the General Fund group included the amount outstanding of a loan approved by City Council in 2015 from the basic General Fund (101) to the Measure "O" (Half-Cent Sales Tax) Fund (104). Beginning this year, the amount of the loan outstanding is shown, instead, as Committed to Measure "O" eligible services on the balance sheet for Governmental Funds.

J. Prior-Period Adjustments

Effective July 1, 2019, the City made restatements to the fund balances as follows:

	NONMAJOR FUND	OXNARD HOUSING AUTHORITY
<u>Fund Balance</u>		
<u>Unadjusted Fund Balance</u>	\$ 57,219,638	\$ 15,416,001
<u>Correction of Errors</u>		
To record grant receivable adjustment	17,548	
To record note receivable and related interest	-	2,509,684
<u>Adjusted Fund Balance, July 1, 2018</u>	<u>\$ 57,237,186</u>	<u>\$ 17,925,685</u>

The net effect of the prior-period adjustments to change in net position for the year ended June 30, 2018 was not determined. The effect to net position for the year ended June 30, 2019 was \$17,548 for governmental activities and \$2,509,684 for business-type activities.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS

The City provides pension benefits to its employees through four defined benefit plans: CalPERS Miscellaneous Plan, CalPERS Police Plan, CalPERS Fire, and PARS Plan. Pension expense for all plans totaled \$41,891,105 for the year ended June 30, 2019. Total pension liabilities, fiduciary net position and net pension liabilities for all plans as of June 30, 2019 are as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Miscellaneous Plan	\$ 474,302,487	\$ 354,325,114	\$ 119,977,373
Safety – Police	379,107,460	281,039,679	98,067,781
Safety – Fire	159,582,794	108,401,880	51,180,914
PARS Retirement Enhancement Plan	93,832,628	77,306,831	16,525,797
TOTALS	<u>\$ 1,106,825,369</u>	<u>\$ 821,073,504</u>	<u>\$ 285,751,865</u>

1. California Public Employees' Retirement System

A. Retirement Plan Description

The City contributes to the California Public Employees' Retirement System (CalPERS), an agent multiple-employer public employee defined benefit plan, which acts as a common investment and administrative agent for participating public entities within the State of California. The City participates in agent multiple-employer plans for its Miscellaneous 2% at 55 and 2% at 62 and Police 3% at 50 and 2.7% at 57, and in the cost-sharing plan for its Fire 3% at 50 and 2.7% at 57. Benefit provisions and all other requirements are established by State statutes within the Public Employees' Retirement Law. City of Oxnard selects optimal benefit provisions and adopts those benefits through local ordinance. Copies of CalPERS' annual financial report may be obtained from the CalPERS Executive Office, 400 "P" Street, Sacramento, CA 95814 or from the CalPERS website <http://www.calpers.ca.gov>. During the year ended June 30, 2013, the California's Public Employees' Pension Reform Act (PEPRA) went into effect. PEPRA requires new benefits and member contributions for new members as defined by PEPRA that are hired after January 1, 2013. Employees who were CalPERS members before January 1, 2013 are considered "Classic Members."

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

B. Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment.

Classic members or PEPRA Safety members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. PEPRA Miscellaneous members become eligible for retirement at age 52 with at least five years of service. The service retirement benefit is a monthly allowance taking into account the benefit factor, years of service, and final compensation. The benefit factor depends on the benefit formula specified in the employer's contract. The years of service is the amount credited by CalPERS to a member while he or she is employed in this group. The final compensation is the monthly average of the member's highest 12 consecutive months' full-time equivalent monthly pay.

All members are eligible for nonduty disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The standard death benefit for Safety members is the Special Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

C. Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially-determined rate and the contribution rate of employees.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

C. Contributions (Continued)

Participants in the Miscellaneous and Safety plans are required to contribute a percentage of their annual covered salary. The City pays a portion of the contributions required of City employees on their behalf in accordance with respective memoranda of understanding (MOUs). The City is required to contribute the actuarially-determined remaining amounts necessary to fund the benefits for its members.

For the year ended June 30, 2019, the City's total contributions for the Miscellaneous and Safety Plans were \$30,242,219. The City's contributions recognized as part of the pension expense for the year ended June 30, 2019 was \$26,227,251 for the Miscellaneous and Safety Plans.

The Plan's provisions and benefits in effect at June 30, 2019 are summarized as follows:

	Miscellaneous	
	Prior to	On or After
Hire date	January 1, 2013	January 1, 2013
Benefit formula	2.0% at 55	2.0% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 67+	52 - 67+
Monthly benefits, as a percentage of eligible compensation	1.43% to 2.42%	1.00% to 2.50%
Required employee contribution rates	7.00%	6.00%
Required employer contribution rates plus unfunded accrued liability	8.039%	8.039%
	\$ 7,344,982	\$ -

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

C. Contributions (Continued)

	Safety – Police	
	Prior to	On or After
	January 1, 2013	January 1, 2013
Hire date		
Benefit formula	3.0% at 50	2.7% at 57
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 55+	50 - 57+
Monthly benefits as a percentage of eligible compensation	3.00%	2.00% to 2.70%
Required employee contribution rates	9.00%	13.75%
Required employer contribution rates plus unfunded accrued liability	24.483% \$ 6,837,182	24.483% \$ -

	Safety – Fire	
	Prior to	On or After
	January 1, 2013	January 1, 2013
Hire date		
Benefit formula	3.0% at 50	2.7% at 57
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life
Retirement age	50 - 55+	50 - 57+
Monthly benefits as a percentage of eligible compensation	3.00%	2.00% to 2.70%
Required employee contribution rates	9.00%	12.25%
Required employer contribution rates plus unfunded accrued liability	22.346% \$ 3,249,700	12.965% \$ 5,014

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

C. Contributions (Continued)

At June 30, 2018 (measurement date), the following employees were covered by the benefit terms of the Plan:

Plan Members	Number of Members		
	Miscellaneous Plan	Safety Plan - Police	Safety Plan - Fire
Active	962	226	113
Transferred	603	35	31
Terminated	1,291	37	11
Retired and beneficiaries	1,036	275	133
TOTALS	3,892	573	288

D. Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The June 30, 2018 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value
Actuarial Assumptions	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	Varies by Entry Age and Service
Payroll Growth	3.00%
Investment Rate of Return	7.5% Net of Pension Plan Investment and administrative expenses; includes inflation
Mortality Rate Table ¹	Derived using CalPERS Membership Data for all funds
Post Retirement Benefit Increase	Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power applies 2.75% thereafter

¹ The mortality table was developed based on CalPERS specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB.

All other actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality, and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

E. Discount Rate

The discount rate used to measure the total pension liability was 7.15%. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially-assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate of 7.15% is applied to all plans in the Public Employees Retirement Fund. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

The long-term expected rate of return on pension plan investments was determined using a building-block method 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.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

E. Discount Rate (Continued)

The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These geometric rates of return are net of administrative expenses.

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Rate of Return⁽¹⁾ Years 1 - 10</u>	<u>Rate of Return⁽²⁾ Years 11+</u>
Global Equity	47.00%	4.90%	5.38%
Global Fixed Income	19.00%	0.80%	2.27%
Inflation Sensitive	6.00%	0.60%	1.39%
Private Equity	12.00%	6.60%	6.63%
Real Estate	11.00%	2.80%	5.21%
Infrastructure and Forestland	3.00%	3.90%	5.36%
Liquidity	2.00%	-0.40%	-0.90%

⁽¹⁾ An expected inflation of 2.5% used for this period

⁽²⁾ An expected inflation of 3.0% used for this period

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

F. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions

The City's net pension liability is measured as the total pension liability less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2018, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017, rolled forward to June 30, 2018, using standard update procedures. The following tables show the plan fiduciary net position and the net pension liabilities for the Miscellaneous and Safety-Police Plans and the respective changes in net pension liabilities recognized over the measurement period.

Miscellaneous Plan	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2017 (Valuation Date)	<u>\$ 459,922,595</u>	<u>\$ 336,976,981</u>	<u>\$ 122,945,614</u>
Changes Recognized for the Measurement Period			
Service cost	8,114,517	-	8,114,517
Interest on the total pension liability	32,139,899	-	32,139,899
Changes of assumptions	(1,207,957)	-	(1,207,957)
Differences between expected and actual experience	(1,859,096)	-	(1,859,096)
Net Plan to plan resource movement	-	(823)	823
Employer contributions	-	9,799,970	(9,799,970)
Employee contributions (paid by employer)	-	3,693,461	(3,693,461)
Net investment income	-	28,185,278	(28,185,278)
Benefit payments, included refunds of employee contributions	(22,807,471)	(22,807,471)	-
Administrative expense	-	(525,103)	525,103
Other miscellaneous income/(expenses)	-	(997,179)	997,179
Net changes	<u>14,379,892</u>	<u>17,348,133</u>	<u>(2,968,241)</u>
Balance at June 30, 2018 (Measurement Date)	<u>\$ 474,302,487</u>	<u>\$ 354,325,114</u>	<u>\$ 119,977,373</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

F. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Safety – Police Plan	Total Pension	Plan Fiduciary	Net Pension
	Liability	Net Position	Liability/(Asset)
Balance at June 30, 2017 (Valuation Date)	<u>\$ 367,718,233</u>	<u>\$ 262,051,305</u>	<u>\$ 105,666,928</u>
Changes Recognized for the Measurement Period			
Service cost	8,907,068	-	8,907,068
Interest on the total pension liability	25,547,337	-	25,547,337
Changes of assumptions	(2,084,250)	-	(2,084,250)
Differences between expected and actual experience	(4,583,299)	-	(4,583,299)
Net Plan to Plan Resource Movement	-	(652)	652
Employer contributions	-	11,821,073	(11,821,073)
Employee contributions (paid by employer)	-	2,612,259	(2,612,259)
Net investment income	-	22,137,131	(22,137,131)
Benefit payments, included refunds of employee contributions	(16,397,629)	(16,397,629)	-
Administrative expense	-	(408,348)	408,348
Other miscellaneous income/(expenses)	-	(775,460)	775,460
Net changes	<u>11,389,227</u>	<u>18,988,374</u>	<u>(7,599,147)</u>
Balance at June 30, 2018 (Measurement Date)	<u>\$ 379,107,460</u>	<u>\$ 281,039,679</u>	<u>\$ 98,067,781</u>

The following shows the Safety – Fire Plan's proportionate share of the risk pool collective net pension liability over the measurement period.

Safety – Fire Plan	Total Pension	Plan Fiduciary	Net Pension	Proportionate
	Liability	Net Position	Liability/(Asset)	Share of the
Balance at June 30, 2017 (Valuation Date)	<u>\$ 155,101,344</u>	<u>\$ 104,216,639</u>	<u>\$ 50,884,705</u>	<u>0.51309%</u>
Net changes during 2017-2018	<u>4,481,450</u>	<u>4,185,241</u>	<u>296,209</u>	<u>0.01804%</u>
Balance at June 30, 2018 (Measurement Date)	<u>\$ 159,582,794</u>	<u>\$ 108,401,880</u>	<u>\$ 51,180,914</u>	<u>0.53113%</u>

The City's proportionate share of the collective net pension liability was determined by CalPERS based on the following allocation methodology:

The schedules of employer allocation by rate plan include three ratios:

- (1) *Actuarial Accrued Liability* - Determined based on the Actuarial Accrued Liability from the most recent Actuarial Valuation Report as of June 30, 2017 used for funding purposes.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

- 1. California Public Employees' Retirement System (Continued)**
- F. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)**

The schedules of employer allocation by rate plan include three ratios (continued):

- (2) Market Value of Assets - Determined based on the sum of the Market Value of Assets (MVA) from the most recent Actuarial Valuation as June 30, 2017 used for funding purposes plus supplemental payments made by employers during the current measurement period to reduce their unfunded actuarial accrued liabilities.
- (3) Contributions - Determined based on the legally- or statutorily-required employer contributions for the fiscal year ended June 30, 2018, including reported contribution adjustments and suspended payroll information. Legally or statutorily required employer contributions were determined by multiplying the employer's contribution rate by the annual benefit compensation (payroll) for the fiscal year and excluding payments for benefit improvements known as Golden Handshakes, which CalPERS considers to be separately financed employer-specific liabilities.

The total pension liability was allocated based on the rate plan's share of the Actuarial Accrued Liability. The fiduciary net position was allocated based on the rate plan's share of the Market Value of Assets. The net pension liability was derived by subtracting the fiduciary net position from the total pension liability. Deferred outflows of resources, deferred inflows of resources, and pension expense were allocated based on the rate plan's share of contributions.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

F. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

For the year ended June 30, 2019, the City recognized pension expense of \$19,571,622, \$14,012,079 and \$9,008,626 for the Miscellaneous, Safety – Police, and Safety – Fire Plans, respectively. At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to the measurement date:		
Miscellaneous Plan	\$ 11,476,608	\$ -
Safety – Police	13,095,997	-
Safety – Fire	5,669,614	-
Net difference between projected and actual earnings on pension plan investments:		
Miscellaneous Plan	1,099,620	-
Safety – Police	859,024	-
Safety – Fire	346,519	-
Changes of assumptions		
Miscellaneous Plan	6,861,040	791,420
Safety – Police	12,836,237	2,809,169
Safety – Fire	5,021,740	677,523
Differences between expected and actual experiences		
Miscellaneous Plan	-	3,065,401
Safety – Police	422,697	9,077,112
Safety – Fire	1,099,705	4,172
Change in proportion		
Safety – Fire	55,468	805,321
Difference between the employer's contributions and the employer's proportionate share of contributions		
Safety – Fire	867,957	-
TOTALS	<u>\$ 59,712,226</u>	<u>\$ 17,230,118</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

F. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

The deferred outflows of resources related to contributions subsequent to the measurement date of \$30,242,219 will be recognized as a reduction of the net pension liability in the year ending June 30, 2020. Other amounts reported as deferred outflows or deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Miscellaneous	
Measurement Period	Deferred Outflows/
Ending June 30	(Inflows) of
2019	\$ 8,339,826
2020	83,160
2021	(3,413,448)
2022	(905,699)
2023	-
TOTAL	\$ 4,103,839

Police	
Measurement Period	Deferred Outflows/
Ending June 30	(Inflows) of
2019	\$ 3,565,605
2020	1,808,727
2021	(1,828,490)
2022	(1,314,165)
2023	-
TOTAL	\$ 2,231,677

Fire	
Measurement Period	Deferred Outflows/
Ending June 30	(Inflows) of
2019	\$ 4,859,424
2020	2,856,127
2021	(1,456,673)
2022	(354,505)
2023	-
TOTAL	\$ 5,904,373

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

1. California Public Employees' Retirement System (Continued)

G. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 7.15%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15%) or 1 percentage-point higher (8.15%) than the current rate:

	Discount Rate - 1% (6.15%)	Current Discount Rate (7.15%)	Discount Rate + 1% (8.15%)
<u>Net Pension Liability (Asset)</u>			
Miscellaneous Plan	\$ 183,908,492	\$ 119,977,373	\$ 67,340,075
Safety – Police	153,069,494	98,067,781	53,328,371
Safety – Fire	<u>73,180,425</u>	<u>51,180,914</u>	<u>33,156,254</u>
TOTALS	<u>\$ 410,158,411</u>	<u>\$ 269,226,068</u>	<u>\$ 153,824,700</u>

2. Public Agency Retirement System Retirement Enhancement Plan

A. Plan Description

The City established a Public Agency Retirement System Retirement Enhancement Plan (PARS), single-employer plan, effective January 1, 2003 for selected groups of miscellaneous employees (non-safety), Service Employees International Union (SEIU), International Union of Operating Engineers (IUOE), Management, and one of the two groups of Confidential employees. PARS is a defined benefit 401 (a) tax-qualified multiple agency trust. It meets the requirements of a pension trust under California Government code. The plan provides supplemental retirement benefits in addition to PERS. Phase II Systems is the PARS Trust Administrator. PARS issues a separate comprehensive annual financial report. Copies of PARS annual financial report may be obtained from the PARS Executive Office, 3961 MacArthur Boulevard, Suite 200, Newport Beach, CA 92660.

During fiscal year 2018-19, the City submitted its notice to terminate the agreement with Phase II Systems, the PARS Trust Administrator effective June 30, 2019. As a result, the plan assets were liquidated and transferred to Matrix Trust Company as Successor Trustee; and the plan will be administered by Mass Mutual effective July 1, 2019.

B. Benefits Provided

For employees meeting the eligibility requirements, the plan provides a benefit equal to the "3% at 60" plan factor (formula is a static 3% at age 60 and older), less the PERS "2% at 55" plan factors for all years of City service plus any military service purchased through PERS (prior to July 1, 2003) while an employee of the City of Oxnard.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

2. Public Agency Retirement System Retirement Enhancement Plan (Continued)

B. Benefits Provided (Continued)

Eligibility for an immediate benefit is defined as reaching age 50, completing five years of Oxnard service, and retiring concurrently from both the City and PERS after leaving City employment. In addition, a deferred benefit would be available to participants who complete five years of service. The City has full discretionary authority to control, amend, modify, or terminate this plan at any time.

At June 30, 2018, the following employees were covered by the benefit:

Description	Number of Members
Active members	320
Inactives entitled to benefit payments	165
Inactives currently receiving benefit payments	425
TOTAL	910

C. Contributions

Employees and the City contribute a total of 8% of eligible employees' gross wages. Current employee and City contributions by employee groups are as follows:

	City Contributions	Employee Contributions
IUOE	2.70%	5.30%
SEIU	3.50%	4.50%
Management and confidential	3.00%	5.00%
Confidential - hourly	2.50%	5.50%

In addition, the City is required to contribute the remaining amounts necessary to fund the benefit to its members using the actuarial basis recommended by PARS actuarial consultants. The actuarially determined contribution for the fiscal year ended June 30, 2019 was 17.2% of eligible employee gross wages. The City contributed \$4,271,191 to PARS for the year ended June 30, 2019. The contributions recognized as part of the pension expense for the plan was \$4,392,047.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

2. Public Agency Retirement System Retirement Enhancement Plan (Continued)

D. Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The June 30, 2018 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal in accordance with requirement of GASB 68
Actuarial Assumptions	
Discount Rate	6.25%
Mortality, Retirement, Disability, Termination	CalPERS 1997-2015 Experience Study
Investment Rate of Return	6.25%
General Inflation	2.75% annually
Mortality Improvement	Post-retirement mortality projected fully generational with Scale MP-2017
Salary Increases	Aggregate - 3% annually; Merit - CalPERS 1997-2015 Experience Study

E. Discount Rate

The discount rate used to measure the total pension liability for the Plan was 6.25%. The pension trust is projected to have sufficient assets to pay benefits per the Plan's current contribution policy.

The long-term expected rate of return on pension plan investments was based on an assumed long-term asset allocation of 60% equities, 35% fixed, and 5% cash.

F. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions

The City's net pension liability is measured as the total pension liability less the pension plan's fiduciary net position. The net pension liability of the PARS Plan is measured as of June 30, 2018, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

2. Public Agency Retirement System Retirement Enhancement Plan (Continued)

F. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

The following table shows the net pension liabilities for the Plan and the respective changes in net pension liabilities recognized over the measurement period.

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2017 (Valuation Date)	<u>\$ 90,818,000</u>	<u>\$ 69,622,000</u>	<u>\$ 21,196,000</u>
Changes Recognized for the Measurement Period			
Service cost	1,696,694	-	1,696,694
Interest on the total pension liability	5,646,888	-	5,646,888
Changes of assumptions	-	-	-
Differences between expected and actual experience	-	-	-
Employer contributions	-	4,392,047	(4,392,047)
Employee contributions (paid by employer)	-	2,076,972	(2,076,972)
Net investment income	-	5,618,833	(5,618,833)
Benefit payments, included refunds of employee contributions	(4,328,954)	(4,328,954)	-
Administrative expenses	-	(74,067)	74,067
Net changes	<u>3,014,628</u>	<u>7,684,831</u>	<u>(4,670,203)</u>
Balance at June 30, 2018 (Measurement Date)	<u>\$ 93,832,628</u>	<u>\$ 77,306,831</u>	<u>\$ 16,525,797</u>

For the year ended June 30, 2019, the City recognized pension benefit of \$701,222, for the PARS Plan. At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to the measurement date	\$ 4,271,191	\$ -
Net difference between projected and actual earnings on pension plan investments	-	1,621,308
Changes in assumptions	1,527,000	-
Differences between expected and actual experiences	-	4,046,000
TOTALS	<u>\$ 5,798,191</u>	<u>\$ 5,667,308</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

2. Public Agency Retirement System Retirement Enhancement Plan (Continued)

F. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

The deferred outflows of resources related to contributions subsequent to the measurement date of \$4,271,191 will be recognized as a reduction of the net pension liability in the year ending June 30, 2020. Other amounts reported as deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Measurement Period Ending June 30	Deferred Outflows/ (Inflows) of Resources
2020	\$ (901,577)
2021	(1,459,577)
2022	(1,538,577)
2023	(240,577)
TOTAL	<u><u>\$(4,140,308)</u></u>

G. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 6.25%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.25%) or 1 percentage-point higher (7.25%) than the current rate:

	Discount Rate - 1% (5.25%)	Current Discount Rate (6.25%)	Discount Rate + 1% (7.25%)
Net Pension Liability	\$ <u>28,556,369</u>	\$ <u>16,525,797</u>	\$ <u>6,581,667</u>

Early Retirement Incentive Plan

The City adopted through Resolution Number 13,893 a supplemental retirement plan to 48 eligible employees. This plan is administered by Phase II Systems, PARS Trust Administrator. The level of benefit is 7% of the employee's final base pay, payable through the employee's lifetime, with an option of payment for five (5) to ten (10) years, at the employee's election. The Plan is closed to new participants. The City's payable to the plan at June 30, 2019 is \$148,010, payable through 2020.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

Deferred Compensation Plan

The City sponsors a deferred compensation plan that qualifies under Section 457(b) of the Internal Revenue Code (IRC). The Plan accepts payroll-deducted contributions for participant-directed investing. Contributions are limited to an annual maximum amount as established under the IRC. Employee salary reduction contributions are tax deferred and are immediately 100% vested. The assets of the Plan are held in trust for the exclusive benefit of plan participants and their beneficiaries. Plan assets are not the property of the City or subject to the claims of the City's general creditors.

3. Postemployment Benefits Other than Pensions (OPEB)

A. Plan Description

The City has established the City of Oxnard Retiree Health Insurance Plan, a single-employer defined benefit health care plan administered through CalPERS.

Employees who retire from the City and receive a CalPERS pension are eligible for post-employment medical benefits. Retirees can enroll in any of the available CalPERS medical plans. This benefit continues for the life of the retiree and surviving spouse. Benefit provisions for CalPERS are established by the Public Employees Medical and Hospital Care Act (PEMHCA).

B. Benefits Provided

The City contributes the minimum amount allowed under Government Code Section 22825 of the Public Employees Medical and Hospital Care Act. The City's required monthly contributions for calendar years 2019 and 2018 were \$136 and \$133, respectively. The statutory contribution will be indexed by the Medical CPI each year. The required contribution is based on pay-as-you-go financing requirements. Retirees must contribute any premium amounts in excess of the City contribution.

C. Employees Covered by Benefit Terms

At June 30, 2017, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	362
Inactive employees	517
Active plan members	<u>1,008</u>
	<u>1,887</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

D. Total OPEB Liability

The City's total OPEB liability of \$35,746,244 was measured as of June 30, 2018, and was determined by an actuarial valuation as of June 30, 2017.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00 percent
Salary increases	3.00 percent, average, including inflation
Healthcare cost trend rates	6.00 percent for 2017, 5.00 percent for 2018 and later years

The discount rate was based on the Municipal Bond 20-Year High Grade Rate Index of 3.62%.

Pre-retirement mortality rates were based on the RP-2014 Employee Mortality Table for Males or Females, as appropriate, without projection. Post-retirement mortality rates were based on the RP-2014 Health Annuitant Mortality Table for Males or Females, as appropriate, without projection.

The actuarial assumptions used in the July 1, 2018 valuation were based on a review of plan experience during the period July 1, 2015 to June 30, 2017.

E. Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at 6/30/2017	\$ 36,120,738
Changes for the year:	
Service Cost	1,967,866
Interest	1,116,107
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	(2,392,006)
Benefit payments	(931,942)
Net changes	(239,975)
Balance at 6/30/2018	<u>\$ 35,880,763</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

E. Changes in the Total OPEB Liability (Continued)

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.62 percent) or 1 percentage point higher (4.62 percent) than the current discount rate (3.62 percent):

	1% Decrease (2.62%)	Discount Rate (3.62%)	1% Increase (4.162%)
Total OPEB liability	\$ 40,887,872	\$ 35,880,763	\$ 31,513,940

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (5.0 percent decreasing to 4.0 percent) or 1 percentage point higher (7.0 percent decreasing to 6.0 percent) than the current healthcare cost trend rates (6.0 percent decreasing to 5.0 percent):

	1% Decrease (5.0% decreasing to 4.0%)	Trend Rate (6.0% decreasing to 5.0%)	1% Increase (7.0% decreasing to 6.0%)
Total OPEB liability	\$ 30,594,421	\$ 35,880,763	\$ 42,236,967

F. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2019, the City recognized an OPEB expense of \$2,835,217. At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to the measurement date	\$ 1,010,052	\$ -
Differences between expected and actual experience	-	-
Changes of assumptions or other inputs	-	2,100,298
Total	<u>\$ 1,010,052</u>	<u>\$ 2,100,298</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)

F. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

The deferred outflows of resources related to OPEB contributions subsequent to the measurement date of \$1,010,052 will be recognized as a reduction of the total OPEB liability in the year ending June 30, 2020.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year ended June 30</u>	<u>Deferred Inflows of Resources</u>
2020	\$ (291,708)
2021	(291,708)
2022	(291,708)
2023	(291,708)
2024	(291,708)
Thereafter	(641,758)
	<u>\$ (2,100,298)</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

IV. RISK MANAGEMENT

The City provides general liability and workers' compensation insurance under self-insurance programs with an annual limit per occurrence of \$1 million for each program. Excess insurance in the layer of \$1 million to \$25 million is purchased for general liability and \$200 million per year for workers' compensation. The City contracts with outside service agencies to assist in the administration of the self-insurance programs. Estimated liabilities related to outstanding workers' compensation and public liability claims, including estimates for incurred but not reported claims, are based upon actuarial studies and are recorded in internal service funds.

In August 1988, the City adopted a resolution to execute a Joint Powers Agreement (JPA) creating the Big Independent Cities Excess Pool Joint Powers Authority (BICEP), a risk management pool. Through BICEP, five cities share the cost of insuring catastrophic general liability losses incurred by the members for claims between \$1 million and \$25 million, thereby eliminating the need for individual excess commercial insurance policies. The purpose of this JPA is to jointly fund the purchase of reinsurance and the provision of necessary administrative services. Such administrative services may include, but shall not be limited to, risk management consulting, loss prevention and control, centralized loss reporting, actuarial consulting, claims adjustment, and legal defense service. BICEP is governed by a five-member board of directors representing each member city. Each member is appointed and serves at the pleasure of the member city council.

The agreement with BICEP may be terminated with advanced notice provided that no bonds or other obligations of BICEP are outstanding. Upon termination of this agreement, all assets of BICEP shall (after payment of all unpaid costs, expenses, and charges incurred under the agreement) be distributed among the parties in accordance with the respective contributions of each participating city.

All funds of the City participate in general liability and workers' compensation insurance programs and make payments to internal service funds on the basis of loss experience and exposure. The total unpaid claims and claims adjustment expense liability (long-term obligations) of \$31,712,303 recorded at June 30, 2019, is based on results of actuarial studies and includes an estimate for claims incurred but not reported at the balance sheet date. Claims liabilities are calculated considering the effects of inflation, recent claims settlement trends including frequency and amount of payouts, and other economic and societal factors. General liability and workers' compensation liabilities are carried at present value using a discount rate of 1.0%.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

IV. RISK MANAGEMENT (Continued)

In addition, the City is in compliance with the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred as of the date of the financial statements and the amount of the loss can be reasonably estimated.

A. General Liability

The City is self-insured for general liability claims up to \$1,000,000. The City is covered through Big Independent Cities Excess Pool (BICEP) for claims between \$1,000,000 and \$25,000,000. Self-insured general liability claims are administered through a third-party administrator, with the City Attorney's approval required for settlements over \$15,000. Litigated claims are settled directly through the City Attorney's Office.

The City's contribution to BICEP for general liability coverage in Fiscal Year 2018-2019 was \$1,554,604. During the past five-year period, the average claims filed each year for general liability amounted to 207 claims totaling \$1,434,528 per year (an average of \$6,923 per claim). In addition, there have been no insurance settlements that have exceeded the City's insurance coverage for each of the past three years. Information concerning the BICEP pooled liability insurance program can be obtained at 1750 Creekside Oaks Drive, Suite 200, Sacramento, CA 95833, (800) 541-4591.

The total unpaid claims and claims adjustment expense liability (long-term obligations) recorded at June 30, 2019 was \$6,947,159. The following schedule presents the changes in self-insurance claims liabilities for the past two years:

	PUBLIC LIABILITY AND PROPERTY DAMAGE	
	FY 2018-2019	FY 2017-2018
Unpaid claims and claims adjustment expenses - July 1	<u>\$ 5,500,000</u>	<u>\$ 3,648,503</u>
Incurring Claims and Claims Adjustment Expenses		
Increase (decrease) in provision for insured events	465,812	(32,901)
Increase (decrease) in actuarially incurred but not reported claims (IBNR)	<u>981,347</u>	<u>1,884,398</u>
Total Incurred Claims and Claims Adjustment Expenses	<u>1,447,159</u>	<u>1,851,497</u>
Unpaid claims and claims adjustment expenses - June 30	<u>\$ 6,947,159</u>	<u>\$ 5,500,000</u>
CLAIMS AND JUDGMENTS DUE WITHIN ONE YEAR	<u>\$ 2,824,388</u>	<u>\$ 2,358,576</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

IV. RISK MANAGEMENT (Continued)

B. Workers' Compensation

The City is self-insured for workers' compensation claims up to \$1,000,000. For claims over \$1,000,000, the City has purchased excess workers' compensation insurance through BICEP. The claims are processed by a third-party administrator similar to general liability claims.

The City's contribution for workers' compensation liability coverage in fiscal year 2018-2019 was \$312,023.

Within the City's self-insured program for workers' compensation, there has been an average of 278 claims filed per year for the past five years, with an average of approximately \$5,777,189 per year in total reported losses (an average of \$20,796 per claim). In addition, there have been no insurance settlements that have exceeded the City's insurance coverage for each of the past three years.

The total unpaid claims and claims adjustment expense liability (long-term obligations) recorded at June 30, 2019 was \$24,765,144.

The following schedule presents the changes in self-insurance claims liabilities for the past two years:

	WORKERS' COMPENSATION	
	FY 2018-2019	FY 2017-2018
Unpaid claims and claims adjustment expenses - July 1	<u>\$ 22,507,825</u>	<u>\$ 14,408,275</u>
Incurred Claims and Claims Adjustment Expenses		
Increase (decrease) in provision for insured events	311,319	2,807,595
Increase (decrease) in actuarially incurred but not reported claims (IBNR)	<u>1,946,000</u>	<u>5,291,955</u>
Total Incurred Claims and Claims Adjustment Expenses	<u>2,257,319</u>	<u>8,099,550</u>
Unpaid claims and claims adjustment expenses - June 30	<u>\$ 24,765,144</u>	<u>\$ 22,507,825</u>
CLAIMS AND JUDGMENTS DUE WITHIN ONE YEAR	<u>\$ 8,900,144</u>	<u>\$ 8,588,825</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

V. OTHER INFORMATION

A. Commitments and Contingencies

As of June 30, 2019, the City had significant construction commitments as follows:

	<u>AMOUNT</u>
Governmental Activities	\$ 119,841,051
Water Fund	23,616,437
Wastewater Fund	12,217,741
Information Systems	<u>890,708</u>
TOTAL	<u>\$ 156,565,937</u>

As of June 30, 2019, the following are outstanding significant governmental and proprietary fund encumbrances that are not reflected in the committed or assigned fund balances of governmental funds or restricted fund balances of proprietary funds.

	<u>AMOUNT</u>
GOVERNMENTAL FUNDS	
General Fund*	\$ 918,697
Developer Fees	486,567
Other nonmajor funds	<u>1,282,281</u>
TOTAL GOVERNMENTAL FUNDS	<u>\$ 2,687,545</u>
PROPRIETARY FUNDS	
Water funds	\$ 723,560
Wastewater funds	<u>4,307,625</u>
TOTAL PROPRIETARY FUNDS	<u>\$ 5,031,185</u>

*Includes \$210,991 of Measure "O" encumbrances.

There are various lawsuits and claims pending against the City. Management believes that all contingencies requiring accrual or disclosure are reflected in these financial statements.

The City has received significant financial assistance from numerous federal governmental agencies in the form of grants and entitlements. The disbursement of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by grantor agencies. Any disallowed claims resulting from such audits could become a liability of the City. However, in the opinion of management, liabilities resulting from disallowed claims, if any, will not have a material effect on the City's financial position at June 30, 2019.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

V. OTHER INFORMATION (Continued)

B. Risk and Uncertainties

Measure M Litigation

The Ventura County Superior Court ruled against the City in a suit City of Oxnard v. Aaron Starr. The City's suit claimed that voter initiative M that rolled back Wastewater utility rates adopted in 2016, sponsored by Mr. Starr, was illegal because it would force the City to violate legal and contractual obligations. The City has appealed that judgment. The appeal is in the briefing stage and a decision from the Court of Appeal is not expected until the summer or fall of 2020. If the judgment is upheld the City may be liable for refund of the difference between the 2016 and pre-2016 rates collected pursuant to a stay issued by the court for the period following the date the initiative took effect through the date the 2017 rates took effect.

Amounts collected above the rates in effect before the challenged new rates were adopted in 2016 and until new rates were adopted in 2017 are estimated at \$5.9 million. A separate class action lawsuit was filed that would determine the amount of the refund and the method of repayment. Other costs, including legal fees, would increase costs associated with the Court's adverse ruling by an undetermined amount. The City believes that, even if the appellate court affirms the trial court's adverse decision, it will not have a material impact on the City's ability to maintain its wastewater operations.

Infrastructure Use Fee Litigation

The City is currently a party in a suit filed with the Ventura County Superior Court, Aaron Starr v. City of Oxnard. Mr. Starr filed suit against the City to challenge the legality of the City's collection of infrastructure use fees (IUF) paid by the City's utility funds (water, wastewater and solid waste enterprise funds) to the City's General Fund and Street Maintenance Fund. Plaintiff alleges the City's IUF is not based on actual costs associated with utility operations. He seeks an order directing the City to cease its IUF transfers and to refund IUF revenues transferred to the General Fund and Street Maintenance Fund in the last three years back to the utility enterprise funds to the extent those transfers exceeded actual costs attributable to utilities. He does not seek a refund to utility ratepayers. The City intends to vigorously oppose plaintiff's claims however the outcome of this litigation is uncertain. A ruling in favor of Mr. Starr could potentially compel the City to transfer approximately \$21 million to the City's Wastewater, Water and Environmental Resources Funds from the City's Street Maintenance Fund and General Fund. No trial date has been set.

Retirement System Contributions in Arrears

In August, 2018 the City received bills totaling \$237,000 from the California Public Employees Retirement System (PERS) for retirement system contributions not paid by the City on behalf of four employees during the prior 20 years.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

V. OTHER INFORMATION (Continued)

B. Risk and Uncertainties (Continued)

Retirement System Contributions in Arrears (Continued)

Additional part time or temporary employees worked enough hours to qualify for membership in the PERS system but were also not enrolled by the City in the system as required by law. As a result, the City became liable for retroactive payment of both the employer and employee contributions for those employees, as well.

The additional liability for the remaining affected employees totals \$2 million. The entire \$2.2 million was recorded as an expense during fiscal year 2018-19 in the General Fund, because that is the fund out of which the employees were originally paid.

Community Facilities District Elections

Three initiative measures affecting service charges in Community Facilities Districts (CFD) 3 and 4 for "Seabridge at Mandalay Bay" development were adopted by majorities of electors in the November 6, 2018 election. Measure F reduced the level of special taxes levied in CFD-4 by approximately by 28.2%, Measure I reduced payments for Harbor Patrol services paid by CFD-4 by 80%, and Measure H capped payment of City costs for bond administration and district management for CFD-3 to \$5,000 a year through the life of the CFD.

The long term impact of implementing these measures on property values providing the security of Seabridge CFD-3 bonds totaling \$25,605,000 at June 30, 2018 is unknown and cannot be estimated at this time. None of the measures could reduce the special tax levied to make bond payments.

In management's opinion, the passage of these measures may materially affect the financial condition of the Seabridge CFDs but will not have a material effect on the City of Oxnard.

C. Subsequent Events

On October 31, 2019, the S&P Global Ratings revised the outlook to positive from stable and affirmed its A issuer credit rating on City of Oxnard and its A- long-term rating and underlying rating on appropriation debt for which the city is obligor. The City of Oxnard Financing Authority is in the process of issuing Lease Revenue Bonds, Series 2019A (The Federally Taxable) in the amount of \$27,615,000. These bonds mature in various amounts through June 1, 2041, with a net interest cost of 3.56%. These bonds will be used to refund the City's 2011 Lease Revenue Bonds and to raise new money to fund a portion of the City's new Enterprise Resource Planning (ERP) System. The bonds will be insured by Build America Mutual ("AA" rated) and carry an underlying rating of "A-." The refinancing is anticipated to generate over \$1.7 million in present value savings. The City will capitalize these savings to raise \$6.9 million to fund a portion of the new ERP system. Debt service on the new bonds will be approximately the same as the 2011 bond debt service through FY 2035/36. Annual debt service will be approximately \$2.1 million for FY 2036-37 through FY 2040-41.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

V. OTHER INFORMATION (Continued)

D. Notes to the Financial Statements - Successor Agency

a. Reporting Entity

On January 10, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with AB 1X 26 as part of City resolution number 14,135, to oversee the winding down of the agency's affairs and liquidation of the agency's assets effective February 1, 2012. AB 1484 essentially transferred authority over the Successor Agency to the Oversight Board, also established pursuant to AB 1X 26 and the California Department of Finance. As specified in California Senate Bill 107 and beginning on July 1, 2018, all Oversight Boards in the County were consolidated into one Oversight Board, the Ventura County Consolidated Oversight Board. The 7-member Oversight Board is comprised of representatives of the local agencies from Ventura County cities, special districts, and K-14 educational agencies. The County Oversight Board members have a fiduciary responsibility to holders of enforceable obligations, as well as to the local agencies that would benefit from property tax distributions from the former redevelopment project areas.

Oversight boards direct the staff and approve the actions of the Successor Agency.

b. Cash and Investments

Cash and investments with fiscal agents of the Successor Agency are comprised of the following at June 30, 2019:

	FAIR VALUE
Deposits and investments	\$ 9,435,973
Restricted investments with fiscal agents	<u>3,029,216</u>
TOTAL	<u>\$ 12,465,189</u>

Detailed notes on cash and cash investments can be found on the City's notes to the financial statements.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

V. OTHER INFORMATION (Continued)

D. Notes to the Financial Statements - Successor Agency (Continued)

c. Notes Receivable

Notes receivable consists of the following:

	BALANCE JULY 1, 2018	ADDITIONS	DELETIONS	BALANCE JULY 1, 2019
Heritage Square	\$ 66,982	\$ -	\$ -	\$ 66,982
Baldwin Company	17,873	-	-	17,873
Strand Cinemas	688,949		45,786	643,163
Oxnard Theater Group	6,983,375	1,205,600	-	8,188,975
Allowance for uncollectible	<u>(6,983,375)</u>	<u>(1,205,600)</u>	<u>-</u>	<u>(8,188,975)</u>
TOTALS	\$ 773,804	\$ -	\$ 45,786	\$ 728,018

d. Capital Assets

Changes in the Successor Agency's capital assets for the year ended June 30, 2019 are as follows:

	BALANCE JULY 1, 2018	INCREASES	DECREASES	BALANCE JUNE 30, 2019
FIDUCIARY ACTIVITIES				
Capital Assets, being depreciated				
Buildings	\$ 905,636	\$ -	\$ -	\$ 905,636
Improvements other than buildings	17,368,821	-	-	17,368,821
Equipment and machinery	34,013	-	-	34,013
Infrastructure	<u>33,107,189</u>	<u>-</u>	<u>-</u>	<u>33,107,189</u>
Total Capital Assets, Being Depreciated	<u>51,415,659</u>	<u>-</u>	<u>-</u>	<u>51,415,659</u>
Less: Accumulated Depreciation				
Buildings	(523,719)	(17,481)	-	(541,200)
Improvements other than buildings	(3,779,893)	(440,811)	-	(4,220,704)
Equipment and machinery	(34,013)	-	-	(34,013)
Infrastructure	<u>(11,905,615)</u>	<u>(854,315)</u>	<u>-</u>	<u>(12,759,930)</u>
Total Accumulated Depreciation	<u>(16,243,240)</u>	<u>(1,312,607)</u>	<u>-</u>	<u>(17,555,847)</u>
Total Capital Assets, being depreciated, net	<u>35,172,419</u>	<u>(1,312,607)</u>	<u>-</u>	<u>33,859,812</u>
TOTALS	\$ 35,172,419	\$ (1,312,607)	\$ -	\$ 33,859,812

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

V. OTHER INFORMATION (Continued)

D. Notes to the Financial Statements - Successor Agency (Continued)

e. Long-Term Debt

The following is a summary of changes in the Successor Agency's long-term debt for the year ended June 30, 2019:

	BALANCE JULY 1, 2018	ADDITIONS	REDUCTIONS	BALANCE JUNE 30, 2019	DUE WITHIN ONE YEAR
Tax allocation refunding bonds Series 2004A	\$ 9,010,000	\$ -	\$ 945,000	\$ 8,065,000	\$ 990,000
Tax allocation bond financing Series 2006	15,505,000	-	580,000	14,925,000	600,000
HERO project tax allocation bonds Series 2008	9,985,000	-	240,000	9,745,000	255,000
Less: Unamortized discounts	-	-	-	-	-
TOTAL LONG-TERM INDEBTEDNESS	<u>\$34,500,000</u>	<u>\$ -</u>	<u>\$1,765,000</u>	<u>\$32,735,000</u>	<u>\$1,845,000</u>

Description of Long-term Debt

Tax Allocation Refunding Bonds, Series 2004A

Tax Allocation Refunding Bonds, Series 2004A were issued on May 4, 2004 in the amount of \$19,185,000. These are twenty-two-year bonds with a net interest cost of 4.58%. The bonds were issued to refinance the Tax Allocation Refunding Bonds, Series 1994A and to finance additional redevelopment activities within the Central City Revitalization and Downtown Project Area. The balance outstanding as of June 30, 2019 is \$8,065,000

2006 Tax Allocation Bond Financings

Local Obligation Revenue Bonds (2006 Tax Allocation Bond Financings) in the amount of \$20,530,000 were issued on December 1, 2006 to purchase the following obligations being issued simultaneously for 1) the Oxnard Community Development Commission Ormond Beach Project Area Tax Allocation Bonds, Series 2006 in the amount of \$5,750,000; 2) the Oxnard Community Development Commission Southwinds Project Area Tax Allocation Bonds, Series 2006 in the amount of \$3,290,000; and 3) the Oxnard Community Development Commission Historic Enhancement and Revitalization of Oxnard (HERO) Project Area Tax Allocation Bonds, Series 2006 in the amount of \$11,490,000. The bonds were issued to finance redevelopment activities (street improvement projects) in the Ormond Beach Project Area, Southwinds Project Area and the HERO Redevelopment Project Areas. These bonds carry a net interest cost of 4.424%, maturing on September 1, 2036. The outstanding balance as of June 30, 2019 is \$14,925,000.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

V. OTHER INFORMATION (Continued)

D. Notes to the Financial Statements - Successor Agency (Continued)

e. Long-Term Debt (Continued)

Description of Long-term Debt (Continued)

Tax Allocation Bonds, Series 2008

Tax Allocation Bonds, Series 2008 were issued on July 1, 2008 in the amount of \$11,790,000 for the Oxnard Community Development Commission Historic Enhancement and Revitalization of Oxnard (HERO) Project Area. Proceeds from the sale of bonds are to be used to finance a 500-space parking structure to service a mixed-use retail/commercial development located within the River Park Specific Plan Area. These bonds carry a net interest cost of 4.849%, with a final maturity of September 1, 2038. The outstanding balance as of June 30, 2019 is \$9,745,000.

f. Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. During the current year, the City performed calculations of excess investment earnings on various bonds and financings. Liabilities were calculated for the issues and rebate payments were made as appropriate. No arbitrage liability existed at June 30, 2019.

The Successor Agency is in compliance with all significant covenants related to its debt issues. The annual debt service requirements for the Successor Agency's long-term obligations are as follows:

FISCAL YEAR	TAX ALLOCATION REFUNDING BONDS		
	2004A		
	PRINCIPAL	INTEREST	TOTAL
2020	990,000	367,498	1,357,498
2021	875,000	324,445	1,199,445
2022	915,000	282,283	1,197,283
2023	960,000	237,320	1,197,320
2024	1,005,000	189,213	1,194,213
2025 - 2027	3,320,000	251,708	3,571,708
TOTALS	\$8,065,000	\$1,652,467	\$ 9,717,467

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2019

V. OTHER INFORMATION (Continued)

D. Notes to the Financial Statements - Successor Agency (Continued)

f. Arbitrage (Continued)

FISCAL YEAR	TAX ALLOCATION BONDS SERIES 2006		
	PRINCIPAL	INTEREST	TOTAL
2020	\$ 600,000	\$ 616,866	\$ 1,216,866
2021	620,000	592,841	1,212,841
2022	645,000	567,541	1,212,541
2023	670,000	541,241	1,211,241
2024	700,000	513,491	1,213,491
2025 - 2029	3,945,000	2,095,974	6,040,974
2030 - 2034	4,865,000	1,164,119	6,029,119
2035 - 2039	<u>2,880,000</u>	<u>168,438</u>	<u>3,048,438</u>
TOTALS	<u><u>\$ 14,925,000</u></u>	<u><u>\$ 6,260,512</u></u>	<u><u>\$ 21,185,512</u></u>

FISCAL YEAR	HERO PROJECT TAX ALLOCATION BONDS SERIES 2008		
	PRINCIPAL	INTEREST	TOTAL
2020	\$ 255,000	\$ 451,338	\$ 706,338
2021	270,000	440,838	710,838
2022	275,000	429,663	704,663
2023	290,000	417,653	707,653
2024	295,000	404,928	699,928
2025-2029	1,715,000	1,805,624	3,520,624
2030-2034	2,165,000	1,344,625	3,509,625
2035-2039	<u>4,480,000</u>	<u>764,513</u>	<u>5,244,513</u>
TOTALS	<u><u>\$ 9,745,000</u></u>	<u><u>\$ 6,059,180</u></u>	<u><u>\$ 15,804,180</u></u>

g. Commitments and Contingencies

The Successor Agency is a defendant in various claims and legal actions arising in the normal course of operations. In the opinion of the Successor Agency Attorney and Oversight Board, the ultimate liability from such actions and claims will not have a material adverse effect on the Successor Agency's financial position or operations.

The Successor Agency entered into an agreement with a developer that includes a guarantee to cover its lease expense up to \$111,300 a month when the developer's revenues are not sufficient to cover its lease expense for a period of 25 years.

The CDC Successor Agency has a reimbursement agreement with a developer to reimburse public improvements and affordable housing costs up to a maximum of \$14.25 million. As of June 30, 2019, the remaining balance on the commitment is approximately \$30.4 million.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2019

V. OTHER INFORMATION (Continued)

**E. Notes to the Financial Statements - Retirement Enhancement Defined Benefit
Retirement Trust Fund**

The City joined the Public Agency Retirement System Retirement Enhancement Plan (PARS) effective January 1, 2003 for selected employee groups (see Note III for additional information on PARS). Investments for the benefit of eligible employees are in a segregated account and invested under the guidelines authorized by the City.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF OXNARD, CALIFORNIA
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
CALPERS MISCELLANEOUS PLAN - AGENT MULTIPLE-EMPLOYER DEFINED
BENEFIT PLAN
AS OF JUNE 30 FOR THE LAST TEN FISCAL YEARS (1)

	2019	2018	2017	2016	2015
MEASUREMENT DATE	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Total Pension Liability					
Service cost	\$ 8,114,517	\$ 7,747,249	\$ 7,242,480	\$ 7,317,452	\$ 7,507,381
Interest	32,139,899	31,142,639	30,496,717	29,025,141	27,937,746
Changes in assumptions	(1,207,957)	26,464,012	-	(7,345,091)	-
Difference between expected and actual experience	(1,859,096)	(7,125,579)	1,414,899	(4,271,504)	-
Benefit payments, including refunds of member contributions:	(22,807,471)	(21,310,118)	(19,526,906)	(17,440,515)	(16,205,985)
Net change in total pension liability	14,379,892	36,918,203	19,627,190	7,285,483	19,239,142
Total pension liability, beginning of year	459,922,595	423,004,392	403,377,202	396,091,719	376,852,577
Total pension liability, end of year	474,302,487	459,922,595	423,004,392	403,377,202	396,091,719
Plan Fiduciary Net Position					
Contributions - employee	3,693,461	3,542,435	3,490,315	3,701,640	3,730,681
Contributions - employer	9,799,970	8,433,832	7,657,753	7,237,123	6,858,454
Net investment income	28,185,278	34,461,764	1,772,032	7,288,474	47,653,092
Benefit payments, including refunds of member contributions	(22,807,471)	(21,310,118)	(19,526,906)	(17,440,515)	(16,205,985)
Plan to plan resource movement	(823)	(37,118)	-	216,371	-
Administrative expenses	(525,103)	(461,160)	(194,504)	(445,021)	-
Other miscellaneous income/(expenses) (1)	(997,179)	-	-	-	-
Net change in plan fiduciary net position	17,348,133	24,629,635	(6,801,310)	558,072	42,036,242
Total plan fiduciary net position, beginning of year (2)	336,976,981	312,347,346	319,148,656	318,590,584	276,554,342
Total plan fiduciary net position, end of year	354,325,114	336,976,981	312,347,346	319,148,656	318,590,584
Net pension liability - ending	<u>\$ 119,977,373</u>	<u>\$ 122,945,614</u>	<u>\$ 110,657,046</u>	<u>\$ 84,228,546</u>	<u>\$ 77,501,135</u>
Plan fiduciary net position as a percentage of total pension liability	74.70%	73.27%	73.84%	79.12%	80.43%
Covered payroll	\$ 51,315,482	\$ 49,376,987	\$ 52,250,772	\$ 51,974,236	\$ 50,863,015
Net pension liability as a percentage of covered payroll	233.80%	248.99%	211.78%	162.06%	152.37%

(1) During Fiscal Year 2017-18, as a result of Governmental Accounting Standards Board Statement (GASB) No. 75, Accounting and Financial Reporting for Postemployment Benefit Plans Other Than Pensions (GASB 75), CalPERS reported its proportionate share of activity related to postemployment benefits for participation in the State of California's agent OPEB plan. Accordingly, CalPERS recorded a one-time expense as a result of the adoption of GASB 75.

Additionally, CalPERS employees participate in various State of California agent pension plans and during Fiscal Year 2017-18, CalPERS recorded a correction to previously reported financial statements to properly reflect its proportionate share of activity related to pensions in accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions (GASB 68).

(2) Includes any beginning of year adjustment.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes, which occurred after June 30, 2017. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes).

Changes of Assumptions: In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflected an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amounts reported were based on the 7.5 percent discount rate.

CITY OF OXNARD, CALIFORNIA
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
CALPERS SAFETY PLAN (POLICE) - AGENT MULTIPLE-EMPLOYER DEFINED
BENEFIT PLAN
AS OF JUNE 30 FOR THE LAST TEN FISCAL YEARS (1)

	2019	2018	2017	2016	2015
MEASUREMENT DATE	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Total Pension Liability					
Service cost	\$ 8,907,068	\$ 9,267,287	\$ 8,500,329	\$ 8,136,777	\$ 8,379,851
Interest	25,547,337	24,738,857	24,033,111	22,863,767	21,472,209
Changes in assumptions	(2,084,250)	22,004,979	-	(5,993,052)	-
Difference between expected and actual experience	(4,583,299)	(8,176,814)	(1,859,473)	2,113,477	-
Benefit payments, including refunds of member contributions:	(16,397,629)	(15,304,527)	(14,506,274)	(13,568,341)	(12,980,263)
Net change in total pension liability	11,389,227	32,529,782	16,167,693	13,552,628	16,871,797
Total pension liability, beginning of year	367,718,233	335,188,451	319,020,758	305,468,130	288,596,333
Total pension liability, end of year	379,107,460	367,718,233	335,188,451	319,020,758	305,468,130
Plan Fiduciary Net Position					
Contributions - employee	2,612,259	2,604,837	2,556,415	2,531,718	2,505,819
Contributions - employer	11,821,073	10,886,085	10,491,299	9,907,130	8,947,610
Net investment income (2)	22,137,131	26,271,673	1,190,876	5,184,911	34,904,812
Benefit payments, including refunds of member contributions	(16,397,629)	(15,304,527)	(14,506,274)	(13,568,341)	(12,980,263)
Net Plan to Plan Resource Movement	(652)	37,118	-	-	-
Administrative expenses	(408,348)	(351,254)	(145,244)	(268,265)	-
Other miscellaneous income/(expenses) (1)	(775,460)	-	-	-	-
Net change in plan fiduciary net position	18,988,374	24,143,932	(412,928)	3,787,153	33,377,978
Total plan fiduciary net position, beginning of year	262,051,305	237,907,373	238,320,301	234,533,148	201,155,170
Total plan fiduciary net position, end of year	281,039,679	262,051,305	237,907,373	238,320,301	234,533,148
Net pension liability - ending	\$ 98,067,781	\$ 105,666,928	\$ 97,281,078	\$ 80,700,457	\$ 70,934,982
Plan fiduciary net position as a percentage of total pension liability	74.13%	71.26%	70.98%	74.70%	76.78%
Covered payroll	\$ 25,330,075	\$ 25,914,507	\$ 26,539,474	\$ 25,228,753	\$ 24,705,477
Net pension liability as a percentage of covered payroll	387.15%	407.74%	366.55%	319.87%	287.12%

(1) During Fiscal Year 2017-18, as a result of Governmental Accounting Standards Board Statement (GASB) No. 75, Accounting and Financial Reporting for Postemployment Benefit Plans Other Than Pensions (GASB 75), CalPERS reported its proportionate share of activity related to postemployment benefits for participation in the State of California's agent OPEB plan. Accordingly, CalPERS recorded a one-time expense as a result of the adoption of GASB 75.

Additionally, CalPERS employees participate in various State of California agent pension plans and during Fiscal Year 2017-18, CalPERS recorded a correction to previously reported financial statements to properly reflect its proportionate share of activity related to pensions in accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions (GASB 68).

(2) Includes any beginning of year adjustment.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes, which occurred after June 30, 2017. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes).

Changes of Assumptions: In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflected an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amounts reported were based on the 7.5 percent discount rate.

CITY OF OXNARD, CALIFORNIA
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AND RELATED RATIOS
CALPERS SAFETY PLAN (FIRE) - COST SHARING PLAN
AS OF JUNE 30 FOR THE LAST TEN FISCAL YEARS (1)

	2019	2018	2017	2016	2015
MEASUREMENT DATE	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
City's proportion of the collective net pension liability	0.53113%	0.51309%	0.52499%	0.54962%	0.53857%
City's proportionate share of the collective net pension liability	\$ 51,180,914	\$ 50,884,705	\$ 45,427,479	\$ 37,725,705	\$ 33,512,523
City's covered payroll (2)	\$ 11,824,780	\$ 10,987,654	\$ 9,030,122	\$ 9,283,898	\$ 9,105,774
City's proportionate share of the collective net pension liability as a percentage of its covered payroll	432.83%	463.11%	503.07%	406.36%	368.04%
Plan fiduciary net position as a percentage of the plan's total pension liability	75.26%	73.31%	74.06%	78.40%	79.82%

(1) GASB Statement No. 68, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2015. Additional years will be added as they become available in the future.

(2) For the year ending on the measurement date.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes, which occurred after June 30, 2017. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes).

Changes of Assumptions: In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflected an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amounts reported were based on the 7.5 percent discount rate.

CITY OF OXNARD, CALIFORNIA
SCHEDULE OF PLAN CONTRIBUTIONS - CALPERS
 FOR THE FISCAL YEARS ENDED JUNE 30 (1)

	2019	2018	2017	2016	2015	2014
MISCELLANEOUS						
Actuarially determined contribution (2)	\$ 11,556,136	\$ 9,799,970	\$ 8,433,832	\$ 7,657,753	\$ 7,237,123	\$ 6,858,454
Contributions in relation to the actuarially determined contribution	(11,556,136)	(9,799,970)	(8,433,832)	(7,657,753)	(7,237,123)	(6,858,454)
Contribution deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll (3)	\$ 52,384,045	\$ 51,315,482	\$ 49,376,987	\$ 52,250,772	\$ 51,974,236	\$ 50,863,015
Contributions as a percentage of employee payroll	22.06%	19.10%	17.08%	14.66%	13.92%	13.48%
	2019	2018	2017	2016	2015	2014
SAFETY-POLICE						
Actuarially determined contribution	\$ 13,568,219	\$ 11,821,073	\$ 10,886,085	\$ 10,491,299	\$ 9,907,130	\$ 8,947,610
Contributions in relation to the actuarially determined contribution	(13,568,219)	(11,821,073)	(10,886,085)	(10,491,299)	(9,907,130)	(8,947,610)
Contribution deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll (2)	\$ 27,492,701	\$ 25,330,075	\$ 25,914,507	\$ 26,539,474	\$ 25,228,753	\$ 24,705,477
Contributions as a percentage of employee payroll	49.35%	46.67%	42.01%	39.53%	39.27%	36.22%
	2019	2018	2017	2016	2015	2014
SAFETY-FIRE						
Actuarially determined contribution	\$ 5,669,614	\$ 4,922,875	\$ 4,565,809	\$ 4,204,589	\$ 4,004,186	\$ 4,004,186
Contributions in relation to the actuarially determined contribution	(5,669,614)	(4,922,875)	(4,565,809)	(4,204,589)	(4,004,186)	(4,004,186)
Contribution deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll (2)	\$ 12,168,197	\$ 11,824,780	\$ 10,987,654	\$ 9,030,122	\$ 9,283,898	\$ 9,105,774
Contributions as a percentage of employee payroll	46.59%	41.63%	41.55%	46.56%	43.13%	43.97%

- (1) As prescribed in GASB 68, paragraph 46, the information presented in the Schedule of Plan Contributions should also be presented as of the employer's most recent fiscal year-end. The employer is responsible for determining this information as prescribed by the standard as this data is not available to CalPERS.
- (2) Employers are assumed to make contributions equal to the actuarially determined contributions. However, some employers may choose to make additional contributions towards their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions.
- (3) Includes one year's payroll growth using 2.75 percent payroll assumption for fiscal year ended June 30, 2018; 3.00 percent payroll assumption for fiscal years ended June 30, 2014-17.

CITY OF OXNARD, CALIFORNIA
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
PARS PLAN - SINGLE-EMPLOYER DEFINED BENEFIT PLAN
AS OF JUNE 30 FOR THE LAST TEN FISCAL YEARS (1)

MEASUREMENT DATE	2019 June 30, 2018	2018 June 30, 2017	2017 June 30, 2016	2016 June 30, 2015	2015 June 30, 2014
Total Pension Liability					
Service cost	\$ 1,696,694	\$ 1,881,000	\$ 2,007,000	\$ 2,043,000	\$ 2,220,000
Interest	5,646,888	5,961,000	5,715,000	5,545,000	5,238,000
Changes in assumptions	-	1,051,000	-	5,436,000	
Difference between actual and expected experience	-	(6,118,000)	-	(3,736,000)	
Benefit payments, including refunds of member contributions:	(4,328,954)	(3,569,000)	(4,068,000)	(2,866,000)	(2,599,000)
Net change in total pension liability	3,014,628	(794,000)	3,654,000	6,422,000	4,859,000
Total pension liability, beginning of year	90,818,000	91,612,000	87,958,000	81,536,000	76,677,000
Total pension liability, end of year	93,832,628	90,818,000	91,612,000	87,958,000	81,536,000
Plan Fiduciary Net Position					
Contributions - employee	4,392,047	2,343,000	2,513,000	2,922,000	2,731,000
Contributions - employer	2,076,972	4,172,000	6,586,000	1,043,000	985,000
Net investment income	5,618,833	7,609,000	543,000	2,133,000	6,805,000
Benefit payments, including refunds of member contributions	(4,328,954)	(3,569,000)	(4,068,000)	(2,866,000)	(2,599,000)
Administrative expenses	(73,693)	(72,000)	(80,000)	(68,000)	(65,000)
Net change in plan fiduciary net position	7,685,205	10,483,000	5,404,000	3,164,000	7,857,000
Total plan fiduciary net position, beginning of year	69,622,000	59,139,000	53,735,000	50,571,000	42,714,000
Total plan fiduciary net position, end of year	77,307,205	69,622,000	59,139,000	53,735,000	50,571,000
Net pension liability - ending	<u>\$ 16,525,423</u>	<u>\$ 21,196,000</u>	<u>\$ 32,473,000</u>	<u>\$ 34,223,000</u>	<u>\$ 30,965,000</u>
Plan fiduciary net position as a percentage of total pension liability	82.39%	76.66%	64.55%	61.09%	62.02%
Covered payroll	\$ 26,737,000	\$ 28,874,000	\$ 31,089,909	\$ 36,519,391	\$ 31,157,782
Net pension liability as a percentage of covered payroll	61.81%	73.41%	104.45%	93.71%	99.38%

(1) GASB Statement No. 68, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2015. Additional years will be added as they become available in the future.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes, which occurred after June 30, 2017. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes).

CITY OF OXNARD, CALIFORNIA
SCHEDULE OF PLAN CONTRIBUTIONS - PARS
 AS OF JUNE 30 FOR THE LAST TEN FISCAL YEARS (1)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 4,203,000	\$ 4,406,000	\$ 4,376,000	\$ 3,589,787	\$ 4,184,000
Contributions in relation to the actuarially-determined contribution	<u>4,271,191</u>	<u>4,392,047</u>	<u>4,314,000</u>	<u>3,589,787</u>	<u>1,043,000</u>
Contribution deficiency/(excess)	<u>\$ (68,191)</u>	<u>\$ 13,953</u>	<u>\$ 62,000</u>	<u>\$ -</u>	<u>\$ 3,141,000</u>
Covered payroll	\$ 24,892,511	\$ 26,737,000	\$ 28,874,000	\$ 31,089,909	\$ 36,519,391
Contributions as a percentage of employee payroll	17.16%	16.43%	14.94%	11.55%	11.46%

(1) GASB Statement No. 68, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2015. Additional years will be added as they become available in the future.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes, which occurred after June 30, 2013. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit.

CITY OF OXNARD, CALIFORNIA
SCHEDULE OF CHANGES IN THE CITY'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
AS OF JUNE 30 FOR THE LAST TEN FISCAL YEARS (1)

	2019	2018
Total OPEB liability		
Service Cost	\$ 1,967,866	\$ 1,779,949
Interest	1,116,107	1,055,268
Changes in benefit terms	-	-
Differences between expected and actual experience	-	-
Changes in assumptions	(2,392,006)	-
Benefit payments	(931,942)	(851,701)
Net change in total OPEB liability	(239,975)	1,983,516
Total OPEB liability, beginning of year	36,120,738	34,137,222
Total OPEB liability, end of year	35,880,763	36,120,738
Plan Fiduciary Net Position		
Contributions - employer	931,942	-
Net investment income	-	-
Benefit payments, including implicit subsidy	(931,942)	-
Trustee fees	-	-
Administrative expenses	-	-
Net change in plan fiduciary net position	-	-
Total plan fiduciary net position, beginning of year	-	-
Total plan fiduciary net position, end of year	-	-
Net OPEB liability, beginning of year	36,120,738	34,137,222
Net OPEB liability, end of year	\$ 35,880,763	\$ 36,120,738
Plan fiduciary net position as a percentage of total pension liability	0.00%	0.00%
Covered payroll	\$ 85,907,755	\$ 83,423,271
Net OPEB liability as a percentage of covered payroll	41.77%	43.30%

- (1) GASB Statement No. 75, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2018. Additional years will be added as they become available in the future.

Notes to Schedule:

Changes in benefit terms: none

Changes of assumptions: Based on a review of plan experience during the period July 1, 2015 to June 30, 2017, actuarial assumptions increased the discount rate to 3.62%.

CITY OF OXNARD, CALIFORNIA
GENERAL FUND GROUP
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Taxes				
Property	\$ 56,520,114	\$ 56,520,114	\$ 56,463,689	\$ (56,425)
Sales	45,616,279	45,616,279	48,518,650	2,902,371
Transient occupancy	5,489,550	5,489,550	5,557,470	67,920
Business license (net of refund)	5,642,218	5,642,218	6,167,475	525,257
Franchise	2,958,847	2,958,847	3,503,323	544,476
Other taxes	781,411	781,411	692,685	(88,726)
Licenses and permits	3,631,231	3,631,231	3,007,750	(623,481)
Intergovernmental	1,801,543	1,801,543	2,259,907	458,364
Charges for services	22,772,958	22,793,741	20,895,034	(1,898,707)
Fines and forfeitures	2,317,735	2,662,801	2,368,800	(294,001)
Investment earnings	1,071,398	1,071,398	1,847,513	776,115
Special assessments	552,352	552,352	528,790	(23,562)
Miscellaneous	4,908,798	5,508,634	7,664,832	2,156,198
Total Revenues	<u>154,064,434</u>	<u>155,030,119</u>	<u>159,475,918</u>	<u>4,445,799</u>
EXPENDITURES				
General Government				
Legislative				
City Council	460,129	460,129	452,176	7,953
City Treasurer	1,074,464	1,074,464	987,989	86,475
City Clerk	575,990	576,040	551,810	24,230
Administrative and Support Services				
City Manager	1,934,632	1,885,070	1,823,068	62,002
City Attorney	1,699,067	1,712,399	1,634,576	77,823
Financial services	4,758,585	5,682,245	5,267,473	414,772
Human resources	2,191,026	2,191,026	2,037,859	153,167
Nondepartmental	3,889,651	3,888,949	4,496,220	(607,271)
Public Safety				
Police	60,536,489	61,022,463	61,991,315	(968,852)
Fire	22,273,103	22,502,977	24,537,863	(2,034,886)
Transportation systems	5,821,346	6,929,702	5,519,634	1,410,068
Community Development				
Development services	9,526,483	10,677,028	9,398,730	1,278,298
Economic development and tourism service	1,585,036	1,565,036	1,125,634	439,402
Housing services	810,762	712,742	705,440	7,302
Community service	127,485	128,607	155,535	(26,928)
Culture and Leisure				
Recreation services	10,482,280	10,785,064	10,673,078	111,986
Park and public grounds	9,143,236	9,260,066	9,295,606	(35,540)
Library services	3,512,543	3,511,999	3,196,990	315,009
Capital outlay	1,640,801	8,897,980	5,417,773	3,480,207
Principal	832,547	873,517	745,000	128,517
Interest and fiscal charges	520,447	574,539	574,539	-
Total Expenditures	<u>143,396,102</u>	<u>154,912,042</u>	<u>150,588,308</u>	<u>4,323,734</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>10,668,332</u>	<u>118,077</u>	<u>8,887,610</u>	<u>8,769,533</u>

GENERAL FUND GROUP (Continued)
BUDGETARY COMPARISON SCHEDULE

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
OTHER FINANCING SOURCES (USES)				
Transfers in	1,851,385	1,851,385	4,240,137	(19,930)
Transfers out	<u>(7,260,499)</u>	<u>(7,384,469)</u>	<u>(11,355,702)</u>	<u>(3,971,233)</u>
Net Other Financing Sources (Uses)	<u>(5,409,114)</u>	<u>(5,533,084)</u>	<u>(7,115,565)</u>	<u>(3,991,163)</u>
NET CHANGE IN FUND BALANCES	5,259,218	(5,415,007)	1,772,045	4,778,370
FUND BALANCES, JULY 1	40,462,433	40,462,433	40,462,433	4,778,370
FUND BALANCES, JUNE 30	<u>\$ 45,721,651</u>	<u>\$ 35,047,426</u>	<u>\$ 42,234,478</u>	<u>\$ 9,556,740</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

The City does not prepare a budget for the Affordable Housing Fund.

CITY OF OXNARD, CALIFORNIA
DEVELOPMENT FEES SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Licenses and permits	\$ 984,891	\$ 984,891	\$ 1,050,222	\$ 65,331
Intergovernmental	1,634	1,634	4,344	2,710
Growth and development fees	5,204,372	5,204,372	6,310,510	1,106,138
Fines and forfeitures	-	-	31,500	31,500
Interest	244,937	244,937	1,443,562	1,198,625
Miscellaneous	372,395	372,395	2,814,244	2,441,849
Total Revenues	<u>6,808,229</u>	<u>6,808,229</u>	<u>11,654,382</u>	<u>4,846,153</u>
EXPENDITURES				
General government	97,241	617,241	301,349	315,892
Public safety	868,956	874,590	809,614	64,976
Transportation systems	8,535	38,535	13,121	25,414
Community development	132,859	347,859	422,535	(74,676)
Culture and leisure	10,431	10,431	30,712	(20,281)
Capital outlay	<u>290,154</u>	<u>7,528,008</u>	<u>682,880</u>	<u>6,845,128</u>
Total Expenditures	<u>1,408,176</u>	<u>9,416,664</u>	<u>2,260,211</u>	<u>7,156,453</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>5,400,053</u>	<u>(2,608,435)</u>	<u>9,394,171</u>	<u>12,002,606</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>(602,422)</u>	<u>(671,352)</u>	<u>(671,144)</u>	<u>208</u>
Net Other Financing Sources (Uses)	<u>(602,422)</u>	<u>(671,352)</u>	<u>(671,144)</u>	<u>208</u>
NET CHANGE IN FUND BALANCES	4,797,631	(3,279,787)	8,723,027	12,002,814
FUND BALANCES, JULY 1	<u>32,245,800</u>	<u>32,245,800</u>	<u>32,245,800</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 37,043,431</u>	<u>\$ 28,966,013</u>	<u>\$ 40,968,827</u>	<u>\$ 12,002,814</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

SUPPLEMENTARY INFORMATION

GENERAL FUND GROUP

CITY OF OXNARD, CALIFORNIA
COMBINING BALANCE SHEET
GENERAL FUND GROUP
JUNE 30, 2019

	GENERAL FUND			
	101 - General Fund	104 - Half Cent Sales Tax	105 - Street Maintenance	641 - Performing Arts Center
ASSETS				
Cash and investments	\$ 15,261,171	\$ 11,065,783	\$ 12,873,450	\$ 98,055
Accounts and other receivables	2,113,950	11,765	-	(309)
Due from other funds	4,350,294	1,570,859	-	-
Due from other government	7,659,954	2,519,663	-	-
Due from Successor Agency	297,915	-	-	-
Advances to/(from) other funds	(8,590,102)	8,590,102	-	-
Other assets	(60)	-	-	-
Total Assets	\$ 21,093,122	\$ 23,758,172	\$ 12,873,450	\$ 97,746
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES				
LIABILITIES				
Accounts payable	\$ 2,685,640	\$ 798,177	\$ 2,298,347	\$ 124,124
Other liabilities	6,522,761	399,761	172,185	(26,485)
Due to other funds	1,570,860	-	-	-
Advances from other funds	-	-	-	-
Unearned revenues	59,148	-	-	-
Total Liabilities	10,838,409	1,197,938	2,470,532	97,639
DEFERRED INFLOW OF RESOURCES				
Deferred inflow on revenues	6,950	-	-	-
Total Liabilities and Deferred Inflows of Resources	10,845,359	1,197,938	2,470,532	97,639
FUND BALANCES				
Restricted for:				
Streets and traffic improvements/maintenance	-	-	10,402,918	-
Culture and leisure	-	-	-	-
Committed to:				
Measure "O" eligible services	-	22,560,234	-	-
Assigned to:				
Other purposes	13,312	-	-	-
Unassigned	10,234,451	-	-	107
Total Fund Balances	10,247,763	22,560,234	10,402,918	107
TOTAL LIABILITIES AND FUND BALANCES	\$ 21,093,122	\$ 23,758,172	\$ 12,873,450	\$ 97,746

* Other funds include: General Fund Carryover (102), Oxnard Police Department (OPD) Training (103), Stormwater Management (114), Payroll Clearing Trust (542), Carnegie Clearing Trust (551), City Corps Trust (555) and Contributions Trust (571).

GENERAL FUND

651 - Golf Course	Other*	Total
\$ 1,428,365	\$ 1,549,884	\$ 42,276,708
168,411	947,804	3,241,621
-	-	5,921,153
-	460,563	10,640,180
-	-	297,915
-	-	-
-	377,105	377,045
<u>\$ 1,596,776</u>	<u>\$ 3,335,356</u>	<u>\$ 62,754,622</u>

ASSETS

Cash and investments
Accounts and other receivables
Due from other funds
Due from other government
Due from Successor Agency
Notes receivable
Other assets

Total Assets

LIABILITIES AND DEFERRED INFLOWS OF RESOURCES

LIABILITIES

\$ 82,978	\$ 90,927	\$ 6,080,193
4,523	4,249,527	11,322,272
128,517	414,303	2,113,680
856,237	-	856,237
-	81,664	140,812
<u>1,072,255</u>	<u>4,836,421</u>	<u>20,513,194</u>

Total Liabilities

DEFERRED INFLOW OF RESOURCES

Deferred inflow on revenues

-	-	6,950
<u>1,072,255</u>	<u>4,836,421</u>	<u>20,520,144</u>

Total Liabilities and Deferred Inflows of Resources

FUND BALANCES

Restricted for:

Streets and traffic improvements/maintenance
Culture and leisure

Committed to:

Measure "O" eligible services

Assigned to:

Other purposes

Unassigned

-	-	10,402,918
-	125,065	125,065
-	-	22,560,234
-	269,519	282,831
524,521	(1,895,649)	8,863,430
<u>524,521</u>	<u>(1,501,065)</u>	<u>42,234,478</u>
<u>\$ 1,596,776</u>	<u>\$ 3,335,356</u>	<u>\$ 62,754,622</u>

Total Fund Balances

TOTAL LIABILITIES AND FUND BALANCES

CITY OF OXNARD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GENERAL FUND GROUP
FOR THE YEAR ENDED JUNE 30, 2019

	GENERAL FUND			
	101 - General Fund	104 - Half Cent Sales Tax	105 - Street Maintenance	641 - Performing Arts Center
REVENUES				
Taxes	\$ 105,715,561	\$ 15,187,731	\$ -	\$ -
Licenses and permits	3,007,750	-	-	-
Intergovernmental	2,229,915	-	-	-
Charges for services	15,852,984	-	4,086,552	781,447
Fines and forfeitures	2,368,800	-	-	-
Interest on investments	1,204,874	438,579	121,575	1,636
Special assessments	68,227	-	-	-
Miscellaneous	5,772,344	49,550	-	127,309
Total Revenues	136,220,455	15,675,860	4,208,127	910,392
EXPENDITURES				
Current				
General government	15,347,462	1,289,762	-	-
Public safety	79,640,951	6,806,396	-	-
Transportation	4,295,915	483,059	740,660	-
Community development	9,239,379	556,364	-	-
Culture and leisure	15,050,168	1,492,208	-	2,129,420
Library services	3,162,245	34,745	-	-
Capital Outlay	101,759	1,632,544	3,623,086	51,016
Debt Service				
Principal	-	745,000	-	-
Interest and fiscal charges	350,582	223,957	-	-
Total Expenditures	127,188,461	13,264,035	4,363,746	2,180,436
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	9,031,994	2,411,825	(155,619)	(1,270,044)
OTHER FINANCING SOURCES (USES)				
Proceeds from bonds	-	-	-	-
Transfers in	1,831,455	-	-	1,270,151
Transfers out	(7,155,781)	(4,199,921)	-	-
Total Other Financing Sources (Uses)	(5,324,326)	(4,199,921)	-	1,270,151
NET CHANGE IN FUND BALANCES	3,707,668	(1,788,096)	(155,619)	107
FUND BALANCES, JULY 1	6,540,095	24,348,330	10,558,537	-
FUND BALANCES, JUNE 30	\$ 10,247,763	\$ 22,560,234	\$ 10,402,918	\$ 107

* Other funds include: General Fund Carryover (102), Oxnard Police Department (OPD) Training (103), Stormwater Management (114), Payroll Clearing Trust (542), Carnegie Clearing Trust (551), City Corps Trust (555) and Contributions

GENERAL FUND			
651 - Golf Course	Other*	Total	
\$ -	-	\$ 120,903,292	REVENUES
-	-	3,007,750	Taxes
-	29,992	2,259,907	Licenses and permits
174,051	-	20,895,034	Intergovernmental
-	-	2,368,800	Charges for services
42,312	38,537	1,847,513	Fines and forfeitures
-	460,563	528,790	Interest on investments
1,155,714	559,915	7,664,832	Special assessments
1,372,077	1,089,007	159,475,918	Miscellaneous
			Total Revenues
			EXPENDITURES
			Current
-	613,947	17,251,171	General government
-	81,831	86,529,178	Public safety
-	-	5,519,634	Transportation
-	1,589,596	11,385,339	Community development
779,234	517,654	19,968,684	Culture and leisure
-	-	3,196,990	Library services
-	9,368	5,417,773	Capital Outlay
		-	Debt Service
-	-	745,000	Principal
-	-	574,539	Interest and fiscal charges
779,234	2,812,396	150,588,308	Total Expenditures
			EXCESS OF REVENUES OVER (UNDER)
592,843	(1,723,389)	8,887,610	EXPENDITURES
			OTHER FINANCING SOURCES (USES)
-	-	-	Proceeds from bonds
-	1,138,531	4,240,137	Transfers in
-	-	(11,355,702)	Transfers out
-	1,138,531	(7,115,565)	Total Other Financing Sources (Uses)
592,843	(584,858)	1,772,045	NET CHANGE IN FUND BALANCES
(68,322)	(916,207)	40,462,433	FUND BALANCES, JULY 1
\$ 524,521	\$ (1,501,065)	\$ 42,234,478	FUND BALANCES, JUNE 30

**CITY OF OXNARD, CALIFORNIA
GENERAL FUND - 101 - GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2019**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Taxes				
Property	\$ 56,520,114	\$ 56,520,114	\$ 56,463,689	\$ (56,425)
Sales	31,000,279	31,000,279	33,330,919	2,330,640
Transient occupancy	5,489,550	5,489,550	5,557,470	67,920
Business license (net of refund)	5,642,218	5,642,218	6,167,475	525,257
Franchise	2,958,847	2,958,847	3,503,323	544,476
Other taxes	781,411	781,411	692,685	(88,726)
Licenses and permits	3,631,231	3,631,231	3,007,750	(623,481)
Intergovernmental	1,786,543	1,786,543	2,229,915	443,372
Charges for services	17,609,109	17,609,109	15,852,984	(1,756,125)
Fines and forfeitures	2,317,735	2,662,801	2,368,800	(294,001)
Investment earnings	848,398	848,398	1,204,874	356,476
Special assessments	80,100	80,100	68,227	(11,873)
Miscellaneous	3,674,798	4,242,548	5,772,344	1,529,796
Total Revenues	<u>132,340,333</u>	<u>133,253,149</u>	<u>136,220,455</u>	<u>2,967,306</u>
EXPENDITURES				
General Government				
Legislative				
City Council	460,129	460,129	452,176	7,953
City Treasurer	1,074,464	1,074,464	987,989	86,475
City Clerk	575,990	576,040	551,810	24,230
Administrative and Support Services				
City Manager	460,129	460,129	1,744,754	(1,284,625)
City Attorney	1,699,067	1,712,399	1,634,576	77,823
Financial services	4,758,585	5,376,200	5,064,353	311,847
Human resources	2,191,026	2,191,026	2,037,859	153,167
Nondepartmental	2,850,983	2,790,704	2,873,945	(83,241)
Public Safety				
Police	57,650,471	58,176,355	59,162,253	(985,898)
Fire	18,587,053	18,580,860	20,478,698	(1,897,838)
Transportation systems	5,199,664	5,237,164	4,295,915	941,249
Community Development				
Development services	7,432,954	8,699,507	7,649,201	1,050,306
Economic development and tourism service	1,485,036	1,465,036	1,125,634	339,402
Housing services	310,762	316,311	309,009	7,302
Community service	127,485	128,607	155,535	(26,928)
Culture and Leisure				
Recreation services	7,038,142	6,994,462	6,625,473	368,989
Park and public grounds	8,381,225	8,376,725	8,424,695	(47,970)
Library services	3,476,726	3,476,726	3,162,245	314,481
Capital outlay	25,000	126,759	101,759	25,000
Principal	1,525,106	1,525,106	-	1,525,106
Interest and fiscal charges	350,582	350,582	350,582	-
Total Expenditures	<u>125,660,579</u>	<u>128,095,291</u>	<u>127,188,461</u>	<u>906,830</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>6,679,754</u>	<u>5,157,858</u>	<u>9,031,994</u>	<u>3,874,136</u>

GENERAL FUND - 101 - GENERAL FUND (Continued)
BUDGETARY COMPARISON SCHEDULE

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 1,851,385	\$ 1,851,385	\$ 1,831,455	\$ (19,930)
Transfers out	<u>(7,260,499)</u>	<u>(7,384,469)</u>	<u>(7,155,781)</u>	<u>228,688</u>
Net Other Financing Sources (Uses)	<u>(5,409,114)</u>	<u>(5,533,084)</u>	<u>(5,324,326)</u>	<u>208,758</u>
NET CHANGE IN FUND BALANCES	1,270,640	(375,226)	3,707,668	4,082,894
FUND BALANCES, JULY 1	6,540,095	6,540,095	6,540,095	4,082,894
FUND BALANCES, JUNE 30	<u>\$ 7,810,735</u>	<u>\$ 6,164,869</u>	<u>\$ 10,247,763</u>	<u>\$ 8,165,788</u>

CITY OF OXNARD, CALIFORNIA
GENERAL FUND - 104 - HALF CENT SALES TAX
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Taxes				
Sales	\$ 14,616,000	\$ 14,616,000	\$ 15,187,731	\$ 571,731
Investment earnings	101,000	101,000	438,579	337,579
Miscellaneous	-	-	49,550	49,550
Total Revenues	<u>14,717,000</u>	<u>14,717,000</u>	<u>15,675,860</u>	<u>958,860</u>
EXPENDITURES				
General Government				
Administrative and Support Services				
City Manager	203,863	81,108	78,314	2,794
Financial services	-	306,045	203,120	102,925
Nondepartmental	1,038,668	1,098,245	1,008,328	89,917
Public Safety				
Police	2,783,875	2,743,965	2,747,231	(3,266)
Fire	3,686,050	3,922,117	4,059,165	(137,048)
Transportation systems	400,000	483,058	483,059	(1)
Community Development				
Development services	405,137	214,376	159,933	54,443
Economic development and tourism service	100,000	100,000	-	100,000
Housing services	500,000	396,431	396,431	-
Culture and Leisure				
Recreation services	592,237	703,897	621,297	82,600
Park and public grounds	762,011	883,341	870,911	12,430
Library services	35,817	35,273	34,745	528
Capital outlay	1,562,362	3,378,645	1,632,544	1,746,101
Principal	(692,559)	(780,106)	745,000	(1,525,106)
Interest and fiscal charges	169,865	223,957	223,957	-
Total Expenditures	<u>11,547,326</u>	<u>13,790,352</u>	<u>13,264,035</u>	<u>526,317</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>3,169,674</u>	<u>926,648</u>	<u>2,411,825</u>	<u>1,485,177</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ -	\$ -	\$ -	\$ -
Transfers out	(4,571,731)	(4,428,651)	(4,199,921)	228,730
Net Other Financing Sources (Uses)	<u>(4,571,731)</u>	<u>(4,428,651)</u>	<u>(4,199,921)</u>	<u>228,730</u>
NET CHANGE IN FUND BALANCES	(1,402,057)	(3,502,003)	(1,788,096)	1,713,907
FUND BALANCES, JULY 1	24,348,330	24,348,330	24,348,330	1,713,907
FUND BALANCES, JUNE 30	<u>\$ 22,946,273</u>	<u>\$ 20,846,327</u>	<u>\$ 22,560,234</u>	<u>\$ 3,427,814</u>

NON-MAJOR GOVERNMENTAL FUNDS

Nonmajor Governmental Funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than capital outlay and debt service funds that are legally restricted to expenditures for particular purposes).

HUD and CDBG Grants Fund - This fund is used to account for federal entitlement that is used to provide housing loans to low/moderate income families and community development block grants to develop viable urban communities.

State and Federal Grants Fund - This fund is used to account for state and federal grants.

Public Safety Retirement Fund - This fund is used to account for voter-approved property tax for public safety uniformed employees' retirement.

Debt Service Fund - This fund accounts for the accumulation of resources and payments of principal and interest of the City's general long-term debt.

Capital Outlay Fund - This fund accounts for financing and construction of general government capital projects.

State Gas Tax Fund - This fund is used to account for the allocated share of Gas Tax Revenue. Spending of gas tax is legally restricted to be used for maintenance and improvement of public streets.

Traffic Safety Fund - This fund is used to account for shared revenues received from fines and forfeitures under the State of California Vehicle Code. Fund is restricted to be expended only for improvement and maintenance of traffic control equipment/devices.

Transportation Development Fund - This fund is used to account for Transportation Development Act revenues and to be used for street maintenance and road improvements, and construction of pedestrian and bike facilities.

Maintenance Assessment Districts - This fund is used to account for assessment revenues and expenditures related to waterways and landscape maintenance of various district areas in the City.

CITY OF OXNARD, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2019

	HUD AND CDBG GRANTS FUND	STATE AND FEDERAL GRANTS FUND	PUBLIC SAFETY RETIREMENT	DEBT SERVICE FUND	CAPITAL OUTLAY FUND	STATE GAS TAX
ASSETS						
Cash and cash equivalents	\$ 35,678	\$ 1,555,467	\$ 1,807,818	\$ 16,523	\$ 14,218,593	\$1,651,724
Investments with fiscal agents	-	-	-	3,089	17,238,530	1,737,904
Accounts and other receivables	660,844	4,999,712	-	-	109,117	327,853
Notes receivable	2,942,848	6,360,439	-	-	-	-
Due from other government	-	-	357,828	-	-	355,014
Due from Successor Agency	-	-	-	-	22,910	-
Total Assets	<u>\$ 3,639,370</u>	<u>\$ 12,915,618</u>	<u>\$ 2,165,646</u>	<u>\$ 19,612</u>	<u>\$ 31,589,150</u>	<u>\$4,072,495</u>
LIABILITIES						
Accounts payable	\$ 104,434	\$ 2,902,979	\$ -	\$ -	\$ 317,952	\$ 342,316
Other liabilities	47,184	230,753	255,181	-	72,114	158,112
Due to other funds	379,809	1,624,029	-	-	847,461	-
Unearned revenues	168,096	1,361,966	-	-	-	-
Total Liabilities	<u>699,523</u>	<u>6,119,727</u>	<u>255,181</u>	<u>-</u>	<u>1,237,527</u>	<u>500,428</u>
DEFERRED INFLOW OF RESOURCES						
Deferred inflow on loans	2,942,848	6,360,439	-	-	-	-
Total Deferred Inflow on Loans	<u>2,942,848</u>	<u>6,360,439</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Restricted for:						
Debt Service	-	-	-	19,612	179,870	1,737,904
Transportation systems	-	-	-	-	-	-
Maintenance districts	-	-	-	-	-	-
Street and traffic improvements/ maintenance	-	-	-	-	16,377,142	1,834,163
Housing	(3,001)	-	-	-	-	-
Culture and leisure	-	-	-	-	-	-
Public safety	-	-	1,910,465	-	-	-
Grants	-	435,452	-	-	-	-
Assigned to:						
Grants	-	-	-	-	-	-
Capital projects	-	-	-	-	13,794,611	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	<u>(3,001)</u>	<u>435,452</u>	<u>1,910,465</u>	<u>19,612</u>	<u>30,351,623</u>	<u>3,572,067</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,639,370</u>	<u>\$ 12,915,618</u>	<u>\$ 2,165,646</u>	<u>\$ 19,612</u>	<u>\$ 31,589,150</u>	<u>\$4,072,495</u>

TRAFFIC SAFETY	TRANSPORTATION DEVELOPMENT FUND	MAINTENANCE ASSESSMENT DISTRICTS FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS	
\$ 609,405	\$ 4,666,009	\$ 16,918,983	\$ 41,480,200	ASSETS
-	-	-	18,979,523	Cash and cash equivalents
638	22,060	17,692	6,137,916	Investments with fiscal agents
-	-	-	9,303,287	Accounts and other receivables
56,705	-	101,595	871,142	Notes receivable
-	-	-	22,910	Due from other government
\$ 666,748	\$ 4,688,069	\$ 17,038,270	\$ 76,794,978	Due from Successor Agency
				Total Assets
				LIABILITIES
\$ -	\$ 522,514	\$ 403,775	\$ 4,593,970	Accounts payable
11,014	41,775	50,740	866,873	Other liabilities
-	-	420,728	3,272,027	Due to other funds
-	2,196,657	-	3,726,719	Unearned revenues
11,014	2,760,946	875,243	12,459,589	Total Liabilities
				DEFERRED INFLOW OF RESOURCES
-	-	-	9,303,287	Deferred inflow on loans
-	-	-	9,303,287	Total Deferred Inflow on Loans
				FUND BALANCES
				Restricted for:
-	-	-	1,937,386	Debt Service
	1,927,123	-	1,927,123	Transportation systems
-	-	16,163,027	16,163,027	Maintenance districts
-	-	-	18,211,305	Street and traffic improvements/ maintenance
-	-	-	(3,001)	Housing
-	-	-	-	Culture and leisure
655,734	-	-	2,566,199	Public safety
-	-	-	435,452	Grants
				Assigned to:
-	-	-	-	Grants
-	-	-	13,794,611	Capital projects
-	-	-	-	Unassigned
655,734	1,927,123	16,163,027	55,032,102	Total Fund Balances
\$ 666,748	\$ 4,688,069	\$ 17,038,270	\$ 76,794,978	TOTAL LIABILITIES AND FUND BALANCES

CITY OF OXNARD, CALIFORNIA
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES**
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	HUD AND CDBG GRANTS FUND	STATE AND FEDERAL GRANTS FUND	PUBLIC SAFETY RETIREMENT	DEBT SERVICE FUND	CAPITAL OUTLAY FUND	STATE GAS TAX
REVENUES						
Taxes	\$ -	\$ -	\$ 13,763,857	\$ -	\$ 383,929	\$ -
Intergovernmental	2,333,763	11,393,163	-	-	-	7,787,353
Charges for services	-	-	-	-	-	12,414
Fines and forfeitures	-	293,105	-	-	-	-
Interest	-	35,054	12,629	15,210	911,766	74,366
Special assessments	-	-	-	-	-	-
Miscellaneous	-	251,385	-	-	407	707
Total Revenues	<u>2,333,763</u>	<u>11,972,707</u>	<u>13,776,486</u>	<u>15,210</u>	<u>1,296,102</u>	<u>7,874,840</u>
EXPENDITURES						
Current						
General government	-	11,504	-	-	-	2,500
Public safety	20,202	1,637,197	13,171,078	-	61,880	-
Transportation systems	-	50	-	-	808	4,250,008
Community development	1,551,966	3,644,182	-	-	257,754	-
Culture and leisure	113,877	3,472,039	-	-	-	5,208
Capital outlay	657,235	4,062,002	-	-	3,623,443	1,279,986
Debt Service						
Principal	-	-	-	4,656,274	-	720,000
Interest and fiscal charges	-	-	-	3,391,010	-	992,100
Total Expenditures	<u>2,343,280</u>	<u>12,826,974</u>	<u>13,171,078</u>	<u>8,047,284</u>	<u>3,943,885</u>	<u>7,249,802</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(9,517)</u>	<u>(854,267)</u>	<u>605,408</u>	<u>(8,032,074)</u>	<u>(2,647,783)</u>	<u>625,038</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	7,779,526	-	-
Transfers out	-	-	-	-	-	-
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,779,526</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(9,517)	(854,267)	605,408	(252,548)	(2,647,783)	625,038
FUND BALANCES, JULY 1	5,110	1,273,577	1,305,057	272,160	32,999,406	2,947,029
PRIOR-PERIOD ADJUSTMENT	1,406	16,142	-	-	-	-
FUND BALANCES, JULY 1, AS RESTATED	<u>6,516</u>	<u>1,289,719</u>	<u>1,305,057</u>	<u>272,160</u>	<u>32,999,406</u>	<u>2,947,029</u>
FUND BALANCES, JUNE 30	<u>\$ (3,001)</u>	<u>\$ 435,452</u>	<u>\$ 1,910,465</u>	<u>\$ 19,612</u>	<u>\$ 30,351,623</u>	<u>\$ 3,572,067</u>

TRAFFIC SAFETY	TRANSPORTATION DEVELOPMENT FUND	MAINTENANCE ASSESSMENT DISTRICTS FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS	
				REVENUES
\$ -	\$ -	\$ -	\$ 14,147,786	Taxes
273,777	475,446	-	22,263,502	Intergovernmental
-	-	395,464	407,878	Charges for services
-	-	-	293,105	Fines and forfeitures
27,506	182,393	669,192	1,928,116	Interest
-	-	8,614,081	8,614,081	Special assessments
-	229,847	13,410	495,756	Miscellaneous
<u>301,283</u>	<u>887,686</u>	<u>9,692,147</u>	<u>48,150,224</u>	Total Revenues
				EXPENDITURES
				Current
-	-	140	14,144	General government
442,279	-	833,610	16,166,246	Public safety
-	789,302	235,291	5,275,459	Transportation systems
-	-	2,069,923	7,523,825	Community development
-	-	5,908,619	9,499,743	Culture and leisure
-	457,766	96,826	10,177,258	Capital outlay
-	-	-	-	Debt Service
-	-	-	5,376,274	Principal
-	-	-	4,383,110	Interest and fiscal charges
<u>442,279</u>	<u>1,247,068</u>	<u>9,144,409</u>	<u>58,416,059</u>	Total Expenditures
				EXCESS OF REVENUES OVER (UNDER) EXPENDITURES
(140,996)	(359,382)	547,738	(10,265,835)	
				OTHER FINANCING SOURCES (USES)
-	-	350,963	8,130,489	Transfers in
-	-	(69,738)	(69,738)	Transfers out
-	-	281,225	8,060,751	Net Other Financing Sources (Uses)
(140,996)	(359,382)	828,963	(2,205,084)	NET CHANGE IN FUND BALANCES
1,031,799	2,051,436	15,334,064	57,219,638	FUND BALANCES, JULY 1
(235,069)	235,069	-	17,548	PRIOR-PERIOD ADJUSTMENT
796,730	2,286,505	15,334,064	57,237,186	FUND BALANCES, JULY 1, AS RESTATED
<u>\$ 655,734</u>	<u>\$ 1,927,123</u>	<u>\$ 16,163,027</u>	<u>\$ 55,032,102</u>	FUND BALANCES, JUNE 30

CITY OF OXNARD, CALIFORNIA
NONMAJOR - CDBG AND HUD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 2,907,579	\$ 3,006,459	\$ 2,333,763	\$ (672,696)
Interest	-	-	-	-
Total Revenues	<u>2,907,579</u>	<u>3,006,459</u>	<u>2,333,763</u>	<u>(672,696)</u>
EXPENDITURES				
Public safety	-	59,139	20,202	38,937
Community development	2,500,112	2,688,779	1,551,966	1,136,813
Culture and leisure	153,925	156,577	113,877	42,700
Capital outlay	1,184,898	2,436,616	657,235	1,779,381
Total Expenditures	<u>3,838,935</u>	<u>5,341,111</u>	<u>2,343,280</u>	<u>2,997,831</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(931,356)</u>	<u>(2,334,652)</u>	<u>(9,517)</u>	<u>2,325,135</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	8,185,324	-	(8,185,324)
Total Other Financing Sources (Uses)	<u>-</u>	<u>8,185,324</u>	<u>-</u>	<u>(8,185,324)</u>
NET CHANGE IN FUND BALANCES	<u>(931,356)</u>	<u>5,850,672</u>	<u>(9,517)</u>	<u>(5,860,189)</u>
FUND BALANCES, JULY 1	<u>5,110</u>	<u>5,110</u>	<u>5,110</u>	<u>-</u>
PRIOR-PERIOD ADJUSTMENT			<u>1,406</u>	
FUND BALANCES, JUNE 30	<u>\$ (926,246)</u>	<u>\$ 5,855,782</u>	<u>\$ (3,001)</u>	<u>\$ (5,860,189)</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

CITY OF OXNARD, CALIFORNIA
NONMAJOR - STATE AND FEDERAL GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 3,747,526	\$ 22,130,766	\$ 11,393,163	\$ (10,737,603)
Fines and forfeitures	-	-	293,105	293,105
Interest	21,516	21,516	35,054	13,538
Miscellaneous	122,400	274,942	251,385	(23,557)
Total Revenues	<u>3,891,442</u>	<u>22,427,224</u>	<u>11,972,707</u>	<u>(10,454,517)</u>
EXPENDITURES				
General government	-	16,339	11,504	4,835
Public safety	451,344	3,488,349	1,637,197	1,851,152
Transportation systems	-	53,800	50	53,750
Community development	309,636	6,592,892	3,644,182	2,948,710
Culture and leisure	3,371,392	4,158,392	3,472,039	686,353
Capital outlay	-	15,140,271	4,062,002	11,078,269
Total Expenditures	<u>4,132,372</u>	<u>29,450,043</u>	<u>12,826,974</u>	<u>16,623,069</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(240,930)</u>	<u>(7,022,819)</u>	<u>(854,267)</u>	<u>6,168,552</u>
NET CHANGE IN FUND BALANCES	<u>(240,930)</u>	<u>(7,022,819)</u>	<u>(854,267)</u>	<u>6,168,552</u>
FUND BALANCES, JULY 1	<u>1,273,577</u>	<u>1,273,577</u>	<u>1,273,577</u>	<u>-</u>
PRIOR-PERIOD ADJUSTMENT			<u>16,142</u>	
FUND BALANCES, JUNE 30	<u>\$ 1,032,647</u>	<u>\$ (5,749,242)</u>	<u>\$ 435,452</u>	<u>\$ 6,168,552</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

CITY OF OXNARD, CALIFORNIA
NONMAJOR - PUBLIC SAFETY RETIREMENT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Taxes	\$ 13,253,323	\$ 13,253,323	\$ 13,763,857	\$ 510,534
Investment income	6,709	6,709	12,629	5,920
Total Revenues	<u>13,260,032</u>	<u>13,260,032</u>	<u>13,776,486</u>	<u>516,454</u>
EXPENDITURES				
Public safety	13,253,323	13,253,323	13,171,078	82,245
Total Expenditures	<u>13,253,323</u>	<u>13,253,323</u>	<u>13,171,078</u>	<u>82,245</u>
NET CHANGE IN FUND BALANCES	6,709	6,709	605,408	598,699
FUND BALANCES, JULY 1	<u>1,305,057</u>	<u>1,305,057</u>	<u>1,305,057</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 1,311,766</u>	<u>\$ 1,311,766</u>	<u>\$ 1,910,465</u>	<u>\$ 598,699</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

CITY OF OXNARD, CALIFORNIA
NONMAJOR - DEBT SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Interest	\$ -	\$ -	\$ 15,210	\$ 15,210
Miscellaneous	-	-	-	-
Total Revenues	-	-	15,210	15,210
EXPENDITURES				
Debt Service				
Principal	-	-	4,656,274	(4,656,274)
Interest	-	-	3,391,010	(3,391,010)
Total Expenditures	-	-	8,047,284	(8,047,284)
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	-	-	(8,032,074)	(8,032,074)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	7,779,526	7,779,526
Total Other Financing Sources (Uses)	-	-	7,779,526	7,779,526
NET CHANGE IN FUND BALANCES	-	-	(252,548)	(252,548)
FUND BALANCES, JULY 1	272,160	272,160	272,160	-
FUND BALANCES, JUNE 30	\$ 272,160	\$ 272,160	\$ 19,612	\$ (252,548)

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

CITY OF OXNARD, CALIFORNIA
NONMAJOR - CAPITAL OUTLAY FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Taxes	\$ 503,036	\$ 503,036	\$ 383,929	\$ (119,107)
Interest	72,415	72,415	911,766	839,351
Miscellaneous	-	-	407	407
Total Revenues	<u>575,451</u>	<u>575,451</u>	<u>1,296,102</u>	<u>720,651</u>
EXPENDITURES				
General government	-	-	-	-
Public safety	-	-	61,880	(61,880)
Transportation	808	808	808	-
Community development	256,468	513,814	257,754	256,060
Capital outlay	-	6,982,661	3,623,443	3,359,218
Total Expenditures	<u>257,276</u>	<u>7,497,283</u>	<u>3,943,885</u>	<u>3,553,398</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>318,175</u>	<u>(6,921,832)</u>	<u>(2,647,783)</u>	<u>4,274,049</u>
NET CHANGE IN FUND BALANCES	318,175	(6,921,832)	(2,647,783)	4,274,049
FUND BALANCES, JULY 1	<u>32,999,406</u>	<u>32,999,406</u>	<u>32,999,406</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 33,317,581</u>	<u>\$ 26,077,574</u>	<u>\$ 30,351,623</u>	<u>\$ 4,274,049</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

**CITY OF OXNARD, CALIFORNIA
NONMAJOR - STATE GAS TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019**

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 8,273,849	\$ 8,273,849	\$ 7,787,353	\$ (486,496)
Charges for services	410,000	410,000	12,414	(397,586)
Interest	21,287	21,287	74,366	53,079
Miscellaneous	-	-	707	707
Total Revenues	<u>8,705,136</u>	<u>8,705,136</u>	<u>7,874,840</u>	<u>(830,296)</u>
EXPENDITURES				
General government	5,125	5,125	2,500	2,625
Transportation systems	4,700,645	4,851,148	4,250,008	601,140
Culture and leisure	5,208	5,208	5,208	-
Capital outlay	0	2,771,836	1,279,986	1,491,850
Debt Service				
Principal	720,000	720,000	720,000	-
Interest	992,100	992,100	992,100	-
Total Expenditures	<u>6,423,078</u>	<u>9,345,417</u>	<u>7,249,802</u>	<u>2,095,615</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>2,282,058</u>	<u>(640,281)</u>	<u>625,038</u>	<u>1,265,319</u>
NET CHANGE IN FUND BALANCES	<u>2,282,058</u>	<u>(640,281)</u>	<u>625,038</u>	<u>1,265,319</u>
FUND BALANCES, JULY 1	<u>2,947,029</u>	<u>2,947,029</u>	<u>2,947,029</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 5,229,087</u>	<u>\$ 2,306,748</u>	<u>\$ 3,572,067</u>	<u>\$ 1,265,319</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

CITY OF OXNARD, CALIFORNIA
NONMAJOR - TRAFFIC SAFETY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 295,800	\$ 295,800	\$ 273,777	\$ (22,023)
Interest	4,391	4,391	27,506	23,115
Total Revenues	<u>300,191</u>	<u>300,191</u>	<u>301,283</u>	<u>1,092</u>
EXPENDITURES				
Public safety	454,192	454,192	442,279	11,913
Capital outlay	-	161,233	-	161,233
Total Expenditures	<u>454,192</u>	<u>615,425</u>	<u>442,279</u>	<u>173,146</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(154,001)</u>	<u>(315,234)</u>	<u>(140,996)</u>	<u>174,238</u>
NET CHANGE IN FUND BALANCES	<u>(154,001)</u>	<u>(315,234)</u>	<u>(140,996)</u>	<u>174,238</u>
FUND BALANCES, JULY 1	<u>1,031,799</u>	<u>1,031,799</u>	<u>1,031,799</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 877,798</u>	<u>\$ 716,565</u>	<u>\$ 890,803</u>	<u>\$ 174,238</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

CITY OF OXNARD, CALIFORNIA
NONMAJOR - TRANSPORTATION DEPARTMENT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 540,351	\$ 540,351	\$ 475,446	\$ (64,905)
Charges for services	-	-	-	-
Interest	331,247	331,247	182,393	(148,854)
Miscellaneous	298,700	298,700	229,847	(68,853)
Total Revenues	<u>1,170,298</u>	<u>1,170,298</u>	<u>887,686</u>	<u>(282,612)</u>
EXPENDITURES				
Transportation systems	613,892	778,800	789,302	(10,502)
Capital outlay	-	2,907,560	457,766	2,449,794
Total Expenditures	<u>613,892</u>	<u>3,686,360</u>	<u>1,247,068</u>	<u>2,439,292</u>
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	<u>556,406</u>	<u>(2,516,062)</u>	<u>(359,382)</u>	<u>2,156,680</u>
NET CHANGE IN FUND BALANCES	556,406	(2,516,062)	(359,382)	2,156,680
FUND BALANCES, JULY 1	<u>2,051,436</u>	<u>2,051,436</u>	<u>2,051,436</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 2,607,842</u>	<u>\$ (464,626)</u>	<u>\$ 1,692,054</u>	<u>\$ 2,156,680</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

CITY OF OXNARD, CALIFORNIA
NONMAJOR - MAINTENANCE ASSESSMENT DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Charges for services	\$ 972,885	\$ 972,885	\$ 395,464	\$ (577,421)
Special assessments	8,573,447	8,573,447	8,614,081	40,634
Interest	93,601	93,601	669,192	575,591
Miscellaneous	6,962	6,962	13,410	6,448
Total Revenues	<u>9,646,895</u>	<u>9,646,895</u>	<u>9,692,147</u>	<u>45,252</u>
EXPENDITURES				
General government	-	-	140	(140)
Public safety	1,338,450	1,338,450	833,610	504,840
Transportation systems	187,792	196,792	235,291	(38,499)
Community development	3,143,593	3,083,593	2,069,923	1,013,670
Culture and leisure	7,698,858	7,950,690	5,908,619	2,042,071
Capital outlay	30,000	268,371	96,826	171,545
Total Expenditures	<u>12,398,693</u>	<u>12,837,896</u>	<u>9,144,409</u>	<u>3,693,487</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,751,798)</u>	<u>(3,191,001)</u>	<u>547,738</u>	<u>3,738,739</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	349,379	418,309	350,963	(67,346)
Transfer out	97,661	(97,661)	(69,738)	27,923
Total Other Financing Sources (Uses)	<u>447,040</u>	<u>320,648</u>	<u>281,225</u>	<u>(39,423)</u>
NET CHANGE IN FUND BALANCES	<u>(2,304,758)</u>	<u>(2,870,353)</u>	<u>828,963</u>	<u>3,699,316</u>
FUND BALANCES, JULY 1	<u>15,334,064</u>	<u>15,334,064</u>	<u>15,334,064</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 13,029,306</u>	<u>\$ 12,463,711</u>	<u>\$ 16,163,027</u>	<u>\$ 3,699,316</u>

Note to Budgetary Comparison Schedule:

Budgets are prepared using a current financial resources measurement focus and the modified accrual basis of accounting consistent with generally accepted accounting principles (GAAP).

INTERNAL SERVICE FUNDS

Internal Service Funds

Internal Service Funds are established to account for goods and services provided by one City department to other City departments or related entities, generally, on a cost-recovery basis.

Public Liability and Property Damage Fund-This fund is used to account for the City's self-insurance program of providing public liability and property damage insurance coverage and claims adjustment services to the City's operating funds.

Workers' Compensation Fund-This fund is used to account for the City's self-insurance program for workers' compensation claims.

Utility Customer Services Fund-This fund is used to account for the costs associated with administering the operation of the Customer Services Division and to distribute these costs to the various City utilities such as water, sewer, and refuse.

Information Services Fund-This fund is used to account for the costs associated with the City's data/word processing and financial systems and to distribute these costs to the departments using the systems on a pro-rata basis. Included are costs for hardware and software maintenance, computer operation costs, and some centralized supplies.

Facilities Maintenance Fund-This fund is used to account for the operation and maintenance of City facilities, properties, and capital projects.

Equipment Maintenance Fund-This fund is used to account for automotive fleet maintenance and services provided to City departments.

CITY OF OXNARD, CALIFORNIA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2019

	PUBLIC LIABILITY/ PROPERTY DAMAGE	WORKERS' COMPENSATION	UTILITY CUSTOMER SERVICE	INFORMATION SERVICES
ASSETS				
Current Assets				
Cash and investments	\$ 2,866,777	\$ 7,982,600	\$ 611,486	\$ 694,335
Accounts and other receivables (net of allowance for doubtful accounts)	24,128	74,866	625	677
Other assets	-	-	32,900	125,212
Total Current Assets	<u>2,890,905</u>	<u>8,057,466</u>	<u>645,011</u>	<u>820,224</u>
Noncurrent Assets				
Advances to other funds	-	955,886	-	-
Total Noncurrent Assets	<u>-</u>	<u>955,886</u>	<u>-</u>	<u>-</u>
CAPITAL ASSETS				
Buildings				
Machinery, equipment, and vehicles	17,234	-	-	3,398,670
Vehicles	45,387	-	-	-
Construction in progress	-	-	-	151,731
Total Capital Assets	<u>62,621</u>	<u>-</u>	<u>-</u>	<u>3,550,401</u>
Less: Accumulated depreciation	<u>59,121</u>	<u>-</u>	<u>-</u>	<u>2,405,479</u>
Net Total Capital Assets (net of accumulated depreciation)	<u>3,500</u>	<u>-</u>	<u>-</u>	<u>1,144,922</u>
Total Assets	<u>2,894,405</u>	<u>9,013,352</u>	<u>645,011</u>	<u>1,965,146</u>
DEFERRED OUTFLOW OF RESOURCES				
Deferred outflow on pension plans	27,571	183,950	169,563	550,137
Deferred outflow on other post-employment benefit plans (OPEB)	-	2,949	2,212	22,118
Total Deferred Outflow of Resources	<u>27,571</u>	<u>186,899</u>	<u>171,775</u>	<u>572,255</u>
LIABILITIES				
Current Liabilities				
Accounts payable	74,841	136,358	33,352	309,382
Other liabilities	7,270	45,943	46,314	131,641
Due to other funds	-	-	-	-
Compensated absences payable - current	-	19,000	19,000	180,000
Self-insurance claims - due within one year	<u>2,824,388</u>	<u>8,900,144</u>	<u>-</u>	<u>-</u>
Total Current Liabilities	<u>2,906,499</u>	<u>9,101,445</u>	<u>98,666</u>	<u>621,023</u>
Noncurrent Liabilities				
Compensated absences payable	-	4,307	20,522	122,408
Other post-employment benefits payable	-	103,259	62,830	803,672
Net pension liabilities	126,604	740,609	964,767	2,826,441
Self-insurance claims	<u>4,122,771</u>	<u>15,865,000</u>	<u>-</u>	<u>-</u>
Total Noncurrent Liabilities	<u>4,249,375</u>	<u>16,713,175</u>	<u>1,048,119</u>	<u>3,752,521</u>
Total Liabilities	<u>7,155,874</u>	<u>25,814,620</u>	<u>1,146,785</u>	<u>4,373,544</u>
DEFERRED INFLOW OF RESOURCES				
Deferred inflow on pension plans	15,700	62,879	63,740	326,818
Deferred inflow on other post-employment benefit plans (OPEB)	-	6,132	4,599	45,992
Total Deferred Inflow of Resources	<u>15,700</u>	<u>69,011</u>	<u>68,339</u>	<u>372,810</u>
NET POSITION				
Net investment in capital assets	3,500	-	-	1,144,922
Assigned for fleet equipment replacement	-	-	-	-
Unrestricted	<u>(4,253,098)</u>	<u>(16,683,380)</u>	<u>(398,338)</u>	<u>(3,353,875)</u>
TOTAL NET POSITION	<u>\$ (4,249,598)</u>	<u>\$ (16,683,380)</u>	<u>\$ (398,338)</u>	<u>\$ (2,208,953)</u>

<u>FACILITIES MAINTENANCE</u>	<u>EQUIPMENT MAINTENANCE</u>	<u>TOTAL</u>	
			ASSETS
			Current Assets
\$ 391,663	\$ 109,140	\$ 13,566,001	Cash and investments
			Accounts and other receivables (net of allowance for doubtful accounts)
3,411	27,779	131,486	Other assets
-	-	158,112	Total Current Assets
395,074	1,046,919	13,855,599	Noncurrent Assets
-	-	955,886	Advances to other funds
-	-	955,886	Total Noncurrent Assets
			CAPITAL ASSETS
196,868	250,542	447,410	Buildings
24,271	2,067,643	5,507,818	Machinery, equipment, and vehicles
483,297	3,850,102	4,378,786	Vehicles
-	-	151,731	Construction in progress
704,436	6,168,287	10,485,745	Total Capital Assets
506,707	4,515,483	7,486,790	Less: Accumulated depreciation
197,729	1,652,804	2,998,955	Net Total Capital Assets (net of accumulated depreciation)
592,803	2,699,723	17,810,440	Total Assets
			DEFERRED OUTFLOW OF RESOURCES
801,214	1,200,661	2,933,096	Deferred outflow on pension plans
25,804	25,804	78,887	Deferred outflow on other post-employment benefit plans (OPEB)
827,018	1,226,465	3,011,983	Total Deferred Outflow of Resources
			LIABILITIES
			Current Liabilities
71,963	693,269	1,319,165	Accounts payable
98,624	146,086	475,878	Other liabilities
-	816,873	816,873	Due to other funds
165,000	262,500	645,500	Compensated absences payable - current
-	-	11,724,532	Self-insurance claims - due within one year
335,587	1,918,728	14,981,948	Total Current Liabilities
			Noncurrent Liabilities
90,799	63,251	301,287	Compensated absences payable
888,903	869,417	2,728,081	Other post-employment benefits payable
4,136,330	6,289,713	15,084,464	Net pension liabilities
-	-	19,987,771	Self-insurance claims
5,116,032	7,222,381	38,101,603	Total Noncurrent Liabilities
5,451,619	9,141,109	53,083,551	Total Liabilities
			DEFERRED INFLOW OF RESOURCES
598,324	504,827	1,572,288	Deferred inflow on pension plans
53,657	53,657	164,037	Deferred inflow on other post-employment benefit plans (OPEB)
651,981	558,484	1,736,325	Total Deferred Inflow of Resources
			NET POSITION
197,729	1,652,804	2,998,955	Net investment in capital assets
-	1,020,221	1,020,221	Assigned for fleet equipment replacement
(4,881,508)	(8,446,430)	(38,016,629)	Unrestricted
\$ (4,683,779)	\$ (5,773,405)	\$ (33,997,453)	TOTAL NET POSITION

CITY OF OXNARD. CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	PUBLIC LIABILITY/ PROPERTY DAMAGE	WORKERS' COMPENSATION	UTILITY CUSTOMER SERVICE	INFORMATION SERVICES
OPERATING REVENUES				
Charges for services	\$ 4,586,528	\$ 5,912,663	\$ 1,842,340	\$ 4,738,356
Miscellaneous	56,815	-	-	10,400
Total Operating Income	<u>4,643,343</u>	<u>5,912,663</u>	<u>1,842,340</u>	<u>4,748,756</u>
OPERATING EXPENSES				
Salaries and wages	1,588,740	2,684,857	1,002,337	3,115,742
Contractual services	520,782	743,826	102,777	578,961
Operating supplies	-	-	-	53,262
Utilities	-	3,502	5,479	792,648
Depreciation	1,000	-	-	219,018
General and administrative	1,702,753	543,612	443,462	467,150
Repairs and maintenance	-	30,033	29,137	-
Claims expense	958,958	4,819,566	-	-
Total Operating Expenses	<u>4,772,233</u>	<u>8,825,396</u>	<u>1,583,192</u>	<u>5,226,781</u>
OPERATING INCOME (LOSS)	<u>(128,890)</u>	<u>(2,912,733)</u>	<u>259,148</u>	<u>(478,025)</u>
NONOPERATING REVENUES (EXPENSES)				
Interest income	81,342	310,630	18,955	34,886
Total Nonoperating Revenues (Expenses)	<u>81,342</u>	<u>310,630</u>	<u>18,955</u>	<u>34,886</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	<u>(47,548)</u>	<u>(2,602,103)</u>	<u>278,103</u>	<u>(443,139)</u>
TRANSFERS OUT	<u>-</u>	<u>-</u>	<u>(30,997)</u>	<u>-</u>
CHANGES IN NET POSITION	<u>(47,548)</u>	<u>(2,602,103)</u>	<u>247,106</u>	<u>(443,139)</u>
NET POSITION - JULY 1	<u>(4,202,050)</u>	<u>(14,081,277)</u>	<u>(645,444)</u>	<u>(1,765,814)</u>
NET POSITION - JUNE 30	<u>\$ (4,249,598)</u>	<u>\$ (16,683,380)</u>	<u>\$ (398,338)</u>	<u>\$ (2,208,953)</u>

<u>FACILITIES</u> <u>MAINTENANCE</u>	<u>EQUIPMENT</u> <u>MAINTENANCE</u>	<u>TOTAL</u>
\$ 3,973,091	\$ 8,174,517	\$ 29,227,495
<u>37,705</u>	<u>96,561</u>	<u>201,481</u>
<u>4,010,796</u>	<u>8,271,078</u>	<u>29,428,976</u>
2,517,636	3,669,544	14,578,856
113,821	168,840	2,229,007
248,469	4,613,369	4,915,100
526,309	31,668	1,359,606
9,398	295,011	524,427
411,929	649,079	4,217,985
64,703	936,129	1,060,002
-	-	<u>5,778,524</u>
<u>3,892,265</u>	<u>10,363,640</u>	<u>34,663,507</u>
<u>118,531</u>	<u>(2,092,562)</u>	<u>(5,234,531)</u>
<u>11,313</u>	<u>20,776</u>	<u>477,902</u>
<u>11,313</u>	<u>20,776</u>	<u>477,902</u>
<u>129,844</u>	<u>(2,071,786)</u>	<u>(4,756,629)</u>
-	-	<u>(30,997)</u>
129,844	(2,071,786)	(4,787,626)
(4,813,623)	(3,701,619)	(29,209,827)
<u>\$ (4,683,779)</u>	<u>\$ (5,773,405)</u>	<u>\$ (33,997,453)</u>

OPERATING REVENUES

Charges for services

Miscellaneous

Total Operating Income

OPERATING EXPENSES

Salaries and wages

Contractual services

Operating supplies

Utilities

Depreciation

General and administrative

Repairs and maintenance

Claims expense

Total Operating Expenses

OPERATING INCOME (LOSS)

NONOPERATING REVENUES (EXPENSES)

Interest income

Total Nonoperating Revenues (Expenses)

INCOME (LOSS) BEFORE CONTRIBUTIONS

AND TRANSFERS

TRANSFERS OUT

CHANGES IN NET POSITION

NET POSITION - JULY 1

NET POSITION - JUNE 30

CITY OF OXNARD, CALIFORNIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	PUBLIC LIABILITY/ PROPERTY DAMAGE	WORKERS' COMPENSATION	UTILITY CUSTOMER SERVICE	INFORMATION SERVICES
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 4,619,215	\$ 5,904,270	\$ 1,841,715	\$ 4,748,079
Payments to suppliers	(2,258,343)	(1,360,821)	(580,787)	(1,887,101)
Payments to employees	(1,547,046)	(2,601,275)	(948,896)	(2,984,911)
Cash paid to claimants	488,201	(2,562,247)	-	-
Net Cash Provided By (Used In) Operating Activities	<u>1,302,027</u>	<u>(620,073)</u>	<u>312,032</u>	<u>(123,933)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Collection/(issuance) of advances	-	(1,233)	-	-
Transfers out	-	-	(30,997)	-
Net Cash Provided By (Used In) Capital Financing Activities	<u>-</u>	<u>(1,233)</u>	<u>(30,997)</u>	<u>-</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES				
Purchases of capital assets	-	-	-	(345,588)
Net Cash Provided By (Used In) Capital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(345,588)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on investments	81,342	310,630	18,955	34,886
Net Cash Provided By (Used In) Investing Activities	<u>81,342</u>	<u>310,630</u>	<u>18,955</u>	<u>34,886</u>
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	1,383,369	(310,676)	299,990	(434,635)
CASH AND INVESTMENTS - JULY 1	<u>1,483,408</u>	<u>8,293,276</u>	<u>311,496</u>	<u>1,128,970</u>
CASH AND INVESTMENTS - JUNE 30	<u>\$ 2,866,777</u>	<u>\$ 7,982,600</u>	<u>\$ 611,486</u>	<u>\$ 694,335</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	\$ (128,890)	\$ (2,912,733)	\$ 259,148	\$ (478,025)
Adjustments to Reconcile Operating Income (Loss) to Net Cash				
Provided by (Used In) Operating Activities				
Depreciation and amortization	1,000	-	-	219,018
Changes in Operating Assets and Liabilities				
(Increase) decrease in accounts receivable and due from other funds and governments	(24,128)	(8,393)	(625)	(677)
(Increase) decrease in other assets	-	-	-	(125,212)
Increase (decrease) in accounts payable and other liabilities	(31,178)	(34,436)	27,654	139,239
Increase (decrease) in compensated absences	-	2,827	(9,992)	3,849
Increase (decrease) in other post-employment benefits payable	-	(865)	2,370	(12,520)
Increase (decrease) in net pension liabilities	38,064	76,208	33,477	130,395
Increase (decrease) in self-insurance liability	1,447,159	2,257,319	-	-
Net Cash Provided By (Used In) Operating Activities	<u>\$ 1,302,027</u>	<u>\$ (620,073)</u>	<u>\$ 312,032</u>	<u>\$ (123,933)</u>

The accompanying notes are an integral part of the financial statements.

<u>FACILITIES MAINTENANCE</u>	<u>EQUIPMENT MAINTENANCE</u>	<u>TOTAL</u>	
\$ 4,008,100	\$ 8,243,299	\$ 29,364,678	CASH FLOWS FROM OPERATING ACTIVITIES
(1,339,528)	(6,196,758)	(13,623,338)	Receipts from customers
(2,408,947)	(3,460,786)	(13,951,861)	Payments to suppliers
-	-	(2,074,046)	Payments to employees
259,625	(1,414,245)	(284,567)	Cash paid to claimants
			Net Cash Provided By (Used In) Operating Activities
			CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES
(4,887)	816,873	810,753	Collection/(issuance) of advances
-	-	(30,997)	Transfers out
(4,887)	816,873	779,756	Net Cash Provided By (Used In) Capital Financing Activities
			CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES
-	-	(345,588)	Purchases of capital assets
-	-	(345,588)	Net Cash Provided By (Used In) Capital Financing Activities
			CASH FLOWS FROM INVESTING ACTIVITIES
11,313	20,776	477,902	Interest on investments
11,313	20,776	477,902	Net Cash Provided By (Used In) Investing Activities
			NET INCREASE (DECREASE) IN CASH AND INVESTMENTS
266,051	(576,596)	627,503	CASH AND INVESTMENTS - JULY 1
125,612	1,595,736	12,938,498	CASH AND INVESTMENTS - JUNE 30
<u>\$ 391,663</u>	<u>\$ 1,019,140</u>	<u>\$ 13,566,001</u>	
			RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES
\$ 118,531	\$ (2,092,562)	\$ (5,234,531)	Operating income (loss)
			Adjustments to Reconcile Operating Income (Loss) to Net Cash
			Provided by (Used In) Operating Activities
9,398	295,011	524,427	Depreciation and amortization
			Changes in Operating Assets and Liabilities
(2,696)	(27,779)	(64,298)	(Increase) decrease in accounts receivable and due from other funds and governments
-	-	(125,212)	(Increase) decrease in other assets
44,260	234,012	379,551	Increase (decrease) in accounts payable and other liabilities
(11,186)	10,779	(3,723)	Increase (decrease) in compensated absences
(4,545)	(521)	(16,081)	Increase (decrease) in other post-employment benefits payable
105,863	166,815	550,822	Increase (decrease) in net pension liabilities
-	-	3,704,478	Increase (decrease) in self-insurance liability
<u>\$ 259,625</u>	<u>\$ (1,414,245)</u>	<u>\$ (284,567)</u>	Net Cash Provided By (Used In) Operating Activities

The accompanying notes are an integral part of the financial statements.

FIDUCIARY FUNDS

CITY OF OXNARD, CALIFORNIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	BALANCE JULY 1, 2018	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2019
ARTWORKS FUND				
ASSETS				
Cash and cash equivalents	\$ 55,108	\$ 653	\$ -	\$ 55,761
Total Assets	<u>\$ 55,108</u>	<u>\$ 653</u>	<u>\$ -</u>	<u>\$ 55,761</u>
LIABILITIES				
Trust and agency payables	\$ 55,108	\$ 653	\$ -	\$ 55,761
Total Liabilities	<u>\$ 55,108</u>	<u>\$ 653</u>	<u>\$ -</u>	<u>\$ 55,761</u>
IMPROVEMENT DISTRICTS FUND				
ASSETS				
Cash and cash equivalents	\$ 4,106,541	\$ 4,505,160	\$ 4,011,660	\$ 4,600,041
Due from other governments	221,061	(173,984)	-	47,077
Investments with fiscal agents	2,601,670	51,675	-	2,653,345
Total Assets	<u>\$ 6,929,272</u>	<u>\$ 4,382,851</u>	<u>\$ 4,011,660</u>	<u>\$ 7,300,463</u>
LIABILITIES				
Trust and agency payables	\$ 6,929,272	\$ 4,382,851	\$ 4,011,660	\$ 7,300,463
Total Liabilities	<u>\$ 6,929,272</u>	<u>\$ 4,382,851</u>	<u>\$ 4,011,660</u>	<u>\$ 7,300,463</u>
OXNARD DOWNTOWN MANAGEMENT DISTRICT				
ASSETS				
Cash and cash equivalents	\$ 191,032	\$ 326,566	\$ 304,721	\$ 212,877
Due from other governments	12,841	1,939	-	14,780
Total Assets	<u>\$ 203,873</u>	<u>\$ 328,505</u>	<u>\$ 304,721</u>	<u>\$ 227,657</u>
LIABILITIES				
Trust and agency payables	\$ 203,873	\$ 328,505	\$ 304,721	\$ 227,657
Total Liabilities	<u>\$ 203,873</u>	<u>\$ 328,505</u>	<u>\$ 304,721</u>	<u>\$ 227,657</u>
RIVERPARK JPA				
ASSETS				
Cash and cash equivalents	\$ 1,061,195	\$ 44,382	\$ 2,250	\$ 1,103,327
Total Assets	<u>\$ 1,061,195</u>	<u>\$ 44,382</u>	<u>\$ 2,250</u>	<u>\$ 1,103,327</u>
LIABILITIES				
Trust and agency payables	\$ 1,061,195	\$ 44,382	\$ 2,250	\$ 1,103,327
Total Liabilities	<u>\$ 1,061,195</u>	<u>\$ 44,382</u>	<u>\$ 2,250</u>	<u>\$ 1,103,327</u>
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	\$ 5,413,876	\$ 4,876,761	\$ 4,318,631	\$ 5,972,006
Due from other governments	233,902	(172,045)	-	61,857
Investments with fiscal agents	2,601,670	51,675	-	2,653,345
Total Assets	<u>\$ 8,249,448</u>	<u>\$ 4,756,391</u>	<u>\$ 4,318,631</u>	<u>\$ 8,687,208</u>
LIABILITIES				
Trust and agency payables	\$ 8,249,448	\$ 4,756,391	\$ 4,318,631	\$ 8,687,208
Total Liabilities	<u>\$ 8,249,448</u>	<u>\$ 4,756,391</u>	<u>\$ 4,318,631</u>	<u>\$ 8,687,208</u>

The accompanying notes are an integral part of the financial statements.

STATISTICAL SECTION



Statistical Section (Unaudited)

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Schedule I	Net Position by Component
Schedule II	Changes in Net Position
Schedule III	Fund Balances of Governmental Funds
Schedule IV	Changes in Fund Balances of Government Funds
Schedule V	Government Activities Tax Revenue by Source

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Schedule VI	Assessed Value and Estimated Value of Taxable Property
Schedule VII	Direct and Overlapping Property Tax Rates
Schedule VIII	Principal Property Taxpayers
Schedule IX	Property Tax Levies and Collections

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Schedule X	Ratios of Outstanding Debt by Type
Schedule XI	Direct and Overlapping Government Activities Debt
Schedule XII	Legal Debt Margin Information
Schedule XIII	Pledged Revenue Coverage

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Schedule XIV	Demographic and Economic Statistics
Schedule XV	Principal Employers

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Schedule XVI	Full-time Equivalent City Government Employees by Function
Schedule XVII	Operating Indicators by Function
Schedule XVIII	Capital Assets by Function

City of Oxnard, California

SCHEDULE I Net Position by Component Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	2010	2011	2012	2013	2014
Governmental activities					
Net investment in capital asset	\$1,377,784,811	\$1,411,737,702	\$1,386,189,664	\$1,407,060,810	\$1,400,890,107
Restricted	25,080,711	72,142,274	18,707,789	28,720,391	45,801,395
Unrestricted	97,095,180	41,934,961	58,748,720	22,539,194	8,226,160
Total governmental activities net assets	<u>\$1,499,960,702</u>	<u>\$1,525,814,937</u>	<u>\$1,463,646,173</u>	<u>\$1,458,320,395</u>	<u>\$1,454,917,662</u>
Business-type activities					
Net investment in capital asset	\$250,720,062	\$265,617,506	\$264,692,784	\$285,475,430	\$287,649,591
Restricted	17,706,319	18,417,110	17,602,552	16,577,898	17,096,075
Unrestricted	38,725,334	43,239,167	50,315,899	34,418,934	44,328,734
Total business-type activities net assets	<u>\$307,151,715</u>	<u>\$327,273,783</u>	<u>\$332,611,235</u>	<u>\$336,472,262</u>	<u>\$349,074,400</u>
Primary government					
Net investment in capital asset	\$1,628,504,873	\$1,677,355,208	\$1,650,882,448	\$1,692,536,240	\$1,688,539,698
Restricted	42,787,030	90,559,384	36,310,341	45,298,289	62,897,470
Unrestricted	135,820,514	85,174,128	109,064,619	56,958,128	52,554,894
Total primary government net assets	<u>\$1,807,112,417</u>	<u>\$1,853,088,720</u>	<u>\$1,796,257,408</u>	<u>\$1,794,792,657</u>	<u>\$1,803,992,062</u>

Source: Finance Department, City of Oxnard

City of Oxnard, California

SCHEDULE I (Continued)

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

Fiscal Year					
2015	2016	2017	2018	2019	
					Governmental activities
\$1,455,133,818	\$ 1,422,282,798	\$ 2,001,415,357	\$ 1,994,002,850	\$ -	Net investment in capital asset
112,198,502	112,286,017	130,642,696	134,054,312	92,492,258	Restricted
(220,258,407)	(197,252,502.00)	(185,857,985.00)	(234,226,319.00)	(203,632,014.00)	Unrestricted
<u>\$1,347,073,913</u>	<u>\$1,337,316,313</u>	<u>\$1,946,200,068</u>	<u>\$1,893,830,843</u>	<u>(\$111,139,756)</u>	Total governmental activities net assets
					Business-type activities
\$225,738,617	\$ 223,977,717	\$228,709,541	\$224,139,834	-	Net investment in capital asset
15,400,679	38,064,498	41,732,645	48,789,711	35,676,847	Restricted
28,909,066	3,139,325	7,938,770	20,863,126	43,176,882	Unrestricted
<u>\$270,048,362</u>	<u>\$265,181,540</u>	<u>\$278,380,956</u>	<u>\$293,792,671</u>	<u>\$78,853,729</u>	Total business-type activities net assets
					Primary government
\$1,680,872,435	\$1,646,260,515	\$2,230,124,898	\$2,218,142,684	\$0	Net investment in capital asset
127,599,181	150,350,515	172,375,341	182,844,023	128,169,105	Restricted
(191,349,341)	(194,113,177)	(177,919,215)	(213,363,193)	(160,455,132)	Unrestricted
<u>\$1,617,122,275</u>	<u>\$1,602,497,853</u>	<u>\$2,224,581,024</u>	<u>\$2,187,623,514</u>	<u>(\$32,286,027)</u>	Total primary government net assets

City of Oxnard, California

SCHEDULE II Changes in Net Position Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	2010	2011	2012	2013	2014
Expenses					
Governmental activities:					
General government	\$18,695,220	\$20,845,702	\$18,680,585	\$18,129,124	\$17,851,478
Public safety	92,554,917	92,702,882	98,603,456	103,079,427	105,886,922
Transportation	10,321,184	10,521,098	11,030,990	10,331,822	10,151,437
Community development	32,863,176	26,225,688	33,705,121	21,162,624	16,445,165
Culture and leisure	19,016,619	19,047,037	18,858,694	19,334,566	20,089,724
Libraries	5,176,704	5,230,252	5,203,318	4,916,628	4,901,223
Interest on long-term debt	5,583,856	5,503,330	3,532,902	2,973,016	2,792,053
Total governmental activities expenses	184,211,676	180,075,989	189,615,066	179,927,207	178,118,002
Business-type activities:					
Water	\$36,797,806	\$34,062,940	\$37,910,096	\$44,762,850	\$44,839,558
Wastewater	24,205,554	23,052,505	29,078,392	34,396,819	34,959,148
Environmental resource	39,296,115	41,405,568	41,581,865	40,601,250	39,083,017
Performing arts and convention center	1,651,658	1,606,129	1,587,496	1,534,353	1,543,601
Oxnard housing authority	25,259,519	24,911,450	24,398,669	25,397,453	25,617,591
Municipal golf course	4,507,360	6,104,614	6,048,938	6,150,325	6,399,227
Total business-type activities expenses	131,718,012	131,143,206	140,605,456	152,843,050	152,442,142
Total primary government expenses	\$315,929,688	\$311,219,195	\$330,220,522	\$332,770,257	\$330,560,144
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$10,203,810	\$8,422,050	\$9,471,575	\$8,408,578	\$8,808,647
Public safety	4,202,162	4,246,985	4,426,984	4,460,425	4,878,804
Transportation	5,068,843	2,131,535	2,145,431	3,152,660	3,345,515
Community development	6,366,499	7,198,058	12,576,655	4,316,880	7,767,004
Culture and leisure	5,237,167	5,037,380	5,605,866	4,667,879	4,889,702
Libraries	428,872	399,582	378,004	427,152	444,458
Operating grants and contributions	24,380,018	27,293,717	30,155,325	27,406,424	32,350,516
Capital grants and contributions	17,106,111	35,331,568	16,598,931	8,313,758	7,486,869
Total governmental activities program revenues	72,993,482	90,060,875	81,358,771	61,153,756	69,971,515

City of Oxnard, California

SCHEDULE II (Continued)

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

Fiscal Year					
2015	2016	2017	2018	2019	
					Expenses
					Governmental activities:
\$12,223,337	\$8,354,282	\$30,057,710	\$56,051,634	\$ 47,292,219	General government
97,913,468	90,250,713	95,103,088	114,056,089	110,217,029	Public safety
23,333,586	29,435,256	8,753,004	13,352,627	11,366,628	Transportation
13,137,896	12,634,325	12,476,593	17,439,549	21,205,257	Community development
28,136,349	28,226,543	26,192,756	30,577,155	33,792,321	Culture and leisure
4,498,950	3,930,974	4,065,853	3,462,308	3,251,464	Libraries
4,517,686	4,920,717	4,755,955	9,745,886	4,451,689	Interest on long-term debt
183,761,272	177,752,810	181,404,959	244,685,248	231,576,607	Total governmental activities expenses
					Business-type activities:
\$55,799,990	\$56,786,402	\$57,904,193	\$57,617,733	\$55,883,239	Water
37,993,468	34,807,726	32,926,365	33,512,156	31,783,839	Wastewater
37,802,942	37,644,732	42,534,157	45,633,543	46,314,446	Environmental resource
					Performing arts and convention center
23,584,181	23,441,364	26,060,498	27,888,924	27,634,063	Oxnard housing authority
					Municipal golf course
155,180,581	152,680,224	159,425,213	\$164,652,356	\$161,615,587	Total business-type activities expenses
\$338,941,853	\$330,433,034	\$340,830,172	\$409,337,604	\$393,192,194	Total primary government expenses
					Program Revenues
					Governmental activities:
					Charges for services:
\$5,165,703	\$20,541,355	\$20,460,685	\$13,020,442	\$ 18,177,999	General government
4,904,728	8,015,887	6,528,319	7,913,075	8,637,284	Public safety
2,630,954	5,930,798	3,072,659	1,883,525	2,008,345	Transportation
16,542,075	10,212,020	13,353,523	7,583,696	12,898,111	Community development
7,932,322	3,845,441	10,530,587	12,279,491	13,649,286	Culture and leisure
521,672	451,633	372,517	168,784	304,522	Libraries
29,420,545	9,526,620	16,948,122	16,938,767	14,689,127	Operating grants and contributions
12,300,850	9,925,337	3,276,277	3,501,368	9,838,626	Capital grants and contributions
79,418,849	68,449,091	74,542,689	\$63,289,148	\$80,203,300	Total governmental activities program revenues

City of Oxnard, California

SCHEDULE II (Continued)

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

	Fiscal Year				
	2010	2011	2012	2013	2014
Business-type activities:					
Charges for services:					
Water	\$38,439,653	\$43,170,566	\$46,769,748	\$51,056,102	\$52,742,289
Wastewater	22,566,372	25,157,094	31,528,171	30,998,260	31,335,380
Environmental resource	40,468,627	45,047,154	44,217,775	42,535,271	44,392,421
Performing arts and convention center	513,857	439,653	545,270	483,778	666,820
Oxnard housing authority	4,686,681	4,786,715	5,157,388	5,173,132	26,158,985
Municipal golf course	4,278,241	3,905,224	4,063,299	4,157,668	4,471,706
Operating grants and contributions	20,781,204	20,524,235	18,727,259	18,595,158	53,734
Capital grants and contributions	192,400	2,308,206	1,002,582	966,935	671,012
Total business-like activities program revenues	131,927,035	145,338,847	152,011,492	153,966,304	160,492,347
Total primary government program revenues	\$204,920,517	\$235,399,722	\$233,370,263	\$215,120,060	\$230,463,862
Net (expense) revenue					
Governmental activities	(111,218,194)	(90,015,114)	(108,256,295)	(118,773,451)	(108,146,487)
Business-like activities	209,023	14,195,641	11,406,036	1,123,254	8,050,205
Total primary government net expense	(\$111,009,171)	(\$75,819,473)	(\$96,850,259)	(\$117,650,197)	(\$100,096,282)
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Property taxes	\$72,817,719	\$71,118,203	\$63,176,888	\$55,148,254	\$54,783,756
Sales taxes	28,103,051	33,396,737	37,453,124	35,156,013	38,330,268
Transient occupancy taxes	3,061,163	3,301,864	3,402,793	3,826,954	4,239,111
Franchise taxes	3,439,645	3,495,532	3,435,823	3,842,351	3,775,233
Deed transfer taxes	509,370	528,563	412,471	628,780	519,093
Business license taxes	4,692,615	4,412,881	6,125,278	4,562,692	5,125,801
Penalties on delinquent taxes	136,565	105,158	126,609	121,064	157,998
Investment earnings	2,769,250	1,934,083	1,354,128	(21,216)	1,165,783
Sale of capital assets	694,185	141,123	57,768	119,184	114,348
	-	-	-	-	-
Transfers	(885,679)	(2,564,795)	(2,184,229)	(2,166,145)	(2,207,463)
Extraordinary loss	-	-	(65,066,037)	-	-
Contributions from/(to) other government	-	-	(14,627)	-	-
Total governmental activities	115,337,884	115,869,349	48,279,989	101,217,931	106,003,928
Business-type activities:					
Investment earnings	1,911,510	3,361,632	3,168,662	2,445,183	2,997,078
Sale of capital assets	-	-	-	-	-
Contributions from/(to) other government					
Transfers	885,679	2,564,795	2,184,229	2,166,145	2,207,463
Total business-type activities	2,797,189	5,926,427	5,352,891	4,611,328	5,204,541
Total primary program	\$118,135,073	\$121,795,776	\$53,632,880	\$105,829,259	\$111,208,469
Change in Net Assets					
Governmental activities	4,119,690	25,854,235	(59,976,306)	(17,555,520)	(2,142,559)
Business-type activities	3,006,212	20,122,068	16,758,927	5,734,582	13,254,746
Total primary government	\$7,125,902	\$45,976,303	(\$43,217,379)	(\$11,820,938)	\$11,112,187

Source: Finance Department, City of Oxnard

City of Oxnard, California

SCHEDULE II (Continued) Changes in Net Position Last Ten Fiscal Years (accrual basis of accounting)

Fiscal Year					
2015	2016	2017	2018	2019	
					Business-type activities:
					Charges for services:
\$48,048,380	\$47,502,553	\$50,364,868	\$62,447,893	\$59,825,449	Water
32,074,140	30,622,683	39,565,773	41,076,417	45,098,831	Wastewater
43,394,227	41,498,072	48,039,047	48,910,217	47,534,591	Environmental resource
	6,569,503	5,267,343	5,968,193	5,976,701	Performing arts and convention center
5,168,698					Oxnard housing authority
17,853,909	19,655,951	21,177,738	21,635,711	21,866,012	Municipal golf course
919,149	946,347	963,291	1,349,188	-	Operating grants and contributions
147,458,503	146,795,109	165,378,060	181,387,619	180,301,584	Capital grants and contributions
<u>\$226,877,352</u>	<u>\$215,244,200</u>	<u>\$239,920,749</u>	<u>\$244,676,767</u>	<u>\$260,504,884</u>	Total business-like activities program revenues
					Total primary government program revenues
					Net (expense) revenue
(104,342,423)	(109,503,819)	(106,862,270)	(181,396,100)	(151,373,307)	Governmental activities
(7,722,078)	(5,885,115)	5,952,847	16,735,263	18,685,997	Business-like activities
<u>(\$112,064,501)</u>	<u>(\$115,388,934)</u>	<u>(\$100,909,423)</u>	<u>(\$164,660,837)</u>	<u>(\$132,687,310)</u>	Total primary government net expense
					General Revenues and Other Changes in Net Assets
					Governmental activities:
					Taxes
\$58,633,590	\$61,571,660	\$60,802,119	\$67,165,834	\$70,227,546	Property taxes
40,624,737	43,163,411	44,092,707	43,418,876	48,518,650	Sales taxes
4,649,292	5,044,231	5,174,427	5,749,572	5,557,470	Transient occupancy taxes
4,093,435	3,854,116	3,703,971	3,925,374	3,887,252	Franchise taxes
758,502	690,805	729,609	818,322	692,685	Deed transfer taxes
5,104,859	5,422,499	5,348,086	5,570,488	6,167,475	Business license taxes
141,127	225,990	228,899	313,847	361,488	Penalties on delinquent taxes
807,618	752,064	1,989,004	1,404,527	5,771,878	Investment earnings
-	-	-	-	(69,964)	Sale of capital assets
-	-	-	10,657,104	-	Special Items
6,439,487	62,396	442,852	200,818	243,045	Transfers
-	-	-	-	-	Extraordinary loss
-	-	-	(1,940,127)	789,392	Contributions from/(to) other government
<u>121,252,647</u>	<u>120,787,172</u>	<u>122,511,674</u>	<u>137,284,635</u>	<u>142,146,917</u>	Total governmental activities
					Business-type activities:
2,735,395	2,482,980	2,440,982	1,839,114	7,612,740	Investment earnings
-	-	-	-	(417,291)	Sale of capital assets
			1,940,127	(221,058)	Contributions from/(to) other government
(6,439,487)	(62,396)	(442,852)	(200,818)	(243,045)	Transfers
<u>(3,704,092)</u>	<u>2,420,584</u>	<u>1,998,130</u>	<u>3,578,423</u>	<u>6,731,346</u>	Total business-type activities
<u>\$117,548,555</u>	<u>\$123,207,756</u>	<u>\$124,509,804</u>	<u>\$140,863,058</u>	<u>\$148,878,263</u>	Total primary program
					Change in Net Assets
16,910,224	11,283,353	28,544,712	(44,111,465)	(9,226,390)	Governmental activities
(11,426,170)	(3,464,531)	8,891,341	20,313,686	25,417,343	Business-type activities
<u>\$5,484,054</u>	<u>\$7,818,822</u>	<u>\$37,436,053</u>	<u>(\$23,797,779)</u>	<u>\$16,190,953</u>	Total primary government

City of Oxnard, California

SCHEDULE III Fund Balances of Governmental Funds Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	2010	2011	2012	2013	2014
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	29,726,794	-	-	4,714,203	4,620,492
Nonspendable	-	-	-	1,482,872	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	17,472,751	18,093,783	14,658,123	18,409,417
Unassigned	-	15,648,084	15,666,268	11,359,847	13,916,093
Total general fund	<u>\$29,726,794</u>	<u>\$ 33,120,835</u>	<u>\$ 33,760,051</u>	<u>\$ 32,215,045</u>	<u>\$ 36,946,002</u>
All other governmental funds					
Reserved	\$ 13,811,524	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	61,896,005	-	-	-	-
Capital projects funds	59,395,831	-	-	-	-
Nonspendable	-	13,230,067	-	3,305,113	-
Restricted	-	34,500,580	18,707,789	27,237,519	49,083,954
Assigned	-	80,823,243	51,415,603	4,456,543	5,498,036
Unassigned	-	(2,764,967)	(6,386,154)	14,859,161	(2,062,158)
Total all other governmental funds	<u>\$135,103,360</u>	<u>\$ 125,788,923</u>	<u>\$ 63,737,238</u>	<u>\$ 49,858,336</u>	<u>\$ 52,519,832</u>

Note: Effective fiscal year 2011, City implemented GASB54, new classification of fund balances.

Source: Finance Department, City of Oxnard

City of Oxnard, California

SCHEDULE III (Continued) Fund Balances of Governmental Funds Last Ten Fiscal Years (accrual basis of accounting)

		Fiscal Year			
2015	2016	2017	2018	2019	
					General Fund
\$ -	\$ -	\$ -	\$ -	\$ -	Reserved
-	-	-	-	-	Unreserved
-	-	-	-	-	Nonspendable
-	550,000	835,296	10,558,537	10,527,983	Restricted
-	-	-	12,662,261	22,560,234	Committed
11,315,859	15,879,092	23,283,091	-	-	Assigned
13,459,906	17,858,980	22,150,403	17,241,635	8,863,430	Unassigned
<u>\$ 24,775,765</u>	<u>\$ 34,288,072</u>	<u>\$ 46,268,790</u>	<u>\$ 40,462,433</u>	<u>\$ 41,951,647</u>	Total general fund
					All other governmental funds
\$ -	\$ -	\$ -	\$ -	\$ -	Reserved
					Unreserved, reported in:
-	-	-	-	-	Special revenue funds
-	-	-	-	-	Capital projects funds
-	104,736	-	-	-	Nonspendable
74,810,464	69,258,707	80,403,821	73,585,992	81,964,275	Restricted
9,639,955	10,007,525	12,774,735	17,563,011	13,794,611	Assigned
(1,493,635)	(290,834)	(762,744)	-	0	Unassigned
<u>\$ 82,956,784</u>	<u>\$ 79,080,134</u>	<u>\$ 92,415,812</u>	<u>\$ 91,149,003</u>	<u>\$ 95,758,886</u>	Total all other governmental funds

City of Oxnard, California

SCHEDULE IV Changes in Fund Balances of Governmental Funds Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	2010	2011	2012	2013	2014
Revenues					
Taxes	\$112,760,128	\$116,358,938	\$114,132,986	\$103,286,108	\$106,888,431
Licenses and permits	2,267,581	2,002,416	3,662,851	2,702,302	3,628,916
Intergovernmental	42,232,125	58,971,454	39,321,626	38,740,617	40,960,669
Growth and development fees	1,502,781	2,663,779	5,979,605	1,828,294	3,512,534
Charges for services	11,007,992	10,668,661	9,967,288	9,175,312	9,617,645
Fines and forfeitures	1,213,655	1,233,733	1,311,689	977,098	699,521
Interest	2,769,250	1,934,083	1,105,534	(21,216)	1,165,783
Special assessments	9,168,150	9,013,480	8,084,122	7,971,903	8,022,913
Contributions from property owners	-	-	-	-	-
Rental income	-	-	148,993	-	-
Investment income	-	-	248,594	-	-
Miscellaneous	8,268,073	3,673,052	8,304,617	4,359,097	6,803,374
Total revenues	191,189,735	206,519,596	192,267,905	169,019,515	181,299,786
Expenditures					
General government	11,145,722	11,041,050	10,355,408	10,438,952	9,926,024
Public safety	84,818,990	84,439,008	86,218,656	91,190,673	93,875,139
Transportation	10,137,568	10,338,211	10,347,787	9,659,263	9,495,806
Community development	32,073,825	24,803,125	22,357,237	20,333,591	15,495,566
Culture and leisure	17,751,755	17,789,287	17,175,797	17,779,933	18,504,287
Library services	4,632,177	4,682,033	4,553,275	4,334,991	4,241,345
Capital outlay	34,739,151	54,785,588	46,868,230	33,897,212	13,983,543
Debt Service:					
Principal	3,743,020	3,926,631	4,362,740	3,451,261	3,764,935
Interest	5,230,494	5,151,761	4,061,894	2,941,600	2,776,612
Total expenditures	204,272,702	216,956,694	206,301,024	194,027,476	172,063,257
Excess of revenues over (under) expenditures	(13,082,967)	(10,437,098)	(14,033,119)	(25,007,961)	9,236,529
Other Financing Sources (Uses)					
Proceeds from loans payable	-	-	-	-	-
Proceeds from financing sources	-	-	-	-	-
Payment to escrow agent	-	-	-	(6,197,285)	-
Proceeds from sale of property	-	-	-	-	-
Proceeds from sale of bonds	1,395,646	1,295,771	3,680,714	6,802,986	363,387
Cost of issuance	-	-	-	-	-
Bond discount	-	-	-	48,238	-
Transfers in	10,550,390	11,718,345	6,108,518	5,869,128	5,570,120
Transfers out	(5,310,294)	(8,497,414)	(8,292,747)	(8,035,273)	(7,777,583)
Total other financing sources (uses)	6,635,742	4,516,702	1,496,485	(1,512,206)	(1,844,076)
Special items:					
Bond proceeds from Successor Agency					
Contributions from other funds	-	-	76,891,362	-	-
Contributions to other funds	-	-	(76,891,362)	-	-
Capital contributions	-	-	(14,627)	-	-
Extraordinary loss	-	-	(48,861,208)	-	-
Total special items	-	-	(48,875,835)	-	-
Net change in fund balances	(\$6,447,225)	(\$5,920,396)	(\$61,412,469)	(\$26,520,167)	\$7,392,453
Debt service as a percentage of noncapital expenditures	5.29%	5.60%	5.28%	3.99%	4.14%

Source: Finance Department, City of Oxnard

City of Oxnard, California

SCHEDULE IV (Continued) Changes in Fund Balances of Governmental Funds Last Ten Fiscal Years (accrual basis of accounting)

Fiscal Year					
2015	2016	2017	2018	2019	
					Revenues
\$113,864,415	\$119,746,722	\$119,850,919	\$126,648,408	\$ 135,051,078	Taxes
3,092,838	3,402,217	4,222,838	3,306,324	4,057,972	Licenses and permits
41,721,395	21,455,873	20,224,399	20,440,135	24,527,753	Intergovernmental
3,442,898	4,452,750	7,100,771	2,342,768	6,310,510	Growth and development fees
11,144,204	25,471,392	23,969,821	20,570,129	21,302,912	Charges for services
765,857	1,413,718	2,537,822	2,438,772	2,693,405	Fines and forfeitures
657,609	657,140	1,949,489	1,271,263	5,293,976	Interest
7,993,871	9,613,886	8,367,032	9,018,025	9,142,871	Special assessments
-	-	-	-	-	Contributions from property owners
-	-	-	-	-	Rental income
-	-	-	-	-	Investment income
11,233,279	4,987,667	8,588,557	6,339,266	10,982,388	Miscellaneous
193,916,366	191,201,365	196,811,648	192,375,090	219,362,865	Total revenues
					Expenditures
13,384,549	11,368,350	13,360,687	17,769,349	17,566,664	General government
95,777,400	93,676,090	94,676,659	102,770,375	103,505,038	Public safety
9,228,976	7,325,513	8,314,157	12,346,380	10,808,214	Transportation
12,680,862	12,268,857	16,462,067	15,832,210	19,402,262	Community development
24,346,307	23,002,548	24,048,819	27,192,908	29,499,139	Culture and leisure
4,498,950	3,935,250	3,485,181	3,311,739	3,196,990	Library services
13,835,114	20,898,762	8,737,398	16,767,682	16,277,911	Capital outlay
					Debt Service:
6,884,661	6,641,368	5,573,572	33,063,145	6,121,274	Principal
4,225,920	4,530,126	4,932,901	9,276,932	4,957,649	Interest
184,862,739	183,646,864	179,591,441	238,330,720	211,335,141	Total expenditures
9,053,627	7,554,501	17,220,207	(45,955,630)	8,027,724	Excess of revenues over (under) expenditures
					Other Financing Sources (Uses)
-	-	-	-	-	Proceeds from loans payable
-	-	-	-	-	Proceeds from financing sources
-	-	-	-	-	Payment to escrow agent
-	-	-	-	-	Proceeds from sale of property
23,765,460	-	-	37,608,582	-	Proceeds from sale of bonds
(3,764,693)	-	-	-	-	Cost of issuance
-	-	-	-	-	Bond discount/premium
14,594,844	10,964,565	9,632,647	13,140,181	12,370,626	Transfers in
(19,495,238)	(11,125,968)	(9,957,565)	(13,639,820)	(12,096,584)	Transfers out
15,100,373	(161,403)	(324,918)	37,108,943	274,042	Total other financing sources (uses)
					Special items:
					- Bond proceeds from Successor Agency
					- Contributions from other funds
					- Contributions to other funds
					- Capital contributions
					- Extraordinary loss
					Total special items
\$24,154,000	\$7,393,098	\$16,895,289	\$1,049,611	\$8,301,766	Net change in fund balances
6.47%	6.44%	6.10%	18.20%	5.52%	Debt service as a percentage of noncapital expenditures

City of Oxnard, California

SCHEDULE V
 Governmental Activities Tax Revenues by Source
 Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Property Tax	Sales Tax	Business License	Transient Occupancy Tax	Franchise Tax	Deed Transfer Tax	Penalties and Interest	Total
2010	72,817,719	28,103,051	4,692,615	3,061,163	3,439,645	509,370	136,565	112,760,128
2011	71,118,203	33,396,737	4,412,881	3,301,864	3,495,532	528,563	105,158	116,358,938
2012	63,176,888	37,453,124	6,125,278	3,402,793	3,435,823	412,471	126,609	114,132,986
2013	55,148,254	35,156,013	4,562,692	3,826,954	3,842,351	628,780	121,064	103,286,108
2014	54,783,756	38,287,439	5,125,801	4,239,111	3,775,233	519,093	157,998	106,888,431
2015	58,633,590	40,624,737	5,104,859	4,649,292	4,093,435	758,502	142,127	114,006,542
2016	61,571,660	43,163,411	5,422,499	5,044,231	3,854,116	690,805	225,990	119,972,712
2017	60,802,119	44,092,707	5,348,086	5,174,427	3,703,971	729,609	228,899	120,079,818
2018	67,165,834	43,418,876	5,570,488	5,749,572	3,925,374	818,322	313,847	126,962,313
2019	70,227,546	48,518,650	6,167,475	5,557,470	3,887,252	692,685	361,488	135,412,566

Source: Finance Department, City of Oxnard

City of Oxnard, California

SCHEDULE VI Assessed Value and Estimated Value of Taxable Property Last Ten Fiscal Years

Fiscal Year	Land	Improvements	Personal Property	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2010	6,699,090,916	8,441,834,476	648,608,797	654,220,264	15,135,313,925	1.20384%	15,135,313,925	100.00%
2011	6,524,818,244	8,540,793,743	618,870,116	654,216,502	15,030,265,601	1.22054%	15,030,265,601	100.00%
2012	6,423,814,010	8,584,579,684	596,771,651	673,465,559	14,931,699,786	1.20544%	14,931,699,786	100.00%
2013	6,304,938,777	8,677,033,769	617,612,672	422,079,822	15,177,505,396	1.20424%	15,177,505,396	100.00%
2014	6,551,413,092	9,120,556,468	638,670,637	694,237,291	15,616,402,906	1.23154%	15,616,402,906	100.00%
2015	7,084,272,773	9,694,262,028	631,218,103	708,835,243	16,700,917,661	1.22204%	16,700,917,661	100.00%
2016	7,653,508,229	10,068,135,286	652,518,246	753,110,464	17,621,051,297	1.24681%	17,621,051,297	100.00%
2017	8,130,791,365	10,403,624,296	664,679,543	784,759,788	18,414,335,416	1.22456%	18,414,335,416	100.00%
2018	8,649,933,708	10,789,755,377	656,241,587	840,285,136	19,255,645,536	1.22618%	19,255,645,536	100.00%
2019	9,158,364,520	11,207,158,483	695,095,800	896,108,612	20,164,510,191	1.24107%	20,164,510,191	100.00%

NOTE: The County does not provide the breakdown of residential and commercial assessed values to the cities. The City also no longer has the information available for the residential and commercial assessed values. The personal property amounts include assessed values for boats and aircraft.

Source: County of Ventura, Office of the Auditor-Controller
Finance Department, City of Oxnard; HDL Coren & Cone

City of Oxnard, California

SCHEDULE VII Direct and Overlapping Property Tax Rates Last Ten Fiscal Years

Fiscal Year	City Direct Rates			Overlapping Rates			Total Direct & Overlapping Rates
	Basic (1)	Debt Service(2)	Total Direct (3)	School Districts (4)	Water Districts (5)	Total Overlapping	
2009	1.00000%	0.19334%	1.19334%	0.11160%	0.01720%	0.12880%	1.32214%
2010	1.00000%	0.20384%	1.20384%	0.11470%	0.01720%	0.13190%	1.33574%
2011	1.00000%	0.22054%	1.22054%	0.11990%	1.48000%	1.59990%	2.82044%
2012	1.00000%	0.20544%	1.20544%	0.12200%	0.01480%	0.13680%	1.34224%
2013	1.00000%	0.20424%	1.20424%	0.11980%	0.00350%	0.12330%	1.32754%
2014	1.00000%	0.23154%	1.23154%	0.14140%	0.00350%	0.14490%	1.37644%
2015	1.00000%	0.22204%	1.22204%	0.12060%	0.00350%	0.12410%	1.34614%
2016	1.00000%	0.24681% *	1.24681%	0.12640%	0.00350%	0.12990%	1.37671%
2017	1.00000%	0.22456%	1.22456%	0.13840%	0.00350%	0.14190%	1.36646%
2018	1.00000%	0.22618%	1.22618%	0.29110%	0.00350%	0.29460%	1.52078%
2019	1.00000%	0.24107%	1.24107%	0.33120%	0.35000%	0.68120%	1.92227%

NOTE: (1) The passage of Proposition 13 on June 6, 1978 established a maximum countywide levy of 1% of market value or \$1.00 per \$100 of assessed value.
 (2) Total Direct Rate is the weighted average of all individual direct rates applied by the Entity preparing the statistical section and excludes revenues derived from aircraft. Beginning in 2013/14 the Total Direct Rate no longer includes revenue generated from the former redevelopment tax rates. Challenges to recognized enforceable obligations are assumed to have been resolved during 2012/13. For report purposes, residual revenue is assumed to have been distributed to the City in the same proportion as General Fund Revenue.
 (3) Total Direct rate as presented is the Basic Levy plus Direct Debt Service
 (4) The school district rates are for applicable school districts
 (5) Overlapping rate for Metropolitan Water District and Calleguas Muni Water Annex#16. Reflects actual overlapping rate. Not all overlapping rates apply to all city property owners.

* Correction of debt service amount FY2016

Source: County of Ventura, Office of the Auditor-Controller
 HdL, Coren & Cone

City of Oxnard, California

SCHEDULE VIII Principal Property Taxpayers Current Year and Nine Years Ago

Taxpayer	2019			2010		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Procter & Gamble Paper Products	337,235,436	1	1.660%	275,366,866	1	1.802%
Essex Arbors LP	218,402,397	2	1.075%			
Vintage California Production, LLC	173,116,062	3	0.852%			
SOCM I LLC	118,081,445	4	0.581%			
Serenade Apts Properties Owner LLC	111,008,121	5	0.546%			
HAAS Automation Inc	97,765,500	6	0.481%			
Gand 1 IX Esplanade Property LP	84,757,114	7	0.417%			
New-Indy Oxnard LLC	77,683,576	8	0.382%			
MC Gaelic Group	75,347,752	9	0.371%			
Duesenberg Investment Company	75,312,108	10	0.371%			
ESSEX Tierra Vista LP				82,755,356	2	0.542%
HAAS Automation Inc				79,651,400	3	0.521%
SI VIII LLC				77,863,336	4	0.510%
GS Paz Mar LP				69,409,780	5	0.454%
MEF Realty LLC				69,401,602	6	0.454%
Fred Kavili				67,452,326	7	0.441%
RP Apartment Ventures LLC				67,028,201	8	0.439%
Duesenberg Investment Company				66,541,737	9	0.435%
International Paper Company				61,533,100	10	0.403%
Other taxpayers	18,945,070,703		93.262%	14,362,600,288		93.999%
Totals	20,313,780,214		100.00%	15,279,603,992		100.000%

Source: HdL Coren & Cone

City of Oxnard, California

SCHEDULE IX Property Tax Levies and Collections Last Ten Fiscal Years

Year Ended June 30	Total Tax Levy for Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years (1)	Total Collections to Date	
		Amount (2)	Percentage of Levy		Amount	Percentage of Levy
2010	75,929,128	71,755,189	94.50%	136,565	71,891,754	94.68%
2011	72,434,536	71,118,203	98.18%	105,158	71,223,361	98.33%
2012	70,330,200	63,176,888	89.83%	9,629	63,186,517	89.84%
2013	53,833,600	52,537,321	97.59%	1,560	52,538,881	97.59%
2014	55,367,000	50,243,275	90.75%	456,769	50,700,044	91.57%
2015	56,032,000	53,289,829	95.11%	910,819	54,200,648	96.73%
2016	61,480,511	57,222,321	93.07%	350,407	57,572,728	93.64%
2017	59,960,303	50,883,749	84.86%	1,523,414	52,407,163	87.40%
2018	68,931,117	57,331,418	* 83.17%	903,482	58,234,900	84.48%
2019	70,811,106	58,983,965	83.30%	1,290,711	60,274,676	85.12%

Source: (1) Finance Department, City of Oxnard
(2) County of Ventura

* Correction of collection amount from FY2016-17 to FY2017-18

City of Oxnard, California

SCHEDULE X Ratios of Outstanding Debt by Type Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-type Activities		Total Primary Government	(1)	(2)
	Revenue Bonds	Certificates of Participation	Tax Allocation Bonds	Capital Leases	Revenue Bonds	Capital Leases		Percentage of Personal Income	Per Capita
2010	38,877,717	33,600,000	46,475,000	1,436,151	370,257,293	3,632,411	494,278,572	13.333%	2,510
2011	37,359,198	32,820,000	45,155,000	2,552,594	383,230,810	3,623,668	504,741,270	13.498%	2,524
2012	35,781,802	32,010,000	-	5,665,006	372,713,206	2,963,438	449,133,452	11.319%	2,241
2013	34,146,715	25,335,000	-	11,101,548	361,808,291	2,620,593	435,012,147	10.825%	2,166
2014	32,453,939	24,755,000	-	9,943,968	347,340,473	2,093,846	416,587,226	10.252%	2,046
2015	71,026,930	24,064,918	-	22,159,563	316,333,774	1,546,350	435,131,535	10.581%	2,139
2016	66,823,533	23,464,945	-	21,558,130	305,514,850	1,034,692	418,396,150	10.043%	2,021
2017	64,280,135	22,839,973	-	19,873,684	295,626,652	552,843	403,173,287	9.716%	1,940
2018	66,940,356	22,180,000	-	22,695,103	285,697,296	5,073,701	402,586,456	9.318%	1,948*
2019	63,984,454	21,460,000	-	20,060,511	278,192,906	4,590,375	388,288,245	8.434%	1,850

NOTE: (1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(2) See the Schedule of Demographic and Economic Statistics for personal income and population data HDL Coren & Coen

* Corrected to use 2018 Per Capita not 2017 per HDL Coren & Coen

Source: Finance Department, City of Oxnard
HDL Coren & Coen

City of Oxnard, California

SCHEDULE XI

Direct and Overlapping Governmental Activities Debt
As of June 30, 2019

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable(1)	Estimated Share of Overlapping Debt
City of Oxnard Overlapping Tax Debt:			
Metropolitan Water District	48,050,000	0.689%	331,065
Ventura County Community College District	275,097,579	15.056%	41,418,691
Oxnard Union High School District	275,357,016	46.575%	128,247,530
Oxnard School District	262,301,666	92.584%	242,849,374
Rio School District	70,900,000	87.116%	61,765,244
Rio School District Community Facilities District No 1	63,705,000	100.000%	63,705,000
Hueneme School District	45,436,769	43.116%	19,590,517
Ocean View School District	12,020,247	40.077%	4,817,354
City of Oxnard Community Facilities District 1	7,455,000	100.000%	7,455,000
City of Oxnard Community Facilities District 3	24,900,000	100.000%	24,900,000
City of Oxnard Boulevard Highway Communities Facilities District	5,635,000	100.000%	5,635,000
City of Oxnard - Rice Avenue/Hwy 101 Assessment District 2001-1	9,160,000	100.000%	9,160,000
City of Oxnard - Oxnard Blvd/Hwy 101 Assessment District 2000-1	1,620,000	100.000%	1,620,000
California Statewide Community Development Authority 1915 Act Bond	135,262	100.000%	135,262
Ventura County General Fund Obligations	324,780,000	15.051%	48,882,638
Ventura County Superintendent of Schools - Certificates of Participation	9,220,000	15.051%	1,387,702
Oxnard Union High School District - Certificates of Participation	21,148,022	46.575%	9,849,691
Ocean View School District - Certificates of Participation	6,451,200	40.077%	2,585,447
Oxnard School District - Certificates of Participation	11,174,000	92.584%	10,345,336
Rio School District - Certificates of Participation	5,000,000	87.116%	4,355,800
Successor Agency - Tax Increment Debt	32,735,000	100.000%	32,735,000
Subtotal - Overlapping Debt	1,512,281,761		721,771,651
City of Oxnard Direct Debt (2):			
City of Oxnard Lease Revenue Bonds			63,984,453
City of Oxnard Gas Tax and Revenue Certificate of Participation			21,460,000
City of Oxnard Lease Purchase Agreements			15,428,704
City of Oxnard Capital Lease Obligations			4,631,808
Subtotal - Direct Debt			105,504,965
Total Direct and Overlapping Debt			827,276,616

Notes:

- (1) The percentage of overlapping debt applicable to the City is estimated using assessed property values. Applicable percentages were estimated by determining the portion of the overlapping District's assessed value that is within the boundaries of the City divided by the District's total taxable assessed value.
- (2) Excludes debt for business-type activities

City of Oxnard, California

SCHEDULE XII Legal Debt Margin Information Last Ten Fiscal Years (in thousands)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt limit	2,349,884	2,333,523	2,322,196	2,319,396	2,427,380	2,593,772	2,643,158	2,762,153	2,888,347	3,024,677
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>2,349,884</u>	<u>2,333,523</u>	<u>2,322,196</u>	<u>2,319,396</u>	<u>2,427,380</u>	<u>2,593,772</u>	<u>2,643,158</u>	<u>2,762,153</u>	<u>2,888,347</u>	<u>3,024,677</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2018

Assessed value	16,259,181
Add back: exempt real property	<u>3,905,329</u>
Total assessed value	20,164,510
Debt limit (15% of total assessed value)	3,024,677
Debt applicable to limit:	
General obligation bonds	363,637
Less: assets in debt service funds for principal payments	
Revenue bonds - governmental activities	(63,984)
Revenue bonds - business-type activities	(278,193)
Tax allocation bonds-community development commission	-
Certificates of participation	<u>(21,460)</u>
Total net debt applicable limit	<u>(0.00)</u>
Legal debt margin	3,024,677

Source: County of Ventura
Finance Department, City of Oxnard

City of Oxnard, California

SCHEDULE XIII Pledged Revenue Coverage Last Ten Fiscal Years

Water Revenue Bonds						
Fiscal Year	Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage
2010	39,764,998	28,681,992	11,083,006	2,105,000	8,049,790	1.09
2011	46,118,265	29,910,426	16,207,839	2,209,809	11,621,908	1.17
2012	49,580,413	30,309,016	19,271,397	3,195,568	11,858,798	1.28
2013	53,306,397	36,096,926	17,209,471	3,479,490	10,524,675	1.23
2014	55,340,757	36,361,905	18,978,852	3,858,359	10,838,887	1.29
2015	50,487,289	39,181,785	11,305,504	4,017,916	10,480,270	0.78
2016	49,612,518	39,489,138	10,123,380	4,144,638	10,259,011	0.70
2017	52,568,502	40,588,814	11,979,688	4,290,245	10,139,238	0.83
2018	63,762,875	39,787,848	23,975,027	4,474,671	9,973,380	1.66
2019	59,825,449	46,841,663	12,983,786	3,457,368	9,318,847	1.02

Environmental Resources Revenue Bonds

Fiscal Year	Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage
2010	40,614,642	37,258,502	3,356,140	2,447,346	885,840	1.01
2011	45,243,032	39,058,556	6,184,476	2,534,094	1,178,081	1.67
2012	44,403,042	38,874,986	5,528,056	2,651,878	929,973	1.54
2013	42,668,594	38,235,619	4,432,975	2,729,777	763,442	1.27
2014	44,670,034	36,624,969	8,045,065	2,681,421	752,146	2.34
2015	43,578,972	35,911,447	7,667,525	2,813,015	254,592	2.50
2016	41,677,411	36,427,580	5,249,831	1,930,153	250,937	2.41
2017*	-	-	-	-	-	-
2018*	-	-	-	-	-	-
2019*	-	-	-	-	-	-

Note: The above operating expenses figures do not include depreciation and debt service expenses
The City's bond obligations are secured by the pledge of the net system revenues.

* There was no pledged revenue during this year.

Source: Finance Department, City of Oxnard

City of Oxnard, California

SCHEDULE XIII (Continued)

Pledged Revenue Coverage

Last Ten Fiscal Years

Wastewater Revenue Bonds

Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage	Fiscal Year
23,165,658	17,588,757	5,576,901	3,255,000	7,284,462	0.53	2010
25,373,362	16,484,729	8,888,633	3,367,079	7,359,648	0.83	2011
31,680,309	18,146,959	13,533,350	3,532,784	7,060,378	1.28	2012
31,045,715	18,763,458	12,282,257	3,709,555	6,882,148	1.16	2013
31,496,211	19,228,381	12,267,830	4,316,967	6,738,688	1.11	2014
32,169,034	23,548,005	8,621,029	4,193,581	6,586,349	0.80	2015
30,622,683	21,786,745	8,835,938	4,302,474	4,731,254	0.98	2016
39,609,685	20,434,186	19,175,499	4,353,176	4,643,123	2.13	2017
40,284,050	20,836,258	19,447,792	4,481,192	4,963,668	2.06	2018
45,098,831	25,571,933	19,526,898	4,433,905	4,293,796	2.24	2019

Oxnard Housing Authority Revenue Bonds

Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage	Fiscal Year
24,847,419	23,750,482	1,096,937	235,000	212,903	2.45	2010
25,312,733	23,531,077	1,781,656	240,000	198,220	4.07	2011
23,905,239	23,029,780	875,459	250,000	189,204	1.99	2012
23,782,397	23,948,254	(165,857)	260,000	180,456	(0.38)	2013
26,172,885	24,332,827	1,840,058	270,000	168,169	4.20	2014
23,119,454	22,346,820	772,634	280,000	160,170	1.76	2015
23,119,454	22,587,321	532,133	295,000	149,436	1.20	2016
26,476,702	25,300,241	1,176,461	310,000	132,968	2.66	2017
27,712,683	27,085,179	627,504	320,000	130,683	1.39	2018
27,767,016	27,519,718	247,298	335,000	114,345	0.55	2019

City of Oxnard, California

SCHEDULE XIV Demographic and Economic Statistics Last Ten Fiscal Years

Fiscal Year	(1) Population	(2) Personal Income (in thous)	(2) Per Capita Income	(3) Median Age	(4) School Enrollment	(5) Unemployment Rate
2010	200,004	3,707,181	18,829	29.7	39,135	14.4%
2011	199,722	3,739,475	18,697	30.5	38,595	14.2%
2012	200,390	3,968,123	19,802	30.3	39,231	13.0%
2013	200,855	4,018,506	20,007	30.1	38,813	10.1%
2014	203,645	4,063,329	19,953	30.3	39,418	8.6%
2015	206,148	4,112,210	20,210	30.5	39,266	5.8%
2016	206,997	4,166,242	20,127	30.7	39,425	6.2%
2017	207,772	4,149,665	19,972	30.8	41,338	5.6%
2018	206,499	4,320,613	20,923	31.4	39,461	5.1%
2019	209,879	4,603,746	21,935	31.7	39,578	4.8%

Sources: (1) California Department of Finance, Demographic Research Unit.
 (2) HdL Coren & Cone
 (3) HdL Coren & Cone, US Census Bureau Community Facts
 (4) Oxnard School Districts (Elementary) and Oxnard Union High School District , Oxnard College

City of Oxnard, California

SCHEDULE XV Principal Employers Current Year and Ten Years Ago

Employer	2019		2010	
	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Oxnard Elementary School District	2,316	2.38%	1,051	1.9800%
Spatz Laboratories	1,969	2.02%	DATA NOT AVILABLE	DATA NOT AVILABLE
Haas Automation	1,497	1.54%	750	1.4129%
Oxnard Union School District	1,461	1.50%	600	1.1303%
St. John's Regional Medical Center	1,429	1.47%	1,500	2.8259%
City of Oxnard*	1,436	1.48%	1,206	2.2720%
Rio School District	598	0.61%	DATA NOT AVILABLE	DATA NOT AVILABLE
Waterway Plastics Inc	535	0.55%	DATA NOT AVILABLE	DATA NOT AVILABLE
Oxnard College	373	0.38%	700	1.3187%
Child Development Resources	299	0.31%	DATA NOT AVILABLE	DATA NOT AVILABLE
Subtotal	11,913	12.24%	5,807	10.94%
Rest of Oxnard	85,403	87.76%	47,274	89.06%
Total	97,316	100.00%	53,081	100.00%

Source: Employment Development Dept-Labor Market Information, Company HR Divisions,
Oxnard Chamber of Commerce, and DataUSA.io

* City of Oxnard Finance Department

City of Oxnard, California

SCHEDULE XVI Operating Indicators by Function Last Ten Fiscal Years

Function	2010	2011	2012	2013	2014
Police					
Physical arrests	7,794	8,116	7,278	6,790	6,169
Parking violations	35,346	35,091	34,914	32,120	25,130
Traffic violations	25,288	25,517	22,294	15,800	17,775
Fire					
Number of calls answered	13,417	13,813	13,381	14,127	14,770
Inspections	4,777	5,614	4,212	5,000	3,588
Highways and streets					
Potholes repaired	12,650	13,000	14,000	13,000	13,500
Sanitation					
Total number of customers	37,124	43,991	44,034	44,312	44,677
Refuse/recyclables collected (tons/day)	570	577	558	569	582
Recyclables collected (tons/day)	91	93	98	98	101
Culture and recreation					
Community center admissions	27,934	29,655	33,751	29,910	22,980
Water					
Total number of customers	40,756	40,785	41,064	41,019	41,319
Average daily consumption	23,246,924	23,293,140	23,094,489	23,578,792	24,041,322
Wastewater					
Total number of customers	38,081	38,158	38,379	38,712	38,971
Average daily sewerage treatment	23,000,000	23,000,000	23,000,000	23,000,000	19,700,000

Source: Various departments, City of Oxnard

* Began using a more accurate analysis measurement in 2019

^ Includes total admissions for both the Wilson and South Oxnard Community Centers

City of Oxnard, California

SCHEDULE XVI (Continued)

Operating Indicators by Function

Last Ten Fiscal Years

2015	2016	2017	2018	2019	Function
					Police
7,388	7,063	6,641	6,495	6,997	Physical arrests
26,033	32,288	32,273	25,663	36,159	Parking violations
18,596	15,845	16,935	18,745	17,804	Traffic violations
					Fire
15,560	17,678	17,974	25,005	28,528	Number of calls answered
3,030	2,296	1,463	3,710	3,107	Inspections
					Highways and streets
13,000	12,500	12,500	12,500	2000*	Potholes repaired
					Sanitation
44,944	45,266	45,537	45,773	46,043	Total number of customers
605	608	626	645	706	Refuse/recyclables collected (tons/day)
98	101	104	125	131	Recyclables collected (tons/day)
					Culture and recreation
35,857	28,896	26,343	26,196	40,760^	Community center admissions
					Water
41,437	41,635	42,301	42,041	42,122	Total number of customers
21,014,055	21,701,750	22,130,222	22,444,527	20,691,499	Average daily consumption
					Wastewater
39,210	39,374	39,580	39,735	39,808	Total number of customers
19,700,000	19,700,000	18,800,000	19,080,000	19,700,000	Average daily sewerage treatment

City of Oxnard, California

SCHEDULE XVII Capital Assets by Function Last Ten Fiscal Years

Function	2010	2011	2012	2013	2014
Public safety					
Police					
Stations	1	1	1	1	1
Police vehicles	171	264	275	268	268
Fire					
Stations	7	7	7	7	7
Hydrants	5,413	5,413	5,430	5,500	5,500
Sanitation					
Collection trucks	52	52	51	51	51
Highways and streets					
Streets (miles)	400	400	400	400	400
City-owned streetlights	674	674	674	974	974
SCE-owned streetlights	9,943	9,943	10,005	10,067	10,192
Culture and recreation					
Parks acreage	550	550	550	550	550
Parks	58	58	58	58	58
Ball diamonds	30	37	37	37	37
Basketball courts	29	47	47	47	47
Craft/Activity buildings	8	10	10	10	10
Gymnasium	2	2	2	2	2
Swimming pools	1	1	1	1	1
Tennis courts	31	30	30	30	30
Community centers	3	3	3	3	3
Library					
Number of books	356,456	356,624	362,753	337,015	325,906
Number of microfilms	8,572	8,634	8,708	8,726	8,729
Number of audiotapes	21,345	22,105	21,676	20,060	20,423
Number of videotapes	16,045	16,015	17,288	14,688	15,025
Number of DVD					
Number of CD-ROMS (data disk)	689	617	620	438	447
Water					
Water mains (miles)	592	592	597	600	600
Maximum daily treatment capacity	18,600,000	18,600,000	18,600,000	18,600,000	18,600,000
Sewer					
Miles of sewer lines	445	445	445	445	430

Source: Various departments, City of Oxnard

^ Total includes only city-owned fire hydrants

* Transitioned from video tapes to DVD's

City of Oxnard, California

SCHEDULE XVII (Continued)

Capital Assets by Function

Last Ten Fiscal Years

2015	2016	2017	2018	2019	Function
					Public safety
					Police
1	1	1	1	1	Stations
311	233	236	236	240	Police vehicles
					Fire
8	8	8	8	8	Stations
5,500	5,500	5,551	5,551	5,676^	Hydrants
					Sanitation
50	52	52	50	56	Collection trucks
					Highways and streets
400	432	432	451	452	Streets (miles)
972	980	1,025	1,025	1,025	City-owned streetlights
10,225	10,225	10,240	10,242	10,242	SCE-owned streetlights
					Culture and recreation
555	561	561	561	539	Parks acreage
59	62	61	61	56	Parks
37	22	27	29	30	Ball diamonds
48	25	30	30	30	Basketball courts
10	2	2	2	2	Craft/Activity buildings
2	2	2	2	2	Gymnasium
1	1	1	1	1	Swimming pools
30	25	33	32	32	Tennis courts
3	2	3	3	3	Community centers
					Library
318,644	316,646	333,016	366,051	411,482	Number of books
8,729	5,885	8,323	7,822	8,377	Number of microfilms
19,618	18,902	10,922	13,003	20,528	Number of audiotapes
14,167	14,259	-	-	-	Number of videotapes
		19,249*	17,947*	21,162*	Number of DVD
16	3,072	-	-	-	Number of CD-ROMS (data disk)
					Water
600	600	624	624	563	Water mains (miles)
18,600,000	18,600,000	18,600,000	18,600,000	18,600,000	Maximum daily treatment capacity
					Sewer
430	430	430	430	430	Miles of sewer lines

City of Oxnard, California

SCHEDULE XVIII

Full-Time Equivalent City Government Employees by Function
Last Ten Fiscal Years

Function	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General government	234	234	228	227	230	230	228	224	288	279
Public Safety										
Police										
Officers	237	237	236	252	249	252	243	252	268	258
Civilians	151	151	151	155	159	157	151	110	114	117
Fire										
Firefighters & officers	103	103	101	101	110	125	125	125	150	123
Civilians	3	3	3	3	3	3	3	3	4	8
Transportation	50	50	49	49	44	43	25	16	27	39
Community development	66	66	66	60	58	59	50	52	57	58
Culture and recreation	85	85	83	83	83	81	67	55	95	92.5
Utilities										
Water	51	51	51	51	50	50	52	53	56	52
Wastewater	72	72	70	76	79	80	81	81	74	73
Environmental Resources	78	78	79	79	80	118	113	118	175	172
Housing	81	81	83	82	82	81	80	81	70	71
Total	1,211	1,211	1,200	1,217	1,226	1,278	1,218	1,171	1,378	1342.5

Source: Finance Department, City of Oxnard

November 18, 2019

To the Honorable City Council
City of Oxnard, California

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Oxnard, California (City), for the year ended June 30, 2019. Professional standards require that we provide you with the information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards* as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 6, 2019. Professional standards also require that we communicate to you the following information related to our audit.



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Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the financial statements. As described in Note I.C. to the financial statements, the City adopted the following pronouncements effective for the year ended June 30, 2019:

- Governmental Accounting Standards Board (GASB) Statement No. 83, *Certain Asset Retirement Obligations*
- GASB No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*
- GASB No. 89, *Accounting for Interest Cost Incurred before the end of a Construction Period*

We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the City's financial statements were:

- Management's estimate of amounts collectible from accounts and notes receivable is based on historical loss levels of utilities and other accounts receivable and an analysis of the collectability of individual notes receivable;
- Management's estimate of the deferred outflows and inflows and other post-employment benefits payable. Amounts recorded are based on actuarial reports;
- Management's estimate of deferred outflows and inflows of resources and net pension liabilities. Amounts recorded are based on actuarial reports;
- Management's estimate of self-insurance claims payable. Amounts recorded are based on actuarial reports; and
- Management's estimate of capital assets valuation, depreciable lives, and associated depreciation.

We evaluated the key factors and assumptions used to develop the estimates in determining that they are reasonable in relation to the financial statements as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

- The disclosure of the nature, policies, and risks related to cash and investments discussed in Note II.A.;
- The disclosure of bonds payable, capital leases, debt with pledged revenue, and special assessment bonds in Note II.G.;
- The disclosure of defined benefit pension plans and other post-employment benefits in Note III.; and
- The disclosure of risks and uncertainties in Note V.B.

The disclosures in the financial statements are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. An understatement of cash and investments and an overstatement in utility receivables in the amount of approximately \$338,000 government-wide was not corrected by management. Management has determined that the effect is immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

AUC

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 18, 2019.

Management Consultation with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to our retention as auditors for the City. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Government Auditing Standards require a report on internal control over financial reporting and on compliance and other matters. This report will include a status report on the City's corrective action plan and will be published with the Single Audit report in March 2020.

Other Matters

We applied certain limited procedures to management's discussion and analysis, the schedules of changes in net pension liability and related ratios, schedule of proportionate share of the net pension liability and related ratios, schedules of plan contributions, schedule of changes in total other post-employment liability and related ratios, and the budgetary comparison schedule for the General Fund, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the combining and individual nonmajor fund financial statements and Measure O, which accompany the financial statements but are not RSI. With respect to this supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the information presented in the introductory section and statistical section, which accompanies the financial statements but is not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

To the Honorable City Council
City of Oxnard, California

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Restriction on Use

This information is intended solely for the use of the City Council and management of the City of Oxnard, California and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Eddie and Payne HP



Audit Report for FYE June 30, 2019

Finance & Governance
Committee Meeting
January 14, 2020



Agenda

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Revenues	6
Expenditures	7
General Fund Group Combining Schedule.....	8
Critical Audit Matters	9



Independent Auditor's Opinion

***“Clean Opinion” for June 30, 2019
see page 1 – 4 of CAFR.***

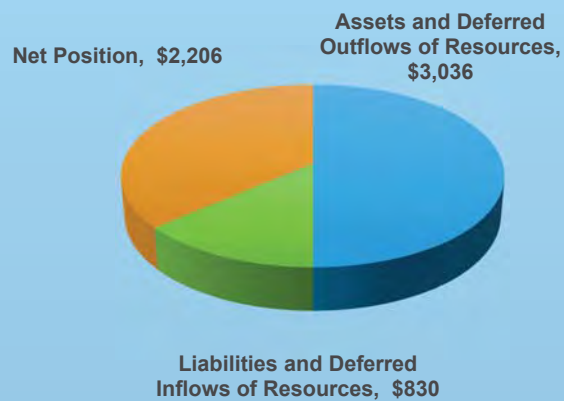


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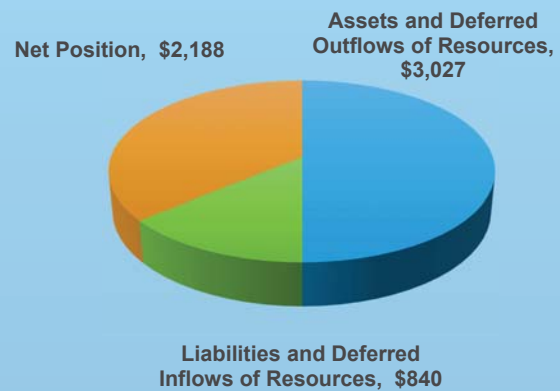


CAFR Highlights - Net Position (\$ millions)

2019



2018



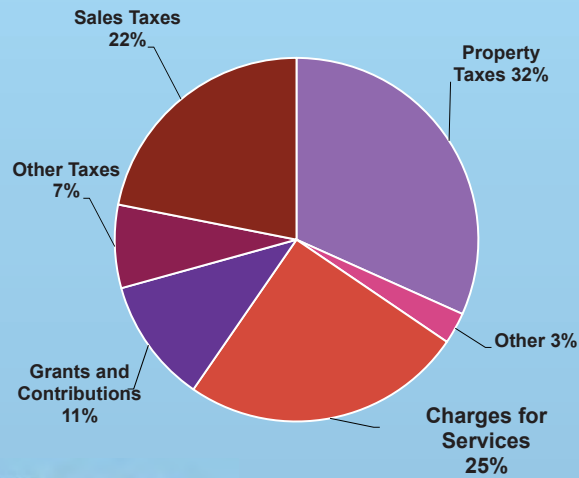
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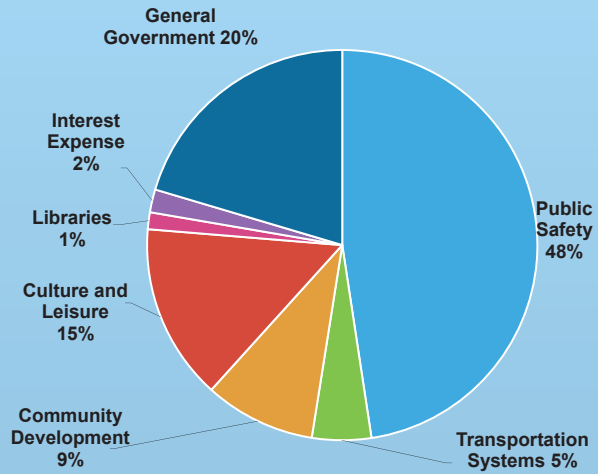
CAFR Highlights

Governmental Activities Revenues & Expenses

Revenues - Governmental Activities



Expenses - Governmental Activities

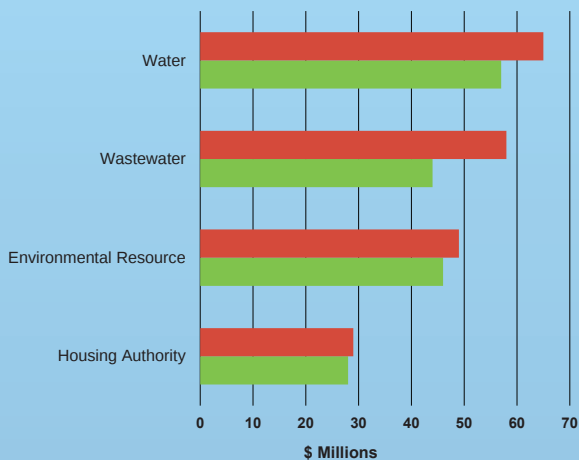


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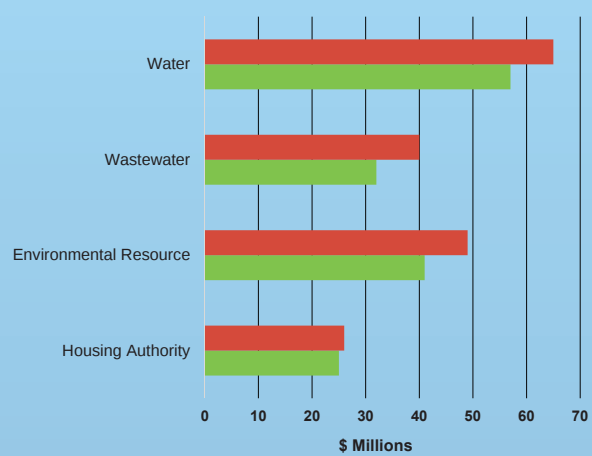
CAFR Highlights - (\$ millions)

Business-Type Activities Revenues & Expenses

2019



2018



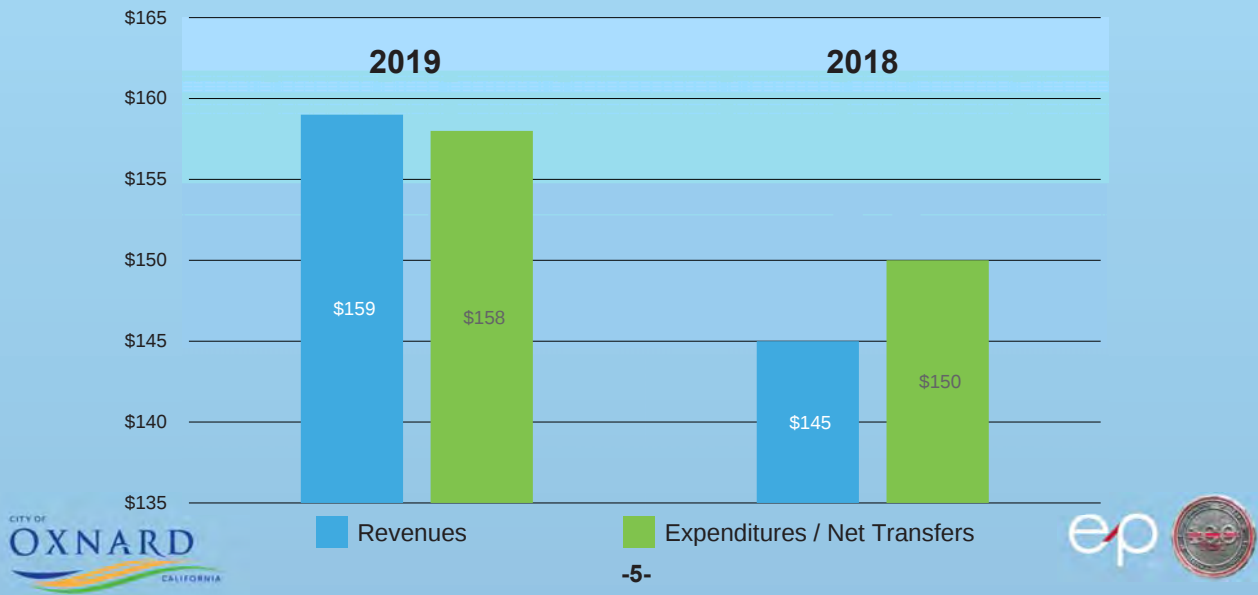
■ Revenue

■ Expense



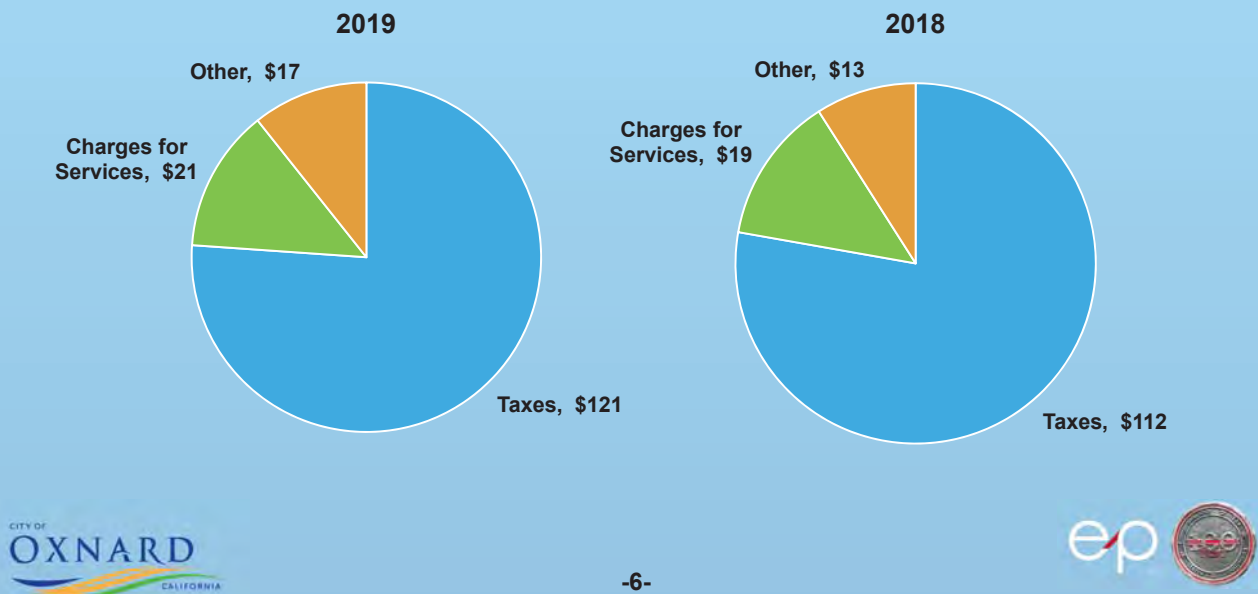
-4-

CAFR Highlights - General Fund (\$ millions)



-5-

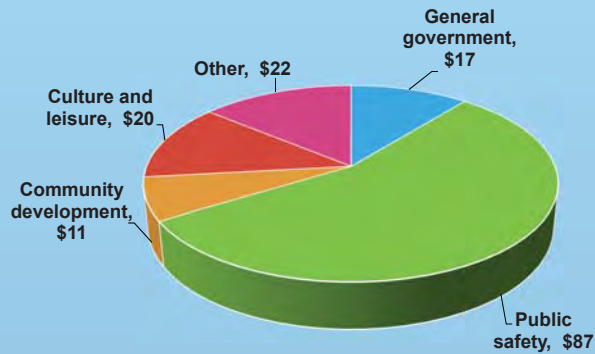
Revenues – General Fund (\$ millions)



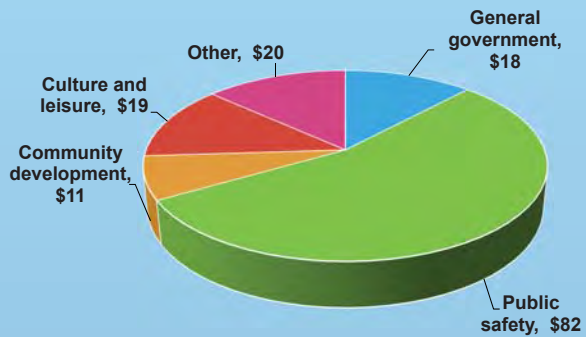
-6-

Expenditures — General Fund (\$ millions)

2019



2018



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General Fund Group Combining Schedule

	101 - General	104 - Half Cent	105 - Street	641 - Performing	651 - Golf		
	Fund	Sales Tax	Maintenance	Arts Center	Course	Other*	Total
Assets	\$ 21,093	\$ 23,758	\$ 12,873	\$ 98	\$ 1,597	\$ 3,335	\$ 62,755
Liabilities & Deferred Inflows	\$ 10,845	\$ 1,198	\$ 2,471	\$ 98	\$ 1,072	\$ 4,836	\$ 20,520
Fund Balances	\$ 10,248	\$ 22,560	\$ 10,403	\$ -	\$ 525	\$ (1,501)	\$ 42,234
Revenues	\$ 136,220	\$ 15,676	\$ 4,208	\$ 910	\$ 1,372	\$ 1,089	\$ 159,476
Total Expenditures	127,188	13,264	4,364	2,180	779	2,812	150,588
Other Financing Sources (Uses)	(5,324)	(4,200)	-	1,270	-	1,139	(7,116)
Net Changes in Fund Balances	\$ 3,708	\$ (1,788)	\$ (156)	\$ -	\$ 593	\$ (585)	\$ 1,772
* Other funds include: General Fund Carryover (102), Oxnard Police Department (OPD) Training (103), Stormwater Management (114), Payroll Clearing Trust (542), Carnegie Clearing Trust (551), City Corps Trust (555) and Contributions Trust (571).							



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Critical Audit Matters

- Challenges encountered during audit
 - None
- Audit adjustments
 - No material adjustments
- New accounting pronouncements
 - GASB 83 – Certain Asset Retirement Obligations
 - GASB 88 – Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements
 - GASB 89 – Accounting for Interest Cost Incurred Before the End of a Construction Period



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Critical Audit Matters (Continued)

- Accounting estimates
 - Actuarial valuation of OPEB liability, pension liability and self-insurance claims
- Significant disclosures
 - Cash and investments, bonds payable, pension and OPEB liabilities and risk & uncertainties
- Other audit findings
 - We will issue a report on internal control along with the status report on the City's corrective action plan in March 2020



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THANK YOU



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