

ITEM 10.L.

**MOORPARK CITY COUNCIL
AGENDA REPORT**

TO: The Honorable City Council
FROM: Ron Ahlers, Finance Director *RA*
DATE: January 13, 2010 (CC Meeting of January 20, 2010)
SUBJECT: Consider Annual Financial Statements and Other Audit Reports for Fiscal Year Ended June 30, 2009

SUMMARY

The Comprehensive Annual Financial Report {CAFR}, Management Letter, Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Accountant's Report on Agreed-Upon Procedures Applied to Appropriations Limit Worksheets and the Independent Auditor's memo regarding the audit process of the City of Moorpark for June 30, 2009 are hereby submitted for Council approval.

BACKGROUND

The City is required to conduct an annual independent audit of its financial statements. The audit firm of Teaman, Ramirez & Smith, Inc. Certified Public Accountants {TRS} conducted the annual audit and with staff assistance prepared the required financial statements. For the fiscal year ended June 30, 2009, the City received an unqualified opinion. The City complied with GASB Statement No. 45, Other Post Employment Benefits {OPEB} during the fiscal year ended June 30, 2009.

DISCUSSION

CAFR

Attached for your approval are the annual financial statements for the year ended June 30, 2009 for the City of Moorpark. The financial statements are comprehensive and include all of the fund types in the City.

The City Council engaged an independent certified public accounting firm, TRS, to perform the annual audit of the City of Moorpark and its component units. The results of the audit performed are formally published in the CAFR. This report must satisfy both Generally Accepted Accounting Principles (GAAP) and applicable legal requirements. Additionally, the CAFR is sent out to numerous government agencies and financial institutions in order to comply with various reporting, financial and subsequent bond disclosure requirements. The overall financial picture of the City is presented, in accordance to the Governmental Accounting Standards Board (GASB) pronouncements, on a Government-wide basis. This is designed to provide readers

with a broad overview of the City's finances similar to a private-sector business. These statements show the June 30, 2009 fiscal year balances and overall results of operations for the period then ended, for all City funds, including the Redevelopment Agency. The statements are as follows:

Management's Discussion and Analysis (MD & A). This discussion and analysis starts the financial section of the CAFR and serves as an executive summary. GAAP requires that management provide this narrative introduction, overview and analysis to accompany the basic financial statements. The *letter of transmittal*, which precedes the MD & A in the introductory section, is designed to compliment the MD & A and should be read in conjunction with it. The MD & A is found immediately following the report from the independent auditors. The report from the auditors contains an opinion letter in which an entity can receive basically 3 opinions; unqualified, qualified, and adverse. An unqualified opinion from the auditors is the highest given. For the fiscal year 2008/09 audit, the City of Moorpark received an unqualified opinion.

The Statement of Net Assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets {page 15} 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 assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cashflows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation and sick leave). A positive increase in net assets of \$4.3 million was reported in fiscal year 2008/09 {page 16}.

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the City include general government, public safety, public services, parks and recreation and interest on long-term debt.

Following the government-wide statements in the CAFR, the *Balance Sheet*, and the *Statement of Revenues, Expenditures and Changes in Fund Balances* are presented for all major and non-major governmental funds. A major fund is one of material significance and is determined through prescribed calculations. The General Fund is always considered a major fund by definition. Other governmental funds can be declared major funds by management due to other factors, even if they fail the qualifications resulting from the calculations. Non-major funds are all combined together for presentation. Reconciliations between these governmental statements and the government-wide statements are also presented.

The Statement of Fiduciary Assets and Liabilities, Agency Funds is located on page 25.

All of these statements are followed by the *Notes to the Financial Statements*.

The Required Supplementary Information begins at page 66 and details the budget to actual comparisons for all the major funds of the City, beginning with the General Fund.

The next section of the CAFR provides statements for each individual non-major governmental fund. The governmental funds are presented in their various categories: special revenue funds and capital project funds. Additionally, there is the budget to actual comparisons for each non-major fund.

The last section of the CAFR, which is unaudited, contains statistical data about the City of Moorpark. All of the tables and schedules present numerous facts about the City, many for the last 10 years. The statistical facts include population figures, principal taxpayers, and assessed valuations of taxable property to name a few.

The CAFR can be found on the City's website: <http://ci.moorpark.ca.us>

General Fund Financial Analysis

For fiscal year ended June 30, 2009, the General Fund unreserved fund balance totaled \$3.2 million which equates to approximately 22% of operating expenses. Total General Fund expenditures and transfers out to other funds exceeded total revenues and transfers in from other funds by \$0.6 million. The City transferred out \$2.0 million to the Special Projects Fund this past year. Without this transfer the General Fund would have had a positive change in fund balance of approximately \$1.4 million.

Management Letter and Single Audit Report

As part of the annual audit, the independent auditors are also required to report to management regarding internal controls and the City's compliance with federal grants. The independent auditors issue two reports to satisfy this requirement: Management Letter and Single Audit Report.

Management Letter

It is standard practice for the independent auditors to note recommendations for improvement in the Management Letter.

There are various levels of observations that are reported to management. The first and most serious type of observation is known as a "material weakness". A material weakness is a significant deficiency, or a combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected. The independent auditors reported no "material weakness" for the City.

The second level of deficiency is a "significant deficiency". A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affect the entity's ability to authorize, initiate, record, process or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected. The independent auditors reported no "significant deficiency" for the City.

The third and final category of observations identified by the independent auditors is that of "control deficiency". A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect financial statement misstatements on a timely basis. A deficiency in design exists when a control necessary to meet the control objective is missing, or when an existing control is not properly designed so that even if the control operates as designed, the control objective is not always met. A deficiency in operation exists when a properly designed control does not operate as designed or when the person performing the control does not possess the necessary authority or qualifications to perform the control effectively. These comments are intended to improve internal controls or result in other operating efficiencies. The independent auditors reported four such observations: (1) Recreation Revenues; (2) Purchasing Policy; (3) New Accounting Standard; (4) Fraud Prevention and Detection Program. During the course of the coming months the City will be implementing the changes necessary to address these observations.

Single Audit Report ~ {No report required this year}

The City was not required to conduct a single audit this year because the City did not meet the \$500,000 federal grant expenditure threshold. The Single Audit is specifically designed to meet the needs of all federal grantor agencies from which the City receives funds.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

The independent auditors noted no findings in this report for the fiscal year ended June 30, 2009.

Independent Accountant's Report on Agreed-Upon Procedures Applied to Appropriations Limit Worksheets

The independent auditors noted no findings for the City's calculations with regards to the appropriations limit for the fiscal year ended June 30, 2009.

Independent Auditor's memo regarding the audit process

The independent auditors noted no findings for the audit process for the fiscal year ended June 30, 2009.

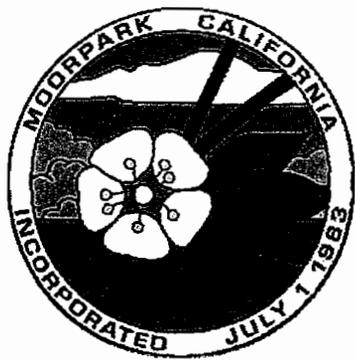
STAFF RECOMMENDATION **(Roll Call Vote)**

Accept the Comprehensive Annual Financial Report (CAFR), Management Letter, Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Accountant's Report on Agreed-Upon Procedures Applied to Appropriations Limit Worksheets, and the Independent Auditor's memo regarding the audit process and receive and file this report.

Attachments:

1. City of Moorpark CAFR for year ended June 30, 2009
2. Management Letter
3. Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*
4. Independent Accountant's Report on Agreed-Upon Procedures Applied to Appropriations Limit Worksheets
5. Independent Auditor's memo regarding the audit process

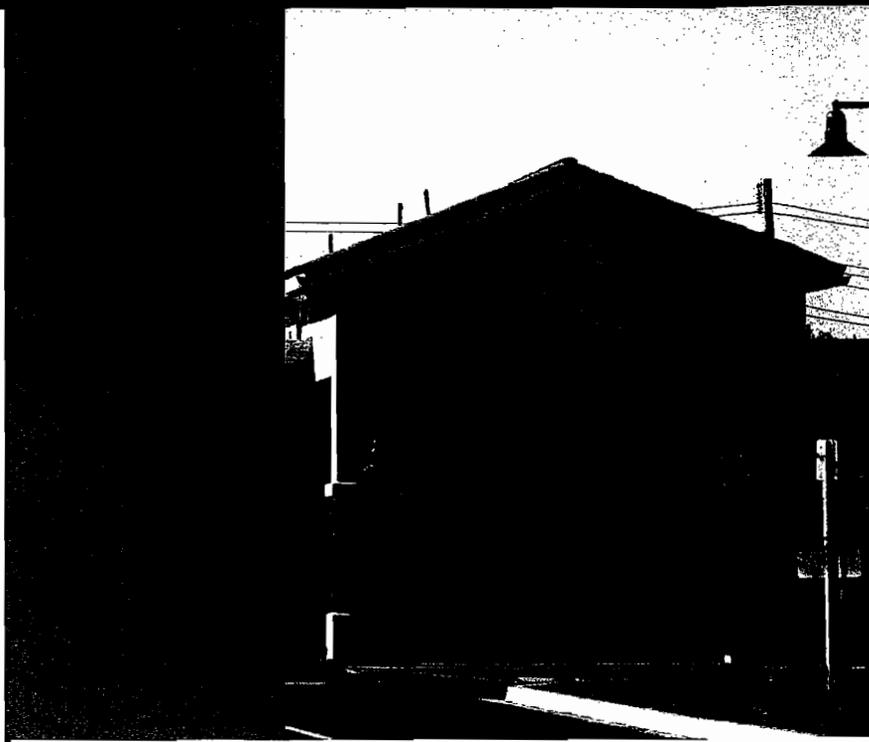
Attachment 1



City of Moorpark

Comprehensive Annual Financial Report

**Fiscal Year
Ending June 30, 2009**



CITY OF MOORPARK, CALIFORNIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Year Ended June 30, 2009

Prepared By:

Ron Ahlers, Finance Director
Irmina Lumbad, Finance & Accounting Manager
Debbie Burdorf, Accountant I

**City of Moorpark
Comprehensive Annual Financial Report
Year Ended June 30, 2009**

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**City of Moorpark
Comprehensive Annual Financial Report
Year Ended June 30, 2009**

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Comprehensive Annual Financial Report
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INTRODUCTORY SECTION



City of Moorpark

799 Moorpark Avenue, Moorpark, California 93021 (805) 517-6200 fax (805) 532-2545

December 4, 2009

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

We are pleased to present this Comprehensive Annual Financial Report (CAFR) of the City of Moorpark, California for the fiscal year ended June 30, 2009. The City has continued to prepare the CAFR to comply with the financial reporting model developed by the Governmental Accounting Standards Board (GASB) Statement 34. This model improves the financial reporting by adding significant additional information not previously available in local government financial statements prior to GASB 34.

As a result of GASB 34, the Government-Wide Financial Statements are presented along with the fund-by-fund financial information. The Government-Wide Financial Statements include a Statement of Net Assets that provides the total net equity of the City including infrastructures and the Statement of Activities that shows the cost of providing government services. These statements include all assets and liabilities using the accrual basis of accounting (similar to a private-sector business) versus the modified accrual method used in the fund financial statements. A reconciliation of the balance sheet of the Governmental Funds to the Statement of Net Assets has been prepared to reflect the changes between the two reporting methods. In addition, the reporting model includes an emphasis on the City's major funds as shown in the Governmental Fund Statements. These statements and other significant information are analyzed in the narrative section called Management's Discussion and Analysis (MD&A). The MD&A provides "financial highlights" and a brief overview of the basic financial statements. In addition, the MD&A provides the readers of the City's financial statements with financial trends, explanation for variances and economic factors for the upcoming fiscal year's budget.

Furthermore, in May 2004, the GASB issued Statement No. 44, Economic Condition Reporting. This statement requires the statistical section to be presented with detailed information, typically in ten-year trends, that assists users in utilizing the basic financial statements, notes to basic financial statements, and required supplementary information to assess the economic condition of a government. This statement was effective starting with fiscal year 2005/06 and has resulted in changes to the statistical section. The City continues to present the statistical

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JANICE S. PARVIN
Mayor

MARK VAN DAM
Mayor Pro Tem

ROSEANN MIKOS
Councilmember

KEITH F. MILLHOUSE
Councilmember

DAVID POLLOCK
Councilmember

section with detail information to be in compliance with GASB No. 44 requirements for fiscal year 2008/09.

Responsibility for both the accuracy of this data, and the completeness and fairness of its presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the account groups and the financial position and operational results of the City's various funds and component units. All disclosures necessary to enable the reader to gain an understanding of the City's activities have been included.

THE REPORTING ENTITY AND ITS SERVICES

The financial reporting entity includes all the funds of the City of Moorpark as well as all of its component units. The City of Moorpark is the primary government. The component units are the Moorpark Redevelopment Agency (the RDA), the Moorpark Public Financing Authority and the Moorpark Industrial Development Authority.

The City was incorporated in 1983 as a general law city and operates under a Council-Manager form of government.

The RDA was formed in 1987 with the objective of providing long-term financing of capital improvements designed to eliminate physical and economic blight in the designated project area.

The Moorpark Public Financing Authority was formed in 1993 as a joint powers authority between the City and the RDA in order to provide financial assistance to the City and the RDA by issuing debt and financing the construction of public facilities.

The Industrial Development Authority of the City of Moorpark was formed in 1985 pursuant to the California Industrial Development Financing Act (the "Act"). Its purpose is to finance the acquisition and development of certain industrial activities as permitted by the Act and to issue bonds for the purpose of enabling industrial firms to finance the cost of such activities.

PROFILE OF THE CITY OF MOORPARK

The City provides a full range of services to its residents with a total regular full-time staff of about 61 and part-time staff of approximately 45 employees. Major services such as police (contracted with Ventura County Sheriff), attorney, library, development engineering and inspection, building and safety plan check/inspection, transit, street sweeping and landscape maintenance are provided through contractual arrangements. In addition, fire protection is provided by the Ventura County Fire District. The City provides services such as emergency management, redevelopment, housing, planning, code compliance, recreation programs,

vector/animal control, park and facilities maintenance, street maintenance, city engineering, crossing guard and administrative management services with city employees.

HISTORY OF THE CITY OF MOORPARK

In 1887, Robert W. Poindexter was granted title to the present site of Moorpark. He named the City after the Moorpark apricot which grew throughout the valley. Poindexter plotted Moorpark city streets and planted Pepper trees in the downtown area. The City of Moorpark was incorporated in 1983 as the tenth city of Ventura County with a Council-Manager form of government. The Mayor is elected at large to serve a two-year term. The four Council Members are elected at large to serve staggered four-year terms. The size of the City was 12.36 square miles with a population of about 10,000 at incorporation and is currently at 12.44 square miles with a population of about 36,150 (source: California Department of Finance). Moorpark is recognized for having the lowest number of serious crimes committed in Ventura County and is one of the safest cities of its size in the United States.

BUDGETARY CONTROL

The City of Moorpark prepares an annual budget consistent with Generally Accepted Accounting Principles (GAAP) for all governmental funds on a modified accrual basis where revenues are recognized when they become measurable and available to finance expenditures of the current period. Expenditures are recorded when the goods or services are received and the liabilities are incurred.

Department Directors are responsible, not only to accomplish his/her particular goals within each program, but also to monitor budget allocations consistent to the funding levels adopted by the City Council prior to July 1 of the budget year.

In addition, the City maintains budgetary control through the use of an encumbrance accounting system. As purchase orders are issued, corresponding amounts are encumbered for later payments to ensure that budget amounts are not over spent.

INTERNAL CONTROLS

The City's management is responsible for developing and establishing an internal control structure to ensure that the assets of the government are protected from loss, theft, misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of the costs and benefits requires estimates and judgments by management.

ANNUAL AUDIT

An independent accounting firm has performed the annual audit of the City's financial statements for the fiscal year ended June 30, 2009. As part of the annual audit, reviews are made to determine the adequacy of the City's internal control structure, as well as to determine that the City has complied with certain provisions of laws and regulations. Their examination has been completed and the auditor's report on the City's financial statements is included at the beginning of the Financial Section of this report.

APPROPRIATION LIMIT

Article XIII B of Proposition 4, commonly referred to as the "Gann Initiative" was approved by California voters in 1979, which placed limits on the amount of proceeds of taxes that State and Local agencies can appropriate and spend each fiscal year. In addition, voters approved Proposition 111 in 1990 to further increase the accountability of local government in adopting their limits by requiring the governing body to annually adopt, by resolution, an appropriation limit for the upcoming fiscal year. The appropriation limit and the City's appropriations subject to the limit for the fiscal year 2008/09 amounted to \$22,189,171 and \$10,169,255, respectively.

CASH MANAGEMENT

The City Treasurer is responsible for investing cash temporarily idle during the year in accordance with the State Government Code and the Investment Policy adopted by the City Council. The City diversified its investment portfolio by utilizing several investment instruments. At fiscal year end June 30, 2009, approximately \$59.7 million (City & RDA combined) was invested with the State Treasurer's Local Agency Investment Fund (LAIF); approximately \$42 million in the Ventura County Pool; approximately \$3.1 million in U.S. Treasury and Agency Securities; and \$1.2 million was invested in Certificate of Deposits (CDs).

The cash management system of the City of Moorpark is designed to monitor revenues and expenditures to ensure the investment of monies to the fullest extent possible. The criteria for selecting investments and the order of priority are (a) safety, (b) liquidity, and (c) yield. The underlying objective of the City's policy is to obtain the highest interest rate yields, and at the same time, ensure that money is available when needed and all deposits are insured by the Federal Deposit Insurance Corporation or collateralized.

CAPITAL ASSETS

In accordance with GASB Statement No. 34, the City has reported all capital assets including infrastructures in the Government-Wide Statement of Net Assets. The City elected to use the basic approach for all infrastructures reporting, whereby

depreciation expense and accumulated depreciation have been recorded. Capital assets for the fiscal year ended June 30, 2009, have a net ending balance of \$130.6 million.

LONG-TERM LIABILITIES/BONDED LIABILITIES

At June 30, 2009, the City has no outstanding bonds or other debt but does have long-term liabilities in the approximate amount of \$0.6 million for employee compensated absences (accrued leave) and \$1.4 million for Pension related liabilities.

The Agency has the 1999 Tax Allocation Bonds, the 2001 Tax Allocation Bonds and the 2006 Tax Allocation Bonds outstanding in the amounts of \$6.0 million, \$11.5 million and \$11.7 million, respectively. The purpose of the 1999 Bonds was to advance refund the Agency's previously issued 1993 Tax Allocation Bonds. The purpose of the 2001 and 2006 bonds were to finance a portion of the costs of implementing the Redevelopment Plan and fund redevelopment activities within the MRA project area.

RISK MANAGEMENT

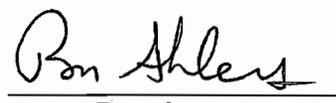
The City is a member of the California Joint Powers Insurance Authority (CJPIA) established under the provisions of California Government Code 6500 et seq., consisting of over 100 California public entities. The CJPIA provides risk coverage for its members through the pooling of losses and purchased insurance. The coverage extends to general liability and workers' compensation administered by the Authority. In addition, the City also participates in the all-risk property protection offered by the Authority. Various control techniques, including safety, ergonomic, harassment and driver awareness training have been implemented to minimize losses.

ACKNOWLEDGEMENT

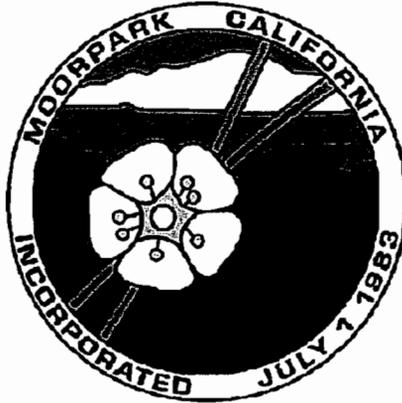
We would like to express appreciation to all City staff that assisted and contributed to the preparation of this report, particularly to the members of the Finance Department. We would also like to extend our appreciation to the auditors, Teaman, Ramirez & Smith, Inc., Certified Public Accountants for their professional assistance. As in the past, the CAFR will be available on the City's website at www.ci.moorpark.ca.us.

Respectfully submitted,


STEVEN KUENY
CITY MANAGER


RON AHLERS
FINANCE DIRECTOR

City of Moorpark



Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2009

DIRECTORY OF CITY OFFICIALS

CITY COUNCIL

Janice S. Parvin, Mayor

Mark Van Dam, Mayor Pro Tem
Keith F. Millhouse, Councilmember

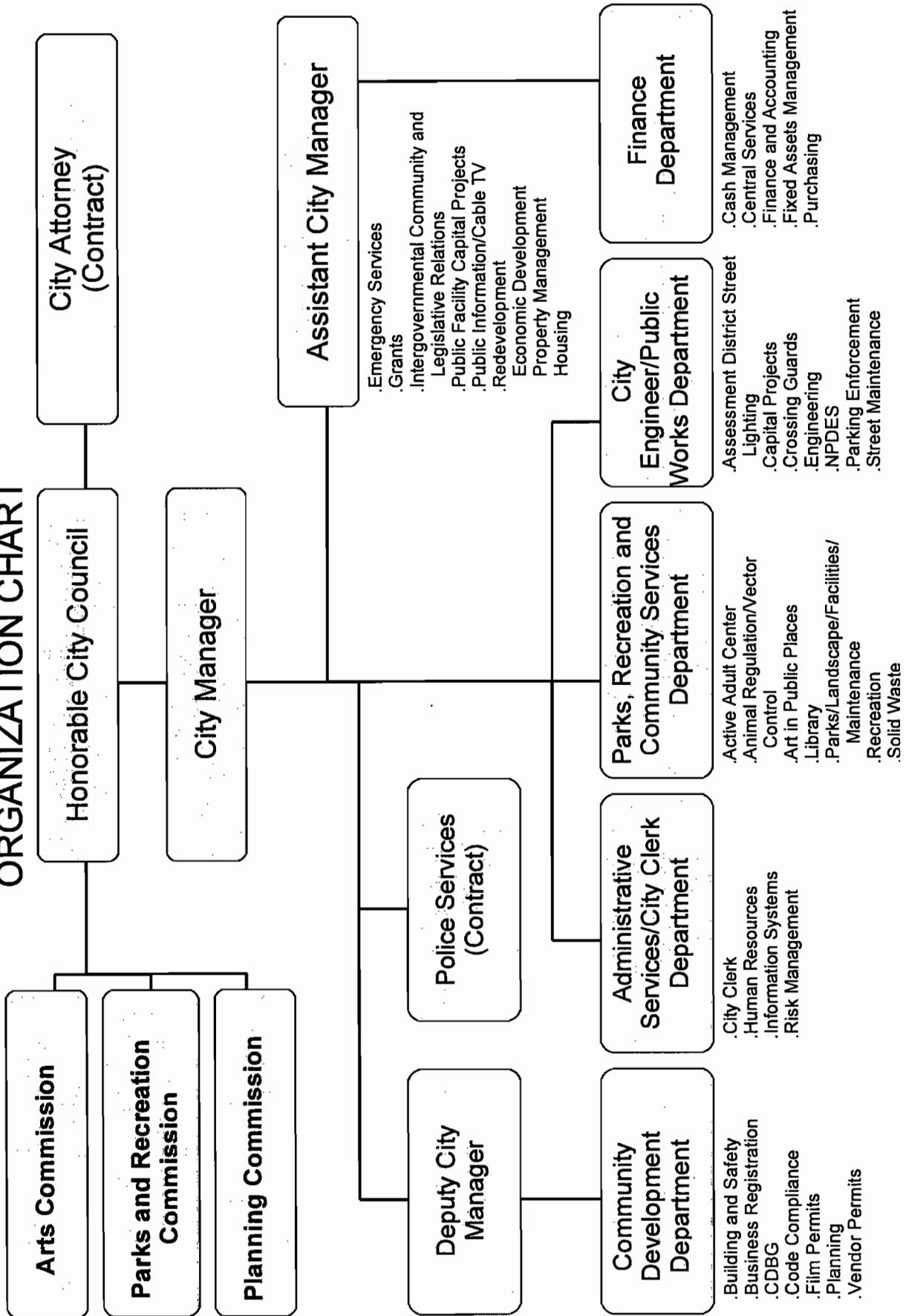
Roseann Mikos, Councilmember
David Pollock, Councilmember

CITY MANAGEMENT STAFF

Steven Kueny, City Manager
Hugh Riley, Assistant City Manager
Barry Hogan, Deputy City Manager

Ron Ahlers, Finance Director
David Bobardt, Planning Director
Yugal Lall, City Engineer/Public Works Director
Deborah Traffenstedt, Administrative Services Director
Vacant, Parks, Recreation & Community Services Director

CITY OF MOORPARK ORGANIZATION CHART



FINANCIAL SECTION

Independent Auditors' Report

The Honorable City Council
The City of Moorpark, California

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Moorpark, California (City), as of June 30, 2009, which collectively comprise the City of Moorpark's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Moorpark's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Moorpark, California, as of June 30, 2009, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2009 on our consideration of the City of Moorpark's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 3 through 13, the budgetary comparison information on pages 66 through 75, and the schedule of funding progress for MRHP are not a required part of the basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, supplementary information section, and statistical section, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information section has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and the statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Seaman Hamner & Smith

December 4, 2009

**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

As management of the City of Moorpark, California (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City (the "Primary Government") for the fiscal year ended June 30, 2009. It is encouraged that the readers consider the information presented here in conjunction with the accompanying basic financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities at the close of the 2008/09 fiscal year by \$239,673,695 (net assets). Of this amount, \$14,213,503 is not restricted by external law or administrative action for a specified purpose. The City Council's approval is required before these funds may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net assets increased by \$4,348,046 during the current fiscal year. The Statement of Net Assets is presented on page 15.
- As of June 30, 2009, the City's governmental funds (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds) reported combined ending fund balances of \$135,208,035, an increase of \$2,261,427, from the prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$2,832,620.
- The City's total Long – Term Liabilities decreased by \$1,018,568 or 3.3% during the current fiscal year. The decrease is attributable to the difference between employee compensated absences addition; the fiscal years regularly scheduled debt service payments for the 1999, 2001 and 2006 Tax Allocation Bonds; and the decrease in pension related debt.

OVERVIEW OF THE BASIC 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 comprise three components:

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

Other required supplementary information is included in addition to the basic financial statements.

Government-Wide Financial Statements. The City has presented its financial statements under the reporting model required by Governmental Accounting Standards Board Statement No. 34 (GASB 34) and its related Statements, GASB 37, 38, and 41. These 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 *government-wide financial* statements include the *statement of net assets* and the *statement of activities*.

The *governmental activities* of the City include general government, public safety, public services, parks and recreation, debt service, and interest on debt. The City does not have any *business-type activities*.

**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

The *statement of net assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases and decreases in net assets 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 assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (i.e., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements include not only the City of Moorpark as the primary government, but also a legally separate Moorpark Redevelopment Agency, the Moorpark Public Financing Authority, and the Industrial Development Authority of the City of Moorpark. Although legally separate from the City, these component units are blended with the primary government because of their governance or financial relationships to the City.

The government-wide financial statements can be found on pages 15 and 16 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is 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. All of the funds of the City can be divided into two categories: governmental funds and fiduciary funds.

Governmental 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 fund 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 the City's near-term financial 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 City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances, provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains a variety of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Street and Traffic Safety, Community Development, Areas of Contribution, Endowment, Park/Public Facilities, Police Facilities Fee, Moorpark Highlands Improvements, Moorpark Redevelopment Agency (MRA) – Capital Projects, Special Projects and Moorpark Redevelopment Agency (MRA) – Debt Service. All of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the *non-major governmental funds* section of this report.

The City adopts an annual budget for all its funds. A budgetary comparison statement is provided for all funds with an annually adopted budget to demonstrate compliance with their respective budgets. The budgetary comparison

**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

statements are located in the basic financial statements. The non-major governmental fund budgetary comparisons are located in the *non-major governmental funds* section of the report.

Fiduciary Funds. Fiduciary funds, which consist solely of trust and agency 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 the fund are *not* available to support the City's own programs. Fiduciary funds are custodial in nature and, therefore, the accounting used does not involve the measurement of the results of operations. The basic fiduciary fund financial statement can be found on page 25 of this report.

Notes to the Basic Financial Statements. The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 27-65 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The City has continued to present its financial statements under the reporting model required by GASB 34. A comparative analysis of the government-wide data has been included in this report.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$239.7 million at the close of the current fiscal year.

The City's net assets invested in capital assets, net of related debt reflects a positive \$130.6 million. As shown on Table 1, the largest portion of the City's net assets (55%) is its investment in capital assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion of the City's net assets (43%) represents resources that are subject to external restrictions on how they may be used. The major restrictions on net assets are funding source restrictions. The remaining balance of total net assets (2%) is unrestricted and may be used to meet the City's obligations to citizens and creditors in accordance with the finance-related legal requirements reflected in the City's fund structure. At the end of the fiscal year ended June 30, 2008, the City reported positive balances in all three categories of net assets, both for the City as a whole, as well as for its separate governmental activities.

**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

**Table 1
Net Assets
Governmental Activities
As of June 30, 2009 and 2008**

	<u>2009</u>	<u>2008</u>
Assets:		
Current and other assets	\$ 145,680,876	\$ 145,749,306
Capital assets	130,581,499	130,071,108
Total Assets	<u>276,262,375</u>	<u>275,820,414</u>
Liabilities:		
Long-term debt outstanding	29,942,239	30,960,807
Other liabilities	6,646,441	9,533,958
Total Liabilities	<u>36,588,680</u>	<u>40,494,765</u>
Net Assets:		
Invested in capital assets, net of related debt	130,581,499	130,071,108
Restricted	94,878,693	101,613,368
Unrestricted	14,213,503	3,641,173
Total Net Assets	<u>\$ 239,673,695</u>	<u>\$ 235,325,649</u>

The City's net assets increased by \$4.3 million during the current fiscal year.

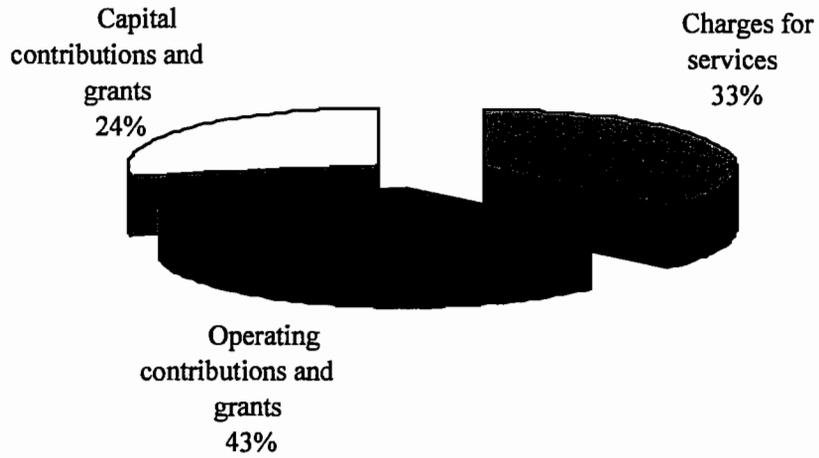
**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

**Table 2
Changes in Net Assets
Governmental Activities
As of June 30, 2009 and 2008**

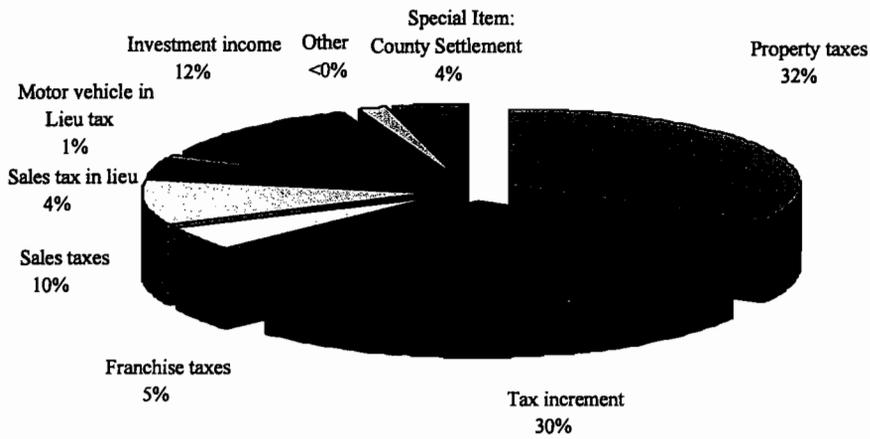
	<u>2009</u>	<u>2008</u>
Revenues		
Program Revenues:		
Charges for services	\$ 4,589,249	\$ 7,416,792
Operating contributions and grants	6,172,315	7,113,883
Capital contributions and grants	3,326,778	5,481,972
General Revenues:		
Property taxes	7,802,643	4,505,980
Tax increment	7,054,432	6,887,079
Franchise taxes	1,171,556	1,150,180
Sales taxes	2,329,522	2,306,281
Sales tax in lieu	849,227	779,263
Motor vehicle in lieu tax	125,307	3,038,440
Investment income	2,875,649	2,491,856
Other	386,040	139,728
Special Item ~ County Settlement	1,000,000	-
Total Revenues	<u>37,682,718</u>	<u>41,311,454</u>
Expenses		
General government	2,041,596	1,949,206
Public safety	7,035,384	6,882,072
Public services	18,170,325	20,580,204
Parks and recreation	4,470,524	4,551,045
Interest on long-term debt	1,616,843	1,773,841
Total Expenses	<u>33,334,672</u>	<u>35,736,368</u>
Increase in net assets	4,348,046	5,575,086
Net assets - July 1,	235,325,649	233,008,403
Prior Period Adjustment	-	(3,257,840)
Net assets - June 30,	<u><u>\$ 239,673,695</u></u>	<u><u>\$ 235,325,649</u></u>

**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

Program Revenues



General Revenues



**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

FINANCIAL ANALYSIS OF THE CITY'S MAJOR FUNDS

As noted earlier, the City uses fund accounting to 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 financial requirements. In particular *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported total fund balances of \$135,208,035. This is an increase of \$2,261,427 in comparison with the prior year. Approximately \$101.1 million or 75% of the fund balances constitutes *unreserved fund balance*, which is available to meet the City's current and future needs. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has been committed to a variety of restricted purposes.

General Fund

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the total fund balance of the General Fund was \$3.2 million which is a decrease of \$0.5 million or 14% from the prior year. As a measure of the General Fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Total fund balance represents 22% of total General Fund expenditures and transfers out. This is a healthy reserve.

Key factors in this growth when compared to FY 2007-08 are as follows:

- The City's share of property taxes increased by approximately \$3.1 million as a result of reclassifying certain vehicle license fee in lieu revenue as property taxes.
- Sales tax revenues also improved with an increase of approximately \$93,000, which is a reflection of increased sales from various business groups and an increase in the "triple flip" from the State.
- Interest earnings decreased by approximately \$65,000 in response to declining rates in the market.
- Motor vehicle in lieu decreased by approximately \$2.9 million as a result of reclassifying certain vehicle license fee in lieu revenue as property taxes.
- Expenditures and transfers out ended the year approximately \$1.7 million under budget as a result of prudent spending by staff and capital projects that have not yet started.

Street and Traffic Safety Fund (Includes the Traffic System Management Fund, City-Wide Traffic Mitigation Fund and Crossing Guard Fund)

The fund balance of the Street and Traffic Safety Fund increased by \$0.9 million from the prior year, primarily due to the receipt of development fees for various construction projects.

Community Development Fund

The fund balance of the Community Development Fund increased by \$0.4 million from the prior year as a result of increased transfers from the General Fund to support this operation.

**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

Assessment District Fund

The fund balance of the Assessment District Fund increased by \$1.9 million from the prior year due to transfers from the General Fund.

Endowment Fund

The fund balance of the Endowment Fund decreased by \$2.9 million, due to a transfer to the City Hall Building Capital Projects Fund.

Park/Public Facilities Fund (Includes ten (10) various development fee related funds)

The fund balance of the Park Improvement Fund decreased by \$0.6 million primarily due to increased capital expenditures.

MRA Area 1 Operations Fund

The fund balance of the MRA Area 1 Operations Fund increased by \$4 million from the prior year due to a transfer from the Redevelopment Agency Capital Projects Fund.

Police Facilities Fund

The fund balance of the Police Facilities Fund increased by \$0.1 million from the prior year.

Moorpark Highlands Improvement Fund

The Moorpark Highland Improvement Fund is one of six accounts held by the Fiscal Agent for the Community Facilities District (CFD) No. 2004-1 (Moorpark Highlands) Special Tax Bonds 2006. The Improvement account has been recorded under a capital projects fund to reflect the proceeds that have been designated for capital improvement projects. Bond proceeds of \$34 million have been deposited into this fund. The expenditures of \$4 million represent payments to Pardee homes for reimbursement of improvements and grading in the district. The debt service portion of this bond issue has been recorded as an agency fund. *Note that the City of Moorpark is not obligated in any manner for this bond issue and is only limited to acting as an agent for the assessed property owners and bondholders.*

Redevelopment Agency Capital Projects Fund

The fund balance of the Redevelopment Agency Capital Projects Fund decreased by \$5.4 million from the previous year mainly due to a transfer to the Redevelopment Agency Area 1 Operations Fund.

Special Projects Capital Projects Fund

The fund balance of the Special Projects Capital Projects Fund increased by \$2 million from the previous year solely due to a transfer from the General Fund.

**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

RDA Debt Service Fund

The fund balance of the Redevelopment Agency Debt Service Fund increased by \$0.5 million due to the increased transfer out to the Redevelopment Agency Capital Projects Fund.

Non-Major Governmental Funds

The fund balance of all other Non-Major Governmental Funds increased by \$6.1 million from the previous fiscal year.

General Fund Budgetary Highlights

The City adopts annual appropriated operating budgets for its governmental funds (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Project Funds (except for the Moorpark Highlands Improvement Fund as these sources have been designated for specific projects in accordance with the Bonds' Official Statement) and reports the results of operation on a budget comparison basis.

In preparing its budgets, the City attempts to estimate its revenues using realistic, but conservative, methods so as to budget its expenditure appropriations and activities in a prudent manner. As a result, the City Council adopts budget adjustments during the course of the fiscal year to reflect both changed priorities and availability of additional revenues to allow for expansion of existing programs. During the course of the year, the City Council amended the originally adopted budget to re-appropriate prior year approved projects and expenditures, as well as approving many other adjustments for the current year.

The results of the General Fund for the year ended June 30, 2009, were right in line with the budget. Revenues were \$736,000 greater than the budget and expenditures and transfers out ended the year under budget.

CAPITAL ASSET AND LONG-TERM LIABILITIES

Capital Assets. The City's investment in capital assets as of June 30, 2009, amounted to \$130.6 million (net of accumulated depreciation). This investment, detailed in Table 3, includes land, construction in progress, buildings and improvements, machinery and equipment, and infrastructure. The total increase in the City's investment in capital assets for the current fiscal year was 0.4%. Buildings and improvements show the largest increase in 2009 at \$1.7 million.

**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

**Table 3
Capital Assets (net of depreciation)
Governmental Activities
As of June 30, 2009 and 2008**

	<u>2009</u>	<u>2008</u>
Land	\$ 28,719,337	\$ 28,719,337
Construction in Progress	9,903,188	9,970,434
Buildings and improvements	25,393,673	23,643,388
Machinery and equipment	1,982,243	1,519,510
Infrastructure	64,583,058	66,218,439
Total	<u>\$ 130,581,499</u>	<u>\$ 130,071,108</u>

As a result of the implementation of GASB No. 34, the City has continued to account for infrastructure assets on its financial statements. The accompanying government-wide financial statements include those infrastructure assets that were either completed during the current fiscal year or considered construction in progress at current fiscal year-end.

Additional information on the City's capital assets can be found in Note 5 on page 48 of this report.

Long-term Liabilities

At the end of the current fiscal year, the City's long-term liability outstanding is \$30.9 million. This is comprised of \$28.9 million in tax allocation bonded indebtedness, \$0.6 million in employee compensated absences payable and \$1.4 million for pension related debt.

**Table 4
Outstanding Long-Term Liabilities
Governmental Activities
As of June 30, 2009 and 2008**

	<u>2009</u>	<u>2008</u>
Tax Allocation Bonds (issued by the Redevelopment Agency)	\$ 28,906,716	\$ 29,370,869
Employee Compensated Absences	642,256	665,389
Pension Related Debt	1,357,356	1,388,702
Total	<u>\$ 30,906,328</u>	<u>\$ 31,424,960</u>

**CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

The City of Moorpark's total liabilities decreased by \$0.5 million or 1.7% during the current fiscal year. The decrease is attributable to the normal pay down of principal on the outstanding debt.

Additional information on the City's long-term liabilities can be found in Note 6 on pages 49 thru 53 of the basic financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The State's "Triple Flip" payment plan remains in effect as the state attempts to repay the \$15.0 billion deficit reduction bonds. The impact to the City of Moorpark will be on cash flow and the subsequent reduction in interest income due to biannual (catch-up payments) rather than monthly sales tax payments. In addition, the State's budget for Fiscal Year 2009/10 and 2010/11 currently show a deficit in the billions. The State has not adopted a strategy to reduce this projected deficit. The City anticipates the State taking away property tax revenue from the redevelopment agency and Proposition 42 monies.

General purpose revenues such as property tax and sales tax are anticipated to decrease in fiscal year 2009/10. The sales tax decrease is a reflection of the economic recession plus the addition of new tenants to fill spaces in the Campus Plaza, Village at Moorpark, Warehouse Discount Center, Moorpark Grove and Mountain Meadows Plaza shopping centers, increasing the City's sales tax revenue.

Additionally, the City took into consideration the following factors in preparing the budget for fiscal year 2009/10:

- Interest income will show a decrease in response to declining interest rates.
- Slight decrease in PERS retirement cost from 11.607% to 10.990% effective July 1, 2009.
- Projections indicate our cost for general liability insurance will increase by 30% and earthquake and flood insurance is expected to decrease by 13% for FY 2009/10 when compared to fiscal year 2008/09 actual payments.

A priority of the City is to maintain a high quality of services while adopting a balanced budget. As in prior years, the 2009/10 budget as adopted by the City Council is a balanced budget and will serve as a guide in planning for the future.

REQUESTS FOR INFORMATION

This management's discussion and analysis is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions or need additional financial information, please contact the Finance Department at City Hall, 799 Moorpark Avenue, Moorpark, CA 93021, or at www.ci.moorpark.ca.us.

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BASIC FINANCIAL STATEMENTS

City of Moorpark
Statement of Net Assets
June 30, 2009

	<u>Governmental Activities</u>
ASSETS	
Cash and Investments	\$ 104,179,611
Receivables:	
Taxes	695,717
Accounts	776,708
Interest	1,707,151
Notes and Loans	3,504,672
Prepaid Items	378,409
Property Held for Resale/Development	17,814,168
Restricted Cash and Investments	16,160,984
Debt Issuance Costs	463,456
Capital Assets:	
Non-Depreciable:	
Land	28,719,337
Construction in Progress	9,903,188
Depreciable, Net of Accumulated Depreciation:	
Buildings and Improvements	25,393,673
Machinery and Equipment	1,982,243
Infrastructure	64,583,058
Total Assets	276,262,375
LIABILITIES	
Accounts Payable and Accrued Liabilities	5,206,621
Interest Payable	347,022
Unearned Revenue	107,177
Due to Agency Funds	21,532
Noncurrent Liabilities:	
Due Within One Year	964,089
Due in More Than One Year	29,942,239
Total Liabilities	36,588,680
NET ASSETS	
Invested in Capital Assets	130,581,499
Restricted for:	
Public Services	82,879,987
Recreation Services	4,554,690
Public Safety	498,827
Low/Moderate Income Housing	6,945,189
Unrestricted	14,213,503
Total Net Assets	\$ 239,673,695

The accompanying notes are an integral part of this statement.

**City of Moorpark
Statement of Activities
Year Ended June 30, 2009**

Functions/Programs	Expenses	Program Revenues			Net Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government:					
Governmental Activities:					
General Government	\$ 2,041,596	\$ 232,926	\$ 48,807	\$	\$ (1,759,863)
Public Safety	7,035,384	538,636	64,677		(6,432,071)
Public Services	18,170,325	3,172,708	2,446,735	3,326,778	(9,224,104)
Parks and Recreation	4,470,524	644,979	3,612,096		(213,449)
Interest on Long-Term Debt	1,616,843				(1,616,843)
Total Governmental Activities	\$ 33,334,672	\$ 4,589,249	\$ 6,172,315	\$ 3,326,778	(19,246,330)

General Revenues:

Taxes:

Property Tax, Levied for General Purpose	7,802,643
Property Tax, Redevelopment Agency Tax Increment	7,054,432
Franchise Taxes	1,171,556
Sales Tax	2,329,522
Sales Tax In-Lieu	849,227
Motor Vehicle In-Lieu, unrestricted	125,307
Investment Income	2,875,649
Other	386,040

Special Items:

County Settlement	1,000,000
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Total General Revenues 23,594,376

Change in Net Assets 4,348,046

Net Assets - Beginning of Year 235,325,649

Net Assets - End of Year \$239,673,695

**City of Moorpark
Balance Sheet
Governmental Funds
June 30, 2009**

	Special Revenue			
	General	Street and Traffic Safety	Community Development	Assessment District
ASSETS				
Cash and Investments	\$ 2,212,671	\$ 19,671,937	\$ 232,806	\$ 6,488,096
Restricted Cash and Investments				
Receivables:				
Taxes	678,233			17,484
Accounts	111,865		609	59,851
Interest	365,212			
Notes and Loans				
Due From Other Funds	389,348			
Prepaid Items	373,209			
Property Held for Resale/Development				
Total Assets	<u>\$ 4,130,538</u>	<u>\$ 19,671,937</u>	<u>\$ 233,415</u>	<u>\$ 6,565,431</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable and Accrued Liabilities	\$ 848,600	\$ 11,390	\$ 233,415	\$ 119,322
Due to Other Funds	54,577			
Due to Agency Funds	21,532			
Deferred Revenue				17,484
Total Liabilities	<u>924,709</u>	<u>11,390</u>	<u>233,415</u>	<u>136,806</u>
Fund Balances:				
Reserved for:				
Capital Projects				
Debt Service				
Property Held for Resale/Development				
Prepaid Items	373,209			
Unreserved, Reported In:				
General Fund	2,832,620			
Special Revenue Funds		19,660,547		6,428,625
Capital Projects Funds				
Debt Service Funds				
Total Fund Balances	<u>3,205,829</u>	<u>19,660,547</u>	<u>-</u>	<u>6,428,625</u>
Total Liabilities and Fund Balances	<u>\$ 4,130,538</u>	<u>\$ 19,671,937</u>	<u>\$ 233,415</u>	<u>\$ 6,565,431</u>

The accompanying notes are an integral part of this statement.

Endowment	Special Revenue		Capital Projects		
	Parks/Public Facilities	MRA Area 1 Operations	Police Facilities Fee	Moorpark Highlands Improvement	Redevelopment Agency
\$ 2,838,312	\$ 4,783,985	\$ 5,019,531	\$	\$ 14,014,926	\$ 14,124,781
	9,171	17,952			3,330
800,000		1,253,181			88,758
1,943,495		1,704,786			350,000
		54,577			
		9,117,374			2,041,544
<u>\$ 5,581,807</u>	<u>\$ 4,793,156</u>	<u>\$ 17,167,401</u>	<u>\$ -</u>	<u>\$ 14,014,926</u>	<u>\$ 16,608,413</u>
\$ 4,141	\$ 238,466	\$ 3,114,659	\$	\$	\$ 302,455
		120,301	1,995,668		17,286
800,000		2,957,967			
<u>804,141</u>	<u>238,466</u>	<u>6,192,927</u>	<u>1,995,668</u>	<u>-</u>	<u>319,741</u>
				14,014,926	
		9,117,374			2,041,544
4,777,666	4,554,690	1,857,100	(1,995,668)		14,247,128
<u>4,777,666</u>	<u>4,554,690</u>	<u>10,974,474</u>	<u>(1,995,668)</u>	<u>14,014,926</u>	<u>16,288,672</u>
<u>\$ 5,581,807</u>	<u>\$ 4,793,156</u>	<u>\$ 17,167,401</u>	<u>\$ -</u>	<u>\$ 14,014,926</u>	<u>\$ 16,608,413</u>

Continued

The accompanying notes are an integral part of this statement.

**City of Moorpark
Balance Sheet
Governmental Funds - Continued
June 30, 2009**

	<u>Capital Projects</u>	<u>Debt Service</u>	Non-Major Governmental Funds	Total Governmental Funds
	Special Projects	Redevelopment Agency		
ASSETS				
Cash and Investments	\$ 23,448,369	\$	\$ 25,359,123	\$ 104,179,611
Restricted Cash and Investments		2,146,058		16,160,984
Receivables:				-
Taxes				695,717
Accounts			573,930	776,708
Interest				1,707,151
Notes and Loans			999,886	3,504,672
Due From Other Funds			194,242	2,931,662
Prepaid Items			5,200	378,409
Property Held for Resale/Development			6,655,250	17,814,168
	<u>\$ 23,448,369</u>	<u>\$ 2,146,058</u>	<u>\$ 33,787,631</u>	<u>\$ 148,149,082</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable and Accrued Liabilities	\$	\$	\$ 334,173	\$ 5,206,621
Due to Other Funds			743,830	2,931,662
Due to Agency Funds				21,532
Deferred Revenue			1,005,781	4,781,232
	<u>-</u>	<u>-</u>	<u>2,083,784</u>	<u>12,941,047</u>
Fund Balances:				
Reserved for:				
Capital Projects				14,014,926
Debt Service		1,884,722		1,884,722
Property Held for Resale/Development			6,655,250	17,814,168
Prepaid Items			5,200	378,409
Unreserved, Reported In:				
General Fund				2,832,620
Special Revenue Funds			20,662,730	57,941,358
Capital Projects Funds	23,448,369		4,380,667	40,080,496
Debt Service Funds		261,336		261,336
	<u>23,448,369</u>	<u>2,146,058</u>	<u>31,703,847</u>	<u>135,208,035</u>
Total Fund Balances	<u>23,448,369</u>	<u>2,146,058</u>	<u>31,703,847</u>	<u>135,208,035</u>
Total Liabilities and Fund Balances	<u>\$ 23,448,369</u>	<u>\$ 2,146,058</u>	<u>\$ 33,787,631</u>	<u>\$ 148,149,082</u>

The accompanying notes are an integral part of this statement.

City of Moorpark
Reconciliation of the Governmental Funds - Balance Sheet
to the Statement of Net Assets
June 30, 2009

Fund balances of governmental funds	\$ 135,208,035
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets of governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	130,581,499
Long-term notes and loans receivable are not current financial resources and, therefore, are deferred in the governmental funds.	3,379,158
Revenues not received soon enough after year-end to be considered available are deferred in the funds. The availability criteria does not apply to the government-wide financial statements.	1,294,897
Interest expenditures are recognized when due, and therefore, interest payable is not recorded in the governmental funds.	(347,022)
Long-term liabilities are not due and payable in the current period and are not reported in the funds.	
Compensated Absences	(642,256)
Tax Allocation Bonds	(29,205,000)
Unamortized Discount	298,284
Pension Related Debt	(1,357,356)
Issuance costs net of accumulated amortization were recorded as expenditures in the governmental funds.	463,456
Net assets of governmental activities	\$ 239,673,695

The accompanying notes are an integral part of this statement.

City of Moorpark
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2009

	Special Revenue			
	General	Street and Traffic Safety	Community Development	Assessment District
REVENUES				
Taxes	\$ 10,880,716	\$	\$	\$
Licenses and Permits	88,308		556,702	
Fines and Forfeitures	186,809		6,148	
Use of Money and Property	1,000,429	474,772		138,105
Charges for Services	766,713	586,421	1,080,455	
Intergovernmental	155,043			
Maintenance Assessments	19,323			3,450,229
Other Revenue	269,864			4,777
Total Revenues	13,367,205	1,061,193	1,643,305	3,593,111
EXPENDITURES				
Current:				
General Government	1,926,283			
Public Safety	6,253,223			311,770
Public Services	414,949	61,240	2,413,472	
Parks and Recreation	1,436,923			2,745,168
Capital Outlay	90,725	90,147		25,721
Debt Service:				
Principal				
Interest				
Total Expenditures	10,122,103	151,387	2,413,472	3,082,659
Excess (Deficiency) of Revenues over Expenditures	3,245,102	909,806	(770,167)	510,452
OTHER FINANCING SOURCES (USES)				
Transfer In	464,718		1,162,972	1,357,750
Transfer Out	(4,311,166)	(29,017)		(10,000)
Total Other Financing Sources (Uses)	(3,846,448)	(29,017)	1,162,972	1,347,750
SPECIAL ITEMS				
County Settlement				
Net Change in Fund Balances	(601,346)	880,789	392,805	1,858,202
Fund Balances, Beginning of Year	3,807,175	18,779,758	(392,805)	4,570,423
Fund Balances, End of Year	<u>\$ 3,205,829</u>	<u>\$ 19,660,547</u>	<u>\$ -</u>	<u>\$ 6,428,625</u>

The accompanying notes are an integral part of this statement.

Special Revenue			Capital Projects		
Endowment	Parks/Public Facilities	MRA Area 1 Operations	Police Facilities Fee	Moorpark Highlands Improvement	Redevelopment Agency
\$	\$	\$	\$	\$	\$
82,606	141,882	44,595		70,492	403,316
428,101	361,055				
	11,546	69,295	22,423		6,990
510,707	514,483	113,890	22,423	70,492	410,306
	26,605	1,455,487	74,302		113,289
51,343	1,089,263	347,509		4,034,153	813,288
51,343	1,115,868	1,802,996	74,302	4,034,153	926,577
459,364	(601,385)	(1,689,106)	(51,879)	(3,963,661)	(516,271)
(3,368,697)		5,777,516 (48,273)			- (4,863,609)
(3,368,697)	-	5,729,243	-	-	(4,863,609)
(2,909,333)	(601,385)	4,040,137	(51,879)	(3,963,661)	(5,379,880)
7,686,999	5,156,075	6,934,337	(1,943,789)	17,978,587	21,668,552
<u>\$ 4,777,666</u>	<u>\$ 4,554,690</u>	<u>\$ 10,974,474</u>	<u>\$ (1,995,668)</u>	<u>\$ 14,014,926</u>	<u>\$ 16,288,672</u>

The accompanying notes are an integral part of this statement.

Continued

City of Moorpark
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds - Continued
Year Ended June 30, 2009

	<u>Capital Projects</u>	<u>Debt Service</u>	Non-Major	Total
	Special Projects	Redevelopment Agency	Governmental Funds	Governmental Funds
REVENUES				
Taxes	\$	\$ 7,054,432	\$ 1,781,488	\$ 19,716,636
Licenses and Permits				645,010
Fines and Forfeitures			291,973	484,930
Use of Money and Property		224,688	533,996	3,114,881
Charges for Services			590,414	3,813,159
Intergovernmental			3,793,016	3,948,059
Maintenance Assessments				3,491,975
Other Revenue			36,067	398,539
Total Revenues	-	7,279,120	7,026,954	35,613,189
EXPENDITURES				
Current:				
General Government				1,926,283
Public Safety			175,130	6,814,425
Public Services		3,366,958	3,407,297	11,259,297
Parks and Recreation				4,182,091
Capital Outlay			1,558,455	8,100,604
Debt Service:				
Principal		475,000		475,000
Interest		1,557,896	36,166	1,594,062
Total Expenditures	-	5,399,854	5,177,048	34,351,762
Excess (Deficiency) of Revenues over Expenditures	-	1,879,266	1,849,906	1,261,427
OTHER FINANCING SOURCES (USES)				
Transfer In	1,969,504	152,117	6,178,073	17,062,650
Transfer Out		(2,515,766)	(1,916,122)	(17,062,650)
Total Other Financing Sources (Uses)	1,969,504	(2,363,649)	4,261,951	-
SPECIAL ITEMS				
County Settlement		1,000,000		1,000,000
Net Change in Fund Balances	1,969,504	515,617	6,111,857	2,261,427
Fund Balances, Beginning of Year	21,478,865	1,630,441	25,591,990	132,946,608
Fund Balances, End of Year	<u>\$ 23,448,369</u>	<u>\$ 2,146,058</u>	<u>\$ 31,703,847</u>	<u>\$ 135,208,035</u>

The accompanying notes are an integral part of this statement.

City of Moorpark
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
Year Ended June 30, 2009

Net change in fund balances-total governmental funds \$ 2,261,427

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

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 as depreciation expense or are allocated to the appropriate functional expense when the cost is below the capitalization threshold. This activity is reconciled as follows:

Cost of assets capitalized	3,789,980
Depreciation expense	(3,261,709)

Governmental funds report only proceeds from the sale of capital assets. The statement of activities reports a gain or loss on disposal based on the net book value at the time of disposal. Disposal activity included the following:

Costs of assets disposed	(92,475)
Accumulated depreciation on disposed assets	74,595

Long-term notes and loans receivable are reported as expenditures when made and as revenue when repaid in the governmental funds. However, there is no impact in the statement of activities when notes and loans are made or repaid. This amount represents the net change in the long-term notes and loans receivable. 15,147

Revenues not received soon enough after year-end to be considered available are deferred in the funds. The availability criteria does not apply to the government-wide financial statements. 1,054,383

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 assets. Also governmental funds report the effect of issuance costs, 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. 478,646

Accrued interest for tax allocation bonds is not recorded in the governmental funds. This is the net change in accrued interest for the current period. 4,919

Compensated absence expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. 23,133

Change in net assets of governmental activities \$ 4,348,046

The accompanying notes are an integral part of this statement.

City of Moorpark
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2009

ASSETS

Cash and Investments	\$ 3,297,388
Restricted Cash and Investments	6,507,445
Accounts Receivable	26,323
Due From Other Funds	<u>21,532</u>
 Total Assets	 <u><u>9,852,688</u></u>

LIABILITIES

Accounts Payable	182,046
Deposits	3,116,619
Due to Bondholders	<u>6,554,023</u>
 Total Liabilities	 <u><u>\$ 9,852,688</u></u>

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

<u>NOTE</u>	<u>DESCRIPTION</u>	<u>PAGE</u>
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City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Moorpark (City) conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for governmental accounting and financial reporting principles. The following is a summary of the significant policies.

A) Reporting Entity

The reporting entity "City of Moorpark" includes the accounts of the City, the Moorpark Redevelopment Agency (Agency), the Moorpark Public Financing Authority (PFA), and the Industrial Development Authority of the City of Moorpark (IDA).

The City was incorporated in July, 1983 as a general law city and operates under a Council/Manager form of government.

The Agency was formed in 1987 pursuant to the State of California Health and Safety Code, Section 33000 entitled "Community Redevelopment Law". Its purpose is to finance long-term capital improvements designed to eliminate physical and economic blight in a project area.

The PFA was formed in 1993 as a joint powers authority between the City and the Agency in order to provide financial assistance to the City and the Agency by issuing debt and financing the construction of public facilities.

The IDA was formed in 1985 pursuant to the California Industrial Development Financing Act (the ACT). Its purpose is to finance the acquisition and development of certain industrial activities as permitted by the Act and to issue bonds for the purpose of enabling industrial firms to finance the cost of such activities.

The criteria used in determining the scope of the reporting entity are based on the provisions of GASB Statement No. 14 (as amended by GASB Statement No. 39). The City of Moorpark is the primary government unit. Component units are those entities which are financially accountable to the primary government, either because the City appoints a voting majority of the component unit's Board, or because the component unit will provide a financial benefit or impose a financial burden on the City.

The City has accounted for the Agency, the PFA, and IDA as "blended" component units. Despite being legally separate, they are so intertwined with the City, they are in substance, part of the City's operations. Accordingly, the balances and transactions of the Agency are reported as separate funds in the Special Revenue, Debt Service, and Capital Projects Funds. The PFA and IDA are inactive.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

A) Reporting Entity - Continued

The following specific criteria were used in determining that the Agency, the PFA, and the IDA are “blended” component unit:

- 1) The members of the City Council also act as the governing body of the Agency, the PFA, and the IDA.
- 2) The City, the Agency, the PFA, and the IDA are financially interdependent. The City makes loans to the Agency for use on redevelopment projects. Available property tax revenues of the Agency will be used to repay the loans from the City.
- 3) The Agency, the PFA, and the IDA are managed by employees of the City.

The financial statements for the Agency may be obtained at the City’s administrative offices. The PFA and IDA do not issue separate financial statements.

B) Accounting and Reporting Policies

The City has conformed to the pronouncements of the GASB, which are the primary authoritative statements of the accounting principles generally accepted in the United States of America applicable to state and local governments. In accordance with GASB Statements No. 20, the City applies all applicable Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless any such pronouncements contradict GASB pronouncements.

C) Description of Funds

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. The following are types of funds used:

Governmental Fund Types

General Fund - Used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Used to account for the proceeds of specific revenue sources that are restricted by law or administrative action for specified purposes.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C) Description of Funds - Continued

Debt Service Funds - The debt service fund is used to account for property tax increment revenue and related interest income. Disbursements from this fund consist mainly of principal and interest on indebtedness.

Capital Projects Funds - Used to account for financial resources used for the construction of specific capital projects.

Fiduciary Fund Type

Agency Funds - Used to account for assets held by the City as an agent for individuals, private organizations, other governments and/or other funds.

D) Basis of Accounting and Measurement Focus

Government-Wide Financial Statements

The City's Government-Wide Financial Statements include a Statement of Net Assets and a Statement of Activities. These statements present summaries of Governmental Activities for the City.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets and infrastructure as well as long-term debt, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenditures are recognized in the period in which the liability is incurred. The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The types of transactions reported as program revenues for the City are reported in three categories: 1) charges for services, 2) operating contributions and grants, and 3) capital grants and contributions. Charges for services include revenues from customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Operating contributions and grants include revenues restricted to meeting the requirements of a particular operating function and may include state shared revenues and grants. Capital contributions and grants include revenues restricted to meeting

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D) Basis of Accounting and Measurement Focus - Continued

the requirements of a particular capital function and may include grants and developer fees. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the government-wide financial statements have been eliminated.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances for all major governmental funds and aggregated non-major funds. An accompanying schedule is presented to reconcile and explain the differences in fund balances as presented in these statements to the net assets presented in the Government-Wide Financial Statements. The City has presented all major funds that met qualifications of GASB Statement No. 34. In addition, the City has included funds that are significant to the City as major funds.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. 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 fund balances. Revenues are recognized in the accounting period in which they become susceptible to accrual, that is, when they become both measurable and available to finance expenditures of the current period. "Measurable" means that the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Accrued revenues included property taxes received within 60 days after year-end taxpayer assessed taxes such as sales taxes, and earnings on investments. Grant funds earned but not received are recorded as a receivable, and grant funds received before the revenue recognition criteria have been met are reported as deferred revenues. Expenditures are recorded when the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which is recognized when due.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D) Basis of Accounting and Measurement Focus - Continued

The City reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

The Street and Traffic Safety Special Revenue Fund is used to account for fees used for street maintenance, right-of-way acquisition and street construction.

The Community Development Special Revenue Fund is used to account for fees used in planning, building and safety, and engineering services relating to community development.

The Assessment District Special Revenue Fund is used to account for funds received by the City for maintenance of community-wide landscaping.

The Endowment Special Revenue Fund is used to account for funds received by the City for certain development projects or other sources directed by the City Council to be held for the purpose of one-time capital expenditure of community-wide benefit due to the impact of additional development.

The Parks/Public Facilities Special Revenue Fund is used to account for fees used for park and public facilities improvements as a result of additional development.

The MRA Area 1 Operations Special Revenue Fund is used to account for monies received and expended within the project area in accordance with the Redevelopment Plan of the Agency made pursuant to redevelopment laws of the State of California.

The Police Facilities Fee Capital Projects Fund is used to account for the funds used to build the new police facility.

The Moorpark Highlands Improvement Capital Projects Fund is used to account for the receipt and expenditure of the CFD No. 2004-1 special tax bonds proceeds.

The Redevelopment Agency Capital Projects Fund is used to account for the funds used for the Agency's capital improvement projects.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D) Basis of Accounting and Measurement Focus - Continued

The Special Projects Fund is used to account for various City capital improvement projects.

The Redevelopment Agency Debt Service Fund is used to account for the accumulation of resources for, and the payment of principal and interest on the Agency's debt and other long-term obligations.

Fiduciary Fund Financial Statements

Fiduciary Fund Financial Statements include a Statement of Net Assets. The fiduciary fund is used to report assets held in a trustee or agency capacity for others and therefore are not available to support City programs. Since these assets are being held for the benefit of a third party, these funds are not incorporated into the government-wide statements.

The City's only fiduciary fund is an agency fund, which uses the accrual basis of accounting to account for amounts held for individuals, private organizations, other governments, and/or other funds. The agency fund is custodial in nature (assets equal liabilities) and therefore does not involve measurement of results of operations.

E) Budgetary Accounting

Annual budgets are adopted on a basis consistent with GAAP for all governmental funds. All annual appropriations lapse at fiscal year-end. Throughout the year, the City Council made several supplementing budgetary adjustments to the General Fund, Special Revenue Funds, Capital Projects Funds, and the Debt Service Fund. These adjustments resulted in a net appropriation increase of \$6,148,975. This increase resulted primarily from additional appropriations to various construction in progress projects, acquisition of CALTRANS property and rebudgeted projects and amounts carried over from Fiscal Year 2007/2008 as continuing appropriations. The City did not budget for revenues and expenditures for the Moorpark Highland Improvement and Special Projects Capital Projects Funds.

F) Investments

The City has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Pools*, which requires governmental entities to report certain investments at fair value in the balance sheet and recognize the corresponding change in the fair value of investments in the year in which

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

F) Investments - Continued

the change occurred. In accordance with GASB Statement No. 31, the City has adjusted certain investments to fair value (when material).

Investments are included within the financial statement classifications of "cash and investments" and "restricted cash and investments," and are stated at fair value.

G) Property Held for Resale/Development

Property held for resale in the MRA Area 1 Operations Fund, Low and Moderate Income Housing Special Revenue Fund and the Capital Projects Fund represent land and buildings purchased by the Agency. Such property is valued at the lower of cost or estimated net realizable value (as determined by a disposition and development agreement between the Agency and a developer) and has been offset by reservation of fund balance to indicate that assets constitute future capital projects and are not available spendable resources. The balance at June 30, 2009 was \$17,814,168.

H) Capital Assets

Capital assets, which include land, machinery and equipment (vehicles, computers, etc), buildings and improvements, and infrastructure assets (street systems, storm drains, sewer systems, etc.), are reported in the Governmental Activities column of the Government-wide Financial Statements. Capital assets are defined by the City as all land; buildings and improvements with an initial individual cost of more than \$10,000; vehicles, computers and equipment with an initial individual cost of more than \$5,000; and improvements and infrastructure assets with costs of more than \$100,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated or annexed capital assets are recorded at estimated market value at the date of donation or annexation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Depreciation is recorded in the Government-wide Financial Statements on a straight-line basis over the useful life of the assets as follows:

Building and Improvements	25 to 50 years
Vehicles, Computers, and equipment	3 to 20 years
Infrastructure Assets	
Roadway Network	7 to 100 years
Drain Network	20 to 100 years
Parks and Recreation Network	50 years

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

I) Deferred Revenue

Deferred revenue is recorded for monies collected in advance that have not been earned. In the fund financial statements revenue is also deferred when the availability criteria has not been met. As of June 30, 2009, the total unearned revenue amounted to \$107,177 and unavailable revenue amounted to \$4,674,055.

J) Long-Term Debt

In the government-wide financial statements, long-term debt and other obligations are reported as liabilities in the statement of net assets. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amounts of debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual net proceeds received, are reported as debt service expenditures.

K) Employee Compensated Absences

City employees may receive from 20 to 30 days vacation time or annual leave each year, depending upon length of service. An employee may accumulate earned vacation time up to a maximum of 760 hours or annual leave up to a maximum of 784 hours and admin leave up to a maximum of 120 hours, depending on position. The amount of maximum hours for the leave accrual is based on the employee classification: regular employee, management, department head or City Manager. Upon termination, employees are paid the full value of their unused annual leave, administrative leave, vacation time, and a portion of sick leave per management benefits and City's MOU. There is no fixed payment schedule for employee compensated absences.

L) Property Taxes

The duties of assessing and collecting property taxes are performed by the Ventura County (the County) Assessor and Tax Collector, respectively. The City receives an allocation of property taxes collected by the County with respect to property located within the City limits equal to 7.40% of the one percent State levy. The Agency receives incremental property taxes on property within its project area over the base-assessed valuation at the date the project area was established. Tax levies

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

L) Property Taxes - Continued

cover the period from July 1 to June 30 of each year. All tax liens are attached annually on the first day in January preceding the fiscal year for which the taxes are levied. Taxes are levied on both real and personal property, as it exists on that date.

Secured property taxes are levied against real property and are due and payable in two equal installments. The first installment is due on November 1 and becomes delinquent if not paid by December 10. The second installment is due on February 1 and becomes delinquent if not paid by April 10. Unsecured personal property taxes are due on July 1 each year. These taxes become delinquent if not paid by August 31.

M) Claims and Judgments

When it is probable that a claim liability has been incurred, and the amount of the loss can be reasonably estimated, the City records the estimated loss, net of any insurance coverage under its self-insurance program. At June 30, 2009, in the opinion of the City Attorney, the City had no material claims, which require loss provision in the financial statements. Small claims and judgments are recorded as expenditures when paid.

The City's self-insurance program is administered through the California Joint Powers Insurance Authority (Authority). The Authority is a public entity risk pool, which is accounted for under the provisions of GASB Statement No. 10. Claim losses recorded in the Authority include both current claims and Incurred But Not Reported claims (IBNR). Deposits to the Authority are recorded by the City as insurance expenditures in the General Fund when paid. These deposits are subject to retrospective adjustment. Favorable claims experience results in a refund of deposits from the Authority and such refunds, if any, are recorded as a reduction of insurance expenditures in the year received. Adverse claims experience results in the payment of additional deposits and such deposits, if any, are recorded as insurance expenditures when paid.

N) Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

O) Use of Restricted Resources

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as they are needed.

P) Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

The reconciliation states that 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 affect on net assets. Also governmental funds report the affect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

The details of this \$478,646 difference is as follows:

Amortization of Issuance Costs	\$ (16,853)
Amortization of Bond Discounts	(10,847)
Principal Repayment	475,000
Principal Payment on Pension Related Debt	<u>31,346</u>
Net adjustment to increase net change in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 478,646</u>

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

2) CASH AND INVESTMENTS

Cash and investments at June 30, 2009, consisted of the following:

City Treasury Deposits	
Demand Deposits	\$ 1,453,248
Cash on Hand	3,250
Total City Treasury Deposits	1,456,498
City Treasury Investments	
Certificates of Deposit	1,200,000
LAIF	59,725,094
Ventura County Pool	42,032,593
U.S. Agency Securities	3,062,813
Total City Treasury Investments	106,020,500
Cash and Investments With Fiscal Agent	
Money Markets	19,631,708
Guaranteed Investment Contracts	3,036,722
Total Cash and Investments With Fiscal Agent	22,668,430
Total Cash and Investments	\$130,145,428

Cash and Investments are reported in the basic financial statements as follows:

	Statement of Net Assets Governmental Activities	Statement of Fiduciary Net Assets Agency Fund	Total
Cash and Investments	\$ 104,179,611	\$ 3,297,388	\$107,476,999
Restricted Cash and Investment	16,160,984	6,507,445	22,668,429
Total	\$ 120,340,595	\$ 9,804,833	\$130,145,428

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income earned on pooled cash and investments is allocated on a quarterly basis to the various funds based on average daily cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

2) CASH AND INVESTMENTS - Continued

A) Authorized Investments

Investments Authorized by the California Government Code and the City's Investment Policy

The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk.

This table does not address investments of debt proceeds held by bond trustees that are governed by provisions of debt agreements of the City, rather than the general provisions of the California Government or the City's investment policy. As of June 30, 2009, the only debt agreements of the City pertain to the Moorpark Redevelopment Agency.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage Of Portfolio*</u>	<u>Maximum Investment In One Issuer</u>
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Medium-Term Notes	5 years	30%	None
Money Market Mutual Funds	N/A	20%	None
County Pooled Investment Funds	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None

*Excluding amounts held by bond trustees that are not subject to California Government Code restrictions.

The Policy, in addition to State statutes, establishes that funds on deposit in banks must be federally insured or collateralized and investments shall (1) have maximum maturity not to exceed five years and (2) be laddered and based on cash flow forecasts. The City's investments comply with the established policy.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

2) CASH AND INVESTMENTS - Continued

A) Authorized Investments - Continued

Investments Authorized by Debt Agreements

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investment held by bond trustees.

The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>
U.S. Treasury Obligations	None
U.S. Agency Securities	None
Banker's Acceptances	180 days
Commercial Paper	270 days
Money Market Mutual Funds	N/A
Investment Contracts	30 years

B) Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that 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.

Information about the sensitivity of the fair values of the City's investment to market interest rate fluctuation is provided by the following table that shows the distribution of the City's investments by maturity.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

2) CASH AND INVESTMENTS - Continued

B) Interest Rate Risk - Continued

Investment Type	Total	Investment Maturities (in Years)				
		Less than 1	1 to 2	2 to 3	3 to 4	>5
Local Agency Investment Fund	\$ 59,725,094	\$ 59,725,094	\$	\$	\$	\$
Ventura County Pool	42,032,593	42,032,593				
Certificates of Deposit	1,200,000	500,000	700,000			
FHLM	3,062,813	3,062,813				
Held by Bond Trustee:						
Money Market Funds	19,631,708	19,631,708				
Guaranteed Investment Contracts	3,036,722					3,036,722
Total	\$ 128,688,930	\$124,952,208	\$ 700,000	\$ -	\$ -	\$3,036,722

C) Credit Risk and Concentration of Credit Risk

Deposits

At June 30, 2009, the carrying amount of the City's deposits was \$1,453,248. Bank balances before reconciling items were \$2,228,630 at June 30, 2009, of which \$2,228,630 were collateralized with securities held by the pledging financial institution's trust department but not in the City's name.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor.

According to California law, the market value of pledged securities with banking institutions must equal at least 110% of the City's cash deposits. California law also allows institutions to serve City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation. The City, however, does not normally waive the collateralization requirements.

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

2) CASH AND INVESTMENTS - Continued

C) Credit Risk and Concentration of Credit Risk - Continued

Investments

Generally, 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 rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code and the actual rating as of year end for each investment type.

The California Government Code places limitations on the amount that can be invested in any one issuer (as detailed above). Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total investments are as follows:

Credit Quality Distribution for Securities with Credit Exposure as a Percentage of
Total Investments

<u>Investment Type</u>	<u>Carrying Value</u>	<u>Credit Rating</u>	<u>Percentage of Investments</u>
Local Agency Investment Fund	\$ 59,725,094	Not Rated	46.41%
Ventura County Pool	42,032,593	Not Rated	32.66%
Certificates of Deposit	1,200,000	Not Rated	.93%
FHLM	3,062,813	AAA	2.38%
Held by Bond Trustee:			
Money Market Funds	19,631,708	Not Rated	15.26%
Guaranteed Investment Contracts	3,036,722	Not Rated	2.36%
Total	<u>\$ 128,688,930</u>		<u>100.00%</u>

The City has no investments in any one issuer that represent 5% or more of total investments as of June 30, 2009 other than LAIF and the Ventura County Investment Pool.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

2) CASH AND INVESTMENTS - Continued

D) Local Agency Investment Fund (LAIF)

The LAIF is a special fund of the California State Treasury through which local governments may pool investments. Each governmental agency may invest up to \$40,000,000 in each account in the fund. Investments in LAIF are highly liquid, as deposits can be converted to cash within twenty-four hours without loss of interest or principal. The full faith and credit of the State of California secures investment in LAIF. At June 30, 2009, accounts were maintained in the name of the City for \$40,000,000 and the Redevelopment Agency for \$19,725,094. The total cost value of investment in LAIF was \$59,725,094. The total fair value of investments in LAIF was \$59,806,571. The unrealized gain was based on a fair market value adjustment factor of 1.001364207 that was calculated by the State of California Treasurer's Office. At June 30, 2009, the market value of the State of California Pooled Money Investment Account (PMIA) including accrued interest was \$50,892,735,136. The State of California Pooled Money Account portfolio had securities in the form of structured notes and asset-backed securities. The PMIA has policies, goals, and objectives for the portfolio to make certain that the goals of safety, liquidity, and yield are not jeopardized. These policies are formulated by investment staff and reviewed by both the PMIA and LAIF Advisory Boards on an annual basis. LAIF's and the City's exposure to credit, market, or legal risk is not available.

E) The Ventura County Treasurer's Investment Pool

The City holds investments in the County Pool that are subject to being adjusted to "fair value". The City is required to disclose its methods and assumptions used to estimate the fair value of its holdings in the County Pool. The City relied upon information provided by the County Treasurer in estimating the City's fair value position of its holdings in the County Pool. The City had a contractual withdrawal value of \$42,032,593 at fiscal year end.

The Ventura County Treasurer's Investment Pool is a governmental investment pool managed and directed by the elected Ventura County Treasurer. The County Pool is not registered with the Securities and Exchange Commission. An oversight committee comprised of local government officials and various participants provide oversight to the management of the fund. The daily operations and responsibilities of the Pool fall under the auspices of the County Treasurer's office. The City is a voluntary participant in the investment pool.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

3) NOTES AND LOANS RECEIVABLE

Notes and loans receivable activity for the year ended June 30, 2009, is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Notes Receivable:				
Asadurian	\$ 960,000	\$	\$ (160,000)	\$ 800,000
Mission Bell	1,704,786			1,704,786
Deferred Property Assessments	250,249			250,249
Total Notes Receivable	2,915,035	-	(160,000)	2,755,035
Loans Receivable:				
Rehabilitation	31,384			31,384
First-time Homeowners Assistance	111,556	100,000		211,556
CalHome	306,036	75,147		381,183
Other		125,514		125,514
Total Loans Receivable	448,976	300,661	-	749,637
Total Notes and Loans Receivable	\$ 3,364,011	\$ 300,661	\$ (160,000)	\$ 3,504,672

A) Asadurian Note

On April 7, 2003, the City entered into an agreement with Asadurian Investment Corporation whereby in return for land disposition, the City received a \$1,200,000 promissory note. The note bears simple interest at the rate equal to the average monthly interest rate announced by the Local Agency Investment Fund (LAIF). The borrower shall pay the City the amount of \$80,000 plus interest over fifteen years. The balance outstanding at June 30, 2009 was \$800,000.

B) Mission Bell Note

On August 2, 1995, the Agency entered into an agreement with Mission Bell Partners whereby in return for land disposition, the Agency received seven promissory notes totaling \$3,934,500. The notes bear simple interest from a rate of 3% to a rate of 6% per annum from August 29, 1995 until August 29, 2029. In June 2004 the Agency, per settlement agreement discharged three of the remaining six of the original seven promissory notes totaling \$500,000. In September of 2006, notes number 2 and 6 were paid off. The balance of the remaining note (note no. 7) outstanding at June 30, 2009 was \$1,704,786. Principal and interest are due on September 2, 2029.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

3) NOTES AND LOANS RECEIVABLE - Continued

C) Deferred Property Assessments Notes

In March 1993, the City entered into agreements with three property owners of the City of Moorpark Assessment District No. 92-1 whereby in return for deferring the property owner's assessment levy, the City received three promissory notes totaling \$279,427. The notes bear simple interest equivalent to the LAIF variable rate not to exceed 7% per annum. Principal and interest are due on the date the City executes an approved final map of the property or the date of a court ordered subdivide of the property. At June 30, 2009, the principal balance outstanding was \$250,249.

D) Rehabilitation Loans

The Agency operates a rehabilitation loan program for the renovation of low-moderate income housing. The total balance outstanding at June 30, 2009, was \$31,384.

E) First-Time Homeowner Assistance

The City provides down payment assistance loans to first-time homeowners. The total balance outstanding at June 30, 2009 was \$211,556. In order to reinforce the resale restrictions on properties purchased through the City's First Time Home Buyer Program, buyers execute Promissory Notes and Deeds of Trust are recorded to secure these Notes. The Notes become payable only in the event of a default of any provision of this program.

F) CalHome Mobilehome Rehabilitation Loans

The total balance of CalHome loans for repairs to mobilehomes in Villa del Arroyo at June 30, 2009 was \$381,183. These loans are subject to a conditional forgiveness provision, beginning in Year 6 of the loan, continuing through Year 10 of the loan, with 20% of the balance forgiven each of these years; \$90,657 has been received and \$2,597 has been forgiven. Funds received are deposited into a City Trust Fund to be used for eligible home ownership-related activities.

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

3) NOTES AND LOANS RECEIVABLE - Continued

G) Other Loans Receivable

The Agency has entered into an agreement to loan the County of Ventura Area Housing Authority (AHA) up to \$350,000 to assist in developing residential rental units on Agency owned property. As of June 30, 2009, the AHA has drawn down \$125,514 on the available loan. The outstanding principal balance and interest are expected to be paid during fiscal year 2009/10.

4) INTERFUND TRANSACTIONS

Due to/Due From

Due to/due from other funds for the year ending June 30, 2009, consisted of the following:

		DUE TO						
		General Fund	Endowment Fund	MRA Area 1 Operations	RDA Capital Projects Fund	Non-Major Funds	Agency Funds	Total
DUE FROM	General Fund	\$	\$	\$ 54,577	\$	\$	\$ 21,532	\$ 76,109
	Police Facilities Fund	52,173	1,943,495					1,995,668
	RDA Capital Projects Fund	17,286						17,286
	MRA Area 1 Operations	60,301				60,000		120,301
	Non-Major Funds	259,588			350,000	134,242		743,830
Total		\$ 389,348	\$ 1,943,495	\$ 54,577	\$ 350,000	\$ 194,242	\$ 21,532	\$ 2,953,194

The General Fund has advanced to the Agency and the State and Federal Assistance Fund \$316,868 to cover current expenditures. Repayment is expected during fiscal year 2009/10.

The RDA Capital Projects and Low/Moderate Funds have advanced to the RDA Debt Service Fund \$41,245 to cover current expenditures. Repayment is expected during fiscal year 2009/10.

The Endowment Fund has advanced to the Police Facilities Fee Fund \$1,943,495 to fund Capital Improvements. The advance is expected to be repaid with development fees to be collected in the future.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

4) INTERFUND TRANSACTIONS - Continued

Transfers

Interfund transfers for the year ended June 30, 2009 consisted of the following:

		TRANSFERS FROM				
		General Fund	Street and Traffic Safety	RDA Capital Project	Assessment District	Endowment Fund
TRANSFER TO	General Fund	\$	\$ 29,017	\$	\$ 10,000	\$
	RDA Debt Service					
	RDA Capital Projects					
	Special Projects Fund	1,969,504				
	Community Development	1,146,356				
	Assessment District	1,195,306				
	MRA Area 1 Operations			4,846,323		
	Non-Major Funds			17,286		3,368,697
Total	\$ 4,311,166	\$ 29,017	\$ 4,863,609	\$ 10,000	\$ 3,368,697	

		TRANSFERS FROM			
		RDA Debt Service	MRA Area 1 Operations	Non-Major Funds	Total
TRANSFER TO	General Fund	\$	\$ 20,085	\$ 405,616	\$ 464,718
	RDA Debt Service			152,117	152,117
	RDA Capital Projects				
	Special Projects Fund				1,969,504
	Community Development		5,245	11,371	1,162,972
	Assessment District			162,444	1,357,750
	MRA Area 1 Operations	931,193			5,777,516
	Non-Major Funds	1,584,573	22,943	1,184,574	6,178,073
Total	\$ 2,515,766	\$ 48,273	\$ 1,916,122	\$ 17,062,650	

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations or grant matching requirements.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

4) INTERFUND TRANSACTIONS - Continued

The RDA Debt Service Fund transferred funds to the Low/Mod Housing Special Revenue Fund to meet the low and moderate income housing 20% tax increment set-aside requirement.

The RDA Debt Service Fund transferred its remaining equity to the MRA Area 1 Operations Fund

The RDA Capital Projects Fund transferred funds to the MRA Area 1 Operations Fund to reimburse for eligible capital expenditures.

The Low/Mod Housing Special Revenue Fund transferred funds to the RDA Debt Service Fund to pay the 20% debt service on the 1999 Tax Allocation Refunding Bonds

The General Fund transferred \$1,969,504 to the Special Projects Fund to fund various capital projects of the City.

The Endowment Fund transferred funds to the City Hall Building Fund to plan and construct a New City Hall complex.

The General Fund transferred funds to the Community Development and Assessment District Funds to finance these operations.

5) CAPITAL ASSETS AND DEPRECIATION

In accordance with GASB Statement No. 34, the City has reported all capital assets including infrastructure in the Government-Wide Statement of Net Assets. The City elected to use the basic approach as defined by GASB Statement No. 34 for all infrastructure reporting, whereby depreciation expense and accumulated depreciation have been recorded.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

5) CAPITAL ASSETS AND DEPRECIATION - Continued

The following table presents the capital assets activity for the year ended June 30, 2009.

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Not Depreciated:				
Land	\$ 26,417,883	\$	\$	\$ 28,719,337
Construction in Progress	9,970,434	3,539,706	(3,606,952)	9,903,188
Total Capital Assets Not Depreciated	<u>38,689,771</u>	<u>3,539,706</u>	<u>(3,606,952)</u>	<u>38,622,525</u>
Capital Assets Being Depreciated:				
Buildings and Improvements	27,926,738	2,570,523		30,497,261
Machinery and Equipment	4,389,381	201,857	(79,465)	4,511,773
Infrastructure				
Roadway System	92,706,368	990,139	(13,010)	93,683,497
Storm Drainage System	1,619,399			1,619,399
Parks System	156,727	94,107		251,434
Total Capital Assets Being Depreciated	<u>126,798,613</u>	<u>3,857,226</u>	<u>(92,475)</u>	<u>130,563,364</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(4,283,350)	(820,238)		(5,103,588)
Machinery and Equipment	(2,169,871)	(434,254)	74,595	(2,529,530)
Infrastructure				
Roadway System	(28,746,966)	(1,986,941)		(30,733,907)
Storm Drainage System	(168,502)	(16,194)		(184,696)
Parks System	(48,587)	(4,082)		(52,669)
Total Accumulated Depreciation	<u>(35,417,276)</u>	<u>(3,261,709)</u>	<u>74,595</u>	<u>(38,604,390)</u>
Total Capital Assets Being Depreciated, Net	<u>91,381,337</u>	<u>595,517</u>	<u>(17,880)</u>	<u>91,958,974</u>
Government Activities Capital Assets, Net of Depreciation	<u>\$ 130,071,108</u>	<u>\$ 4,135,223</u>	<u>\$ (3,624,832)</u>	<u>\$ 130,581,499</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General Government	\$ 136,314
Public Safety	230,129
Public Services	2,601,940
Parks and Recreation	293,326
	<u>3,261,709</u>
Total Depreciation Expense	<u>\$ 3,261,709</u>

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

6) LONG-TERM LIABILITIES

Long-term liability activities for the year ended June 30, 2009, are as follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
1999 Tax Allocation Bonds	\$ 6,430,000	\$	\$ (460,000)	\$ 5,970,000	\$ 475,000
2001 Tax Allocation Bonds	11,555,000		(15,000)	11,540,000	20,000
2006 Tax Allocation Bonds	11,695,000			11,695,000	
Discount on Bonds	(309,131)		10,847	(298,284)	(10,847)
Pension Related Debt	1,388,702		(31,346)	1,357,356	
Employee Compensated Absences	665,389	673,408	(696,541)	642,256	479,936
Total	\$31,424,960	\$ 673,408	\$ (1,192,040)	\$30,906,328	\$ 964,089

A) 1999 Tax Allocation Bonds

In 1999, the Agency issued a \$9,860,000 aggregated principal amount of Moorpark Redevelopment Project 1999 Tax Allocation Refunding Bonds (1999 Bonds). The purpose of the 1999 Bonds was to advance refund the Agency's previously issued \$10,000,000 Moorpark Redevelopment Project, 1993 Tax Allocation Bonds (1993 Bonds). The purpose of the 1993 Bonds was to finance a portion of the costs of implementing the Redevelopment Plan, including low-and moderate-income housing projects. The 1999 Bonds bear interest at rates ranging from 3.05 percent to 4.875 percent per annum, payable semi-annually on April 1 and October 1 of each year, commencing on October 1, 1999, and are subject to mandatory sinking fund redemption commencing on October 1, 2009, and on each October 1 thereafter. The Bonds are payable from and secured by the tax revenues to be derived from the project area.

The 1999 Bonds are secured by all property tax increment revenue, which is deposited directly with the fiscal agent and recorded in the Debt Service Fund. Cash and investments in the custody of the fiscal agent are restricted by the bond resolutions for payment of principal and interest on the Tax Allocation Bonds. In addition, the bond resolutions require retention of funds held by the fiscal agent prior to use for other than debt service.

The Agency is in compliance with the covenants contained in debt indenture, which require the establishment of certain specific accounts for the Tax Allocation Bonds.

Debt service payments on the 1999 Tax Allocation Refunding Bonds payable will be made from the Debt Service Fund. Annual debt service requirements to maturity are as follows:

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

6) LONG-TERM LIABILITIES - Continued

A) 1999 Tax Allocation Bonds - Continued

Year Ending June 30,	Tax Allocation Bonds		Total
	Principal	Interest	
2010	\$ 475,000	\$ 279,459	\$ 754,459
2011	500,000	255,694	755,694
2012	525,000	230,709	755,709
2013	550,000	204,506	754,506
2014	580,000	176,962	756,962
2015-2019	3,340,000	422,905	3,762,905
Total	<u>\$ 5,970,000</u>	<u>\$ 1,570,235</u>	<u>\$ 7,540,235</u>

B) 2001 Tax Allocation Bonds

In December 2001, the Agency issued \$11,625,000 of Tax Allocation Parity Bonds (2001 Bonds). The proceeds of the 2001 Bonds will be used to fund redevelopment activities within the Moorpark Redevelopment Project area. Interest on the 2001 Bonds is payable semi-annually on April 1 and October 1, commencing April 1, 2002, at rates ranging from 2.85 percent to 5.13 percent per annum. The 2001 Bonds maturing October 2031 are subject to mandatory sinking funds redemption in the amount of the principal and accrued interest. The 2001 Bonds are payable from and secured by the tax revenues to be derived from the project area.

The 2001 Bonds are secured by all property tax increment revenue, which is deposited directly with the fiscal agent and recorded in the Debt Service Fund. Cash and investments in the custody of the fiscal agent are restricted by the bond resolutions for payment of principal and interest on the Tax Allocation Bonds. In addition, the bond resolutions require retention of funds held by the fiscal agent prior to use for other than debt service.

The Agency is in compliance with the covenants contained in debt indentures, which require the establishment of certain specific accounts for the Tax Allocations Bonds.

Debt service payments on the 2001 Tax Allocation Bonds payable will be made from the Debt Service Fund.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

6) LONG-TERM LIABILITIES - Continued

B) 2001 Tax Allocation Bonds - Continued

Annual debt service requirements to maturity are as follows:

Year Ending June 30,	Tax Allocation Bonds		Total
	Principal	Interest	
2010	\$ 20,000	\$ 588,469	\$ 608,469
2011	15,000	587,743	602,743
2012	15,000	587,098	602,098
2013	20,000	586,319	606,319
2014	15,000	585,525	600,525
2015-2019	100,000	2,913,875	3,013,875
2020-2024	3,530,000	2,473,206	6,003,206
2025-2029	4,520,000	1,449,095	5,969,095
2030 -2032	3,305,000	259,454	3,564,454
Total	<u>\$ 11,540,000</u>	<u>\$ 10,030,784</u>	<u>\$ 21,570,784</u>

C) 2006 Tax Allocation Bonds

In 2006, the Agency issued an \$11,695,000 aggregated principal amount of Moorpark Redevelopment Project 2006 Tax Allocation Bonds (2006 Bonds). The purpose of the 2006 Bonds was to finance redevelopment activities related to the Moorpark Redevelopment Project Area. The 2006 Bonds bear interest at rates ranging from 3.625 percent to 4.375 percent per annum, payable semi-annually on April 1 and October 1 of each year, commencing on April 1, 2007, and are subject to mandatory sinking fund redemption commencing on October 1, 2016, and on each October 1 thereafter. The 2006 Bonds are payable from and secured by the tax revenues to be derived from the project area.

The 2006 Bonds are secured by all property tax increment revenue, which is recorded in the Debt Service Fund. Cash and investments in the custody of the fiscal agent are restricted by the bond resolutions for payment of principal and interest on the Tax Allocation Bonds.

The Agency is in compliance with the covenants contained in the debt indenture, which require the establishment of certain specific accounts for the Tax Allocation Bonds.

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

6) LONG-TERM LIABILITIES - Continued

C) 2006 Tax Allocation Bonds - Continued

Debt service payments on the 2006 Tax Allocation Bonds payable will be made from the Debt Service Fund. Annual debt service requirements to maturity are as follows:

Year Ending June 30,	Tax Allocation Bonds		Total
	Principal	Interest	
2010	\$	\$ 508,163	\$ 508,163
2011	40,000	507,437	547,437
2012	40,000	505,987	545,987
2013	35,000	504,628	539,628
2014	40,000	503,269	543,269
2015-2019	225,000	2,492,706	2,717,706
2020-2024	280,000	2,443,069	2,723,069
2025-2029	345,000	2,376,884	2,721,884
2030-3034	2,920,000	2,185,313	5,105,313
2035-2039	7,770,000	878,937	8,648,937
Total	<u>\$ 11,695,000</u>	<u>\$ 12,906,393</u>	<u>\$ 24,601,393</u>

D) Pension-Related Debt

As of June 30, 2003, CalPERS implemented risk pooling for the City's multiple-employer public employee defined benefit pension plan. At that point, in accordance with generally accepted accounting principles, the City's Miscellaneous Plan converted from an "agent" multiple-employer plan to a "cost-sharing" multiple-employer plan. Although a portion of the City's annual required contributions are actuarially determined and shared by all employers of the risk pool, the City is also required to make annual payments on a "Side Fund" which was created when the City entered the risk pool. The responsibility for funding the Side Fund is specific to the City and is not shared by all employers in the plan. Therefore, the Side Fund falls under the definition of pension-related debt, as described in GASB Statement No. 27. The annual payments on the Side Fund represent principal and interest payments on the pension-related debt. Principal and interest are included in the retirement expenditures in the various functions.

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

6) LONG-TERM LIABILITIES - Continued

D) Pension-Related Debt - Continued

The future debt service requirements on this debt are as follows:

Year Ending June 30,	Pension-related Debt		Total
	Principal	Interest	
2010	\$ 38,292	\$ 99,939	\$ 138,231
2011	45,923	96,800	142,723
2012	54,297	93,065	147,362
2013	63,476	88,675	152,151
2014	73,528	83,567	157,095
2015	84,527	77,675	162,202
2016	96,549	70,923	167,472
2017	109,682	63,234	172,916
2018	124,016	54,520	178,536
2019	139,650	44,688	184,338
2020	156,692	33,637	190,329
2021	175,256	21,258	196,514
2022	195,468	7,433	202,901
Total	<u>\$ 1,357,356</u>	<u>\$ 835,414</u>	<u>\$ 2,192,770</u>

E) Employee Compensated Absences

The long-term liability at June 30, 2009 is \$642,256 for employee compensated absences. There is no current liability estimated. The General Fund is primarily expected to liquidate this liability.

7) AGREEMENTS WITH VARIOUS TAXING AGENCIES

The Agency has entered into five (5) agreements for allocation and distribution of tax increment revenues:

The first agreement is with the County of Ventura, Ventura County Library District, Ventura County Fire Protection District, and Ventura County Flood Control District (collectively, the "County Taxing Entities"), which provides for the Agency to retain 100 percent of the County Taxing Entities share (55.82 percent) of annual tax increment revenues up to \$1,750,000. For annual tax increment revenue in excess of \$1,750,000, the Agency shall distribute 55.82 percent of such revenues to the County on behalf of the County Taxing Entities. The County Taxing Entities have agreed to defer payments in the

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

7) AGREEMENTS WITH VARIOUS TAXING AGENCIES - Continued

initial years of the Redevelopment Plan, and consequently, the parties agree that the County Taxing Entities may receive payments in any single fiscal year in excess of the amount of tax revenues the County Taxing Entities would otherwise be entitled to, but for the adoption of the Redevelopment Plan. Additionally, the agreement calls for the Agency to receive a \$1,000,000 payment from the tax increment disbursed to the County pursuant to the agreement, by December 31, 2008, if and only if the Agency's annual debt statements which are filed with the County Auditor-Controller from fiscal year 1993/94 to fiscal year 2008/09 list debts in an amount equal to or in excess of the maximum tax increment available to the Agency in each of such fiscal years. (Also, see Note 16)

With respect to the first paragraph, 4.2 percent of the County Taxing Entities share is allocated to the County Library District (aka County Free Library System). The City of Moorpark has withdrawn from the County Free Library System and now operates the Moorpark Library. Pursuant to the Memorandum of Understanding governing the County Free Library System, upon withdrawal, a city is entitled to all property taxes allocated to library purposes from within the corporate boundaries of such city. The County has agreed that the City of Moorpark is entitled to the share of annual tax increment previously allocated to the County Library District under the first agreement.

The second agreement is with the City of Moorpark Vector Control, formerly known as the Moorpark Mosquito Abatement District and states that the City of Moorpark Vector Control shall receive 87.5 percent of its share (1.53 percent) of annual tax increment revenue, following a deduction from total increment revenues for amounts required to be used for housing purposes (currently 20 percent of total tax increment revenue).

The third agreement is with the Moorpark Unified School District (the School District), and states that the School District shall receive, after the Agency has satisfied debt service payments to bond or note holders or to the holder of any other instruments of Agency indebtedness (provided such indebtedness is not reasonably foreseeable to impair the Agency's obligation under the agreement), the School District's share (33.41 percent) of tax increment revenues generated by an annual 2 percent increase in assessed valuation, and beginning in fiscal year 1995/96, 14 percent of the School District's share of annual tax increment revenue.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

7) AGREEMENTS WITH VARIOUS TAXING AGENCIES - Continued

Per the agreement between the School District and the Moorpark Redevelopment Agency, the distributions to the School District shall be expended for the following purposes at school sites in the incorporated boundaries of the City:

1. Telephone systems for new buildings
2. Computer hardware and educational systems
3. Land acquisition
4. Books
5. School buildings and facilities and related capital improvements and modernization projects (collectively public works); such public works may include design, inspection and administration costs, but not School District overhead or salary/benefits for regular School District employees.

The Agency may pre-approve other expenditures that are submitted in writing by the School District.

The fourth agreement is with the Ventura County Community College District (the Community College District), and states that the Community College District will receive, after the Agency has satisfied debt service payments to bond or note holders or to the holders of any other instruments of Agency indebtedness (provided such indebtedness is not reasonably foreseeable to impair the Agency's obligation under the agreement), the Community College District's share (5.81 percent) of tax increment revenues generated by an annual 2 percent increase in assessed valuation, and beginning in fiscal year 1993/94, 14 percent of the Community College District's share of annual tax increment revenue.

An agreement, dated May 1, 2008, between the City and the Community College District redirects the Community College District's tax increment allocation. The Agency shall transfer to the City the Community College District's tax increment allocations, up to One Million Dollars (\$1,000,000), beginning with fiscal year 2006/07 and for every fiscal year thereafter through and including the 2024/25 fiscal year for the purpose of constructing certain public improvements near Moorpark College.

The fifth agreement is with the Ventura County Superintendent of Schools Office (the Superintendent), and states that the Superintendent shall receive its share (2.49 percent) of tax increment revenues generated by an annual 2 percent increase in assessed valuation.

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

8) RETIREMENT PLAN

A) Plan Description

The City of Moorpark contributes to the California Public Employees Retirement System (CalPERS), a cost-sharing multiple-employer public employee defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and city ordinance. Copies of CalPERS' annual financial report may be obtained from their executive office: 400 P Street, Sacramento, California 95814.

B) Funding Policy

Active plan members are required to contribute 7 percent of their covered salary. The City of Moorpark makes the contribution required of the City employees on their behalf. The City is also required to make an additional contribution at an actuarially determined rate. The required employer contribution rate for the fiscal year 2008/09 was 11.607 percent. The contribution requirements for plan members are established by State statute and the employer contribution rate is established and may be amended by CalPERS. The following represents the required contributions for the past three fiscal years:

<u>Fiscal Year</u>	<u>Required Contributions</u>	<u>Percent Contributed</u>
2006/07	\$ 455,376	100%
2007/08	\$ 448,187	100%
2008/09	\$ 491,357	100%

9) OTHER POST EMPLOYMENT BENEFITS

Plan Description

The City's defined benefit postemployment healthcare plan, (City of Moorpark Retiree Healthcare Plan, MRHP), provides medical benefits to eligible retired City employees and spouses. MRHP is part of the Public Agency portion of the California Employers' Retiree Benefit Trust Fund (CERBT), an agent multiple-employer plan administered by CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. A menu of benefit provisions as well as other requirements is established by State statute within the Public

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

9) OTHER POST EMPLOYMENT BENEFITS - Continued

Plan Description - Continued

Employees' Retirement Law. MRHP selects optional benefit provisions from the benefit menu by contract with CalPERS and adopts those benefits through City resolution. CalPERS issues a Comprehensive Annual Financial Report (CAFR). The CAFR is issued in aggregate and includes the sum of all CalPERS plans. Copies of the CalPERS CAFR may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, California 95814.

Funding Policy

The contribution requirements of plan members and the City are established and may be amended by the Council. The City contributes the Public Employees' Medical and Hospital Care Act (PEMHCA) minimum.

The City is required to contribute the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The current ARC rate is 1.2% of the annual covered payroll.

Annual OPEB Cost

For 2009, the City's annual OPEB cost (expense) of \$54,000 for MRHP was equal to the ARC. The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 and the two preceding years were as follows:

<u>THREE-YEAR TREND INFORMATION FOR CERBT</u>			
Fiscal Year	Annual OPEB Cost (AOC)	Percentage of OPEB Cost Contributed	Net OPEB Obligation
6/30/09	\$ 54,000	100%	(341,000) #
6/30/08	*	*	*
6/30/07	*	*	*

The City of Moorpark pre-funded the Actuarial Accrued Liability of \$364,000 plus the normal cost of \$31,000 during the 2008/09 fiscal year ending June 30, 2009.

* The information for the two preceding years is unavailable. GASB 45 was implemented prospectively in fiscal year 2008/09.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

9) OTHER POST EMPLOYMENT BENEFITS - Continued

Funded Status and Funding Progress

The funded status of the plan as of June 30, 2008, was as follows:

Actuarial Accrued Liability (AAL)	\$	364,000
Actuarial Value of Plan Assets	\$	0
Unfunded Actuarial Accrued Liability (UAAL)	\$	364,000
Funded Ratio (Actuarial Value of Plan Assets/AAL)		0%
Covered Payroll (Active Plan Members)	\$	4,519,000
UAAL as a Percentage of Covered Payroll		8.055%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The following is a summary of the actuarial assumptions and methods:

Valuation Date	June 30, 2008
Actuarial Cost Method	Entry Age Normal Cost Method
Amortization Method	Level Percent of Payroll
Remaining Amortization Period	30 Years as of the Valuation Date
Actuarial Assumptions:	
Investment Rate of Return	7.75%
Projected Salary Increase	3.25%
Health Care Trend Rate	4.50%
General Inflation	3.00%

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

10) CONDUIT DEBT - REVENUE BONDS

The City of Moorpark Mobile Home Park Revenue Bonds (Villa Del Arroyo) Series 2000 A and the City of Moorpark Mobile Home Park Subordinate Revenue Bonds (Villa Del Arroyo) Series 2000 B were issued in the amounts of \$12,740,000 and \$2,635,000 respectively. Both issuances were dated May 19, 2000. The Series A bonds were issued to fund a loan to Augusta Homes, a California non-profit public benefit corporation, to finance the acquisition of the Villa Del Arroyo Mobile Home Park. The Series B bonds were issued for the same purpose but are subordinate to the Series A bonds. The total bonds outstanding at June 30, 2009, totaled \$13,330,000.

The City of Moorpark Multifamily Housing Revenue Bonds (Vintage Crest Senior Apartment Project) 2002 Series A were issued in the amount of \$16,000,000. The issuance was dated December 1, 2002. The Series A Bonds were issued to fund a loan to Vintage Crest Senior Apartment L.P., a California Limited Partnership, to finance the Vintage Crest Senior Housing Project. The bonds outstanding at June 30, 2009, totaled \$15,107,172.

Each of the bond programs described above do not constitute an indebtedness of the City, and there is neither a legal nor a moral obligation on the part of the City to make payments on such bonds from any source other than the revenues and assets pledged therefore. The programs are completely administered by the Trustees without any involvement by the City. Accordingly, these programs and the bonds issued thereunder have been excluded from the accompanying basic financial statements.

11) SPECIAL ASSESSMENT BONDS

A) Assessment District 92-1 (Mission Bell Plaza)

On April 1, 1994, the City sponsored the issuance of special assessment bonds to finance certain capital improvements for the Mission Bell Plaza project. These bonds, totaling \$2,595,000, of which \$735,000 and \$1,475,000 mature in 2013 and 2023, respectively, were issued under the 1915 Improvements Bonds Act and are obligations against the properties in the assessment district. The special assessment, which is collected with other property related taxes as part of the secured property tax bill for properties in the assessment district, will be forwarded to an independent bank that serves as the paying agent. These bonds do not constitute an indebtedness of the City, and the City is not liable for their repayment. Accordingly, these special assessment bonds payable have been excluded from the accompanying basic financial statements. The unpaid principal balance on such bonds is \$1,525,000 at June 30, 2009.

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

11) SPECIAL ASSESSMENT BONDS - Continued

B) Community Facilities District No. 97-1 (CARLSBERG)

On July 1, 1997, the City issued bonds to finance the acquisition and construction of public improvements within the City of Moorpark Community Facilities District No. 97-1. These bonds, totaling \$7,645,000, were issued pursuant to the Mello-Roos Community Facilities Act of 1982. The bonds mature on September 1, 2027 with interest payable at rates ranging from 4.4 percent to 6 percent per annum on March 1, and September 1 of each year commencing March 1, 1998. 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 collections to fiscal agents to pay the bondholders and initiating foreclosure proceedings, if appropriate. Accordingly, these bonds payable have been excluded from the accompanying basic financial statements. The unpaid principal balance is \$6,310,000 at June 30, 2009.

C) Community Facilities District No. 2004-1 (Moorpark Highlands)

During fiscal year 2006/07, the City issued bonds to construct and acquire certain public facilities of benefit to the Community Facilities District No. 2004-1. The bonds, totaling \$38,030,000, were issued pursuant to the Mello-Roos Community Facilities Act of 1982. The bonds mature on September 1, 2038 with interest payable at rates ranging from 4.0 percent to 5.3 percent per annum, on March 1 and September 1 of each year. 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 collections to fiscal agents to pay the bondholders and initiating foreclosure proceedings, if appropriate. Accordingly, these bonds payable have been excluded from the accompanying basic financial statements. The unpaid principal balance is \$35,435,000 at June 30, 2009.

12) RISK MANAGEMENT

A) Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of over 100 California public entities and is organized under a joint powers agreement pursuant to California Government Code 6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group-purchased insurance for property and other coverages. The Authority's pool began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee.

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

12) RISK MANAGEMENT - Continued

A) Description of Self-Insurance Pool Pursuant to Joint Powers Agreement -Continued

The City does not have an equity interest in the Authority: therefore, no amount has been reported in the Statement of Net Assets. However, the City does have an ongoing financial interest because the City is able to influence the operations of the Authority so that the Authority uses its resources on behalf of the City. Also, an ongoing financial responsibility exists because the Authority is dependent on continued funding from the City. The condensed financial information of the Authority has not been reproduced in this report, but is available from the Authority.

B) Self Insurance Programs of the Authority

General Liability: Each member government pays a primary deposit to cover estimated losses for a fiscal year (claims year). Six months after the close of a fiscal year, outstanding claims are valued. A retrospective deposit computation is then made for each open claims year. Costs are spread to members as follows: the first \$30,000 of each occurrence is charged directly to the member; costs from \$30,001 to \$750,000 are pooled based on a member's share of costs under \$30,000; costs from \$50,001 to \$5,000,000 are pooled based on payroll. Cost of covered claims above \$5,000,000 are currently paid by reinsurance. The Protection for each member is \$50,000,000 per occurrence and \$50,000,000 annual aggregate.

Workers' Compensation: The City also participates in the workers compensation pool administered by the Authority. Members retain the first \$50,000 of each claim. Claims are pooled separately between public safety and non-public safety. Loss development reserves are allocated by pool and by loss layer (\$0 to \$100,000 allocated by retained amount and \$100,000 to \$2,000,000 by payroll). Losses from \$50,000 to \$100,000 and the loss development reserve associated with losses up to \$100,000 are pooled based on the member's share of losses under \$50,000. Losses from \$100,000 to \$2,000,000 are pooled based on payroll. Costs in excess of \$50,000,000 are pooled among the Members based on payroll. Administrative expenses are paid from the Authority's investment earnings.

C) Purchased Insurance

The City participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. The City property is currently insured according to a schedule of covered property submitted by the City to the Authority. Total all-risk property insurance coverage is \$25,067,394. There is a \$5,000 per loss deductible. Premiums for the coverage are paid annually and are not subject to retroactive adjustments.

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

12) RISK MANAGEMENT - Continued

D) Earthquake and Flood Insurance

The City purchased earthquake and flood insurance on a portion of its property. The earthquake insurance is part of the property protection insurance program of the Authority. The City property currently has earthquake protection in the amount of \$20,504,842. There is a deductible of 5 percent of the value with a minimum deduction of \$100,000. Premiums for the coverage are paid annually and are not subject to retroactive adjustments.

E) Adequacy of Protection

During the past three fiscal (claims) years none of the above program of protection have had settlements or judgments that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability coverage from coverage in the prior year.

F) Claims and Judgments

The City accounts for uninsured, material claims and judgments and associated legal and administrative costs when it is probable that the liability claim has been incurred and the amount of the loss can be reasonably estimated. Included therein are claims incurred but not reported, which consists of (a) known loss events expected to be presented as claims later, (b) unknown loss events that are expected to become claims, and (c) expected future development on claims already reported. This is based upon historical actual results that have established a reliable pattern supplemented by specific information about current matters. Small dollar claims and judgments are recorded as expenditures when paid.

13) CLASSIFICATION OF NET ASSETS AND FUND BALANCE

In the Government-wide financial statements; net assets are classified in the following categories:

Invested in Capital Assets

This category groups all assets, including infrastructure, into one component of net assets. Accumulated depreciation on these assets reduces this category.

Restricted Net Assets

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

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

13) CLASSIFICATION OF NET ASSETS AND FUND BALANCE - Continued

Unrestricted Net Assets

This category represents the net assets of the City that are not externally restricted for any project or other purpose.

In the Fund Financial Statements, the City has established “reserves” to segregate portions of fund balance which are not appropriable for expenditure in future periods, or which are legally set aside for a specific future use. Fund “designations” also are established to indicate tentative plans for financial resource utilization of unreserved fund balance in a future period.

The City’s governmental funds reserves and designations at June 30, 2009, are presented below, followed by explanations of the nature and purpose of each reserve and designation.

	<u>General Fund</u>	<u>MRA Area 1 Operations Fund</u>	<u>Highland Improvement Fund</u>	<u>Redevelopment Agency Capital Projects Fund</u>
Reserved:				
Capital Projects	\$	\$	\$ 14,014,926	\$
Debt Service				
Property Held for Resale/ Development		9,117,374		2,041,544
Prepaid Items	<u>373,209</u>			
Total Reserved	<u>\$ 373,209</u>	<u>9,117,374</u>	<u>\$ 14,014,926</u>	<u>\$ 2,041,544</u>
Unreserved, Designated:				
Future Projects	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
		<u>Redevelopment Agency Debt Service Fund</u>	<u>Non-Major Governmental Funds</u>	
Reserved:				
Capital Projects	\$	\$	\$	
Debt Service		1,884,722		
Property Held for Resale/ Development			6,655,250	
Prepaid Items			<u>5,200</u>	
Total Reserved	<u>\$</u>	<u>\$ 1,884,722</u>	<u>\$ 6,660,450</u>	
Unreserved, Designated:				
Future Projects	<u>\$ 23,448,369</u>	<u>\$ -</u>	<u>\$ -</u>	

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009

13) CLASSIFICATION OF NET ASSETS AND FUND BALANCE - Continued

Reserved for Capital Projects

These funds are reserved for project expenditures related to the issuance of the CFD No. 2004-1 bonds.

Reserved for Debt Service

These funds are reserved for restricted debt proceeds.

Reserved for Property Held for Resale/Development

These funds are reserved for property purchased by the City to be sold or otherwise used for the development of the Moorpark Redevelopment Agency Project Area or Low and Moderate Housing Projects.

Reserved for Prepaid Items

These funds are reserved for prepaid items.

Unreserved, Designated for Future Projects

These funds have been designated for future capital projects.

Deficit Fund Balance

The following funds had a deficit at June 30, 2009

Police Facilities Fee Capital Projects Fund	\$(1,995,668)
Tierra Rejada/Spring Road Special Revenue Fund	(167,317)

Management expects these deficits to be eliminated through future revenues.

14) EXPENDITURES IN EXCESS OF APPROPRIATIONS

The following funds had expenditures in excess of the budget in the following amounts for the year ended June 30, 2009:

Community Development	\$ 145,233
Redevelopment Agency Debt Service Fund	496,933

**City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2009**

15) COMMITMENTS AND CONTINGENCIES/SUBSEQUENT EVENTS

A) Commitments

The City has contracts with County of Ventura for various services, most notably law enforcement. These service contracts are renegotiated annually and cancelable by the City or the County on May 31 of each year after 30 days notice has been given. These are based on an hourly rate and adjusted throughout the fiscal year.

B) Contingencies/Subsequent Events

There are certain legal actions pending against the City which management considers incident to normal operations, some of which seek substantial monetary damages. In the opinion of management, after consultation with counsel, the ultimate resolution of such actions is not expected to have a significant effect on the financial position or the results of operations of the City.

The City has received State and Federal funds for specific purposes that are subject to review by the grantor agencies. Although such audits could generate expenditure disallowance under the terms of the grants, it is believed that any disallowed amounts will not be material.

Subsequent to June 30, 2009, the State of California passed legislation to divert approximately \$2.05 billion of local redevelopment funds to use for State purposes, as part of the 2009/10 State budget. This includes \$1.7 billion in fiscal year 2009/10 and another \$350 million in fiscal year 2010/11. The California Redevelopment Association (CRA) has filed a lawsuit in Sacramento Superior Court to challenge the constitutionality of this legislation. Currently, the effect that this legislation and resulting lawsuit will have on the Agency's future revenues is unknown. If the legislation is upheld in court then the Agency's share is approximately \$1,925,000 in fiscal year 2009/10 and \$395,000 in fiscal year 2010/11.

16) SPECIAL ITEMS

The Agency received \$1,000,000 from the County of Ventura resulting from a settlement agreement between the Agency and the County.

REQUIRED SUPPLEMENTARY INFORMATION

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - General Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u> Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
<u>PROPERTY TAXES</u>				
Current Secured	\$ 3,000,000	\$ 3,000,000	\$ 3,024,932	\$ 24,932
Current Unsecured	50,000	50,000	35,866	(14,134)
Prior Year Secured / Unsecured	3,000	3,000	127,471	124,471
Supplemental Secured / Unsecured	100,000	100,000	101,677	1,677
Real Property Transfer Tax	175,000	175,000	112,298	(62,702)
Homeowners Property Exemption	30,000	30,000	45,090	15,090
Parcel Taxes			118,623	118,623
Property Taxes ~ VLF			2,964,454	2,964,454
Total Property Taxes	<u>3,358,000</u>	<u>3,358,000</u>	<u>6,530,411</u>	<u>3,172,411</u>
<u>SALES TAXES</u>				
Sales and Use Tax	2,255,000	2,255,000	2,329,523	74,523
Sales Tax Compensation	755,000	755,000	849,227	94,227
Total Sales Taxes	<u>3,010,000</u>	<u>3,010,000</u>	<u>3,178,750</u>	<u>168,750</u>
<u>FRANCHISE FEES</u>				
Franchise Fee - Adelphia	326,000	326,000	354,824	28,824
Franchise Fee - Edison	305,000	305,000	303,305	(1,695)
Franchise Fee - Gas	123,000	123,000	143,564	20,564
Franchise Fee - Oil			2,584	2,584
Franchise PEG Fees			15,694	15,694
Franchise GI Rubbish	185,000	185,000	189,013	4,013
Franchise Moorpark Rubbish	117,000	117,000	107,735	(9,265)
Landfill Local Impact Fee	65,000	65,000	45,135	(19,865)
CIWMP Fees	12,500	12,500	9,701	(2,799)
Total Franchise Fees	<u>1,133,500</u>	<u>1,133,500</u>	<u>1,171,555</u>	<u>38,055</u>
<u>SPECIAL BENEFIT ASSESSMENTS</u>				
SBA - Storm Drain Maintenance			19,323	19,323
Total Special Benefit Assessments	<u>-</u>	<u>-</u>	<u>19,323</u>	<u>19,323</u>
<u>LICENSES AND PERMITS</u>				
Business Registration	53,000	53,000	80,190	27,190
Filming Permits	7,000	7,000	6,150	(850)
NPDES Business Inspection Fees	2,900	2,900	1,968	(932)
Total Licenses and Permits	<u>62,900</u>	<u>62,900</u>	<u>88,308</u>	<u>25,408</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - General Fund - Continued
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u> Amounts	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
REVENUES				
<u>FINES AND FORFEITURES</u>				
Municipal Code Fines	\$ 140,000	\$ 140,000	\$ 184,492	\$ 44,492
Animal Control Fines	550	550	530	(20)
Forfeiture & Penalties			1,787	1,787
Settlements				-
Total Fines & Forfeitures	<u>140,550</u>	<u>140,550</u>	<u>186,809</u>	<u>46,259</u>
<u>USE OF MONEY AND PROPERTY</u>				
Investment Earnings	798,333	798,333	719,610	(78,723)
Rents and Concessions	125,000	125,000	120,843	(4,157)
Interest / City MRA Advance	230,000	230,000	159,976	(70,024)
Total Money & Property	<u>1,153,333</u>	<u>1,153,333</u>	<u>1,000,429</u>	<u>(152,904)</u>
<u>CHARGES FOR SERVICES</u>				
Other Admin Service Fees	77,000	77,000	125,131	48,131
Administrative Fees			5,979	5,979
Administrative Fees - CFD	80,000	80,000		(80,000)
Park and Facility Use Fee	82,250	82,250	91,386	9,136
Contract Class Registration Fees	115,000	115,000	182,606	67,606
League Fees	64,000	64,000	98,019	34,019
Recreation Event Fees	220,200	220,200	216,778	(3,422)
Advertising in brochure	8,000	8,000	11,165	3,165
Other Community Services Fees			1,847	1,847
Photocopying	1,000	1,000	554	(446)
Sale of Documents	1,300	1,300	240	(1,060)
Special Police Dept Services	45,000	45,000	31,458	(13,542)
NSF Fees and Misc. Charges	1,000	1,000	1,550	550
Total Charges for Services	<u>694,750</u>	<u>694,750</u>	<u>766,713</u>	<u>71,963</u>
<u>INTERGOVERNMENTAL</u>				
Off Highway Motor Vehicle	1,000	1,000		(1,000)
Motor Vehicle In Lieu	2,953,000	2,953,000	125,307	(2,827,693)
Other State Funds			4,323	4,323
County Grants	17,835	17,835	21,196	3,361
Other Federal Revenue / Grants		9,281	4,217	(5,064)
Total Intergovernmental	<u>2,971,835</u>	<u>2,981,116</u>	<u>155,043</u>	<u>(2,826,073)</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - General Fund - Continued
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
OTHER REVENUES				
Sale General Fixed Assets	\$ 1,000	\$ 1,000	\$	\$ (1,000)
Contributions / Donations			19,070	19,070
Revenues not elsewhere classified	11,000	11,000	12,725	1,725
Expense Reimbursements	70,000	70,000	207,018	137,018
Restitution / Insurance Proceeds	15,000	15,000	31,051	16,051
Total Other Revenues	<u>97,000</u>	<u>97,000</u>	<u>269,864</u>	<u>172,864</u>
Total Revenue	<u>12,621,868</u>	<u>12,631,149</u>	<u>13,367,205</u>	<u>736,056</u>
EXPENDITURES				
Current:				
General Government	1,841,584	2,304,194	1,926,283	377,911
Public Safety	6,657,799	6,659,507	6,253,223	406,284
Public Services	491,959	632,561	414,949	217,612
Parks and Recreation	1,651,800	1,669,330	1,436,923	232,407
Capital Outlay	65,680	152,325	90,725	61,600
Total Expenditures	<u>10,708,822</u>	<u>11,417,917</u>	<u>10,122,103</u>	<u>1,295,814</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,913,046</u>	<u>1,213,232</u>	<u>3,245,102</u>	<u>2,031,870</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	402,000	454,678	464,718	10,040
Transfer Out	<u>(2,313,405)</u>	<u>(2,718,114)</u>	<u>(4,311,166)</u>	<u>(1,593,052)</u>
Total Other Financing Sources (Uses)	<u>(1,911,405)</u>	<u>(2,263,436)</u>	<u>(3,846,448)</u>	<u>(1,583,012)</u>
Net Change in Fund Balance	1,641	(1,050,204)	(601,346)	448,858
Fund Balance, Beginning of Year	<u>3,807,175</u>	<u>3,807,175</u>	<u>3,807,175</u>	<u></u>
Fund Balance, End of Year	<u>\$ 3,808,816</u>	<u>\$ 2,756,971</u>	<u>\$ 3,205,829</u>	<u>\$ 448,858</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Street and Traffic Safety Special Revenue Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
<u>USE OF MONEY AND PROPERTY</u>				
Investment Earnings	\$ 631,463	\$ 631,463	\$ 474,772	\$ (156,691)
Total Use of Money and Property	<u>631,463</u>	<u>631,463</u>	<u>474,772</u>	<u>(156,691)</u>
<u>CHARGES FOR SERVICES</u>				
Other Development Fees	573,815	573,815	586,421	12,606
Total Charges for Services	<u>573,815</u>	<u>573,815</u>	<u>586,421</u>	<u>12,606</u>
Total Revenues	<u>1,205,278</u>	<u>1,205,278</u>	<u>1,061,193</u>	<u>(144,085)</u>
EXPENDITURES				
Current:				
Public Services	69,289	69,338	61,240	8,098
Capital Outlay	886,994	1,154,221	90,147	1,064,074
Total Expenditures	<u>956,283</u>	<u>1,223,559</u>	<u>151,387</u>	<u>1,072,172</u>
Excess (Deficiency) of Revenues over Expenditures	<u>248,995</u>	<u>(18,281)</u>	<u>909,806</u>	<u>928,087</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out		(29,017)	(29,017)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(29,017)</u>	<u>(29,017)</u>	<u>-</u>
Net Change in Fund Balance	248,995	(47,298)	880,789	928,087
Fund Balance, Beginning of Year	<u>18,779,758</u>	<u>18,779,758</u>	<u>18,779,758</u>	
Fund Balance, End of Year	<u>\$ 19,028,753</u>	<u>\$ 18,732,460</u>	<u>\$ 19,660,547</u>	<u>\$ 928,087</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Community Development Special Revenue Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
REVENUES				
<u>LICENSES AND PERMITS</u>				
Misc. Business Permits	\$	\$	\$ 405	\$ 405
Street Vendor Permits	1,000	1,000	1,585	585
Home Occupation Permits	12,000	12,000	10,800	(1,200)
Sign Permits	5,000	5,000	7,305	2,305
Banner Permits	1,000	1,000	2,160	1,160
Residential Building Permits	468,436	468,436	365,318	(103,118)
Non Residential Building	207,775	207,775	116,966	(90,809)
Permit Adj Commercial	1,800	1,800	4,560	2,760
Permit Adj Industrial	600	600		(600)
Permit Adj Residential	600	600		(600)
Temporary Use Permit	2,500	2,500	4,215	1,715
Encroachment Permits	12,000	12,000	33,788	21,788
Administrative Permits	8,000	8,000	9,600	1,600
Total Licenses and Permits	<u>720,711</u>	<u>720,711</u>	<u>556,702</u>	<u>(164,009)</u>
<u>FINES AND FORFEITURES</u>				
Municipal Code Fines	1,500	1,500	6,148	4,648
Total Fines and Forfeitures	<u>1,500</u>	<u>1,500</u>	<u>6,148</u>	<u>4,648</u>
<u>CHARGES FOR SERVICES</u>				
City Admin Engin Contract	20,000	110,000	120,561	10,561
City Admin Attny Contract	3,200	3,200	16,257	13,057
Contract Admin Fee	3,000	3,000	5,621	2,621
Other Admin Service Fees	500	500	4,560	4,060
Zone Clearance	70,000	70,000	39,600	(30,400)
Imaging Fees	8,000	8,000	5,949	(2,051)
Advance Planning Fees	15,000	15,000	25,353	10,353
Other Comm Develop Fees	4,000	4,000	914	(3,086)
Plan Check Residential	116,538	116,538	116,901	363
Plan Check Non Residential	104,150	104,150	59,634	(44,516)
Planning Time Charges	348,000	348,000	390,885	42,885
Public Improv Plan Check	45,000	115,000	104,744	(10,256)
Public Improv Inspections	151,286	151,286	187,163	35,877
Real Estate Fees	4,000	4,000	2,313	(1,687)
NSF Fees and Misc. Charges	500	500		(500)
Total Charges for Services	<u>893,174</u>	<u>1,053,174</u>	<u>1,080,455</u>	<u>27,281</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Community Development Special Revenue Fund - Continued
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
REVENUES				
<u>OTHER REVENUES</u>				
Expense Reimbursements	\$ 2,500	\$ 2,500	\$ -	\$ (2,500)
Total Other Revenues	<u>2,500</u>	<u>2,500</u>	<u>-</u>	<u>(2,500)</u>
 Total Revenues	 <u>1,617,885</u>	 <u>1,777,885</u>	 <u>1,643,305</u>	 <u>(134,580)</u>
EXPENDITURES				
Current:				
Public Services	<u>2,574,711</u>	<u>2,268,239</u>	<u>2,413,472</u>	<u>(145,233)</u>
Total Expenditures	<u>2,574,711</u>	<u>2,268,239</u>	<u>2,413,472</u>	<u>(145,233)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(956,826)</u>	<u>(490,354)</u>	<u>(770,167)</u>	<u>(279,813)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>956,826</u>	<u>1,403,442</u>	<u>1,162,972</u>	<u>(240,470)</u>
Total Other Financing Sources (Uses)	<u>956,826</u>	<u>1,403,442</u>	<u>1,162,972</u>	<u>(240,470)</u>
Net Change in Fund Balance	-	913,088	392,805	(520,283)
Fund Balance, Beginning of Year	<u>(392,805)</u>	<u>(392,805)</u>	<u>(392,805)</u>	
Fund Balance, End of Year	<u>\$ (392,805)</u>	<u>\$ 520,283</u>	<u>\$ -</u>	<u>\$ (520,283)</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Assessment District Special Revenue Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
<u>USE OF MONEY AND PROPERTY</u>				
Investment Earnings	\$ 111,405	\$ 111,405	\$ 138,105	\$ 26,700
Total Use of Money and Property	<u>111,405</u>	<u>111,405</u>	<u>138,105</u>	<u>26,700</u>
<u>SPECIAL BENEFIT ASSESSMENTS</u>				
SBA - Street Lighting	244,886	244,886	264,844	19,958
SBA - Landscape Maintenance	2,420,459	2,420,459	2,486,519	66,060
SBA - Storm Drain Maintenance	5,235	5,235	6,201	966
SBA - Park Maintenance	660,000	660,000	692,665	32,665
Total Special Benefit Assessments	<u>3,330,580</u>	<u>3,330,580</u>	<u>3,450,229</u>	<u>119,649</u>
<u>OTHER REVENUES</u>				
Expense Reimbursements	600	600	1,770	1,170
Tennis Court Lighting Use	2,700	2,700	3,007	307
Total Other Revenues	<u>3,300</u>	<u>3,300</u>	<u>4,777</u>	<u>1,477</u>
Total Revenues	<u>3,445,285</u>	<u>3,445,285</u>	<u>3,593,111</u>	<u>147,826</u>
EXPENDITURES				
Current:				
Public Safety	350,038	360,062	311,770	48,292
Parks and Recreation	3,353,834	3,404,347	2,745,168	659,179
Capital Outlay	494,947	494,947	25,721	469,226
Total Expenditures	<u>4,198,819</u>	<u>4,259,356</u>	<u>3,082,659</u>	<u>1,176,697</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(753,534)</u>	<u>(814,071)</u>	<u>510,452</u>	<u>1,324,523</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	1,530,366	1,493,732	1,357,750	(135,982)
Transfer Out	-	-	(10,000)	(10,000)
Total Other Financing Sources (Uses)	<u>1,530,366</u>	<u>1,493,732</u>	<u>1,347,750</u>	<u>(145,982)</u>
Net Change in Fund Balance	776,832	679,661	1,858,202	1,178,541
Fund Balance, Beginning of Year	<u>4,570,423</u>	<u>4,570,423</u>	<u>4,570,423</u>	
Fund Balance, End of Year	<u>\$ 5,347,255</u>	<u>\$ 5,250,084</u>	<u>\$ 6,428,625</u>	<u>\$ 1,178,541</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Endowment Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
<u>USE OF MONEY AND PROPERTY</u>				
Investment Earnings	\$	\$ 98,000	\$	\$ (98,000)
Rents and Concessions	83,800	83,800	82,606	(1,194)
Total Use of Money and Property	<u>83,800</u>	<u>181,800</u>	<u>82,606</u>	<u>(99,194)</u>
<u>CHARGES FOR SERVICES</u>				
Other Development Fees	772,853	772,853	376,316	(396,537)
Community Service Fees	44,839	44,839	26,785	(18,054)
Administration Fees	25,000	25,000	25,000	-
Total Charges for Services	<u>842,692</u>	<u>842,692</u>	<u>428,101</u>	<u>(414,591)</u>
Total Revenues	<u>926,492</u>	<u>1,024,492</u>	<u>510,707</u>	<u>(513,785)</u>
EXPENDITURES				
Capital Outlay	49,228	358,400	51,343	307,057
Total Expenditures	<u>49,228</u>	<u>358,400</u>	<u>51,343</u>	<u>307,057</u>
Excess (Deficiency) of Revenues over Expenditures	<u>877,264</u>	<u>666,092</u>	<u>459,364</u>	<u>(206,728)</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(3,368,697)</u>	<u>(3,368,697)</u>	<u>(3,368,697)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(3,368,697)</u>	<u>(3,368,697)</u>	<u>(3,368,697)</u>	<u>-</u>
Net Change in Fund Balance	(2,491,433)	(2,702,605)	(2,909,333)	(206,728)
Fund Balance, Beginning of Year	<u>7,686,999</u>	<u>7,686,999</u>	<u>7,686,999</u>	
Fund Balance, End of Year	<u>\$ 5,195,566</u>	<u>\$ 4,984,394</u>	<u>\$ 4,777,666</u>	<u>\$ (206,728)</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Park/Public Facilities Special Revenue Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
<u>USE OF MONEY AND PROPERTY</u>				
Investment Earnings	\$ 215,131	\$ 215,131	\$ 125,638	\$ (89,493)
Rents and Concessions	16,000	16,000	16,244	244
Total Use of Money and Property	<u>231,131</u>	<u>231,131</u>	<u>141,882</u>	<u>(89,249)</u>
<u>CHARGES FOR SERVICES</u>				
Art in Public Places	319,140	319,140	169,528	(149,612)
Trees/Landscape Fees	7,775	7,775	71,056	63,281
Library Facilities Fees	176,948	176,948	34,205	(142,743)
Fees in Lieu of Park Land	515,207	515,207	75,420	(439,787)
Other Development Fees	10,290	10,290	10,846	556
Total Charges for Services	<u>1,029,360</u>	<u>1,029,360</u>	<u>361,055</u>	<u>(668,305)</u>
<u>OTHER REVENUES</u>				
Revenues Not Classified Elsewhere			9,171	9,171
Sale Plans/Specifications			2,375	2,375
	<u>-</u>	<u>-</u>	<u>11,546</u>	<u>11,546</u>
Total Revenues	<u>1,260,491</u>	<u>1,260,491</u>	<u>514,483</u>	<u>(746,008)</u>
EXPENDITURES				
Public Services	46,500	46,500	26,605	19,895
Capital Outlay	5,443,041	4,096,621	1,089,263	3,007,358
Total Expenditures	<u>5,489,541</u>	<u>4,143,121</u>	<u>1,115,868</u>	<u>3,027,253</u>
Excess (Deficiency) of Revenues over Expenditures	(4,229,050)	(2,882,630)	(601,385)	2,281,245
Fund Balance, Beginning of Year	<u>5,156,075</u>	<u>5,156,075</u>	<u>5,156,075</u>	
Fund Balance, End of Year	<u>\$ 927,025</u>	<u>\$ 2,273,445</u>	<u>\$ 4,554,690</u>	<u>\$ 2,281,245</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - MRA Area 1 Operations Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
<u>USE OF MONEY AND PROPERTY</u>				
Rents and Concessions	\$ 62,750	\$ 62,750	\$ 44,595	\$ (18,155)
Total Use of Money and Property	<u>62,750</u>	<u>62,750</u>	<u>44,595</u>	<u>(18,155)</u>
<u>OTHER REVENUES</u>				
Ticket Sales	70,000	92,793	64,755	(28,038)
Advertising in Brochures			4,275	4,275
Sale Plans/Specifications	100	100	265	165
	<u>70,100</u>	<u>92,893</u>	<u>69,295</u>	<u>(23,598)</u>
Total Revenues	<u>132,850</u>	<u>155,643</u>	<u>113,890</u>	<u>(41,753)</u>
EXPENDITURES				
Public Services	1,536,050	2,374,792	1,455,487	919,305
Capital Outlay	1,178,138	1,063,903	347,509	716,394
Total Expenditures	<u>2,714,188</u>	<u>3,438,695</u>	<u>1,802,996</u>	<u>1,635,699</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,581,338)</u>	<u>(3,283,052)</u>	<u>(1,689,106)</u>	<u>1,593,946</u>
OTHER FINANCING SOURCES (USES)				
Transfers In			5,777,516	5,777,516
Transfers Out		(48,233)	(48,273)	(40)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(48,233)</u>	<u>5,729,243</u>	<u>5,777,476</u>
Net Change in Fund Balance	(2,581,338)	(3,331,285)	4,040,137	7,371,422
Fund Balance, Beginning of Year	<u>6,934,337</u>	<u>6,934,337</u>	<u>6,934,337</u>	
Fund Balance, End of Year	<u>\$ 4,352,999</u>	<u>\$ 3,603,052</u>	<u>\$ 10,974,474</u>	<u>\$ 7,371,422</u>

City of Moorpark
Schedule of Funding Progress for MRHP
Year Ended June 30, 2009

Schedule of Funding Progress for MRHP

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) Entry Age (B)	Unfunded AAL (UAAL) (B - A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll [(B-A)/C]
06/30/08	\$ -	\$ 364,000	\$ 364,000	0%	\$ 4,519,000	8.055%

*GASB 45 was implemented prospectively in fiscal year 2009. There were no previous actuarial valuations.

SUPPLEMENTARY INFORMATION

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Police Facilities Fee Capital Projects Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
<u>MAINTENANCE ASSESSMENTS</u>				
Police Facilities Fees	\$ 225,783	\$ 225,783	\$ 22,423	\$ (203,360)
Total Maintenance Assessments	<u>225,783</u>	<u>225,783</u>	<u>22,423</u>	<u>(203,360)</u>
Total Revenues	<u>225,783</u>	<u>225,783</u>	<u>22,423</u>	<u>(203,360)</u>
EXPENDITURES				
Public Safety	1,000	1,000	74,302	(73,302)
Capital Outlay	<u>104,389</u>	<u>103,489</u>	<u> </u>	<u>103,489</u>
Total Expenditures	<u>105,389</u>	<u>104,489</u>	<u>74,302</u>	<u>30,187</u>
Excess (Deficiency) of Revenues over Expenditures	120,394	121,294	(51,879)	(173,173)
Fund Balance, Beginning of Year	<u>(1,943,789)</u>	<u>(1,943,789)</u>	<u>(1,943,789)</u>	<u> </u>
Fund Balance, End of Year	<u><u>\$ (1,823,395)</u></u>	<u><u>\$ (1,822,495)</u></u>	<u><u>\$ (1,995,668)</u></u>	<u><u>\$ (173,173)</u></u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Redevelopment Agency Capital Projects Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
<u>USE OF MONEY AND PROPERTY</u>				
Investment Earnings	\$ 686,031	\$ 686,031	\$ 403,316	\$ (282,715)
Total Use of Money and Property	<u>686,031</u>	<u>686,031</u>	<u>403,316</u>	<u>(282,715)</u>
<u>OTHER REVENUES</u>				
Revenues Not Elsewhere Classified			3,330	3,330
Sale Plans/Specifications			3,660	3,660
Total Other Revenues	<u>-</u>	<u>-</u>	<u>6,990</u>	<u>6,990</u>
Total Revenues	<u>686,031</u>	<u>686,031</u>	<u>410,306</u>	<u>(275,725)</u>
EXPENDITURES				
Current:				
Public Services		47,400	113,289	(65,889)
Capital Outlay	12,053,153	15,553,472	813,288	14,740,184
Total Expenditures	<u>12,053,153</u>	<u>15,600,872</u>	<u>926,577</u>	<u>14,674,295</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(11,367,122)</u>	<u>(14,914,841)</u>	<u>(516,271)</u>	<u>14,398,570</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out		(17,286)	(4,863,609)	(4,846,323)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(17,286)</u>	<u>(4,863,609)</u>	<u>(4,846,323)</u>
Net Change in Fund Balances	(11,367,122)	(14,932,127)	(5,379,880)	9,552,247
Fund Balance, Beginning of Year	<u>21,668,552</u>	<u>21,668,552</u>	<u>21,668,552</u>	
Fund Balances, End of Year	<u>\$ 10,301,430</u>	<u>\$ 6,736,425</u>	<u>\$ 16,288,672</u>	<u>\$ 9,552,247</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Redevelopment Agency Debt Service Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
<u>PROPERTY TAXES</u>				
Homeowners Property Exemption	\$ 30,000	\$ 30,000	\$ 43,672	\$ 13,672
Tax Increment Secured	5,700,000	5,700,000	6,121,054	421,054
Tax Increment Unsecured	830,000	830,000	889,706	59,706
Total Property Taxes	<u>6,560,000</u>	<u>6,560,000</u>	<u>7,054,432</u>	<u>494,432</u>
<u>USE OF MONEY AND PROPERTY</u>				
Investment Earnings	342,060	342,060	224,688	(117,372)
Total Use of Money and Property	<u>342,060</u>	<u>342,060</u>	<u>224,688</u>	<u>(117,372)</u>
Total Revenues	<u>6,902,060</u>	<u>6,902,060</u>	<u>7,279,120</u>	<u>377,060</u>
EXPENDITURES				
Current:				
Public Services	2,800,000	2,800,000	3,366,958	(566,958)
Debt Service				
Principal	475,000	475,000	475,000	-
Interest	1,627,921	1,627,921	1,557,896	70,025
Total Expenditures	<u>4,902,921</u>	<u>4,902,921</u>	<u>5,399,854</u>	<u>(496,933)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,999,139</u>	<u>1,999,139</u>	<u>1,879,266</u>	<u>(119,873)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	152,117	152,117	152,117	-
Tranfers Out	(1,312,000)	(1,312,000)	(2,515,766)	(1,203,766)
Total Other Financing Sources (Uses)	<u>(1,159,883)</u>	<u>(1,159,883)</u>	<u>(2,363,649)</u>	<u>(1,203,766)</u>
SPECIAL ITEMS				
County Settlement		1,000,000	1,000,000	-
Net Change in Fund Balance	839,256	1,839,256	515,617	(1,323,639)
Fund Balance, Beginning of Year	<u>1,630,441</u>	<u>1,630,441</u>	<u>1,630,441</u>	
Fund Balance, End of Year	<u>\$ 2,469,697</u>	<u>\$ 3,469,697</u>	<u>\$ 2,146,058</u>	<u>\$ (1,323,639)</u>

**City of Moorpark
Non-Major Governmental Funds
June 30, 2009**

SPECIAL REVENUE FUNDS

Library Services Fund – is used to account for the financial resources for the operation of the City’s public library system.

Traffic Safety Fund - is used to account for revenues collected from traffic fines and forfeitures, which is used for crossing guards and parking enforcement.

Affordable Housing Fund (City) - is used to account for grants used for development of affordable housing units.

Los Angeles Area of Contribution Fund - is used to account for the financial resources for capital projects related to streets and other improvements within the Los Angeles project area.

Tierra Rejeda/Spring Road A.O.C Fund - is used to account for the financial resources for capital projects related to streets and other improvements within the Tierra Rejeda & Spring Road project area.

Casey/Gabbert Area of Contribution Fund - is used to account for the financial resources for capital projects related to streets and other improvements within the Casey & Gabbert project area.

Freemont Storm Drain A.O.C Fund - is used to account for the financial resources for capital projects related to streets and other improvements within the Freemont Storm Drain project area.

State and Federal Assistance Fund - is used to account for Federal and State grants used for the construction of street and related improvements and help fund law enforcement.

State Gas Tax Fund - is used to account for fees used for street maintenance, right-of-way acquisition and street construction.

Proposition 1B Local Streets and Roads Fund – is used to account for funds received from the State of California for specific transportation programs.

Proposition 1B Safety and Security Fund – is used to account for the financial resources of the Prop 1B bonds used for the seismic safety of bridges and public transit.

Low and Moderate Income Housing Fund (MRA) - is used to account for the receipt of 20 percent of the gross tax increment allocation, which is restricted for use on projects that increase or preserve the supply of low and moderate income housing in accordance with Health and Safety Code Section 33334.

**City of Moorpark
Non-Major Governmental Funds
June 30, 2009**

SPECIAL REVENUE FUNDS - Continued

Local Transportation Transit Fund - is used to account for fees used in local transportation and street projects that help relieve traffic congestion programs and development.

Solid Waste Fund - is used to account for fees used on programs that promote resource conservation, recycling, composting, and proper disposal of hazardous household waste.

CAPITAL PROJECTS FUNDS

Capital Projects Fund – is used to account for financial resources used for major capital projects of the general government operations.

City Hall Building Fund - is used to account for the funds used to build the new Civic Center Complex.

Equipment Replacement Fund - is used to account for the funds used to replace city equipment and vehicles.

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**City of Moorpark
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2009**

	Special Revenue			
	Library Services	Traffic Safety	Affordable Housing	Los Angeles Area of Contribution
ASSETS				
Cash and Investments	\$ 787,699	\$ 455,659	\$ 3,570,082	\$ 11,641,856
Receivables:				
Taxes				
Accounts	43	70,225		
Notes			607,739	250,249
Due From Other Funds				134,242
Prepaid Items				
Property Held for Resale/Development				
Total Assets	<u>\$ 787,742</u>	<u>\$ 525,884</u>	<u>\$ 4,177,821</u>	<u>\$ 12,026,347</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable and Accrued Liabilities	\$ 18,900	\$ 2,825	\$ 160	\$ 58,440
Due to Other Funds				
Deferred Revenue		24,232	607,739	250,249
Total Liabilities	<u>18,900</u>	<u>27,057</u>	<u>607,899</u>	<u>308,689</u>
Fund Balances:				
Reserved For:				
Property Held for Resale/Development				
Prepaid Items				
Unreserved, Reported In:				
Special Revenue Funds	768,842	498,827	3,569,922	11,717,658
Capital Projects Funds				
Total Fund Balances	<u>768,842</u>	<u>498,827</u>	<u>3,569,922</u>	<u>11,717,658</u>
Total Liabilities and Fund Balances	<u>\$ 787,742</u>	<u>\$ 525,884</u>	<u>\$ 4,177,821</u>	<u>\$ 12,026,347</u>

Special Revenue

Tierra Rejada/ Spring Road A.O.C	Casey/Gabbert Area of Contribution	Freemont Storm Drain A.O.C	State and Federal Assistance	State Gas Tax	Prop 1B Local Streets and Roads
\$	\$ 81,101	\$ 14,894	\$ 1,202,802	\$ 430,251	\$ 1,138,635
			295,151	62,566	
<u>\$ -</u>	<u>\$ 81,101</u>	<u>\$ 14,894</u>	<u>\$ 1,497,953</u>	<u>\$ 492,817</u>	<u>\$ 1,138,635</u>
\$ 12,768 154,549	\$	\$	\$ 9,471 237,171	\$ 43,234	\$
<u>167,317</u>	<u>-</u>	<u>-</u>	<u>246,642</u>	<u>43,234</u>	<u>-</u>
(167,317)	81,101	14,894	1,251,311	449,583	1,138,635
<u>(167,317)</u>	<u>81,101</u>	<u>14,894</u>	<u>1,251,311</u>	<u>449,583</u>	<u>1,138,635</u>
<u>\$ -</u>	<u>\$ 81,101</u>	<u>\$ 14,894</u>	<u>\$ 1,497,953</u>	<u>\$ 492,817</u>	<u>\$ 1,138,635</u>

Continued

City of Moorpark
Combining Balance Sheet
Non-Major Governmental Funds - Continued
June 30, 2009

	Special Revenue			
	Prop 1B Safety and Security	Low and Moderate Income Housing	Local Transportation Transit	Solid Waste
ASSETS				
Cash and Investments	\$ 102,234	\$ 621,582	\$ 32,178	\$ 959,483
Receivables:				
Taxes				
Accounts		4,488	117,497	23,960
Notes		141,898		
Due From Other Funds				
Prepaid Items		5,200		
Property Held for Resale/Development		6,655,250		
	<u>102,234</u>	<u>6,655,250</u>	<u>149,675</u>	<u>983,443</u>
Total Assets	<u>\$ 102,234</u>	<u>\$ 7,428,418</u>	<u>\$ 149,675</u>	<u>\$ 983,443</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable and Accrued Liabilities	\$	\$ 131,119	\$ 42,752	\$ 14,504
Due to Other Funds		352,110		
Deferred Revenue		16,384	107,177	
	<u>-</u>	<u>499,613</u>	<u>149,929</u>	<u>14,504</u>
Total Liabilities	<u>-</u>	<u>499,613</u>	<u>149,929</u>	<u>14,504</u>
Fund Balances:				
Reserved For:				
Property Held for Resale/Development		6,655,250		
Prepaid Items		5,200		
Unreserved, Reported In:				
Special Revenue Funds	102,234	268,355	(254)	968,939
Capital Projects Funds				
	<u>102,234</u>	<u>6,928,805</u>	<u>(254)</u>	<u>968,939</u>
Total Fund Balances	<u>102,234</u>	<u>6,928,805</u>	<u>(254)</u>	<u>968,939</u>
Total Liabilities and Fund Balances	<u>\$ 102,234</u>	<u>\$ 7,428,418</u>	<u>\$ 149,675</u>	<u>\$ 983,443</u>

<u>Capital Projects</u>			Total
<u>Capital Projects</u>	<u>City Hall Building</u>	<u>Equipment Replacement</u>	<u>Nonmajor Governmental Funds</u>
\$ 107,681	\$ 3,754,802	\$ 458,184	\$ 25,359,123
			-
			573,930
			999,886
60,000			194,242
			5,200
			6,655,250
<u>\$ 167,681</u>	<u>\$ 3,754,802</u>	<u>\$ 458,184</u>	<u>\$ 33,787,631</u>
\$	\$	\$	\$ 334,173
			743,830
			1,005,781
			2,083,784
			6,655,250
			5,200
			20,662,730
<u>167,681</u>	<u>3,754,802</u>	<u>458,184</u>	<u>4,380,667</u>
<u>167,681</u>	<u>3,754,802</u>	<u>458,184</u>	<u>31,703,847</u>
<u>\$ 167,681</u>	<u>\$ 3,754,802</u>	<u>\$ 458,184</u>	<u>\$ 33,787,631</u>

City of Moorpark
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Non-Major Governmental Funds
Year Ended June 30, 2009

	Special Revenue			
	Library Services	Traffic Safety	Affordable Housing	Los Angeles Area of Contribution
REVENUES				
Taxes	\$ 1,495,700	\$	\$	\$
Fines and Forfeitures	18,259	273,714		
Use of Money and Property		17,702	86,793	285,929
Charges for Services	4,232		203,044	209,758
Intergovernmental	12,974			
Other Revenue			5,356	
Total Revenues	<u>1,531,165</u>	<u>291,416</u>	<u>295,193</u>	<u>495,687</u>
EXPENDITURES				
Current:				
Public Safety		111,876		
Public Services	675,893		182,827	
Parks and Recreation				
Capital Outlay				269,680
Debt Service:				
Interest				
Total Expenditures	<u>675,893</u>	<u>111,876</u>	<u>182,827</u>	<u>269,680</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>855,272</u>	<u>179,540</u>	<u>112,366</u>	<u>226,007</u>
OTHER FINANCING SOURCES (USES)				
Transfers In				
Transfers Out		(402,000)		(81,380)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(402,000)</u>	<u>-</u>	<u>(81,380)</u>
Net Change in Fund Balances	855,272	(222,460)	112,366	144,627
Fund Balances, Beginning of Year	(86,430)	721,287	3,457,556	11,573,031
Fund Balances, End of Year	<u>\$ 768,842</u>	<u>\$ 498,827</u>	<u>\$ 3,569,922</u>	<u>\$ 11,717,658</u>

Special Revenue

Tierra Rejada/ Spring Road A.O.C	Casey/Gabbert Area of Contribution	Freemont Storm Drain A.O.C	State and Federal Assistance	State Gas Tax	Prop 1B Local Streets and Roads
\$	\$	\$	\$	\$	\$
708	1,978	363	31,633		16,064
94,639			1,845,852	602,923	537,418
590			1,320	7,723	
95,937	1,978	363	1,878,805	610,646	553,482
			63,254		
			14,733	1,407,744	
118,662			494,658	52,920	
118,662	-	-	572,645	1,460,664	-
(22,725)	1,978	363	1,306,160	(850,018)	553,482
(8,969)			(1,107,970)	1,211,625	
				(162,444)	
(8,969)	-	-	(1,107,970)	1,049,181	-
(31,694)	1,978	363	198,190	199,163	553,482
(135,623)	79,123	14,531	1,053,121	250,420	585,153
\$ (167,317)	\$ 81,101	\$ 14,894	\$ 1,251,311	\$ 449,583	\$ 1,138,635

Continued

City of Moorpark
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Non-Major Governmental Funds - Continued
Year Ended June 30, 2009

	Special Revenue			
	Prop 1B Safety and Security	Low and Moderate Income Housing	Local Transportation Transit	Solid Waste
REVENUES				
Taxes	\$	\$	\$	\$ 285,788
Fines and Forfeitures				
Use of Money and Property	2,234	28,494	7,414	23,517
Charges for Services			75,781	2,960
Intergovernmental	100,000		658,522	35,327
Other Revenue			75	21,003
Total Revenues	<u>102,234</u>	<u>28,494</u>	<u>741,792</u>	<u>368,595</u>
EXPENDITURES				
Current:				
Public Safety				
Public Services		318,243	373,572	434,285
Parks and Recreation				
Capital Outlay		234,174	337,167	
Debt Service:				
Interest		36,166		
Total Expenditures	<u>-</u>	<u>588,583</u>	<u>710,739</u>	<u>434,285</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>102,234</u>	<u>(560,089)</u>	<u>31,053</u>	<u>(65,690)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In		1,410,886	13,178	
Transfers Out		(153,359)		
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,257,527</u>	<u>13,178</u>	<u>-</u>
Net Change in Fund Balances	102,234	697,438	44,231	(65,690)
Fund Balances, Beginning of Year		<u>6,231,367</u>	<u>(44,485)</u>	<u>1,034,629</u>
Fund Balances, End of Year	<u>\$ 102,234</u>	<u>\$ 6,928,805</u>	<u>\$ (254)</u>	<u>\$ 968,939</u>

Capital Projects			Total
Capital Projects	City Hall Building	Equipment Replacement	Nonmajor Governmental Funds
\$	\$	\$	\$ 1,781,488
			291,973
954	18,725	11,488	533,996
			590,414
			3,793,016
			36,067
<u>954</u>	<u>18,725</u>	<u>11,488</u>	<u>7,026,954</u>
			175,130
			3,407,297
			-
6,960	24,315	19,919	1,558,455
			36,166
<u>6,960</u>	<u>24,315</u>	<u>19,919</u>	<u>5,177,048</u>
<u>(6,006)</u>	<u>(5,590)</u>	<u>(8,431)</u>	<u>1,849,906</u>
173,687	3,368,697		6,178,073
			(1,916,122)
<u>173,687</u>	<u>3,368,697</u>	<u>-</u>	<u>4,261,951</u>
167,681	3,363,107	(8,431)	6,111,857
	391,695	466,615	25,591,990
<u>\$ 167,681</u>	<u>\$ 3,754,802</u>	<u>\$ 458,184</u>	<u>\$ 31,703,847</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Library Services Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 811,000	\$ 811,000	\$ 1,495,700	\$ 684,700
Fines and Forfeitures	25,000	25,000	18,259	(6,741)
Charges for Services	3,000	3,000	4,232	1,232
Intergovernmental	13,887	13,887	12,974	(913)
Total Revenues	<u>852,887</u>	<u>852,887</u>	<u>1,531,165</u>	<u>678,278</u>
EXPENDITURES				
Current:				
Public Services	<u>797,507</u>	<u>806,856</u>	<u>675,893</u>	<u>130,963</u>
Total Expenditures	<u>797,507</u>	<u>806,856</u>	<u>675,893</u>	<u>130,963</u>
Excess (Deficiency) of Revenues over Expenditures	55,380	46,031	855,272	809,241
Fund Balance, Beginning of Year	<u>(86,430)</u>	<u>(86,430)</u>	<u>(86,430)</u>	
Fund Balance, End of Year	<u>\$ (31,050)</u>	<u>\$ (40,399)</u>	<u>\$ 768,842</u>	<u>\$ 809,241</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Traffic Safety Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Fines and Forfeitures	\$ 155,000	\$ 155,000	\$ 273,714	\$ 118,714
Use of Money and Property	23,050	23,050	17,702	(5,348)
Total Revenues	<u>178,050</u>	<u>178,050</u>	<u>291,416</u>	<u>113,366</u>
EXPENDITURES				
Current:				
Public Safety	<u>114,433</u>	<u>114,854</u>	<u>111,876</u>	<u>2,978</u>
Total Expenditures	<u>114,433</u>	<u>114,854</u>	<u>111,876</u>	<u>2,978</u>
Excess (Deficiency) of Revenues over Expenditures	<u>63,617</u>	<u>63,196</u>	<u>179,540</u>	<u>116,344</u>
OTHER FINANCING SOURCES (USES)				
Transfer Out	<u>(402,000)</u>	<u>(402,000)</u>	<u>(402,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(402,000)</u>	<u>(402,000)</u>	<u>(402,000)</u>	<u>-</u>
Net Change in Fund Balance	(338,383)	(338,804)	(222,460)	116,344
Fund Balance, Beginning of Year	<u>721,287</u>	<u>721,287</u>	<u>721,287</u>	
Fund Balance, End of Year	<u>\$ 382,904</u>	<u>\$ 382,483</u>	<u>\$ 498,827</u>	<u>\$ 116,344</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Affordable Housing Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$ 105,884	\$ 105,884	\$ 86,793	\$ (19,091)
Charges for Services	406,070	406,070	203,044	(203,026)
Other Revenue			5,356	5,356
Total Revenues	<u>511,954</u>	<u>511,954</u>	<u>295,193</u>	<u>(216,761)</u>
EXPENDITURES				
Current:				
Public Services	<u>65,200</u>	<u>201,200</u>	<u>182,827</u>	<u>18,373</u>
Total Expenditures	<u>65,200</u>	<u>201,200</u>	<u>182,827</u>	<u>18,373</u>
Net Change in Fund Balance	446,754	310,754	112,366	(198,388)
Fund Balance, Beginning of Year	<u>3,457,556</u>	<u>3,457,556</u>	<u>3,457,556</u>	
Fund Balance, End of Year	<u>\$ 3,904,310</u>	<u>\$ 3,768,310</u>	<u>\$ 3,569,922</u>	<u>\$ (198,388)</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Los Angeles Area of Contribution Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$ 398,806	\$ 398,806	\$ 285,929	\$ (112,877)
Charges for Services	663,460	663,460	209,758	(453,702)
Total Revenues	<u>1,062,266</u>	<u>1,062,266</u>	<u>495,687</u>	<u>(566,579)</u>
EXPENDITURES				
Capital Outlay	5,055,019	5,598,787	269,680	5,329,107
Total Expenditures	<u>5,055,019</u>	<u>5,598,787</u>	<u>269,680</u>	<u>5,329,107</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(3,992,753)</u>	<u>(4,536,521)</u>	<u>226,007</u>	<u>4,762,528</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u> </u>	<u>(81,380)</u>	<u>(81,380)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(81,380)</u>	<u>(81,380)</u>	<u>-</u>
Net Change in Fund Balance	(3,992,753)	(4,617,901)	144,627	4,762,528
Fund Balance, Beginning of Year	<u>11,573,031</u>	<u>11,573,031</u>	<u>11,573,031</u>	<u> </u>
Fund Balance, End of Year	<u>\$ 7,580,278</u>	<u>\$ 6,955,130</u>	<u>\$ 11,717,658</u>	<u>\$ 4,762,528</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Tierra Rejada/Spring Road A.O.C Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$	\$	\$ 708	\$ 708
Charges for Services	307,176	307,176	94,639	(212,537)
Other Revenue			590	590
Total Revenues	<u>307,176</u>	<u>307,176</u>	<u>95,937</u>	<u>(211,239)</u>
EXPENDITURES				
Capital Outlay	<u>45,197</u>	<u>143,866</u>	<u>118,662</u>	<u>25,204</u>
Total Expenditures	<u>45,197</u>	<u>143,866</u>	<u>118,662</u>	<u>25,204</u>
Excess (Deficiency) of Revenues over Expenditures	<u>261,979</u>	<u>163,310</u>	<u>(22,725)</u>	<u>(186,035)</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out		<u>(8,969)</u>	<u>(8,969)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(8,969)</u>	<u>(8,969)</u>	<u>-</u>
Net Change in Fund Balance	261,979	154,341	(31,694)	(186,035)
Fund Balance, Beginning of Year	<u>(135,623)</u>	<u>(135,623)</u>	<u>(135,623)</u>	
Fund Balance, End of Year	<u>\$ 126,356</u>	<u>\$ 18,718</u>	<u>\$ (167,317)</u>	<u>\$ (186,035)</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Cassey/Gabbert Area of Contribution Special Revenue Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Use of Money and Property	\$ 2,641	\$ 2,641	\$ 1,978	\$ (663)
Total Revenues	<u>2,641</u>	<u>2,641</u>	<u>1,978</u>	<u>(663)</u>
EXPENDITURES				
Capital Outlay				-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	2,641	2,641	1,978	(663)
Fund Balance, Beginning of Year	<u>79,123</u>	<u>79,123</u>	<u>79,123</u>	
Fund Balance, End of Year	<u>\$ 81,764</u>	<u>\$ 81,764</u>	<u>\$ 81,101</u>	<u>\$ (663)</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Freemont Storm Drain A.O.C Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$ 480	\$ 480	\$ 363	\$ (117)
Total Revenues	480	480	363	(117)
EXPENDITURES				
Capital Outlay				-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	480	480	363	(117)
Fund Balance, Beginning of Year	14,531	14,531	14,531	
Fund Balance, End of Year	<u>\$ 15,011</u>	<u>\$ 15,011</u>	<u>\$ 14,894</u>	<u>\$ (117)</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - State and Federal Assistance Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$ 41,057	\$ 41,057	\$ 31,633	\$ (9,424)
Intergovernmental	2,667,025	3,039,023	1,845,852	(1,193,171)
Other Revenue			1,320	1,320
Total Revenues	2,708,082	3,080,080	1,878,805	(1,201,275)
EXPENDITURES				
Current:				
Public Safety	100,000	100,000	63,254	36,746
Public Services	33,850	33,850	14,733	19,117
Capital Outlay	2,073,049	2,013,249	494,658	1,518,591
Total Expenditures	2,206,899	2,147,099	572,645	1,574,454
Excess (Deficiency) of Revenues over Expenditures	501,183	932,981	1,306,160	373,179
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,107,970)	(1,107,970)	(1,107,970)	-
Total Other Financing Sources (Uses)	(1,107,970)	(1,107,970)	(1,107,970)	-
Net Change in Fund Balance	(606,787)	(174,989)	198,190	373,179
Fund Balance, Beginning of Year	1,053,121	1,053,121	1,053,121	
Fund Balance, End of Year	\$ 446,334	\$ 878,132	\$ 1,251,311	\$ 373,179

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - State Gas Tax Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$	\$	\$	\$
Intergovernmental	721,000	721,000	602,923	(118,077)
Other Revenue			7,723	7,723
	<u>721,000</u>	<u>721,000</u>	<u>610,646</u>	<u>(110,354)</u>
Total Revenues				
EXPENDITURES				
Current:				
Public Services	1,529,419	1,532,246	1,407,744	124,502
Capital Outlay	125,765	120,317	52,920	67,397
	<u>1,655,184</u>	<u>1,652,563</u>	<u>1,460,664</u>	<u>191,899</u>
Total Expenditures				
Excess (Deficiency) of Revenues over Expenditures	<u>(934,184)</u>	<u>(931,563)</u>	<u>(850,018)</u>	<u>81,545</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	1,107,970	1,211,625	1,211,625	-
Transfers Out	(173,787)	(162,444)	(162,444)	-
	<u>934,183</u>	<u>1,049,181</u>	<u>1,049,181</u>	<u>-</u>
Total Other Financing Sources (Uses)				
Net Change in Fund Balance	(1)	117,618	199,163	81,545
Fund Balance, Beginning of Year	<u>250,420</u>	<u>250,420</u>	<u>250,420</u>	
Fund Balance, End of Year	<u>\$ 250,419</u>	<u>\$ 368,038</u>	<u>\$ 449,583</u>	<u>\$ 81,545</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Prop 1B Local Streets and Roads Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$	\$ 12,000	\$ 16,064	\$ 4,064
Intergovernmental		537,418	537,418	-
Total Revenues	-	549,418	553,482	4,064
EXPENDITURES				
Capital Outlay	581,448	581,448		581,448
Total Expenditures	581,448	581,448	-	581,448
Excess (Deficiency) of Revenues over Expenditures	(581,448)	(32,030)	553,482	585,512
Fund Balance, Beginning of Year	585,153	585,153	585,153	
Fund Balance, End of Year	\$ 3,705	\$ 553,123	\$ 1,138,635	\$ 585,512

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Prop 1B Safety and Security Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$	\$	\$ 2,234	\$ 2,234
Intergovernmental	100,000	100,000	100,000	-
Total Revenues	100,000	100,000	102,234	2,234
EXPENDITURES				
Capital Outlay	100,000	100,000		100,000
Total Expenditures	100,000	100,000	-	100,000
Excess (Deficiency) of Revenues over Expenditures	-	-	102,234	102,234
Fund Balance, Beginning of Year				
Fund Balance, End of Year	\$ -	\$ -	\$ 102,234	\$ 102,234

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Low and Moderate Income Housing Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$ 100,909	\$ 100,909	\$ 28,494	\$ (72,415)
Total Revenues	<u>100,909</u>	<u>100,909</u>	<u>28,494</u>	<u>(72,415)</u>
EXPENDITURES				
Current:				
Public Services	2,120,229	2,198,329	318,243	1,880,086
Capital Outlay	378,950	443,366	234,174	209,192
Debt Service:				
Interest	31,000	36,166	36,166	-
Total Expenditures	<u>2,530,179</u>	<u>2,677,861</u>	<u>588,583</u>	<u>2,089,278</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,429,270)</u>	<u>(2,576,952)</u>	<u>(560,089)</u>	<u>2,016,863</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	1,312,000	1,312,000	1,410,886	98,886
Transfers Out	(152,117)	(153,359)	(153,359)	-
Total Other Financing Sources (Uses)	<u>1,159,883</u>	<u>1,158,641</u>	<u>1,257,527</u>	<u>98,886</u>
Net Change in Fund Balance	(1,269,387)	(1,418,311)	697,438	2,115,749
Fund Balance, Beginning of Year	<u>6,231,367</u>	<u>6,231,367</u>	<u>6,231,367</u>	
Fund Balance, End of Year	<u>\$ 4,961,980</u>	<u>\$ 4,813,056</u>	<u>\$ 6,928,805</u>	<u>\$ 2,115,749</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Local Transportation Transit Special Revenue Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$ 6,963	\$ 6,963	\$ 7,414	\$ 451
Charges for Services	60,000	60,000	75,781	15,781
Intergovernmental	775,779	276,506	658,522	382,016
Other Revenue			75	75
	<u>842,742</u>	<u>343,469</u>	<u>741,792</u>	<u>398,323</u>
EXPENDITURES				
Current:				
Public Services	718,822	721,834	373,572	348,262
Capital Outlay	236,695	267,567	337,167	(69,600)
	<u>955,517</u>	<u>989,401</u>	<u>710,739</u>	<u>278,662</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(112,775)</u>	<u>(645,932)</u>	<u>31,053</u>	<u>676,985</u>
OTHER FINANCING SOURCES (USES)				
Transfers In		13,178	13,178	-
	<u>-</u>	<u>13,178</u>	<u>13,178</u>	<u>-</u>
Net Change in Fund Balance	(112,775)	(632,754)	44,231	676,985
Fund Balance, Beginning of Year	<u>(44,485)</u>	<u>(44,485)</u>	<u>(44,485)</u>	
Fund Balance, End of Year	<u>\$ (157,260)</u>	<u>\$ (677,239)</u>	<u>\$ (254)</u>	<u>\$ 676,985</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Solid Waste Special Revenue Fund
Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 295,000	\$ 295,000	\$ 285,788	\$ (9,212)
Use of Money and Property	34,334	34,334	23,517	(10,817)
Charges for Services			2,960	2,960
Intergovernmental	48,965	48,965	35,327	(13,638)
Other Revenue			21,003	21,003
Total Revenues	<u>378,299</u>	<u>378,299</u>	<u>368,595</u>	<u>(9,704)</u>
EXPENDITURES				
Current:				
Public Services	389,125	401,506	434,285	(32,779)
Capital Outlay	<u>68,758</u>	<u>95,000</u>		<u>95,000</u>
Total Expenditures	<u>457,883</u>	<u>496,506</u>	<u>434,285</u>	<u>62,221</u>
Net Change in Fund Balance	(79,584)	(118,207)	(65,690)	52,517
Fund Balance, Beginning of Year	<u>1,034,629</u>	<u>1,034,629</u>	<u>1,034,629</u>	
Fund Balance, End of Year	<u>\$ 955,045</u>	<u>\$ 916,422</u>	<u>\$ 968,939</u>	<u>\$ 52,517</u>

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Capital Projects Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$	\$	\$ 954	\$ 954
Total Revenues	-	-	954	954
EXPENDITURES				
Capital Outlay		210,000	6,960	203,040
Total Expenditures	-	210,000	6,960	203,040
Excess (Deficiency) of Revenues over Expenditures	-	(210,000)	(6,006)	203,994
OTHER FINANCING SOURCES (USES)				
Transfer In			173,687	173,687
Total Other Financing Sources (Uses)	-	-	173,687	173,687
Net Change in Fund Balance	-	(210,000)	167,681	377,681
Fund Balance, Beginning of Year				
Fund Balance, End of Year	\$	\$ (210,000)	\$ 167,681	\$ 377,681

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - City Hall Building Capital Projects Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$ 14,406	\$ 14,406	\$ 18,725	\$ 4,319
Total Revenues	14,406	14,406	18,725	4,319
EXPENDITURES				
Capital Outlay	3,764,754	3,773,109	24,315	3,748,794
Total Expenditures	3,764,754	3,773,109	24,315	3,748,794
Excess (Deficiency) of Revenues over Expenditures	(3,750,348)	(3,758,703)	(5,590)	3,753,113
OTHER FINANCING SOURCES (USES)				
Transfer In	3,368,697	3,368,697	3,368,697	-
Total Other Financing Sources (Uses)	3,368,697	3,368,697	3,368,697	-
Net Change in Fund Balance	(381,651)	(390,006)	3,363,107	3,753,113
Fund Balance, Beginning of Year	391,695	391,695	391,695	
Fund Balance, End of Year	\$ 10,044	\$ 1,689	\$ 3,754,802	\$ 3,753,113

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Equipment Replacement Capital Projects Fund
Year Ended June 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of Money and Property	\$ 17,047	\$ 17,047	\$ 11,488	\$ (5,559)
Total Revenues	17,047	17,047	11,488	(5,559)
EXPENDITURES				
Capital Outlay	1,800	41,366	19,919	21,447
Total Expenditures	1,800	41,366	19,919	21,447
Excess (Deficiency) of Revenues over Expenditures	15,247	(24,319)	(8,431)	15,888
OTHER FINANCING SOURCES (USES)				
Transfer In				-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balance	15,247	(24,319)	(8,431)	15,888
Fund Balance, Beginning of Year	466,615	466,615	466,615	
Fund Balance, End of Year	<u>\$ 481,862</u>	<u>\$ 442,296</u>	<u>\$ 458,184</u>	<u>\$ 15,888</u>

City of Moorpark
Statement of Changes in Net Assets
Agency Funds
Year Ended June 30, 2009

	Balance at July 1, 2008	Additions	Deletions	Balance at June 30, 2009
ASSETS				
Cash and Investments	\$ 4,038,463	\$	\$ (741,075)	\$ 3,297,388
Restricted Cash and Investments	6,442,184	65,271		6,507,455
Accounts Receivable	1,104	25,219		26,323
Accounts Receivable		21,532		21,532
	<u>\$ 10,481,751</u>	<u>\$ 112,022</u>	<u>\$ (741,075)</u>	<u>\$ 9,852,698</u>
Total Assets				
LIABILITIES				
Accounts Payable	\$ 319,241	\$	\$ (137,195)	\$ 182,046
Developer Deposits	3,567,978		(451,359)	3,116,619
Due to Bondholders	6,594,532		(40,509)	6,554,023
	<u>\$ 10,481,751</u>	<u>\$ -</u>	<u>\$ (629,063)</u>	<u>\$ 9,852,688</u>
Total Liabilities				

STATISTICAL SECTION

CITY OF MOORPARK
Net Assets by Component
Last Seven Fiscal Years
(accrual basis of accounting)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Governmental activities:							
Invested in capital assets, net of related debt	\$ 85,969,804	\$ 93,941,392	\$ 99,760,671	\$ 108,190,324	\$ 125,900,770	\$ 130,071,108	\$ 130,581,499
Restricted	39,344,368	41,506,906	46,405,391	57,986,366	100,649,409	101,613,368	94,878,693
Unrestricted	33,792,567	31,861,714	26,413,978	26,965,428	6,458,224	3,641,173	14,213,503
Total governmental activities net assets	\$ 159,106,739	\$ 167,310,012	\$ 172,580,040	\$ 193,142,118	\$ 233,008,403	\$ 235,325,649	\$ 239,673,695

The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).

The City of Moorpark does not have any business-type activities.

CITY OF MOORPARK
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Expenses:							
General government	\$ 2,116,644	\$ 2,351,860	\$ 3,030,395	\$ 3,044,381	\$ 1,639,628	\$ 1,949,206	\$ 2,041,596
Public safety	4,142,268	4,902,148	5,709,323	6,230,057	6,317,283	6,882,072	7,035,384
Public services	7,150,513	10,957,272	9,844,050	13,106,843	21,231,766	20,580,204	18,170,325
Parks and recreation	2,276,066	2,600,523	2,304,852	2,771,270	4,293,823	4,551,045	4,470,524
Interest on long-term debt	1,040,854	1,097,421	978,843	1,333,370	1,332,541	1,773,841	1,616,843
Total governmental activities expense	<u>16,726,345</u>	<u>21,909,224</u>	<u>21,867,463</u>	<u>26,485,921</u>	<u>34,815,041</u>	<u>35,736,368</u>	<u>33,334,672</u>
Program revenues:							
Charges for services:							
General government	509,401	1,407,130	2,010,540	2,201,590	191,674	283,576	232,926
Public safety	708,392	369,795	344,019	340,341	598,500	633,131	538,636
Public services	2,166,168	4,181,363	2,776,976	4,163,781	6,612,769	5,743,200	3,172,708
Parks and recreation	322,772	536,238	501,283	536,166	604,904	756,885	644,979
Total charges for services	<u>3,706,733</u>	<u>6,494,526</u>	<u>5,632,818</u>	<u>7,241,878</u>	<u>8,007,847</u>	<u>7,416,792</u>	<u>4,589,249</u>
Operating contributions and grants	<u>5,440,099</u>	<u>4,077,849</u>	<u>2,313,834</u>	<u>3,237,143</u>	<u>4,489,945</u>	<u>7,113,883</u>	<u>6,172,315</u>
Capital contributions and grants	<u>4,131,439</u>	<u>4,731,311</u>	<u>4,633,166</u>	<u>18,027,831</u>	<u>38,337,638</u>	<u>5,481,972</u>	<u>3,326,778</u>
Total governmental activities program revenues	<u>13,278,271</u>	<u>15,303,686</u>	<u>12,579,818</u>	<u>28,506,852</u>	<u>50,835,430</u>	<u>20,012,647</u>	<u>14,088,342</u>
Net program revenues (expenses)	<u>(3,448,074)</u>	<u>(6,605,538)</u>	<u>(9,287,645)</u>	<u>2,020,931</u>	<u>16,020,389</u>	<u>(15,723,721)</u>	<u>(19,246,330)</u>
General revenues and other changes in net assets:							
Taxes:							
Property tax	2,413,964	2,658,230	2,655,093	2,929,842	3,334,491	4,505,980	7,802,643
Property tax, Redevelopment Agency	3,577,050	4,116,542	3,901,779	5,530,198	6,347,692	6,887,079	7,054,432
Franchise tax	1,067,669	919,290	955,829	1,080,893	1,126,951	1,150,180	1,171,556
Sales tax	1,664,626	2,176,893	2,046,368	2,260,786	2,192,327	2,306,281	2,329,522
Sales tax in lieu	-	-	537,485	608,298	704,562	779,263	849,227
Motor vehicle in lieu	2,161,324	1,570,551	2,836,154	2,734,470	2,860,207	3,038,440	125,307
Investment income	2,027,190	1,363,344	1,725,579	3,261,384	6,556,186	2,491,856	2,875,649
Other	21,479	177,380	1,160,805	135,276	58,841	139,728	386,040
Gain on sale of property	-	-	48,339	-	276,797	-	-
Special item (1)	-	(900,000)	-	-	-	-	-
County settlement	-	-	-	-	-	-	1,000,000
Total governmental activities	<u>12,933,302</u>	<u>12,082,230</u>	<u>15,867,431</u>	<u>18,541,147</u>	<u>23,458,054</u>	<u>21,298,807</u>	<u>23,594,376</u>
Changes in net assets - governmental activities	<u>\$ 9,485,228</u>	<u>\$ 5,476,692</u>	<u>\$ 6,579,786</u>	<u>\$ 20,562,078</u>	<u>\$ 39,478,443</u>	<u>\$ 5,575,086</u>	<u>\$ 4,348,046</u>

The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).

(1) Mission Bell note

CITY OF MOORPARK
Fund Balances of Governmental Funds
Last Seven Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
General fund:							
Reserved	\$ -	\$ -	\$ 5,772,444	\$ 2,943,353	\$ -	\$ 95,397	\$ 373,209
Unreserved	<u>13,456,231</u>	<u>14,756,222</u>	<u>12,527,255</u>	<u>18,301,058</u>	<u>24,405,620</u>	<u>3,625,348</u>	<u>2,832,620</u>
Total general fund	<u>\$ 13,456,231</u>	<u>\$ 14,756,222</u>	<u>\$ 18,299,699</u>	<u>\$ 21,244,411</u>	<u>\$ 24,405,620</u>	<u>\$ 3,720,745</u>	<u>\$ 3,205,829</u>
All other governmental funds:							
Reserved	\$ 4,378,065	\$ 4,099,849	\$ 13,889,036	\$ 14,124,235	\$ 41,864,116	\$ 35,103,620	\$ 33,719,016
Unreserved, reported in:							
Special revenue funds	32,857,500	29,994,471	26,977,320	36,903,391	41,486,631	42,761,089	37,278,628
Capital projects funds	9,625,965	8,950,250	3,361,134	1,293,998	16,807,370	39,098,065	35,699,829
Debt Service funds	(97,935)	(891,297)	(346,716)	(321,425)	83,243	(1,025,927)	261,336
Non-major funds	<u>7,146,987</u>	<u>10,651,331</u>	<u>8,272,652</u>	<u>9,724,941</u>	<u>8,693,969</u>	<u>13,384,413</u>	<u>25,043,397</u>
Total all other governmental funds	<u>\$ 53,910,582</u>	<u>\$ 52,804,604</u>	<u>\$ 52,153,426</u>	<u>\$ 61,725,140</u>	<u>\$ 108,935,329</u>	<u>\$ 129,321,260</u>	<u>\$ 132,002,206</u>

The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).

CITY OF MOORPARK
Changes in Fund Balances of Governmental Funds
Last Seven Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Revenues:							
Taxes	\$ 8,490,985	\$ 9,870,955	\$ 9,139,722	\$ 12,231,076	\$ 13,706,024	\$ 15,392,269	\$ 19,716,636
Licenses and permits	51,083	63,146	54,180	72,365	65,630	72,951	645,010
Fines and forfeitures	290,054	306,871	344,019	340,341	343,579	358,665	484,930
Uses of money and property	2,027,190	1,363,006	1,924,579	3,261,384	7,085,104	5,684,111	3,114,881
Charges for services	867,731	2,001,561	2,558,974	2,665,391	338,929	677,277	3,813,159
Intergovernmental	4,051,263	4,298,009	5,150,992	6,302,193	6,163,985	7,549,040	3,948,059
Maintenance assessments	2,955,340	2,639,628	1,963,190	1,845,742	1,922,471	4,205,700	3,491,975
Franchise fees	232,324	257,127	1,231,763	283,162	292,003	301,514	398,539
Building and safety fees	608,879	595,138	431,959	1,110,715	716,552	530,761	-
Planning and public work fees	2,132,190	2,614,959	1,967,751	3,053,066	1,649,002	1,938,143	-
Development fees	4,486,128	4,097,977	2,669,976	15,568,347	6,403,851	4,501,837	-
Contributions from prop owners	-	-	-	-	34,066,993	-	-
Other	256,376	281,506	2,832,962	397,574	2,030,211	433,378	-
Total revenues	26,449,543	28,389,883	30,270,067	47,131,356	74,784,334	41,645,646	35,613,189
Expenditures							
Current:							
General government	2,048,658	2,259,017	2,893,359	2,919,564	1,471,354	1,835,801	1,926,283
Public safety	4,127,670	4,882,547	5,690,820	6,211,461	6,083,917	6,637,757	6,814,425
Public services	8,765,039	8,401,453	8,098,147	11,215,406	9,608,754	12,505,613	11,259,297
Parks and recreation	2,063,428	2,381,698	2,081,723	2,544,206	4,039,888	4,291,867	4,182,091
Capital outlay	3,596,982	8,775,159	7,810,879	10,038,439	19,477,866	14,682,017	8,100,604
Debt service:							
Principal	365,000	395,000	405,000	435,910	440,000	455,000	475,000
Interest	1,044,915	1,100,996	1,158,585	1,251,354	1,400,985	1,631,932	1,594,062
Bond issuance costs	-	-	-	-	505,588	-	-
Total expenditures	22,011,692	28,195,870	28,138,513	34,616,340	43,028,352	42,039,987	34,351,762
Excess of revenues over expenditures	4,437,851	194,013	2,131,554	12,515,016	31,755,982	(394,341)	1,261,427
Other financing sources (uses):							
Gain from sale of property	-	-	48,339	1,410	276,797	-	-
Bond Proceeds	-	-	-	-	11,695,000	-	-
Discount on Bonds	-	-	-	-	(325,401)	-	-
County settlements	-	-	-	-	-	-	1,000,000
Transfers in	3,781,938	3,588,717	2,027,315	3,352,002	9,457,260	27,626,755	17,062,650
Transfers out	(3,781,938)	(3,588,717)	(2,027,315)	(3,352,002)	(9,457,260)	(27,626,755)	(17,062,650)
Total other financing sources (uses)	-	-	48,339	1,410	11,646,396	-	1,000,000
Net change in fund balances	\$ 4,437,851	\$ 194,013	\$ 2,179,893	\$ 12,516,426	\$ 43,402,378	\$ (394,341)	\$ 2,261,427
Debt service as a percentage of noncapital expenditures	8.3%	8.3%	8.3%	7.4%	8.7%	8.3%	8.6%

The City of Moorpark has elected to report retroactively back to the year the City implemented GASB 34 (June 30, 2003).

CITY OF MOORPARK
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30	City				Redevelopment Agency				Total Direct Tax Rate
	Secured	Unsecured	Less: Exemptions	Taxable Assessed Value	Secured	Unsecured	Less: Exemptions	Taxable Assessed Value	
2000	\$ 2,149,505,500	\$ 84,834,286	\$ 40,687,060	\$ 2,275,026,846	\$ 397,463,516	\$ 47,384,350	\$ 3,808,526	\$ 448,656,392	1.042%
2001	2,421,104,221	92,634,149	40,786,802	2,554,525,172	434,091,609	59,042,494	3,849,357	496,983,460	1.051%
2002	2,549,782,519	94,204,773	41,025,922	2,685,013,214	456,765,976	64,634,089	3,860,792	525,260,857	1.042%
2003	2,823,727,286	120,175,258	42,238,926	2,986,141,470	514,599,965	84,435,148	3,862,434	602,897,547	1.061%
2004	3,026,137,647	155,943,246	43,185,512	3,225,266,405	542,789,850	95,244,418	3,915,879	641,950,147	1.058%
2005	3,231,418,940	172,769,806	43,305,637	3,447,494,383	532,445,978	93,810,856	3,904,910	630,161,744	1.050%
2006	3,721,591,791	168,802,350	43,313,074	3,933,707,215	660,810,677	99,693,057	3,931,766	764,435,500	1.055%
2007	4,157,360,033	165,798,359	43,364,070	4,366,522,462	743,592,913	102,795,641	3,958,627	850,347,181	1.062%
2008	4,558,597,806	173,209,606	45,607,510	4,777,414,922	809,452,407	102,442,198	4,276,693	916,171,298	1.050%
2009	4,700,305,496	174,181,146	46,351,377	4,920,838,019	828,244,210	102,730,045	4,309,164	935,283,419	1.050%

NOTE:

In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only re-assessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Source: Ventura County Assessor's Office

CITY OF MOORPARK
Direct and Overlapping Property Tax Rates
(Rate per \$100 of assessed value)
Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
City Direct Rates:										
City basic rate	1.04244	1.05062	1.04171	1.06072	1.05820	1.05020	1.05480	1.06163	1.04955	1.0495
Redevelopment agency	-	-	-	-	-	-	-	-	-	-
Total City Direct Rate	1.042	1.051	1.042	1.061	1.058	1.050	1.055	1.062	1.050	1.050
Overlapping Rates:										
Ventura County Flood Cont.	8.012	8.012	8.039	8.097	n/a	n/a	n/a	n/a	n/a	n/a
Metropolitan Water District	0.222	0.222	0.229	2.340	0.233	0.232	0.235	0.233	0.234	0.230
Ventura Community College	n/a	n/a	n/a	4.312	4.311	4.269	4.331	4.296	4.361	4.371
Ventura County Waterworks	100.000	100.000	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Conejo Valley Unified School District	0.021	0.021	0.027	0.025	0.024	2.200	0.020	0.019	0.018	0.018
Moorpark Unified School District	n/a	n/a	92.311	91.733	91.959	92.121	92.442	92.313	92.417	92.240
City of Moorpark	100.000	100.000	100.000	100.000	100.000	100.000	100.000	100.000	100.000	100.000
City of Moorpark Community Facilities District No. 97-1	n/a	n/a	100.000	100.000	100.000	100.000	100.000	100.000	100.000	100.000
City of Moorpark 1915 Act Bonds	100.000	100.000	100.000	100.000	100.000	100.000	100.000	100.000	100.000	100.000
Total Direct Rate	109.297	109.306	101.648	107.568	97.585	99.872	98.083	97.923	98.080	97.909

NOTE:

- 1) In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of the Moorpark Unified School District bonds.
- 2) The direct and overlapping bonded debt above is not the City's nor the Redevelopment Agency's obligation.

CITY OF MOORPARK
Principal Property Tax Payers
Current Year and Nine Years Ago

Taxpayer	2009		2000	
	Taxable Assessed Value *	Percent of Total City Taxable Assessed Value	Taxable Assessed Value	Percent of Total City Taxable Assessed Value
DBRE Moorpark LLC	\$ 68,371,546	13.89%	\$ -	0.00%
Waterstone Properties Moorpark LLC	65,825,559	13.38%	-	0.00%
G & Y Moorpark LLC	25,183,900	5.12%	-	0.00%
Mission Bell West LP	23,948,893	4.87%	20,208,563	7.91%
James Birkenshaw, Et. Al.	19,523,166	3.97%	12,264,597	4.80%
Calabasas BCD Inc.	19,171,316	3.90%	11,751,954	4.60%
Fred Kavli	15,468,544	3.14%	12,701,599	4.97%
Mission Bell East LLC	13,848,034	2.81%	14,297,706	5.60%
Leonard Rose Trust	11,720,030	2.38%	9,998,062	3.91%
6100 Condor LLC	11,645,300	2.37%	-	0.00%
	<u>\$ 274,706,288</u>	<u>55.83%</u>	<u>\$ 81,222,481</u>	<u>31.80%</u>

* Due to varying tax rates, the assessed value does not necessarily mean the highest tax.
The assessed value includes secured.
Source: HdL 2008-2009 property data

CITY OF MOORPARK
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy	
		Amount	Percent of Levy
2000	\$ 1,410,082	\$ 1,385,028	95.20%
2001	1,573,688	1,506,396	95.72%
2002	1,832,673	1,802,895	98.38%
2003	2,036,839	2,009,255	98.65%
2004	2,208,605	2,180,794	98.74%
2005	2,391,927	2,359,181	98.95%
2006	2,705,083	2,668,950	98.66%
2007	3,010,493	2,940,209	97.67%
2008	3,286,857	3,163,641	96.25%
2009	3,763,078	3,603,423	95.76%

NOTE:

The amount presented includes City property taxes only.

Source: Ventura County Auditor Controller's Office

CITY OF MOORPARK
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities			Total Primary Government	Percentage of Personal Income ²	Debt Per Capita ²
	General Obligation Bonds	Tax Allocation Bonds ¹	Total Governmental Activities			
2000	-	\$ 9,540,000	\$ 9,540,000	\$ 9,540,000	0.44%	321
2001	-	15,424,000	15,424,000	15,424,000	0.64%	480
2002	-	20,465,000	20,465,000	20,465,000	0.73%	606
2003	-	20,100,000	20,100,000	20,100,000	0.67%	582
2004	-	19,705,000	19,705,000	19,705,000	0.65%	564
2005	-	19,300,000	19,300,000	19,300,000	0.64%	537
2006	-	18,880,000	18,880,000	18,880,000	0.62%	527
2007	-	30,135,000	30,135,000	30,135,000	0.95%	826
2008	-	29,680,000	29,680,000	29,680,000	0.84%	803
2009	-	29,185,000	29,185,000	29,185,000	0.83%	787

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

¹ The Moorpark Redevelopment Agency issued \$9,860,000 of new tax allocation bonds in 1999, \$11,625,000 in 2001, and \$11,695,000 in 2006. The principal balance on these three bonds as of June 30, 2009 is \$5,970,000, \$11,540,000 and \$11,695,000 respectively.

² These ratios are calculated using personal income and population for the prior calendar year.

CITY OF MOORPARK
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30	Outstanding General Bonded Debt			Percent of Assessed Value ¹	Per Capita
	General Obligation Bonds	Tax Allocation Bonds	Total		
2000	-	\$ 9,540,000	\$ 9,540,000	0.35%	321
2001	-	15,424,000	15,424,000	0.51%	480
2002	-	20,465,000	20,465,000	0.64%	606
2003	-	20,100,000	20,100,000	0.56%	582
2004	-	19,705,000	19,705,000	0.51%	564
2005	-	19,300,000	19,300,000	0.47%	537
2006	-	18,880,000	18,880,000	0.40%	527
2007	-	30,135,000	30,135,000	0.58%	826
2008	-	29,680,000	29,680,000	0.52%	803
2009	-	29,185,000	29,185,000	0.50%	787

General bonded debt is debt payable with governmental fund resources and general obligation bonds recorded in enterprise funds (of which, the City has none).

¹ Assessed value has been used because the actual value of taxable property is not readily available in the State of California.

CITY OF MOORPARK
Direct and Overlapping Debt
June 30, 2009

City Assessed Valuation 2008-09	\$	4,921,181,019
Redevelopment Agency Incremental Valuation		<u>671,128,057</u>
Adjusted Assessed Valuation	\$	<u><u>4,250,052,962</u></u>

	Percentage Applicable	Debt as of 6/30/2009	Estimated Share of Overlapping Debt
Direct and Overlapping Tax and Assessment Debt:			
Metropolitan Water District	0.230%	\$ 293,425,000	\$ 674,878
Ventura Community College District	4.371%	317,212,814	13,865,372
Conejo Valley Unified School District	0.018%	43,060,143	7,751
Moorpark Unified School District	92.240%	41,615,407	38,386,051
City of Moorpark Community Facilities District No. 97-1	100.000%	6,310,000	6,310,000
City of Moorpark Community Facilities District No. 2004-1	100.000%	36,965,000	36,965,000
City of Moorpark 1915 Act Bonds	100.000%	<u>1,525,000</u>	<u>1,525,000</u>
Total Direct and Overlapping Tax & Assessment Debt		<u>740,113,364</u>	<u>97,734,052</u>
Overlapping General Fund Obligation Debt:			
Ventura County General Fund Obligations	4.370%	\$ 62,125,000	2,714,863
Ventura County Superintendent of Schools COPs	4.370%	12,740,000	556,738
Moorpark Unified School District COPs	92.240%	<u>9,050,000</u>	<u>8,347,720</u>
Total Overlapping General Fund Obligation Debt		<u>83,915,000</u>	<u>11,619,321</u>
Combined Total Debt*		<u><u>\$ 824,028,364</u></u>	<u>109,353,372</u>
Total direct and overlapping debt			<u><u>\$ 109,353,372</u></u>

Notes:

* Excludes tax and revenue anticipation notes, revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

The direct and overlapping bonded debt above is not the City's or the Redevelopment Agency's obligation.

Source: California Municipal Statistics, Inc.

CITY OF MOORPARK
 Legal Debt Margin Information
 Last Ten Fiscal Years

	Fiscal Year			
	2000	2001	2002	2003
Assessed valuation	\$ 2,149,505,500	\$ 2,421,104,221	\$ 2,549,782,519	\$ 2,823,727,286
Conversion percentage	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>
Adjusted assessed valuation	537,376,375	605,276,055	637,445,630	705,931,822
Debt limit percentage	<u>15%</u>	<u>15%</u>	<u>15%</u>	<u>15%</u>
Debt limit	80,606,456	90,791,408	95,616,844	105,889,773
Total net debt applicable to limit: General obligation bonds	-	-	-	-
Legal debt margin	<u>80,606,456</u>	<u>90,791,408</u>	<u>95,616,844</u>	<u>105,889,773</u>
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%

The Government Code 2227 of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 81-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation date for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: City Finance Department
 Ventura County Tax Assessor's Office

CITY OF MOORPARK
 Legal Debt Margin Information
 Last Ten Fiscal Years - Continued

Fiscal Year						
2004	2005	2006	2007	2008	2009	
\$ 2,823,727,286	\$ 3,231,418,940	\$ 3,721,591,791	\$ 4,157,360,033	\$ 4,558,597,806	\$ 4,700,305,496	
<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	
705,931,822	807,854,735	930,397,948	1,039,340,008	1,139,649,452	1,175,076,374	
<u>15%</u>	<u>15%</u>	<u>15%</u>	<u>15%</u>	<u>15%</u>	<u>15%</u>	
105,889,773	121,178,210	139,559,692	155,901,001	170,947,418	176,261,456	
-	-	-	-	-	-	
<u>105,889,773</u>	<u>121,178,210</u>	<u>139,559,692</u>	<u>155,901,001</u>	<u>170,947,418</u>	<u>176,261,456</u>	
0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	

CITY OF MOORPARK
Pledged-Revenue Coverage
Last Nine Fiscal Years

Fiscal Year Ended June 30	Tax Allocation Bonds			
	Tax Increment	Debt Service		Coverage
		Principal	Interest	
2001	\$ 2,501,624	\$ 345,000	\$ 420,193	3.27
2002	2,606,388	355,000	408,638	3.41
2003	3,537,293	365,000	989,554	2.61
2004	4,076,183	395,000	976,140	2.97
2005	3,860,624	405,000	959,942	2.83
2006	5,487,272	420,000	944,281	4.02
2007	6,306,385	440,000	1,085,040	4.14
2008	6,858,882	455,000	909,906	5.03
2009	7,010,760	475,000	1,397,922	3.74

Note: Details regarding Moorpark Redevelopment Agency outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest or depreciation expenses.

CITY OF MOORPARK
Demographic and Economic Statistics
Last Ten Calendar Years

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Household Income (in thousands)</u>	<u>Median Household Income (2)</u>	<u>Unemployment Rate (3)</u>
2000	29,727	\$ 2,177,919	\$ 73,264	5.1%
2001	32,150	2,414,272	75,094	5.2%
2002	33,760	2,811,600	83,282	6.8%
2003	34,529	2,978,092	86,249	7.2%
2004	34,933	3,054,507	87,439	6.4%
2005	35,933	3,039,105	84,577	5.4%
2006	35,836	3,050,432	85,122	4.4%
2007	36,480	3,179,341	87,153	4.7%
2008	36,971	3,526,775	95,393	5.7%
2009	37,086	3,508,076	94,593	10.3%

Sources: (1) State Department of Finance or Dave Bobardt
(2) CLRSearch.com
(3) State of California Employment Development Department (data shown is for the County)

CITY OF MOORPARK
Principal Employers
Current and Ten Years Ago

Employer	Current		1998	
	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Kavlico	1,200	6.76%	1,000	12.28%
Moorpark Unified School Dist.	871	4.91%	700	8.60%
Pentair Pool Products	527	2.97%	-	0.00%
Waterpik Tech. (Teledyne)	451	2.54%	300	3.68%
Moorpark College	315	1.78%	500	6.14%
SMTEK International	220	1.24%	-	0.00%
Special Devices, Inc.	190	1.07%	-	0.00%
Axius/Auto Shade	150	0.85%	120	1.47%
Target	150	0.85%	-	0.00%
Boething Tree Farm	145	0.82%	-	0.00%

"Total Employment" as used above represents the total employment of all employers located within City limits. The total number of employees within the City limits in 2008 were 17,743 as compared to total number of employees within the City limits in 1998 were 8,142.

Source: Chamber of Commerce
City-data.com

CITY OF MOORPARK
Operating Indicators
by Function
Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Police: (A)										
Arrests	1,258	1,414	1,235	1,296	1,520	1,388	1,653	1,890	1,732	1,412
Parking citations issued			2,579	2,582	4,285	3,706	2,890	4,160	2,860	3,254
Fire: (B)										
Number of "prime" emergency calls	1,013	975	1,103	1,179	1,415	1,308	1,329	1,351	1,362	1,100
Business Inspections*	417	417	117	117	125	125	125	123	130	143
Public works: (C)										
Street resurfacing (miles)	73.33	-	-	73.33	-	0.10	-	30.0	3.8	-
Parks and recreation: (D)										
Number of recreation classes	351	423	386	317	290	364	338	479	378	265
Number of facility rentals	243	250	184	258	307	491	338	180	210	186

Prime calls and business inspections are for station #42

* In November 2001, all business occupancies less than 10,000 sq. feet became eligible for self inspection program.

Source: City of Moorpark

(A) Provided by Moorpark P.D.; parking citation data is not available for earlier years

(B) Ventura County Fire Dept.; - some data not available for earlier years

(C) Moorpark Public Works Dept.; - every six years, the City plans to resurface its streets, 1/3 every other year (total street miles = 220)

(D) Arroyo Vista Recreation Dept.; - recreation classes and room rentals began after the park opened

CITY OF MOORPARK
Capital Asset Statistics
by Function
Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Police:										
Stations	1	1	1	1	1	2	2	2	2	2
Fire:										
Fire stations	2	2	2	2	2	2	2	2	2	2
Public works:										
Streets (miles)	75	75	75	75	75	75	75	75	78	79
Streetlights		2,264	2,263	2,269	2,299	2,325	2,347	2497	2510	2518
Traffic signals	15	15	15	16	17	17	17	17	20	20
Parks and recreation:										
Parks	14	14	15	15	15	15	16	16	16	17
Community centers	2	2	2	2	2	2	2	2	2	2

Source: City of Moorpark

Of the streetlights, 2,510 are owned by Edison and 8 are owned by the City

Attachment 2

December 4, 2009

Ron Ahlers, Finance Director
City of Moorpark
799 Moorpark Avenue
Moorpark, CA 93021

Dear Mr. Ahlers:

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Finance Department could perform periodic “audits” to compare the information recorded in the Recreation Department’s automated system with the revenues that were submitted to Finance, and account for the numerical sequence of receipts submitted to Finance. This would help to verify that all program revenues have been submitted and deposited throughout each fiscal year.

Management Response:

Management agrees with the recommendation and will implement an internal audit program to verify the recreation receipts within the next couple of months.

(2)

Purchasing Policy

As noted in the prior year, in gaining an understanding of the purchasing process, we noted the City’s Municipal Code only gives guidance for purchases of supplies and equipment, and refers to the Public Contract Code for Public Project procurement policies. The Municipal Code states that the City Council will establish, by resolution, procedures governing the purchase of contractual or professional services, but no such resolution has been developed or adopted. The Finance Department has an informal procedure manual that includes purchasing policies, but it is not very clear or consistent regarding the procurement of professional services. Also, other departments do not necessarily have a copy of this manual to refer to when making purchases.

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Management Response:

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(3)

New Accounting Standards

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Management Response:

Management agrees with the recommendation and will research GASB 54 and determine which new account to establish in order to comply with the statement.

(4)

Fraud Prevention and Detection Program

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The risk of fraud can be reduced through a combination of prevention, deterrence, and detection measures. However, fraud can be difficult to detect because it often involves concealment through falsification of documents or collusion among management, employees, or third parties. Therefore, it is important to place a strong emphasis on fraud prevention, which may reduce opportunities for fraud to take place, and fraud deterrence, which could persuade individuals that they should not commit fraud because of the likelihood of detection and punishment. Moreover, prevention and deterrence measures are much less costly than the time and expense required for fraud detection and investigation.

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In summary, the City has established controls over fraud in many areas and, based on our experience, has set an appropriate "tone at the top" regarding ethical behavior. However, the City should consider a more formal, proactive approach to preventing fraud. The above comments do not address all components of a strong antifraud program. Additional information can be provided to the City's management regarding this issue.

Management Response:

Management agrees with the recommendation and will explore the feasibility of establishing an anonymous "fraud hotline" for: employees, citizens, vendors and the business community. The City will research other fraud prevention training programs in order to train new and existing staff.

Summation

We would like to take this opportunity to express our appreciation for the assistance extended us during the course of our audit. If we can be of further assistance, or if you have any questions regarding our recommendations, please call our office. This letter is intended solely for the information and use of management and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,
TEAMAN, RAMIREZ & SMITH, INC.



Greg W. Fankhanel
Certified Public Accountant

December 4, 2009

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City of Moorpark
799 Moorpark Avenue
Moorpark, CA 93021

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Finance Department could perform periodic “audits” to compare the information recorded in the Recreation Department’s automated system with the revenues that were submitted to Finance, and account for the numerical sequence of receipts submitted to Finance. This would help to verify that all program revenues have been submitted and deposited throughout each fiscal year.

Management Response:

Management agrees with the recommendation and will implement an internal audit program to verify the recreation receipts within the next couple of months.

(2)
Purchasing Policy

As noted in the prior year, in gaining an understanding of the purchasing process, we noted the City’s Municipal Code only gives guidance for purchases of supplies and equipment, and refers to the Public Contract Code for Public Project procurement policies. The Municipal Code states that the City Council will establish, by resolution, procedures governing the purchase of contractual or professional services, but no such resolution has been developed or adopted. The Finance Department has an informal procedure manual that includes purchasing policies, but it is not very clear or consistent regarding the procurement of professional services. Also, other departments do not necessarily have a copy of this manual to refer to when making purchases.

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Management Response:

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Fraud Prevention and Detection Program

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Summation

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December 4, 2009

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799 Moorpark Avenue
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Management agrees with the recommendation and will research GASB 54 and determine which new account to establish in order to comply with the statement.

(4)

Fraud Prevention and Detection Program

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December 4, 2009

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Finance Department could perform periodic “audits” to compare the information recorded in the Recreation Department’s automated system with the revenues that were submitted to Finance, and account for the numerical sequence of receipts submitted to Finance. This would help to verify that all program revenues have been submitted and deposited throughout each fiscal year.

Management Response:

Management agrees with the recommendation and will implement an internal audit program to verify the recreation receipts within the next couple of months.

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Purchasing Policy

As noted in the prior year, in gaining an understanding of the purchasing process, we noted the City’s Municipal Code only gives guidance for purchases of supplies and equipment, and refers to the Public Contract Code for Public Project procurement policies. The Municipal Code states that the City Council will establish, by resolution, procedures governing the purchase of contractual or professional services, but no such resolution has been developed or adopted. The Finance Department has an informal procedure manual that includes purchasing policies, but it is not very clear or consistent regarding the procurement of professional services. Also, other departments do not necessarily have a copy of this manual to refer to when making purchases.

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Management Response:

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(4)
Fraud Prevention and Detection Program

As noted in the prior year, Management of the City is responsible for designing and implementing systems and procedures for the prevention and detection of fraud, and for ensuring a culture and environment that promotes honesty and ethical behavior. Fraud can range from minor employee theft and unproductive behavior to misappropriation of assets and fraudulent financial reporting.

The risk of fraud can be reduced through a combination of prevention, deterrence, and detection measures. However, fraud can be difficult to detect because it often involves concealment through falsification of documents or collusion among management, employees, or third parties. Therefore, it is important to place a strong emphasis on fraud prevention, which may reduce opportunities for fraud to take place, and fraud deterrence, which could persuade individuals that they should not commit fraud because of the likelihood of detection and punishment. Moreover, prevention and deterrence measures are much less costly than the time and expense required for fraud detection and investigation.

While the City has taken steps to address the risk of fraud in certain areas, such as segregation of duties and other internal controls, we recommend the City consider taking a more formal, proactive approach to fraud prevention and deterrence. This would involve establishing an ongoing program of formally identifying and measuring fraud risks, taking steps to mitigate identified risks, and implementing and monitoring any necessary preventive and deterrent measures.

For example, although the City provides training regarding ethics to management level employees, the City may want to establish a more formal training program for all employees regarding fraud. New employees should be trained at the time of hiring about the entity's values and its code of conduct. This training should explicitly cover expectations of all employees regarding (1) their duty to communicate certain matters; (2) a list of the types of matters, including actual or suspected fraud, to be communicated along with specific examples; and (3) information on how to communicate those matters. In addition to the training at the time of hiring, employees should receive refresher training periodically thereafter.

As mentioned above, management needs to provide information to employees on how to communicate fraud related matters. Research has shown that the majority of fraud is detected by fellow employees, and not by outside auditors or internal controls. It is important for the City to establish and communicate to employees a reporting system that is appropriate for the City. The City should consider establishing a confidential reporting mechanism, which may include a combination of internal reporting and an anonymous tip hotline, not only for employees, but also for vendors and customers of the City.

In summary, the City has established controls over fraud in many areas and, based on our experience, has set an appropriate "tone at the top" regarding ethical behavior. However, the City should consider a more formal, proactive approach to preventing fraud. The above comments do not address all components of a strong antifraud program. Additional information can be provided to the City's management regarding this issue.

Management Response:

Management agrees with the recommendation and will explore the feasibility of establishing an anonymous "fraud hotline" for: employees, citizens, vendors and the business community. The City will research other fraud prevention training programs in order to train new and existing staff.

Summation

We would like to take this opportunity to express our appreciation for the assistance extended us during the course of our audit. If we can be of further assistance, or if you have any questions regarding our recommendations, please call our office. This letter is intended solely for the information and use of management and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,
TEAMAN, RAMIREZ & SMITH, INC.



Greg W. Fankhanel
Certified Public Accountant

Attachment 3

City Council
City of Moorpark
Moorpark, California

**Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements Performed
in Accordance with *Government Auditing Standards***

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Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to Management of the City of Moorpark in a separate letter dated December 4, 2009.

This report is intended solely for the information and use of the City Council, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

James Ramirez & Smith

December 4, 2009

City Council
City of Moorpark
Moorpark, California

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James Ramirez & Smith

December 4, 2009

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James Ramirez & Smith

December 4, 2009

City Council
City of Moorpark
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James Ramirez & Smith

December 4, 2009

City Council
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Moorpark, California

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James Ramirez & Smith

December 4, 2009

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Jamson Ramirez & Smith

December 4, 2009

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Jansen Ramirez & Smith

December 4, 2009

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Jeannine Ramirez & Smith

December 4, 2009

Attachment 4

**INDEPENDENT ACCOUNTANT'S REPORT ON AGREED-UPON PROCEDURES
APPLIED TO APPROPRIATIONS LIMIT WORKSHEETS**

City Council
City of Moorpark
Moorpark, California

We have performed the procedures enumerated below to the accompanying Appropriations Limit worksheet of the City of Moorpark, California, for the year ended June 30, 2009. These procedures, which were agreed to by the City of Moorpark, California and the League of California Cities (as presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIII B of the California Constitution*), were performed solely to assist the City in meeting the requirements of Section 1.5 of Article XIII B of the California Constitution. The City of Moorpark's management is responsible for the Appropriations Limit worksheet. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures performed and our findings were as follows:

1. We obtained the completed worksheets and compared the limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors that were adopted by resolution of the City Council. We also compared the population and inflation options included in the aforementioned documents to those that were selected by a recorded vote of the City Council.

Finding: No exceptions were noted as a result of our procedures.

2. For the accompanying Appropriations Limit worksheet, we added last year's limit to total adjustments and agreed the resulting amount to this year's limit.

Finding: No exceptions were noted as a result of our procedures.

3. We agreed the current year information presented in the accompanying Appropriations Limit worksheet to the other documents referenced in #1 above.

Finding: No exceptions were noted as a result of our procedures.

4. We agreed the prior year appropriations limit presented in the accompanying Appropriations Limit worksheet to the prior year appropriations limit adopted by the City Council during the prior year.

Finding: No exceptions were noted as a result of our procedures.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on the accompanying Appropriations Limit worksheet. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you. No procedures have been performed with respect to the determination of the appropriations limit for the base year, as defined by the League publication entitled *Article XIII B of the California Constitution*.

This report is intended solely for the use of the City Council and management of the City of Moorpark, California and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Teaman Ramirez & Smith

December 4, 2009

CITY OF MOORPARK
APPROPRIATIONS LIMIT COMPUTATION
2008 – 2009

	2008 – 2009
Non-Residential New Construction	4.51%
Population Change	
City Population Growth	2.13%
Non-Residential New Construction Change Converted to a Ratio	1.0451
Population Change Converted to a Ratio	1.0213
Calculation of Growth Factor	1.0674
2007 – 2008 Appropriations Limit	<u>\$ 20,788,056</u>
2008 – 2009 Appropriations Limit (\$20,788,056 X 1.0674)	<u>\$ 22,189,171</u>

**INDEPENDENT ACCOUNTANT'S REPORT ON AGREED-UPON PROCEDURES
APPLIED TO APPROPRIATIONS LIMIT WORKSHEETS**

City Council
City of Moorpark
Moorpark, California

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City of Moorpark
Moorpark, California

We have performed the procedures enumerated below to the accompanying Appropriations Limit worksheet of the City of Moorpark, California, for the year ended June 30, 2009. These procedures, which were agreed to by the City of Moorpark, California and the League of California Cities (as presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIII B of the California Constitution*), were performed solely to assist the City in meeting the requirements of Section 1.5 of Article XIII B of the California Constitution. The City of Moorpark's management is responsible for the Appropriations Limit worksheet. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures performed and our findings were as follows:

1. We obtained the completed worksheets and compared the limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors that were adopted by resolution of the City Council. We also compared the population and inflation options included in the aforementioned documents to those that were selected by a recorded vote of the City Council.

Finding: No exceptions were noted as a result of our procedures.

2. For the accompanying Appropriations Limit worksheet, we added last year's limit to total adjustments and agreed the resulting amount to this year's limit.

Finding: No exceptions were noted as a result of our procedures.

3. We agreed the current year information presented in the accompanying Appropriations Limit worksheet to the other documents referenced in #1 above.

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4. We agreed the prior year appropriations limit presented in the accompanying Appropriations Limit worksheet to the prior year appropriations limit adopted by the City Council during the prior year.

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We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on the accompanying Appropriations Limit worksheet. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you. No procedures have been performed with respect to the determination of the appropriations limit for the base year, as defined by the League publication entitled *Article XIII B of the California Constitution*.

This report is intended solely for the use of the City Council and management of the City of Moorpark, California and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Teaman Ramirez & Smith

December 4, 2009

CITY OF MOORPARK
APPROPRIATIONS LIMIT COMPUTATION
2008 – 2009

	2008 – 2009
Non-Residential New Construction	4.51%
Population Change City Population Growth	2.13%
Non-Residential New Construction Change Converted to a Ratio	1.0451
Population Change Converted to a Ratio	1.0213
Calculation of Growth Factor	1.0674
2007 – 2008 Appropriations Limit	<u>\$ 20,788,056</u>
2008 – 2009 Appropriations Limit (\$20,788,056 X 1.0674)	<u>\$ 22,189,171</u>

**INDEPENDENT ACCOUNTANT'S REPORT ON AGREED-UPON PROCEDURES
APPLIED TO APPROPRIATIONS LIMIT WORKSHEETS**

City Council
City of Moorpark
Moorpark, California

We have performed the procedures enumerated below to the accompanying Appropriations Limit worksheet of the City of Moorpark, California, for the year ended June 30, 2009. These procedures, which were agreed to by the City of Moorpark, California and the League of California Cities (as presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIII B of the California Constitution*), were performed solely to assist the City in meeting the requirements of Section 1.5 of Article XIII B of the California Constitution. The City of Moorpark's management is responsible for the Appropriations Limit worksheet. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

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APPROPRIATIONS LIMIT COMPUTATION
2008 – 2009

	2008 – 2009
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APPLIED TO APPROPRIATIONS LIMIT WORKSHEETS**

City Council
City of Moorpark
Moorpark, California

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APPLIED TO APPROPRIATIONS LIMIT WORKSHEETS**

City Council
City of Moorpark
Moorpark, California

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December 4, 2009

CITY OF MOORPARK
APPROPRIATIONS LIMIT COMPUTATION
2008 – 2009

	2008 – 2009
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**INDEPENDENT ACCOUNTANT'S REPORT ON AGREED-UPON PROCEDURES
APPLIED TO APPROPRIATIONS LIMIT WORKSHEETS**

City Council
City of Moorpark
Moorpark, California

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Teaman Ramirez & Smith

December 4, 2009

CITY OF MOORPARK
APPROPRIATIONS LIMIT COMPUTATION
2008 – 2009

	2008 – 2009
Non-Residential New Construction	4.51%
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**INDEPENDENT ACCOUNTANT'S REPORT ON AGREED-UPON PROCEDURES
APPLIED TO APPROPRIATIONS LIMIT WORKSHEETS**

City Council
City of Moorpark
Moorpark, California

We have performed the procedures enumerated below to the accompanying Appropriations Limit worksheet of the City of Moorpark, California, for the year ended June 30, 2009. These procedures, which were agreed to by the City of Moorpark, California and the League of California Cities (as presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIII B of the California Constitution*), were performed solely to assist the City in meeting the requirements of Section 1.5 of Article XIII B of the California Constitution. The City of Moorpark's management is responsible for the Appropriations Limit worksheet. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

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We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on the accompanying Appropriations Limit worksheet. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you. No procedures have been performed with respect to the determination of the appropriations limit for the base year, as defined by the League publication entitled *Article XIII B of the California Constitution*.

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Teaman Ramirez & Smith

December 4, 2009

CITY OF MOORPARK
APPROPRIATIONS LIMIT COMPUTATION
2008 – 2009

	2008 – 2009
Non-Residential New Construction	4.51%
Population Change	
City Population Growth	2.13%
Non-Residential New Construction Change Converted to a Ratio	1.0451
Population Change Converted to a Ratio	1.0213
Calculation of Growth Factor	1.0674
2007 – 2008 Appropriations Limit	<u>\$ 20,788,056</u>
2008 – 2009 Appropriations Limit ($\$20,788,056 \times 1.0674$)	<u>\$ 22,189,171</u>

Attachment 5

December 4, 2009

City Council
City of Moorpark
Moorpark, California

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Moorpark (City) for the year ended June 30, 2009 and have issued our report thereon dated December 4, 2009. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under Auditing Standards Generally Accepted in the United States and Government Auditing Standards

As stated in our engagement letter dated February 24, 2009, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States. Our audit of the financial statements does not relieve you or management of your responsibilities.

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting.

As part of obtaining reasonable assurance about whether City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit.

Our responsibility is to plan and perform the audit to obtain reasonable, but not absolute, assurance that the financial statements are free of material misstatement.

We are 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 specifically to identify such matters.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated in our engagement letter dated February 24, 2009.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. As described in Note 9 to the financial statements, the City changed accounting policies related to Other Postemployment Benefits Other Than Pensions (OPEB) by adopting Statement of Governmental Accounting Standards (GASB Statement) No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, in the 2008-09 fiscal year. The application of existing policies was not changed during the year ended June 30, 2009. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

Management's estimates of the useful lives for capital assets are based on the expectation that the capital assets will be of use to the City over the specified useful lives. We evaluated the key factors and assumptions used to develop the estimates in determining that they are reasonable in relation to the financial statements taken as whole.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure(s) affecting the financial statements were:

The disclosure of accumulated depreciation in Note 5 to the financial statements is based on estimated useful lives which could differ from actual useful lives of each capitalized item.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

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

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 4, 2009.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the 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,

Seaman Ramsey & Smith

December 4, 2009

City Council
City of Moorpark
Moorpark, California

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In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting.

As part of obtaining reasonable assurance about whether City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit.

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City of Moorpark
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