

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 12, 2021
Regular Meeting - 5:00 to 6:30 PM
(TEMPORARY MEETING TIME CHANGE)

This meeting is held pursuant to the State Emergency Services Act, the Governor's Emergency Declaration, and Governor's Executive Order N-29-20 to allow members of the City Council or staff to participate via teleconference.

Pursuant to the Ventura County Public Health Official's order and Governor's Executive Order N-33-20, all city buildings are temporarily closed to the public. The public is encouraged to view the meeting from home on the City's website at Oxnard.org/city-meetings, Spectrum channel 10, Frontier channel 35, or YouTube at Youtube.com/oxnardnews. Video recordings are typically available online immediately following the meeting. *Please see the link for the Measure M pre-recorded presentation video for each agenda item below.

The public may provide comments to the City Council via email at cityclerk@oxnard.org no later than 2:00 p.m. on the day of the meeting. Please identify the committee name, meeting date, and agenda item in the email Subject line.

A telephone option for public comments is also available at this time due to the State of California "Stay At Home" order. Requests to speak must be submitted no later than 2:00 p.m. on the day of the meeting. Use the form on the city's website to submit your request: Oxnard.org/city-meetings, or call the City Clerk's Office at (805) 385-7803, or email your request to cityclerk@oxnard.org.

*The City has filed pre-election and post-election lawsuits regarding the validity of Measure M. The judge has not yet ruled on the legal sufficiency of Measure M.

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 requests shall be submitted as set forth on the first page of this agenda. Based on the number of speaker requests 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. 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 8, 2020 regular meeting as presented.

Contact: Rose Chaparro, (805) 385-7805

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)

D. REPORTS

1. Finance Department

SUBJECT: FY 2019-20 Comprehensive Annual Financial Report and Summary Presentation (20/10/5)

RECOMMENDATION: That the Finance and Governance Committee receive, and recommend that staff proceed to the full City Council with, the FY 2019-20 Comprehensive Annual Financial Report (CAFR) and summary presentation from the City's external financial auditors, Eadie + Payne, LLP. (Presentation will be live upon consultant's request).

Contact: Kevin Riper, (805) 385-7475

2. City Manager Department

SUBJECT: Enterprise Resource Planning (ERP) System Annual Report (0/10/10)

RECOMMENDATION: That the Finance and Governance Committee receive the Enterprise Resource Planning (ERP) System Annual Report and recommend staff proceed to present the annual report to City Council.

Please click the following link to view the required Measure M pre-recorded presentation video: <https://youtu.be/tcxpqTsLADM>

Contact: Shiri Klima, (805) 385-7487

E. ITEMS FOR FUTURE AGENDAS

F. ADJOURNMENT

MINUTES
OXNARD CITY COUNCIL
FINANCE AND GOVERNANCE COMMITTEE
Regular Meeting
December 8, 2020

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 Vianey Lopez, Bert E. Perello, and Chair Tim Flynn were present via videoconference.

Staff members present were Shiri Klima, Deputy City Manager; Stephen M. Fischer, City Attorney; Alexander Nguyen, City Manager; Kevin Riper, Chief Financial Officer; Christine Williams, Senior Manager of Internal Controls; Donna Ventura, Assistant Chief Financial Officer; Mike More, Risk Manager; Alexander Hamilton, Interim Fire Chief; and Michelle Ascencion, City Clerk.

B. PUBLIC COMMENTS ON ITEMS NOT ON THE AGENDA

Public comments were received from Ray Blattel (regarding staff responses to public comments).

C. CONSENT AGENDA

City Clerk Department

1. SUBJECT: Approval of Minutes.

RECOMMENDATION: That the Finance and Governance Committee approve the minutes of the November 24, 2020 regular meeting as presented.

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

D. REPORTS

City Manager Department

1. SUBJECT: City of Oxnard Whistleblower Summary Update.

RECOMMENDATION: That the Finance and Governance Committee recommends that City Council receive and file the update on Whistleblower Matters.

Henry Oum of Price Paige and Company gave a report. Discussion ensued among the Committee and staff. No formal action was required.

Finance Department

2. SUBJECT: Proposed City Council's Risk Assessment Responsibilities Policy.

RECOMMENDATION: That the Finance and Governance Committee provide feedback

on a proposed City Council Risk Assessment Policy and give authorization to staff to present the item to City Council for approval.

The Chief Financial Officer introduced the Senior Manager of Internal Controls, who gave a report. Discussion ensued among the Committee and staff.

It was moved by Member Perello, seconded by Member Lopez, to approve the recommended action as presented. Member Perello requested that staff include language in the resolution/policy that requires annual updates to the City Council. VOTE: Flynn, Lopez, and Perello voted in favor; the motion carried 3-0.

Fire Department

3. SUBJECT: Fire Academy FY20/21.

RECOMMENDATION: That the Finance and Governance Committee recommend that City Council:

1. Receive a report from the Interim Fire Chief discussing the current level of vacancies, the need to re-establish our recruit training academy, and adding additional recruit firefighters to the academy cadre; and
2. Approve a budget appropriation of \$755,461 from Fund 104 Measure O (Half-cent Sales Tax).

The Interim Fire Chief gave a report. Discussion ensued among the Committee and staff.

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

E. ITEMS FOR FUTURE AGENDAS (No requests were made.)

F. ADJOURNMENT

There being no further business on the agenda, and without objection, Chair Flynn adjourned the meeting at 11:06 a.m.

MICHELLE ASCENCION, CMC
City Clerk

TIM FLYNN
Chair



**FINANCE AND GOVERNANCE COMMITTEE
AGENDA REPORT**

**REPORTS
AGENDA ITEM NO. D.1**

DATE: January 12, 2021

TO: Finance & Governance Committee

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

SUBJECT: FY 2019-20 Comprehensive Annual Financial Report and Summary Presentation (20/10/5)

RECOMMENDATION

That the Finance and Governance Committee receive, and recommend that staff proceed to the full City Council with, the FY 2019-20 Comprehensive Annual Financial Report (CAFR) and summary presentation from the City's external financial auditors, Eadie + Payne, LLP. (Presentation will be live upon consultant's request).

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, 2020, 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.

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

ATTACHMENTS

1. CAFR City of Oxnard 6-30-20
2. Governance letter 6-30-20
3. AUDIT REPORT FOR FYE JUNE 30, 2020.pdf

COMPREHENSIVE ANNUAL **FINANCIAL REPORT**

2020



FISCAL YEAR ENDED JUNE 30, 2020

WWW.OXNARD.ORG

CITY OF OXNARD, CALIFORNIA

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JUNE 30, 2020

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INTRODUCTORY SECTION





December 9, 2020

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

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of the City of Oxnard, California for the fiscal year ended June 30, 2020. 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). The report contains information needed for readers to gain a reasonable understanding of the City'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 for transparency and accountability to the public by 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, 2020. 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.

GLOBAL PANDEMIC AND RESULTING RECESSION

As with every other unit of government in the United States, the City's year was dominated by the COVID-19 health crisis and the economic recession it caused. To date, the City's workforce has survived the pandemic with a relatively low known infection rate, and no deaths. Financially, the City's major funds experienced in FY 2019-20 a decline in revenue that was greater than forecast before the pandemic and accompanying recession, but less than feared at the time of the Statewide lockdown and in the depths of the economic slowdown.

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 one-third of the California strawberry crop that represents 85% of the U.S. market. Other high value crops produced nearby include avocados, lemons, Brussels sprouts, and artichokes, so 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 sectors. Oxnard is a leader in manufacturing in Southern California. Oxnard's harbor and beaches support a strong tourism industry in normal times. When not afflicted by a Statewide or national recession, the local economy is diverse and robust.

Oxnard is the most populous of Ventura County's ten cities at 206,352 residents, according to estimates as of January 1, 2020 by the State's Department of Finance. About 35% of the population was born in another country and approximately 74% of its residents are Hispanic or Latino. Oxnard's housing is 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 decades prior to Proposition 13 to pay for part of the cost of public safety pensions, as well as a 20-year 0.5% supplemental transactions & use tax in 2008, although a citizen initiative approved by voters on November 3, 2020 would end that tax as much as six years early if (i) the initiative survives a court challenge by the City; and (ii) the City does not raise the pavement condition index of its streets and alleys to minimum levels specified in the initiative. Also on November 3 voters approved a 1.5% supplemental transactions & use tax for the General Fund, without a sunset date.

Zillow's expectations for Oxnard's housing market at this report date follow. "The median home value in Oxnard is \$531,999. Oxnard home values have gone up 5.8% over the past year and Zillow predicts they will rise 6.5% within the next year."

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

The City Council consists of the Mayor and six other Councilmembers. The term of office is four years for all elected officials, with elections held every two years for three City Council seats at a time. All Councilmembers are elected by district except for the Mayor, who is elected at large during presidential election years. The City Treasurer, who is elected Citywide at the same time as the Mayor, invests idle cash and manages the investment portfolio. The City Clerk, also elected Citywide at the same time as the Mayor and City Treasurer, manages the City Council and Committee meeting agenda process, official records and elections.

Names and photographs of the Mayor, City Councilmembers, City Treasurer and City Clerk, plus an organization chart with the names of appointed City officials as of June 30, 2020, are 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, billing and licensing, City Council, City Attorney, City Treasurer, City Clerk and City Manager	Water – Planning, source and supply, treatment and distribution and the recycled water program.
Police – including records, dispatch, patrol, investigations, traffic enforcement and animal safety	Wastewater – Collection, treatment of wastewater (sewer), 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, code enforcement, and successor agency obligations	Housing Authority – administration of Section 8 rental assistance program and affordable housing.
Public Works – including engineering and capital asset planning, streets and roads, rights of way, park and landscape maintenance, special district administration and service management, and facilities and fleet maintenance.	
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 2020-21 budget was adopted on June 30, 2020. The City Council appropriates funds annually for the General Fund, and for all other governmental funds and proprietary funds.

LONG-TERM 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, 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; 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 is part of the Ventura County Community College District and has an enrollment of more than 7,000 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 local companies with a pipeline of skilled employees.

The excellent climate, coupled with the 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 normal circumstances. In addition, Oxnard's mix of agricultural, manufacturing, and retail sectors provide a strong and diverse economic base on which to build a recovery from recession. Those businesses that survive the twin threats of global pandemic and economic recession – which most are expected to do – should be able to thrive, expand and be further strengthened by the steady increase in residential and commercial development throughout the City.

For example, just last month the City announced a partnership with Amazon, the global internet retailer, to open a new fulfillment center at the Sakioka Farms Business Park in Oxnard. The Amazon project will bring more than 1,500 jobs with benefits to Oxnard when the company launches the facility next year.

FISCAL CONDITION

As a result of increased costs to provide services to residents and long-term fiscal pressures, the City cut \$5.1 million from the General Fund budget in fiscal year 2019-20, and another \$3.2 million (offset by \$0.9 million of reduced revenue associated with those reductions) in fiscal year 2020-21.

With interest rates at historic lows in December 2019, the City refunded fixed rate lease revenue bonds supported by the General Fund. Combined with a five-year extension of final maturity, the lower interest cost provided funding for the first of two phases of a new enterprise resource planning (ERP) software system, which will replace an outdated thirty-year-old system, and significantly reduce manual, paper-based processes. Implementation began in mid-2020, and the first phase, electronic timekeeping, went live on September 19.

S&P Global Ratings (formerly Standard & Poor's) reaffirmed its rating of "A-" for the General Fund lease revenue refunding, and reaffirmed the City's issuer credit rating of "A," while simultaneously upgrading the outlook from "stable" to "positive."

In February 2020 the City similarly refunded its Gas Tax Certificates of Participation, yielding more than \$400,000 in annual debt service savings each year through 2037. The savings will accrue to the City's State Gas Tax Fund, which pays for maintenance of and improvements to public streets.

GENERAL FUND

In fiscal year 2017-2018 the General Fund group¹ balance decreased by \$5.8 million while in fiscal 2018-19 the fund balance increased by \$1.8 million, followed by a \$5.6 million decrease in fiscal 2019-20. Revenues during fiscal 2019-20 declined slightly, held down by the economic recession that began in February 2020. Expenditures grew relatively slowly, because 70 percent of General Fund costs are for personnel, and Police and Fire personnel costs – themselves accounting for more than half of General Fund spending -- were also held down during the first 4 months of the lockdown and the recession (the last four months of fiscal 2019-20). The expenses did not exceed the amount of the adjusted General Fund budget.

Within the General Fund group, fiscal year 2019-20 financial results for the golf course were especially noteworthy. Scarcely three years after the independent auditors told the City to “de-list” the golf course as an enterprise fund, because it was never going to generate enough revenue to cover its total costs, the Public Works Department’s Golf Course Fund has accomplished just that. Under a new operator (American Golf Corporation, or AGC), the golf course produced \$3.8 million in operating revenue -- more than enough to cover total operating expenses (both those paid by AGC and those paid directly by the City) of \$3.7 million. The resulting \$0.1 million operating surplus, combined with \$0.7 million of golf development fee revenue, more than doubled ending fund balance, to \$1.2 million at June 30, 2020 (up from \$0.5 million one year prior).

Oxnard provides the minimum contribution for retiree health care required when benefits are provided by the California Public Employees Retirement System (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 level for all risk management reserve funds was reduced from 70% to 50%, where it remains for the fiscal 2020-21 budget.

Final Comments

I wish to express my 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

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 and convention center fund (641); the golf course operating fund (651); and several smaller funds. See pages 155-162 for a detailed breakdown of the General Fund group.

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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, 2019

Christopher P. Morill

Executive Director/CEO

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Elected Officials as of June 30, 2020



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

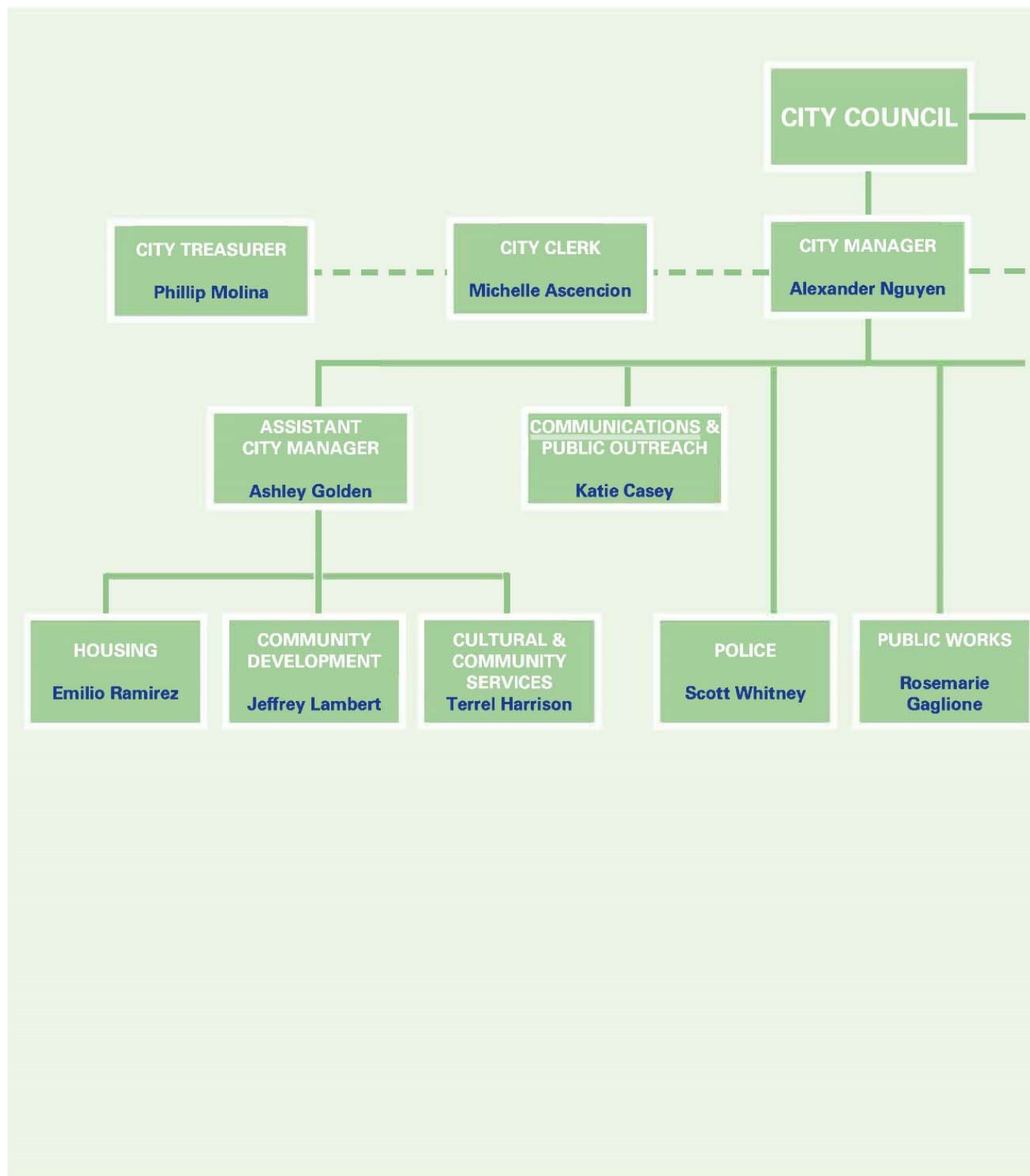


Michelle Ascencion,
City Clerk

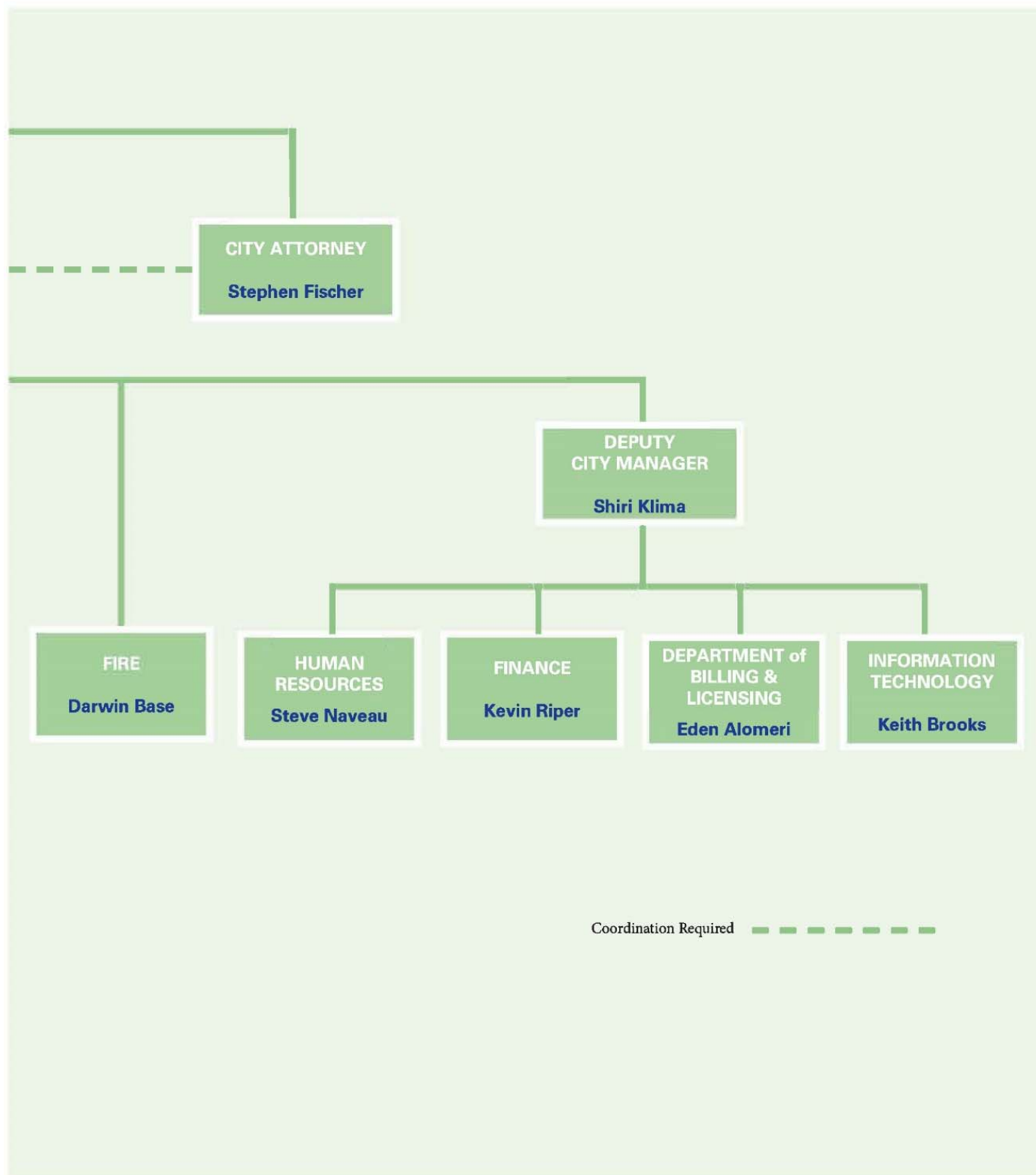


Phillip Molina,
City Treasurer

City of Oxnard Citywide Organizational Chart as of June 30, 2020



City of Oxnard Citywide Organizational Chart as of June 30, 2020



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FINANCIAL SECTION





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Riverside, CA 92502-1529

Office: 951-241-7800

www.eadiepaynellp.com

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, 2020, 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

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Oxnard Housing Authority, a blended component unit, which statements represent 1.19% and 0.92% of total government-wide assets and net position as of June 30, 2020 and 7.61% 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, based on our audit and the report of the other auditor, 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, 2020, 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, Development Fees Fund, and State Gas Tax 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 24 and 143 through 153 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 basic 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 by us and the other auditors. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we 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 solely 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 effectiveness of the City's 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 HP

December 9, 2020
Riverside, California

MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Oxnard (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our Letter of Transmittal, which can be found on pages i-v of this report. Comparative data on the government-wide financial statements are only presented in the Management's Discussion and Analysis.

FINANCIAL HIGHLIGHTS

Government-Wide

- On June 30, 2020, City assets and deferred outflows exceeded liabilities and deferred inflows by \$2.2 billion (net position). Of this amount, \$2.2 billion is invested in capital assets and \$157.0 million is restricted, offset by (\$169.7) million that is unrestricted (Page 9).
- City total net position, before prior period adjustments, scarcely changed at all, decreasing only \$0.9 million (0.04 percent), during the fiscal year. Governmental activities net position decreased \$16.9 million. Business-type activities increased by \$16.0 million (Page 12).

Fund Based

- At the close of fiscal year 2019-20, governmental funds reported combined ending fund balance of \$145.1 million, an increase, before prior period adjustments, of \$3.3 million from the prior year. The ending fund balance is primarily identified as: \$105.4 million restricted (72.6 percent), \$34.8 million committed (24.0 percent) and \$4.9 million unassigned (3.4 percent) (Page 17).
- At the close of the fiscal year, fund balance for the General Fund group of funds was \$38.3 million consisting primarily of \$33.1 million in committed funds (Page 17).
- General Fund group revenues for the year were \$155.2 million. Total revenues decreased by \$4.3 million or 2.7 percent from the prior year's revenue of \$159.5 million (Pages 18-19), primarily driven by the impacts of the global pandemic and resulting recession.
- General Fund group expenditures were \$155.1 million. Total expenditures increased by \$4.6 million or 3.0 percent compared to the prior year's expenditures of \$150.6 million (Pages 19-20), primarily driven by increased personnel costs.
- At the close of the fiscal year, the Water Fund's net position was \$131.3 million, an increase of \$5.3 million over the prior fiscal year (Page 21). The City did not implement any water rate increase or pass-through of increased costs for purchased water in fiscal year 2019-20.

- At the close of the fiscal year, the Wastewater Fund's net position was \$158.6 million, an increase of \$11.5 million over the prior fiscal year (Page 21). Operating revenue slightly increased from the prior year, attributable to a rate increase.
- At the close of the fiscal year, the Environmental Resources Fund's net position was \$33.5 million, a decrease of \$1.6 million from the prior fiscal year (Page 21).

Correction of errors and a change in methodology on the City's Enhanced Retirement Plan resulted in prior period adjustments reflected on the fiscal year 2020 financial statements (see page 106-107). The net effect of prior period adjustments on 2019 financial statements are excluded from the tables below.

OVERVIEW OF THE FINANCIAL STATEMENTS

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 supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

The government-wide financial statements are designed to 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. Generally, deferred inflows and outflows represent amounts related to differences in timing of recognition of revenues and expenses compared to the timing of related financial resources. 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.

The statement of activities presents information showing how the City's net position changed during the 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 fiscal year's revenues and expenses are taken into account regardless of when cash is received or paid (examples include earned but unused vacation leave or taxes collected by other entities not yet remitted to the City).

Government-wide financial statements distinguish City governmental activities, 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, culture, leisure and library services. Business-type activities of the City include water, wastewater, solid waste management, and the Oxnard Housing Authority component unit. The government-wide financial statements can be found on pages 25-27 of this report.

Fund financial statements

Fund financial statements are designed to 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. A reconciliation between governmental funds and governmental activities in the government-wide financial statements is provided for both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances.

The City maintains many individual governmental funds organized by their type (special revenue, debt service, and capital projects funds). The City has five governmental funds classified as major funds requiring separate presentation in the basic financial statements: the General Fund, the Affordable Housing Fund, the Development Fees Fund, the State Gas Tax Fund, and the Debt Service Fund. Data from the remaining governmental funds are combined into a single, aggregated presentation as nonmajor governmental funds. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements shown on pages 163-167.

The City adopts an appropriated budget for its General Fund and special revenue funds, among others. Budgetary comparison statements demonstrate compliance with this budget on pages 150-153, 160-162, and 168-174.

The basic governmental funds financial statements can be found on pages 28-35 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, environmental resources, and the Oxnard Housing Authority component unit.

- o The Oxnard Housing Authority is audited separately. Readers 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 its liability and workers' compensation self-insurance, utility customer billing, information technology services, and facilities and equipment maintenance (primarily fleet services). 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 175-181.

The basic proprietary funds financial statements can be found on pages 36-45 of this report.

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. The basic fiduciary funds financial statements can be found on page 46-47 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 48-142 of this report. Notes providing additional detail about the CDC Successor Agency can be found on pages 136-142.

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 (OPEB) to its hourly and full-time employees, the Schedules of Changes in Net Pension and OPEB Liability and Related Ratios, and Schedule of Plan Contributions. Also included in RSI are the budgetary comparison schedules for the major governmental funds. RSI can be found on pages 143-153.

Combining statements for the 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 155-183 of this report.

Statistical tables regarding fiscal trends, revenue capacity, debt capacity, demographic and economic information, and operating information can be found on pages 185-212 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted earlier, net position may serve as a useful indicator of a government's financial position over time. City assets and deferred outflows of resources exceeded liabilities and deferred inflows by \$2.2 billion at the close of fiscal year 2019-20 as detailed below:

Statement of Net Position June 30, 2020 (in thousands)						
	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Assets:						
Current and Other Assets	\$ 168,799	\$ 166,361	\$ 166,826	\$ 144,924	\$ 335,625	\$ 311,285
Capital Assets (net of depreciation)	2,047,722	2,065,613	499,729	504,899	2,547,451	2,570,513
Properties Held for Resale	570	570	-	-	570	570
Other Assets	85,477	69,030	16,794	16,288	102,271	85,318
Total Assets	<u>2,302,569</u>	<u>2,301,574</u>	<u>683,349</u>	<u>666,111</u>	<u>2,985,918</u>	<u>2,967,686</u>
Deferred Outflows of Resources:						
Deferred Charges	2,692	40	2,128	2,143	4,819	2,183
Deferred Pension Items	49,678	55,501	8,131	10,009	57,809	65,510
Deferred OPEB Items	6,743	751	1,893	259	8,635	1,010
Total Deferred Outflows of Resources	<u>59,112</u>	<u>56,292</u>	<u>12,151</u>	<u>12,411</u>	<u>71,263</u>	<u>68,703</u>
Liabilities:						
Current and Other Liabilities	55,259	58,298	30,163	25,346	85,422	83,644
Noncurrent Liabilities	418,809	392,633	321,374	327,884	740,182	720,517
Total Liabilities	<u>474,068</u>	<u>450,931</u>	<u>351,537</u>	<u>353,230</u>	<u>825,605</u>	<u>804,161</u>
Deferred Inflows of Resources:						
Deferred Loans	-	148	-	-	-	148
Deferred Pension Items	14,362	19,863	2,179	3,035	16,541	22,897
Deferred OPEB Items	1,334	1,562	468	538	1,801	2,100
Deferred Gain on Refunding	697	742	-	-	697	742
Total Deferred Inflows of Resources	<u>16,393</u>	<u>22,314</u>	<u>2,646</u>	<u>3,573</u>	<u>19,039</u>	<u>25,887</u>
Net Position:						
Net Investment in Capital Assets	1,993,056	1,993,824	232,191	224,259	2,225,246	2,218,083
Restricted	105,403	94,430	51,610	54,284	157,013	148,713
Unrestricted	(227,238)	(203,632)	57,516	43,177	(169,722)	(160,455)
Total Net Position	<u>\$ 1,871,220</u>	<u>\$1,884,622</u>	<u>\$ 341,317</u>	<u>\$ 321,720</u>	<u>\$ 2,212,537</u>	<u>\$2,206,341</u>

The largest portion of the City's net position reflects its investment of \$2.5 billion in capital assets (land, buildings and improvements, equipment and machinery, vehicles, infrastructure, and construction in progress, net of accumulated depreciation), less related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to residents; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Another portion of the City's net position, \$157.0 million, represents resources that are subject to external restrictions on their use. The remaining balance of unrestricted net position is a deficit of \$169.7 million.

This net deficit is 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.

Capital Assets

Investments in capital assets for governmental and business-type activities as of June 30, 2020, totaled \$2.5 billion (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, equipment and machinery, vehicles, infrastructure, and construction in progress. The total decrease in capital assets for fiscal year 2019-20 was \$23.1 million, which represents a 0.9 percent decrease from the prior year for governmental activities and a 1.0 percent decrease for business-type activities. Additional information on the City's capital assets can be found on pages 81-82 in the notes to the financial statements. Capital assets are summarized below:

Capital Assets (net of accumulated depreciation)						
June 30, 2020						
(in thousands)						
	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	\$ 1418,658	\$ 1418,658	\$ 17,042	\$ 17,042	\$ 1435,701	\$ 1435,701
Buildings	78,896	80,871	126,775	131,698	205,671	212,569
Improvements Other than Buildings	75,569	77,971	4,160	4,325	79,729	82,296
Equipment and Machinery	4,570	5,012	56,783	58,645	61,353	63,657
Vehicles	6,693	7,714	-	-	6,693	7,714
Infrastructure	448,723	465,300	269,922	277,728	718,645	743,028
Construction in Progress	14,612	10,087	25,047	15,462	39,659	25,549
Totals	<u>\$ 2,047,722</u>	<u>\$ 2,065,613</u>	<u>\$ 499,729</u>	<u>\$ 504,899</u>	<u>\$ 2,547,451</u>	<u>\$ 2,570,513</u>

Major capital project activities during fiscal year 2019-20 included the following:

- The \$4.5 million net increase in governmental activities construction in progress was primarily due to progress on the following projects: Rice Avenue & 5th Street Railroad Grade Bridge construction project, Bus Stop Enhancements project, the Citywide Traffic Signal Improvement project, and the Bicycle and Pedestrian Facilities Improvement project, partially offset by the completion of the Crosswalk Beacon project.
- The \$9.6 million net increase in business type activities construction in progress was primarily due to progress on the following projects: Bryce Canyon Resurfacing project, Fremont Resurfacing project, and the Wastewater Emergency Repairs project, partially offset by the completion of the Cogenerators Rehabilitation project.

Long-Term Debt

At the end of fiscal year 2019-20 the City had total long-term debt outstanding of \$378.8 million. This reflects an increase of \$1.7 million, or 1.6 percent, in governmental activities and a decrease of \$11.1 million, or 3.9 percent, in business-type activities.

The City's bonds are rated by S&P Global Ratings. Currently the issuer credit rating on the City is "A" with a stable outlook. The City's debt is rated "A-" for lease revenue bonds, "A+" for gas tax revenue bonds, "A" for water revenue bonds, and "A-" for wastewater revenue bonds.

Additional information on long-term debt can be found on pages 83-103 in the notes to the financial statements. Long-term debt is summarized below:

Outstanding Debt (net of discounts/premiums)
June 30, 2020
(in thousands)

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Lease Revenue Bonds	\$ 69,561	\$ 63,984	\$ -	\$ -	\$ 69,561	\$ 63,984
Revenue Bonds	19,802	-	265,549	276,089	285,351	276,089
Capital Leases	17,852	20,061	5,718	6,545	23,570	26,606
Certificates of Participation	-	21,460	-	-	-	21,460
Note Payable	-	-	270	270	270	270
Totals	<u>\$ 107,216</u>	<u>\$ 105,505</u>	<u>\$ 271,536</u>	<u>\$ 282,904</u>	<u>\$ 378,752</u>	<u>\$ 388,409</u>

- Governmental activities lease revenue bonds increased \$5.6 million primarily due to the \$27.6 million issuance of the Lease Revenue Refunding Bonds, Series 2019A offset by the \$19.0 million refunding of the Lease Revenue Refunding Bonds, Series 2011 and principal payments made during the year on the other lease revenue bonds.
- Governmental activities revenue bonds increased \$19.8 million due to the issuance of the Gas Tax Revenue Refunding Bonds, Series 2020.
- Governmental activities certificates of participation decreased \$21.5 million due to the refunding of the Gas Tax Revenue Certificates of Participation in connection with the issuance of the Gas Tax Revenue Refunding Bonds, Series 2020.
- Business-type activities long term debt decreased \$11.4 million as the result of scheduled principal payments.

Statement of Activities

The statement of activities shows how the City's net position changed during fiscal year 2019-20. These changes are explained in the governmental and business-type activities on the following pages. Provided below is a summary of changes in net position:

Statement of Activities
Fiscal Year Ended June 30, 2020
(in thousands)

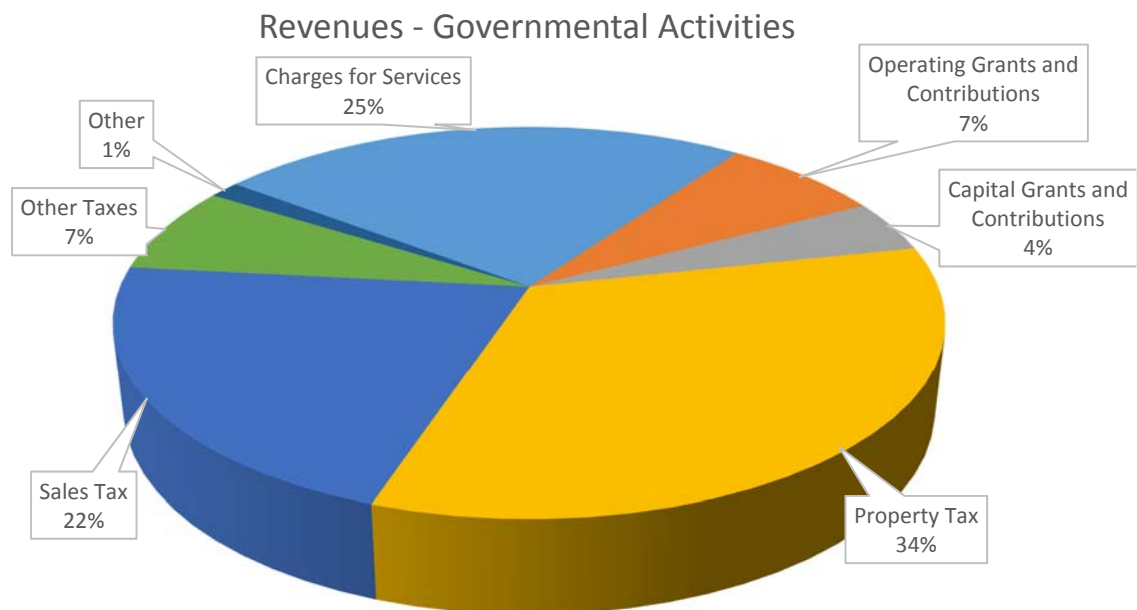
	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program Revenues:						
Charges for Services	\$ 52,960	\$ 58,635	\$ 158,429	\$ 160,439	\$ 211,389	\$ 219,074
Operating Grants and Contributions	16,059	14,689	24,388	21,866	40,448	36,555
Capital Grants and Contributions	9,253	9,839	-	-	9,253	9,839
General Revenues:						
Taxes	133,972	135,413	-	-	133,972	135,413
Interest on Investments	3,050	2,812	3,464	5,610	6,514	8,422
Total Revenues	<u>215,294</u>	<u>221,388</u>	<u>186,281</u>	<u>187,914</u>	<u>401,575</u>	<u>409,302</u>
Expenses						
General Government	49,738	47,292	-	-	49,738	47,292
Public Safety	114,507	110,217	-	-	114,507	110,217
Transportation Systems	11,604	11,367	-	-	11,604	11,367
Community Development	19,160	21,205	-	-	19,160	21,205
Culture, Leisure and Libraries	35,010	37,044	-	-	35,010	37,044
Interest on Long-Term Debt	3,812	4,452	-	-	3,812	4,452
Loss from Disposal of Assets	-	70	-	417	-	487
Water	-	-	56,202	55,883	56,202	55,883
Wastewater	-	-	34,668	31,784	34,668	31,784
Environmental Resources	-	-	50,551	46,314	50,551	46,314
Oxnard Housing Authority	-	-	29,914	27,634	29,914	27,634
Total Expenses	<u>233,831</u>	<u>231,647</u>	<u>171,335</u>	<u>162,033</u>	<u>405,166</u>	<u>393,679</u>
Change in Net Position Before Special Items						
Contributed Capital, and Transfers	(18,537)	(10,259)	14,946	25,881	(3,591)	15,623
Contributed Capital	-	789	1,148	(221)	1,148	568
Special Items	1,514	-	-	-	1,514	-
Transfers	107	243	(107)	(243)	-	-
Change in Net Position	<u>(16,915)</u>	<u>(9,226)</u>	<u>15,986</u>	<u>25,417</u>	<u>(929)</u>	<u>16,191</u>
Net Position, July 1	1,884,622	1,893,830	321,720	293,793	2,206,341	2,187,623
Prior Period Adjustment	3,514	18	3,611	2,510	7,125	2,527
Net Position, June 30	<u>\$ 1,871,220</u>	<u>\$ 1,884,622</u>	<u>\$ 341,317</u>	<u>\$ 321,720</u>	<u>\$ 2,212,537</u>	<u>\$ 2,206,341</u>

Governmental activities decreased the City's net position \$16.9 million compared to prior fiscal year's decrease of \$9.2 million. Key elements of the decrease in net position were as follows:

Program revenues decreased \$4.9 million, or 5.9 percent, primarily due to decreases in charges for services, partially offset by higher operating grant revenues. Charges for services decreased \$5.7 million, or 9.7 percent, due to a combination of factors, including: the pandemic-induced disruption of services and resulting lower consumption; the reversal of prior-year fair market value adjustment accruals required by GASB Statement No. 31; a decline in park development fee revenue during the recession; a decline in reimbursement revenue related to wildland fire mutual assistance provided by the Fire Department to other jurisdictions; a reduction in traffic impact fees during the recession; the closure of the Carnegie Art Museum on the first day of the fiscal year as a result of General Fund budget reductions; and a decline in revenue from special district assessments. These decreases were partially offset by some increases in charges for services, including: a change in the methodology for reporting golf course revenue, as described on the next page; and the one-time sale of Southern California Edison Rule 20A credits to the City of Laguna Beach. Capital grants and contributions also decreased, by \$0.6 million, or 6.0 percent, due to less construction activity during the pandemic and recession. Operating grants and contributions increased, by \$1.4 million, or 9.3 percent, due to increased grants-in-aid during the pandemic and recession.

General revenues decreased \$1.2 million due to decreased tax revenue of \$1.4 million, partially offset by an increase of \$0.2 million in interest on investments. The decrease in tax revenue is largely attributed to the decline in sales tax and transient occupancy tax due to the COVID-19 pandemic.

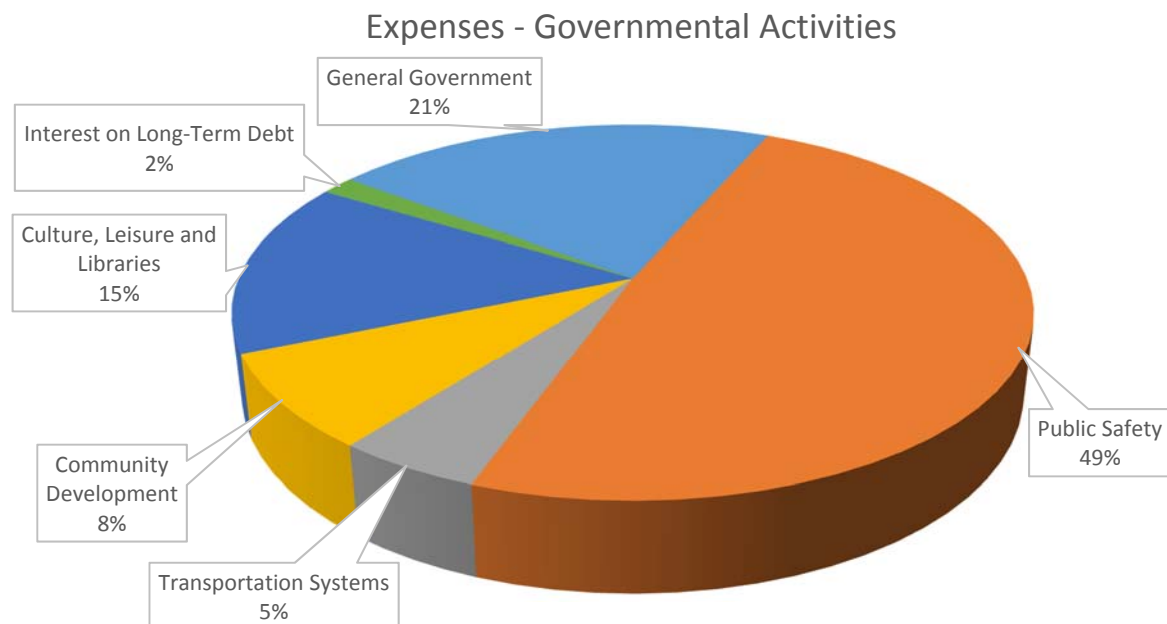
The breakdown of governmental revenues by source is shown below:



Expenses increased \$2.2 million primarily due to increases in general government and public safety expenses, partially offset by decreases in community development and culture, leisure, and libraries expenses. These changes are explained below:

- General government expenses increased \$2.4 million primarily due to additional reserves established for ongoing litigation.
- Public safety expenses increased \$4.3 million primarily due to increased personnel costs for benefits and workers' compensation as well as fire station coverage driven by staff vacancies and mutual aid response to California wildland fires.
- Community development expenses decreased by \$2.0 million primarily due to \$1.1 million deferred spending for General Plan Maintenance projects as well as \$0.4 million savings in personnel costs from vacant positions.
- Culture, leisure and libraries expense decreased \$2.0 million primarily due to: i) a decrease of \$1.7 million related to the temporary discontinuation of the After School Education and Safety Program and the closure of City parks during the pandemic, ii) a decrease of \$1.8 million related to the temporary closure of the Performing Arts and Convention Center during the pandemic, and iii) a decrease of \$0.5 million related to the closure of the Carnegie Art Museum at the beginning of the fiscal year. These decreases were partially offset by a \$2.9 million increase related to the change in how the River Ridge Golf Course operations are reported under new operator agreement (previously the City only reported net income or loss related to golf course operations, whereas now the revenues and expenses are recognized separately.)

The breakdown of governmental expenses by activity is shown below:

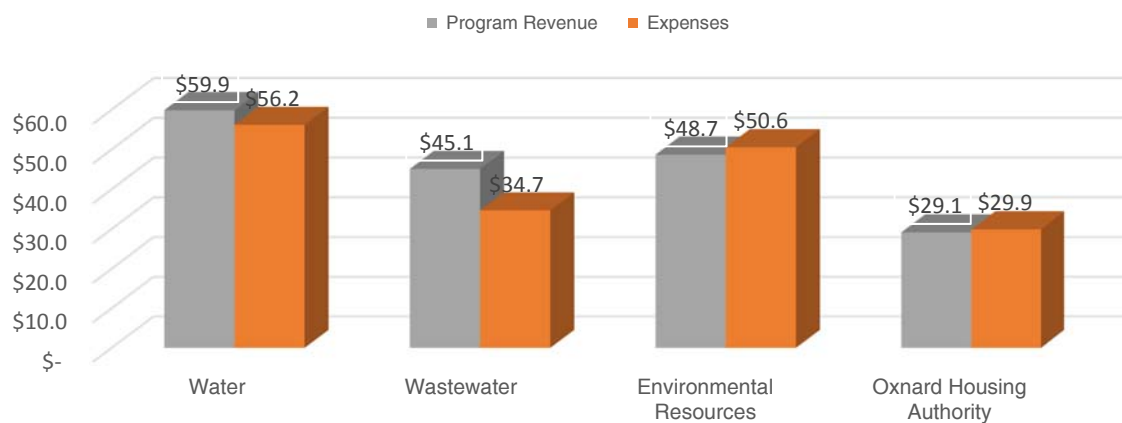


Business-type activities increased the City's net position by \$16.0 million compared to prior fiscal year's increase of \$25.4 million. Key elements of net position changes from the prior fiscal year were as follows:

- Water net position increased \$5.3 million, from \$126.0 million to \$131.3 million, compared to the prior fiscal year's increase of \$7.9 million. The \$2.6 million change compared to the prior fiscal year is primarily due to \$1.3 million in higher contractual services in connection with the Groundwater Recovery Enhancement and Treatment (GREAT) program and the completion of various deferred maintenance projects, as well as a \$1.2 million increase in personnel costs related to higher staffing levels and higher pension and OPEB costs.
- Wastewater net position increased \$11.5 million, from \$147.1 million to \$158.6 million, compared to the prior fiscal year's increase of \$14.7 million. The \$3.2 million change compared to the prior fiscal year is primarily due to a \$3.4 million increase in personnel costs as a result of higher pension and OPEB costs and a one-time payout related to standby pay.
- Environmental Resources net position decreased \$1.6 million, from \$35.2 million to \$33.5 million, compared to the prior fiscal year's increase of \$3.1 million. The \$4.7 million change compared to the prior fiscal year is primarily due to a \$3.8 million increase in personnel costs, a \$2.1 million increase in fleet service charges for truck maintenance, partially offset by an increase in revenue of \$2.6 million due to under-reported California Redemption Value revenue in fiscal year 2018-19 (prior period adjustment).
- Oxnard Housing Authority net position increased \$0.8 million, from \$19.4 million to \$20.3 million, compared to the prior fiscal year's increase of \$1.3 million. The \$0.5 million change compared to the prior fiscal year is primarily due to a \$2.3 million increase in housing expenses related to housing assistance payments to landlords, higher personnel costs and a casualty loss related to fire-damaged units at Althea Court; partially offset by a \$1.8 million increase in program grant revenue.

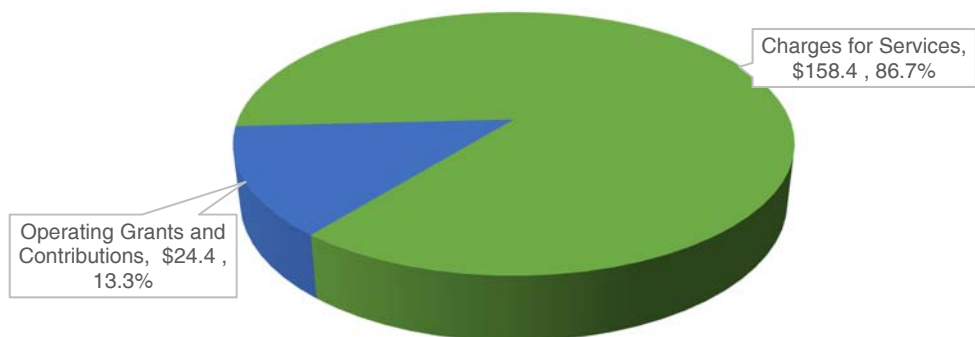
A comparison of program revenues to total expenses for each of the business-type activities, as well as a breakdown of revenues by type, is provided in the next two graphs. For business-type activities, charges for services provide the largest share of revenues (86.7 percent), except for the Oxnard Housing Authority Fund, which is primarily funded with operating grants.

Program Revenues and Expenses - Business-Type Activities
(in million)



Program Revenues by Source - Business-Type Activities
(in millions)

Total Revenues = \$183.6



FUND FINANCIAL ANALYSIS

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

Governmental funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the close of fiscal year 2019-20, City governmental funds reported a combined ending fund balance of \$145.1 million, an increase of \$3.3 million during fiscal year 2019-20 and \$1.9 million of prior period adjustments when compared to the prior fiscal year fund balance of \$139.9 million. This increase was primarily due to increases in nonmajor fund balances of \$6.6 million and Affordable Housing of \$1.5 million, partially offset by a decrease in the General Fund group fund balance of \$3.9 million. Fund balance consists of \$105.4 million in restricted fund balance, \$34.8 million in committed fund balance, and \$4.9 million in unassigned fund balance. Refer to pages 25-35 for more detail on governmental funds.

Governmental Fund Balance Sheet Summary (in thousands)

	GENERAL FUND GROUP		TOTAL GOVERNMENTAL FUNDS*	
	2020	2019	2020	2019
Assets	\$ 59,838	\$ 62,755	\$ 240,853	\$ 223,641
TOTAL ASSETS				
AND DEFERRED OUTFLOWS	\$ 59,838	\$ 62,755	\$ 240,853	\$ 223,641
Liabilities, Deferred Inflows and Fund Balance				
Liabilities	\$ 21,498	\$ 20,513	\$ 38,221	\$ 33,653
Deferred inflows of resources	-	7	57,549	50,057
Total Liabilities and Deferred Inflows	21,498	20,520	95,770	83,710
Fund Balances				
Restricted	-	10,528	105,403	94,429
Committed	33,066	22,560	34,787	22,560
Assigned	-	283	-	14,078
Unassigned	5,274	8,864	4,893	8,864
Total Fund Balances	38,340	42,235	145,083	139,931
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 59,838	\$ 62,755	\$ 240,853	\$ 223,641

* see table on page 20 for all other governmental funds.

General Fund Group – Fund Balance Analysis

The General Fund Group's combined fund balance decreased \$5.6 million in fiscal year 2019-20 primarily due to lower revenues and higher expenses described further below. This decrease was offset by prior period adjustments of \$1.7 million. The General Fund Group's fund balance consists of \$18.0 million in funds committed to Measure "O" eligible services, \$13.9 million committed to streets and traffic improvements/maintenance, \$1.1 million committed to general plan maintenance and \$5.3 million unassigned.

General Fund Group – Revenue and Expenditure Analysis

General Fund Group Revenues for fiscal year 2019-20 were \$155.2 million, a decrease of \$4.3 million, or 2.7 percent, compared to the prior fiscal year.

Comparison of General Fund Group Revenues (in thousands)

	Fiscal Year 2019-20	Fiscal Year 2018-19	Increase (Decrease) Compared to Prior Fiscal Year	% of Increase (Decrease) Over Prior Fiscal Year
Taxes				
Property Taxes	\$ 57,949	\$ 56,464	\$ 1,485	2.6%
Sales Tax	46,320	48,519	(2,198)	(4.5%)
Transient Occupancy Tax	4,302	5,557	(1,255)	(22.6%)
Franchise Tax	3,598	3,503	94	2.7%
Deed Transfer Tax	674	693	(19)	(2.7%)
Business License Tax	6,087	6,167	(80)	(1.3%)
Licenses and Permits	2,778	3,008	(230)	(7.6%)
Intergovernmental	1,769	2,260	(491)	(21.7%)
Charges for Services	22,659	20,895	1,764	8.4%
Fines and Forfeitures	3,282	2,369	914	38.6%
Interest on Investments	776	555	221	39.8%
Special Assessments	493	529	(35)	(6.7%)
Miscellaneous	4,500	8,957	(4,457)	(49.8%)
Total	\$ 155,189	\$ 159,476	\$ (4,287)	(2.7%)

- Property tax revenue increased by \$1.5 million, or 2.6 percent, primarily due to increases in assessed values for properties within the City.
- Sales tax revenue decreased by \$2.2 million, or 4.5 percent, primarily due to the impact of the recession caused by the COVID-19 pandemic.
- Transient occupancy tax revenue decreased by \$1.3 million, or 22.6 percent, primarily due to the impact of the COVID-19 pandemic on travel for business and recreation. Hotel occupancy was significantly reduced during the effective period of the shelter-at-home order issued by the Ventura County Health Department beginning in March 2020. This significantly decreased the transient occupancy tax revenue for the last quarter of fiscal year 2019-20, compared to the same period of the prior fiscal year.

- Charges for services increased \$1.8 million, or 8.4 percent, primarily due to a methodology change in reporting of golf course operating results (as described above), partially offset by the loss of rental fees from the Performing Arts and Convention Center closure due to the COVID pandemic.
- Miscellaneous revenue decreased by \$4.5 million, or 49.8 percent, primarily due to the combination of reimbursements related to wildland fire assistance in fiscal year 2018-19 that did not recur in fiscal year 2019-20 and the reversal of prior-year fair market value adjustment accruals required by GASB Statement No. 31, partially offset by the one-time sale of Southern California Edison Rule 20A credits to the City of Laguna Beach.

General Fund Group Expenditures for fiscal year 2019-20 increased \$4.6 million, or 3.0 percent, compared to the prior fiscal year.

**Comparison of General Fund Group Expenditures
(in thousands)**

	Fiscal Year 2019-20	Fiscal Year 2018-19	Increase (Decrease) Compared to Prior Fiscal Year	% of Increase (Decrease) Over Prior Fiscal Year
Current				
General Government	\$ 21,354	\$ 17,251	\$ 4,103	23.8%
Public Safety	92,091	86,529	5,562	6.4%
Transportation	5,795	5,520	275	5.0%
Community Development	12,115	11,385	730	6.4%
Culture, Leisure and Libraries	21,438	23,166	(1,728)	(7.5%)
Capital Outlay	1,039	5,418	(4,379)	(80.8%)
Debt Service				0.0%
Principal	780	745	35	4.7%
Interest and Fiscal Charges	537	575	(38)	(6.6%)
Total	<u>\$ 155,149</u>	<u>\$ 150,588</u>	<u>\$ 4,561</u>	3.0%

- Expenditures for general government increased \$4.1 million, or 23.8 percent, primarily due to additional reserves established for ongoing litigation.
- Public safety expenditures increased \$5.6 million, or 6.4 percent, primarily due to increased personnel costs for benefits and workers compensation as well as fire station coverage driven by staffing vacancies and mutual aid response to California wildland fires.
- Culture, leisure and library services expenditures decreased \$1.7 million, or 7.5 percent, primarily due to: i) a decrease of \$1.7 million related to the temporary discontinuation of the After School Education and Safety program and the closure of City parks during the pandemic, ii) a decrease of \$1.8 million related to the temporary closure of the Performing Arts and Convention Center during the pandemic, and iii) a decrease of \$0.5 million related to the closure of Carnegie Art Museum at the beginning of the year; partially offset

by a \$2.9 million increase related to the change in how the River Ridge Golf Course operations are reported under the new operator agreement (previously the City reported only the net income or loss related to golf course operations, whereas now the revenues and expenses are recognized separately.)

- Capital Outlay expenditures decreased \$4.4 million, or 80.8 percent, primarily due to two major street resurfacing projects that were completed in fiscal year 2019-20 after the majority of the expenditures were incurred in the prior fiscal year.

Other Governmental Funds

Governmental Fund Balance Sheet Summary (in thousands)										
	AFFORDABLE HOUSING		DEVELOPMENT FEES		STATE GAS TAX		DEBT SERVICE		OTHER GOVERNMENTAL	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Assets	\$ 36,011	\$ 34,156	\$ 53,153	\$ 49,935	\$ 4,854	\$ 4,072	\$ 37	\$ 20	\$ 86,960	\$ 72,703
TOTAL ASSETS										
AND DEFERRED OUTFLOWS	\$ 36,011	\$ 34,156	\$ 53,153	\$ 49,935	\$ 4,854	\$ 4,072	\$ 37	\$ 20	\$ 86,960	\$ 72,703
Liabilities, Deferred Inflows and Fund Balance										
Liabilities	\$ 5	\$ 9	\$ 910	\$ 671	\$ 745	\$ 500	\$ -	\$ -	\$ 15,063	\$ 11,960
Deferred inflows of resources	32,833	32,452	10,846	8,295	-	-	-	-	13,870	9,303
Total Liabilities										
and Deferred Inflows	32,838	32,461	11,756	8,966	745	500	-	-	28,933	21,263
Fund Balances										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	3,173	1695	41,397	40,969	4,109	3,572	37	20	56,688	37,645
Committed	-	-	-	-	-	-	-	-	1,720	-
Assigned	-	-	-	-	-	-	-	-	-	13,795
Unassigned	-	-	-	-	-	-	-	-	(381)	-
Total Fund Balances	3,173	1695	41,397	40,969	4,109	3,572	37	20	58,027	51,440
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 36,011	\$ 34,156	\$ 53,153	\$ 49,935	\$ 4,854	\$ 4,072	\$ 37	\$ 20	\$ 86,960	\$ 72,703

Affordable Housing

The Affordable Housing Fund fund balance increased by \$1.5 million compared to essentially no change in the prior fiscal year. This was primarily due to a one time transfer of \$1.5 million from the Oxnard Community Development Commission Successor Agency Private Purpose Trust Fund to the Affordable Housing Fund related to payments received and held in trust in 2017 by the Successor Agency in connection with the Camino Del Sol Senior Apartments project. In fiscal year 2019-20, the City received permission from the California Department of Finance to release these funds.

Development Fees Fund

The Development Fees Fund accounts for development fees that the City collects on new development projects to provide resources for related projects such as parks, storm drain facilities, traffic improvement, utility undergrounding, and community development.

The Development Fees Fund fund balance increased \$0.4 million compared to the prior year's increase of \$8.7 million due to the timing of various development projects.

State Gas Tax

The City's State Gas Tax Fund accounts for revenues derived from State-imposed fuel taxes that are restricted for construction and maintenance of City streets and other street related projects. The State Gas Tax Fund fund balance increased \$0.5 million which is comparable to the prior fiscal year's increase of \$0.6 million.

Debt Service Fund

The Debt Service Fund accounts for the accumulation of resources for, and payments of, principal and interest on the City's general long-term debt.

The Debt Service Fund is a major fund for fiscal year 2019-20 due to two new bond issuances: the Lease Revenue Refunding Bonds, Series 2019A, which refunded the Lease Revenue Refunding Bonds, Series 2011 and generated \$6.9 million in net new proceeds to fund the first installment of the City's new enterprise resource planning software project; and the Gas Tax Revenue Bonds, Series 2020 which refunded the Gas Tax Revenue Certificates of Participation, generating an estimated \$0.4 million in annual cash flow savings due to lower interest rates.

Proprietary funds

The City's proprietary funds financial statements provide the same type of information found in the government-wide financial statements business-type activities with greater detail.

Details on net position for the Water, Wastewater, Environmental Resources, and Oxnard Housing Authority funds are provided below:

Proprietary Funds June 30, 2020 (in thousands)

	Net Position	Change in Net Position
Water	\$ 131,319	\$ 5,274
Wastewater	158,600	11,469
Environmental Resources	33,548	(1,628)
Oxnard Housing Authority	20,264	845
Totals	<u>\$ 343,731</u>	<u>\$ 15,960</u>

Please refer to the business-type activities discussion on pages 15-16 for analysis of the changes in these funds. Proprietary financial statements can be found on pages 36-45.

BUDGETARY HIGHLIGHTS

General Fund Group

The General Fund Group budget and actual report can be found on pages 150-151. The \$1.1 million change in fund balance between the original and final budget is the result of City Council approved budget adjustments. Major differences are highlighted below:

General Fund Group Budget and Actual (in thousands)				Variance With Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues				
Taxes				
Property Taxes	\$ 59,072	\$ 59,072	\$ 57,949	\$ (1,124)
Sales Tax	46,925	46,925	46,320	(604)
Transient Occupancy Tax	5,599	5,652	4,302	(1,349)
Franchise Tax	3,733	3,733	3,598	(135)
Deed Transfer Tax	781	781	674	(108)
Business License Tax	5,852	5,852	6,087	235
Licenses and Permits	2,738	2,853	2,778	(75)
Intergovernmental	1,969	1,969	1,769	(200)
Charges for Services	20,403	24,662	22,659	(2,003)
Fines and Forfeitures	3,359	3,359	3,282	(77)
Interest on Investments	794	794	776	(18)
Special Assessments	542	542	493	(49)
Miscellaneous	3,499	3,499	4,500	1,002
Total Revenues	<u>155,267</u>	<u>159,695</u>	<u>155,189</u>	<u>(4,506)</u>
Expenditures				
Current				
General Government	20,049	18,500	21,354	(2,854)
Public Safety	90,543	91,246	92,091	(845)
Transportation	6,340	6,997	5,795	1,202
Community Development	12,868	14,311	12,115	2,196
Culture, Leisure and Library Services	19,463	23,673	21,407	2,266
Capital Outlay	6,420	6,455	1,039	5,416
Debt Service				
Principal	780	912	780	132
Interest and Fiscal Charges	570	564	568	(4)
Total Expenditures	<u>157,032</u>	<u>162,658</u>	<u>155,149</u>	<u>7,509</u>
Excess of Revenues Over/(Under)				
Expenditures	(1,765)	(2,964)	40	3,003
Other Financing Sources/(Uses)				
Net Transfers	(9,784)	(9,703)	(5,603)	4,100
Total Other Financing Sources/(Uses)	<u>(9,784)</u>	<u>(9,703)</u>	<u>(5,603)</u>	<u>4,100</u>
Net Change in Fund Balance	<u>\$ (11,549)</u>	<u>\$ (12,667)</u>	<u>\$ (5,563)</u>	<u>\$ 7,103</u>

General Fund Group Revenues were \$4.5 million, or 2.9 percent, lower than final budget as a result of lower than anticipated revenue in the following categories:

- Property tax and sales tax revenues were \$1.7 million lower than both original and final budget primarily due to impacts of the pandemic-induced recession.
- Transient Occupancy Tax receipts were \$1.3 million lower than final budget primarily due to significant reductions in hotel occupancy during the pandemic.
- Charges for services were \$2.0 million lower than final budget primarily due to lower program revenues from preschool classes, adult & youth sports, facility rental, event admission, and River Ridge Golf Course revenue due to the pandemic. In addition, there were delays in a number of street resurfacing and water infrastructure projects, which resulted in less revenue than budgeted from charges to capital improvement projects in other funds.
- These lower revenues were partially offset by \$1.0 million higher than budgeted miscellaneous revenue primarily due to the sale of Southern California Edison Rule 20A credits to the City of Laguna Beach.

General Fund Group Expenditures were \$7.5 million, or 4.6 percent, lower than final budget as a result of the following:

- General Government expenditures were \$2.9 million higher than budget primarily due to additional reserves established for ongoing litigation.
- Public Safety costs were \$0.8 million higher than budget primarily due to fire station coverage driven by staffing vacancies and mutual aid response to California wildland fires.
- Transportation costs were \$1.2 million lower than budget primarily due to vacancy savings coupled with delayed spending on multi-year capital improvement projects.
- Community Development expenditures were \$2.2 million lower than budget primarily due to vacancy savings and deferred spending on multi-year General Plan Maintenance projects that will be carried over to the following fiscal year.
- Culture, Leisure and Library Services expenditures were \$2.3 million lower than budget primarily due to the decreased usage of recreation and community services as a result of the pandemic.
- The bulk of the favorable variance in expenditures is attributable to \$5.4 million lower than budget Capital Outlay expenditures primarily due to multi-year capital improvement projects that were not completed in Fiscal Year 2019-20 and will be carried over to the following fiscal year.

- Net transfers out were \$4.1 million (or 42.3 percent) lower than budget primarily due to the carryover of available funds for multi-year programs and projects in Measure O Fund and Street Maintenance Fund.

ECONOMIC AND LEGAL FACTORS

The two main sources of General Fund revenue -- property tax and sales tax – continued to show steady growth past the midpoint of the fiscal year as the national and State economic expansion matured. Then in February the national recession began, followed in March by the lockdown precipitated by the COVID-19 pandemic.

As a result, General Fund revenue fell short of pre-recession forecasts, although not by as much as initially feared because (i) property tax revenue did not suffer from as many delinquencies as staff and the City's property tax consulting firm assumed when both revised their forecasts at the bottom of what now appears to be a "V"-shaped recession; and (ii) sales tax revenue did not suffer as much as predicted from the collapse in consumer spending.

Residents and visitors to Oxnard did, in fact, spend much less than expected in the pre-recession forecast, but they ended up concentrating their spending reductions in services like health care, tourism (as detailed above, transient occupancy tax revenue finished 22.6 percent below the pre-recession forecast), professional services, and other services that generally are not subject to sales tax. Conversely, spending held up relatively well in consumer durable goods (that is, goods with expected useful lives longer than 3 years) that generally are subject to sales tax – such as light trucks and autos, home appliances, consumer electronics, furniture, tools, even videogame consoles.

On the expenditure side, annual increases in labor costs, particularly for pensions, continue to outstrip revenue growth in most funds other than the utility enterprise funds, although the City benefits substantially from a public safety property tax established by voters in 1951, which relieves about half of the fiscal burden on the General Fund imposed by rising pension costs.

Several ongoing lawsuits could affect the City's finances. The status of each is described on pages 134-135. The one with by far the largest potential financial exposure – in the worst case, up to \$34 million retroactively to the General Fund – is a challenge to the City's infrastructure use fees paid by the water, wastewater and solid waste enterprise funds to the General Fund Group.

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, please contact the Finance Department 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, 2020

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current Assets			
Cash and investments	\$ 142,217,618	\$ 143,834,038	\$ 286,051,656
Accounts and other receivables (net of allowance for doubtful accounts)	11,934,874	24,387,026	36,321,900
Internal balances	2,439,708	(2,439,708)	-
Due from other governments	10,882,106	25,867	10,907,973
Due from Successor Agency	592,999	-	592,999
Other assets	731,935	1,018,680	1,750,615
Noncurrent Assets			
Properties held for resale	570,000	-	570,000
Notes receivable (net of allowance for doubtful accounts)	61,259,775	2,893,600	64,153,375
Restricted: Investments with fiscal agents	24,217,561	13,900,502	38,118,063
Capital assets not being depreciated	1,433,270,855	42,089,054	1,475,359,909
Capital assets, net of accumulated depreciation	614,451,217	457,640,262	1,072,091,479
Total Assets	2,302,568,648	683,349,321	2,985,917,969
DEFERRED OUTFLOW OF RESOURCES			
Deferred amount on refunding	2,691,639	2,127,658	4,819,297
Deferred outflow on pension plans	49,678,100	8,130,963	57,809,063
Deferred outflow on other post-employment benefit plans (OPEB)	6,742,509	1,892,593	8,635,102
Total Deferred Outflow of Resources	59,112,248	12,151,214	71,263,462
LIABILITIES			
Current Liabilities			
Accounts payable	10,870,611	13,498,804	24,369,415
Compensated absences payable - current	10,982,383	1,623,332	12,605,715
Self insurance claims - current	7,920,582	-	7,920,582
Unearned revenues	3,457,515	302,118	3,759,633
Other liabilities	16,128,446	3,909,347	20,037,793
Notes payable - current	15,305	-	15,305
Capital leases and revenue bonds - current	5,820,947	10,829,669	16,650,616
Early retirement incentive plan payable - current	63,314	-	63,314
Noncurrent Liabilities			
Compensated absences payable	5,247,292	1,334,688	6,581,980
Other post-employment benefits payable	35,907,663	10,778,572	46,686,235
Net pension liabilities	251,000,599	47,869,603	298,870,202
Self-insurance claims	25,258,418	-	25,258,418
Other liabilities	-	684,794	684,794
Capital leases and revenue bonds, net of premiums and discount	101,394,545	260,706,283	362,100,828
Total Liabilities	474,067,620	351,537,210	825,604,830
DEFERRED INFLOW OF RESOURCES			
Deferred inflow on pension plans	14,361,770	2,178,789	16,540,559
Deferred inflow on other post-employment benefit plans (OPEB)	1,333,629	467,545	1,801,174
Gain on refunding	697,493	-	697,493
Total Deferred Inflow of Resources	16,392,892	2,646,334	19,039,226
NET POSITION			
Net investment in capital assets	1,993,055,539	232,190,732	2,225,246,271
Restricted for:			
Debt service	62,815	13,067,894	13,130,709
Culture and leisure	9,970,250	-	9,970,250
Housing	6,986,607	77,551	7,064,158
Infrastructure developments	51,398,814	38,464,754	89,863,568
Maintenance districts	18,111,705	-	18,111,705
Public safety	3,243,312	-	3,243,312
Streets and traffic improvements/maintenance	12,831,204	-	12,831,204
Transportation systems	2,435,968	-	2,435,968
Grants	362,338	-	362,338
Unrestricted	(227,238,168)	57,516,060	(169,722,108)
TOTAL NET POSITION	\$ 1,871,220,384	\$ 341,316,991	\$ 2,212,537,375

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

CITY OF OXNARD, CALIFORNIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 49,736,893	\$ 15,639,751	\$ 9,963,719	\$ -
Public safety	114,506,731	5,147,924	259,561	-
Transportation systems	11,604,027	2,697,018	-	9,252,544
Community development	19,160,074	15,054,972	2,698,285	-
Culture, leisure and libraries	35,010,443	14,420,117	3,137,916	-
Interest on long-term debt	3,811,560	-	-	-
Total Governmental Activities	233,829,728	52,959,782	16,059,481	9,252,544
Business-Type Activities				
Water	56,202,066	59,884,394	-	-
Wastewater	34,668,068	45,109,125	-	-
Environmental Resources	50,550,599	48,694,690	-	-
Oxnard Housing Authority	29,914,394	4,740,597	24,388,234	-
Total Business-Type Activities	171,335,127	158,428,806	24,388,234	-
TOTAL PRIMARY GOVERNMENT	\$ 405,164,855	\$ 211,388,588	\$ 40,447,715	\$ 9,252,544

GENERAL REVENUES

Taxes

Property tax

Sales tax

Transient occupancy tax

Franchise tax

Deed transfer tax

Business license tax

Penalties and interest

Interest on investments

CONTRIBUTED CAPITAL**SPECIAL ITEM - SUCCESSOR AGENCY****TRANSFERS****Total General Revenues, Contributed Capital, and Transfers****CHANGE IN NET POSITION****NET POSITION - JULY 1, AS PREVIOUSLY STATED****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			
\$ (24,133,423)	\$ -	\$ (24,133,423)	General government
(109,099,246)	-	(109,099,246)	Public safety
345,535	-	345,535	Transportation systems
(1,406,817)	-	(1,406,817)	Community development
(17,452,410)	-	(17,452,410)	Culture, leisure and libraries
(3,811,560)	-	(3,811,560)	Interest on long-term debt
(155,557,921)	-	(155,557,921)	Total Governmental Activities
Business-Type Activities			
-	3,682,328	3,682,328	Water
-	10,441,057	10,441,057	Wastewater
-	(1,855,909)	(1,855,909)	Environmental resources
-	(785,563)	(785,563)	Oxnard Housing Authority
-	11,481,913	11,481,913	Total Business-Type Activities
(155,557,921)	11,481,913	(144,076,008)	TOTAL PRIMARY GOVERNMENT
GENERAL REVENUES			
Taxes			
72,208,270	-	72,208,270	Property tax
46,320,415	-	46,320,415	Sales tax
4,302,491	-	4,302,491	Transient occupancy tax
3,972,958	-	3,972,958	Franchise tax
673,842	-	673,842	Deed transfer tax
6,087,060	-	6,087,060	Business license tax
406,774	-	406,774	Penalties and interest
3,049,270	3,463,839	6,513,109	Interest on investments
-	1,147,938	1,147,938	CONTRIBUTED CAPITAL
1,514,213	-	1,514,213	SPECIAL ITEM - SUCCESSOR AGENCY
107,452	(107,452)	-	TRANSFERS
138,642,745	4,504,325	143,147,070	Total General Revenues, Contributed Capital, and Transfers
(16,915,176)	15,986,238	(928,938)	CHANGE IN NET POSITION
1,884,621,641	321,719,698	2,206,341,339	NET POSITION - JULY 1, AS PREVIOUSLY STATED
3,513,919	3,611,055	7,124,974	PRIOR-PERIOD ADJUSTMENT
1,888,135,560	325,330,753	2,213,466,313	NET POSITION - JULY 1, AS RESTATED
\$ 1,871,220,384	\$ 341,316,991	\$ 2,212,537,375	NET POSITION - JUNE 30

CITY OF OXNARD, CALIFORNIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020

	GENERAL	AFFORDABLE HOUSING	DEVELOP- MENT FEES FUND	STATE GAS TAX
ASSETS				
Cash and investments	\$ 36,762,494	\$ 3,178,337	\$ 42,237,712	\$ 4,273,017
Restricted investments with fiscal agents	-	-	-	25,387
Accounts and other receivables	3,379,987	-	50,900	58
Due from other funds	8,869,987	-	-	-
Due from other government	9,852,706	-	-	555,096
Due from Successor Agency	534,539	-	18,500	-
Other assets	438,539	-	-	-
Notes receivable	-	32,832,678	10,846,230	-
Total Assets	\$ 59,838,252	\$ 36,011,015	\$ 53,153,342	\$ 4,853,558
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES				
LIABILITIES				
Accounts payable	\$ 4,464,768	\$ 940	\$ 547,579	\$ 617,726
Other liabilities	13,873,239	4,621	362,757	127,305
Due to other funds	2,098,537	-	-	-
Advances from other funds	723,865	-	-	-
Unearned revenues	337,339	-	-	-
Total Liabilities	21,497,748	5,561	910,336	745,031
DEFERRED INFLOW OF RESOURCES				
Deferred inflow on receivables and loans	-	32,832,678	10,846,230	-
Total Liabilities and Deferred Inflows of Resources	\$ 21,497,748	\$ 32,838,239	\$ 11,756,566	\$ 745,031
FUND BALANCES				
Restricted for:				
Debt service	\$ -	\$ -	\$ -	\$ 25,387
Culture and leisure	-	-	273,270	-
Housing	-	3,172,776	3,813,831	-
Infrastructure developments	-	-	29,500,549	-
Maintenance districts	-	-	-	-
Public safety	-	-	-	-
Streets and traffic improvements/maintenance	-	-	7,809,126	4,083,140
Transportation systems	-	-	-	-
Grants	-	-	-	-
Committed to:				
Measure "O" eligible services	18,020,835	-	-	-
Capital projects	-	-	-	-
General plan maintenance	1,127,968	-	-	-
Streets and traffic improvements/maintenance	13,917,604	-	-	-
Unassigned	5,274,097	-	-	-
Total Fund Balances	38,340,504	3,172,776	41,396,776	4,108,527
TOTAL LIABILITIES AND FUND BALANCES	\$ 59,838,252	\$ 36,011,015	\$ 53,153,342	\$ 4,853,558

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

DEBT SERVICE FUND	NONMAJOR	TOTAL GOVERNMENT
\$ 24,691	\$ 39,918,436	\$ 126,394,687
12,737	24,179,437	24,217,561
-	8,477,752	11,908,697
-	-	8,869,987
-	474,304	10,882,106
-	39,960	592,999
-	-	438,539
-	13,869,713	57,548,621
<u>\$ 37,428</u>	<u>\$ 86,959,602</u>	<u>\$ 240,853,197</u>

ASSETS

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

Total Assets**LIABILITIES AND DEFERRED INFLOWS OF RESOURCES****LIABILITIES**

\$ -	\$ 4,334,872	\$ 9,965,885
-	703,778	15,071,700
-	6,903,919	9,002,456
-	-	723,865
-	3,120,176	3,457,515
<u>-</u>	<u>15,062,745</u>	<u>38,221,421</u>

Total Liabilities**DEFERRED INFLOW OF RESOURCES**

Deferred inflow on receivables and loans

-	13,869,713	57,548,621
<u>\$ -</u>	<u>\$ 28,932,458</u>	<u>\$ 95,770,042</u>

Total Liabilities and Deferred Inflows of Resources**FUND BALANCES****Restricted for:**

Debt service
 Culture and leisure
 Housing
 Infrastructure developments
 Maintenance districts
 Public safety
 Streets and traffic improvements/maintenance
 Transportation systems
 Grants

Committed to:

Measure "O" eligible services
 Capital projects
 General plan maintenance
 Streets and traffic improvements/maintenance

Unassigned

\$ 37,428	\$ -	\$ 62,815
-	9,696,980	9,970,250
-	-	6,986,607
-	21,898,265	51,398,814
-	18,111,705	18,111,705
-	3,243,312	3,243,312
-	938,938	12,831,204
-	2,435,968	2,435,968
-	362,338	362,338
-	-	18,020,835
-	1,720,384	1,720,384
-	-	1,127,968
-	-	13,917,604
-	(380,746)	4,893,351
<u>37,428</u>	<u>58,027,144</u>	<u>145,083,155</u>
<u>\$ 37,428</u>	<u>\$ 86,959,602</u>	<u>\$ 240,853,197</u>

Total Fund Balances**TOTAL LIABILITIES AND FUND BALANCES**

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CITY OF OXNARD, CALIFORNIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020

Fund balances of governmental funds		\$ 145,083,155
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Accounts receivable and other assets not reported in the funds		199,015
Land held for resale is not reported in the funds		570,000
Capital assets of \$2,388,386,068 net of accumulated depreciation (\$342,894,479) are not financial resources and, therefore, are not reported in the funds.		2,045,491,589
Deferred outflows for the following are not reported in the governmental funds:		
Deferred loss on refunding	\$ 2,691,639	
Deferred gain on refunding	(697,493)	
Deferred outflow on pension and OPEB plans	<u>53,614,566</u>	55,608,712
Accrued interest payable for the current portion of interest due on long-term liabilities has not been reported in the governmental funds.		(525,097)
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.		61,259,775
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
Compensated absences	(15,263,165)	
Notes payable	(15,305)	
Other post-employment liability	(32,357,240)	
Early retirement incentive plan payable	(63,314)	
Net pension liabilities	(235,304,987)	
Capital leases and bonds payable, net of issuance discounts, issuance premium and prepaid insurance	<u>(107,215,492)</u>	(390,219,503)
Deferred inflows for pension and OPEB plans are not reported in the governmental funds		
Deferred inflow on pension and OPEB plans	<u>(14,325,664)</u>	(14,325,664)
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>(31,921,598)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES		<u><u>\$ 1,871,220,384</u></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, 2020

	GENERAL	AFFORDABLE HOUSING	DEVELOP- MENT FEES FUND	STATE GAS TAX
REVENUES				
Taxes	\$ 118,930,205	\$ -	\$ -	\$ -
Licenses and permits	2,777,998	-	-	-
Intergovernmental	1,769,163	-	-	8,186,261
Growth and development fees	-	-	2,292,503	-
Charges for services	22,658,976	-	-	-
Fines and forfeitures	3,282,319	-	-	-
Interest on investments	776,023	78,776	1,066,136	133,637
Special assessments	493,497	-	-	-
Miscellaneous	4,500,462	(11,645)	730,095	(10,069)
Total Revenues	<u>155,188,643</u>	<u>67,131</u>	<u>4,088,734</u>	<u>8,309,829</u>
EXPENDITURES				
Current				
General government	21,354,077	-	240,547	2,500
Public safety	92,090,922	-	-	-
Transportation	5,795,027	-	13,675	4,389,175
Community development	12,115,326	103,911	449,077	-
Culture, leisure and libraries	21,407,281	-	31,479	5,718
Capital Outlay	1,038,678	-	1,239,783	392,737
Debt Service				
Principal	780,000	-	-	745,000
Interest and fiscal charges	567,706	-	-	1,325,549
Total Expenditures	<u>155,149,017</u>	<u>103,911</u>	<u>1,974,561</u>	<u>6,860,679</u>
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	<u>39,626</u>	<u>(36,780)</u>	<u>2,114,173</u>	<u>1,449,150</u>
OTHER FINANCING SOURCES (USES)				
Refunding bonds issued	-	-	-	16,905,000
Premium on refunding bonds issued	-	-	-	2,897,310
Discount on refunding bonds issued	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	(20,715,000)
Transfer of CUPA funds	-	-	(1,078,901)	-
Transfers in	5,614,357	-	-	-
Transfers out	(11,217,411)	-	(607,323)	-
Total Other Financing Sources (Uses)	<u>(5,603,054)</u>	<u>-</u>	<u>(1,686,224)</u>	<u>(912,690)</u>
SPECIAL ITEM				
Transfer in from Successor Agency	-	1,514,213	-	-
NET CHANGE IN FUND BALANCES	<u>(5,563,428)</u>	<u>1,477,433</u>	<u>427,949</u>	<u>536,460</u>
FUND BALANCES, JULY 1, AS PREVIOUSLY STATED	42,234,478	1,695,343	40,968,827	3,572,067
PRIOR-PERIOD ADJUSTMENT	1,669,454	-	-	-
FUND BALANCES, JULY 1, AS RESTATED	<u>43,903,932</u>	<u>1,695,343</u>	<u>40,968,827</u>	<u>3,572,067</u>
FUND BALANCES, JUNE 30	<u>\$ 38,340,504</u>	<u>\$ 3,172,776</u>	<u>\$ 41,396,776</u>	<u>\$ 4,108,527</u>

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

DEBT SERVICE FUND	NONMAJOR	TOTAL GOVERNMENTAL	
\$ -	\$ 14,634,831	\$ 133,565,036	REVENUES
-	1,074,282	3,852,280	Taxes
-	15,356,601	25,312,025	Licenses and permits
-	20,679	2,313,182	Intergovernmental
-	1,113,668	23,772,644	Growth and development fees
-	99,439	3,381,758	Charges for services
1,391	993,307	3,049,270	Fines and forfeitures
-	7,729,919	8,223,416	Interest on investments
-	406,703	5,615,546	Special assessments
1,391	41,429,429	209,085,157	Miscellaneous
			Total Revenues
			EXPENDITURES
			Current
-	656	21,597,780	General government
-	19,060,009	111,150,931	Public safety
-	1,000,381	11,198,258	Transportation
-	5,087,343	17,755,657	Community development
-	10,415,084	31,859,562	Culture, leisure and libraries
-	6,321,615	8,992,813	Capital Outlay
			Debt Service
4,427,119	-	5,952,119	Principal
4,804,260	-	6,697,515	Interest and fiscal charges
9,231,379	41,885,088	215,204,635	Total Expenditures
			EXCESS OF REVENUES OVER (UNDER)
(9,229,988)	(455,659)	(6,119,478)	EXPENDITURES
			OTHER FINANCING SOURCES (USES)
20,680,330	6,934,670	44,520,000	Refunding bonds issued
-	-	2,897,310	Premium on refunding bonds issued
(21,803)	-	(21,803)	Discount on refunding bonds issued
(18,980,000)	-	(39,695,000)	Payment to refunded bond escrow agent
-	1,078,901	-	Transfer of CUPA Funds
7,569,277	485,253	13,668,887	Transfers in
-	(1,669,748)	(13,494,482)	Transfers out
9,247,804	6,829,076	7,874,912	Total Other Financing Sources (Uses)
			SPECIAL ITEM
-	-	1,514,213	Transfer in from Successor Agency
17,816	6,373,417	3,269,647	NET CHANGE IN FUND BALANCES
			FUND BALANCES, JULY 1, AS PREVIOUSLY STATED
19,612	51,440,423	139,930,750	PRIOR-PERIOD ADJUSTMENT
-	213,304	1,882,758	FUND BALANCES, JULY 1, AS RESTATED
19,612	51,653,727	141,813,508	FUND BALANCES, JUNE 30
\$ 37,428	\$ 58,027,144	\$ 145,083,155	

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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, 2020

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

Net Change in Fund Balances - Total Governmental Funds	\$ 3,269,647
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 (\$24,112,117) exceeded capital outlay (\$6,944,070), that was capitalized in the current period.	(17,168,047)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Change in accounts and notes receivables	9,991,926
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position.	
Loss on sale of assets	20,209
Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds. These include:	
Change in accrued interest and bond premiums/discounts	(2,679,083)
Change in deferred gains/losses on refunding	2,695,772
Change in compensated absences	16,499
Change in pension and OPEB liabilities	(13,409,066)
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.	1,133,448
Net income of internal service funds is reported with governmental activities.	(786,481)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (16,915,176)</u>

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

CITY OF OXNARD, CALIFORNIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2020

	WATER	WASTEWATER	ENVIRONMENTAL RESOURCES
ASSETS			
Current Assets			
Cash and investments	\$ 54,647,080	\$ 43,492,071	\$ 29,598,329
Restricted investments with fiscal agent	12,407,653	426	-
Accounts and other receivable (net of allowance for doubtful accounts)	7,857,976	7,120,612	8,690,144
Due from other funds	132,372	-	-
Due from other governments	5,366	6,572	13,929
Other assets	633,491	282,662	-
Total Current Assets	75,683,938	50,902,343	38,302,402
Noncurrent Assets			
Notes receivable (net of allowance for doubtful accounts)	-	843,600	-
Advances to other funds	723,865	-	-
Total Noncurrent Assets	723,865	843,600	-
Capital Assets			
Land	1,960,229	2,310,476	3,851,164
Construction in progress	13,615,158	10,680,636	650
Buildings and improvements	63,971,156	124,880,127	23,246,557
Machinery, equipment and vehicles	55,446,167	40,160,076	18,554,912
Infrastructure	207,509,742	201,270,904	2,839,837
Less: Accumulated depreciation	(106,298,732)	(152,609,340)	(26,021,090)
Total Capital Assets (net of accumulated depreciation)	236,203,720	226,692,879	22,472,030
Total Assets	312,611,523	278,438,822	60,774,432
DEFERRED OUTFLOW OF RESOURCES			
Deferred amount on refunding	1,629,716	497,942	-
Deferred outflow on pension plans	1,503,169	1,817,197	3,607,976
Deferred outflow on other post-employment benefit plans (OPEB)	338,289	553,827	618,971
Total Deferred Outflow of Resources	3,471,174	2,868,966	4,226,947
LIABILITIES			
Current Liabilities			
Accounts payable	8,675,366	2,219,102	2,267,005
Compensated absences payable - current	294,567	471,150	821,116
Self-insurance claims - current	-	-	-
Deferred revenue	-	90,600	99,951
Other liabilities	1,484,774	848,081	839,252
Capital leases and revenue bonds - current	4,933,227	4,795,000	461,732
Total Current Liabilities	15,387,934	8,423,933	4,489,056
Noncurrent Liabilities			
Compensated absences payable	151,747	242,714	422,999
Other post-employment benefits payable	1,674,541	2,692,226	4,259,989
Net pension liabilities	8,787,716	12,656,215	17,709,402
Self-insurance claims	-	-	-
Other liabilities	204,824	247,567	-
Advances from other funds	-	-	-
Capital leases and revenue bonds, net of current portion and discount/premium	158,049,139	97,771,370	3,655,774
Total Noncurrent Liabilities	168,867,967	113,610,092	26,048,164
Total Liabilities	184,255,901	122,034,025	30,537,220

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

OXNARD HOUSING AUTHORITY	TOTAL CURRENT YEAR	INTERNAL SERVICE FUNDS	
ASSETS			
Current Assets			
\$ 16,096,558	\$ 143,834,038	\$ 15,822,931	Cash and investments
1,492,423	13,900,502	-	Restricted investments with fiscal agent
718,294	24,387,026	26,177	Accounts and other receivable (net of allowance for doubtful accounts)
-	132,372	97	Due from other funds
-	25,867	-	Due from other governments
102,527	1,018,680	94,381	Other assets
<u>18,409,802</u>	<u>183,298,485</u>	<u>15,943,586</u>	Total Current Assets
Noncurrent Assets			
2,050,000	2,893,600	-	Notes receivable (net of allowance for doubtful accounts)
-	723,865	881,908	Advances to other funds
<u>2,050,000</u>	<u>3,617,465</u>	<u>881,908</u>	Total Noncurrent Assets
Capital Assets			
8,920,208	17,042,077	-	Land
750,534	25,046,978	151,731	Construction in progress
42,372,036	254,469,876	435,410	Buildings and improvements
1,898,007	116,059,162	8,386,518	Machinery, equipment and vehicles
-	411,620,483	-	Infrastructure
(39,580,098)	(324,509,260)	(6,743,176)	Less: Accumulated depreciation
<u>14,360,687</u>	<u>499,729,316</u>	<u>2,230,483</u>	Total Capital Assets (net of accumulated depreciation)
<u>34,820,489</u>	<u>686,645,266</u>	<u>19,055,977</u>	Total Assets
DEFERRED OUTFLOW OF RESOURCES			
-	2,127,658	-	Deferred amount on refunding
1,202,621	8,130,963	2,151,909	Deferred outflow on pension plans
381,506	1,892,593	654,134	Deferred outflow on other post-employment benefit plans (OPEB)
<u>1,584,127</u>	<u>12,151,214</u>	<u>2,806,043</u>	Total Deferred Outflow of Resources
LIABILITIES			
Current Liabilities			
337,331	13,498,804	904,726	Accounts payable
36,499	1,623,332	637,896	Compensated absences payable - current
-	-	7,920,582	Self-insurance claims - current
111,567	302,118	-	Deferred revenue
737,240	3,909,347	531,649	Other liabilities
639,710	10,829,669	-	Capital leases and revenue bonds - current
<u>1,862,347</u>	<u>30,163,270</u>	<u>9,994,853</u>	Total Current Liabilities
Noncurrent Liabilities			
517,228	1,334,688	328,614	Compensated absences payable
2,151,816	10,778,572	3,550,423	Other post-employment benefits payable
8,716,270	47,869,603	15,695,612	Net pension liabilities
-	-	25,258,418	Self-insurance claims
232,403	684,794	-	Other liabilities
881,908	881,908	-	Advances from other funds
1,230,000	260,706,283	-	Capital leases and revenue bonds, net of current portion and discount/premium
<u>13,729,625</u>	<u>322,255,848</u>	<u>44,833,067</u>	Total Noncurrent Liabilities
<u>15,591,972</u>	<u>352,419,118</u>	<u>54,827,920</u>	Total Liabilities

	WATER	WASTEWATER	ENVIRONMENTAL RESOURCES
DEFERRED INFLOW OF RESOURCES			
Deferred inflow on pension plans	\$ 436,150	\$ 579,413	\$ 697,621
Deferred inflow on other post-employment benefit plans (OPEB)	71,398	94,400	218,371
Total Deferred Inflow of Resources	<u>507,548</u>	<u>673,813</u>	<u>915,992</u>
NET POSITION			
Net investment in capital assets	74,851,070	124,624,451	18,354,524
Restricted for housing assistance payments	-	-	-
Restricted for infrastructure development	24,564,243	11,810,145	1,681,922
Restricted for debt service	12,407,653	426	-
Unrestricted	19,496,282	22,164,928	13,511,721
TOTAL NET POSITION	<u>\$ 131,319,248</u>	<u>\$ 158,599,950</u>	<u>\$ 33,548,167</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	INTERNAL SERVICE FUNDS	
<u>\$ 465,605</u>	<u>\$ 2,178,789</u>	<u>\$ 1,227,643</u>	DEFERRED INFLOW OF RESOURCES
83,376	467,545	142,092	Deferred inflow on pension plans
<u>548,981</u>	<u>2,646,334</u>	<u>1,369,735</u>	Deferred inflow on other post-employment benefit plans (OPEB)
			Total Deferred Inflow of Resources
			NET POSITION
14,360,687	232,190,732	2,230,483	Net investment in capital assets
77,551	77,551	-	Restricted for housing assistance payments
408,444	38,464,754	-	Restricted for infrastructure development
659,815	13,067,894	-	Restricted for debt service
<u>4,757,166</u>	<u>59,930,097</u>	<u>(36,566,118)</u>	Unrestricted
<u>\$ 20,263,663</u>	<u>343,731,028</u>	<u>\$ (34,335,635)</u>	TOTAL NET POSITION
	(2,414,037)		Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds
	<u>\$ 341,316,991</u>		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, 2020

	WATER	WASTEWATER	ENVIRONMENTAL RESOURCES
OPERATING REVENUES			
Charges for services	\$ 59,254,691	\$ 43,598,414	\$ 48,702,796
Connection fees	61,727	1,747,769	-
Rental income	-	-	-
Grant revenue for operations	-	-	-
Miscellaneous and reimbursements	567,976	(237,058)	(8,106)
Total Operating Revenues	59,884,394	45,109,125	48,694,690
OPERATING EXPENSES			
Salaries and wages	6,715,168	9,763,585	18,946,643
Contractual services	3,907,363	2,173,437	3,230,138
Housing assistance payments	-	-	-
Operating supplies	24,608,356	2,096,991	6,521,814
Utilities	1,034,228	4,190,670	9,392,045
Depreciation and amortization	7,218,981	7,666,644	1,471,443
General and administrative	5,105,472	4,111,139	4,859,611
Repairs and maintenance	383,729	255,340	6,415,870
Claims expenses	-	-	-
Total Operating Expenses	48,973,297	30,257,806	50,837,564
OPERATING INCOME (LOSS)	10,911,097	14,851,319	(2,142,874)
NONOPERATING REVENUES (EXPENSES)			
Grant revenue - noncapital	-	-	-
Fraud recovery	-	-	-
(Loss)/gain on disposition of capital assets	(43)	(170,685)	73,590
Interest on investments	1,399,553	907,273	674,864
Interest expense	(7,036,758)	(4,119,088)	(125,744)
Net Nonoperating Revenues (Expenses)	(5,637,248)	(3,382,500)	622,710
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	5,273,849	11,468,819	(1,520,164)
CAPITAL CONTRIBUTIONS	-	-	-
TRANSFERS IN	-	-	-
TRANSFERS OUT	-	-	(107,452)
CHANGES IN NET POSITION	5,273,849	11,468,819	(1,627,616)
NET POSITION, JULY 1, AS PREVIOUSLY STATED	125,860,690	146,863,778	32,243,110
PRIOR-PERIOD ADJUSTMENT	184,709	267,353	2,932,673
NET POSITION, JULY 1, AS RESTATED	126,045,399	147,131,131	35,175,783
NET POSITION, JUNE 30	\$ 131,319,248	\$ 158,599,950	\$ 33,548,167

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	INTERNAL SERVICE FUND	
\$ -	\$ 151,555,901	\$ 32,690,447	OPERATING REVENUES
-	1,809,496	-	Charges for services
4,344,377	4,344,377	-	Connection fees
24,322,234	24,322,234	-	Rental income
405,491	728,303	9,966	Grant revenue for operations
29,072,102	182,760,311	32,700,413	Miscellaneous and reimbursements
			Total Operating Revenues
			OPERATING EXPENSES
-	35,425,396	12,605,508	Salaries and wages
-	9,310,938	2,480,159	Contractual services
20,351,647	20,351,647	-	Housing assistance payments
-	33,227,161	4,267,958	Operating supplies
776,841	15,393,784	1,239,132	Utilities
644,649	17,001,717	509,673	Depreciation and amortization
8,043,352	22,119,574	3,831,732	General and administrative
-	7,054,939	1,015,609	Repairs and maintenance
-	-	7,206,782	Claims expenses
29,816,489	159,885,156	33,156,553	Total Operating Expenses
(744,387)	22,875,155	(456,140)	OPERATING INCOME (LOSS)
			NONOPERATING REVENUES (EXPENSES)
66,000	66,000	-	Grant revenue - noncapital
(9,271)	(9,271)	-	Fraud recovery
-	(97,138)	(236,726)	(Loss)/gain on disposition of capital assets
482,149	3,463,839	-	Interest on investments
(97,905)	(11,379,495)	-	Interest expense
440,973	(7,956,065)	(236,726)	Net Nonoperating Revenues (Expenses)
			INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS
(303,414)	14,919,090	(692,866)	CAPITAL CONTRIBUTIONS
1,147,938	1,147,938	-	TRANSFERS IN
-	-	147,116	TRANSFERS OUT
-	(107,452)	(214,069)	
844,524	15,959,576	(759,819)	CHANGES IN NET POSITION
19,192,819		(33,997,453)	NET POSITION, JULY 1, AS PREVIOUSLY STATED
226,320		421,637	PRIOR-PERIOD ADJUSTMENT
19,419,139		(33,575,816)	NET POSITION, JULY 1, AS RESTATED
\$ 20,263,663		\$ (34,335,635)	NET POSITION, JUNE 30
	26,662		Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds
\$ 15,986,238			CHANGES IN NET POSITION OF BUSINESS-TYPE ACTIVITIES

CITY OF OXNARD, CALIFORNIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	WATER	WASTEWATER	ENVIRONMENTAL RESOURCES
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 59,745,959	\$ 46,477,946	\$ 49,963,283
Payments to suppliers	(29,800,537)	(14,219,354)	(30,739,747)
Payments to employees	(5,752,513)	(8,207,246)	(16,533,553)
Payments for housing assistance	-	-	-
Receipts from operating grants	-	-	-
Cash paid to claimants	-	-	-
Net Cash Provided By (Used In) Operating Activities	<u>24,192,909</u>	<u>24,051,346</u>	<u>2,689,983</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Collection/(issuance) of advances	1,316,173	59,620	(1,094,366)
Principal paid on long-term debt	-	-	-
Interest and other fees paid	-	-	-
Notes receivable collected	-	44,400	-
Cash received from noncapital grants	-	-	-
Transfers in	-	-	-
Transfers out	-	-	(107,452)
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>1,316,173</u>	<u>104,020</u>	<u>(1,201,818)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchases of capital assets	(4,605,452)	(6,426,616)	(8,355)
Interest and issuance cost paid on long-term debt	(7,431,346)	(4,795,696)	(153,097)
Principal paid on long-term debt	(4,726,028)	(4,661,098)	(447,939)
Cash received from capital grants	-	-	-
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>(16,762,826)</u>	<u>(15,883,410)</u>	<u>(609,391)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	1,399,553	907,273	674,864
Net Cash Provided By (Used In) Investing Activities	<u>1,399,553</u>	<u>907,273</u>	<u>674,864</u>
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	10,145,809	9,179,229	1,553,638
CASH AND INVESTMENTS, JULY 1	<u>56,908,924</u>	<u>34,313,268</u>	<u>28,044,691</u>
CASH AND INVESTMENTS, JUNE 30	<u>\$ 67,054,733</u>	<u>\$ 43,492,497</u>	<u>\$ 29,598,329</u>

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

OXNARD HOUSING AUTHORITY	TOTAL CURRENT YEAR	INTERNAL SERVICE FUNDS	
			CASH FLOWS FROM OPERATING ACTIVITIES
\$ 5,658,072	\$ 161,845,260	\$ 32,805,722	Receipts from customers and users
(3,252,957)	(78,012,595)	(13,185,298)	Payments to suppliers
(4,977,982)	(35,471,294)	(10,835,538)	Payments to employees
(20,353,459)	(20,353,459)	-	Payments for housing assistance
24,274,694	24,274,694	-	Receipts from operating grants
-	-	(5,740,085)	Cash paid to claimants
<u>1,348,368</u>	<u>52,282,606</u>	<u>3,044,801</u>	Net Cash Provided By (Used In) Operating Activities
			CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES
-	281,427	(742,992)	Collection/(issuance) of advances
(355,000)	(355,000)	-	Principal paid on long-term debt
(93,816)	(93,816)	-	Interest and other fees paid
-	44,400	-	Notes receivable collected
66,000	66,000	-	Cash received from noncapital grants
-	-	147,116	Transfers in
-	(107,452)	(214,069)	Transfers out
<u>(382,816)</u>	<u>(164,441)</u>	<u>(809,945)</u>	Net Cash Provided By (Used In) Noncapital Financing Activities
			CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES
(888,265)	(11,928,688)	22,074	Purchases of capital assets
-	(12,380,139)	-	Interest and issuance cost paid on long-term debt
-	(9,835,065)	-	Principal paid on long-term debt
<u>1,147,938</u>	<u>1,147,938</u>	<u>-</u>	Cash received from capital grants
<u>259,673</u>	<u>(32,995,954)</u>	<u>22,074</u>	Net Cash Provided By (Used In) Capital and Related Financing Activities
			CASH FLOWS FROM INVESTING ACTIVITIES
656,138	3,637,828	-	Interest on investments
<u>656,138</u>	<u>3,637,828</u>	<u>-</u>	Net Cash Provided By (Used In) Investing Activities
			NET INCREASE (DECREASE) IN CASH AND INVESTMENTS
1,881,363	22,760,039	2,256,930	
15,707,618	134,974,501	13,566,001	CASH AND INVESTMENTS, JULY 1
<u>\$ 17,588,981</u>	<u>\$ 157,734,540</u>	<u>\$ 15,822,931</u>	CASH AND INVESTMENTS, JUNE 30

STATEMENT OF CASH FLOWS (Continued)

PROPRIETARY FUNDS

	WATER	WASTEWATER	ENVIRONMENTAL RESOURCES
RECONCILIATION OF OPERATING INCOME (LOSS)			
TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES			
OPERATING INCOME (LOSS)	\$ 10,911,097	\$ 14,851,319	\$ (2,142,874)
Adjustments to Reconcile Operating Income (Loss)			
to Net Cash Provided By (Used In) Operating Activities			
Depreciation and amortization	7,218,981	7,666,644	1,471,443
Other revenue	-	-	-
Changes in Operating Assets and Liabilities			
(Increase) decrease in accounts receivable and			
due from other funds and governments	(158,215)	1,368,821	1,332,239
(Increase) decrease in other assets	(460,308)	20,001	-
Increase (decrease) in accounts payable and			
other liabilities	5,803,663	(1,305,941)	(167,151)
Increase (decrease) in compensated absences	(22,967)	180,924	168,375
Increase (decrease) in other post-employment benefits payable	128,210	214,460	216,793
Increase (decrease) in net pension liabilities	772,448	1,055,118	1,811,158
Increase (decrease) in self-insurance liabilities	-	-	-
Net Cash Provided By (Used In) Operating Activities	\$ 24,192,909	\$ 24,051,346	\$ 2,689,983

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

OXNARD HOUSING AUTHORITY	TOTAL CURRENT YEAR	INTERNAL SERVICE FUNDS	
			RECONCILIATION OF OPERATING INCOME (LOSS)
			TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES
\$ (744,387)	\$ 22,875,155	\$ (456,140)	OPERATING INCOME (LOSS)
			Adjustments to Reconcile Operating Income (Loss)
			to Net Cash Provided By (Used In) Operating Activities
644,649	17,001,717	509,673	Depreciation and amortization
(9,271)	(9,271)	-	Other revenue
			Changes in Operating Assets and Liabilities
			(Increase) decrease in accounts receivable and
802,750	3,345,595	105,309	due from other funds
(20,115)	(460,422)	63,731	(Increase) decrease in other assets
			Increase (decrease) in accounts payable and
166,702	4,497,273	(358,668)	other liabilities
50,173	376,505	19,723	Increase (decrease) in compensated absences
378,805	938,268	822,342	Increase (decrease) in other post-employment benefits payable
79,062	3,717,786	872,134	Increase (decrease) in net pension liabilities
-	-	1,466,697	Increase (decrease) in self-insurance liabilities
<u>\$ 1,348,368</u>	<u>\$ 52,282,606</u>	<u>\$ 3,044,801</u>	Net Cash Provided By (Used In) Operating Activities

CITY OF OXNARD, CALIFORNIA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2020

	OXNARD COMMUNITY DEVELOPMENT COMMISSION SUCCESSOR AGENCY PRIVATE PURPOSE TRUST FUND	RETIREMENT ENHANCEMENT DEFINED BENEFIT PENSION TRUST FUND	AGENCY FUNDS
ASSETS			
Cash and investments	\$ 7,631,683	\$ -	\$ 5,979,590
Investment with Fiscal Agents			
Certificates of deposit	3,171,842	-	2,664,983
Exchange traded funds	-	1,825,433	-
Mutual funds	-	87,522,505	-
Total investment with fiscal agents	3,171,842	89,347,938	2,664,983
Accounts and other receivables	-	217,217	-
Due from other governments	-	-	81,583
Notes receivable, net of uncollectible	675,768	-	-
Properties held for resale	921,192	-	-
Capital Assets			
Buildings and improvements (net of depreciation)	13,054,262	-	-
Infrastructure (net of depreciation)	19,492,943	-	-
Total Assets	\$ 44,947,690	\$ 89,565,155	\$ 8,726,156
LIABILITIES			
Accounts payable	\$ 1,709,290	\$ -	\$ 8,726,156
Other liabilities	491,644	-	-
Due to City of Oxnard	592,999	-	-
LONG-TERM DEBT			
Due within one year	1,765,000	-	-
Due in more than one year	29,125,000	-	-
TOTAL LIABILITIES	33,683,933	-	\$ 8,726,156
NET POSITION			
Held in trust for Successor Agency	11,263,757		
Net position restricted for pension	-	89,565,155	
TOTAL NET POSITION	\$ 11,263,757	\$ 89,565,155	

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, 2020

	OXNARD COMMUNITY DEVELOPMENT COMMISSION SUCCESSOR AGENCY PRIVATE PURPOSE TRUST FUND	RETIREMENT ENHANCEMENT DEFINED BENEFIT PENSION TRUST FUND
ADDITIONS		
Taxes	\$ 6,128,586	\$ -
Contributions		
Employer	-	4,164,420
Plan members	-	1,869,701
Investment income	177,040	4,520,501
Investment expense	-	(81,990)
Net investment income	177,040	4,438,511
Miscellaneous income	-	1,005,774
Total Additions	6,305,626	11,478,406
DEDUCTIONS		
Administrative Costs		
Salaries and wages	49,074	-
Benefit distributions	-	5,048,162
Administrative costs	206,723	-
Professional services	72,183	-
Depreciation	1,312,606	-
Project improvements	3,069,176	-
Debt Service		
Interest and fiscal charges	1,508,623	-
Total Deductions	6,218,385	5,048,162
SPECIAL ITEMS		
Transfer to City of Oxnard - Affordable Housing	1,514,213	-
Total Special Items	1,514,213	-
CHANGE IN NET POSITION	(1,426,972)	6,430,244
NET POSITION - JULY 1, 2019	12,690,729	83,134,911
NET POSITION - JUNE 30, 2020	\$ 11,263,757	\$ 89,565,155

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, 2020

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, 2020

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, 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, 2020

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, 2020

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, 2020

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

Governmental Fund Financial Statements (Continued)

- State Gas Tax Fund is a special revenue fund that accounts for the allocated share of Gas Tax Revenue. Spending of gas tax is legally restricted to maintenance and improvement of public streets.
- Debt Service Fund accounts for the accumulation of resources and payments of principal and interest on the City's general long-term debt.

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. 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 and due within one year, 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:

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

Proprietary Fund Financial Statements (Continued)

- **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.
- **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.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

Proprietary Fund Financial Statements (Continued)

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.

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 Mass Mutual Retirement 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.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

Summary of Significant Accounting Policies (Continued)

B. Financial Statements Presentation (Continued)

Fiduciary Fund Financial Statements (Continued)

- Improvement Districts Fund: This fund is used to account for various limited obligation improvement bonds issued by the Improvement Districts and Mello-Roos Community Facilities Districts within 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 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.

C. New Accounting Pronouncements

There were no GASB pronouncements that became effective in the fiscal year ended June 30, 2020, except for GASB No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. This Statement provides relief to governments and other stakeholders in light of the COVID-19 pandemic by postponing the effective dates of nearly all recent pronouncements and implementation guides by one year or more.

The GASB issued several pronouncements prior to June 30, 2020, 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 activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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 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 June 15, 2021.

Statement No. 90, *Major Equity Interests – An Amendment of GASB Statements No. 14 and No. 61*. This statement 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, 2019.

Statement No. 91, *Conduit Debt Obligations*. Statement 91 provides a single method for government issuers to report conduit debt obligations and related commitments and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2020

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.

Debt and equity securities classified as Level 1 are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 are valued using the following approaches: debt securities are normally valued based on price data obtained from observed transactions and market price quotations from broker dealers and/or pricing vendors; equity securities are valued using fair value per share for each fund. Certificates of deposit classified in level 2 are valued using broker quotes that utilize observable market inputs. Securities classified as Level 3 have limited trade information, these securities are priced using the last trade price or estimated using recent trade prices.

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 fiscal year.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2020

I. Summary of Significant Accounting Policies (Continued)

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.

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.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

I. Summary of Significant Accounting Policies (Continued)

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 for equipment and machinery, \$20,000 for buildings and improvements and \$100,000 for infrastructure. 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.

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.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

I. Summary of Significant Accounting Policies (Continued)

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 Mass Mutual. 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 the PEMHCA plan fiduciary net position have been determined on the same basis as they are reported by CalPERS.

For this purpose, CalPERS 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.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2020

I. Summary of Significant Accounting Policies (Continued)

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.

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 - unavailable revenues. The governmental funds report unavailable revenues from the following sources: receivables and loans. 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 and gain on refunding reported in the Government-Wide Statement of Net Position and the Proprietary Funds. The amounts related to pensions are deferred and amortized over 4.8 to 5 years on a straight-line basis.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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 Council 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. 15,359, 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, 2020

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 a 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. 15,359, adopted June 30, 2020, the City Council will endeavor to maintain an operating reserve equal to 12% of General Fund operating budget. 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 enterprise funds equal to 25% of operating budgets.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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, 2020

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 (PACC) to the Oxnard Performing Arts Center Corporation. The City provided 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, 2020 was \$415,812.

In addition, the City acts as the custodian of funds for the Corporation, including recording of deposits and disbursements. City employees also performed management functions for the Corporation. The agreement between the City and the Corporation terminated on February 29, 2020.

In February 2020, the City entered into an agreement with Sterling Venue Ventures (SVV) to lease the PACC Auditorium and Meeting Rooms for a five (5) year lease term. SVV will provide all programming and the associated staffing, food services, catering, concessions and merchandising; managing the PACC Master calendar; coordinating event production needs of all PACC clients; negotiating talent contracts; and developing and implementing marketing plans.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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 fiscal year ended June 30, 2020. Complete financial statements may be obtained from the Finance Department, City of Oxnard, 300 W. 3rd St, Oxnard, CA 93030.

As of June 30, 2020, the JPA had total assets of \$1,115,828, total net position of \$1,115,828, and total change in net position of \$12,501 for the year then ended.

S. Subsequent Events

In preparation of these financial statements, the City considered subsequent events through December 9, 2020, 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, 2020:

	<u>AMOUNT</u>
Petty cash	\$ 54,491
Deposits	95,214,837
Investments	<u>204,393,601</u>
Cash and investments	299,662,929
Restricted investments with fiscal agents	<u>133,302,826</u>
TOTAL	<u><u>\$ 432,965,755</u></u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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	\$ 142,217,618	\$ 143,834,038	\$ 13,611,273	\$ 299,662,929
Restricted investments with fiscal agents	<u>24,217,561</u>	<u>13,900,502</u>	<u>95,184,763</u>	<u>133,302,826</u>
TOTALS	<u>\$ 166,435,179</u>	<u>\$ 157,734,540</u>	<u>\$ 108,796,036</u>	<u>\$ 432,965,755</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, 2020, the City has a bank balance of \$94,779,413 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, 2020

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	\$283,566,373
Restricted investments held with Fiscal Agents	
Bond trustees for the City and its component units	42,462,463
Enhanced Retirement Trust Pool	89,347,938
Oxnard Housing Authority (includes investments held by fiscal agents)	<u>17,588,981</u>
TOTAL	<u><u>\$432,965,755</u></u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2020

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	MAXIMUM MATURITY	MAXIMUM PERCENTAGE	MAXIMUM INVESTMENT	MINIMUM
AUTHORIZED BY SECTION 53601	POLICY	(YEARS)	OF PORTFOLIO	IN ONE ISSUER	RATINGS
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, 2020, 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, 2020

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 Investment Advisory Board. The board consists of five members as designated by statute. The Chair is the State Treasurer or his/her 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; the most recent rating report 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, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

Authorized Investments (Continued)

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.

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	\$ 13,036,900	\$ 94,802,005	\$ -	\$ 107,838,905
Municipal bonds	3,014,993	-	-	3,014,993
Ventura County Investment Pool	1,000,000	-	-	1,000,000
California Local Agency Investment Fund	89,845,491	-	-	89,845,491
Negotiable CD	244,212	2,450,000	-	2,694,212
Held by Trustee				
Money Market Fund	43,122,280	-	-	43,122,280
California Local Agency Investment Fund	832,608	-	-	832,608
TOTAL INVESTMENTS	\$ 151,096,484	\$ 97,252,005	\$ -	248,348,489
Enhanced Retirement Trust				89,347,938
Cash in banks and on hand				95,269,328
TOTAL CASH AND INVESTMENTS				\$ 432,965,755

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

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.

Presented below are the S&P Global ratings for each investment type as of June 30, 2020:

INVESTMENT TYPE	AAA	AA+	AA-	A	TOTAL
Federal agency securities	\$ 107,838,905		\$ -	\$ -	\$ 107,838,905
Ventura County Investment Pool	1,000,000	-	-	-	1,000,000
Municipal Bonds	-	-	3,014,993	-	3,014,993
TOTALS	<u>\$ 108,838,905</u>	<u>\$ -</u>	<u>\$ 3,014,993</u>	<u>\$ -</u>	111,853,898
NOT RATED					
California Local Agency Investment Fund					90,678,099
Money Market Fund					43,122,280
Enhanced Retirement Trust					89,347,938
Negotiable CD					<u>2,694,212</u>
Total Investments					337,696,427
Cash in banks and on hand					<u>95,269,328</u>
TOTAL					<u>\$ 432,965,755</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, 2020:

ISSUER	TYPE OF INVESTMENTS	AMOUNTS
Federal Home Loan Bank	Mortgage backed securities	\$ 22,216,520
Federal Farm Credit Bank	Mortgage backed securities	29,040,970
Federal Home Loan Mortgage Corp.	Mortgage backed securities	40,567,335
Federal Agricultural Mortgage Corp.	Agricultural loans backed securities	10,000,000

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

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.

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, 2020:

	INVESTMENTS AT FAIR VALUE AS OF JUNE 30, 2020			
	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Investment Type				
Federal agency securities	\$ 107,838,905	\$ -	\$ -	\$ 107,838,905
Municipal bonds	3,014,993	-	-	3,014,993
California Local Agency Investment Fund	-	89,845,491	-	89,845,491
Ventura County Investment Pool	-	1,000,000	-	1,000,000
Negotiable CD	2,694,212	-	-	2,694,212
	<u>113,548,110</u>	<u>90,845,491</u>	<u>-</u>	<u>204,393,601</u>
Held by Trustees/Fiscal Agent				
Money Market Fund	43,122,280	-	-	43,122,280
California Local Agency Investment Fund	-	832,608	-	832,608
	<u>43,122,280</u>	<u>832,608</u>	<u>-</u>	<u>43,954,888</u>
Enhanced Retirement Trust				
Mutual funds	89,347,938	-	-	89,347,938
	<u>89,347,938</u>	<u>-</u>	<u>-</u>	<u>89,347,938</u>
TOTAL INVESTMENTS AT FAIR VALUE	<u>\$ 246,018,328</u>	<u>\$ 91,678,099</u>	<u>\$ -</u>	<u>\$ 337,696,427</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

B. **Receivables and Payables**

Accounts receivable and other receivables as of June 30, 2020 included in the accompanying Statement of Net Position primarily consist of the following:

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES
ACCOUNTS RECEIVABLE		
Utilities receivable	\$ 3,979	\$ 20,447,642
Grants receivable	7,792,272	-
Accounts receivable billed and accrued	6,060,930	5,643,192
Other receivables	950,986	42,805
	14,808,167	26,133,639
Allowance for uncollectible receivables	(2,873,293)	(1,746,613)
TOTALS	<u>\$ 11,934,874</u>	<u>\$ 24,387,026</u>

Accounts payable and other liabilities as of June 30, 2020 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)	\$ 10,870,611	\$ 13,498,804
Other Liabilities		
Accrued payroll and benefits	7,744,324	1,505,145
Accrued interest	525,097	1,122,197
Contingent liabilities	6,847,056	-
Other payables	1,011,969	1,966,799
Total Other Liabilities	<u>16,128,446</u>	<u>4,594,141</u>
TOTALS	<u>\$ 26,999,057</u>	<u>\$ 18,092,945</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

C. Interfund Receivables and Payables

Total interfund receivables and payables at June 30, 2020, which are included in the Fund Financial Statements as due to/from 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	\$ 8,869,987	\$ (2,098,537)	\$ 6,771,450	\$ (6,903,919)	\$ (132,469)
Nonmajor governmental funds	-	(6,903,919)	(6,903,919)	6,903,919	-
Internal Service Fund	97	-	97	-	97
	<u>8,870,084</u>	<u>(9,002,456)</u>	<u>(132,372)</u>	<u>-</u>	<u>(132,372)</u>
Advances To/From Other Funds					
General Fund	-	(723,865)	(723,865)	-	(723,865)
Internal Service Fund	881,908	-	881,908	-	881,908
	<u>881,908</u>	<u>(723,865)</u>	<u>158,043</u>	<u>-</u>	<u>158,043</u>
Total Governmental Activities	<u>9,751,992</u>	<u>(9,726,321)</u>	<u>25,671</u>	<u>-</u>	<u>25,671</u>
BUSINESS-TYPE ACTIVITIES					
Due To/From Other Funds					
Water	132,372	-	132,372	-	132,372
	<u>132,372</u>	<u>-</u>	<u>132,372</u>	<u>-</u>	<u>132,372</u>
Advances To/From Other Funds					
Water	723,865	-	723,865	-	723,865
Oxnard Housing Authority	-	(881,908)	(881,908)	-	(881,908)
	<u>723,865</u>	<u>(881,908)</u>	<u>(158,043)</u>	<u>-</u>	<u>(158,043)</u>
Total Business-type Activities	<u>856,237</u>	<u>(881,908)</u>	<u>(25,671)</u>	<u>-</u>	<u>(25,671)</u>
TOTALS	<u>\$ 10,608,229</u>	<u>\$ (10,608,229)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The interfund balances at June 30, 2020 are loans to cover temporary cash deficits in various funds. Also included in the interfund balances is \$2.4 million net internal receivable from business-type activities to governmental activities representing the portion of the net deficit of internal service funds attributable to business-type activities.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

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
- Transfers of capital assets between governmental activities and enterprise funds.

The following transfers in and out are reflected in the Fund Financial Statements for the year ended June 30, 2020:

	DESCRIPTION	TRANSFERS IN	TRANSFERS OUT	NET TRANSFERS	ELIMINATIONS	TOTAL
GOVERNMENTAL ACTIVITIES						
General Fund	Program support	\$ 5,614,357	\$ (4,457,251)	\$ 1,157,106	\$ (1,157,106)	\$ -
General Fund	Debt service	-	(6,760,160)	(6,760,160)	6,760,160	-
Developer Fees	Program support	-	(36,699)	(36,699)	36,699	-
Developer Fees	Debt service	-	(570,624)	(570,624)	570,624	-
Nonmajor governmental funds	Program support	377,800	(1,645,323)	(1,267,523)	1,267,523	-
Nonmajor governmental funds	Debt service	107,452	(24,424)	83,028	24,424	107,452
Debt Service Fund	Debt Service	7,569,277	-	7,569,277	(7,569,277)	-
Internal Service Fund	Debt Service	-	(214,069)	(214,069)	214,069	-
Internal Service Fund	Program support	147,116	-	147,116	(147,116)	-
Total Governmental Activities		<u>13,816,002</u>	<u>(13,708,550)</u>	<u>107,452</u>	<u>-</u>	<u>107,452</u>
BUSINESS-TYPE ACTIVITIES						
Environmental Resource	Program support	-	(107,452)	(107,452)	-	(107,452)
Total Business-Type Activities		<u>-</u>	<u>(107,452)</u>	<u>(107,452)</u>	<u>-</u>	<u>(107,452)</u>
TOTAL GOVERNMENT-WIDE STATEMENTS		<u>\$ 13,816,002</u>	<u>\$ (13,816,002)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

During the current year, balances of \$1,078,901 were transferred from the development fees funds to segregate Certified Unified Program Agencies (CUPA) activities in a separate fund.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

E. Notes Receivable

At June 30, 2020, the City's net notes receivable consisted of the following:

	BALANCE JULY 1, 2019	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2020
GOVERNMENTAL ACTIVITIES				
Residential Notes Receivable				
CalHOME Loans	\$ 3,091,169	\$ -	\$ (119,231)	\$ 2,971,938
BEGIN Loans	3,269,270	186,124	(60,000)	3,395,394
CDBG Loans	3,853,223	158,184	(154,339)	3,857,068
HOME Loans	8,979,767	232,944	(286,639)	8,926,072
NSP Loans	297,550	-	-	297,550
HERO Loans	168,472	12,616	(53,000)	128,088
Other	2,455,076	538,810	(15,000)	2,978,886
Allow ance for doubtful accounts	(12,050,194)	-	1,965,174	(10,085,020)
	<u>10,064,333</u>	<u>1,128,678</u>	<u>1,276,965</u>	<u>12,469,976</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	3,672,319	-	-	3,672,319
Villa Madera	1,600,000	-	-	1,600,000
Sonata at Riverpark	3,000,000	-	-	3,000,000
Sonata at Riverpark-PILOT	-	3,711,154	-	3,711,154
Many Mansions - Ormond Beach Villas	992,624	-	-	992,624
Many Mansions-110 N D St	-	299,500	-	299,500
Many Mansions-Terry's Place	-	367,159	-	367,159
Camino Gonzales	-	1,623,840	-	1,623,840
Cesar Chavez	-	860,000	-	860,000
Villa Solimar	-	805,000	-	805,000
Villa Solimar-Cypress Court	-	162,000	-	162,000
Villa Victoria	-	1,101,500	-	1,101,500
Other	531,810	-	(531,810)	-
Allow ance for doubtful accounts	(3,487,721)	-	405,402	(3,082,319)
	<u>39,986,054</u>	<u>8,930,153</u>	<u>(126,408)</u>	<u>48,789,799</u>
	<u>50,050,387</u>	<u>10,058,831</u>	<u>1,150,557</u>	<u>61,259,775</u>
BUSINESS-TYPE ACTIVITIES				
Wastew ater Loans	888,000	-	(44,400)	843,600
Oxnard Housing Authority	2,050,000	-	-	2,050,000
	<u>2,938,000</u>	<u>-</u>	<u>(44,400)</u>	<u>2,893,600</u>
TOTAL GOVERNMENT-WIDE				
STATEMENTS	<u>\$ 52,988,387</u>	<u>\$ 10,058,831</u>	<u>\$ 1,106,157</u>	<u>\$ 64,153,375</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, 2020

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 (no longer offered). Residential outstanding loans at June 30, 2020 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. A 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>
CalHOME	\$ 29,000	3%	30	No
BEGIN	26,000	3%	30	No
CDBG	24,000	0%	20	Yes
HOME	19,000	0%	12	Yes
NSP	41,000	0%	20	Yes
HERO	11,000	0%	6	Yes
Other	17,000	0%	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 \$13,972,319, net of allowance of \$3,082,319 as of June 30, 2020, 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, 2020

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.

Oxnard Housing Authority

In April 2014, the Authority issued a promissory note of \$2,050,000 to Terraza De Las Cortes, L.P. for certain land the Authority received in a land exchange with the City. The note accrues interest at a rate of 5% compounded annually on the amount of the outstanding balance of the loan. Annual payments of 85% of the annual net cash flow of the property are made. All outstanding principal and accrued interest are payable on or before April 2069. Principal and interest due to the Authority at June 30, 2020 was \$2,050,000 and \$411,179, respectively.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

F. Capital Assets

Changes in the City's capital assets for the year ended June 30, 2020 consisted of the following:

	BALANCE JULY 1, 2019	INCREASES	DECREASES	BALANCE JUNE 30, 2020
GOVERNMENTAL ACTIVITIES				
Capital Assets, Not Being Depreciated				
Land	\$ 1,418,658,479	\$ -	\$ -	\$ 1,418,658,479
Construction in progress	10,086,841	6,146,595	(1,621,060)	14,612,376
Total Capital Assets, Not Being Depreciated	1,428,745,320	6,146,595	(1,621,060)	1,433,270,855
Capital Assets, Being Depreciated				
Artwork	87,000	-	-	87,000
Buildings	123,213,407	543,783	(12,000)	123,745,190
Improvements other than buildings	107,991,453	189,702	-	108,181,155
Equipment and machinery	18,721,563	758,793	(1,124,352)	18,356,004
Vehicles	26,731,309	406,362	(947,531)	26,190,140
Infrastructure	686,917,827	611,556	-	687,529,383
Total Capital Assets, Being Depreciated	963,662,559	2,510,196	(2,083,883)	964,088,872
Less: Accumulated Depreciation				
Artwork	(87,000)	-	-	(87,000)
Buildings	(42,342,612)	(2,511,811)	5,694	(44,848,729)
Improvements other than buildings	(30,020,187)	(2,591,997)	-	(32,612,184)
Equipment and machinery	(13,709,087)	(1,106,967)	1,029,999	(13,786,055)
Vehicles	(19,017,474)	(1,222,590)	742,830	(19,497,234)
Infrastructure	(221,618,027)	(17,188,426)	-	(238,806,453)
Total Accumulated Depreciation	(326,794,387)	(24,621,791)	1,778,523	(349,637,655)
Total Capital Assets, Being Depreciated, Net	636,868,172	(22,111,595)	(305,360)	614,451,217
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	\$ 2,065,613,492	\$ (15,965,000)	\$ (1,926,420)	\$ 2,047,722,072

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

F. Capital Assets (Continued)

	BALANCE JULY 1, 2019	INCREASES	DECREASES	BALANCE JUNE 30, 2020
BUSINESS-TYPE ACTIVITIES				
Capital Assets, Not Being Depreciated				
Land	\$ 17,042,077	\$ -	\$ -	\$ 17,042,077
Construction in progress	15,461,893	11,046,985	(1,461,901)	25,046,977
Total Capital Assets, Not Being Depreciated	32,503,970	11,046,985	(1,461,901)	42,089,054
Capital assets, Being Depreciated				
Buildings	245,190,076	127,639	-	245,317,715
Improvements other than buildings	9,152,161	-	-	9,152,161
Equipment and machinery	116,198,991	2,290,348	(2,430,177)	116,059,162
Infrastructure	411,620,483	-	-	411,620,483
Total Capital Assets, Being Depreciated	782,161,711	2,417,987	(2,430,177)	782,149,521
Less: Accumulated Depreciation				
Buildings	(113,492,212)	(5,050,296)	-	(118,542,508)
Improvements other than buildings	(4,827,392)	(165,022)	-	(4,992,414)
Equipment and machinery	(57,554,329)	(3,980,144)	2,258,700	(59,275,773)
Infrastructure	(133,892,265)	(7,806,299)	-	(141,698,564)
Total Accumulated Depreciation	(309,766,198)	(17,001,761)	2,258,700	(324,509,259)
Total Capital Assets, Being Depreciated, Net	472,395,513	(14,583,774)	(171,477)	457,640,262
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET	504,899,483	(3,536,789)	(1,633,378)	499,729,316
TOTALS	2,570,512,975	(19,501,789)	(3,559,798)	2,547,451,388

For the year ended June 30, 2020 depreciation expense on capital assets was charged as follows:

	AMOUNT
GOVERNMENTAL ACTIVITIES	
Administration and support	\$ 18,131,463
Public safety	1,196,463
Transportation (highways and streets)	397,767
Community development	1,343,420
Culture, leisure and libraries	3,043,005
Capital assets held by the City's internal service fund	509,673
TOTAL GOVERNMENTAL ACTIVITIES	
DEPRECIATION EXPENSE	\$ 24,621,791
BUSINESS-TYPE ACTIVITIES	
Water	\$ 7,218,981
Wastewater	7,666,644
Environmental resources	1,471,443
Oxnard Housing Authority	644,649
TOTAL BUSINESS-TYPE ACTIVITIES	
DEPRECIATION EXPENSE	\$ 17,001,717

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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 tables presents balances and activity for the City's fiscal year ended June 30, 2020:

	BALANCE JULY 1, 2019	ADDITIONS	REDUCTIONS	BALANCE JUNE 30, 2020	DUE WITHIN ONE YEAR
GOVERNMENTAL ACTIVITIES					
Lease Revenue Bonds					
Lease revenue refunding bonds, series 2011	\$ 18,980,000	\$ -	\$ (18,980,000)	\$ -	\$ -
Lease revenue project and refunding bonds, series 2014	12,855,000	-	(1,020,000)	11,835,000	1,075,000
Lease revenue refunding bonds, series 2018	26,495,000	-	(1,355,000)	25,140,000	1,390,000
Lease revenue refunding bonds, series 2019A	-	27,615,000	(585,000)	27,030,000	665,000
Unamortized premiums	5,838,144	-	(260,706)	5,577,438	-
Unamortized discounts	(183,691)	(21,803)	184,282	(21,212)	-
Certificate of Participation					
Gas tax revenue certificate of participation	21,460,000	-	(21,460,000)	-	-
Revenue					
Gas Tax Revenue Refunding Bonds, series 2020	-	16,905,000	-	16,905,000	665,000
Unamortized Premiums	-	2,897,310	-	2,897,310	-
Lease Purchase Agreements					
2012 Lease Purchase	3,282,009	-	(313,272)	2,968,737	327,974
2014 Lease Purchase	12,146,695	-	(780,000)	11,366,695	820,000
Capital Leases- Direct Borrowings					
B of A Capital Lease 2009					
2009 CIP lease purchase, draw #1	58,537	-	(58,537)	-	-
2009 CIP lease purchase, draw #10	181,333	-	(119,694)	61,639	61,639
2009 CIP lease purchase, draw #19	166,678	-	(166,678)	-	-
B of A Capital Lease 2018, draw #21 & #22	4,225,259	-	(770,374)	3,454,885	816,334
TOTAL GOVERNMENTAL ACTIVITIES	\$ 105,504,965	\$ 47,395,507	\$ (45,684,980)	\$ 107,215,492	\$ 5,820,947

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

	BALANCE JULY 1, 2019	ADDITIONS	REDUCTIONS	BALANCE JUNE 30, 2020	DUE WITHIN ONE YEAR
BUSINESS-TYPE ACTIVITIES					
Water Fund					
Revenue Bonds					
Water revenue project bonds, series 2010A	\$ 5,330,000	\$ -	\$ (1,695,000)	\$ 3,635,000	\$ 1,770,000
Water revenue project bonds, series 2010B	83,670,000	-	-	83,670,000	-
Water revenue refunding bonds, series 2012	6,400,000	-	(475,000)	5,925,000	495,000
Water revenue refunding bonds, series 2014	28,540,051	-	(1,446,028)	27,094,023	1,503,227
Water revenue refunding bonds, series 2018	40,370,000	-	(1,110,000)	39,260,000	1,165,000
Unamortized premiums	4,347,333	-	(361,025)	3,986,308	-
Unamortized discounts	(619,894)	-	31,929	(587,965)	-
TOTAL WATER FUND	<u>\$ 168,037,490</u>	<u>\$ -</u>	<u>\$ (5,055,124)</u>	<u>\$ 162,982,366</u>	<u>\$ 4,933,227</u>
Wastewater Fund					
Revenue Bonds					
Wastewater revenue refunding bonds, series 2013	3,276,168	-	(3,276,168)	-	-
Wastewater revenue refunding bonds, series 2014	71,985,000	-	-	71,985,000	3,675,000
Wastewater revenue refunding bonds, series 2018	23,300,000	-	(1,360,000)	21,940,000	1,120,000
Unamortized premiums	9,369,538	-	(728,168)	8,641,370	-
Capital Leases- Direct Borrowings					
2009 CIP lease purchase, draw #18	24,930	-	(24,930)	-	-
TOTAL WASTEWATER FUND	<u>\$ 107,955,636</u>	<u>\$ -</u>	<u>\$ (5,389,266)</u>	<u>\$ 102,566,370</u>	<u>\$ 4,795,000</u>
Environmental Resources Fund					
Capital Lease- Direct Borrowings					
B of A Capital Lease 2018	\$ 4,565,445	\$ -	\$ (447,939)	\$ 4,117,506	\$ 461,732
TOTAL ENVIRONMENTAL RESOURCES FUND	<u>\$ 4,565,445</u>	<u>\$ -</u>	<u>\$ (447,939)</u>	<u>\$ 4,117,506</u>	<u>\$ 461,732</u>
Oxnard Housing Authority Fund					
Direct Borrowings					
Notes Payable	\$ 269,710	\$ -	\$ -	\$ 269,710	\$ 269,710
2004 Capital Fund Revenue Bonds	1,955,000	-	(355,000)	1,600,000	370,000
TOTAL OXNARD HOUSING AUTHORITY FUND	<u>\$ 2,224,710</u>	<u>\$ -</u>	<u>\$ (355,000)</u>	<u>\$ 1,869,710</u>	<u>\$ 639,710</u>
TOTAL BUSINESS-TYPE ACTIVITIES	<u>\$ 282,783,281</u>	<u>\$ -</u>	<u>\$ (11,247,329)</u>	<u>\$ 271,535,952</u>	<u>\$ 10,829,669</u>
TOTALS	<u>\$ 388,288,245</u>	<u>\$ 47,395,507</u>	<u>\$ (56,932,309)</u>	<u>\$ 378,751,444</u>	<u>\$ 16,650,616</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

G. Long-term Debt (Continued)

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

FISCAL YEAR	GOVERNMENTAL ACTIVITIES			BUSINESS-TYPE ACTIVITIES		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2021	\$ 5,820,947	\$ 4,113,505	\$ 9,934,452	\$ 10,559,959	\$13,977,780	\$ 24,537,739
2022	6,000,208	3,861,816	9,862,024	11,064,803	13,468,947	24,533,749
2023	6,241,297	3,621,579	9,862,876	11,593,446	12,940,159	24,533,605
2024	6,066,175	3,375,530	9,441,705	12,125,783	12,364,697	24,490,481
2025	6,321,339	3,132,337	9,453,676	12,241,701	11,754,524	23,996,225
2026 - 2030	30,490,295	11,688,636	42,178,931	68,965,009	49,013,048	117,978,058
2031 - 2035	21,786,695	6,764,873	28,551,568	76,030,828	30,032,876	106,063,704
2036 - 2040	14,015,000	1,723,176	15,738,176	56,645,000	12,078,938	68,723,938
2041	2,020,000	76,842	2,096,842	-	-	-
TOTALS	\$ 98,761,957	\$ 38,358,294	\$ 137,120,250	\$ 259,226,529	\$ 155,630,968	\$ 414,857,497

Descriptions of Long-term Debt

Bonds and Certificates of Participation - Governmental Activities

Lease Revenue Refunding Bonds, Series 2011

On June 9, 2011, the Authority issued \$21,580,000 of Lease Revenue Refunding Bonds, Series 2011. The purpose of the bonds was to pay the principal of and interest on the Bond Anticipation Notes, Series 2010. These bonds carry a net interest cost of 5.47% and were scheduled to mature on June 1, 2036. These bonds were advance refunded in December 2019 using a portion of the proceeds from the sale of the Lease Revenue Refunding Bonds, Series 2019A, and will be called on June 1, 2021.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation - Governmental Activities (Continued)

Lease Revenue Project and Refunding Bonds, Series 2014

On November 4, 2014, the Authority issued \$21,225,000 of Lease Revenue Project and Refunding Bonds, Series 2014. The purposes of the bonds were 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. The refunding resulted in an economic gain (difference between the present value of the debt service on the old bonds and the present value of the debt service on the new bonds) of \$4,962 and debt service savings of \$11,715. The lease payments on these bonds constitute obligations of the City's General Fund. The bonds mature annually in amounts ranging from \$2,925,000 on June 1, 2015 to \$1,585,000 on June 1, 2029. Interest on the bonds is payable on June 1 and December 1 of each year, with interest rates ranging from 2 percent to 5 percent. As of June 30, 2020, the total balance outstanding was \$11,835,000.

As of June 30, 2020, the total future debt payments for the Lease Revenue Project and Refunding Bonds, Series 2014, including interest thereon, are as follows:

LEASE REVENUE PROJECT AND REFUNDING BONDS SERIES 2014			
FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
2021	\$ 1,075,000	\$ 591,750	\$ 1,666,750
2022	1,125,000	538,000	1,663,000
2023	1,185,000	481,750	1,666,750
2024	1,240,000	422,500	1,662,500
2025	1,305,000	360,500	1,665,500
2026 2029	5,905,000	756,000	6,661,000
TOTALS	\$ 11,835,000	\$ 3,150,500	\$ 14,985,500

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation - Governmental Activities (Continued)

Lease Revenue Refunding Bonds, Series 2018

On April 20, 2018, the Authority issued \$28,810,000 of Lease Revenue Refunding Bonds, Series 2018. The purpose of the bonds was to pay for the principal and interest on the Variable Rate Demand Lease Revenue Bonds, Series 2003B and 2006. The refunding resulted in an economic gain of \$965,987 and an estimated cash flow savings of \$1,160,111. The lease payments on these bonds constitute obligations of the City's General Fund. The bonds mature annually in amounts ranging from \$985,000 on June 1, 2018 to \$1,310,000 on June 1, 2036. Interest on the bonds is payable on June 1 and December 1 of each year, with interest rates ranging from 3 percent to 5 percent. As of June 30, 2020, the total balance outstanding was \$25,140,000.

As of June 30, 2020, the total future debt payments for the Lease Revenue Refunding Bonds, Series 2018, including interest thereon, are as follows:

LEASE REVENUE REFUNDING BONDS SERIES 2018			
	PRINCIPAL	INTEREST	TOTAL
2021	\$ 1,390,000	\$ 1,257,000	\$ 2,647,000
2022	1,430,000	1,187,500	2,617,500
2023	1,465,000	1,116,000	2,581,000
2024	1,515,000	1,042,750	2,557,750
2025	1,550,000	967,000	2,517,000
2026 - 2030	8,400,000	3,629,500	12,029,500
2031 - 2035	8,080,000	1,453,750	9,533,750
2036	1,310,000	65,500	1,375,500
	<u>\$ 25,140,000</u>	<u>\$ 10,719,000</u>	<u>\$ 35,859,000</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation - Governmental Activities (Continued)

Lease Revenue Refunding Bonds, Series 2019A

On December 1, 2019, the Authority issued \$27,615,000 of Lease Revenue Refunding Bonds, Series 2019A. The purpose of the bonds was to finance upfront payments of the City's Enterprise Resource Planning project and pay for the principal and interest on the Lease Revenue Refunding Bonds, Series 2011. The refunding resulted in an economic gain of \$1,746,065 and total additional cash flow of \$311,375 due to \$6.9 million of additional proceeds obtained. The lease payments on these bonds constitute obligations of the City's General Fund. The bonds mature annually in amounts ranging from \$585,000 on June 1, 2020 to \$2,020,000 on June 1, 2041. Interest on the bonds is payable on June 1 and December 1 of each year, with interest rates ranging from 1.944 percent to 3.804 percent. As of June 30, 2020, the total balance outstanding was \$27,030,000.

As of June 30, 2020, the total future debt payments for the Lease Revenue Refunding Bonds, Series 2019A, including interest thereon, are as follows:

LEASE REVENUE REFUNDING BONDS SERIES 2019A			
FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
2021	\$ 665,000	\$ 883,783	\$ 1,548,783
2022	710,000	870,523	1,580,523
2023	755,000	855,876	1,610,876
2024	805,000	839,386	1,644,386
2025	860,000	821,000	1,681,000
2026 - 2030	5,175,000	3,729,951	8,904,951
2031 - 2035	7,000,000	2,827,576	9,827,576
2036 - 2040	9,040,000	1,433,976	10,473,976
2041	2,020,000	76,841	2,096,841
TOTALS	\$ 27,030,000	\$ 12,338,913	\$ 39,368,913

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation - Governmental Activities (Continued)

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

On December 18, 2007, the Authority issued \$27,675,000 of Gas Tax Revenue Certificates of Participation. Proceeds from the sale of the certificates were to be used to reconstruct various streets throughout the City. The certificates were secured solely by gas tax revenues received from the State of California. These certificates were scheduled to mature on September 1, 2037. These bonds were refunded in February 2020 using a portion of the proceeds from the sale of the Gas Tax Revenue Refunding Bonds, Series 2020.

Gas Tax Revenue Refunding Bonds, Series 2020

On February 20, 2020, the Authority issued \$16,905,000 of Gas Tax Revenue Refunding Bonds, Series 2020. The purpose of these bonds was to pay for the principal and interest on the Gas Tax Revenue Certificates of Participation. The refunding resulted in an economic gain of \$4,843,757 and an estimated total cash flow savings of \$5,721,089. The bonds are secured solely by gas tax revenues received from the State of California. The bonds mature annually in amounts ranging from \$665,000 on September 1, 2020 to \$1,270,000 on September 1, 2037. Interest on the bonds is payable on March 1 and September 1 of each year, with interest rates ranging from 1.5 percent to 4.0 percent. As of June 30, 2020, the total balance outstanding was \$16,905,000.

As of June 30, 2020, the total future debt payments for the Gas Tax Revenue Refunding Bonds, Series 2020, including interest thereon, are as follows:

FISCAL YEAR	GAS TAX REVENUE BONDS		
	SERIES 2020		
	PRINCIPAL	INTEREST	TOTAL
2021	\$ 665,000	\$ 655,041	\$ 1,320,041
2022	710,000	607,725	1,317,725
2023	740,000	578,725	1,318,725
2024	770,000	548,525	1,318,525
2025	785,000	527,238	1,312,238
2026 - 2030	4,330,000	2,222,375	6,552,375
2031 - 2035	5,240,000	1,272,800	6,512,800
2036 - 2038	3,665,000	223,700	3,888,700
TOTALS	\$ 16,905,000	\$ 5,139,629	\$ 23,541,129

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation – Business-Type Activities

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. As of June 30, 2020, Parity Obligations include the Series 2010B, 2012, 2014 and 2018 Water Revenue Bonds. The 2010A 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.

The proceeds from the sale of the bonds were used to finance a portion of the cost of certain capital improvements related to the Groundwater Recovery Enhancement and Treatment (GREAT) program. The balance outstanding as of June 30, 2020 is \$3,635,000. 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.

As of June 30, 2020, the total future debt payments for the Water Revenue Project Bonds, Series 2010A, including interest thereon, are as follows:

WATER REVENUE PROJECT BONDS SERIES 2010A			
FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
2021	\$ 1,770,000	\$ 199,925	\$ 1,969,925
2022	1,865,000	102,575	1,967,575
TOTALS	\$ 3,635,000	\$ 302,500	\$ 3,937,500

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation – Business-Type Activities (Continued)

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. As of June 30, 2020, Parity Obligations include the Series 2010A, 2012, 2014 and 2018 Water Revenue Bonds. 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 5.9% - 8.7% of the expected subsidy has been sequestered by the U.S. Treasury, effectively reducing the interest subsidy to 32.9%. 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, 2020 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.

As of June 30, 2020, the total future debt payments for the Water Revenue Project Bonds, Series 2010B, including interest thereon, are as follows:

WATER REVENUE PROJECT BONDS SERIES 2010B			
FISCAL YEAR	PRINCIPAL	INTEREST*	TOTAL
2021	\$ -	\$ 5,786,173	\$ 5,786,173
2022	-	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	2,150,000	5,511,367	7,661,367
2026-2030	12,255,000	25,225,419	37,480,419
2031-2035	15,220,000	20,665,290	35,885,290
2036-2040	50,015,000	11,822,030	61,837,030
	<u>\$ 83,670,000</u>	<u>\$ 86,234,462</u>	<u>\$ 169,904,462</u>

*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, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation – Business-Type Activities (Continued)

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. As of June 30, 2020, Parity Obligations include the Series 2010A, 2010B, 2014 and 2018 Water Revenue Bonds. 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, 2030. 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, 2020 is \$5,925,000. 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, 2030.

As of June 30, 2020, the total future debt payments for the Water Revenue Refunding Bonds, Series 2012, including interest thereon, are as follows:

FISCAL YEAR	WATER REVENUE PROJECT BONDS SERIES 2012		
	PRINCIPAL	INTEREST	TOTAL
2021	\$ 495,000	\$ 237,619	\$ 732,619
2022	515,000	212,869	727,869
2023	540,000	192,269	732,269
2024	550,000	176,069	726,069
2025	580,000	152,069	732,069
2026-2030	3,245,000	412,600	3,657,600
TOTALS	\$ 5,925,000	\$ 1,383,494	\$ 7,308,494

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation – Business-Type Activities (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. As of June 30, 2020, Parity Obligations include the Series 2010A, 2010B, 2012 and 2018 Water Revenue Bonds. 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, 2020 is \$27,094,023.

As of June 30, 2020, the total future debt payments for the Water Revenue Refunding Bonds, Series 2014, including interest thereon, are as follows:

WATER REVENUE REFUNDING BONDS SERIES 2014			
FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
2021	\$ 1,503,227	\$ 1,029,573	\$ 2,532,800
2022	1,558,850	972,450	2,531,300
2023	1,617,836	913,214	2,531,050
2024	1,680,064	851,736	2,531,800
2025	1,740,407	787,894	2,528,301
2026-2030	9,762,811	2,894,441	12,657,252
2031 - 2034	9,230,828	893,123	10,123,951
	<u>\$ 27,094,023</u>	<u>\$ 8,342,431</u>	<u>\$ 35,436,454</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation – Business-Type Activities (Continued)

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 Water Revenue Bonds. 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, 2020 is \$39,260,000.

As of June 30, 2020, the total future debt payments for the Water Revenue Refunding Bonds, Series 2018, including interest thereon, are as follows:

WATER REVENUE REFUNDING BONDS SERIES 2018			
FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
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	1,420,000	1,637,413	3,057,413
2026-2030	8,220,000	7,050,063	15,270,063
2031-2035	17,970,000	4,355,313	22,325,313
2036	6,630,000	256,913	6,886,913
TOTALS	\$ 39,260,000	\$ 20,492,100	\$ 59,752,100

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation – Business-Type Activities (Continued)

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 carried a net interest cost of 2.78% and matured 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 Installment Payments on these bonds were 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 existed 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, 2020 is \$71,985,000. 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.

As of June 30, 2020, Parity Obligations include the 2018 Wastewater Revenue Bonds. The Installment Payments on the 2014 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.

As of June 30, 2020, the total future debt payments for the Wastewater Revenue Refunding Bonds, Series 2014, including interest thereon, are as follows:

WASTEWATER REVENUE REFUNDING BONDS SERIES 2014			
FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
2021	\$ 3,675,000	\$ 3,599,250	\$ 7,274,250
2022	3,855,000	3,415,500	7,270,500
2023	4,050,000	3,222,750	7,272,750
2024	4,250,000	3,020,250	7,270,250
2025	4,465,000	2,807,750	7,272,750
2026-2030	25,905,000	10,458,000	36,363,000
2031-2034	25,785,000	3,301,500	29,086,500
TOTALS	\$ 71,985,000	\$ 29,825,000	\$ 101,810,000

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation – Business-Type Activities (Continued)

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. As of June 30, 2020, Parity Obligations include the 2014 Wastewater Revenue Bonds. 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, 2020 is \$21,940,000.

As of June 30, 2020, the total future debt payments for the Wastewater Revenue Refunding Bonds, Series 2018, including interest thereon, are as follows:

WASTEWATER REVENUE REFUNDING BONDS SERIES 2018			
FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
2021	\$ 1,120,000	\$ 1,037,000	\$ 2,157,000
2022	1,180,000	981,000	2,161,000
2023	1,235,000	922,000	2,157,000
2024	1,300,000	860,250	2,160,250
2025	1,365,000	795,250	2,160,250
2026-2030	7,915,000	2,882,500	10,797,500
2031-2034	7,825,000	817,650	8,642,650
TOTALS	\$ 21,940,000	\$ 8,295,650	\$ 30,235,650

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Descriptions of Long-term Debt (Continued)

Bonds and Certificates of Participation – Business-Type Activities (Continued)

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. 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, 2020 is \$1,600,000.

As of June 30, 2020, the total future debt payments for the Housing Authority 2004 Capital Fund Revenue Bonds, including interest thereon, are as follows:

FISCAL YEAR	HOUSING AUTHORITY 2004 CAPITAL FUND REVENUE BONDS		
	PRINCIPAL	INTEREST	TOTAL
2021	\$ 370,000	\$ 77,485	\$ 447,485
2022	390,000	60,095	450,095
2023	410,000	41,375	451,375
2024	430,000	21,285	451,285
TOTALS	<u>\$ 1,600,000</u>	<u>\$ 200,240</u>	<u>\$ 1,800,240</u>

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. Potential liabilities were calculated for the issues and rebate payments were made as appropriate. No arbitrage liability existed at June 30, 2020.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

Credit Rating

As of June 30, 2020, The City's issuer credit rating was "A" while maintaining ratings of "A", "A+", "A" and "A-" for General (Lease Revenue), Gas Tax, Water and Wastewater Bonds, 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 net water 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 (less BABs subsidy on Series 2010B) paid for the current year and net water revenue were \$11,762,786 and \$21,476,055, respectively. The debt service coverage ratio of 183% 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. If the debt service 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 net wastewater 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 \$8,780,185 and \$22,745,677, respectively. The debt service coverage ratio of 259% 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 service 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.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Debt with Pledged Revenue (Continued)

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, \$1,621,040 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. The outstanding balance as of June 30, 2020 is \$2,968,737. 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.

As of June 30, 2020, the total future lease payments for the 2012 Lease Purchase Agreement, including interest thereon, are as follows:

FISCAL YEAR	2012 LEASE PURCHASE		
	PRINCIPAL	INTEREST	TOTAL
2021	\$ 327,974	\$ 105,093	\$ 433,067
2022	337,247	93,483	430,730
2023	351,135	81,544	432,679
2024	364,565	69,114	433,679
2025	377,521	56,209	433,730
2026 - 2028	1,210,295	86,694	1,296,989
TOTALS	\$ 2,968,737	\$ 492,137	\$ 3,460,874

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Lease Purchase Agreements (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. The outstanding balance as of June 30, 2020 is \$11,366,695.

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.

As of June 30, 2020, the total future lease payments for the 2014 Lease Purchase Agreement, including interest thereon, are as follows:

FISCAL YEAR	2014 LEASE PURCHASE		
	PRINCIPAL	INTEREST	TOTAL
2021	\$ 820,000	\$ 533,969	\$ 1,353,969
2022	850,000	500,569	1,350,569
2023	885,000	465,869	1,350,869
2024	920,000	431,494	1,351,494
2025	955,000	390,944	1,345,944
2026 - 2030	5,470,000	1,264,116	6,734,116
2031 - 2032	1,466,695	1,210,749	2,677,444
TOTALS	\$ 11,366,695	\$ 4,797,708	\$ 16,164,403

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Direct Borrowings

Capital Lease Obligations - Governmental Activities

Bank of America 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, 2020, the total outstanding balance on this line of credit was \$61,639. Lease payments constitute obligations of the City's General Fund. Such obligation exists through the maturity date of the lease at October 1, 2020.

As of June 30, 2020, the total future lease payments for the B of A Capital Lease 2009, including interest thereon, are as follows:

FISCAL YEAR	B OF A CAPITAL LEASE 2009		
	PRINCIPAL	INTEREST	TOTAL
2021	\$ 61,639	\$ 1,226	\$ 62,865
TOTALS	\$ 61,639	\$ 1,226	\$ 62,865

Bank of America Capital Lease 2018

On March 30, 2018, the City entered into an Equipment Lease/Purchase Agreement with Banc America Capital Corporation (BoFA) in an amount not to exceed \$5 million for the purpose of acquiring public safety communication equipment and vehicles, fire apparatus and vehicles, and other capital assets. As of June 30, 2020, the total outstanding balance on this line of credit was \$3,454,885. 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.

As of June 30, 2020, the total future lease payments for the B of A Capital Lease 2018, including interest thereon, are as follows:

FISCAL YEAR	B OF A CAPITAL LEASE 2018		
	PRINCIPAL	INTEREST	TOTAL
2021	\$ 816,334	\$ 85,643	\$ 901,977
2022	837,961	64,016	901,977
2023	860,162	41,815	901,977
2024	451,610	21,761	473,371
2025	488,817	9,446	498,263
TOTALS	\$ 3,454,885	\$ 222,681	\$ 3,677,565

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

Direct Borrowings

Capital Lease Obligations - Business-Type Activities

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, 2020, the total outstanding balance on this line of credit was \$4,117,506. The lease payments constitute obligations of the City's Environmental Resources Fund. Such obligation exists through the maturity date of the lease on March 30, 2028. As of June 30, 2020, the total future lease payments for the B of A Capital Lease 2018, including interest thereon, are as follows:

FISCAL YEAR	B OF A CAPITAL LEASE 2018		
	PRINCIPAL	INTEREST	TOTAL
2021	\$ 461,732	\$ 122,342	\$ 584,074
2022	475,953	108,122	584,075
2023	490,610	93,465	584,075
2024	505,719	78,356	584,075
2025	521,294	62,781	584,075
2026-2028	1,662,198	90,027	1,752,225
TOTALS	\$ 4,117,506	\$ 555,092	\$ 4,672,599

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.

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. 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, 2020 is \$269,710.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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, 2020 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)	\$ 8,665,000
City of Oxnard Community Facilities District 1 (Westport)	
Local Obligation Revenue Bonds (2012 Special District Bond Refinancing to refund CFD No. 2000-3 Bonds)	7,133,800
Oxnard Boulevard Interchange Community Facilities District 2000-3	
Local Obligation Revenue Bonds (2012 Special District Bond Refinancing to refund CFD No. 1 Bonds)	5,330,000
Oxnard Boulevard/Highway 101 Interchange Assessment District 2000-1	
1915 Act Improvement Limited Obligation Bonds	1,550,000
Community Facilities District No. 3	
Special Tax Refunding Bond 2013 (Seabridge Mandalay Bay)	<u>24,093,800</u>
TOTAL	<u><u>\$ 46,772,600</u></u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

H. **Compensated Absences**

The accrual for compensated absences was reported as follows as of June 30, 2020:

	BALANCE JULY 1, 2019	ADDITIONS	PAYMENTS	BALANCE JUNE 30, 2020	DUE WITHIN ONE YEAR
GOVERNMENTAL ACTIVITIES					
General Fund	\$ 15,279,663	\$ 10,769,698	\$ (10,786,195)	\$ 15,263,166	\$ 10,344,487
Internal Service Fund	946,788	931,510	(911,789)	966,509	637,896
	<u>16,226,451</u>	<u>11,701,208</u>	<u>(11,697,984)</u>	<u>16,229,675</u>	<u>10,982,383</u>
BUSINESS-TYPE ACTIVITIES					
Water	469,281	415,729	(438,696)	446,314	294,567
Wastewater	532,940	829,558	(648,634)	713,864	471,150
Environmental resources	1,075,740	1,274,633	(1,106,257)	1,244,116	821,116
Oxnard Housing Authority	503,554	343,100	(292,928)	553,726	36,499
	<u>2,581,515</u>	<u>2,863,020</u>	<u>(2,486,515)</u>	<u>2,958,020</u>	<u>1,623,332</u>
TOTALS	<u>\$ 18,807,966</u>	<u>\$ 14,564,228</u>	<u>\$ (14,184,499)</u>	<u>\$ 19,187,695</u>	<u>\$ 12,605,715</u>

Accrued compensated absences includes an adjustment of \$796,465 for California Labor Code Section 4850 benefits for public employees in a specified class.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. DETAILED NOTES ON ALL FUNDS (Continued)

I. Fund Balances

The following funds/subfunds had deficit fund balances as of June 30, 2020:

	<u>AMOUNT</u>
HUD and CDBG Grants Fund	\$ (3,003)
Public Liability / Property Damage	(3,089,818)
Workers' Compensation	(17,936,935)
Utility Customer Service	(766,955)
Information Services	(3,087,789)
Facilities Maintenance	(4,619,952)
Equipment Maintenance	(4,834,186)

Deficit in the HUD and CDBG Grants Fund represent expenditures pending reimbursement by grantors. The deficit fund balance is expected to clear upon receipt of reimbursement.

Deficits in the Public Liability / Property Damage and Workers' Compensation Funds result from implementing conservative actuarial assumptions regarding claims liabilities, including incurred but not reported claims. The City expects to replenish the reserve over a 10-year period.

Deficits in Utility Customer Service, Information Services, Facilities Maintenance, and Equipment Maintenance resulted from accrual of pension and OPEB liabilities. The deficits in these internal service funds are 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 revenue received in future years that cannot be accrued in these financial statements.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

II. **DETAILED NOTES ON ALL FUNDS (Continued)**
 J. **Prior-Period Adjustments**

Governmental and Business-type Activities

Prior period adjustments reflected on the Statement of Activities resulted from correction of errors as detailed below and a change in methodology on the City's Enhanced Retirement plan resulting in a change in the measurement date of the plan. The net effect on prior year net income as a result of these changes was omitted as it is not practical to calculate.

	Governmental Activities	Business-type Activities
Net Position, July 1, 2019	\$ 1,884,621,641	\$ 321,719,698
<u>Correction of Errors:</u>		
To Reclass Liability to Fund Balance	1,669,454	
To Record Understated TDA Revenue	213,304	
To Record Under Accrued Revenue		2,601,820
<u>Change in Accounting Method:</u>		
To Reflect Change in Measurement Date for Retirement Enhancement Plan	1,631,161	1,009,235
Net Position, July 1, 2019, As Restated	<u>\$ 1,888,135,560</u>	<u>\$ 325,330,753</u>

Governmental Funds

Prior period adjustments reflected on the Statement of Revenues, Expenditures, and Changes in Fund Balances show a \$1,669,454 increase to the General Fund beginning fund balance to reflect a reclassification of liability to fund balance and a \$213,304 increase to Nonmajor Funds beginning fund balance to reflect understated Transportation Development Act (TDA) revenue in prior year.

	General Fund	Nonmajor Funds
Fund Balance, July 1, 2019	\$ 42,234,478	\$ 51,440,423
<u>Correction of Errors:</u>		
To Reclass Liability to Fund Balance	1,669,454	
To Record Understated TDA Revenue		213,304
Fund Balance, July 1, 2019, As Restated	<u>\$ 43,903,932</u>	<u>\$ 51,653,727</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

J. **Prior-Period Adjustments (Continued)**

Enterprise and Internal Service Funds

Prior period adjustments reflected on the Statement of Revenues, Expenses, and Changes in Net Position show increases of \$184,709 in the Water Fund, \$267,353 in the Wastewater Fund, \$330,853 in the Environmental Resources Fund, and \$421,637 in the Internal Service Funds beginning net position. These adjustments were the result of a change in methodology on the City's Retirement Enhancement Plan resulting in a change in the measurement date of the plan. The Environmental Resources Fund had an additional increase of \$2,601,820 for correction of an error that understated prior year revenues.

	Water	Wastewater
Net Position, July 1, 2019	\$ 125,860,690	\$ 146,863,778
<u>Change in Accounting Method:</u>		
To Reflect Change in Measurement		
Date for Retirement Enhancement Plan	184,709	267,353
Net Position, July 1, 2019, As Restated	<u>\$ 126,045,399</u>	<u>\$ 147,131,131</u>
	Environmental	Internal
	Resources	Service Funds
Net Position, July 1, 2019	\$ 32,243,110	\$ (33,997,453)
<u>Correction of Errors:</u>		
To Record Under Accrued Revenue	2,601,820	
<u>Change in Accounting Method:</u>		
To Reflect Change in Measurement		
Date for Retirement Enhancement Plan	330,853	421,637
Net Position, July 1, 2019, As Restated	<u>\$ 35,175,783</u>	<u>\$ (33,575,816)</u>
	Oxnard Housing	
	Authority	
Net Position, July 1, 2019	\$ 19,192,819	
<u>Change in Accounting Method:</u>		
To Reflect Change in Measurement		
Date for Retirement Enhancement Plan	226,320	
Net Position, July 1, 2019, As Restated	<u>\$ 19,419,139</u>	

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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 the Retirement Enhancement Plan. Pension expense for all plans totaled \$53,023,507 for the year ended June 30, 2020. Total pension liabilities, fiduciary net position and net pension liabilities for all plans as of June 30, 2020 are as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Miscellaneous Plan	\$ 500,240,744	\$ 368,791,472	\$ 131,449,272
Safety – Police	400,450,186	298,306,602	102,143,584
Safety – Fire	167,694,244	113,418,438	54,275,806
Retirement Enhancement Plan	100,304,779	89,303,239	11,001,540
TOTALS	<u>\$ 1,168,689,953</u>	<u>\$ 869,819,751</u>	<u>\$ 298,870,202</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, 2020

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

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, 2020

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)
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, 2020, the City's total contributions for the Miscellaneous and Safety Plans were \$34,811,449. The City's contributions recognized as part of the pension expense for the year ended June 30, 2020 were \$30,242,199 for the Miscellaneous and Safety Plans.

The Plan's provisions and benefits in effect at June 30, 2020 are summarized as follows:

	Miscellaneous	
	Prior to January 1, 2013	On or After January 1, 2013
Hire date		
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%	7.00%
Required employer contribution rates plus	8.920%	8.920%
unfunded accrued liability	\$ 8,737,201	\$ -

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)
California Public Employees' Retirement System (Continued)
C. Contributions (Continued)

	Safety – Police	
	Prior to January 1, 2013	On or After 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%	14.50%
Required employer contribution rates plus unfunded accrued liability	25.248% \$ 8,142,081	25.248% \$ -

	Safety – Fire	
	Prior to January 1, 2013	On or After 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%	12.75%
Required employer contribution rates plus unfunded accrued liability	23.654% \$ 3,810,538	13.786% \$ 7,235

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)
California Public Employees' Retirement System (Continued)

C. Contributions (Continued)

At June 30, 2019 (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	901	228	111
Transferred	630	36	30
Terminated	1,352	44	15
Retired and beneficiaries	1,064	281	139
TOTALS	3,947	589	295

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

The June 30, 2019 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	2.75%
Salary Increases	Varies by Entry Age and Service
Payroll Growth	3.00%
Investment Rate of Return	7.375% 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, 2018 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, 2020

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

California Public Employees' Retirement System (Continued)

E. Discount Rate and Long-Term Expected Rate of Return

The discount rate used to measure the total pension liability was 7.15%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a building block method in which expected future real rates of return (expected returns, net of 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. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ 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 rounded 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 equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

California Public Employees' Retirement System (Continued)

E. Discount Rate and Long-Term Expected Rate of Return (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.

Asset Class	New Strategic Allocation	Rate of Return ⁽¹⁾ Years 1 - 10	Rate of Return ⁽²⁾ Years 11+
Global Equity	50.00%	4.80%	5.98%
Global Fixed Income	28.00%	1.00%	2.62%
Inflation Assets	0.00%	0.77%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Assets	13.00%	3.75%	4.93%
Liquidity	1.00%	0.00%	-0.92%

⁽¹⁾ An expected inflation of 2.0% used for this period

⁽²⁾ An expected inflation of 2.92% used for this period

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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, 2019, 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, 2018, rolled forward to June 30, 2019, 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, 2018 (Valuation Date)	<u>\$ 474,302,487</u>	<u>\$ 354,325,114</u>	<u>\$ 119,977,373</u>
Changes Recognized for the Measurement Period			
Service cost	8,704,606	-	8,704,606
Interest on the total pension liability	33,651,896	-	33,651,896
Changes of assumptions	-	-	-
Differences between expected and actual experience	7,840,468	-	7,840,468
Net Plan to plan resource movement	-	(95,340)	95,340
Employer contributions	-	11,842,706	(11,842,706)
Employee contributions (paid by employer)	-	4,232,480	(4,232,480)
Net investment income	-	22,997,256	(22,997,256)
Benefit payments, included refunds of employee contributions	(24,258,713)	(24,258,713)	-
Administrative expense	-	(252,854)	252,854
Other miscellaneous income/(expenses)	-	823	(823)
Net changes	<u>25,938,257</u>	<u>14,466,358</u>	<u>11,471,899</u>
Balance at June 30, 2019 (Measurement Date)	<u>\$ 500,240,744</u>	<u>\$ 368,791,472</u>	<u>\$ 131,449,272</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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 Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2018 (Valuation Date)	<u>\$ 379,107,460</u>	<u>\$ 281,039,679</u>	<u>\$ 98,067,781</u>
Changes Recognized for the Measurement Period			
Service cost	9,248,622	-	9,248,622
Interest on the total pension liability	26,990,670	-	26,990,670
Changes of assumptions	-	-	-
Differences between expected and actual experience	2,416,832	-	2,416,832
Net Plan to Plan Resource Movement	-	-	-
Employer contributions	-	13,510,982	(13,510,982)
Employee contributions (paid by employer)	-	2,828,130	(2,828,130)
Net investment income	-	18,441,113	(18,441,113)
Benefit payments, included refunds of employee contributions	(17,313,398)	(17,313,398)	-
Administrative expense	-	(200,556)	200,556
Other miscellaneous income/(expenses)	-	652	(652)
Net changes	<u>21,342,726</u>	<u>17,266,923</u>	<u>4,075,803</u>
Balance at June 30, 2019 (Measurement Date)	<u>\$ 400,450,186</u>	<u>\$ 298,306,602</u>	<u>\$ 102,143,584</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 Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)	Proportionate Share of the Collective Net Pension Liability
Balance at June 30, 2018 (Valuation Date)	<u>\$ 159,582,794</u>	<u>\$ 108,401,880</u>	<u>\$ 51,180,914</u>	<u>0.53113%</u>
Net changes during 2018-2019	<u>8,111,450</u>	<u>5,016,558</u>	<u>3,094,892</u>	<u>-0.00146%</u>
Balance at June 30, 2019 (Measurement Date)	<u>\$ 167,694,244</u>	<u>\$ 113,418,438</u>	<u>\$ 54,275,806</u>	<u>0.52967%</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

California Public Employees' Retirement System (Continued)

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

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, 2018 used for funding purposes.
- (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, 2018 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, 2019, 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, 2020

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

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, 2020, the City recognized pension expense of \$25,393,701, \$17,999,390 and \$9,726,320 for the Miscellaneous, Safety – Police, and Safety – Fire Plans, respectively. At June 30, 2020, 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	\$ 13,306,226	\$ -
Safety – Police	14,534,734	-
Safety – Fire	6,970,489	-
Net difference between projected and actual earnings on pension plan investments:		
Miscellaneous Plan	-	1,694,739
Safety – Police	-	1,208,341
Safety – Fire	-	746,656
Changes of assumptions		
Miscellaneous Plan	-	374,883
Safety – Police	8,251,866	1,136,864
Safety – Fire	2,224,671	434,142
Differences between expected and actual experiences		
Miscellaneous Plan	4,724,524	570,118
Safety – Police	1,879,758	5,967,347
Safety – Fire	3,543,721	-
Change in proportion		
Safety – Fire	24,653	551,998
Difference between the employer's contributions and the employer's proportionate share of contributions		
Safety – Fire	882,310	-
TOTALS	\$ 56,342,952	\$ 12,685,088

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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 \$34,811,449 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
2020	\$ 3,384,388
2021	(983,383)
2022	(508,348)
2023	192,127
2024	-
TOTAL	\$ 2,084,784

Police	
Measurement Period	Deferred Outflows/
Ending June 30	(Inflows) of
2020	\$ 2,664,112
2021	(973,105)
2022	(458,780)
2023	586,845
2024	-
TOTAL	\$ 1,819,072

Fire	
Measurement Period	Deferred Outflows/
Ending June 30	(Inflows) of
2020	\$ 4,178,135
2021	(121,361)
2022	740,508
2023	145,277
2024	-
TOTAL	\$ 4,942,559

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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	\$ 198,685,555	\$ 131,449,272	\$ 76,601,193
Safety – Police	159,628,821	102,143,584	55,303,119
Safety – Fire	77,257,194	54,275,806	35,434,669
TOTALS	\$ 435,571,570	\$ 287,868,662	\$ 167,338,981

Retirement Enhancement Plan

A. Plan Description

The City established a Retirement Enhancement Plan (REP), single-employer defined benefit pension 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. REP is a defined benefit 401(a) tax-qualified multiple agency trust. It meets the requirements of a pension trust under the California Government Code. The plan provides supplemental retirement benefits in addition to PERS. Prior to June 30, 2019, Phase II Systems was the REP Trust Administrator. Effective July 1, 2019 Matrix Trust Company became the Successor Trustee and Mass Mutual became the plan administrator. A separate report was not issued for the Retirement Enhancement Plan; therefore, the notes to the financial statements are included below. The City reports the Retirement Enhancement Plan as a pension trust fund in the fiduciary funds financial statements.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

Retirement Enhancement Plan (Continued)

Plan Description (Continued)

Authorized Investments

For the Retirement Enhancement Plan, the specific investments are managed by the trustee 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 Investment grade - minimum credit
Equity guidelines	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.

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, 2020

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

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, 2020, the following employees were covered by the benefit:

Description	Number of Members
Active members	398
Inactives entitled to benefit payments	196
Inactives currently receiving benefit payments	306
TOTAL	900

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 REP actuarial consultants. The actuarially determined contribution for the fiscal year ended June 30, 2020 was 18.6% of eligible employee gross wages. The City contributed \$4,346,415 to REP for the year ended June 30, 2020.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

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

The June 30, 2019 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal, Level % of pay
Actuarial Assumptions	
Contribution Policy	City contributes full Actuarially Determined Contributions (ADC)
Discount Rate	6.25% at June 30, 2019 and 2020
Expected Rate of Return on Assets	Expected City contributions projected to keep sufficient plan assets to pay all benefits from trust
General Inflation	2.75% annually
Mortality, Retirement, Disability, Termination	CalPERS 1997-2015 Experience Study
Mortality Improvement	Post-retirement mortality projected fully generational with Scale MP-2018
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 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.

Asset Class	Target Allocation	Expected Real Rate of Return
Global Equity	58.00%	4.82%
Fixed Income	35.00%	1.47%
REITs	2.00%	3.76%
Cash	5.00%	0.06%
Assumed Long-Term Rate of Inflation		2.75%
Expected Long-Term Net Rate of Return, Rounded		6.25%

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

Retirement Enhancement Plan (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 the Retirement Enhancement Plan is measured as of June 30, 2019, 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, 2019.

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, 2019 (Valuation Date)	<u>\$ 97,600,861</u>	<u>\$ 82,320,183</u>	<u>\$ 15,280,678</u>
Changes Recognized for the Measurement Period			
Service cost	1,495,654	-	1,495,654
Interest on the total pension liability	6,042,463	-	6,042,463
Changes of assumptions			
Differences between expected and actual experience	-	-	-
Employer contributions	-	4,346,415	(4,346,415)
Employee contributions (paid by employer)	-	2,023,945	(2,023,945)
Net investment income	-	5,524,378	(5,524,378)
Benefit payments, included refunds of employee contributions	(4,834,199)	(4,834,199)	-
Administrative expenses	-	(77,483)	77,483
Net changes	<u>2,703,918</u>	<u>6,983,056</u>	<u>(4,279,138)</u>
Balance at June 30, 2020 (Measurement Date)	<u>\$100,304,779</u>	<u>\$ 89,303,239</u>	<u>\$ 11,001,540</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

Retirement Enhancement Plan (Continued)

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

For the year ended June 30, 2020, the City recognized pension benefit of \$95,904, for the Retirement Enhancement Plan. At June 30, 2020, 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
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 1,640,342
Changes in assumptions	349,000	177,129
Differences between expected and actual experiences	1,117,111	2,038,000
TOTALS	<u>\$ 1,466,111</u>	<u>\$ 3,855,471</u>

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
2021	\$ (1,054,965)
2022	(1,133,965)
2023	(177,778)
2024	<u>(22,652)</u>
TOTAL	<u>\$ (2,389,360)</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>\$ 23,144,515</u>	<u>\$ 11,001,540</u>	<u>\$ 926,640</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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

Early Retirement Incentive Plan

The City adopted through Resolution Number 13,893 a supplemental retirement plan for 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, 2020 is \$63,314, payable through 2021.

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.

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 2020 and 2019 were \$139 and \$136, 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.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)
Postemployment Benefits Other than Pensions (OPEB) (Continued)

C. Employees Covered by Benefit Terms

At June 30, 2019, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	394
Inactive employees	650
Active plan members	<u>1,104</u>
	<u>2,148</u>

D. Total OPEB Liability

The City's total OPEB liability of \$46,686,235 was measured as of June 30, 2019, and was determined by an actuarial valuation as of July 1, 2019.

Actuarial assumptions and other inputs. The total OPEB liability in the July 1, 2019 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% for 2019; 5.90% for 2020; 5.80% for 2021; and Decreasing 0.10% per year to an ultimate rate of 5.00% for 2029 and later years

The discount rate was based on the Municipal Bond 20-Year High Grade Rate Index of 3.13%.

Pre-retirement mortality rates were based on the CalPERS Pre-Retirement Mortality Miscellaneous and Schools (1997-2015) rates for miscellaneous employees and CalPERS Pre-Retirement Mortality Safety (1997-2015) rates for safety employees. Post-retirement mortality rates were based on the CalPERS Post-Retirement Mortality Miscellaneous and Schools (1997-2015) rates for miscellaneous employees and CalPERS Post-Retirement Mortality Safety (1997-2015) rates for safety employees.

The actuarial assumptions used in the July 1, 2019 valuation were based on a review of plan experience during the period July 1, 2017 to June 30, 2019.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)
Postemployment Benefits Other than Pensions (OPEB) (Continued)
E. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at June 30, 2018	\$ 35,746,244
Changes for the year:	
Service Cost	1,772,005
Interest	1,340,211
Differences between expected and actual experience	3,528,946
Changes in assumptions or other inputs	5,299,408
Benefit payments	<u>(1,000,579)</u>
Net changes	<u>10,939,991</u>
Balance at June 30, 2019	<u>\$ 46,686,235</u>

Sensitivity of the total OPEB liability to changes in the discount rate. 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 a discount rate that is 1 percentage point lower (2.13 percent) or 1 percentage point higher (4.13 percent) than the current discount rate (3.13 percent):

	<u>1% Decrease (2.13%)</u>	<u>Discount Rate (3.13%)</u>	<u>1% Increase (4.13%)</u>
Total OPEB liability	\$ 55,126,615	\$ 46,686,235	\$ 39,978,222

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):

	<u>1% Decrease (5.0% decreasing to 4.0%)</u>	<u>Trend Rate (6.0% decreasing to 5.0%)</u>	<u>1% Increase (7.0% decreasing to 6.0%)</u>
Total OPEB liability	\$ 39,080,116	\$ 46,686,235	\$ 56,551,537

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

III. DEFINED BENEFIT PENSION PLANS AND OTHER POST-EMPLOYMENT BENEFITS (Continued)
Postemployment Benefits Other than Pensions (OPEB) (Continued)

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

For the year ended June 30, 2020, the City recognized an OPEB expense of \$2,992,799. At June 30, 2020, 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	\$ 904,609	\$ -
Differences between expected and actual experience	3,093,274	-
Changes of assumptions or other inputs	4,637,219	1,801,174
Total	\$ 8,635,102	\$ 1,801,174

The deferred outflows of resources related to OPEB contributions subsequent to the measurement date of \$904,609 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:

Year ended June 30	Deferred Outflows of Resources
2021	\$ 797,094
2022	797,094
2023	797,094
2024	797,094
2025	797,094
Thereafter	1,943,849
	\$ 5,929,319

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2020

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 \$30 million per occurrence/\$32 million annual aggregate is purchased for general liability claims and statutory coverage is purchased for workers' compensation claims. 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.

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 \$33,179,000 recorded at June 30, 2020, 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%.

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 purchases commercial excess liability insurance with limits of \$30 million per occurrence with an aggregate limit of \$32 million annually. Self-insured general liability claims are administered through a third-party administrator. The City Attorney and the City Manager jointly settle claims between \$15,000 and \$50,000. A multi-department Liability Review Committee settles claims between \$50,000 and \$75,000. Claims settling for more than \$75,000 require City Council approval.

The City's excess general liability insurance premium for fiscal year 2019-20, inclusive of brokerage fees, was \$633,818.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2020

IV. RISK MANAGEMENT (Continued)

A. General Liability (Continued)

Within the City's self-insured program for general liability, there has been an average of 204 claims filed per year for the past five years with an average of \$1,368,377 per year in total reported losses (an average of \$6,714 per claim). In addition, there have been no 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, 2020 was \$6,360,000. The following schedule presents the changes in self-insurance claims liabilities for the past two years:

	PUBLIC LIABILITY AND PROPERTY DAMAGE	
	FY 2019-2020	FY 2018-2019
Unpaid claims and claims adjustment expenses - July 1	\$ 6,947,159	\$ 5,500,000
Incurred Claims and Claims Adjustment Expenses		
Increase (decrease) in provision for insured events	(24,098)	465,812
Increase (decrease) in actuarially incurred but not reported claims (IBNR)	(563,061)	981,347
Total Incurred Claims and Claims Adjustment Expenses	(587,159)	1,447,159
Unpaid claims and claims adjustment expenses - June 30	\$ 6,360,000	\$ 6,947,159
CLAIMS AND JUDGMENTS DUE WITHIN ONE YEAR	\$ 2,218,210	\$ 2,824,388

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 CSAC-EIA, a California risk-sharing Joint Powers Authority. The claims are processed by a third-party administrator similar to general liability claims.

The City's premium for workers' compensation insurance coverage in Fiscal Year 2019-20 was \$284,037.

Within the City's self-insured program for workers' compensation, there has been an average of 301 claims filed per year for the past five years, with an average of approximately \$5,474,837 per year in total reported losses (an average of \$18,165 per claim). In addition, there have been no 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, 2020 was \$26,819,000.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

IV. RISK MANAGEMENT (Continued)

B. Workers' Compensation (Continued)

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

	WORKERS' COMPENSATION	
	FY 2019-2020	FY 2018-2019
Unpaid claims and claims adjustment expenses - July 1	<u>\$ 24,765,144</u>	<u>\$ 22,507,825</u>
Incurring Claims and Claims Adjustment Expenses		
Increase (decrease) in provision for insured events	9,350,774	311,319
Increase (decrease) in actuarially incurred but not reported claims (IBNR)	<u>(7,296,918)</u>	<u>1,946,000</u>
Total Incurred Claims and Claims Adjustment Expenses	<u>2,053,856</u>	<u>2,257,319</u>
Unpaid claims and claims adjustment expenses - June 30	<u>\$ 26,819,000</u>	<u>\$ 24,765,144</u>
CLAIMS AND JUDGMENTS DUE WITHIN ONE YEAR	<u><u>\$ 5,702,371</u></u>	<u><u>\$ 8,900,144</u></u>

V. OTHER INFORMATION

A. Commitments and Contingencies

As of June 30, 2020, the City had significant construction commitments as follows:

	AMOUNT
Governmental Activities	\$ 137,267,587
Water	29,927,408
Wastewater	13,372,087
Environmental Resources	300,000
Information Systems	<u>330,000</u>
TOTAL	<u><u>\$ 181,197,082</u></u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

V. OTHER INFORMATION (Continued)

A. Commitments and Contingencies (Continued)

The City uses "encumbrances" to control expenditure commitments for the year. Encumbrances represent commitments related to contracts not yet performed and purchase orders not yet filled. Commitments for such expenditures are encumbered to reserve applicable appropriations. As of June 30, 2020, total encumbrances for the governmental and proprietary funds are reported as follows:

	<u>AMOUNT</u>
GOVERNMENTAL FUNDS	
General Fund*	\$ 3,234,608
Developer Fees	501,838
Other nonmajor funds	<u>10,491,398</u>
TOTAL GOVERNMENTAL FUNDS	<u><u>\$ 14,227,844</u></u>
PROPRIETARY FUNDS	
Water funds	\$ 1,790,340
Wastewater funds	823,208
Environmental resources funds	<u>1,640,532</u>
TOTAL PROPRIETARY FUNDS	<u><u>\$ 4,254,080</u></u>
INTERNAL SERVICE FUNDS	
Equipment Maintenance	\$ 280,315
Other ISF	<u>16,872</u>
TOTAL INTERNAL SERVICE FUNDS	<u><u>\$ 297,187</u></u>

*Includes \$234,836 of Measure "O" fund 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 and state 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, 2020.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

V. OTHER INFORMATION (Continued)

B. Risk and Uncertainties

Measure M Litigation

In *City of Oxnard v. Starr*, the City sought a court determination that Measure M, a voter initiative that rolled back wastewater utility rates adopted in 2016, was illegal because it would force the City to violate legal and contractual obligations. Following the adoption of Measure M, the court issued a temporary restraining order staying its enforcement, and the City subsequently adopted new wastewater rates that are currently in effect. The Ventura County Superior Court ruled against the City, and the City appealed that judgment. On October 13, 2020, the Court of Appeal issued an opinion reversing the trial court's ruling against the City. The opinion is not yet final and the Measure M initiative proponent's petition for rehearing has been denied by the Court of Appeal. The proponent has stated that he will petition the California Supreme Court to review the case. The Court of Appeal has calendared the remittitur to issue on December 14, 2020. If the Court of Appeal opinion becomes final, the City will not have to refund the amount of the increased rates collected while the temporary restraining order was in effect (up to \$5.9 million dollars, which the City's Wastewater Fund might have had to pay). The City believes that, even if the California Supreme Court reviews the case and reverses the Court of Appeal's opinion, 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 petition for writ of mandate filed in the Ventura County Superior Court, *Starr v. City of Oxnard*. The writ petition challenges 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. The writ petition calls for the reimbursement of all infrastructure use fees paid to date (approximately \$34 million) to the City's utility funds and eliminating the infrastructure use fee charge in all future years. Following an evidentiary hearing on the writ petition held in October 2020, the Court took the matter under submission. The Court's decision in the matter is expected by the end of 2020.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

V. **OTHER INFORMATION (Continued)**
 B. **Risk and Uncertainties (Continued)**

Standby Pay & Rate Litigation

Alvarez v. City of Oxnard is a putative class action lawsuit involving multiple City employees from the Streets, Fleet, and Parks divisions of the City who contend that the City violated state and federal wage laws by failing to pay them at the proper rate for “standby hours” and because the City allegedly failed to pay the full amount of overtime wages or compensatory time-off credits pursuant to the Fair Labor Standards Act. The case is currently in the discovery phase, with Plaintiffs’ motion seeking class certification pending and a jury trial scheduled for July of 2021. Depending on whether class certification is granted, liability in the event of an adverse decision against the City could range from the hundreds of thousands of dollars to millions of dollars.

Multi-Agency Defendant Water Rate Litigation

The City has been named with more than 80 other public agencies as a defendant in a lawsuit (*Kessner et al. v. City of Santa Clara et al.* (Santa Clara County Superior Court Case No. 20CV364054)) alleging the City’s water rates violated Proposition 218 in that they improperly recover the “readiness-to-serve” cost of “public fire services” through retail water rates, and subsidize the cost of agricultural and irrigation water service. Senate Bill 1386 (“SB 1386”) was recently signed into law, which may assist the City in defending this case. SB 1386 adds provisions to the California Government Code establishing as declaratory of existing law that the costs of water service chargeable to property owners properly include the cost of infrastructure which provide fire protection for property. The litigation is at a very early stage, and all proceedings are stayed pending a case management conference scheduled for December of 2020. As such, potential liability in the event of an adverse ruling against the City cannot be estimated at this time.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2020

V. OTHER INFORMATION (Continued)

C. Subsequent Events

On November 3, 2020 Oxnard voters passed two measures which will have a financial impact on the City's General Fund group:

- Measure "E": Funding for Services like Oxnard 911 Safety/Medical Response, Financial Recovery/Accountability. This measure, authored by the City, establishes a 1½¢ general sales tax, technically a "transactions and use tax," to aid Oxnard's long-term financial stability and fund general services and infrastructure. It is expected to generate approximately \$40,000,000 annually.
- Measure "N": Keeping the Promise for Oxnard Streets Act. This initiative, proposed by citizens, denies the City certain existing sales tax revenue if it fails to maintain streets to specific levels. In the most extreme case, the approximately \$13 million annual revenue to the Measure O (Half-Cent Sales Tax) Fund would cease six (6) years prior to its currently scheduled expiration date of March 31, 2029. In such case, the City, upon approval of the City Council, would need to offset several expenditures currently funded by Measure O, including terminating certain capital improvement and maintenance projects. Measure O sales tax revenues may be utilized for any purposes as may be approved by the City Council.

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 an 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.

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

V. OTHER INFORMATION (Continued)

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

b. Cash and Investments

Cash and investments with fiscal agents of the Successor Agency are comprised of the following at June 30, 2020:

	FAIR VALUE
Deposits and investments	\$ 7,631,683
Restricted investments with fiscal agents	3,171,842
TOTAL	\$ 10,803,525

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

c. Notes Receivable

Notes receivable consists of the following:

	BALANCE JULY 1, 2019	ADDITIONS	DELETIONS	BALANCE JULY 1, 2020
Heritage Square	\$ 66,982	\$ -	\$ -	\$ 66,982
Baldwin Company	17,873	-	-	17,873
Strand Cinemas	643,163	-	(52,250)	590,913
Oxnard Theater Group	8,188,975	1,325,900	-	9,514,875
Allowance for uncollectible	(8,188,975)	(1,325,900)	-	(9,514,875)
TOTALS	\$ 728,018	\$ -	\$ (52,250)	\$ 675,768

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

V. OTHER INFORMATION (Continued)

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

d. Capital Assets

Changes in the Successor Agency's capital assets for the year ended June 30, 2020 are as follows:

	BALANCE JULY 1, 2019	INCREASES	DECREASES	BALANCE JUNE 30, 2020
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	33,107,189	-	-	33,107,189
Total Capital Assets, Being Depreciated	51,415,659	-	-	51,415,659
Less: Accumulated Depreciation				
Buildings	(541,200)	(17,481)	-	(558,681)
Improvements other than buildings	(4,220,704)	(440,811)	-	(4,661,515)
Equipment and machinery	(34,013)	-	-	(34,013)
Infrastructure	(12,759,930)	(854,315)	-	(13,614,245)
Total Accumulated Depreciation	(17,555,847)	(1,312,607)	-	(18,868,454)
Total Capital Assets, being depreciated, net	33,859,812	(1,312,607)	-	32,547,205
TOTALS	<u>\$ 33,859,812</u>	<u>\$ (1,312,607)</u>	<u>\$ -</u>	<u>\$ 32,547,205</u>

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, 2020:

	BALANCE JULY 1, 2019	ADDITIONS	REDUCTIONS	BALANCE JUNE 30, 2020	DUE WITHIN ONE YEAR
Tax allocation refunding bonds Series 2004A	\$ 8,065,000	\$ -	\$ (990,000)	\$ 7,075,000	\$ 875,000
Tax allocation bond financing Series 2006	14,925,000	-	(600,000)	14,325,000	620,000
HERO project tax allocation bonds Series 2008	9,745,000	-	(255,000)	9,490,000	270,000
TOTAL LONG-TERM INDEBTEDNESS	<u>\$ 32,735,000</u>	<u>\$ -</u>	<u>\$ (1,845,000)</u>	<u>\$ 30,890,000</u>	<u>\$ 1,765,000</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

V. OTHER INFORMATION (Continued)

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

e. Long-Term Debt (Continued)

The summary annual debt service requirements are shown below for Successor Agency long-term debt:

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
2021	\$ 1,765,000	\$ 1,457,017	\$ 3,222,017
2022	1,835,000	1,378,379	3,213,379
2023	1,920,000	1,294,832	3,214,832
2024	2,000,000	1,205,881	3,205,881
2025	2,095,000	1,111,949	3,206,949
2026-2030	8,175,000	4,255,319	12,430,319
2031-2035	7,340,000	2,657,360	9,997,360
2036-2039	5,760,000	589,145	6,349,145
TOTALS	\$ 30,890,000	\$ 13,949,881	\$ 44,839,881

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, 2020 is \$7,075,000.

As of June 30, 2020, the total future debt payments for the Tax Allocation Refunding Bonds, Series 2004A, including interest thereon, are as follows:

FISCAL YEAR	TAX ALLOCATION REFUNDING BONDS		
	2004A		
	PRINCIPAL	INTEREST	TOTAL
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	1,055,000	138,229	1,193,229
2026 - 2027	2,265,000	113,479	2,378,479
TOTALS	\$7,075,000	\$1,284,969	\$ 8,359,969

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

V. OTHER INFORMATION (Continued)

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

e. Long-Term Debt (Continued)

Description of Long-term Debt (Continued)

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, 2020 is \$14,325,000.

As of June 30, 2020, the total future debt payments for the Tax Allocation Bonds, Series 2006, including interest thereon, are as follows:

FISCAL YEAR	TAX ALLOCATION BONDS SERIES 2006		
	PRINCIPAL	INTEREST	TOTAL
2021	620,000	\$ 691,734	\$ 1,311,734
2022	645,000	666,434	1,311,434
2023	670,000	639,860	1,309,860
2024	700,000	611,740	1,311,740
2025	725,000	582,292	1,307,292
2026 - 2030	4,115,000	2,416,470	6,531,470
2031 - 2035	5,070,000	1,422,985	6,492,985
2036 - 2037	1,780,000	131,957	1,911,957
TOTALS	<u>\$ 14,325,000</u>	<u>\$ 7,163,471</u>	<u>\$ 21,488,471</u>

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

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, 2020 is \$9,490,000.

As of June 30, 2020, the total future debt payments for the Tax Allocation Bonds, Series 2008, including interest thereon, are as follows:

FISCAL YEAR	HERO PROJECT TAX ALLOCATION BONDS SERIES 2008		
	PRINCIPAL	INTEREST	TOTAL
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	315,000	391,429	706,429
2026-2030	1,795,000	1,725,370	3,520,370
2031-2035	2,270,000	1,234,375	3,504,375
2036-2039	3,980,000	457,188	4,437,188
TOTALS	\$ 9,490,000	\$ 5,501,441	\$ 14,991,441

CITY OF OXNARD, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED JUNE 30, 2020

V. OTHER INFORMATION (Continued)

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

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, 2020.

The Successor Agency is in compliance with all significant covenants related to its debt issues.

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 Successor Agency has a reimbursement agreement with the developer of RiverPark to reimburse public improvements (up to \$10 million) and affordable housing (up to \$4.25 million) for a combined maximum of \$14.25 million. Through June 30, 2020, a total of \$4.7 million has been repaid on the \$10 million infrastructure amount, and a total of \$2.1 million repaid on the \$4.25 million affordable housing amount. Therefore, the remaining balance on the combined maximum commitment is \$7.4 million.

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

The City joined the Retirement Enhancement Plan (REP) effective January 1, 2003 for selected employee groups (see Note III for additional information on REP). 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 YEARS¹

MEASUREMENT DATE	2020 June 30, 2019	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	\$ 8,704,606	\$ 8,114,517	\$ 7,747,249	\$ 7,242,480	\$ 7,317,452	\$ 7,507,381
Interest	33,651,896	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	7,840,468	(1,859,096)	(7,125,579)	1,414,899	(4,271,504)	-
Benefit Payments, Including Refunds of Member Contributions	(24,258,713)	(22,807,471)	(21,310,118)	(19,526,906)	(17,440,515)	(16,205,985)
Net Change in Total Pension Liability	25,938,257	14,379,892	36,918,203	19,627,190	7,285,483	19,239,142
Total Pension Liability, Beginning of Year	474,302,487	459,922,595	423,004,392	403,377,202	396,091,719	376,852,577
Total Pension Liability, End of Year	500,240,744	474,302,487	459,922,595	423,004,392	403,377,202	396,091,719
Plan Fiduciary Net Position						
Contributions - Employee	4,232,480	3,693,461	3,542,435	3,490,315	3,701,640	3,730,681
Contributions - Employer	11,842,706	9,799,970	8,433,832	7,657,753	7,237,123	6,858,454
Net Investment Income	22,997,256	28,185,278	34,461,764	1,772,032	7,288,474	47,653,092
Benefit Payments, Including Refunds of Member Contributions	(24,258,713)	(22,807,471)	(21,310,118)	(19,526,906)	(17,440,515)	(16,205,985)
Plan to Plan Resource Movement	(95,340)	(823)	(37,118)	-	216,371	-
Administrative Expenses	(252,854)	(525,103)	(461,160)	(194,504)	(445,021)	-
Other Miscellaneous Income/(Expenses) ²	823	(997,179)	-	-	-	-
Net Change in Plan Fiduciary Net Position	14,466,358	17,348,133	24,629,635	(6,801,310)	558,072	42,036,242
Total Plan Fiduciary Net Position, Beginning of Year ³	354,325,114	336,976,981	312,347,346	319,148,656	318,590,584	276,554,342
Total Plan Fiduciary Net Position, End of Year	368,791,472	354,325,114	336,976,981	312,347,346	319,148,656	318,590,584
Net Pension Liability - Ending	\$ 131,449,272	\$ 119,977,373	\$ 122,945,614	\$ 110,657,046	\$ 84,228,546	\$ 77,501,135
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	73.72%	74.70%	73.27%	73.84%	79.12%	80.43%
Covered Payroll ⁴	54,291,812	51,315,482	49,376,987	52,250,772	51,974,236	50,863,015
Net Pension Liability as a Percentage of Covered Payroll	242.12%	233.80%	248.99%	211.78%	162.06%	152.37%

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 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).

³ Includes any beginning of year adjustment.

⁴ For the year ended on the measurement date. Includes one year's payroll growth using 2.75 percent payroll growth assumption for fiscal years ended June 30, 2018-19; 3.00 percent payroll growth assumption for fiscal years ended June 30, 2014-17

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 Year Additional Service Credit (a.k.a Golden Handshakes).

Changes of Assumptions: None in 2019. In 2018, demographic assumption and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 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 reflect 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 YEARS¹

MEASUREMENT DATE	2020 June 30, 2019	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	\$ 9,248,622	\$ 8,907,068	\$ 9,267,287	\$ 8,500,329	\$ 8,136,777	\$ 8,379,851
Interest	26,990,670	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	2,416,832	(4,583,299)	(8,176,814)	(1,859,473)	2,113,477	-
Benefit Payments, Including Refunds of Member Contributions	(17,313,398)	(16,397,629)	(15,304,527)	(14,506,274)	(13,568,341)	(12,980,263)
Net Change in Total Pension Liability	21,342,726	11,389,227	32,529,782	16,167,693	13,552,628	16,871,797
Total Pension Liability, Beginning of Year	379,107,460	367,718,233	335,188,451	319,020,758	305,468,130	288,596,333
Total Pension Liability, End of Year	400,450,186	379,107,460	367,718,233	335,188,451	319,020,758	305,468,130
Plan Fiduciary Net Position						
Contributions - Employee	2,828,130	2,612,259	2,604,837	2,556,415	2,531,718	2,505,819
Contributions - Employer	13,510,982	11,821,073	10,886,085	10,491,299	9,907,130	8,947,610
Net Investment Income	18,441,113	22,137,131	26,271,673	1,190,876	5,184,911	34,904,812
Benefit Payments, Including Refunds of Member Contributions	(17,313,398)	(16,397,629)	(15,304,527)	(14,506,274)	(13,568,341)	(12,980,263)
Plan to Plan Resource Movement	-	(652)	37,118	-	-	-
Administrative Expenses	(200,556)	(408,348)	(351,254)	(145,244)	(268,265)	-
Other Miscellaneous Income/(Expenses) ²	652	(775,460)	-	-	-	-
Net Change in Plan Fiduciary Net Position	17,266,923	18,988,374	24,143,932	(412,928)	3,787,153	33,377,978
Total Plan Fiduciary Net Position, Beginning of Year ³	281,039,679	262,051,305	237,907,373	238,320,301	234,533,148	201,155,170
Total Plan Fiduciary Net Position, End of Year	298,306,602	281,039,679	262,051,305	237,907,373	238,320,301	234,533,148
Net Pension Liability - Ending	\$ 102,143,584	\$ 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	74.49%	74.13%	71.26%	70.98%	74.70%	76.78%
Covered Payroll ⁴	26,209,714	25,330,075	25,914,507	26,539,474	25,228,753	24,705,477
Net Pension Liability as a Percentage of Covered Payroll	389.72%	387.16%	407.75%	366.55%	319.87%	287.12%

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

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).

³ Includes any beginning of year adjustment.

⁴ For the year ended on the measurement date. Includes one year's payroll growth using 2.75 percent payroll growth assumption for fiscal years ended June 30, 2018-19; 3.00 percent payroll growth assumption for fiscal years ended June 30, 2014-17

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 Year Additional Service Credit (a.k.a Golden Handshakes).

Changes of Assumptions: None in 2019. In 2018, demographic assumption and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 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 reflect 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 YEARS¹

MEASUREMENT DATE	2020	2019	2018	2017	2016	2015
	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
City's Proportion of the Collective Net Pension Liability	0.52967%	0.53113%	0.51309%	0.52499%	54.96200%	0.53857%
City's Proportionate Share of the Collective Net Pension Liability	\$ 54,275,806	\$ 51,180,914	\$ 50,884,705	\$ 45,427,479	\$ 37,725,705	\$ 33,512,523
City's Covered Payroll ²	\$ 12,168,197	\$ 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	446.05%	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%	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 ended 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 Year Additional Service Credit (a.k.a Golden Handshakes).

Changes of Assumptions: None in 2019. In 2018, demographic assumption and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 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 reflect 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 30¹

	2020	2019	2018	2017	2016	2015	2014
MISCELLANEOUS PLAN							
Actuarially Determined Contribution ²	\$ 13,306,226	\$ 11,842,706	\$ 9,799,970	\$ 8,433,832	\$ 7,657,753	\$ 7,237,123	\$ 6,858,454
Contributions in Relation to the Actuarially Determined Contribution	(13,306,226)	(11,842,706)	(9,799,970)	(8,433,832)	(7,657,753)	(7,237,123)	(6,858,454)
Contribution Deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll ³	\$ 54,374,607	\$ 54,291,812	\$ 51,315,482	\$ 49,376,987	\$ 52,250,772	\$ 51,974,236	\$ 50,863,015
Contributions as a Percentage of Covered Payroll	24.47%	21.81%	19.10%	17.08%	14.66%	13.92%	13.48%
SAFETY PLAN - POLICE							
Actuarially Determined Contribution ²	\$ 14,534,734	\$ 13,510,982	\$ 11,821,073	\$ 10,886,085	\$ 10,491,299	\$ 9,907,130	\$ 8,947,610
Contributions in Relation to the Actuarially Determined Contribution	(14,534,734)	(13,510,982)	(11,821,073)	(10,886,085)	(10,491,299)	(9,907,130)	(8,947,610)
Contribution Deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll ³	\$ 26,840,104	\$ 26,209,714	\$ 25,330,075	\$ 25,914,507	\$ 26,539,474	\$ 25,228,753	\$ 24,705,477
Contributions as a Percentage of Covered Payroll	54.15%	51.55%	46.67%	42.01%	39.53%	39.27%	36.22%
SAFETY PLAN - FIRE							
Actuarially Determined Contribution ²	\$ 6,970,489	\$ 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	(6,970,489)	(5,669,614)	(4,922,875)	(4,565,809)	(4,204,589)	(4,004,186)	(4,004,186)
Contribution Deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll ³	\$ 12,319,847	\$ 12,168,197	\$ 11,824,780	\$ 10,987,654	\$ 9,030,122	\$ 9,283,898	\$ 9,105,774
Contributions as a Percentage of Covered Payroll	56.58%	46.59%	41.63%	41.55%	46.56%	43.13%	43.97%

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 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 For the year ended on the measurement date. Includes one year's payroll growth using 2.75 percent payroll growth assumption for fiscal years ended June 30, 2018-19; 3.00 percent payroll growth assumption for fiscal years ended June 30, 2014-17.

CITY OF OXNARD, CALIFORNIA
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
RETIREMENT ENHANCEMENT PLAN - SINGLE-EMPLOYER DEFINED BENEFIT PLAN
AS OF JUNE 30 FOR THE LAST TEN FISCAL YEARS¹

	2020	2019	2018	2017	2016	2015
MEASUREMENT DATE	June 30, 2020	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Total Pension Liability						
Service Cost	\$ 1,495,654	\$ 1,696,694	\$ 1,881,000	\$ 2,007,000	\$ 2,043,000	\$ 2,220,000
Interest	6,042,463	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 Expected and Actual Experience	-	-	(6,118,000)	-	(3,736,000)	-
Benefit Payments, Including Refunds of Member Contributions	(4,834,199)	(4,328,954)	(3,569,000)	(4,068,000)	(2,866,000)	(2,599,000)
Net Change in Total Pension Liability	2,703,918	3,014,628	(794,000)	3,654,000	6,422,000	4,859,000
Total Pension Liability, Beginning of Year, As Restated ²	97,600,861	90,818,000	91,612,000	87,958,000	81,536,000	76,677,000
Total Pension Liability, End of Year	100,304,779	93,832,628	90,818,000	91,612,000	87,958,000	81,536,000
Plan Fiduciary Net Position						
Contributions - Employee	2,023,945	2,076,972	2,343,000	2,513,000	2,922,000	2,731,000
Contributions - Employer	4,346,415	4,392,047	4,172,000	6,586,000	1,043,000	985,000
Net Investment Income	5,524,378	5,618,833	7,609,000	543,000	2,133,000	6,805,000
Benefit Payments, Including Refunds of Member Contributions	(4,834,199)	(4,328,954)	(3,569,000)	(4,068,000)	(2,866,000)	(2,599,000)
Administrative Expenses	(77,483)	(74,067)	(72,000)	(80,000)	(68,000)	(65,000)
Net Change in Plan Fiduciary Net Position	6,983,056	7,684,831	10,483,000	5,494,000	3,164,000	7,857,000
Total Plan Fiduciary Net Position, Beginning of Year, As Restated ²	82,320,183	69,712,000	59,229,000	53,735,000	50,571,000	42,714,000
Total Plan Fiduciary Net Position, End of Year	89,303,239	77,396,831	69,712,000	59,229,000	53,735,000	50,571,000
Net Pension Liability - Ending	<u>\$ 11,001,540</u>	<u>\$ 16,435,797</u>	<u>\$ 21,106,000</u>	<u>\$ 32,383,000</u>	<u>\$ 34,223,000</u>	<u>\$ 30,965,000</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	89.03%	82.48%	76.76%	64.65%	61.09%	62.02%
Covered Payroll ³	23,372,218	26,737,000	28,874,000	31,089,909	36,519,391	31,157,782
Net Pension Liability as a Percentage of Covered Payroll	47.07%	61.47%	73.10%	104.16%	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.

² During Fiscal Year 2019-20, the City moved the supplemental pension plan from PARS to Mass Mutual. The plan is a single-employer plan, which triggered the presentation and valuation requirements from GASB 67, *Financial Reporting for Pension Plans*. To present the plan in accordance with GASB 67 and GASB 68, an actuarial adjustment was recorded to change the measurement date and valuation date of the plan. The measurement date and valuation date are now the same date.

³ For the year ended 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 Year Additional Service Credit (a.k.a Golden Handshakes).

CITY OF OXNARD, CALIFORNIA
SCHEDULE OF PLAN CONTRIBUTIONS - Retirement Enhancement Plan
AS OF JUNE 30 FOR THE LAST TEN FISCAL YEARS¹

	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 4,223,000	\$ 4,203,000	\$ 4,406,000	\$ 4,376,000	\$ 3,589,787	\$ 4,184,000
Contributions in Relation to the Actuarially Determined Contribution	(4,346,415)	(4,271,191)	(4,392,047)	(4,314,000)	(3,589,787)	(1,043,000)
Contribution Deficiency/(Surplus) ²	\$ (123,415)	\$ (68,191)	\$ 13,953	\$ 62,000	\$ -	\$ 3,141,000
Covered Payroll ³	\$ 23,372,218	\$ 24,892,511	\$ 26,737,000	\$ 28,874,000	\$ 31,089,909	\$ 36,519,391
Contributions as a Percentage of Covered Payroll	18.07%	16.88%	16.48%	15.16%	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. As prescribed by 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 For the year ended on the measurement date. Includes one year's payroll growth using 2.75 percent payroll growth assumption for fiscal years ended June 30, 2018-19; 3.00 percent payroll growth assumption for fiscal years ended June 30, 2014-17.

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 YEARS¹

	2020	2019	2018
Total OPEB Liability			
Service Cost	\$ 1,772,005	\$ 1,967,866	\$ 1,779,949
Interest	1,340,211	1,116,107	1,055,268
Changes in Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	3,528,946	-	-
Changes in Assumptions	5,299,408	(2,392,006)	-
Benefit Payments, Including Refunds of Member Contributions	(1,000,579)	(931,942)	(851,701)
Net Change in Total OPEB Liability	10,939,991	(239,975)	1,983,516
Total OPEB Liability, Beginning of Year, As Restated	35,746,244	36,120,738	34,137,222
Total OPEB Liability, End of Year	46,686,235	35,880,763	36,120,738
Plan Fiduciary Net Position			
Contributions - Employer	1,000,579	931,942	-
Net Investment Income	-	-	-
Benefit Payments, Including Implicit Subsidy	(1,000,579)	(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 - Ending	<u>\$ 46,686,235</u>	<u>\$ 35,880,763</u>	<u>\$ 36,120,738</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	0.00%	0.00%	0.00%
Covered Payroll	85,907,755	83,423,271	83,423,271
Net Pension Liability as a Percentage of Covered Payroll	54.34%	43.01%	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, 2020

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Taxes				
Property	\$ 59,072,452	\$ 59,072,452	\$ 57,948,891	\$ (1,123,561)
Sales	46,924,693	46,924,693	46,320,415	(604,278)
Transient occupancy	5,599,341	5,651,741	4,302,491	(1,349,250)
Business license (net of refund)	5,852,355	5,852,355	6,087,060	234,705
Franchise	3,732,843	3,732,843	3,597,506	(135,337)
Other taxes	781,411	781,411	673,842	(107,569)
Licenses and permits	2,738,002	2,853,102	2,777,998	(75,104)
Intergovernmental	1,969,191	1,969,191	1,769,163	(200,028)
Charges for services	20,402,677	24,662,343	22,658,976	(2,003,367)
Fines and forfeitures	3,359,213	3,359,213	3,282,319	(76,894)
Interest on investments	794,238	794,238	776,023	(18,215)
Special assessments	542,252	542,252	493,497	(48,755)
Miscellaneous	3,498,728	3,498,728	4,500,462	1,001,734
Total Revenues	<u>155,267,396</u>	<u>159,694,562</u>	<u>155,188,643</u>	<u>(4,505,919)</u>
EXPENDITURES				
General Government				
Legislative				
City Council	538,770	539,575	517,756	21,819
City Clerk	600,944	701,722	626,189	75,533
Administrative and Support Services				
Billing and licensing	1,149,037	1,163,667	994,740	168,927
City Manager	1,952,483	1,846,581	1,761,235	85,346
City Attorney	1,786,731	1,824,424	1,925,641	(101,217)
Finance	5,559,929	5,849,667	5,272,454	577,213
Human resources	2,245,310	2,266,728	2,167,869	98,859
Nondepartmental	6,215,807	4,308,032	8,088,193	(3,780,161)
Public Safety				
Police	66,296,158	66,846,970	65,071,003	1,775,967
Fire	24,246,371	24,399,061	27,019,919	(2,620,858)
Transportation systems	6,339,851	6,996,653	5,795,027	1,201,626
Community Development				
Development services	11,370,063	12,756,430	10,705,867	2,050,563
Economic development and tourism service	70,766	170,766	70,686	100,080
Housing services	1,332,061	1,287,336	1,267,209	20,127
Community service	94,737	96,535	71,564	24,971
Culture, leisure and libraries				
Recreation services	8,298,123	12,472,802	10,817,654	1,655,148
Park and public grounds	7,906,304	7,896,976	7,268,695	628,281
Library services	3,258,469	3,303,181	3,320,932	(17,751)
Capital outlay	6,420,343	6,454,960	1,038,678	5,416,282
Principal	780,000	912,373	780,000	132,373
Interest and fiscal charges	569,869	563,850	567,706	(3,856)
Total Expenditures	<u>157,032,126</u>	<u>162,658,289</u>	<u>155,149,017</u>	<u>7,509,272</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(1,764,730)</u>	<u>(2,963,727)</u>	<u>39,626</u>	<u>3,003,353</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	5,614,357	\$ 3,762,972
Transfers out	<u>(11,635,441)</u>	<u>(11,554,417)</u>	<u>(11,217,411)</u>	<u>337,006</u>
Net Other Financing Sources (Uses)	<u>(9,784,056)</u>	<u>(9,703,032)</u>	<u>(5,603,054)</u>	<u>4,099,978</u>
NET CHANGE IN FUND BALANCES	<u>(11,548,786)</u>	<u>(12,666,759)</u>	<u>(5,563,428)</u>	<u>7,103,331</u>
FUND BALANCES, JULY 1	42,234,478	42,234,478	42,234,478	-
PRIOR-PERIOD ADJUSTMENT	<u>-</u>	<u>-</u>	<u>1,669,454</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 30,685,692</u>	<u>\$ 29,567,719</u>	<u>\$ 38,340,504</u>	<u>\$ 7,103,331</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 and the Debt Service Fund.

CITY OF OXNARD, CALIFORNIA
DEVELOPMENT FEES SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Growth and development fees	\$ 4,684,954	\$ 4,684,954	\$ 2,292,503	\$ (2,392,451)
Interest on investments	218,891	218,891	1,066,136	847,245
Miscellaneous	353,139	469,214	730,095	260,881
Total Revenues	<u>5,256,984</u>	<u>5,373,059</u>	<u>4,088,734</u>	<u>(1,284,325)</u>
EXPENDITURES				
General government	197,420	438,952	240,547	198,405
Transportation systems	9,372	9,372	13,675	(4,303)
Community development	54,281	269,761	449,077	(179,316)
Culture, leisure and libraries	11,454	11,454	31,479	(20,025)
Capital outlay	<u>2,628,740</u>	<u>10,707,720</u>	<u>1,239,783</u>	<u>9,467,937</u>
Total Expenditures	<u>2,901,267</u>	<u>11,437,259</u>	<u>1,974,561</u>	<u>9,462,698</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>2,355,717</u>	<u>(6,064,200)</u>	<u>2,114,173</u>	<u>8,178,373</u>
OTHER FINANCING SOURCES (USES)				
Transfer of CUPA funds ¹	-	-	(1,078,901)	(1,078,901)
Transfers out	<u>(570,624)</u>	<u>(570,624)</u>	<u>(607,323)</u>	<u>(36,699)</u>
Net Other Financing Sources (Uses)	<u>(570,624)</u>	<u>(570,624)</u>	<u>(1,686,224)</u>	<u>(1,115,600)</u>
NET CHANGE IN FUND BALANCES	1,785,093	(6,634,824)	427,949	7,062,773
FUND BALANCES, JULY 1	40,968,827	40,968,827	40,968,827	-
FUND BALANCES, JUNE 30	<u>\$ 42,753,920</u>	<u>\$ 34,334,003</u>	<u>\$ 41,396,776</u>	<u>\$ 7,062,773</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).

¹ This transfer was made to move the CUPA funds from Development Fees funds to Other Non-Major Governmental Funds to segregate CUPA activities in a separate fund. See Note II.D. for additional information.

CITY OF OXNARD, CALIFORNIA
STATE GAS TAX FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 8,825,173	\$ 8,825,173	\$ 8,186,261	\$ (638,912)
Charges for services	-	750,000	-	(750,000)
Interest on investments	21,287	21,287	133,637	112,350
Miscellaneous	-	-	(10,069)	(10,069)
Total Revenues	<u>8,846,460</u>	<u>9,596,460</u>	<u>8,309,829</u>	<u>(1,286,631)</u>
EXPENDITURES				
General government	3,625	3,625	2,500	1,125
Transportation systems	4,859,085	5,032,654	4,389,175	643,479
Culture, leisure and libraries	5,718	5,718	5,718	-
Capital outlay	4,330,885	6,171,407	392,737	5,778,670
Debt Service				
Principal	745,000	745,000	745,000	-
Interest	962,800	962,800	1,325,549	(362,749)
Total Expenditures	<u>10,907,113</u>	<u>12,921,204</u>	<u>6,860,679</u>	<u>6,060,525</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,060,653)</u>	<u>(3,324,744)</u>	<u>1,449,150</u>	<u>4,773,894</u>
OTHER FINANCING SOURCES (USES)				
Refunding bonds issued	-	-	16,905,000	16,905,000
Premium on refunding bonds issued	-	-	2,897,310	2,897,310
Payment to refunded bond escrow agent	-	-	(20,715,000)	(20,715,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(912,690)</u>	<u>(912,690)</u>
NET CHANGE IN FUND BALANCES	<u>(2,060,653)</u>	<u>(3,324,744)</u>	<u>536,460</u>	<u>3,861,204</u>
FUND BALANCES, JULY 1	<u>3,572,067</u>	<u>3,572,067</u>	<u>3,572,067</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 1,511,414</u>	<u>\$ 247,323</u>	<u>\$ 4,108,527</u>	<u>\$ 3,861,204</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).

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SUPPLEMENTARY INFORMATION

GENERAL FUND GROUP

General Fund Group Funds

The general fund accounts for a government's main operating fund.

General Fund - This fund is used to account for all financial resources traditionally associated with government activities that are not required legally to be accounted for in another fund. Principal sources of revenues are property tax, sales tax, transient occupancy (hotel) tax, business license tax, franchise fees, licenses and permits, State shared revenues and billings for outside and interfund services. Expenditures in the General Fund primarily consists of general administration, police and fire protection, parks and streets maintenance, recreation and transportation services, and community development.

Half Cent Sales Tax "Measure O" Fund – On November 4, 2008, Oxnard voters approved a general purpose sales tax for one half cent for twenty years. Its purpose is "to protect, maintain, and enhance vital City services including police, fire and emergency response, increasing street paving and sidewalk/pothole repair to improve traffic flow, expanding youth recreation, after-school and anti-gang prevention programs, acquiring property for parks/open space preservation, upgrading storm water drains, improving senior services, increasing building code compliance, and other general City services."

Street Maintenance Fund - This fund is used for the reimbursement of costs imposed by the City's utility enterprise funds (water, wastewater, environmental resources) on the public right-of-way.

Performing Arts & Convention Center Fund - This fund accounts for the City's cultural activities related to artistic and recreational performances. Revenues are derived mainly from admission tickets and contributions from patrons. These revenues are used to pay for operating expenditures, capital improvement projects, acquisition of equipment and sound systems.

River Ridge Golf Course Fund - This fund accounts for the City's recreational golf activities. Revenues are derived mainly from greens fees, golf cart fees, driving range, merchandise sales, snack bars and banquets. These revenues are used to pay for the maintenance of the golf course, capital improvement projects, and acquisition of merchandise and equipment.

Other General Funds – These funds account for Oxnard Police Department Training program, system payroll control, donations to the City from private parties for specified purposes and developer deposits.

CITY OF OXNARD, CALIFORNIA
COMBINING BALANCE SHEET
GENERAL FUND GROUP
JUNE 30, 2020

	GENERAL FUND			
	101 - General Fund	104 - Half Cent Sales Tax	105 - Street Maintenance	641 - Performing Arts Center
ASSETS				
Cash and investments	\$ 12,810,260	\$ 7,712,049	\$ 13,988,594	\$ -
Accounts and other receivables	2,621,435	-	-	2,228
Due from other funds	7,252,002	1,617,985	-	-
Due from other government	6,806,193	2,617,020	-	-
Due from Successor Agency	534,539	-	-	-
Other assets	(7,024)	-	-	-
Total Assets	\$ 30,017,405	\$ 11,947,054	\$ 13,988,594	\$ 2,228
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES				
LIABILITIES				
Accounts payable	\$ 3,566,029	\$ 408,115	\$ 69,606	\$ 351
Other liabilities	12,924,940	490,221	1,384	-
Due to other funds	1,655,389	-	-	-
Advances from other funds	6,972,117	(6,972,117)	-	-
Unearned revenues	219,619	-	-	-
Total Liabilities	25,338,094	(6,073,781)	70,990	351
Total Liabilities and Deferred Inflows of Resources	25,338,094	(6,073,781)	70,990	351
FUND BALANCES				
Committed to:				
Measure "O" eligible services	-	18,020,835	-	-
General plan maintenance	1,127,968	-	-	-
Streets and traffic improvements/maintenance	-	-	13,917,604	-
Unassigned	3,551,343	-	-	1,877
Total Fund Balances	4,679,311	18,020,835	13,917,604	1,877
TOTAL LIABILITIES AND FUND BALANCES	\$ 30,017,405	\$ 11,947,054	\$ 13,988,594	\$ 2,228

* Other funds include: General Fund Carryover (102), Oxnard Police Department (OPD) Training (103), Stormwater Management (114), Payroll Clearing Trust (542), Carnegie Art Trust (543), Housing Payroll Trust (545), OPD Property Room Trust (551), City Corps Trust (555), and Contributions/Donations Trust (571).

GENERAL FUND			
651 - Golf Course	Other*	Total	
			ASSETS
\$ 1,996,249	\$ 255,342	\$ 36,762,494	Cash and investments
12,266	744,058	3,379,987	Accounts and other receivables
-	-	8,869,987	Due from other funds
-	429,493	9,852,706	Due from other government
-	-	534,539	Due from Successor Agency
445,563	-	438,539	Other assets
<u>\$ 2,454,078</u>	<u>\$ 1,428,893</u>	<u>\$ 59,838,252</u>	Total Assets
			LIABILITIES AND DEFERRED INFLOWS OF RESOURCES
			LIABILITIES
\$ 360,152	\$ 60,515	\$ 4,464,768	Accounts payable
1,342	455,351	13,873,238	Other liabilities
132,372	310,776	2,098,537	Due to other funds
723,865	-	723,865	Advances from other funds
-	117,720	337,339	Unearned revenues
<u>1,217,731</u>	<u>944,362</u>	<u>21,497,747</u>	Total Liabilities
<u>1,217,731</u>	<u>944,362</u>	<u>21,497,747</u>	Total Liabilities and Deferred Inflows of Resources
			FUND BALANCES
			Committed to:
-	-	18,020,835	Measure "O" eligible services
-	-	1,127,968	General plan maintenance
-	-	13,917,604	Streets and traffic improvements/maintenance
<u>1,236,347</u>	<u>484,531</u>	<u>5,274,098</u>	Unassigned
<u>1,236,347</u>	<u>484,531</u>	<u>38,340,505</u>	Total Fund Balances
<u>\$ 2,454,078</u>	<u>\$ 1,428,893</u>	<u>\$ 59,838,252</u>	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, 2020

	GENERAL FUND			
	101 - General Fund	104 - Half Cent Sales Tax	105 - Street Maintenance	641 - Performing Arts Center
REVENUES				
Taxes	\$ 104,568,482	\$ 14,361,723	\$ -	\$ -
Licenses and permits	2,777,998	-	-	-
Intergovernmental	1,717,162	-	-	-
Charges for services	14,774,873	-	4,080,000	27,185
Fines and forfeitures	3,282,319	-	-	-
Interest on investments	593,580	182,443	-	-
Special assessments	64,004	-	-	-
Miscellaneous	3,541,594	(91,857)	9,520	8,080
Total Revenues	<u>131,320,012</u>	<u>14,452,309</u>	<u>4,089,520</u>	<u>35,265</u>
EXPENDITURES				
Current				
General government	20,149,716	1,079,960	-	-
Public safety	84,057,794	7,961,506	-	-
Transportation	4,979,762	430,705	384,560	-
Community development	9,280,341	1,316,231	-	-
Culture, leisure and libraries	16,061,629	1,188,061	-	423,979
Capital Outlay	-	823,076	190,274	25,328
Debt Service				
Principal	-	780,000	-	-
Interest and fiscal charges	304,829	232,053	-	-
Total Expenditures	<u>134,834,071</u>	<u>13,811,592</u>	<u>574,834</u>	<u>449,307</u>
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	(3,514,059)	640,717	3,514,686	(414,042)
OTHER FINANCING SOURCES (USES)				
Transfers in	3,982,902	-	-	415,812
Transfers out	(6,037,295)	(5,180,116)	-	-
Total Other Financing Sources (Uses)	<u>(2,054,393)</u>	<u>(5,180,116)</u>	<u>-</u>	<u>415,812</u>
NET CHANGE IN FUND BALANCES	(5,568,452)	(4,539,399)	3,514,686	1,770
FUND BALANCES, JULY 1, AS PREVIOUSLY STATED	10,247,763	22,560,234	10,402,918	107
PRIOR-PERIOD ADJUSTMENT	-	-	-	-
FUND BALANCES, JULY 1, AS RESTATED	<u>10,247,763</u>	<u>22,560,234</u>	<u>10,402,918</u>	<u>107</u>
FUND BALANCES, JUNE 30	<u>\$ 4,679,311</u>	<u>\$ 18,020,835</u>	<u>\$ 13,917,604</u>	<u>\$ 1,877</u>

* Other funds include: General Fund Carryover (102), Oxnard Police Department (OPD) Training (103), Stormwater Management (114), Payroll Clearing Trust (542), Carnegie Art Trust (543), Housing Payroll Trust (545), OPD Property Room Trust (551), City Corps Trust (555), and Contributions/Donations Trust (571).

GENERAL FUND			
651 - Golf Course	Other*	Total	
			REVENUES
\$ -	-	\$ 118,930,205	Taxes
-	-	2,777,998	Licenses and permits
-	52,001	1,769,163	Intergovernmental
3,776,918	-	22,658,976	Charges for services
-	-	3,282,319	Fines and forfeitures
-	-	776,023	Interest on investments
-	429,493	493,497	Special assessments
654,997	378,128	4,500,462	Miscellaneous
<u>4,431,915</u>	<u>859,622</u>	<u>155,188,643</u>	Total Revenues
			EXPENDITURES
			Current
-	124,401	21,354,077	General government
-	71,622	92,090,922	Public safety
-	-	5,795,027	Transportation
-	1,518,754	12,115,326	Community development
3,689,266	44,346	21,407,281	Culture, leisure and libraries
-	-	1,038,678	Capital Outlay
			Debt Service
-	-	780,000	Principal
30,823	-	567,705	Interest and fiscal charges
<u>3,720,089</u>	<u>1,759,123</u>	<u>155,149,016</u>	Total Expenditures
			EXCESS OF REVENUES OVER (UNDER) EXPENDITURES
711,826	(899,501)	39,627	
			OTHER FINANCING SOURCES (USES)
-	1,215,643	5,614,357	Transfers in
-	-	(11,217,411)	Transfers out
<u>-</u>	<u>1,215,643</u>	<u>(5,603,054)</u>	Total Other Financing Sources (Uses)
711,826	316,142	(5,563,427)	NET CHANGE IN FUND BALANCES
524,521	(1,501,065)	42,234,478	FUND BALANCES, JULY 1, AS PREVIOUSLY STATED
<u>-</u>	<u>1,669,454</u>	<u>1,669,454</u>	PRIOR-PERIOD ADJUSTMENT
524,521	168,389	43,903,932	FUND BALANCES, JULY 1, AS RESTATED
<u>\$ 1,236,347</u>	<u>\$ 484,531</u>	<u>\$ 38,340,505</u>	FUND BALANCES, JUNE 30

CITY OF OXNARD, CALIFORNIA
GENERAL FUND - 101 - GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Taxes				
Property	\$ 59,072,452	\$ 59,072,452	\$ 57,948,891	\$ (1,123,561)
Sales	31,984,693	31,984,693	31,958,692	(26,001)
Transient occupancy	5,599,341	5,651,741	4,302,491	(1,349,250)
Business license (net of refund)	5,852,355	5,852,355	6,087,060	234,705
Franchise	3,732,843	3,732,843	3,597,506	(135,337)
Other taxes	781,411	781,411	673,842	(107,569)
Licenses and permits	2,738,002	2,853,102	2,777,998	(75,104)
Intergovernmental	1,954,191	1,954,191	1,717,162	(237,029)
Charges for services	16,181,445	16,181,445	14,774,873	(1,406,572)
Fines and forfeitures	3,359,213	3,359,213	3,282,319	(76,894)
Interest on investments	571,238	571,238	593,580	22,342
Special assessments	70,000	70,000	64,004	(5,996)
Miscellaneous	2,894,728	2,894,728	3,541,594	646,866
Total Revenues	<u>134,791,912</u>	<u>134,959,412</u>	<u>131,320,012</u>	<u>(3,639,400)</u>
EXPENDITURES				
General Government				
Legislative				
City Council	538,770	539,575	517,756	21,819
City Clerk	600,944	701,722	626,189	75,533
Administrative and Support Services				
Billing and licensing	1,149,037	1,163,667	994,740	168,927
City Manager	1,797,947	1,812,540	1,727,195	85,345
City Attorney	1,786,731	1,824,424	1,925,641	(101,217)
Finance	5,559,929	5,746,742	5,176,579	570,163
Human resources	2,245,310	2,266,728	2,167,869	98,859
Nondepartmental	5,248,212	3,339,615	7,013,747	(3,674,132)
Public Safety				
Police	62,744,926	63,504,456	61,723,326	1,781,130
Fire	19,622,486	20,045,553	22,334,468	(2,288,915)
Transportation systems	5,551,042	5,472,929	4,979,762	493,167
Community Development				
Development services	9,340,696	10,700,885	8,819,884	1,881,001
Economic development and tourism service	70,766	70,766	70,686	80
Housing services	332,061	336,627	318,207	18,420
Community service	94,737	96,535	71,564	24,971
Culture, leisure and libraries				
Recreation services	6,385,551	6,470,831	6,055,397	415,434
Park and public grounds	7,094,154	7,244,157	6,725,050	519,107
Library services	3,219,281	3,263,931	3,281,182	(17,251)
Capital outlay	35,000	-	-	-
Principal	1,570,859	1,570,859	-	1,570,859
Interest and fiscal charges	304,829	304,829	304,829	-
Total Expenditures	<u>135,293,268</u>	<u>136,477,371</u>	<u>134,834,071</u>	<u>1,643,300</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(501,356)</u>	<u>(1,517,959)</u>	<u>(3,514,059)</u>	<u>(1,996,100)</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	\$ 3,982,902	\$ 2,131,517
Transfers out	(6,232,834)	(6,332,874)	(6,037,295)	295,579
Net Other Financing Sources (Uses)	<u>(4,381,449)</u>	<u>(4,481,489)</u>	<u>(2,054,393)</u>	<u>2,427,096</u>
NET CHANGE IN FUND BALANCES	(4,882,805)	(5,999,448)	(5,568,452)	430,996
FUND BALANCES, JULY 1	<u>10,247,763</u>	<u>10,247,763</u>	<u>10,247,763</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u><u>\$ 5,364,958</u></u>	<u><u>\$ 4,248,315</u></u>	<u><u>\$ 4,679,311</u></u>	<u><u>\$ 430,996</u></u>

CITY OF OXNARD, CALIFORNIA
GENERAL FUND - 104 - HALF CENT SALES TAX
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Taxes				
Sales	\$ 14,940,000	\$ 14,940,000	\$ 14,361,723	\$ (578,277)
Interest on investments	101,000	101,000	182,443	81,443
Miscellaneous	-	-	(91,857)	(91,857)
Total Revenues	<u>15,041,000</u>	<u>15,041,000</u>	<u>14,452,309</u>	<u>(588,691)</u>
EXPENDITURES				
General Government				
Administrative and Support Services				
City Manager	154,536	34,041	34,040	1
Finance	-	102,925	95,875	7,050
Nondepartmental	967,595	968,417	950,045	18,372
Public Safety				
Police	3,448,370	3,239,652	3,276,055	(36,403)
Fire	4,623,885	4,353,508	4,685,451	(331,943)
Transportation systems	400,000	430,705	430,705	-
Community Development				
Development services	403,592	417,229	367,229	50,000
Economic development and tourism service	-	100,000	-	100,000
Housing services	1,000,000	950,709	949,002	1,707
Culture, leisure and libraries				
Recreation services	603,371	584,978	604,665	(19,687)
Park and public grounds	812,150	652,819	543,646	109,173
Library services	39,188	39,250	39,750	(500)
Capital outlay	3,636,422	2,987,138	823,076	2,164,062
Principal	(790,859)	(790,859)	780,000	(1,570,859)
Interest and fiscal charges	265,040	232,053	232,053	-
Total Expenditures	<u>15,563,290</u>	<u>14,302,565</u>	<u>13,811,592</u>	<u>490,973</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(522,290)</u>	<u>738,435</u>	<u>640,717</u>	<u>(97,718)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(3,951,180)	(3,770,116)	(5,180,116)	(1,410,000)
Net Other Financing Sources (Uses)	<u>(3,951,180)</u>	<u>(3,770,116)</u>	<u>(5,180,116)</u>	<u>(1,410,000)</u>
NET CHANGE IN FUND BALANCES	<u>(4,473,470)</u>	<u>(3,031,681)</u>	<u>(4,539,399)</u>	<u>(1,507,718)</u>
FUND BALANCES, JULY 1	<u>22,560,234</u>	<u>22,560,234</u>	<u>22,560,234</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 18,086,764</u>	<u>\$ 19,528,553</u>	<u>\$ 18,020,835</u>	<u>\$ (1,507,718)</u>

NONMAJOR 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.

Capital Outlay Fund - This fund accounts for financing and construction of general government capital projects.

Certified Unified Program Agencies (CUPA) Fund - This fund is used to account for fees collected for regulation and management of hazardous materials in the City. Fees are to be used in the administration of the CUPA program.

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, 2020

	HUD AND CDBG GRANTS FUND	STATE AND FEDERAL GRANTS FUND	PUBLIC SAFETY RETIREMENT	CAPITAL OUTLAY FUND	CUPA FUND
ASSETS					
Cash and cash equivalents	\$ 4,440	\$ 1,430,719	\$ 1,956,750	\$ 14,015,204	\$ 856,586
Investments with fiscal agents	-	-	-	24,179,437	-
Accounts and other receivables	1,093,083	7,274,644	-	93,536	-
Notes receivable	7,502,381	6,367,332	-	-	-
Due from other government	-	94,282	260,015	-	-
Due from Successor Agency	-	-	-	39,960	-
Total Assets	\$ 8,599,904	\$ 15,166,977	\$ 2,216,765	\$ 38,328,137	\$ 856,586
LIABILITIES					
Accounts payable	\$ 245,198	\$ 2,466,824	\$ 4,760	\$ 578,445	\$ 5,984
Other liabilities	50,344	166,074	300,225	103,767	46,265
Due to other funds	730,680	4,592,438	-	1,512,665	-
Unearned revenues	74,304	1,062,519	-	-	-
Total Liabilities	1,100,526	8,287,855	304,985	2,194,877	52,249
DEFERRED INFLOW OF RESOURCES					
Deferred inflow on loans	7,502,381	6,367,332	-	-	-
Total Deferred Inflow on Loans	7,502,381	6,367,332	-	-	-
FUND BALANCES					
Restricted for:					
Transportation systems	-	-	-	-	-
Maintenance districts	-	-	-	2,446,887	-
Street and traffic improvements/ maintenance	-	-	-	370,744	-
Infrastructure developments	-	-	-	21,898,265	-
Culture and leisure	-	-	-	9,696,980	-
Public safety	-	527,195	1,911,780	-	804,337
Grants	-	362,338	-	-	-
Committed to:					
Capital projects	-	-	-	1,720,384	-
Unassigned	(3,003)	(377,743)	-	-	-
Total Fund Balances	(3,003)	511,790	1,911,780	36,133,260	804,337
TOTAL LIABILITIES AND FUND BALANCES	\$ 8,599,904	\$ 15,166,977	\$ 2,216,765	\$ 38,328,137	\$ 856,586

TRAFFIC SAFETY	TRANSPORTA- TION DEVELOPMENT FUND	MAINTENANCE ASSESSMENT DISTRICTS FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
\$ 562,127	\$ 4,475,202	\$ 16,617,408	\$ 39,918,436
-	-	-	24,179,437
-	16,489	-	8,477,752
-	-	-	13,869,713
9,122	-	110,885	474,304
-	-	-	39,960
<u>\$ 571,249</u>	<u>\$ 4,491,691</u>	<u>\$ 16,728,293</u>	<u>\$ 86,959,602</u>
\$ 1,767	\$ 70,050	\$ 961,844	\$ 4,334,872
1,288	2,320	33,495	703,778
-	-	68,136	6,903,919
-	1,983,353	-	3,120,176
<u>3,055</u>	<u>2,055,723</u>	<u>1,063,475</u>	<u>15,062,745</u>
-	-	-	13,869,713
-	-	-	<u>13,869,713</u>
-	2,435,968	-	2,435,968
-	-	15,664,818	18,111,705
568,194	-	-	-
-	-	-	938,938
-	-	-	21,898,265
-	-	-	9,696,980
-	-	-	3,243,312
-	-	-	362,338
-	-	-	1,720,384
-	-	-	(380,746)
<u>568,194</u>	<u>2,435,968</u>	<u>15,664,818</u>	<u>58,027,144</u>
<u>\$ 571,249</u>	<u>\$ 4,491,691</u>	<u>\$ 16,728,293</u>	<u>\$ 86,959,602</u>

ASSETS

Cash and cash equivalents
Investments with fiscal agents
Accounts and other receivables
Notes receivable
Due from other government
Due from Successor Agency

Total Assets**LIABILITIES**

Accounts payable
Other liabilities
Due to other funds
Unearned revenues

Total Liabilities**DEFERRED INFLOW OF RESOURCES**

Deferred inflow on loans

Total Deferred Inflow on Loans**FUND BALANCES**

Restricted for:

Transportation systems
Maintenance districts
Street and traffic improvements/
maintenance
Infrastructure developments
Culture and leisure
Public safety
Grants

Committed to:

Capital projects
Unassigned

Total Fund Balances**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, 2020

	HUD AND CDBG GRANTS FUND	STATE AND FEDERAL GRANTS FUND	PUBLIC SAFETY RETIREMENT	CAPITAL OUTLAY FUND	CUPA FUND
REVENUES					
Taxes	\$ -	\$ -	\$ 14,259,379	\$ 375,452	\$ -
Licenses and permits	-	-	-	-	1,074,282
Intergovernmental	2,534,662	11,882,815	-	-	-
Growth and development fees	-	-	-	-	20,679
Charges for services	-	-	-	-	-
Fines and forfeitures	-	87,489	-	-	11,950
Interest on investments	-	18,811	-	492,823	24,430
Special assessments	-	-	-	-	-
Miscellaneous	-	405,000	-	(89,674)	2,782
Total Revenues	<u>2,534,662</u>	<u>12,394,115</u>	<u>14,259,379</u>	<u>778,601</u>	<u>1,134,123</u>
EXPENDITURES					
Current					
General government	-	576	-	-	-
Public safety	151,068	2,191,587	14,258,064	419,404	1,325,061
Transportation systems	-	205,396	-	887	-
Community development	1,592,043	2,447,828	-	355,306	-
Culture, leisure and libraries	183,639	3,393,051	-	-	-
Capital outlay	607,914	4,079,339	-	1,383,489	59,201
Total Expenditures	<u>2,534,664</u>	<u>12,317,777</u>	<u>14,258,064</u>	<u>2,159,086</u>	<u>1,384,262</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2)</u>	<u>76,338</u>	<u>1,315</u>	<u>(1,380,485)</u>	<u>(250,139)</u>
OTHER FINANCING SOURCES (USES)					
Refunding bonds issued	-	-	-	6,934,670	-
Transfer from Development Fees funds ¹	-	-	-	-	1,078,901
Transfers in	-	-	-	227,452	-
Transfers out	-	-	-	-	(24,425)
Net Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,162,122</u>	<u>1,054,476</u>
NET CHANGE IN FUND BALANCES	(2)	76,338	1,315	5,781,637	804,337
FUND BALANCES, JULY 1, AS PREVIOUSLY STATED	(3,001)	435,452	1,910,465	30,351,623	-
PRIOR-PERIOD ADJUSTMENT	-	-	-	-	-
FUND BALANCES, JULY 1, AS RESTATED	<u>(3,001)</u>	<u>435,452</u>	<u>1,910,465</u>	<u>30,351,623</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ (3,003)</u>	<u>\$ 511,790</u>	<u>\$ 1,911,780</u>	<u>\$ 36,133,260</u>	<u>\$ 804,337</u>

¹ This transfer was made to move the CUPA funds from Development Fees funds to Other Non-Major Governmental Funds to segregate CUPA activities in a separate fund. See Note II.D. for additional information.

TRAFFIC SAFETY	TRANSPORTATION DEVELOPMENT FUND	MAINTENANCE ASSESSMENT DISTRICTS FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS	
				REVENUES
\$ -	\$ -	\$ -	\$ 14,634,831	Taxes
-	-	-	1,074,282	Licenses and permits
274,865	664,259	-	15,356,601	Intergovernmental
-	-	-	20,679	Growth and development fees
-	-	1,113,668	1,113,668	Charges for services
-	-	-	99,439	Fines and forfeitures
12,261	93,694	351,288	993,307	Interest on investments
-	-	7,729,919	7,729,919	Special assessments
(5,084)	226,641	(132,962)	406,703	Miscellaneous
<u>282,042</u>	<u>984,594</u>	<u>9,061,913</u>	<u>41,429,429</u>	Total Revenues
				EXPENDITURES
				Current
-	-	80	656	General government
351,839	-	362,986	19,060,009	Public safety
-	583,142	210,956	1,000,381	Transportation systems
-	-	692,166	5,087,343	Community development
-	-	6,838,394	10,415,084	Culture, leisure and libraries
17,743	105,911	68,018	6,321,615	Capital outlay
<u>369,582</u>	<u>689,053</u>	<u>8,172,600</u>	<u>41,885,088</u>	Total Expenditures
				EXCESS OF REVENUES OVER (UNDER) EXPENDITURES
<u>(87,540)</u>	<u>295,541</u>	<u>889,313</u>	<u>(455,659)</u>	
				OTHER FINANCING SOURCES (USES)
-	-	-	6,934,670	Refunding bonds issued
-	-	-	1,078,901	Transfer from Development Fees funds ¹
-	-	257,801	485,253	Transfers in
-	-	(1,645,323)	(1,669,748)	Transfers out
<u>-</u>	<u>-</u>	<u>(1,387,522)</u>	<u>6,829,076</u>	Net Other Financing Sources (Uses)
(87,540)	295,541	(498,209)	6,373,417	NET CHANGE IN FUND BALANCES
655,734	1,927,123	16,163,027	51,440,423	FUND BALANCES, JULY 1, AS PREVIOUSLY STATED
-	213,301	-	213,301	PRIOR-PERIOD ADJUSTMENT
655,734	2,140,427	16,163,027	51,653,727	FUND BALANCES, JULY 1, AS RESTATED
<u>\$ 568,194</u>	<u>\$ 2,435,968</u>	<u>\$ 15,664,818</u>	<u>\$ 58,027,144</u>	FUND BALANCES, JUNE 30

CITY OF OXNARD, CALIFORNIA
NONMAJOR - CDBG AND HUD
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 5,293,339	\$ 5,298,339	\$ 2,534,662	\$ (2,763,677)
Total Revenues	<u>5,293,339</u>	<u>5,298,339</u>	<u>2,534,662</u>	<u>(2,763,677)</u>
EXPENDITURES				
Public safety	-	38,937	151,068	(112,131)
Community development	1,998,637	2,077,835	1,592,043	485,792
Culture, leisure and libraries	315,566	326,910	183,639	143,271
Capital outlay	2,056,375	3,962,628	607,914	3,354,714
Total Expenditures	<u>4,370,578</u>	<u>6,406,310</u>	<u>2,534,664</u>	<u>3,871,646</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>922,761</u>	<u>(1,107,971)</u>	<u>(2)</u>	<u>1,107,969</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	7,385,835	7,385,835	-	(7,385,835)
Total Other Financing Sources (Uses)	<u>7,385,835</u>	<u>7,385,835</u>	<u>-</u>	<u>(7,385,835)</u>
NET CHANGE IN FUND BALANCES	8,308,596	6,277,864	(2)	(6,277,866)
FUND BALANCES, JULY 1	<u>(3,001)</u>	<u>(3,001)</u>	<u>(3,001)</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 8,305,595</u>	<u>\$ 6,274,863</u>	<u>\$ (3,003)</u>	<u>\$ (6,277,866)</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
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 4,832,146	\$ 10,547,761	\$ 11,882,815	\$ 1,335,054
Licenses and permits	-	-	-	-
Fines and forfeitures	-	320,786	87,489	(233,297)
Interest on investments	21,516	21,516	18,811	(2,705)
Miscellaneous	245,819	348,700	405,000	56,300
Total Revenues	<u>5,099,481</u>	<u>11,238,763</u>	<u>12,394,115</u>	<u>1,155,352</u>
EXPENDITURES				
General government	-	29,994	576	29,418
Public safety	-	3,530,231	2,191,587	1,338,644
Transportation systems	-	332,950	205,396	127,554
Community development	351,939	7,370,043	2,447,828	4,922,215
Culture, leisure and libraries	3,201,738	3,772,548	3,393,051	379,497
Capital outlay	152,021	10,998,488	4,079,339	6,919,149
Total Expenditures	<u>3,705,698</u>	<u>26,034,254</u>	<u>12,317,777</u>	<u>13,716,477</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,393,783</u>	<u>(14,795,491)</u>	<u>76,338</u>	<u>14,871,829</u>
NET CHANGE IN FUND BALANCES	<u>1,393,783</u>	<u>(14,795,491)</u>	<u>76,338</u>	<u>14,871,829</u>
FUND BALANCES, JULY 1	<u>435,452</u>	<u>435,452</u>	<u>435,452</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 1,829,235</u>	<u>\$ (14,360,039)</u>	<u>\$ 511,790</u>	<u>\$ 14,871,829</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
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Taxes	\$14,494,838	\$14,494,838	\$14,259,379	\$ (235,459)
Interest on investments	6,709	6,709	-	(6,709)
Total Revenues	<u>14,501,547</u>	<u>14,501,547</u>	<u>14,259,379</u>	<u>(242,168)</u>
EXPENDITURES				
Public safety	14,494,838	14,494,838	14,258,064	236,774
Total Expenditures	<u>14,494,838</u>	<u>14,494,838</u>	<u>14,258,064</u>	<u>236,774</u>
NET CHANGE IN FUND BALANCES	6,709	6,709	1,315	(5,394)
FUND BALANCES, JULY 1	<u>1,910,465</u>	<u>1,910,465</u>	<u>1,910,465</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 1,917,174</u>	<u>\$ 1,917,174</u>	<u>\$ 1,911,780</u>	<u>\$ (5,394)</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 - CAPITAL OUTLAY FUNDS
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Taxes	\$ 388,907	\$ 388,907	\$ 375,452	\$ (13,455)
Interest on investments	123,956	123,956	492,823	368,867
Miscellaneous	-	-	(89,674)	(89,674)
Total Revenues	<u>512,863</u>	<u>512,863</u>	<u>778,601</u>	<u>265,738</u>
EXPENDITURES				
Public safety	-	60,000	419,404	(359,404)
Transportation	887	887	887	-
Community development	206,136	803,830	355,306	448,524
Capital outlay	5,377,400	10,351,618	1,383,489	8,968,129
Total Expenditures	<u>5,584,423</u>	<u>11,216,335</u>	<u>2,159,086</u>	<u>9,057,249</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(5,071,560)</u>	<u>(10,703,472)</u>	<u>(1,380,485)</u>	<u>9,322,987</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from bonds	-	-	6,934,670	6,934,670
Transfers in	120,000	220,040	227,452	7,412
Total Other Financing Sources (Uses)	<u>120,000</u>	<u>220,040</u>	<u>7,162,122</u>	<u>6,942,082</u>
NET CHANGE IN FUND BALANCES	<u>(4,951,560)</u>	<u>(10,483,432)</u>	<u>5,781,637</u>	<u>16,265,069</u>
FUND BALANCES, JULY 1	<u>30,351,623</u>	<u>30,351,623</u>	<u>30,351,623</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u>\$ 25,400,063</u>	<u>\$ 19,868,191</u>	<u>\$ 36,133,260</u>	<u>\$ 16,265,069</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
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 295,800	\$ 295,800	\$ 274,865	\$ (20,935)
Interest on investments	4,391	4,391	12,261	7,870
Miscellaneous	-	-	(5,084)	(5,084)
Total Revenues	<u>300,191</u>	<u>300,191</u>	<u>282,042</u>	<u>(18,149)</u>
EXPENDITURES				
Public safety	483,852	494,128	351,839	142,289
Capital outlay	-	161,233	17,743	143,490
Total Expenditures	<u>483,852</u>	<u>655,361</u>	<u>369,582</u>	<u>285,779</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(183,661)</u>	<u>(355,170)</u>	<u>(87,540)</u>	<u>267,630</u>
NET CHANGE IN FUND BALANCES	<u>(183,661)</u>	<u>(355,170)</u>	<u>(87,540)</u>	<u>267,630</u>
FUND BALANCES, JULY 1	<u>655,734</u>	<u>655,734</u>	<u>655,734</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u><u>\$ 472,073</u></u>	<u><u>\$ 300,564</u></u>	<u><u>\$ 568,194</u></u>	<u><u>\$ 267,630</u></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 DEVELOPMENT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Intergovernmental	\$ 540,351	\$ 540,351	\$ 664,259	\$ 123,908
Interest on investments	331,247	331,247	93,694	(237,553)
Miscellaneous	215,000	215,000	226,641	11,641
Total Revenues	<u>1,086,598</u>	<u>1,086,598</u>	<u>984,594</u>	<u>(102,004)</u>
EXPENDITURES				
Transportation systems	621,933	632,423	583,142	49,281
Capital outlay	-	2,292,724	105,911	2,186,813
Total Expenditures	<u>621,933</u>	<u>2,925,147</u>	<u>689,053</u>	<u>2,236,094</u>
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	464,665	(1,838,549)	295,541	2,134,090
NET CHANGE IN FUND BALANCES	464,665	(1,838,549)	295,541	2,134,090
FUND BALANCES, JULY 1, AS PREVIOUSLY STATED	<u>1,927,123</u>	<u>1,927,123</u>	1,927,123	-
PRIOR-PERIOD ADJUSTMENT			295,541	
FUND BALANCES, JULY 1	<u>1,927,123</u>	<u>1,927,123</u>	2,140,427	213,304
FUND BALANCES, JUNE 30	<u>\$ 2,391,788</u>	<u>\$ 88,574</u>	<u>\$ 2,435,968</u>	<u>\$ 2,347,394</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
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2020

	ORIGINAL BUDGET	FINAL BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
REVENUES				
Charges for services	\$ 826,119	\$ 826,119	\$ 1,113,668	\$ 287,549
Special assessments	7,650,673	7,650,673	7,729,919	79,246
Interest on investments	93,652	93,652	351,288	257,636
Miscellaneous	6,962	6,962	(132,962)	(139,924)
Total Revenues	<u>8,577,406</u>	<u>8,577,406</u>	<u>9,061,913</u>	<u>484,507</u>
EXPENDITURES				
General government	-	80	80	-
Public safety	650,806	650,806	362,986	287,820
Transportation systems	198,547	198,547	210,956	(12,409)
Community development	1,228,357	1,290,357	692,166	598,191
Culture, leisure and libraries	7,442,480	7,826,122	6,838,394	987,728
Capital outlay	745,000	872,577	68,018	804,559
Total Expenditures	<u>10,265,190</u>	<u>10,838,489</u>	<u>8,172,600</u>	<u>2,665,889</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,687,784)</u>	<u>(2,261,083)</u>	<u>889,313</u>	<u>3,150,396</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	234,791	234,791	257,801	23,010
Transfer out	(1,625,182)	(1,625,182)	(1,645,323)	(20,141)
Total Other Financing Sources (Uses)	<u>(1,390,391)</u>	<u>(1,390,391)</u>	<u>(1,387,522)</u>	<u>2,869</u>
NET CHANGE IN FUND BALANCES	<u>(3,078,175)</u>	<u>(3,651,474)</u>	<u>(498,209)</u>	<u>3,153,265</u>
FUND BALANCES, JULY 1	<u>16,163,027</u>	<u>16,163,027</u>	<u>16,163,027</u>	<u>-</u>
FUND BALANCES, JUNE 30	<u><u>\$ 13,084,852</u></u>	<u><u>\$ 12,511,553</u></u>	<u><u>\$ 15,664,818</u></u>	<u><u>\$ 3,153,265</u></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 information technology 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, cloud computing and 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 related 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, 2020

	PUBLIC LIABILITY/ PROPERTY DAMAGE	WORKERS' COMPENSATION	UTILITY CUSTOMER SERVICE	INFORMATION SERVICES
ASSETS				
Current Assets				
Cash and investments	\$ 3,498,391	\$ 8,940,721	\$ 505,589	\$ 496,511
Accounts and other receivables (net of allowance for doubtful accounts)	12,077	-	-	-
Due from other funds	-	-	-	-
Other assets	-	-	-	94,381
Total Current Assets	3,510,468	8,940,721	505,589	590,892
Noncurrent Assets				
Advances to other funds	-	881,908	-	-
Total Noncurrent Assets	-	881,908	-	-
CAPITAL ASSETS				
Buildings and improvements	-	-	-	-
Machinery, equipment, and vehicles	62,621	-	-	2,507,411
Construction in progress	-	-	-	151,731
Total Capital Assets	62,621	-	-	2,659,142
Less: Accumulated depreciation	60,121	-	-	1,834,903
Net Total Capital Assets (net of accumulated depreciation)	2,500	-	-	824,239
Total Assets	3,512,968	9,822,629	505,589	1,415,131
DEFERRED OUTFLOW OF RESOURCES				
Deferred outflow on pension plans	12,930	149,441	124,819	394,762
Deferred outflow on other post-employment benefit plans (OPEB)	-	19,230	61,908	141,509
Total Deferred Outflow of Resources	12,930	168,671	186,727	536,271
LIABILITIES				
Current Liabilities				
Accounts payable	113,150	105,450	36,568	201,662
Other liabilities	7,158	44,807	55,135	161,002
Compensated absences payable - current	-	16,719	69,467	196,460
Self-insurance claims - due within one year	2,218,211	5,702,371	-	-
Total Current Liabilities	2,338,519	5,869,347	161,170	559,124
Noncurrent Liabilities				
Compensated absences payable	-	8,613	35,786	101,207
Other post-employment benefits payable	-	126,533	148,168	974,347
Net pension liabilities	125,911	753,654	1,069,292	3,108,187
Self-insurance claims	4,141,789	21,116,629	-	-
Total Noncurrent Liabilities	4,267,700	22,005,429	1,253,246	4,183,741
Total Liabilities	6,606,219	27,874,776	1,414,416	4,742,865
DEFERRED INFLOW OF RESOURCES				
Deferred inflow on pension plans	9,497	47,948	42,533	254,889
Deferred inflow on other post-employment benefit plans (OPEB)	-	5,511	2,322	41,437
Total Deferred Inflow of Resources	9,497	53,459	44,855	296,326
NET POSITION				
Net investment in capital assets	2,500	-	-	824,239
Unrestricted	(3,092,318)	(17,936,935)	(766,955)	(3,912,028)
TOTAL NET POSITION	\$ (3,089,818)	\$ (17,936,935)	\$ (766,955)	\$ (3,087,789)

FACILITIES MAINTENANCE	EQUIPMENT MAINTENANCE	TOTAL	
			ASSETS
			Current Assets
\$ 775,948	\$ 1,605,771	\$ 15,822,931	Cash and investments
6,100	8,000	26,177	Accounts and other receivables (net of allowance for doubtful accounts)
-	97	97	Due from other funds
-	-	94,381	Other assets
782,048	1,613,868	15,943,586	Total Current Assets
-	-	881,908	Noncurrent Assets
-	-	881,908	Advances to other funds
			Total Noncurrent Assets
			CAPITAL ASSETS
196,868	238,542	435,410	Buildings and improvements
507,568	5,308,918	8,386,518	Machinery, equipment, and vehicles
-	-	151,731	Construction in progress
704,436	5,547,460	8,973,659	Total Capital Assets
515,448	4,332,704	6,743,176	Less: Accumulated depreciation
188,988	1,214,756	2,230,483	Net Total Capital Assets (net of accumulated depreciation)
971,036	2,828,624	19,055,977	Total Assets
			DEFERRED OUTFLOW OF RESOURCES
576,569	893,388	2,151,909	Deferred outflow on pension plans
221,171	210,316	654,134	Deferred outflow on other post-employment benefit plans (OPEB)
797,740	1,103,704	2,806,043	Total Deferred Outflow of Resources
			LIABILITIES
			Current Liabilities
90,121	357,775	904,726	Accounts payable
119,891	143,656	531,649	Other liabilities
153,317	201,933	637,896	Compensated absences payable - current
-	-	7,920,582	Self-insurance claims - due within one year
363,329	703,364	9,994,853	Total Current Liabilities
			Noncurrent Liabilities
78,982	104,026	328,614	Compensated absences payable
1,168,189	1,133,186	3,550,423	Other post-employment benefits payable
4,231,101	6,407,467	15,695,612	Net pension liabilities
-	-	25,258,418	Self-insurance claims
5,478,272	7,644,679	44,833,067	Total Noncurrent Liabilities
5,841,601	8,348,043	54,827,920	Total Liabilities
			DEFERRED INFLOW OF RESOURCES
500,923	371,853	1,227,643	Deferred inflow on pension plans
46,204	46,618	142,092	Deferred inflow on other post-employment benefit plans (OPEB)
547,127	418,471	1,369,735	Total Deferred Inflow of Resources
			NET POSITION
188,988	1,214,756	2,230,483	Net investment in capital assets
(4,808,940)	(6,048,942)	(36,566,118)	Unrestricted
\$ (4,619,952)	\$ (4,834,186)	\$ (34,335,635)	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, 2020

	PUBLIC LIABILITY/ PROPERTY DAMAGE	WORKERS' COMPENSATION	UTILITY CUSTOMER SERVICE	INFORMATION SERVICES
OPERATING REVENUES				
Charges for services	\$ 3,930,022	\$ 6,667,732	\$ 1,908,343	\$ 5,117,638
Miscellaneous	(17,673)	(89,662)	(6,681)	(6,356)
Total Operating Income	<u>3,912,349</u>	<u>6,578,070</u>	<u>1,901,662</u>	<u>5,111,282</u>
OPERATING EXPENSES				
Salaries and wages	130,990	418,828	1,363,546	3,674,375
Contractual services	625,267	733,473	84,382	756,287
Operating supplies	-	-	-	712
Utilities	-	3,874	6,263	656,862
Depreciation	1,000	-	-	236,118
General and administrative	836,603	624,372	778,212	463,625
Repairs and maintenance	-	30,033	30,078	54,199
Claims expense	1,166,843	6,039,939	-	-
Total Operating Expenses	<u>2,760,703</u>	<u>7,850,519</u>	<u>2,262,481</u>	<u>5,842,178</u>
OPERATING INCOME (LOSS)	<u>1,151,646</u>	<u>(1,272,449)</u>	<u>(360,819)</u>	<u>(730,896)</u>
NONOPERATING REVENUES (EXPENSES)				
Gain (loss) on disposal of assets	-	-	-	(78,304)
Total Nonoperating Revenues (Expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(78,304)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	<u>1,151,646</u>	<u>(1,272,449)</u>	<u>(360,819)</u>	<u>(809,200)</u>
TRANSFERS IN	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,000</u>
TRANSFERS OUT	<u>-</u>	<u>-</u>	<u>(30,627)</u>	<u>(183,442)</u>
CHANGES IN NET POSITION	<u>1,151,646</u>	<u>(1,272,449)</u>	<u>(391,446)</u>	<u>(959,642)</u>
NET POSITION - JULY 1, AS PREVIOUSLY STATED	<u>(4,249,598)</u>	<u>(16,683,380)</u>	<u>(398,338)</u>	<u>(2,208,953)</u>
PRIOR-PERIOD ADJUSTMENT	<u>8,134</u>	<u>18,894</u>	<u>22,829</u>	<u>80,806</u>
NET POSITION - JULY 1, AS RESTATED	<u>(4,241,464)</u>	<u>(16,664,486)</u>	<u>(375,509)</u>	<u>(2,128,147)</u>
NET POSITION - JUNE 30	<u>\$ (3,089,818)</u>	<u>\$ (17,936,935)</u>	<u>\$ (766,955)</u>	<u>\$ (3,087,789)</u>

FACILITIES MAINTENANCE	EQUIPMENT MAINTENANCE	TOTAL
\$ 4,411,089	\$ 10,655,623	\$ 32,690,447
82,967	47,371	9,966
<u>4,494,056</u>	<u>10,702,994</u>	<u>32,700,413</u>
3,038,988	3,978,781	12,605,508
168,730	112,020	2,480,159
380,507	3,886,739	4,267,958
537,727	34,406	1,239,132
8,742	263,813	509,673
450,037	678,883	3,831,732
82,407	818,892	1,015,609
-	-	7,206,782
<u>4,667,138</u>	<u>9,773,534</u>	<u>33,156,553</u>
<u>(173,082)</u>	<u>929,460</u>	<u>(456,140)</u>
-	(158,422)	(236,726)
-	(158,422)	(236,726)
(173,082)	771,038	(692,866)
114,116	-	147,116
-	-	(214,069)
(58,966)	771,038	(759,819)
(4,683,779)	(5,773,405)	(33,997,453)
122,793	168,181	421,637
<u>(4,560,986)</u>	<u>(5,605,224)</u>	<u>(33,575,816)</u>
<u>\$ (4,619,952)</u>	<u>\$ (4,834,186)</u>	<u>\$ (34,335,635)</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)**

Gain (loss) on disposal of assets

Total Nonoperating Revenues (Expenses)**INCOME (LOSS) BEFORE CONTRIBUTIONS****AND TRANSFERS****TRANSFERS IN****TRANSFERS OUT****CHANGES IN NET POSITION****NET POSITION - JULY 1, AS PREVIOUSLY STATED****PRIOR-PERIOD ADJUSTMENT****NET POSITION - JULY 1, AS RESTATED****NET POSITION - JUNE 30**

CITY OF OXNARD, CALIFORNIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	PUBLIC LIABILITY/ PROPERTY DAMAGE	WORKERS' COMPENSATION	UTILITY CUSTOMER SERVICE	INFORMATION SERVICES
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 3,924,400	\$ 6,652,936	\$ 1,902,287	\$ 5,111,959
Payments to suppliers	(1,423,561)	(1,422,660)	(862,819)	(2,008,574)
Payments to employees	(115,222)	(360,050)	(1,114,738)	(3,157,028)
Cash paid to claimants	(1,754,003)	(3,986,083)	-	-
Net Cash Provided By (Used In) Operating Activities	<u>631,614</u>	<u>884,143</u>	<u>(75,270)</u>	<u>(53,643)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Collection/(issuance) of advances	-	73,978	-	-
Transfers in	-	-	-	33,000
Transfers out	-	-	(30,627)	(183,442)
Net Cash Provided By (Used In) Capital Financing Activities	<u>-</u>	<u>73,978</u>	<u>(30,627)</u>	<u>(150,442)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchases of capital assets	-	-	-	6,261
Net Cash Provided By (Used In) Capital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,261</u>
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	631,614	958,121	(105,897)	(197,824)
CASH AND INVESTMENTS - JULY 1	<u>2,866,777</u>	<u>7,982,600</u>	<u>611,486</u>	<u>694,335</u>
CASH AND INVESTMENTS - JUNE 30	<u>\$ 3,498,391</u>	<u>\$ 8,940,721</u>	<u>\$ 505,589</u>	<u>\$ 496,511</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	\$ 1,151,646	\$ (1,272,449)	\$ (360,819)	\$ (730,896)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used In) Operating Activities				
Depreciation and amortization	1,000	-	-	236,118
Changes in Operating Assets and Liabilities				
(Increase) decrease in accounts receivable and due from other funds and governments	12,051	74,866	625	677
(Increase) decrease in other assets	-	-	32,900	30,831
Increase (decrease) in accounts payable and other liabilities	38,197	(32,044)	12,037	(78,359)
Increase (decrease) in compensated absences	-	2,025	65,731	(4,741)
Increase (decrease) in other post-employment benefits payable	-	23,274	85,338	170,675
Increase (decrease) in net pension liabilities	15,880	34,615	88,918	322,052
Increase (decrease) in self-insurance liability	(587,160)	2,053,856	-	-
Net Cash Provided By (Used In) Operating Activities	<u>\$ 631,614</u>	<u>\$ 884,143</u>	<u>\$ (75,270)</u>	<u>\$ (53,643)</u>

FACILITIES MAINTENANCE	EQUIPMENT MAINTENANCE	TOTAL
\$ 4,491,367	\$10,722,773	\$ 32,805,722
(1,601,250)	(5,866,434)	(13,185,298)
(2,619,948)	(3,468,552)	(10,835,538)
-	1	(5,740,085)
<u>270,169</u>	<u>1,387,788</u>	<u>3,044,801</u>
-	(816,970)	(742,992)
114,116	-	147,116
-	-	(214,069)
<u>114,116</u>	<u>(816,970)</u>	<u>(809,945)</u>
-	15,813	22,074
-	15,813	22,074
384,285	586,631	2,256,930
391,663	1,019,140	13,566,001
<u>\$ 775,948</u>	<u>\$ 1,605,771</u>	<u>\$ 15,822,931</u>
\$ (173,082)	\$ 929,460	\$ (456,140)
8,742	263,813	509,673
(2,689)	19,779	105,309
-	-	63,731
39,425	(337,924)	(358,668)
(23,500)	(19,792)	19,723
279,286	263,769	822,342
141,987	268,682	872,134
-	1	1,466,697
<u>\$ 270,169</u>	<u>\$ 1,387,788</u>	<u>\$ 3,044,801</u>

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers

Payments to suppliers

Payments to employees

Cash paid to claimants

Net Cash Provided By (Used In) Operating Activities**CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES**

Collection/(issuance) of advances

Transfers in

Transfers out

Net Cash Provided By (Used In) Capital Financing Activities**CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES**

Purchases of capital assets

Net Cash Provided By (Used In) Capital Financing Activities**NET INCREASE (DECREASE) IN CASH AND****INVESTMENTS****CASH AND INVESTMENTS - JULY 1****CASH AND INVESTMENTS - JUNE 30****RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH****PROVIDED BY (USED IN) OPERATING ACTIVITIES**

Operating income (loss)

Adjustments to Reconcile Operating Income (Loss) to Net Cash

Provided by (Used In) Operating Activities

Depreciation and amortization

Changes in Operating Assets and Liabilities

(Increase) decrease in accounts receivable and due from other funds and governments

(Increase) decrease in other assets

Increase (decrease) in accounts payable and other liabilities

Increase (decrease) in compensated absences

Increase (decrease) in other post-employment benefits payable

Increase (decrease) in net pension liabilities

Increase (decrease) in self-insurance liability

Net Cash Provided By (Used In) Operating Activities

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FIDUCIARY FUNDS

CITY OF OXNARD, CALIFORNIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	BALANCE JULY 1, 2019	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2020
ARTWORKS FUND				
ASSETS				
Cash and cash equivalents	\$ 55,761	\$ -	\$ -	\$ 55,761
Total Assets	<u>\$ 55,761</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,761</u>
LIABILITIES				
Trust and agency payables	\$ 55,761	\$ -	\$ -	\$ 55,761
Total Liabilities	<u>\$ 55,761</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,761</u>
IMPROVEMENT DISTRICTS FUND				
ASSETS				
Cash and cash equivalents	\$ 4,600,041	\$ 4,250,866	\$ 4,138,504	\$ 4,712,403
Due from other governments	47,077	25,664	-	72,741
Investments with fiscal agents	2,653,345	11,638	-	2,664,983
Total Assets	<u>\$ 7,300,463</u>	<u>\$ 4,288,168</u>	<u>\$ 4,138,504</u>	<u>\$ 7,450,127</u>
LIABILITIES				
Trust and agency payables	\$ 7,300,463	\$ 4,288,168	\$ 4,138,504	\$ 7,450,127
Total Liabilities	<u>\$ 7,300,463</u>	<u>\$ 4,288,168</u>	<u>\$ 4,138,504</u>	<u>\$ 7,450,127</u>
OXNARD DOWNTOWN MANAGEMENT DISTRICT				
ASSETS				
Cash and cash equivalents	\$ 212,877	\$ 349,308	\$ 466,587	\$ 95,598
Due from other governments	14,780	(5,938)	-	8,842
Total Assets	<u>\$ 227,657</u>	<u>\$ 343,370</u>	<u>\$ 466,587</u>	<u>\$ 104,440</u>
LIABILITIES				
Trust and agency payables	\$ 227,657	\$ 343,370	\$ 466,587	\$ 104,440
Total Liabilities	<u>\$ 227,657</u>	<u>\$ 343,370</u>	<u>\$ 466,587</u>	<u>\$ 104,440</u>
RIVERPARK JPA				
ASSETS				
Cash and cash equivalents	\$ 1,103,327	\$ 14,731	\$ 2,230	\$ 1,115,828
Total Assets	<u>\$ 1,103,327</u>	<u>\$ 14,731</u>	<u>\$ 2,230</u>	<u>\$ 1,115,828</u>
LIABILITIES				
Trust and agency payables	\$ 1,103,327	\$ 14,731	\$ 2,230	\$ 1,115,828
Total Liabilities	<u>\$ 1,103,327</u>	<u>\$ 14,731</u>	<u>\$ 2,230</u>	<u>\$ 1,115,828</u>
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	\$ 5,972,006	\$ 4,614,905	\$ 4,607,321	\$ 5,979,590
Due from other governments	61,857	19,726	-	81,583
Investments with fiscal agents	2,653,345	11,638	-	2,664,983
Total Assets	<u>\$ 8,687,208</u>	<u>\$ 4,646,269</u>	<u>\$ 4,607,321</u>	<u>\$ 8,726,156</u>
LIABILITIES				
Trust and agency payables	\$ 8,687,208	\$ 4,646,269	\$ 4,607,321	\$ 8,726,156
Total Liabilities	<u>\$ 8,687,208</u>	<u>\$ 4,646,269</u>	<u>\$ 4,607,321</u>	<u>\$ 8,726,156</u>

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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	Operating Indicators by Function
Schedule XVII	Capital Assets by Function
Schedule XVIII	Full-time Equivalent City Government Employees by Function

City of Oxnard, California

SCHEDULE I Net Position by Component Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
Governmental activities					
Net investment in capital assets	\$ 1,411,737,702	\$ 1,386,189,664	\$ 1,407,060,810	\$ 1,400,890,107	\$ 1,455,133,818
Restricted	72,142,274	18,707,789	28,720,391	45,801,395	112,198,502
Unrestricted	41,934,961	58,748,720	22,539,194	8,226,160	(220,258,407)
Total governmental activities net assets	<u>\$ 1,525,814,937</u>	<u>\$ 1,463,646,173</u>	<u>\$ 1,458,320,395</u>	<u>\$ 1,454,917,662</u>	<u>\$ 1,347,073,913</u>
Business-type activities					
Net investment in capital assets	\$ 265,617,506	\$ 264,692,784	\$ 285,475,430	\$ 287,649,591	\$ 225,738,617
Restricted	18,417,110	17,602,552	16,577,898	17,096,075	15,400,679
Unrestricted	43,239,167	50,315,899	34,418,934	44,328,734	28,909,066
Total business-type activities net assets	<u>\$ 327,273,783</u>	<u>\$ 332,611,235</u>	<u>\$ 336,472,262</u>	<u>\$ 349,074,400</u>	<u>\$ 270,048,362</u>
Primary government					
Net investment in capital assets	\$ 1,677,355,208	\$ 1,650,882,448	\$ 1,692,536,240	\$ 1,688,539,698	\$ 1,680,872,435
Restricted	90,559,384	36,310,341	45,298,289	62,897,470	127,599,181
Unrestricted	85,174,128	109,064,619	56,958,128	52,554,894	(191,349,341)
Total primary government net assets	<u>\$ 1,853,088,720</u>	<u>\$ 1,796,257,408</u>	<u>\$ 1,794,792,657</u>	<u>\$ 1,803,992,062</u>	<u>\$ 1,617,122,275</u>

City of Oxnard, California

SCHEDULE I (Continued)

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

Fiscal Year					
2016	2017	2018	2019	2020	
					Governmental activities
\$ 1,422,282,798	\$ 2,001,415,357	\$ 1,994,002,850	\$ 1,993,824,011	\$ 1,993,055,539	Net investment in capital assets
112,286,017	130,642,696	134,054,312	94,429,644	105,403,013	Restricted
(197,252,502)	(185,857,985)	(234,226,319)	(203,632,014)	(227,238,168)	Unrestricted
<u>\$ 1,337,316,313</u>	<u>\$ 1,946,200,068</u>	<u>\$ 1,893,830,843</u>	<u>\$ 1,884,621,641</u>	<u>\$ 1,871,220,384</u>	Total governmental activities net assets
					Business-type activities
\$ 223,977,717	\$ 228,709,541	\$ 224,139,834	\$ 224,259,193	\$ 232,190,732	Net investment in capital assets
38,064,498	41,732,645	48,789,711	54,283,623	51,610,199	Restricted
3,139,325	7,938,770	20,863,126	43,176,882	57,516,060	Unrestricted
<u>\$ 265,181,540</u>	<u>\$ 278,380,956</u>	<u>\$ 293,792,671</u>	<u>\$ 321,719,698</u>	<u>\$ 341,316,991</u>	Total business-type activities net assets
					Primary government
\$ 1,646,260,515	\$ 2,230,124,898	\$ 2,218,142,684	\$ 2,218,083,204	\$ 2,225,246,271	Net investment in capital assets
150,350,515	172,375,341	182,844,023	148,713,267	157,013,212	Restricted
(194,113,177)	(177,919,215)	(213,363,193)	(160,455,132)	(169,722,108)	Unrestricted
<u>\$ 1,602,497,853</u>	<u>\$ 2,224,581,024</u>	<u>\$ 2,187,623,514</u>	<u>\$ 2,206,341,339</u>	<u>\$ 2,212,537,375</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				
	2011	2012	2013	2014	2015
Expenses					
Governmental activities:					
General government	\$ 20,845,702	\$ 18,680,585	\$ 18,129,124	\$ 17,851,478	\$ 12,223,337
Public safety	92,702,882	98,603,456	103,079,427	105,886,922	97,913,468
Transportation	10,521,098	11,030,990	10,331,822	10,151,437	23,333,586
Community development	26,225,688	33,705,121	21,162,624	16,445,165	13,137,896
Culture, leisure and libraries	24,277,289	24,062,012	24,251,194	24,990,947	32,635,299
Interest on long-term debt	5,503,330	3,532,902	2,973,016	2,792,053	4,517,686
Total governmental activities expenses	180,075,989	189,615,066	179,927,207	178,118,002	183,761,272
Business-type activities:					
Water	\$ 34,062,940	\$ 37,910,096	\$ 44,762,850	\$ 44,839,558	\$ 55,799,990
Wastewater	23,052,505	29,078,392	34,396,819	34,959,148	37,993,468
Environmental resource	41,405,568	41,581,865	40,601,250	39,083,017	37,802,942
Performing arts and convention center*	1,606,129	1,587,496	1,534,353	1,543,601	-
Oxnard housing authority	24,911,450	24,398,669	25,397,453	25,617,591	23,584,181
Municipal golf course*	6,104,614	6,048,938	6,150,325	6,399,227	-
Total business-type activities expenses	131,143,206	140,605,456	152,843,050	152,442,142	155,180,581
Total primary government expenses	\$ 311,219,195	\$ 330,220,522	\$ 332,770,257	\$ 330,560,144	\$ 338,941,853
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 8,422,050	\$ 9,471,575	\$ 8,408,578	\$ 8,808,647	\$ 5,165,703
Public safety	4,246,985	4,426,984	4,460,425	4,878,804	4,904,728
Transportation	2,131,535	2,145,431	3,152,660	3,345,515	2,630,954
Community development	7,198,058	12,576,655	4,316,880	7,767,004	16,542,075
Culture, leisure and libraries	5,436,962	5,983,870	5,095,031	5,334,160	8,453,994
Operating grants and contributions	27,293,717	30,155,325	27,406,424	32,350,516	29,420,545
Capital grants and contributions	35,331,568	16,598,931	8,313,758	7,486,869	12,300,850
Total governmental activities program revenues	\$ 90,060,875	\$ 81,358,771	\$ 61,153,756	\$ 69,971,515	\$ 79,418,849

* Activities from the performing arts and convention center and the municipal golf course were reclassified from business-type activities to governmental (culture, leisure, and libraries) in fiscal year 2015.

City of Oxnard, California

SCHEDULE II Changes in Net Position Last Ten Fiscal Years (accrual basis of accounting)

		Fiscal Year				
	2016	2017	2018	2019	2020	
						Expenses
						Governmental activities:
\$	8,354,282	\$ 30,057,710	\$ 56,051,634	\$ 47,292,219	\$ 49,736,893	General government
	90,250,713	95,103,088	114,056,089	110,217,029	114,506,731	Public safety
	29,435,256	8,753,004	13,352,627	11,366,628	11,604,027	Transportation
	12,634,325	12,476,593	17,439,549	21,205,257	19,160,074	Community development
	32,157,517	30,258,609	34,039,463	37,043,785	35,010,443	Culture, leisure and libraries
	4,920,717	4,755,955	9,745,886	4,451,689	3,811,560	Interest on long-term debt
	177,752,810	181,404,959	244,685,248	231,576,607	233,829,728	Total governmental activities expenses
						Business-type activities:
\$	56,786,402	\$ 57,904,193	\$ 57,617,733	\$ 55,883,239	\$ 56,202,066	Water
	34,807,726	32,926,365	33,512,156	31,783,839	34,668,068	Wastewater
	37,644,732	42,534,157	45,633,543	46,314,446	50,550,599	Environmental resource
	-	-	-	-	-	Performing arts and convention center
	23,441,364	26,060,498	27,888,924	27,634,063	29,914,394	Oxnard housing authority
	-	-	-	-	-	Municipal golf course
	152,680,224	159,425,213	164,652,356	161,615,587	171,335,127	Total business-type activities expenses
\$	330,433,034	\$ 340,830,172	\$ 409,337,604	\$ 393,192,194	\$ 405,164,855	Total primary government expenses
						Program Revenues
						Governmental activities:
						Charges for services:
\$	20,541,355	\$ 20,460,685	\$ 13,020,442	\$ 18,177,999	\$ 15,639,751	General government
	8,015,887	6,528,319	7,913,075	8,637,284	5,147,924	Public safety
	5,930,798	3,072,659	1,883,525	2,008,345	2,697,018	Transportation
	10,212,020	13,353,523	7,583,696	12,898,111	15,054,972	Community development
	4,297,074	10,903,104	12,448,275	13,953,808	14,420,117	Culture, leisure and libraries
	9,526,620	16,948,122	16,938,767	14,689,127	16,059,481	Operating grants and contributions
	9,925,337	3,276,277	3,501,368	9,838,626	9,252,544	Capital grants and contributions
\$	68,449,091	\$ 74,542,689	\$ 63,289,148	\$ 80,203,300	\$ 78,271,807	Total governmental activities program revenue

City of Oxnard, California

SCHEDULE II (Continued)

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

	Fiscal Year				
	2011	2012	2013	2014	2015
Business-type activities:					
Charges for services:					
Water	\$ 43,170,566	\$ 46,769,748	\$ 51,056,102	\$ 52,742,289	\$ 48,048,380
Wastewater	25,157,094	31,528,171	30,998,260	31,335,380	32,074,140
Environmental resources	45,047,154	44,217,775	42,535,271	44,392,421	43,394,227
Performing arts and convention center	439,653	545,270	483,778	666,820	-
Oxnard Housing Authority	4,786,715	5,157,388	5,173,132	26,158,985	-
Municipal golf course	3,905,224	4,063,299	4,157,668	4,471,706	5,168,698
Operating grants and contributions	20,524,235	18,727,259	18,595,158	53,734	17,853,909
Capital grants and contributions	2,308,206	1,002,582	966,935	671,012	919,149
Total business-like activities program revenues	145,338,847	152,011,492	153,966,304	160,492,347	147,458,503
Total primary government program revenues	\$ 235,399,722	\$ 233,370,263	\$ 215,120,060	\$ 230,463,862	\$ 226,877,352
Net (expense) revenue					
Governmental activities	(90,015,114)	(108,256,295)	(118,773,451)	(108,146,487)	(104,342,423)
Business-like activities	14,195,641	11,406,036	1,123,254	8,050,205	(7,722,078)
Total primary government net expense	\$ (75,819,473)	\$ (96,850,259)	\$ (117,650,197)	\$ (100,096,282)	\$ (112,064,501)
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Property taxes	\$ 71,118,203	\$ 63,176,888	\$ 55,148,254	\$ 54,783,756	\$ 58,633,590
Sales taxes	33,396,737	37,453,124	35,156,013	38,330,268	40,624,737
Transient occupancy taxes	3,301,864	3,402,793	3,826,954	4,239,111	4,649,292
Franchise taxes	3,495,532	3,435,823	3,842,351	3,775,233	4,093,435
Deed transfer taxes	528,563	412,471	628,780	519,093	758,502
Business license taxes	4,412,881	6,125,278	4,562,692	5,125,801	5,104,859
Penalties on delinquent taxes	105,158	126,609	121,064	157,998	141,127
Investment earnings	1,934,083	1,354,128	(21,216)	1,165,783	807,618
Sale of capital assets	141,123	57,768	119,184	114,348	-
Special Items	-	-	-	-	-
Transfers	(2,564,795)	(2,184,229)	(2,166,145)	(2,207,463)	6,439,487
Extraordinary loss	-	(65,066,037)	-	-	-
Contributions to other government	-	(14,627)	-	-	-
Total governmental activities	115,869,349	48,279,989	101,217,931	106,003,928	121,252,647
Business-type activities:					
Investment earnings	3,361,632	3,168,662	2,445,183	2,997,078	2,735,395
Sale of capital assets	-	-	-	-	-
Contributions from/(to) other government	-	-	-	-	-
Transfers	2,564,795	2,184,229	2,166,145	2,207,463	(6,439,487)
Total business-type activities	5,926,427	5,352,891	4,611,328	5,204,541	(3,704,092)
Total primary program	\$ 121,795,776	\$ 53,632,880	\$ 105,829,259	\$ 111,208,469	\$ 117,548,555
Change in Net Assets					
Governmental activities	25,854,235	(59,976,306)	(17,555,520)	(2,142,559)	16,910,224
Business-type activities	20,122,068	16,758,927	5,734,582	13,254,746	(11,426,170)
Total primary government	\$ 45,976,303	\$ (43,217,379)	\$ (11,820,938)	\$ 11,112,187	\$ 5,484,054

City of Oxnard, California

SCHEDULE II (Continued)

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

		Fiscal Year			
2016	2017	2018	2019	2020	
Business-type activities:					
Charges for services:					
\$ 47,502,553	\$ 50,364,868	\$ 62,447,893	\$ 59,825,449	\$ 59,884,394	Water
30,622,683	39,565,773	41,076,417	45,098,831	45,109,125	Wastewater
41,498,072	48,039,047	48,910,217	47,534,591	48,694,690	Environmental resources
-	-	-	-	-	Performing arts and convention center
6,569,503	5,267,343	5,968,193	5,976,701	4,740,597	Oxnard Housing Authority
-	-	-	-	-	Municipal golf course
19,655,951	21,177,738	21,635,711	21,866,012	24,388,234	Operating grants and contributions
946,347	963,291	1,349,188	-	-	Capital grants and contributions
146,795,109	165,378,060	181,387,619	180,301,584	182,817,040	Total business-like activities program revenues
\$ 215,244,200	\$ 239,920,749	\$ 244,676,767	\$ 260,504,884	\$ 261,088,847	Total primary government program revenues
Net (expense) revenue					
(109,503,819)	(106,862,270)	(181,396,100)	(151,373,307)	(155,557,921)	Governmental activities
(5,885,115)	5,952,847	16,735,263	18,685,997	11,481,913	Business-like activities
\$ (115,388,934)	\$ (100,909,423)	\$ (164,660,837)	\$ (132,687,310)	\$ (144,076,008)	Total primary government net expense
General Revenues and Other Changes in Net					
Governmental activities:					
Taxes					
\$ 61,571,660	\$ 60,802,119	\$ 67,165,834	\$ 70,227,546	\$ 72,208,270	Property taxes
43,163,411	44,092,707	43,418,876	48,518,650	46,320,415	Sales taxes
5,044,231	5,174,427	5,749,572	5,557,470	4,302,491	Transient occupancy taxes
3,854,116	3,703,971	3,925,374	3,887,252	3,972,958	Franchise taxes
690,805	729,609	818,322	692,685	673,842	Deed transfer taxes
5,422,499	5,348,086	5,570,488	6,167,475	6,087,060	Business license taxes
225,990	228,899	313,847	361,488	406,774	Penalties on delinquent taxes
752,064	1,989,004	1,404,527	5,771,878	3,049,270	Investment earnings
-	-	-	(69,964)	-	Sale of capital assets
-	-	10,657,104	-	1,514,213	Special Items
62,396	442,852	200,818	243,045	107,452	Transfers
-	-	-	-	-	Extraordinary loss
-	-	(1,940,127)	789,392	-	Contributions to other government
120,787,172	122,511,674	137,284,635	142,146,917	138,642,745	Total governmental activities
Business-type activities:					
2,482,980	2,440,982	1,839,114	7,612,740	3,463,839	Investment earnings
-	-	-	(417,291)	-	Sale of capital assets
-	-	1,940,127	(221,058)	1,147,938	Contributions to/(from) other government
(62,396)	(442,852)	(200,818)	(243,045)	(107,452)	Transfers
2,420,584	1,998,130	3,578,423	6,731,346	4,504,325	Total business-type activities
\$ 123,207,756	\$ 124,509,804	\$ 140,863,058	\$ 148,878,263	\$ 143,147,070	Total primary program
Change in Net Assets					
11,283,353	28,544,712	(44,111,465)	(9,226,390)	(16,915,176)	Governmental activities
(3,464,531)	8,891,341	20,313,686	25,417,343	15,986,238	Business-type activities
\$ 7,818,822	\$ 37,436,053	\$ (23,797,779)	\$ 16,190,953	\$ (928,938)	Total primary government

City of Oxnard, California

SCHEDULE III Fund Balances of Governmental Funds Last Ten Fiscal Years (accrual basis of accounting)

			Fiscal Year		
	2011	2012	2013	2014	2015
General Fund					
Unreserved	\$ -	\$ -	\$ 4,714,203	\$ 4,620,492	\$ -
Nonspendable	-	-	1,482,872		-
Restricted	-	-	-	-	-
Committed	17,472,751	18,093,783	14,658,123	18,409,417	11,315,859
Unassigned	15,648,084	15,666,268	11,359,847	13,916,093	13,459,906
Total general fund	<u>\$ 33,120,835</u>	<u>\$ 33,760,051</u>	<u>\$ 32,215,045</u>	<u>\$ 36,946,002</u>	<u>\$ 24,775,765</u>
All other governmental funds					
Nonspendable	13,230,067	-	3,305,113	-	-
Restricted	34,500,580	18,707,789	27,237,519	49,083,954	74,810,464
Assigned	80,823,243	51,415,603	4,456,543	5,498,036	9,639,955
Unassigned	(2,764,967)	(6,386,154)	14,859,161	(2,062,158)	(1,493,635)
Total all other governmental funds	<u>\$ 125,788,923</u>	<u>\$ 63,737,238</u>	<u>\$ 49,858,336</u>	<u>\$ 52,519,832</u>	<u>\$ 82,956,784</u>

Note: Effective fiscal year 2011, City implemented GASB54, new classification of fund balances.

City of Oxnard, California

SCHEDULE III Fund Balances of Governmental Funds Last Ten Fiscal Years (accrual basis of accounting)

		Fiscal Year			
2016	2017	2018	2019	2020	
					General Fund
\$ -	\$ -	\$ -	\$ -	\$ -	Unreserved
-	-	-	-	-	Nonspendable
550,000	835,296	10,558,537	10,527,983	-	Restricted
15,879,092	23,283,091	12,662,261	22,843,065	33,066,407	Committed
17,858,980	22,150,403	17,241,635	8,863,430	5,274,097	Unassigned
<u>\$ 34,288,072</u>	<u>\$ 46,268,790</u>	<u>\$ 40,462,433</u>	<u>\$ 42,234,478</u>	<u>\$ 38,340,504</u>	Total general fund
					All other governmental funds
104,736	-	-	-	-	Nonspendable
69,258,707	80,403,821	73,585,992	83,901,661	105,403,013	Restricted
10,007,525	12,774,735	17,563,011	13,794,611	1,720,384	Committed
(290,834)	(762,744)	-	-	(380,746)	Unassigned
<u>\$ 79,080,134</u>	<u>\$ 92,415,812</u>	<u>\$ 91,149,003</u>	<u>\$ 97,696,272</u>	<u>\$ 106,742,651</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				
	2011	2012	2013	2014	2015
Revenues					
Taxes	\$ 116,358,938	\$ 114,132,986	\$ 103,286,108	\$ 106,888,431	\$ 113,864,415
Licenses and permits	2,002,416	3,662,851	2,702,302	3,628,916	3,092,838
Intergovernmental	58,971,454	39,321,626	38,740,617	40,960,669	41,721,395
Growth and development fees	2,663,779	5,979,605	1,828,294	3,512,534	3,442,898
Charges for services	10,668,661	9,967,288	9,175,312	9,617,645	11,144,204
Fines and forfeitures	1,233,733	1,311,689	977,098	699,521	765,857
Interest on investments	1,934,083	1,105,534	(21,216)	1,165,783	657,609
Special assessments	9,013,480	8,084,122	7,971,903	8,022,913	7,993,871
Rental income	-	148,993	-	-	-
Investment income	-	248,594	-	-	-
Miscellaneous	3,673,052	8,304,617	4,359,097	6,803,374	11,233,279
Total revenues	206,519,596	192,267,905	169,019,515	181,299,786	193,916,366
Expenditures					
General government	11,041,050	10,355,408	10,438,952	9,926,024	13,384,549
Public safety	84,439,008	86,218,656	91,190,673	93,875,139	95,777,400
Transportation	10,338,211	10,347,787	9,659,263	9,495,806	9,228,976
Community development	24,803,125	22,357,237	20,333,591	15,495,566	12,680,862
Culture, leisure and libraries	22,471,320	21,729,072	22,114,924	22,745,632	28,845,257
Capital outlay	54,785,588	46,868,230	33,897,212	13,983,543	13,835,114
Debt Service:					
Principal	3,926,631	4,362,740	3,451,261	3,764,935	6,884,661
Interest	5,151,761	4,061,894	2,941,600	2,776,612	4,225,920
Total expenditures	216,956,694	206,301,024	194,027,476	172,063,257	184,862,739
Excess of revenues over (under) expenditures	(10,437,098)	(14,033,119)	(25,007,961)	9,236,529	9,053,627
Other Financing Sources (Uses)					
Payment to escrow agent	-	-	(6,197,285)	-	-
Proceeds from sale of bonds	1,295,771	3,680,714	6,802,986	363,387	23,765,460
Cost of issuance	-	-	-	-	(3,764,693)
Bond discount	-	-	48,238	-	-
Transfers in	11,718,345	6,108,518	5,869,128	5,570,120	14,594,844
Transfers out	(8,497,414)	(8,292,747)	(8,035,273)	(7,777,583)	(19,495,238)
Total other financing sources (uses)	4,516,702	1,496,485	(1,512,206)	(1,844,076)	15,100,373
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	\$ (5,920,396)	\$ (61,412,469)	\$ (26,520,167)	\$ 7,392,453	\$ 24,154,000
Debt service as a percentage of noncapital expenditures	5.60%	5.28%	3.99%	4.14%	6.47%

*Correction of prior year amounts

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
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
2020	72,208,270	46,320,415	6,087,060	4,302,491	3,972,958	673,842	406,774	133,971,810

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
2011	\$ 6,524,818,244	\$ 8,540,793,743	\$ 618,870,116	\$ 654,216,502	\$ 15,030,265,601	1.22054%
2012	6,423,814,010	8,584,579,684	596,771,651	673,465,559	14,931,699,786	1.20544%
2013	6,304,938,777	8,677,033,769	617,612,672	422,079,822	15,177,505,396	1.20424%
2014	6,551,413,092	9,120,556,468	638,670,637	694,237,291	15,616,402,906	1.23154%
2015	7,084,272,773	9,694,262,028	631,218,103	708,835,243	16,700,917,661	1.22204%
2016	7,653,508,229	10,068,135,286	652,518,246	753,110,464	17,621,051,297	1.24681%
2017	8,130,791,365	10,403,624,296	664,679,543	784,759,788	18,414,335,416	1.22456%
2018	8,649,933,708	10,789,755,377	656,241,587	840,285,136	19,255,645,536	1.22618%
2019	9,158,364,520	11,207,158,483	695,095,800	896,108,612	20,164,510,191	1.24170%
2020	9,521,436,348	11,777,652,006	754,828,010	971,603,310	21,082,313,054	1.23896%

NOTE: The County does not provide the breakdown of residential and commercial assessed values. 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	Total Direct (2)	School Districts (3)	Water Districts (4)	Total Overlapping	
2011	1.00000%	0.22054%	1.22054%	0.11990%	0.01480% *	0.13470%	1.35524%
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%	0.24170%	1.24170%	0.33120%	0.00350% *	0.33470%	1.57640%
2020	1.00000%	0.23896%	1.23896%	0.36440%	0.00350%	0.36790%	1.60686%

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.
 Total Direct rate as presented is the Basic Levy plus Direct Debt Service .
 (3) The school district rates are for applicable school districts
 (4) 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 prior year data

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	2020			2011		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Procter & Gamble Paper Products	\$ 330,460,273	1	1.56%	\$ 266,561,813	1	1.76%
Essex Arbors LP	222,899,552	2	1.05%	77,354,636	4	0.51%
SOCM I LLC	126,810,666	3	0.60%	88,715,141	2	0.59%
Serenade Apts Properties Owners LLC	113,725,656	4	0.54%	-		
Haas Automation Inc	110,317,000	5	0.52%	78,230,500	3	0.52%
G-I IX Esplanade Property LP	94,995,300	6	0.45%	-		
California Resources Petroleum Corp^	89,836,852	7	0.42%	-		
New-Indy Oxnard LLC	81,740,133	8	0.39%	-		
450 Forest Park Apartments LLC	77,110,900	9	0.36%	-		
Duesenberg Investment Company	76,816,427	10	0.36%	66,402,857	10	0.44%
RRI Energy Mandalay Inc	-			74,418,584	5	0.49%
Essex Terra Vista LP	-			72,312,800	6	0.48%
GS Paz Mar LP	-			68,962,228	7	0.45%
MEF Realty LLC	-			67,257,103	8	0.44%
Capri of KW Serenade LLC	-			66,869,817	9	0.44%
Other taxpayers	19,904,459,841		93.76%	14,247,795,565		93.89%
Totals	<u>\$ 21,229,172,600</u>		<u>100.00%</u>	<u>\$ 15,174,881,044</u>		<u>100.00%</u>

Source: HdL Coren & Cone

^ Pending appeals on parcels.

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
2011	\$ 52,993,754	\$ 52,029,268	98.18%	\$ 105,158	\$ 52,134,426	98.38%
2012	53,563,816	49,187,070	91.83%	9,629	49,196,699	91.85%
2013	55,896,537	55,894,803	100.00%	1,560	55,896,363	100.00%
2014	55,460,847	54,486,910	98.24%	456,769	54,943,679	99.07%
2015	59,303,044	57,509,993	96.98%	910,819	58,420,812	98.51%
2016	62,235,867	61,750,178	99.22%	350,407	62,100,585	99.78%
2017	61,751,329	58,086,482	94.07%	1,523,414	59,609,896	96.53%
2018	68,260,701	65,473,266	95.92%	903,482	66,376,748	97.24%
2019	71,278,856	68,423,547	95.99%	1,290,711	69,714,258	97.80%
2020	73,286,724	71,206,672	97.16%	1,175,364	72,382,036	98.77%

Source: (1) Finance Department, City of Oxnard
(2) County of Ventura

Correction * Property tax levy and collection amounts include secured and unsecured property taxes, property tax in lieu of vehicle license fee (VLF), public safety property tax and distributions from the Redevelopment Property Tax Trust Fund (RPTTF), and exclude special assessments

City of Oxnard, California

SCHEDULE X Ratios of Outstanding Debt by Type Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-type Activities		(1)	(2)	(2) Per Capita
	Revenue Bonds	Certificates of Participation	Tax Allocation Bonds	Capital Leases	Revenue Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income	
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	285,697,297	5,073,701	402,586,457	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
2020	89,363,537	-	-	17,827,064	267,148,736	4,117,507	378,456,844	7.957%	1,834

NOTE: (1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.
 (2) Demographic and Economic Statistics for personal income and population data provided by HdL Coren & Cone
 * Corrected to use 2018 Per Capita not 2017 per HdL Coren & Cone

Source: Finance Department, City of Oxnard
 HdL Coren & Cone

City of Oxnard, California

SCHEDULE XI

Direct and Overlapping Governmental Activities Debt As of June 30, 2020

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
City of Oxnard Overlapping Tax Debt (1):			
Metropolitan Water District	\$ 37,300,000	0.679%	\$ 253,267
Ventura County Community College District	282,461,353	15.033%	42,462,415
Oxnard Union High School District	266,977,016	46.462%	124,042,861
Oxnard School District	259,544,093	92.279%	239,504,694
Rio School District	87,179,659	87.024%	75,867,226
Rio School District Community Facilities District No 1	64,865,000	100.000%	64,865,000
Hueneme School District	43,763,411	42.981%	18,809,952
Ocean View School District	11,275,247	40.652%	4,583,613
City of Oxnard Community Facilities District 1	7,175,000	100.000%	7,175,000
City of Oxnard Community Facilities District 3	24,135,000	100.000%	24,135,000
City of Oxnard Boulevard Highway Communities Facilities District	5,330,000	100.000%	5,330,000
City of Oxnard - Rice Avenue/Hwy 101 Assessment District 2001-1	8,665,000	100.000%	8,665,000
City of Oxnard - Oxnard Blvd/Hwy 101 Assessment District 2000-1	1,550,000	100.000%	1,550,000
California Statewide Community Development Authority 1915 Act Bond	129,394	100.000%	129,394
Ventura County General Fund Obligations	334,465,000	15.027%	50,260,056
Ventura County Superintendent of Schools - Certificates of Participation	8,785,000	15.027%	1,320,122
Oxnard Union High School District - Certificates of Participation	19,394,490	46.462%	9,011,068
Ocean View School District - Certificates of Participation	6,078,200	40.652%	2,470,910
Oxnard School District - Certificates of Participation	10,845,100	92.279%	10,007,750
Rio School District - Certificates of Participation	1,860,000	87.024%	1,618,646
Successor Agency - Tax Increment Debt	30,890,000	99.68-100%	30,835,264
Subtotal - Overlapping Debt	1,512,667,963		722,897,238
City of Oxnard Direct Debt (2):			
City of Oxnard Lease Revenue Bonds			69,561,227
City of Oxnard Gas Tax Revenue Bonds			19,802,310
City of Oxnard Lease Purchase Agreements			14,397,070
City of Oxnard Capital Lease Obligations			3,429,993
Subtotal - Direct Debt			107,190,600
Total Direct and Overlapping Debt			\$ 830,087,838

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

Source: California Municipal Statistics, Inc.

City of Oxnard, California

SCHEDULE XII
Legal Debt Margin Information
Last Ten Fiscal Years
(\$ in thousands)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt limit	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	3,162,347
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<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>	<u>3,162,347</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 2020

Assessed value	16,715,874
Add back: exempt real property	<u>4,366,439</u>
Total assessed value	21,082,313
Debt limit (15% of total assessed value)	3,162,347
Debt applicable to limit:	
General obligation bonds	356,512
Less: assets in debt service funds for principal payments	
Revenue bonds - governmental activities	(89,364)
Revenue bonds - business-type activities	<u>(267,149)</u>
Total net debt applicable limit	<u>-</u>
Legal debt margin	3,162,347

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
2011	45,625,278	29,178,952	16,446,326	2,209,809	11,621,908	1.19
2012	48,520,396	29,542,012	18,978,384	3,195,568	11,858,798	1.26
2013	52,118,399	34,436,062	17,682,337	3,479,490	10,524,675	1.26
2014	53,964,322	35,057,157	18,907,165	3,858,359	10,838,887	1.29
2015	48,512,000	35,981,736	12,530,264	4,017,916	8,602,946	0.99
2016	47,725,068	36,729,222	10,995,846	4,144,638	8,371,561	0.88
2017	50,683,078	37,479,875	13,203,203	4,290,245	8,253,814	1.05
2018	62,750,295	37,781,641	24,968,654	4,474,671	8,960,800	1.86
2019	61,615,626	37,586,305	24,029,321	3,457,368	7,318,141	2.23
2020	61,222,220	39,746,165	21,476,055	4,726,028	7,036,758	1.83
Environmental Resources Revenue Bonds						
Fiscal Year	Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage
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*	-	-	-	-	-	-
2020*	-	-	-	-	-	-

Note: The above gross revenues include operating revenues (excluding connection fees) and investment income.
The above operating expenses do not include depreciation, debt service and infrastructure use fee payments
The City's bond obligations are secured by the pledge of net system revenues

* There were no pledged revenues during this year

** Correction of previously reported amounts

*** For Water Revenue Bonds, BAB subsidy is excluded from gross revenues and net against interest expense starting 2015

Source: Finance Department, City of Oxnard

City of Oxnard, California

SCHEDULE XIII 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
24,941,151	15,564,585	9,376,566	3,367,079	7,359,648	0.87	2011
25,402,431	17,161,967	8,240,464	3,532,784	7,060,378	0.78	2012
29,473,039	17,170,928	12,302,111	3,709,555	6,882,148	1.16	2013
30,274,729	17,888,757	12,385,972	4,316,967	6,738,688	1.12	2014
31,973,678	20,731,227	11,242,451	4,193,581	6,586,349	1.04	2015
30,204,121	19,472,569	10,731,552	4,302,474	4,731,254	1.19	2016
37,100,396	18,374,360	18,726,036	4,353,176	4,643,123	2.08	2017
40,284,050	19,768,048	20,516,002	4,481,192	4,963,668	2.17	2018
43,701,872	16,722,471	26,979,401	4,433,905	4,293,796	3.09	2019
44,268,629	21,522,952	22,745,677	4,661,097	4,119,088	2.59	2020
Oxnard Housing Authority Revenue Bonds						
Gross Revenues	Less: Operating Expenses	Net Available Revenues	Debt Service Principal	Interest	Coverage	Fiscal Year
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	26,848,409	918,607	335,000	114,345	2.04	2019
29,554,251	29,171,840	382,411	335,000	97,905	0.88	2020

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	(2) Median Age	(3) School Enrollment	(4) Unemployment Rate
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%
2020	206,352	4,756,228	23,049	32.1	39,525	7.7%*

Sources:

- (1) California Department of Finance, Demographic Research Unit. - Provided by HdL Coren & Cone
 - (2) Demographic and Economic Statistics for personal income and population data provided by HdL Coren & Cone
 - (3) Oxnard School Districts (Elementary) and Oxnard Union High School District, Oxnard College
 - (4) California Employment Development Department - Provided by HdL Coren & Cone
- * Calculated based on monthly unemployment data from California EDD for the fiscal year. The rate at the end of the fiscal year was 11.8%.

City of Oxnard, California

SCHEDULE XV

Principal Employers

Current Year and Nine Years Ago

Employer	2020		2011	
	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Reiter Affiliated Companies, LLC	1,994	2.17%	DATA NOT AVAILABLE	DATA NOT AVAILABLE
Spatz Laboratories	1,401	1.52%	DATA NOT AVAILABLE	DATA NOT AVAILABLE
Haas Automation	1,389	1.51%	750	1.41%
Oxnard Union High School District	1,327	1.44%	DATA NOT AVAILABLE	DATA NOT AVAILABLE
City of Oxnard	1,312	1.43%	1,206	2.27%
St. John's Regional Medical Center	1,136	1.23%	1,500	2.83%
Oxnard School District	920	1.00%	1,051	1.98%
Raypak	456	0.50%	DATA NOT AVAILABLE	DATA NOT AVAILABLE
Rio School District	434	0.47%	DATA NOT AVAILABLE	DATA NOT AVAILABLE
Gills Onions	300	0.33%	DATA NOT AVAILABLE	DATA NOT AVAILABLE
Subtotal	10,668	11.60%	4,507	8.49%
Rest of Oxnard	81,333	88.40%	48,574	91.51%
Total	92,000	100.00%	53,081	100.00%

Source: City of Oxnard Community Development Department and Finance Department

City of Oxnard, California

SCHEDULE XVI Operating Indicators by Function Last Ten Fiscal Years

Function	2011	2012	2013	2014	2015
Police					
Physical arrests	8,116	7,278	6,790	6,169	7,388
Parking violations	35,091	34,914	32,120	25,130	26,033
Traffic violations	25,517	22,294	15,800	17,775	18,596
Fire					
Number of calls answered	13,813	13,381	14,127	14,770	15,560
Inspections	5,614	4,212	5,000	3,588	3,030
Highways and streets					
Potholes repaired	13,000	14,000	13,000	13,500	13,000
Sanitation					
Total number of customers	43,991	44,034	44,312	44,677	44,944
Refuse collected (tons/day)	577	558	569	582	605
Recyclables collected (tons/day)	93	98	98	101	98
Culture and recreation					
Community center admissions	29,655	33,751	29,910	22,980	35,857
Water					
Total number of customers	40,785	41,064	41,019	41,319	41,437
Average daily consumption (gallons/day)	23,293,140	23,094,489	23,578,792	24,041,322	21,014,055
Wastewater					
Total number of customers	38,158	38,379	38,712	38,971	39,210
Average daily sewerage treatment (gallons/day)	23,000,000	23,000,000	23,000,000	19,700,000	19,700,000

Source: Various departments, City of Oxnard

* Starting fiscal year 2019, the City began using a new method calculating the number of potholes repaired. The new method is based on the total quantity of materials used for the year and average quantity of materials used per pothole.

^ Includes total admissions for Palm Vista Senior Center which opened in 2019

** Decrease due to staffing decrease and Covid-19 limitations

^^ Community Centers were closed from 02/2020 on due to Covid-19

City of Oxnard, California

SCHEDULE XVI Operating Indicators by Function Last Ten Fiscal Years

2016	2017	2018	2019	2020	Function
					Police
7,063	6,641	6,495	6,997	6,018	Physical arrests
32,288	32,273	25,663	36,159	21,709	Parking violations
15,845	16,935	18,745	17,804	14,231	Traffic violations
					Fire
17,678	17,974	25,005	28,528	30,391	Number of calls answered
2,296	1,463	3,710	3,107	1,817	Inspections
					Highways and streets
12,500	12,500	12,500	2,000*	1,300**	Potholes repaired
					Sanitation
45,266	45,537	45,773	46,043	46,576	Total number of customers
608	626	645	706	733	Refuse collected (tons/day)
101	104	125	131	144	Recyclables collected (tons/day)
					Culture and recreation
28,896	26,343	26,196	40,760^	34,707^^	Community center admissions
					Water
41,635	42,301	42,041	42,122	42,804	Total number of customers
21,701,750	22,130,222	22,444,527	20,691,499	20,099,230	Average daily consumption
					Wastewater
39,374	39,580	39,735	39,808	39,962	Total number of customers
19,700,000	18,800,000	19,080,000	19,700,000	17,300,000	Average daily sewerage treatment

City of Oxnard, California

SCHEDULE XVII Capital Assets by Function Last Ten Fiscal Years

Function	2011	2012	2013	2014	2015
Public safety					
Police					
Stations	1	1	1	1	1
Police vehicles	264	275	268	268	311
Fire					
Stations	7	7	7	7	8
Fire Trucks	16	16	16	16	17
Hydrants ^	5,413	5,430	5,500	5,500	5,500
Sanitation					
Collection trucks	52	51	51	51	50
Highways and streets					
Streets (miles)	400	400	400	400	400
City-owned streetlights	674	674	974	974	972
SCE-owned streetlights ^^	9,943	10,005	10,067	10,192	10,225
Culture and recreation					
Parks acreage	550	550	550	550	555
Parks	58	58	58	58	59
Ball diamonds	37	37	37	37	37
Basketball courts	47	47	47	47	48
Craft/Activity buildings	10	10	10	10	10
Gymnasium	2	2	2	2	2
Swimming pools	1	1	1	1	1
Tennis courts	30	30	30	30	30
Community centers	3	3	3	3	3
Library					
Number of books	356,624	362,753	337,015	325,906	318,644
Number of microfilms	8,634	8,708	8,726	8,729	8,729
Number of audiotapes	22,105	21,676	20,060	20,423	19,618
Number of videotapes	16,015	17,288	14,688	15,025	14,167
Number of DVD *	-	-	-	-	-
Number of CD-ROMS (data disk)	617	620	438	447	16
Water					
Water mains (miles)	592	597	600	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	430	430

Source: Various departments, City of Oxnard

^ Total includes only City-owned fire hydrants

* Transitioned from video tapes to DVD's

^^ Totals provided by Southern California Edison with accompanying location map for each light

** Decrease in Acreage due to expired contract with County of Ventura to maintain beach front areas

^^^ Decrease due to update to GIS system adjusting for mains owned by water districts previously listed as City owned

*** Decrease due to abandoned sewer lines

City of Oxnard, California

SCHEDULE XVII Capital Assets by Function Last Ten Fiscal Years

2016	2017	2018	2019	2020	Function
					Public safety
					Police
1	1	1	1	1	Stations
233	236	236	240	242	Police vehicles
					Fire
8	8	8	8	8	Stations
17	17	17	17	17	Fire Trucks
5,500	5,551	5,551	5,676	5,678	Hydrants ^
					Sanitation
52	52	50	56	56	Collection trucks
					Highways and streets
432	432	451	452	484.5	Streets (miles)
980	1,025	1,025	1,025	1,025	City-owned streetlights
10,225	10,240	10,242	10,242	9,950	SCE-owned streetlights
					Culture and recreation
561	561	561	539	438**	Parks acreage
62	61	61	56	53	Parks
22	27	29	30	30	Ball diamonds
25	30	30	30	30	Basketball courts
2	2	2	2	2	Craft/Activity buildings
2	2	2	2	2	Gymnasium
1	1	1	1	1	Swimming pools
25	33	32	32	32	Tennis courts
2	3	3	3	3	Community centers
					Library
316,646	333,016	366,051	411,482	334,016	Number of books
5,885	8,323	7,822	8,377	8,377	Number of microfilms
18,902	10,922	13,003	20,528	8,996	Number of audiotapes
14,259	-	-	-	-	Number of videotapes
-	19,249	17,947	21,162	17,522	Number of DVD
3,072	-	-	-	-	Number of CD-ROMS (data disk)
					Water
600	624	624	563^^	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	405***	Miles of sewer lines

City of Oxnard, California

SCHEDULE XVIII Full-Time Equivalent City Government Employees by Function Last Ten Fiscal Years

Function	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General government	234	228	227	230	230	228	224	288	279	250.5
Public Safety										
Police										
Officers	237	236	252	249	252	243	252	268	258	258
Civilians	151	151	155	159	157	151	110	114	117	115
Fire										
Firefighters & officers	103	101	101	110	125	125	125	150	123	124
Civilians	3	3	3	3	3	3	3	4	8	7
Transportation	50	49	49	44	43	25	16	27	39	39
Community development	66	66	60	58	59	50	52	57	58	62
Culture, leisure and libraries	85	83	83	83	81	67	55	95	92.5	79
Utilities										
Water	51	51	51	50	50	52	53	56	52	60
Wastewater	72	70	76	79	80	81	81	74	73	73.5
Environmental Resources	78	79	79	80	118	113	118	175	172	173
Housing	81	83	82	82	81	80	81	70	71	71
Total	1,211	1,200	1,217	1,226	1,278	1,218	1,171	1,378	1,342.5	1,312

Note: The numbers above represent authorized positions by the City Council.

Source: Finance Department, City of Oxnard

December 9, 2020

To the Honorable City Council
City of Oxnard
Oxnard, California

We have audited the financial statements of the City of Oxnard, California (City) as of and for the year ended June 30, 2020, and have issued our report thereon dated December 9, 2020. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated June 9, 2020, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of the City solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We will provide our findings regarding significant control deficiencies over financial reporting and material noncompliance, and other matters noted during our audit in a separate letter to you along with the Single Audit report in March 2021.



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To the Honorable City Council
City of Oxnard, California

December 9, 2020
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Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, and our firm have complied with all relevant ethical requirements regarding independence.

Our safeguards applied to eliminate identified threats to independence include an independent 2nd partner review of all proposed journal entries, as well as all deliverables presented to management and the City Council.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the City is included in Note I. to the financial statements. As described in Note II.J. to the financial statements, during the year, the entity changed its method of accounting for the City's Retirement Enhanced Plan. Accordingly, the cumulative effect of the accounting change as of the beginning of the year has been reported in the Statement of Activities and the fund financial statements. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on 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 markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements are:

- Management's estimates of allowance for doubtful accounts for accounts and notes receivable are based on historical loss levels of utilities and other accounts receivable and an analysis of the collectability of individual notes receivable;
- Management's estimates of the deferred outflows and inflows of resources and other post-employment benefits payable are based on actuarial reports;
- Management's estimates of deferred outflows and inflows of resources and net pension liabilities are based on actuarial reports;
- Management's estimates of self-insurance claims payable are based on actuarial reports; and
- Management's estimates of capital assets' depreciable lives and associated depreciation are based on estimated useful lives.

To the Honorable City Council
City of Oxnard, California

December 9, 2020
Page 3

We evaluated the key factors and assumptions used to develop the estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the City's financial statements relate to:

- The disclosure of the nature, policies, and risks related to cash and investments discussed in Note II.A.;
- The disclosure of bonds payable, debt with pledged revenue, capital leases, and special assessment bonds in Note II.G.;
- The disclosure of deficit fund balances in Note II.I;
- The disclosure of prior-period adjustments in Note II.J;
- The disclosure of defined benefit pension plans and other post-employment benefits in Note III.; and
- The disclosure of commitments and contingencies, risks and uncertainties and subsequent events in Note V.A., B., and C.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. Management has corrected all known and likely misstatements identified during the audit.

The following material misstatements identified during the audit were corrected by management:

- To record a prior period adjustment for Environmental Resources revenue in the amount of \$2.6 million for transactions relating to fiscal year 2019.
- To adjust deferred loans and recognize government-wide revenues in the amount of \$6.1 million.
- To record a contingent legal liability of \$3.5 million in the general fund.

To the Honorable City Council
City of Oxnard, California

December 9, 2020
Page 4

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the City's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management in a letter dated December 9, 2020.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with City, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as City's auditors.

This report is intended solely for the information and use of the City Council and management of the City 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, 2020



Finance & Governance Committee Meeting | January 12, 2021



AGENDA

2

Independent Auditor's Opinion	3
CAFR Highlights	4
Revenues - General Fund Group	8
Expenditures - General Fund Group	9
General Fund Group Combining Schedule	10
Critical Audit Matters	11



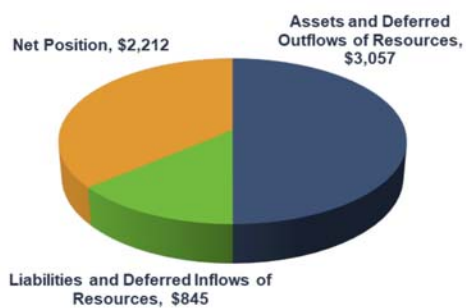


“Clean Opinion” for June 30, 2020 see page 1 – 4 of CAFR.

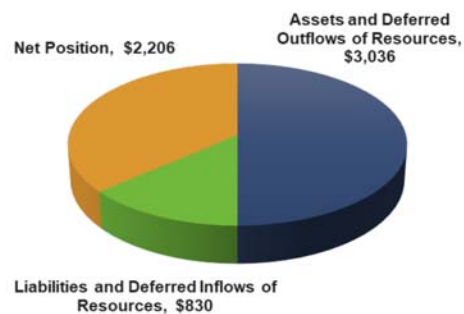


CAFR HIGHLIGHTS - **Net Position (\$ millions)**

2020



2019





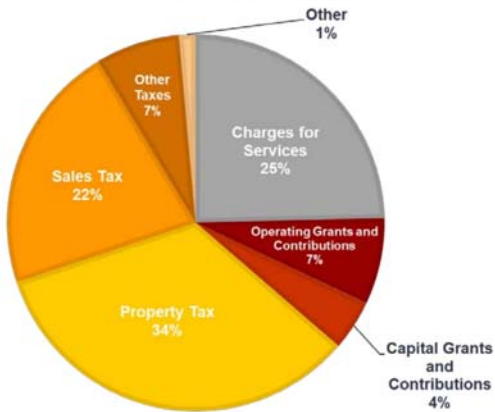
CAFR HIGHLIGHTS

Governmental Activities Revenues & Expenses

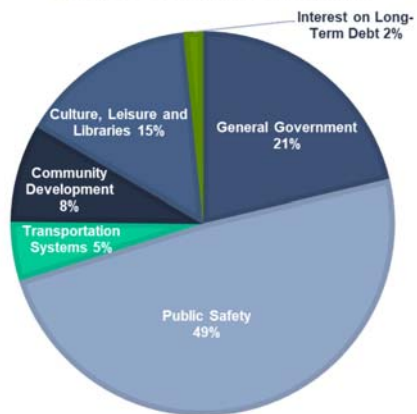
Item D.1

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Revenues - Governmental Activities



Expenses - Governmental Activities



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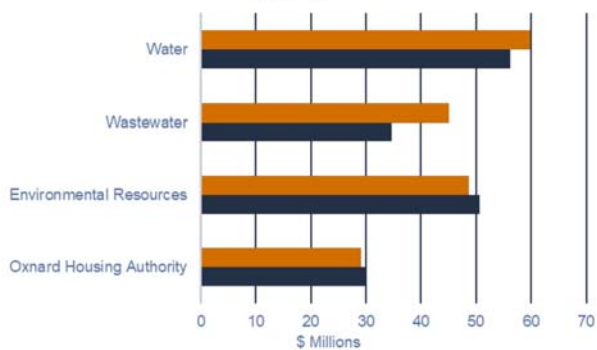


CAFR HIGHLIGHTS - (\$ millions)

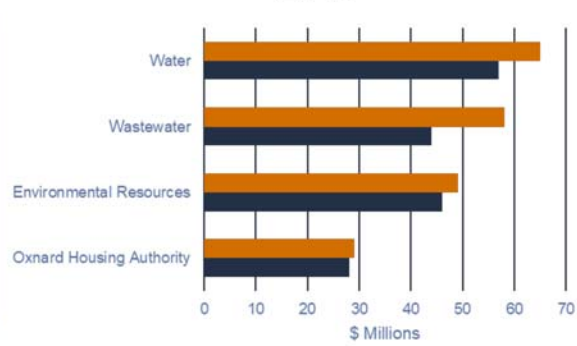
Business-Type Activities Revenues & Expenses

6

2020



2019



Revenues

Expenses



Finance & Governance Committee Meeting | January 12, 2021

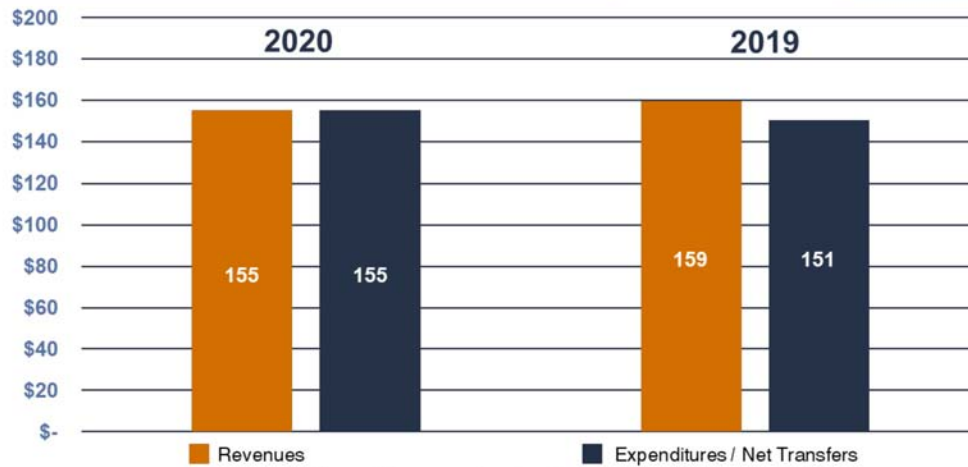




CAFR HIGHLIGHTS - General Fund Group (\$ millions)

Item D.1

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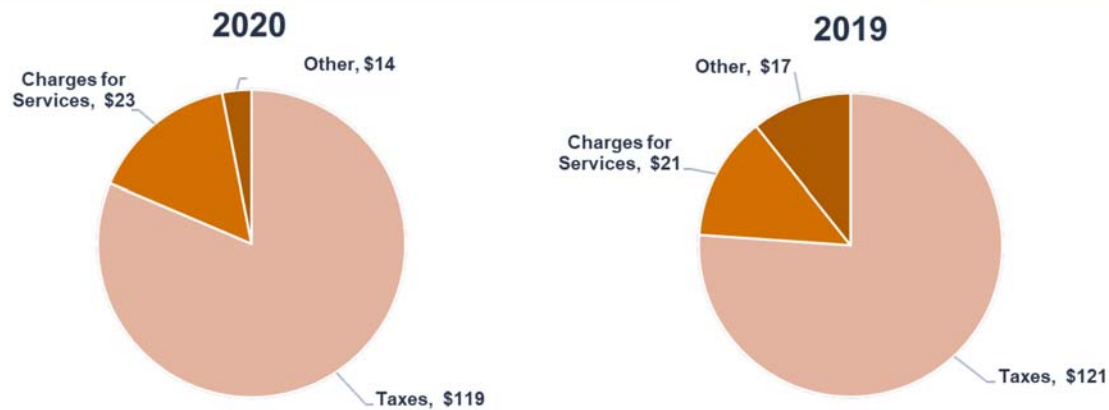


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REVENUES – General Fund Group (\$ millions)

8



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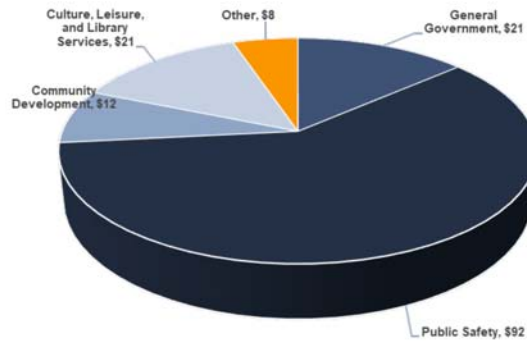


EXPENDITURES - General Fund Group (\$ millions)

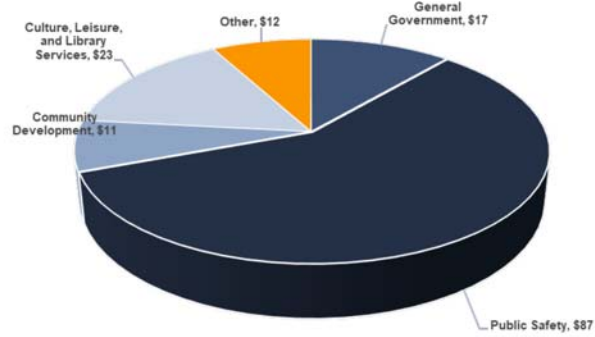
Item D.1

9

2020



2019



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GENERAL FUND GROUP COMBINING SCHEDULE (in thousands)

10

	101 - General Fund	104 - Half Cent Sales Tax	105 - Street Maintenance	641 - Performing Arts Center	651 - Golf Course	Other*	Total
Assets	\$ 30,017	\$ 11,947	\$ 13,989	\$ 2	\$ 2,454	\$ 1,429	\$ 59,838
Liabilities & Deferred Inflows	25,338	(6,074)	71	-	1,218	944	21,498
Fund Balances	4,679	18,021	13,918	2	1,236	485	38,341
Revenues	131,320	14,452	4,090	35	4,432	860	155,189
Total Expenditures	(134,834)	(13,812)	(575)	(449)	(3,720)	(1,759)	(155,149)
Other Financing Sources (Uses)	(2,054)	(5,180)	-	416	-	1,216	(5,603)
Net Changes in Fund Balances	\$ (5,568)	\$ (4,539)	\$ 3,515	\$ 2	\$ 712	\$ 316	\$ (5,563)

* Other funds include: General Fund Carryover (102), Oxnard Police Department (OPD) Training (103), Stormwater Management (114), Payroll Clearing Trust (542), Carnegie Art Trust (551), Housing Payroll Trust (545), OPD Property Room Trust (551), City Corps Trust (555) and Contributions/Donations Trust (571).

Schedule might not foot due to rounding.



Finance & Governance Committee Meeting | January 12, 2021





CRITICAL AUDIT MATTERS

Item D.1

11

- Accounting estimates
 - Allowances for doubtful accounts
 - Pension & OPEB
 - Self-insurance claims payable
 - Depreciation expense and accumulated depreciation
- Significant disclosures
 - Deficit fund balances
 - Prior-period adjustments
 - Pension & OPEB related
 - Commitments and contingencies, risks and uncertainties, and subsequent events



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CRITICAL AUDIT MATTERS

12

- Challenges encountered during audit
- Audit adjustments
- New accounting pronouncements
 - Due to COVID-19 the effective date for various GASB standards has been postponed.
- Other audit findings
 - Internal control report - March 2021
 - IT assessment & vulnerability scan



Finance & Governance Committee Meeting | January 12, 2021



THANK YOU



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**FINANCE AND GOVERNANCE COMMITTEE
AGENDA REPORT**

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

DATE: January 12, 2021

TO: Finance & Governance Committee

FROM: Shiri Klima, Deputy City Manager, (805) 385-7487, shiri.klima@oxnard.org

SUBJECT: Enterprise Resource Planning (ERP) System Annual Report (0/10/10)

RECOMMENDATION

That the Finance and Governance Committee receive the Enterprise Resource Planning (ERP) System Annual Report and recommend staff proceed to present the annual report to City Council.

Please click the following link to view the required Measure M pre-recorded presentation video: <https://youtu.be/tcxpqTsLADM>

BACKGROUND

The City currently uses CentralSquare (formerly Superior, formerly SunGard) HTE/NaviLine as its Enterprise Resource Planning (ERP) software that has been in place since 1992. This software supports financial, payroll, utility billing and business licensing functions. Other than job postings and performance reviews for certain job classes (which are on NeoGov), the City's human resources functions, including timesheets, are all manual and paper-based. The City's permitting and land management functions are mostly manual and paper-based. Functions within the Community Development Department include building, planning entitlement, and encroachment permitting activities and are highly manual and paper-based. Between maintaining legacy processes, functional gaps in the software, and inadequate data extraction and reporting tools, City staff over the years has developed more than 150 standalone shadow systems (mostly Microsoft Excel spreadsheets and Access databases) to store, manipulate, and analyze data.

In October 2019--after several years of gathering requirements, issuing an RFP, evaluating proposals, and negotiating a contract--the City Council decided to engage Tyler Technologies for its integrated ERP solution to replace existing software and manual processes. The Council later also retained Berry Dunn McNeil & Parker to provide program management and organizational change management consulting services.

DISCUSSION

Project Goals and Objectives

At the conclusion of the ERP implementation (in approximately five years), the City aims to have achieved the following goals:

1. Improve customer service to internal and external customers
2. Make it easier for residents and businesses to conduct business with the City
3. Achieve enhanced coordination across departments
4. Improve process efficiencies and data accuracy
5. Improve quality and accessibility of information for business decisions, by providing greater capabilities for tracking program costs and viewing real-time program data
6. Reduce redundant “shadow systems,” data entry, storage, and paper processes
7. Update business processes and policies to reflect the capabilities of modern technology (best practices)
8. Streamline processes and workflows
9. Enable real-time information management and enhanced reporting tools and dashboards
10. Provide integrated self-service for staff, residents, vendors & businesses
11. Integrate databases that improve process efficiencies and data accuracy
12. Centralize electronic document management
13. Design an open system with access to other City applications

Completed and Current Phases

The City began implementing ExecuTime Time and Attendance in December 2019. Time and Attendance is the electronic timekeeping module that allows each employee to enter in his or her time and each supervisor to sign off on this time electronically. It is also the new system for employees to request time off. We went live with Time and Attendance in September 2020 for all City employees except for the Fire Department (explained in next section) and patrol officers in the Police Department.

Patrol in the P.D. has complex scheduling needs. Furthermore, patrol is now implementing the next phase of ExecuTime, called Advanced Scheduling, which imports patrol’s six-month schedule into the timekeeping software. Once Advanced Scheduling goes live, which is anticipated to happen in February 2021, patrol officers will also cease paper timesheets and be integrated into Time and Attendance with the rest of the City.

ExecuTime implementation has not been easy. IT and Payroll staff have spent many hours ensuring all the nuances of Oxnard’s timekeeping are captured in the system to ensure the staff is then paid correctly. This has included figuring out “hiccups” in the system, such as why certain time off requests were duplicated. It has also included special configurations for employees who have more than one supervisor, such as in Police.

In the Police Department specifically, staff is still exploring whether ExecuTime is the right fit. The complex shift scheduling of patrol in particular, paired with the City’s interest in good tracking and maintenance of overtime, may be beyond the functionality of ExecuTime. Staff is assessing alternatives and will update the Council as we learn more.

In the meantime, the Finance Department has been focusing on implementing Core Financials (which includes, for example, contracts management, capital assets, the general ledger and budget). This entails reviewing all of our current processes and determining if such processes should change, and then translating those decisions into the configuration of the software. Staff have also been cleaning up the master data that feeds into these programs. For example, the City’s current chart of accounts includes over 330 funds, 79 departments, 1,770 divisions and 1,139 accounts; in some cases more than half of these items are inactive. In the new chart of accounts, we expect to have approximately 50 funds, 16 departments, 106 divisions and less than 500 accounts, which will reduce the number of line items in the trial balance down to a fraction of the current number, which is around 20,000. Once the new chart of accounts is finalized in the first half of calendar year 2021, staff will bring it to the Finance and Governance Committee and the City Council with an accompanying explanation of

how it will compare with the existing chart of accounts in HTE, including a crosswalk between the two.

Upcoming Milestones

With most of the Core Financials definition and planning phase completed, the majority of the financial activities and milestones in 2021 will focus on system building and configuration activities—including data conversion, integration planning, forms building, and payroll and bank file integration—to prepare for a planned go-live in February 2022. Once live, Core Financials will make it easier to achieve enhanced coordination across departments; improve process efficiencies and data accuracy; improve quality and accessibility of information for business decisions; reduce redundant “shadow systems,” data entry, storage, and paper processes; streamline various processes and workflows; and provide real-time information management and enhanced reporting tools and dashboards.

In parallel with the Core Financials implementation efforts, the City will roll out BlueBeam software. The ERP implementation phase for Community Development is scheduled to start in October 2022, but staff shifted up the BlueBeam component to this winter and spring. The BlueBeam software enables architects, engineers, contractors, and others to conduct electronic design reviews, document and drawing management, submittal reviews and mark-ups of submitted plans. BlueBeam’s implementation will improve the City’s customer service, make it easier for residents and businesses to conduct business with the City, and update business processes and policies to reflect the capabilities of modern technology.

Also in parallel, staff will integrate Kronos with ExecuTime. The City’s Fire Department has used Kronos for time and attendance as well as shift planning since 2007. This software’s rules-based shift bidding process and ability to automatically recommend and maintain minimum staffing requirements are unsupported or non-existent features in ExecuTime. Therefore, rather than convert Fire to ExecuTime, staff is keeping Fire on Kronos and will integrate this application with ExecuTime. This allows us to achieve enhanced coordination across departments, and once we switch from HTE to the Tyler ERP, we will only need to integrate ExecuTime rather than multiple timekeeping programs.

In the last quarter of 2021, staff will begin the implementation of Human Capital Management. This module will simplify human resources and payroll processes, integrate all City employee data—from recruitment, compensation, retention, training, development to retirement—in one enterprise-wide system. The tight integration will achieve enhanced coordination across departments, improve process efficiencies and data accuracy, thus improving quality and accessibility of information for business decisions.

STRATEGIC PRIORITIES

This agenda item supports the Quality of Life strategy. The purpose of the Quality of Life strategy is to build relationships and create opportunities within the community for safe and vibrant neighborhoods, which will showcase the promising future of Oxnard. This item supports the following goals and objectives:

Goal 3. Strengthen neighborhood development, and connect City, community and culture.

Objective 3c. Improve our methods of communicating with residents, businesses and neighborhoods (e.g. leverage social media and tools like Nextdoor).

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 1d. Ensure adequate systems are established, reviewed, and updated within the Human Resources Department related to personnel policies and procedures, employee compensation, benefits, recruitments, testing and other human resources related systems.

Goal 2. Increase transparency with Council, community and staff related to the City's budget and financial management processes.

Objective 2b. Prepare Quarterly Budget Updates and have month-end financial reports available via City's Website.

Objective 2c. Create a standardized template to present financial and other data to the general public.

This agenda item supports the Economic Development strategy. The purpose of the Economic Development strategy is to develop and enhance Oxnard's business climate, promote the City's fiscal health, and support economic growth in a manner consistent with the City's unique character. This item supports the following goals and objectives:

Goal 2. Enhance business development throughout the City.

Objective 2a. Develop a strong citywide economy which attracts investment, increases the tax base, creates employment opportunities, and generates public revenue.

Objective 2b. Improve relationships and communication between the City and the business community.

Goal 4. Implement a "one stop shop" effort at the City's Service Center.

Objective 4a. Streamline internal process to ensure government efficiencies.

FINANCIAL IMPACT

There is no financial impact.

Prepared by:

ATTACHMENTS

1. D2 ERP Annual Report Presentation

Enterprise Resource Planning (ERP) System Annual Report

Finance & Governance Committee

January 12, 2021

Shiri Klima, Deputy City Manager



RECOMMENDATION

2

That the Finance and Governance Committee receive the Enterprise Resource Planning (ERP) System Annual Report and recommend staff proceed to present the annual report to City Council.

WHAT IS ERP?

3

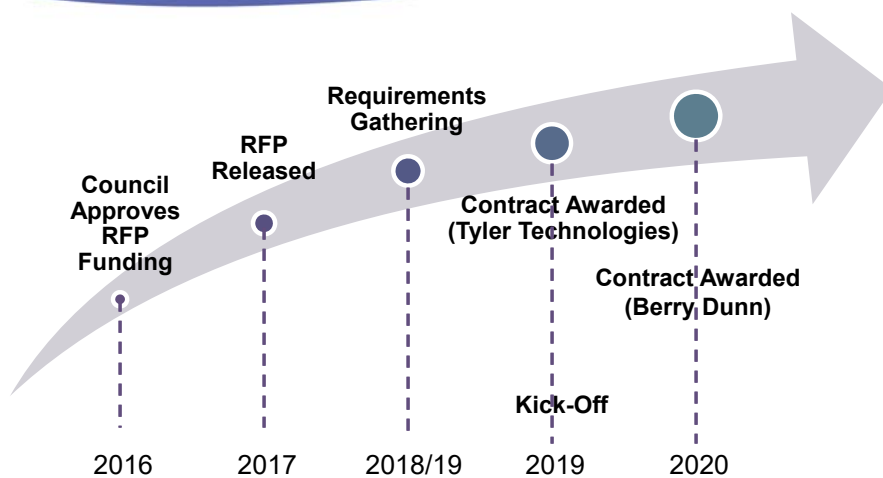
There are separate technology systems that provide the foundational framework for nearly all City functions such as:

- Timekeeping
- Payroll
- Financial Management
- Human Resources
- Community Development
- Utility Billing
- Assets Maintenance

The ERP integrates these functions so they “speak to each other”

HISTORY

4



PROJECT GOALS & OBJECTIVES

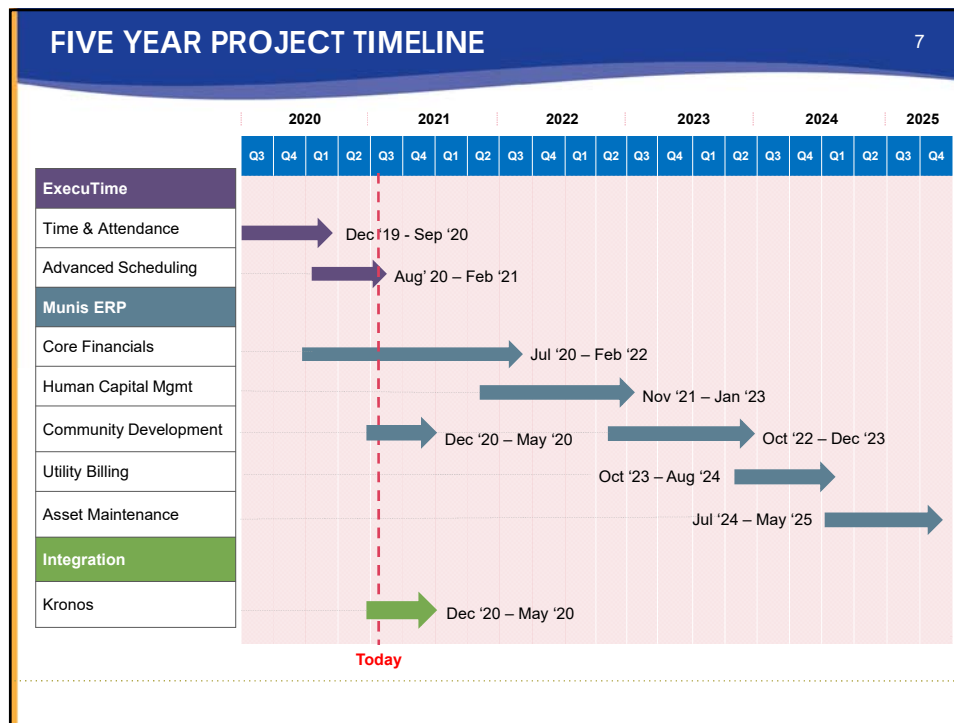
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1. Improve customer service to internal and external customers
2. Make it easier for residents and businesses to conduct business with the City
3. Achieve enhanced coordination across departments
4. Improve process efficiencies and data accuracy
5. Provide greater capabilities for tracking project costs and viewing real-time project data
6. Reduce redundant “shadow systems”, data entry, storage and paper processes
7. Update business processes and policies to reflect the capabilities of modern technology (Best Practices)

PROJECT GOALS & OBJECTIVES (continued)

6

8. Streamlined processes and workflows
9. Enable real-time information management and enhanced reporting tools & dashboards
10. Provide integrated self-service for staff, residents, vendors & businesses
11. Integrate databases that improve process efficiencies and data accuracy
12. Centralize electronic document management
13. Design an open system with access to other City applications



COMPLETED PHASE 8

Phase/Module	Description	Began	Go-Live
ExecuTime Time & Attendance	Electronic timekeeping: - Employees enter time - Supervisors approve - Employees request time off	Dec. 2019	Sept. 2020

Challenges:

- Integrating Oxnard-specific nuances
- Working through special configurations
- Figuring out “hiccups” in the system
- Determining whether ExecuTime is the right fit for the Police Department

CURRENT PHASES				9
Phase/Module	Description	Began	Go-Live	
ExecuTime Advanced Scheduling	Imports patrol's six-month schedule into timekeeping software	Aug. 2020	Feb. 2021	
Core Financials	Includes contracts management, capital assets, the general ledger, budget, etc.	Jul. 2020	Feb. 2022	

CURRENT PHASES (continued)				10
Phase/Module	Description	Began	Go-Live	
BlueBeam	Enables architects, engineers & contractors to conduct electronic design reviews, document and drawing management, submittal reviews and mark-ups of submitted plans	Dec. 2020	May 2020	
Kronos integration	Integrate Fire Department's time and attendance as well as shift planning	Dec. 2020	May 2020	

WITHIN THE NEXT YEAR

11

Phase/Module	Description	Begin	Go-Live
Human Capital Management	Simplify HR and payroll processes, integrate all City employee data—from recruitment, compensation, retention, training, development to retirement—in one system	Nov. 2021	Jan. 2023

RECOMMENDATION

12

That the Finance and Governance Committee receive the Enterprise Resource Planning (ERP) System Annual Report and recommend staff proceed to present the annual report to City Council.

ANY QUESTIONS?

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