MOORPARK CITY COUNCIL
AGENDA REPORT

TO: **The Honorable City Council**

FROM: **Ron Ahlers, Finance Director**

DATE: **February 14, 2013 (CC Meeting of February 20, 2013)**

SUBJECT: **Consider Annual Financial Statements and Other Audit Reports for Fiscal Year Ended June 30, 2012**

SUMMARY

The Comprehensive Annual Financial Report {CAFR}, 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, 2012 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 Rogers, Anderson, Malody & Scott, LLP, Certified Public Accountants {RAMS} conducted the annual audit and with staff assistance prepared the required financial statements. For the fiscal year ended June 30, 2012, the City received an unqualified opinion. The City currently has six bond issues for which it is responsible (three redevelopment bonds and three assessment district bonds). The bond proceeds from these six issues have been spent in accordance with the bond documents.

AWARD

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended June 30, 2011. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our

current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

DISCUSSION

CAFR

Attached for your approval are the annual financial statements for the year ended June 30, 2012 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, RAMS, 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, 2012 fiscal year balances and overall results of operations for the period then ended, for all City funds, including the Redevelopment Agency.

Redevelopment Agency of the City of Moorpark (MRA)

ABx1 26 was passed and signed by the Governor in the summer of 2011. The California Supreme Court upheld the validity of ABx1 26 and thereby all redevelopment agencies in the State, including the MRA, were dissolved as of January 31, 2012. This dissolution is reflected in the CAFR in the following ways. The MRA's assets, liabilities, income and expenses are fully shown for the first seven months of the fiscal year (July 2011 to January 2012). The MRA is recorded as a governmental fund and included in the Statement of Net Assets and the Statement of Activities. The assets, liabilities and net assets (equity) were transferred from the MRA to the Successor Agency on February 1, 2012. The Successor Agency's operations are for five months (February 2012 to June 2012). The Successor Agency is shown as a Private Purpose Trust Fund and is **NOT** a governmental fund and **NOT** included in the Statement of Net Assets or Statement of Activities. The Successor Agency is a separate legal entity controlled by the Oversight Board and the State Department of Finance. It is accounted for completely separate from the City of Moorpark and shall remain so for the entire term of its existence. The dissolution created an "Extraordinary item-gain on dissolution of redevelopment agency" on the City of Moorpark side of the ledger (page 15) and an "Extraordinary Item-Loss in redevelopment agency dissolution" on the Successor Agency side of the ledger (page 27). The accounting for the Successor Agency is on pages 26-27 with explanatory notes on pages 65-67 of the CAFR.

The CAFR 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 supplement 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 2011/12 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 14) 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). An increase in net assets of $1.5 million was reported in fiscal year 2011/12 (page 15).

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 Net Assets and *Statement of Changes in Fiduciary Net Assets* are located on pages 26-27. The Successor Agency to the Redevelopment Agency of the City of Moorpark is a Private Purpose Trust Fund and is recorded in these statements.

All of these statements are followed by the *Notes to the Financial Statements* on pages 29-69.

The Required Supplementary Information begins at page 70 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 contains statistical data about the City of Moorpark. This section is prepared by staff and not reviewed by the auditors, 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 is posted on the City's website: http://ci.moorpark.ca.us

General Fund Financial Status

For fiscal year ended June 30, 2012, the General Fund unassigned fund balance totaled about $3.0 million, which equates to approximately 24% of operating expenses. The General Fund had a surplus of approximately $1.5 million for this past year. Per Council policy the City transferred $1.5 million from the General Fund to the Special Projects Fund at June 30, 2012. The reasons for the surplus are revenues that exceed budget estimates and expenses that were below appropriations. For revenues the variance was a positive $805,943. Approximately 85% of that amount is from the prior years Library pass-through payments from the County of Ventura of $442,951 and investment earnings of $239,145. For expenses the variance was a positive $404,309, with over half of that attributable to the Transfer to Parks Maintenance Fund for $215,924. A detailed breakdown of the revenues and expenses is listed below:

	Original Budget	Revised Estimate	Actual	Variance	
Other Property Taxes	0	0	442,951	442,951	Library Pass Thrus
Investment Earnings	350,000	143,000	382,145	239,145	Recognize Gain on investments
Other Admin Service Fees	80,000	80,000	237,270	157,270	Bond sale plus prior year catch-up
Municipal Code Fines	200,000	200,000	265,382	65,382	
Real Property Transfer Tax	100,000	100,000	138,796	38,796	
Administration Fees	306,500	179,000	214,768	35,768	
Current Secured Prop Tax	3,150,000	3,150,000	3,096,832	(53,168)	
Community Serv Impact Fee	0	155,000	0	(155,000)	Refuse franchise
ALL Other Revenues	11,299,695	11,440,500	11,475,299	34,799	
TOTAL REVENUE	15,486,195	15,447,500	16,253,443	805,943	
Salary & Benefits	4,145,067	4,159,135	4,156,629	2,506	
Contractual Services	533,500	527,315	417,541	109,774	
Police	5,943,627	5,851,541	5,852,647	(1,106)	
Legal	107,930	138,205	103,024	35,181	
Parking Bail State Fees	0	0	134,524	(134,524)	
Recreation Program Supplies	184,600	163,833	129,457	34,376	
Property Maintenance	166,809	286,281	255,552	30,729	
Other Supplies	341,947	366,421	335,720	30,701	
ALL Other Operating Expenses	1,468,404	1,290,514	1,264,260	26,254	
Capital Outlay	0	70,280	83,538	(13,258)	
Capital improvements	200,404	42,000	0	42,000	
Transfer to Comm Develop	782,000	905,342	881,062	24,280	
Transfer to Parks Maint	1,243,250	1,215,711	999,787	215,924	
Transfer to Public Works	202,000	0	8,528	(8,528)	
Transfer to LMDs	152,866	130,656	130,656	0	
Transfer to Misc.	10,000	10,000	0	10,000	
	15,482,404	15,157,234	14,752,925	404,309	
Surplus or **(Deficit)**	3,791	290,266	**$ 1,500,518**	401,634	

Single Audit Report ~ (Report not 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, 2012.

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, 2012.

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, 2012.

STAFF RECOMMENDATION **(Roll Call Vote)**

Accept the Comprehensive Annual Financial Report (CAFR), 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 audit process and receive and file this report.

Attachments:

1. City of Moorpark CAFR for Fiscal Year Ending June 30, 2012
2. 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*
3. Independent Accountant's Report on Agreed-Upon Procedures Applied to Appropriations Limit Worksheets
4. Independent Auditor's memo regarding the audit process

ATTACHMENT 1

CITY OF MOORPARK, CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended June 30, 2012

Prepared By:
Ron Ahlers, Finance Director
Irmina Lumbad, Budget & Finance Manager

City of Moorpark
Comprehensive Annual Financial Report
Year Ended June 30, 2012
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INTRODUCTORY SECTION

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City of Moorpark

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

January 30, 2013

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 (City) for the fiscal year ended June 30, 2012. 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 of 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 section with detail information to be in compliance with GASB No. 44 requirements for fiscal year 2011/12.

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.

JANICE S. PARVIN	KEITH F. MILLHOUSE	ROSEANN MIKOS	DAVID POLLOCK	MARK VAN DAM
Mayor	Councilmember	Councilmember	Councilmember	Councilmember

THE REPORTING ENTITY AND ITS SERVICES

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

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

The Agency 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. On December 29, 2011, the California Supreme Court upheld Assembly Bill x1 26 ("the Bill") that provides for the dissolution of all redevelopment agencies in the State of California. The Bill provides that upon dissolution of a redevelopment agency, the entity that established the redevelopment agency may elect to serve as the "Successor Agency". The Successor Agency holds the assets of the former redevelopment agency until they are distributed to other units of state and local government after the payment of enforceable obligations that were in effect as of the signing of the Bill. On January 4, 2012, the City elected to become the Successor Agency. Therefore, as of June 30, 2012, the previous Agency is excluded from the City's entity wide statements. The Successor Agency is included as a fiduciary fund (private purpose trust fund).

The Authority 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 of the City 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 approximately 56 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 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 approximately 34,826 (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 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 GAAP. 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, 2012. 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 XIIIB of the California Constitution (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 fiscal year 2011/2012 amounted to $26,792,899 and $13,725,944 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, 2012, approximately $50.2 million was invested with the Ventura County Pool; $31.6 million in various U.S. Treasury Notes and Agency Securities; about $3.0 million in the State Treasurer's Local Agency Investment Fund (LAIF); and $5.1 million was invested in demand deposits.

The cash management system of the City 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 infrastructure 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, 2012 have a net ending balance of $139.8 million.

LONG-TERM LIABILITIES/BONDED LIABILITIES

At June 30, 2012, the City has no outstanding bonds or other debt but does have long-term liabilities in the approximate amount of $0.4 million for employee compensated absences (accrued leave).

The Successor Agency has the 1999 Tax Allocation Refunding Bonds, the 2001 Tax Allocation Bonds and the 2006 Tax Allocation Bonds outstanding in the amounts of $4.5 million, $11.5 million and $11.6 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 Agency 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 CJPIA. In addition, the City also participates in the all-risk property protection offered by CJPIA. Various control techniques, including safety, ergonomic, harassment and driver awareness training have been implemented to minimize losses.

AWARD

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended June 30, 2011. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive

annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

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, Rogers, Anderson, Malody & Scott, LLP, Certified Public Accountants for their professional assistance. As in the past, the CAFR is available on the City's website at www.ci.moorpark.ca.us.

Respectfully submitted,

STEVEN KUENY	RON AHLERS
CITY MANAGER	FINANCE DIRECTOR

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2012

DIRECTORY OF CITY OFFICIALS

CITY COUNCIL

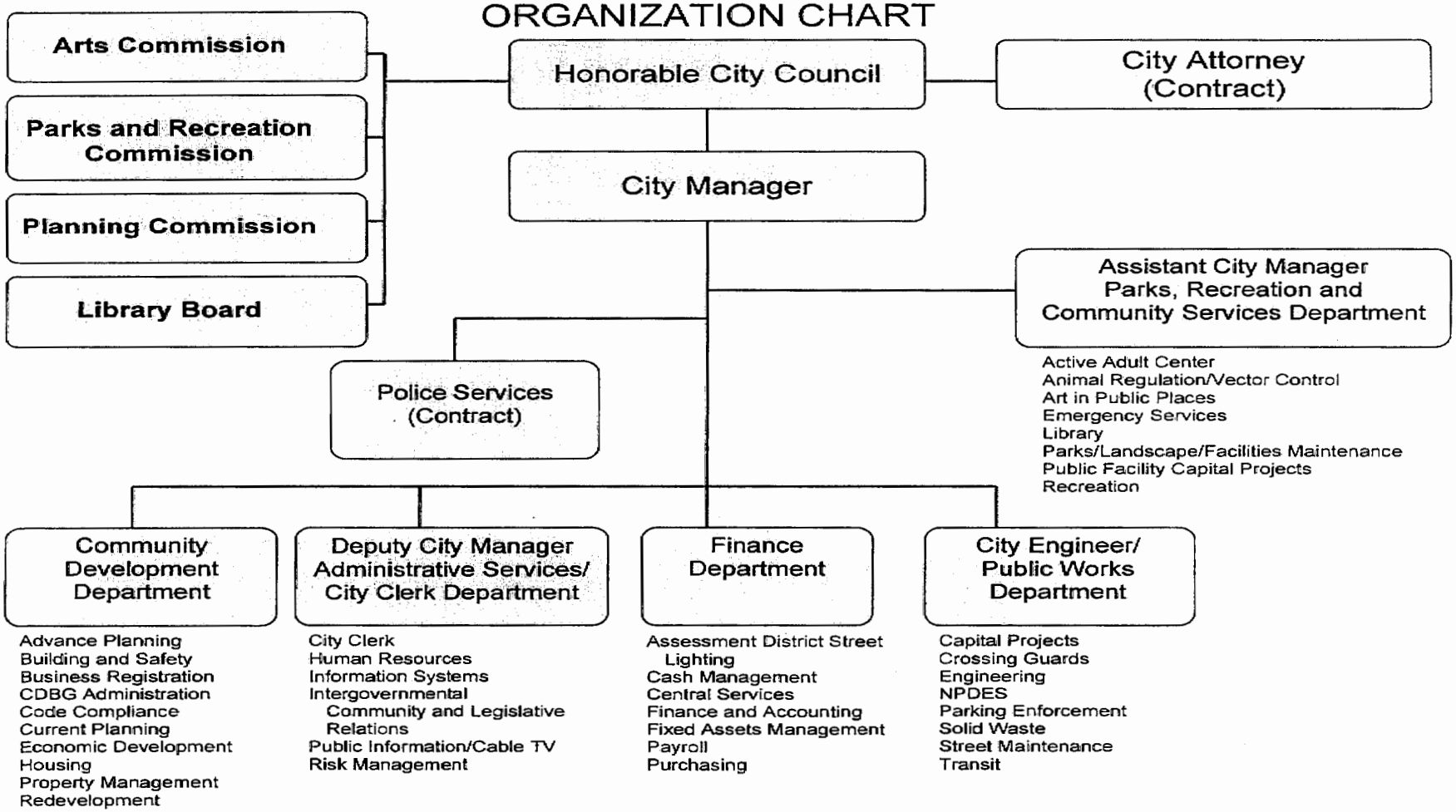
Janice S. Parvin, Mayor

Roseann Mikos, Councilmember
Keith F. Millhouse, Councilmember
David Pollock, Councilmember
Mark Van Dam, Councilmember

CITY MANAGEMENT STAFF

Steven Kueny, City Manager
Hugh Riley, Assistant City Manager
Deborah Traffenstedt, Deputy City Manager
David Bobardt, Community Development Director
David Klotzle, City Engineer/Public Works Director
Ron Ahlers, Finance Director

CITY OF MOORPARK ORGANIZATION CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Moorpark
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

FINANCIAL SECTION

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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 and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these 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 respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2012, 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.

As discussed in Note 15 to the financial statements, there have been recent changes in legislation affecting redevelopment agencies in the State of California which required the dissolution of redevelopment agencies as of February 1, 2012, including the Redevelopment Agency of the City of Moorpark.

In accordance with *Government Auditing Standards,* we have also issued our report dated January 30, 2013 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 13, the budgetary comparison information on pages 70 through 78, and the schedule of funding progress on page 79 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or to provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. 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 financial statements. The combining statements and schedules included in the supplementary information section are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statement themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Rogers Anderson Malody & Scott, LLP

January 30, 2013

CITY OF MOORPARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012

As management of the City of Moorpark, California (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, 2012. 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 fiscal year 2011/12 by $234,316,279 (Net Assets). Of this amount, $7,245,370 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. GASB 34 defines "Net Assets" as assets less liabilities. GASB 34 requires the City to record infrastructure assets (streets, parks, buildings, etc.) less accumulated depreciation as a restricted fund balance titled, "Invested in Capital Assets". These factors, along with restrictions for Special Revenue Funds, reduce the Total Net Assets $234,316,279 to the Unrestricted Net Assets $7,245,370. The Statement of Net Assets is presented on page 14.

- The City's Total Net Assets increased by $1,484,879 during the current fiscal year. The Statement of Activities is presented on page 15.

- As of June 30, 2012, the City's governmental funds (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds) reported combined ending fund balances of $92,238,637, a decrease of $19,045,257, from the prior year. The entire decrease is a result of the loss on the dissolution of the Redevelopment Agency of the City of Moorpark (Agency).

- At the end of the current fiscal year, fund balances for the General Fund were $3,610,085 ($654,207 is in nonspendable form, and $2,955,878 is unassigned).

- The City's total Liabilities decreased by $27,833,807 or 98% during the current fiscal year. The majority of the decrease is due to the dissolution of the Agency. The Agency's 1999, 2001 and 2006 Tax Allocation Bonds are not a debt of the City, but a debt of the Successor Agency as is now reported as a Private Purpose Trust Fund in the Fiduciary Fund category.

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 are comprised of 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.*

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 expenditures 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 as the primary government, but also a legally separate Redevelopment Agency of the City of Moorpark (Agency), the Moorpark Public Financing Authority (Authority), and the Industrial Development Authority (IDA) of the City. 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 Agency was dissolved on February 1, 2012 as legislated in Assembly Bill x1 26.

The government-wide financial statements can be found on pages 14 and 15 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, Assessment Districts, Los Angeles Area of Contribution, Parks/Public Facilities, Low and Moderate Income Housing Asset, Redevelopment Agency Low-Mod, Redevelopment Agency Operating, Police Facilities Fee,

Redevelopment Agency Capital Projects, Special Projects and Redevelopment Agency 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 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 "agency" funds are custodial in nature and, therefore, the accounting used on them does not involve the measurement of the results of operations. Fiduciary "private-purpose trust" funds are used to report all trust arrangements under which "principal and income benefit individuals, private organizations or other governments (GASB No. 34)". The measurement of the result of operations (change in fiduciary net assets) of a private-purpose trust fund is reported in a statement of changes in fiduciary net assets. The basic fiduciary funds financial statements can be found on pages 26-27 of this report. The assets, liabilities, fund equity and operations of the dissolved Redevelopment Agency were transferred to the "Successor Agency Private-Purpose Trust Fund".

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 29-69 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The City has continued to present its financial statements under the reporting model required by GASB No. 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 $234.3 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 $139.8 million. As shown on Table 1, the largest portion of the City's net assets (59%) is its investment in capital assets. The City uses these capital assets (parks, streets, sidewalks, etc.) to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion of the City's net assets (37%) 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 (4%) 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, 2012, 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.

Table 1
Net Assets
Governmental Activities
As of June 30, 2012 and 2011

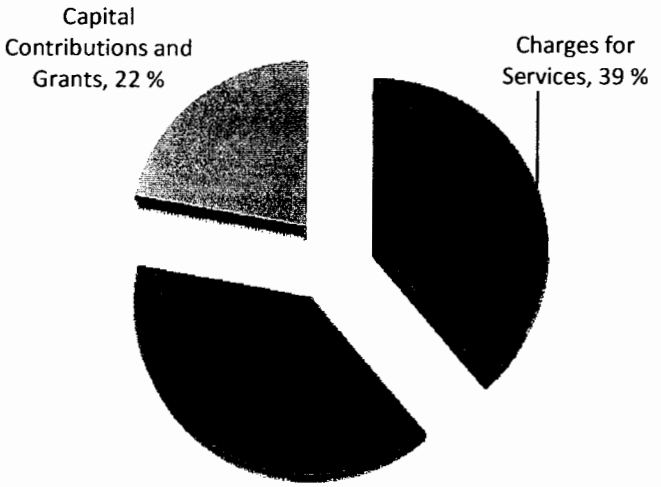
	2012	2011
Assets:		
Current and other assets	$ 96,908,780	$ 120,733,509
Capital assets	139,795,930	145,841,042
Total Assets	**236,704,710**	**266,574,551**
Liabilities:		
Long-term debt outstanding	-	27,640,038
Other liabilities	2,388,431	7,035,903
Total Liabilities	**2,388,431**	**34,675,941**
Net Assets:		
Invested in capital assets, net of related debt	139,795,930	145,841,042
Restricted	87,274,979	72,652,252
Unrestricted	7,245,370	13,405,316
Total Net Assets	**$ 234,316,279**	**$ 231,898,610**

The City's Net Assets increased by $1.5 million during the current fiscal year.

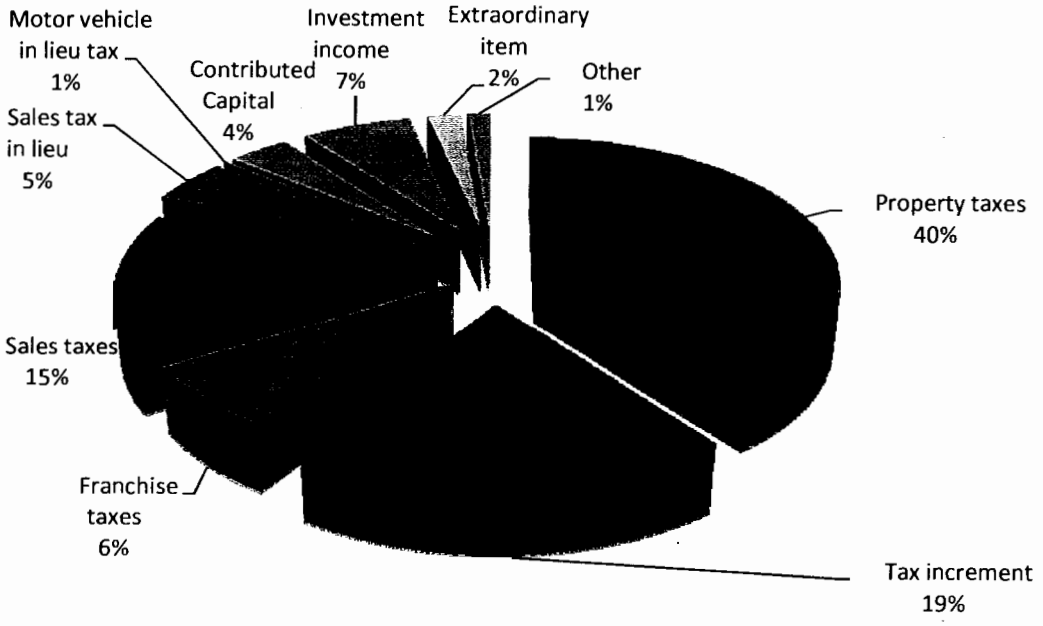
Table 2
Changes in Net Assets
Governmental Activities
As of June 30, 2012 and 2011

	2012	2011
Revenues		
Program Revenues:		
Charges for services	$ 3,700,311	$ 3,957,412
Operating contributions and grants	3,702,582	5,999,168
Capital contributions and grants	2,770,701	1,703,076
General Revenues:		
Property taxes	6,943,275	7,287,282
Tax increment	3,389,064	6,755,960
Franchise taxes	1,231,741	1,207,778
Sales taxes	2,622,419	2,577,105
Sales tax in lieu	857,217	940,791
Motor vehicle in lieu tax	18,590	170,592
Investment income	1,206,622	856,413
Other	245,235	212,487
Extraordinary gain-dissoluton of redevelopment agency	356,845	-
Total Revenues	**27,044,602**	**31,668,064**
Expenses		
General government	2,207,826	3,201,184
Public safety	6,158,455	7,070,049
Public services	11,134,822	31,775,462
Parks and recreation	5,704,208	4,658,717
Interest on long-term debt	354,412	1,492,604
Total Expenses	**25,559,723**	**48,198,016**
Increase in net assets	1,484,879	(16,529,952)
Net assets - July 1, as restated	232,831,400	248,428,562
Net assets - June 30,	**$ 234,316,279**	**$ 231,898,610**

Program Revenues



General Revenues



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 net resources. Such information is useful in assessing the City's current financial requirements or its liquidity. Beginning fiscal year ending June 30, 2011, GASB 54 required the implementation of the new fund balance classification that focuses on the constraints on the use of resources and the source of the constraints. The five (5) fund balance categories are:

Nonspendable – net resources that cannot be spent because of their form or those resources that should be maintained intact

Restricted – amounts constrained to specific purpose by external providers, by law through constitutional provisions or by enabling legislation

Committed – funds are limited to a specific purpose by government itself through resolution or ordinance .

Assigned – resources intended for a specific purpose by the governing body or official delegated by the governing body

Unassigned – represents the General Fund net residual fund balance available for any purposes and other governmental funds in a deficit position.

As of the end of the current fiscal year, the City's governmental funds reported total fund balances of $92,238,637. This is a decrease of $19,045,257 in comparison with the prior year. About $3,709,271 or 4% is nonspendable, $55,945,095 or 60.7% is restricted to specific purpose, $783,281 or 0.8% is committed, $30,892,276 or 33.5% is assigned and approximately $908,714 or 1.0% of the fund balances constitutes *unassigned fund balance*.

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 $3,610,085, which decreased by $1,000 over 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 30% of total General Fund expenditures and transfers out. This is a healthy reserve.

Key factors for revenues and expenses when compared to fiscal year 2010/11 are as follows:

- The City's share of property taxes increased by $451,578 or 7.0%.
- Sales tax revenues grew by approximately $45,314 or 1.8% as we slowly emerged from the economic downturn.
- The Sales Tax Compensation or "triple flip" decreased by $83,574 or 8.9%. This revenue is calculated by the State each year.
- Interest earnings increased slightly by $79,810 or 26% in response to still declining rates in the market.

- Motor vehicle in lieu has been eliminated by the State. The City received residual revenue in the amount of $18,590.
- Expenditures and transfers out ended the year approximately $1.7 million less than the prior year figure primarily due to the payoff in the prior year of the following liabilities: CalPERS side fund ($1,352,300), OPEB ($103,000) and general liability retrospective deposit balance due to the California Joint Powers Insurance Authority (CJPIA) ($473,300).

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 decreased slightly by $29,531.

Assessment District Fund

The fund balance of the Assessment District Fund decreased by $314,441 from the prior year. Increasing operating costs of water and landscaping caused this deficit. The General Fund will cover this deficit in the following year's budget.

Los Angeles Area of Contribution Fund

The fund balance of the Los Angeles Area of Contribution Fund remained stable at approximately $11.8 million.

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

The fund balance of the Park/Public Facilities Fund increased by $172,063 to $917,238. No major capital projects occurred during the year.

Successor Low and Moderate Income Housing Asset Fund

The City elected to become the Successor Agency to the Low and Moderate Income Housing Asset Fund. The assets transferred consisted primarily of land for affordable housing units.

MRA Low and Moderate Income Housing Fund

ABx1 26 eliminated this fund from the City. The City elected to become the Successor Agency, described above, in order to preserve the land purchased for affordable housing units.

MRA Operating Fund

ABx1 26 eliminated this fund from the City. The City elected to become the Successor Agency to the Redevelopment Agency of the City of Moorpark. The assets, liabilities and fund equity were transferred to the "Successor Agency Private Purpose Trust Fund".

Police Facilities Fee Fund

The fund balance of the Police Facilities Fund improved by $16,432 from the prior year. These funds are transferred to the Endowment Fund as payback for the loan to construct the Police Services Center.

Redevelopment Agency Capital Projects Fund

ABx1 26 eliminated this fund from the City. The City elected to become the Successor Agency to the Redevelopment Agency of the City of Moorpark. The assets, liabilities and fund equity were transferred to the "Successor Agency Private Purpose Trust Fund". The Redevelopment Agency Capital Projects fund balance is constructing the Ruben Castro Human Services Center (RCHSC).

Redevelopment Agency Debt Service Fund

ABx1 26 eliminated this fund from the City. The City elected to become the Successor Agency to the Redevelopment Agency of the City of Moorpark. The assets, liabilities and fund equity were transferred to the "Successor Agency Private Purpose Trust Fund".

Non-Major Governmental Funds

The fund balance of all other Non-Major Governmental Funds grew by $706,981 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 Bond's 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, 2012, were revenues exceeding expenditures by approximately $1.5 million which was transferred to the Special Projects Fund. Revenues plus Transfers In were $2.3 million less than the budget and expenditures plus Transfers Out ended the year under budget by $0.21 million.

CAPITAL ASSET AND LONG-TERM LIABILITIES

Capital Assets: The City's investment in capital assets as of June 30, 2012, amounted to $139.8 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 decrease in the City's investment in capital assets for the current fiscal year was $6.0 million or 4.1%. Construction in Progress shows the largest decrease in 2012 at $5.7 million. This reduction is due to the demise of the Redevelopment Agency and the transfer of assets to the Successor Agency Private Purpose Trust Fund.

Table 3
Capital Assets (net of depreciation)
Governmental Activities
As of June 30, 2012 and 2011

	2012	2011
Land	$ 39,520,861	$ 38,857,043
Construction in Progress	6,665,025	12,401,812
Buildings and improvements	29,929,267	29,248,760
Machinery and equipment	2,954,181	2,887,655
Infrastructure	60,726,596	62,445,772
Total	**$ 139,795,930**	**$ 145,841,042**

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 pages 48-49 of this report.

Long-term Liabilities

At the end of the current fiscal year, the City's long-term liabilities outstanding are $353,082, which is the employee compensated absences payable. The liabilities are reduced by approximately $28 million which reflects the transfer of the Agency Tax Allocation Bonds to the Successor Agency Private Purpose Trust Fund. The bonds are solely a debt of the Successor Agency and a pledge of Redevelopment Property Tax Trust Fund revenues (RPTTF).

Additional information on the City's long-term liabilities can be found in Note 6 on pages 50 to 52 of the basic financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The slow economic recovery in conjunction with the State's efforts to address its budget deficit by taking resources from cities have combined to cause a strain in the City's General Fund. It should be noted that increases in General Fund revenue categories provide optimism for the future, but it is uncertain if these increases will be sustainable over the foreseeable future. In addition, costs continue to outpace any growth seen in major revenues such as property and sales tax. While these categories may not be declining and even increase as was the case this past fiscal year, increases in pension costs and the Ventura County Sheriff's Contract continue to exceed revenue gains.

The State's "Triple Flip" payment plan remains in effect as the State attempts to repay the $15 billion deficit reduction bonds. The impact to the City will be on cash flow and the subsequent reduction in interest income due to biannual (catch-up payments) rather than monthly sales tax payments.

The City has additional protections from the State taking our monetary resources thanks to the voter passage of Proposition 22 in November 2010. However, on July 29, 2011, the Governor of the State of California signed Assembly Bills X1 26 (ABx1 26) and X1 27 (ABx1 27) as part of the State budget package. AB x1 26 essentially dissolves the existence of the redevelopment agency while AB x1 27 provides a way to continue the redevelopment agency's program if specified payments are made to the State annually. On July 18, 2011 the League of California Cities and the California Redevelopment Association (CRA), on behalf of cities, counties and redevelopment agencies, filed a lawsuit challenging the constitutionality of these Bills. CRA asserts that both bills violate Article XIII Section 25.5(a)(7)(A) added by Proposition 22. On August 11 and 17, 2011, the California Superior Court issued a stay on some provisions of the AB x1 26 and AB x1 27. On December 29, 2011, the California Supreme Court issued their ruling upholding the constitutionality of AB x1 26 and invalidating AB x1 27; thereby all redevelopment agencies within the State of California are abolished.

For fiscal year 2012/13, the City took into consideration the following factors in preparing the budget:

- Sales Tax revenues assume a 3% increase from fiscal year 2011/12.
- Property Tax and Vehicle License fees revenue are projected to remain status quo.
- Interest income will remain stable at an average rate of return of just over 1%.
- Slight increase in PERS employer retirement rate from 9.539% to 10.806% effective July 1, 2012.
- Projections indicate our cost for general liability and workers compensation insurance will both increase for fiscal year 2012/13 when compared to fiscal year 2011/12 actual payments.

A priority of the City is to maintain high quality of services while adopting a balanced budget. As in prior years, the fiscal year 2012/13 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, 2012

	Governmental Activities
ASSETS	
Cash and investments	$ 83,535,251
Cash and investments with fiscal agent	2,844
Receivables, net;	
Taxes	18,444
Accounts	1,246,644
Interest	354,088
Notes and loans	2,292,829
Prepaid items	56,222
Due from other governments	4,276
Net OPEB asset	416,728
Property held for resale	8,981,454
Capital assets:	
Non-depreciable:	
Land	39,520,861
Construction in progress	6,665,025
Depreciable, net of accumulated depreciation	
Buildings and improvements	29,929,267
Machinery and equipment	2,954,181
Infrastructure	60,726,596
Total assets	236,704,710
LIABILITIES	
Accounts payable and accrued liabilities	1,682,266
Noncurrent liabilities:	
Due within one year	353,083
Due in more than one year	353,082
Total liabilities	2,388,431
NET ASSETS	
Invested in capital assets, net of related debt	139,795,930
Restricted for:	
Public services	52,506,961
Recreation services	1,700,518
Public safety	18,092,826
Housing activities	14,974,674
Unrestricted	7,245,370
Total net assets	$ 234,316,279

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

City of Moorpark
Statement of Activities
Year Ended June 30, 2012

Functions/Programs	Expenses	Program Revenues: Charges for Service	Program Revenues: Operating Contributions and Grants	Program Revenues: Capital Contributions and Grants	Net Governmental Activities
Primary Government					
Governmental activities:					
General government	$ 2,207,826	$ 407,883	$ -	$ -	$ (1,799,943)
Public safety	6,158,455	445,642	-	16,432	(5,696,381)
Public services	11,134,822	1,988,453	3,702,582	2,754,269	(2,689,518)
Parks and recreation	5,704,208	858,333	-	-	(4,845,875)
Interest on long-term debt	354,412	-	-	-	(354,412)
Total governmental activities	25,559,723	3,700,311	3,702,582	2,770,701	(15,386,129)
Total primary government	$ 25,559,723	$ 3,700,311	$ 3,702,582	$ 2,770,701	

General revenues:	
Taxes:	
Property tax, levied for general purpose	6,943,275
Property tax, Redevelopment Agency tax increment, restricted	3,389,064
Franchise tax	1,231,741
Sales tax	2,622,419
Sales tax in lieu	857,217
Motor vehicle in lieu tax, unrestricted	18,590
Investment income	1,206,622
Other	245,235
Extraordinary item - gain on dissolution of redevelopment agency	356,845
Total general revenues and extraordinary item	16,871,008
Change in net assets	1,484,879
Net assets, beginning of year, as restated (see Note 16)	232,831,400
Net assets, end of year	$ 234,316,279

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

City of Moorpark
Balance Sheet
Governmental Funds
June 30, 2012

		Special Revenue	
	General	**Street and Traffic Safety**	**Assessment Districts**
ASSETS			
Cash and investments	$ 3,097,955	$ 19,345,744	$ 6,117,023
Cash and investments with fiscal agent	-	-	-
Receivables:			
Taxes	-	-	18,444
Accounts	849,589	-	46,014
Interest	174,720	-	-
Notes and loans	-	-	-
Due from other funds	13,513	-	-
Prepaid items	43,122	-	7,900
Due from other governments	4,276	-	-
Property held for resale	611,085	-	-
Total assets	$ 4,794,260	$ 19,345,744	$ 6,189,381
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	$ 1,138,292	$ 41,132	$ 132,145
Due to other funds	-	-	-
Deferred revenues	45,883	-	18,444
Deferred loans	-	-	-
Total liabilities	1,184,175	41,132	150,589
Fund balances:			
Nonspendable	654,207	-	7,900
Restricted	-	19,304,612	6,030,892
Committed	-	-	-
Assigned	-	-	-
Unassigned	2,955,878	-	-
Total fund balances	3,610,085	19,304,612	6,038,792
Total liabilities and fund balances	$ 4,794,260	$ 19,345,744	$ 6,189,381

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

Special Revenue				
Los Angeles Area of Contribution	Parks/Public Facilites	Low-Mod Income Housing Asset	Redevelopment Agency Low-Mod	Redevelopment Agency Operating
11,603,080	$ 1,917,238	$ 11,848	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
179,368	-	-	-	-
250,249	-	1,792,884	-	-
177,006	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	8,314,796	-	-
$ 12,209,703	$ 1,917,238	$ 10,119,528	$ -	$ -
$ 17,519	$ -	$ 11,750	$ -	$ -
-	1,000,000	-	-	-
179,369	-	-	-	-
250,249	-	1,792,884	-	-
447,137	1,000,000	1,804,634	-	-
177,006	-	-	-	-
11,585,560	917,238	8,314,894	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
11,762,566	917,238	8,314,894	-	-
$ 12,209,703	$ 1,917,238	$ 10,119,528	$ -	$ -

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

City of Moorpark
Balance Sheet
Governmental Funds - Continued
June 30, 2012

	Capital Projects		
	Police Facilities Fee	Redevelopment Agency Capital Projects	Special Projects
ASSETS			
Cash and investments	$ -	$ -	$ 25,247,733
Cash and investments with fiscal agent	-	-	-
Receivables:			
Taxes	-	-	-
Accounts	-	-	-
Interest	-	-	-
Notes and loans	-	-	-
Due from other funds	-	-	1,000,000
Prepaid items	-	-	-
Due from other governments	-	-	-
Property held for resale	-	-	-
Total assets	$ -	$ -	$ 26,247,733
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	-	$ -	$ -
Due to other funds	1,870,158	-	-
Deferred revenues	-	-	-
Deferred loans	-	-	-
Total liabilities	1,870,158	-	-
Fund balances:			
Nonspendable	-	-	1,000,000
Restricted	-	-	-
Committed	-	-	-
Assigned	-	-	25,247,733
Unassigned	(1,870,158)	-	-
Total fund balances	(1,870,158)	-	26,247,733
Total liabilities and fund balances	$ -	$ -	$ 26,247,733

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

Debt Service Redevelopment Agency Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
$ -	$ 16,194,630	$ 83,535,251
-	2,844	2,844
-	-	18,444
-	351,041	1,246,644
-	-	354,088
-	249,696	2,292,829
-	1,870,158	3,060,677
-	5,200	56,222
-	-	4,276
-	55,573	8,981,454
$ -	$ 18,729,142	$ 99,552,729
$ -	$ 341,428	$ 1,682,266
-	190,519	3,060,677
-	34,624	278,320
-	249,696	2,292,829
-	816,267	7,314,092
-	1,870,158	3,709,271
-	9,791,899	55,945,095
-	783,281	783,281
-	5,644,543	30,892,276
-	(177,006)	908,714
-	17,912,875	92,238,637
$ -	$ 18,729,142	$ 99,552,729

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

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City of Moorpark
Reconciliation of the Governmental Funds - Balance Sheet
to the Statement of Net Assets
June 30, 2012

Fund balances of governmental funds	$	92,238,637
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		139,795,930
Long-term notes and loans receivable are not current financial resources and, therefore, are deferred in the governmental funds.		2,292,829
Certain assets are not available to pay for current-period expenditures and therefore are deferred in the funds. The availabity criteria does not apply to the government-wide statements.		278,320
Long term liabilities are not due and payable in the current period and, therefore, are not reported in funds.		
Compensated absences payable		(706,165)
The City is required to report a net Other Post Employment Benefits (OPEB) obligation in accordance with Governmental Accounting Standards Board (GASB) Statement No. 45. The City has contributed more than the required ARC to the retiree medical plan and reports the OPEB obligation as an asset on the statement of net assets.		416,728
Net assets of governmental activities	$	234,316,279

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

City of Moorpark
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2012

		Special Revenue	
	General	Street and Traffic Safety	Assessment Districts
REVENUES			
Taxes	$ 11,654,652	$ -	$ -
Licenses and permits	142,501	-	-
Fines and forfeitures	265,897	-	-
Use of money and property	499,936	253,004	84,360
Charges for services	1,210,693	265,170	7,491
Intergovernmental	79,165	-	-
Maintenance assessments	-	-	2,090,274
Other revenue	201,266	3,865	43,238
Total revenues	14,054,110	522,039	2,225,363
EXPENDITURES			
Current:			
General government	886,262	-	-
Public safety	6,173,964	-	-
Public services	1,845,732	230,243	375,297
Parks and recreation	1,551,591	-	3,483,566
Capital Outlay	83,538	307,367	76,658
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	10,541,087	537,610	3,935,521
Excess (deficiency) of revenues over (under) expenditures	3,513,023	(15,571)	(1,710,158)
OTHER FINANCING SOURCES (USES)			
Transfers in	6,533	-	1,395,717
Transfers out	(3,520,556)	(13,960)	-
Total other financing sources (uses)	(3,514,023)	(13,960)	1,395,717
EXTRAORDINARY ITEM			
Gain(loss) on redevelopment agency dissolution	-	-	-
Net change in fund balances	(1,000)	(29,531)	(314,441)
Fund balances, beginning of year, as restated	3,611,085	19,334,143	6,353,233
Fund balances (deficit), end of year	$ 3,610,085	$ 19,304,612	$ 6,038,792

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

Special Revenue				
Los Angeles Area of Contribution	Parks/Public Facilites	Low-Mod Income Housing Asset	Redevelopment Agency Low-Mod	Redevelopment Agency Operating
$ -	$ -	$ -	$ 384,176	$ 1,594,014
-	-	-	-	-
-	-	-	-	-
152,436	26,147	124	11,229	55,822
7,807	163,615	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	41	981,217
160,243	189,762	124	395,446	2,631,053
-	-	4,134	-	-
-	-	-	-	-
1,298	2,969	-	147,774	1,104,526
-	3,800	-	-	-
117,660	10,930	-	4,027	1,283,409
-	-	-	-	-
-	-	-	20,000	-
118,958	17,699	4,134	171,801	2,387,935
41,285	172,063	(4,010)	223,645	243,118
-	-	-	-	-
(12,700)	-	-	(151,142)	(29,620)
(12,700)	-	-	(151,142)	(29,620)
-	-	8,318,904	(8,318,904)	(6,232,772)
28,585	172,063	8,314,894	(8,246,401)	(6,019,274)
11,733,981	745,175	-	8,246,401	6,019,274
$ 11,762,566	$ 917,238	$ 8,314,894	$ -	$ -

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

City of Moorpark
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds - Continued
Year Ended June 30, 2012

	Capital Projects		
	Police Facilities Fee	Redevelopment Agency Capital Projects	Special Projects
REVENUES			
Taxes	$ -	$ -	$ -
Licenses and permits	-	-	-
Fines and forfeitures	-	-	-
Use of money and property	-	13,775	3,800
Charges for services	-	-	-
Intergovernmental	-	-	-
Maintenance assessments	16,432	-	-
Other revenue	-	-	-
Total revenues	16,432	13,775	3,800
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	-
Public services	-	-	-
Parks and recreation	-	-	-
Capital Outlay	-	2,200,636	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	-	2,200,636	-
Excess (deficiency) of revenues over (under) expenditures	16,432	(2,186,861)	3,800
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	1,500,523
Transfers out	-	-	-
Total other financing sources (uses)	-	-	1,500,523
EXTRAORDINARY ITEM			
Gain(loss) on redevelopment agency dissolution	-	(10,780,770)	-
Net change in fund balances	16,432	(12,967,631)	1,504,323
Fund balances, beginning of year, as restated	(1,886,590)	12,967,631	24,743,410
Fund balances (deficit), end of year	$ (1,870,158)	$ -	$ 26,247,733

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

Debt Service Redevelopment Agency Debt Service	Non major Governmental Funds	Total Governmental Funds
$ 1,410,874	$ 1,103,459	$ 16,147,175
-	419,029	561,530
-	180,529	446,426
16,244	264,535	1,381,412
-	1,904,678	3,559,454
-	1,548,297	1,627,462
-	8,251	2,114,957
-	115,619	1,345,246
1,427,118	5,544,397	27,183,662
-	-	890,396
-	293,101	6,467,065
-	4,623,550	8,331,389
-	-	5,038,957
-	594,828	4,679,053
580,000	-	580,000
668,825	-	688,825
1,248,825	5,511,479	26,675,685
178,293	32,918	507,977
151,142	1,685,274	4,739,189
-	(1,011,211)	(4,739,189)
151,142	674,063	-
(2,539,692)	-	(19,553,234)
(2,210,257)	706,981	(19,045,257)
2,210,257	17,205,894	111,283,894
$ -	$ 17,912,875	$ 92,238,637

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

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, 2012

Net change in fund balance - total governmental funds		$ (19,045,257)
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 and reported as depreciation expense. Asset deletions also affect the amounts reported in the statement of activities. This activity is reconciled as follows:		
Capital outlays and other capital expenditures	$ 5,251,114	
Depreciation expense	(4,396,587)	
Contributed assets	663,818	
Asset disposals	(604,876)	913,469
Long-term notes and loans receivable are reported as expenditures when made and as as a revenue when repaid in the governmental funds. However, there is no impact in the statement of activities when these notes and loans are made or repaid. This amount represents the net change in the long term notes and loans receivable.		(1,043,914)
Revenues that are measurable but not available are not recorded as revenues under the modified accrual basis of accounting.		(115,809)
Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of debt principal is an expenditure in the governmental funds, but reduces long-term liabilities in the statement of net assets.		
Principal payments on debt		580,000
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Increase in compensated absences	$ (44,603)	
Decrease in OPEB asset	(3,499)	
Decrease in accrued interest payable on bonds	334,413	286,311
Gain in closing of the former redevelopment agency (see Note 15)		19,910,079
Change in net assets of governmental activities		$ 1,484,879

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

City of Moorpark
Statement of Fiduciary Net Assets
June 30, 2012

	Successor Agency Private Purpose Trust Fund	Agency Fund
ASSETS		
Cash and investments	$ 2,760,385	$ 3,595,018
Cash and investments with fiscal agent	1,901,043	5,485,612
Receivable:		
Accounts	3,445	27,780
Amortizable deferred charges - asset	412,897	-
Land held for resale	11,248,855	-
Contruction in progress	12,625,826	-
Total assets	28,952,451	$ 9,108,410
LIABILITIES		
Accounts payable	2,783,004	$ 61,473
General deposits	-	3,536,011
Due to other governments	3,370	-
Deferred revenue	500	-
Bonds payable - due within one year	605,000	-
Bonds payable - due in more than one year	26,970,000	-
Amortizable deferred charge - liability	(265,743)	-
Due to bond holders	-	5,510,926
Total liabilities	30,096,131	$ 9,108,410
NET ASSETS (Deficit)		
Held in trust for the Successor Agency	$ (1,143,680)	

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

City of Moorpark
Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Fund - Successor Agency
For the Period from Inception (February 1, 2012) to June 30, 2012

	Successor Agency Private-Purpose Trust Fund
ADDITIONS	
RPTTF distribution	$ 98,288
Investment earnings	121,290
Other receipts	19,330
Total additions	238,908
DEDUCTIONS	
Debt service payments - interest	982,454
Amortization of deferred charges	27,700
Other payments	15,589
Total deductions	1,025,743
EXTRAORDINARY ITEM	
Loss in redevelopment agency dissolution	(356,845)
Change in net assets	(1,143,680)
Net assets, beginning (at inception)	-
Net assets, end of the year	$ (1,143,680)

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

City of Moorpark
Notes to Financial Statements
Year Ended June 30, 2012

NOTE	DESCRIPTION	PAGE
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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 (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 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 Agency ceased to exist as of January 31, 2012 (see Note 15). The PFA and IDA were inactive during the fiscal year ended June 30, 2012.

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 Agency, PFA and IDA did not issue separate financial statements in the current fiscal year.

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 Statement 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 types of funds are in use by the City:

Governmental Fund Types

General Fund - Used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Funds - Used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C) Description of Funds, (continued)

Debt Service Funds - Used to account for and report financial resources that are restricted, committed, or assigned to service the principal and interest on debt.

Capital Projects Funds - Used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

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.

Private Purpose Trust Fund – Used to account for the resources, obligations and activities of the Successor Agency of the Redevelopment Agency of the City of Moorpark (SARA) as directed by the Oversight Board to settle the affairs of the dissolved agency (see Note 15).

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 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.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

D) Basis of Accounting and Measurement Focus, (continued)

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regard 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 as major, funds that are significant to the City in light of the circumstances that occurred related to the Agency during the fiscal year ended June 30, 2012. 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 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 include 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.

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. Sources of revenue are property tax, sales tax, franchise and transfer taxes, fines and forfeitures, fees for services and interest.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

D) Basis of Accounting and Measurement Focus, (continued)

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. Sources of revenue are traffic fines and forfeitures collected through Ventura County Superior Courts.

The Assessment Districts Special Revenue Fund is used to account for funds received by the City for maintenance of community-wide parks, street lighting and landscaping. Sources of revenue are property assessments collected by the Ventura County Tax Collector.

The Los Angeles Area of Contribution Special Revenue Fund is used to account for the financial resources for capital projects related to streets and other improvements within the Los Angeles Avenue project area. Sources of revenues are development fees.

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. Sources of revenue are developer fees.

The Low and Moderate Income Housing Asset Special Revenue Fund is used to account for the housing assets transferred from the former redevelopment agency and Low and Moderate housing activities of the City. Sources of revenue are from sale of property and repayment of loans. The fund activities are restricted to the same requirements as the former Low and Moderate Income Housing Fund of the Agency.

The MRA Low and Moderate Income Housing Special Revenue Fund is used to account for the 20% set aside of the tax increment received by the Agency, which is restricted for use on projects that increase or preserve the supply of low and moderate income housing throughout the City. The fund was closed on January 31, 2012 as part of the dissolution of the Agency (see Note 15).

The MRA Operating 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. Sources of revenue are the tax increment collected by the Ventura County Tax Collector, property rents and High Street Theatre ticket sales. The fund was closed on January 31, 2012 as part of the dissolution of the Agency (see Note 15).

The Police Facilities Fee Capital Projects Fund is used to account for the funds used to build the new police facility. The source of revenue is a percentage of permit fees issued.

The MRA Capital Projects Fund is used to account for the funds used for the Agency's capital improvement projects. The sources of funds are the revenue bond proceeds from the 2001 and 2006 tax allocation bonds. The fund was closed on January 31, 2012 as part of the dissolution of the Agency (see Note 15).

The Special Projects Capital Projects Fund is used to account for various City capital improvement projects including major rehabilitation of streets, parks and facilities and other infrastructure. Source of revenue is the General Fund monies in excess of the $3,000,000 maximum unreserved fund balance per City General Fund Reserve Policy, Resolution No. 2008-2725.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

D) Basis of Accounting and Measurement Focus, (continued)

The MRA Debt Service Fund is used to account for the accumulation of resources and the payment of principal and interest on the Agency's debt and other long-term obligations. Sources of revenue are property tax increment collected by Ventura County. The fund was closed on January 31, 2012 as part of the dissolution of the Agency (see Note 15).

Fiduciary Fund Financial Statements

Fiduciary Fund Financial Statements include a Statement of Fiduciary Net Assets and a Statement of Changes in Fiduciary Net Assets. The fiduciary funds are 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 fiduciary funds are accounted for using the accrual basis of accounting.

The city reports the following Private Purpose Trust Fund:

Private Purpose Trust Fund – This fund is used to account for the resources, obligations and activities of the Successor Agency of the Redevelopment Agency of the City of Moorpark (SARA) as directed by the Oversight Board to settle the affairs of the dissolved agency (see Note 15).

The city reports the following Agency Fund:

The agency fund accounts for developer deposits and assets held for property owners of various assessment and community facilities districts. The agency fund is custodial in nature (assets equal liabilities) and therefore does not involve measurement of results of operations.

E) Investments

The City has adopted the provisions of 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 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.

F) Property Held for Resale/Development

Property held for resale in the Low and Moderate Income Housing Asset Fund and the City Affordable Housing Fund represents land and buildings purchased by the City or by the former Agency and transferred to the City as housing assets. Such property is valued at the lower of cost or estimated net realizable value and has been offset by nonspendable or restricted fund balances to indicate that these assets constitute future projects and are restricted or not available spendable resources. The balance at June 30, 2012 was $8,981,454.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

G) 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

H) 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, 2012, unavailable revenue amounted to $278,320.

I) 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. As of June 30, 2012, all bond debt and its corresponding deferred charges have been transferred to the SARA.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

J) 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 administrative 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.

K) Property Taxes

The duties of assessing and collecting property taxes are performed by the Ventura County (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 9.1 percent 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 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.

L) 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, 2012, 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.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

L) Claims and Judgments, (continued)

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). 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.

M) 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.

N) 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.

O) 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 effect 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. This $580,000 difference is due to the principal repayment of outstanding bond debt.

2) CASH AND INVESTMENTS

Cash and investments at June 30, 2012, consisted of the following:

City Treasury Deposits		
Demand Deposits	$	5,124,140
Cash on Hand		1,750
Total City Treasury Deposits		5,125,890
City Treasury Investments		
Local Agency Investment Fund (LAIF)		3,016,228
Ventura County Pool		50,167,536
U.S. Treasury Notes		2,082,270
U.S. Agency Securities:		
Federal National MTG Association		13,086,800
Federal Home Loan Bank		6,169,060
Federal Farm Credit Bank		3,079,150
Federal Home Loan MTG Corporation		7,163,720
Total City Treasury Investments		84,764,764
Cash and Investments With Fiscal Agent		
Money Market		5,693,430
US Treasury Notes		1,111,394
Guaranteed Investment Contracts		584,675
Total Cash and Investments With Fiscal Agent		7,389,499
Total Cash and Investments	$	97,280,153

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

	Statement of Net Assets	Statement of Fiduciary Net Assets		
	Governmental Activities	Private Purpose Trust Fund	Agency Fund	Total
Cash and investments	$ 83,535,251	$ 2,760,385	$ 3,595,018	$ 89,890,654
Cash and investments with fiscal agent	2,844	1,901,043	5,485,612	7,389,499
Total	$ 83,538,095	$ 4,661,428	$ 9,080,630	$ 97,280,153

2) CASH AND INVESTMENTS, (continued)

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.

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, 2012, the debt agreements of the City pertaining to the Agency were transferred to the Successor Agency for the former Moorpark Redevelopment Agency.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio*	Maximum Investment In One Issuer
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
LAIF	N/A	None	$ 50,000,000

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

2) CASH AND INVESTMENTS, (continued)

A) Authorized Investments, (continued)

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.

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.

Authorized Investment Type	Maximum Maturity
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.

2) CASH AND INVESTMENTS, (continued)

B) Interest Rate Risk, (continued)

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.

		Remaining maturity (in years)				
Investment type	Total	Less than 1	1 to 2	2 to 3	3 to 4	>4
LAIF	$ 3,016,228	$ 3,016,228	$ -	$ -	$ -	$ -
Ventura County Pool	50,167,536	50,167,536	-	-	-	-
U.S. Treasury Notes	2,082,270		-	1,042,660	1,039,610	-
U.S. Agency Securities:						
Federal National MTG Assn.	13,086,800	-	-	-	5,012,680	8,074,120
Federal Home Loan Bank	6,169,060	-	-	2,055,190	3,102,170	1,011,700
Federal Farm Credit Bank	3,079,150	-	-	3,079,150	-	-
Federal National MTG Corp.	7,163,720	-	-	1,102,370	2,043,050	4,018,300
Held by bond trustee:						
Money market funds	5,693,430	5,693,430	-	-	-	-
U.S. Treasury Notes	1,111,394	1,111,394	-	-	-	-
Guaranteed Contracts	584,675	-	-	-	-	584,675
	$ 92,154,263	$ 59,988,588	$ -	$ 7,279,370	$ 11,197,510	$ 13,688,795

C) Credit Risk and Concentration of Credit Risk

At June 30, 2012, the carrying amount of the City's deposits was $5,125,140. Bank balances, before reconciling items, were $5,750,656 at June 30, 2012, of which $5,750,656 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.

2) CASH AND INVESTMENTS, (continued)

C) Credit Risk and Concentration of Credit Risk, (continued)

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 for non interest bearing accounts and up to $250,000 for interest bearing accounts by the Federal Deposit Insurance Corporation. The City, however, does not normally waive the collateralization requirements.

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:

Investment type	Carrying Value	Credit Rating	Percentage of Investments
LAIF	$ 3,016,228	Not Rated	3.3%
Ventura County Pool	50,167,536	Not Rated	54.4%
U.S. Treasury Notes	2,082,270	AAA	2.3%
U.S. Agency Securities:			
Federal National MTG Assn.	13,086,800	AAA	14.2%
Federal Home Loan Bank	6,169,060	AAA	6.7%
Federal Farm Credit Bank	3,079,150	AAA	3.3%
Federal National MTG Corp.	7,163,720	AAA	7.8%
Held by bond trustee:			
Money market funds	5,693,430	AAA	6.2%
U.S. Treasury Notes	1,111,394	AAA	1.2%
Guaranteed Contracts	584,675	Not Rated	0.6%
	$ 92,154,263		100.0%

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 $50,000,000 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, 2012, accounts were maintained in the name of the City for $3,016,228. At June 30, 2012, the fair value of the State of California Pooled Money Investment Account (PMIA) including accrued interest was $60,612,199,285. The PMIA 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 $50,167,536 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.

3) NOTES AND LOANS RECEIVABLE

Notes and loans receivable activity for the year ended June 30, 2012, is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Notes receivable				
Mission Bell	$ 900,000	$ -	$ (900,000)	$ -
Deferred property assessments	250,249	-	-	250,249
Moorpark 20, LP	1,176,500	-	-	1,176,500
Moorpark 20, LP	600,000	-	-	600,000
Total notes receivable	2,926,749	-	(900,000)	2,026,749
Loans receivable				
Rehabilitation	31,384	-	-	31,384
First-time home buyer assistance	171,980	-	(96,500)	75,480
CalHome	200,130		(47,414)	152,716
Mountain recreation & conservation authority	6,500	-	-	6,500
	409,994	-	(143,914)	266,080
Governmental activities capital assets, net	$ 3,336,743	$ -	$ (1,043,914)	$ 2,292,829

A) 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. Prior to 2004, one note was paid off. 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.

In early 2011, a notice of default was issued by the senior lender for the property. There was a possibility that the $1,704,786 note could be foreclosed out. Therefore, on March 16, 2011, the Agency assigned note no. 7 to the City in partial satisfaction of the $5 million annual operating loan between the City and the Agency. If and to the extent that any moneys are recovered from the Mission Bell note, those moneys will be credited toward the outstanding balance owed pursuant to the City/Agency loan agreement.

Subsequent to June 30, 2011, the City and Mission Bell Partners entered into a settlement agreement whereby Mission Bell Partners would give $900,000 to the City in exchange for the total discharge of note no. 7. This agreement was consummated in October 2011. As a result the loan was partially written off to reflect the $900,000 settlement amount at June 30, 2011. The loan was paid in full in the 2012 fiscal year and the balance eliminated as of June 30, 2012.

3) NOTES AND LOANS RECEIVABLE, (continued)

B) 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, 2012, the principal balance outstanding was $250,249.

C) Moorpark 20, LP Promissory Note

On October 29, 2010, the Agency signed the Disposition and Development Agreement (DDA) with the Area Housing Authority of the County of Ventura (AHA) and Moorpark 20, Limited Partnership (M20LP), consisting of AHA and Santa Barbara Housing Assistance Corporation. The DDA provides for the construction of a 20-unit affordable housing project (Project) on Agency-owned property located at 396, 406 and 496 Charles Street (Site). During the tax credit application, the sale price of Site was determined to be $1,176,500 to show more local funds into the Project. On the same date, the Agency executed a $1,176,500 loan agreement with M20LP to purchase the Site from the Agency. The loan will accrue interest at the rate of 2.5% per annum and have a term of 55 years. One annual payment will be made to the Agency by M20LP from residual receipts after the $600,000 has been paid off. This loan is subordinate in right of payment to First Mortgage Note held by Bank of America, N.A. and is secured by Deed of Trust and Security Agreement.

On November 2, 2010 the Agency entered into a $600,000 loan agreement with M20LP to complete the construction of the Project. As of June 30, 2012, M20LP has drawn down the entire amount. The term of the loan is 30 years with a fixed interest rate of 2.5%. One annual payment will be made to the Agency by M20LP equal to 75% of available residual receipts. This note is subordinate in right of payment to the First Mortgage Loan payable to Bank of America, N.A. and is secured by Deed of Trust and Security Agreement.

D) Rehabilitation Loans

The Agency operates a rehabilitation loan program for the renovation of low and moderate income housing. The total balance outstanding at June 30, 2012, 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, 2012 was $75,480. 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, which are recorded to secure these Notes. The Notes become payable only in the event of a default of any provision of this program.

3) NOTES AND LOANS RECEIVABLE, (continued)

F) CalHome Mobile-home Rehabilitation Loans

The total balance of CalHome loans for repairs to mobile-homes in Villa del Arroyo at June 30, 2012 was $152,716. 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; to date $169,833 has been received and $151,887 has been forgiven. Funds received are deposited into a City Trust Fund to be used for eligible home ownership-related activities.

G) Mountains Recreation and Conservation Authority (MRCA)

The City advanced $6,500 to MRCA to conduct an updated appraisal for approximately 3,805 acres in and adjacent to the Moorpark Area of Interest near Moorpark College for review by the State of California Department of General Services. These funds are to be repaid without interest to the City by June 30, 2012, or within sixty days of the State of California's reauthorization of MRCA's Proposition 84 Project Planning and Design grant from the Santa Monica Mountains Conservancy, whichever comes first. The total balance outstanding at June 30, 2012 was $6,500. The City is exploring options for repayment; including exchange of services to manage the conservation of an 80-acres City-owned open space property located outside the City limits along Tierra Rejada Road.

4) INTERFUND TRANSACTIONS

Due to/Due from

Due to/due from other funds for the year ending June 30, 2012, consisted of the following:

Receivable Fund	Payable fund		Amount
General Fund	Non Major Funds		$ 13,513
Special Revenues - Los Angeles A.O.C	Non Major Funds		177,006
Capital Projects - Special Projects	Special Revenues - Parks/Public Facilities	a	1,000,000
Non-Major Funds	Special Revenues - Police Facilities Fee	b	1,870,158
			$ 3,060,677

a. The Special Projects Fund has advanced to the Parks/Public Facilities Fund $1,000,000 to construct a new Skate Park and improvement of the Poindexter Park.
b. The Endowment Fund has advanced to the Police Facilities Fee Fund $1,870,158 to fund capital improvements.

Transfers

Interfund transfers for the year ended June 30, 2012 consisted of the following:

Interfund Transfers

Fund receiving transfers	Fund making transfers		Amount
General Fund	Non Major funds	(1)	$ 6,533
Assessment Districts	General Fund	(2)	1,130,444
	Non Major funds	(2)	265,273
			1,395,717
Special Projects	General Fund	(4)	1,500,523
Redevelopment Agency - Debt Service	Redevelopment Agency - Low Mod	(3)	151,142
Non Major funds	General Fund	(1)	889,589
	Street and Traffic Safety	(1)	13,960
	Los Angeles Area of Contribution	(1)	12,700
	Redevelopment Agency - Operating	(1)	29,620
	Non Major funds	(1)	739,405
			1,685,274
Total governmental funds			$ 4,739,189

4) INTERFUND TRANSACTIONS, (continued)

(1) = Transfers made to reimburse expenditures/expenses.
(2) = Transfers made to provide funding for operations.
(3) = Transfers made to pay debt service.
(4) = Transfers made to adjust fund balance to minimum requirement.

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 infrastructures reporting, whereby depreciation expense and accumulated depreciation have been recorded.

The following table presents the capital assets activity for the year ended June 30, 2012.

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 38,857,043	$ 663,818	$ -	$ 39,520,861
Construction in progress	12,401,812	4,556,611	(10,293,398)	6,665,025
Total capital assets not being depreciated	51,258,855	5,220,429	(10,293,398)	46,185,886
Capital assets, being depreciated:				
Buildings and improvements	36,384,166	2,381,204	-	38,765,370
Machinery and equipment	6,151,883	630,620	(466,436)	6,316,067
Infrastructure				
Roadway system	94,273,476	355,825	(17,967)	94,611,334
Storm drain system	2,933,748	95,884	-	3,029,632
Parks system	251,434	-	-	251,434
Total capital assets being depreciated	139,994,707	3,463,533	(484,403)	142,973,837
Less accumulated depreciation/amortization for:				
Buildings and improvements	(7,135,406)	(1,700,697)	-	(8,836,103)
Machinery and equipment	(3,264,228)	(542,972)	445,314	(3,361,886)
Infrastructure				
Roadway system	(34,713,360)	(2,116,154)	-	(36,829,514)
Storm drain system	(236,799)	(31,735)	-	(268,534)
Parks system	(62,727)	(5,029)	-	(67,756)
Total accumulated depreciation	(45,412,520)	(4,396,587)	445,314	(49,363,793)
Total capital assets being depreciated net	94,582,187	(933,054)	(39,089)	93,610,044
Governmental activities capital assets, net	$ 145,841,042	$ 4,287,375	$ (10,332,487)	$ 139,795,930

5) CAPITAL ASSETS AND DEPRECIATION, (continued)

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

Governmental activities:		
General government	$	685,637
Public safety		242,266
Public services, including general infrastructure		2,803,433
Parks and recreation		665,251
Total depreciation expense - governmental activities	$	4,396,587

Certain deletions in the capital assets activity schedule shown above could be the result of: reclassifications of assets into a different class of asset, disposal of the assets, and/or transfer of the assets to another government or governmental agency. Such case is of a portion of the Construction in progress transferred to the SARA (see Note 15) on February 1, 2012. If the asset transferred or disposed of is not fully depreciated at the time of the transfer or disposal, these deletions in the asset classes may not be accompanied by a like decrease in the accumulated depreciation for the same asset class.

6) LONG-TERM LIABILITIES

Long-term liability activities for the year ended June 30, 2012, are as follows:

	July 01, 2011 Beginning Balance	Increases	Decreases	February 01, 2012 Transferred to Successor Agency	June 30, 2012 Ending Balance	Due within one year
Governmental activities:						
Bonds payable:						
1999 Tax allocation Bonds	$ 4,995,000	$ -	$ (525,000)	$ (4,470,000)	$ -	$ -
2001 Tax allocation bonds	11,505,000	-	(15,000)	(11,490,000)	-	-
2006 Tax allocation bonds	11,655,000	-	(40,000)	(11,615,000)	-	-
Subtotal bonds payable	28,155,000	-	(580,000)	(27,575,000)	-	-
Plus/(less) deferred amounts: For issuance discount	(276,590)	-	-	276,590	-	-
Total bonds payable	27,878,410	-	(580,000)	(27,298,410)	-	-
Compensated absences	661,562	642,806	(598,203)	-	706,165	353,083
Governmental activities long-term liabilities	$ 28,539,972	$ 642,806	$ (1,178,203)	$ (27,298,410)	* $ 706,165	$ 353,083

* Agrees to beginning balance in Note 15: Schedule of changes in long-term liabilities.

A) 1999 Tax Allocation Bonds

In 1999, the Agency issued $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 in the Redevelopment Agency 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.

6) LONG-TERM LIABILITIES, (continued)

A) 1999 Tax Allocation Bonds, (continued)

The Agency is in compliance with the covenants contained in debt indenture, which require the establishment of certain specific accounts for the 1999 Bonds. The outstanding balance of the bonds was transferred to the Successor Agency on February 1, 2012 as part of the Moorpark Redevelopment Agency dissolution in accordance with ABX1 26 and AB 1484.

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 are deposited in the Redevelopment Agency 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 2001 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 2001 Bonds. The outstanding balance of the bonds was transferred to the Successor Agency on February 1, 2012 as part of the Moorpark Redevelopment Agency dissolution in accordance with AB x1 26 and AB 1484.

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 Redevelopment Agency 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 2006 Bonds. The Agency is in compliance with the covenants contained in the debt indenture, which require the establishment of certain specific accounts for the 2006 Bonds. The outstanding balance of the bonds was transferred to the Successor Agency on February 1, 2012 as part of the Moorpark Redevelopment Agency dissolution in accordance with AB x1 26 and AB 1484.

6) LONG-TERM LIABILITIES, (continued)

D) Employee Compensated Absences

The long-term liability at June 30, 2012 is $706,165 for employee compensated absences. The General Fund is primarily expected to liquidate this liability.

7) AGREEMENTS WITH VARIOUS TAXING AGENCIES

Per Assembly Bill x1 26 Dissolution of Redevelopment Agencies effective February 1, 2012, the County of Ventura Auditor-Controller (Auditor) has been designated as the administrator of the newly establish Redevelopment Property Tax Trust Fund of the former redevelopment agency. Increment property tax revenues that would have been allocated to the Agency will be deposited into this fund and monies in trust will be used to pay for the Auditor's administrative costs, enforceable obligations including passthrough agreements with various taxing agencies and Successor Agency administrative allowance. The same legislation stipulates that the Auditor will be responsible for calculation and distribution of increment property tax due to the taxing agencies.

The Agency has entered into four (4) 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 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.

With respect to the first paragraph, 4.2 percent of the County Taxing Entities share is allocated to the County Library District (County Free Library System). The City 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 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 Moorpark Unified School District (MUSD), and states that the MUSD 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 MUSD'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 MUSD's share of annual tax increment revenue.

7) AGREEMENTS WITH VARIOUS TAXING AGENCIES, (continued)

Per the agreement between the MUSD and the Agency, the distributions to the MUSD 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 MUSD overhead or salary/benefits for regular MUSD employees.

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

The third agreement is with the Ventura County Community College District (VCCCD), and states that the VCCCD should 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 VCCCD'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 VCCCD's share of annual tax increment revenue.

An agreement dated May 1, 2008, between the City and the VCCCD redirects the VCCCD's tax increment allocation. The Agency shall transfer to the City the VCCCD'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 fourth agreement is with the Ventura County Superintendent of Schools Office (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.

8) RETIREMENT PLAN

A) Plan Description

The City contributes to 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 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 2011/12 was 12.192 percent. The 12.192 percent is comprised of 9.539 percent for the cost-sharing pool and 2.653 percent for the payment on the City's side fund. The City paid off the side fund in February 2011. Therefore, the annual required contribution is only the 9.539 percent of the cost sharing pool. 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:

Fiscal Year	Required Contributions	Percent Contributed
2009-10	$ 566,161	100.00%
2010-11	504,158	100.00%
2011-12	488,328	100.00%

9) OTHER POST EMPLOYMENT BENEFITS

Plan Description

The City's defined benefit post-employment 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 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.

For 2012, the City's annual OPEB cost (expense) was $44,215 for MRHP. The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation (asset) for 2012 and the two preceding years were as follows:

THREE-YEAR TREND INFORMATION FOR CERBT

Fiscal Year	Annual OPEB Cost (AOC)	Percentage of OPEB Cost Contributed	Net OPEB Obligation (Asset)
6/30/12	$ 44,215	92%	$ (416,728)
6/30/11	40,122	100%	(420,227)
6/30/10	54,000	100%	(341,000)

9) OTHER POST EMPLOYMENT BENEFITS, (continued)

Annual OPEB Cost and Net OPEB Obligation (Asset) Calculation:

The OPEB Cost and Net OPEB Obligation (Asset) for the fiscal year 2012 was as follows:

	June 30, 2012
Annual required contribution	$ 37,000
Add: Interest on net OPEB obligation	(32,568)
Less: Adjustment to annual required contribution	39,783
Annual OPEB cost (expense)	44,215
Contributions made	(40,716)
Increase in net OPEB obligation	3,499
Net OPEB asset - beginning of year	(420,227)
Net OPEB asset - end of year	$ (416,728)

Funded Status and Funding Progress

The funded status of the plan as of June 30, 2010, according to the most recent actuarial valuation was as follows:

Actuarial Accrued Liability (AAL)	$ 590,000
Actuarial Value of Plan Assets	$ 487,000
Unfunded Actuarial Accrued Liability (UAAL)	$ 103,000
Funded Ratio (Actuarial Value of Plan Assets/AAL)	82.5%
Covered Payroll (Active Plan Members)	$ 5,066,000
UAAL as a Percentage of Covered Payroll	2.0%

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

9) OTHER POST EMPLOYMENT BENEFITS, (continued)

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

Valuation Date	June 30, 2010
Actuarial Cost Method	Entry Age Normal Cost Method
Amortization Method	Level Percent of Payroll
Remaining Amortization Period	15 Years fixed(closed) period for 06/30/2010 Unfunded Liability
Actuarial Assumptions:	
Investment Rate of Retum	7.75% Pre-funded
Projected Salary Increase	Aggregate Increases – 3.25% Merit Increases – CalPERS 1997-2007 Experience Study 4.5%
Health Care Trend Rate	4.50%
General Inflation	3.00%

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 nonprofit 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. On May 31, 2012 these taxable subordinate bonds were refunded for $13,085,000 and $375,000, respectively. The total bonds outstanding at June 30, 2012, totaled $13,225,000.

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, 2012, totaled $14,239,596.

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 $1,330,000 at June 30, 2012.

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. On February 1, 2012 the City issued Community Facilities District No. 97-1 (Carlsberg) Special Tax Refunding Bonds-Series 2012 for $5,720,000 to refund the original 1997 bond issue. The Special Tax Refunding Bonds-Series 2012 bonds mature on September 1, 2027 with interest payable at rates ranging from 2.0 percent to 4.5 percent per annum on March 1, and September 1, of each year commencing September 1, 2012. 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 of the Special Tax Refunding Bonds-Series 2012 is $5,720,000 at June 30, 2012.

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 $23,365,000 at June 30, 2012.

12) RISK MANAGEMENT

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

The City is a member of the 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 coverage. 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.

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

Beginning coverage period 2010/11, the Authority implemented a new funding and cost allocation formula, from retrospective funding model to a prospective funding model and increased the funding estimate goal to 75 percent confidence level. This change aims to improve the Authority's long-term financial viability by sufficiently pre-funding each period to cover expected claims and expenditures. Under the new formula, the General Liability and Workers' Compensation annual contributions are separately calculated for public safety and non-public safety categories based on the member's exposure and experience factors. Exposure factor is determined by the annual reported payroll, with the minimum imputed payroll of $420,000 for the liability formula. Experience factors are defined by loss layer weighting ratio equivalent to 50 percent on the agency's first layer losses ($0 to $30,000 for liability and $0 to $50,000 for worker's compensation) and 50 percent on its second layer of losses ($30,000 to $750,000 for liability and $50,000 to $100,000 for workers' compensation). A credibility weighting component, ranging from 80 percent to 20 percent, is applied to determine the portion of the member's cost attributable to its own loss experience relative to its payroll size. The annual contribution is subject to 0 percent-35 percent volatility band, so that no member will pay more than 35 percent or pay less than prior year amount.

General Liability: Costs of 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: Members retain the first $50,000 of each claim. Losses up to $2,000,000 are pooled by members and excess coverage is purchased by statutory limits. Administrative expenses are paid from the Authority's investment earnings.

12) RISK MANAGEMENT, (continued)

B) Self Insurance Programs of the Authority, (continued)

The Authority owes the City $181,621 from the Workers' Compensation pool and the City received 25 percent or $45,405 refund as a reduction on the 2010/11 annual contribution.

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 $37,087,004. There is a $5,000 per loss deductible. Premiums for the coverage are paid annually and are not subject to retroactive adjustments.

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 $33,254,981. 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 programs 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

A) Net Assets

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

Invested in Capital Assets, net of related debt - 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.

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

B) Fund Balance

The City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* as of June 30, 2011. Fund balances in governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The City considers restricted fund balance to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. Similarly, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the City considers committed amounts to be reduced first, followed by assigned amounts and then unassigned amounts. A City Council Ordinance or Resolution is the formal action that would effectively commit fund balances for a particular purpose.

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

Nonspendable Fund Balance - Amounts that cannot be spent either because they are in nonspendable form or are required to be maintained intact.

Restricted Fund Balance - Amounts that are constrained to specific purposes by state or federal laws, or externally imposed conditions by grantors or creditors.

13) CLASSIFICATION OF NET ASSETS AND FUND BALANCE, (continued)

B) Fund Balance, (continued)

Committed Fund Balance - Amounts that may be specified by the City Council by ordinance or resolution to formally commit part of the City's fund balances or future revenues for a specific purpose(s) or program. To change or repeal any such commitment will require an additional formal City Council's action utilizing the same type of action that was originally used.

Assigned Fund Balance - Amounts that are constrained by the Council's intent to use specified financial resources for specific purposes, but are neither restricted nor committed. It is the policy of the City Council that assignment of fund balances must be approved by the Council prior to the fiscal year end.

Unassigned Fund Balance - These are either residual positive net resources of fund balance in excess of what can properly be classified in one of the other four categories, or negative balances.

The City's governmental fund balances at June 30, 2012, are presented below:

	General	Street and Traffic Safety	Assessment Districts
Nonspendable:			
Prepaid items	$ 43,122	$ -	$ 7,900
Due from Other Funds and Governments	-	-	-
Property held for resale	611,085	-	-
Restricted for:			
Public Services	-	19,304,612	6,030,892
Recreation services	-	-	-
Public Safety	-	-	-
Low and Moderate Income Housing	-	-	-
Committed to:			
Library Services	-	-	-
Assigned to:			
Capital Projects	-	-	-
Unassigned	2,955,878	-	-
Total fund balances	$ 3,610,085	$ 19,304,612	$ 6,038,792

13) CLASSIFICATION OF NET ASSETS AND FUND BALANCE, (continued)

B) Fund Balance, (continued)

	Los Angeles Area of Contribution	Parks/Public Facilites	Low-Mod Income Housing Asset
Nonspendable			
Prepaid items	$ -	$ -	$ -
Due from Other Funds and Governments	177,006	-	-
Property held for resale	-	-	-
Restricted for:			
Public Services	11,585,560	-	-
Rercreation services	-	917,238	-
Public Safety	-	-	-
Low and Moderate Income Housing	-	-	8,314,894
Committed to:			
Library Services	-	-	-
Assigned to:			
Capital Projects	-	-	-
Unassigned	-	-	-
Total fund balances	$ 11,762,566	$ 917,238	$ 8,314,894

13) CLASSIFICATION OF NET ASSETS AND FUND BALANCE, (continued)

B) Fund Balance, (continued)

	Police Facilities Fee	Special Projects	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:				
Prepaid items	$ -	$ -	$ -	$ 51,022
Due from Other Funds and Governments	-	1,000,000	1,870,158	3,047,164
Property held for resale	-	-	-	611,085
Restricted for:				
Public Services	-	-	2,389,485	39,310,549
Rercreation services	-	-	1,752,549	2,669,787
Public Safety	-	-	1,637,368	1,637,368
Low and Moderate Income Housing	-	-	4,012,497	12,327,391
Committed to:				
Library Services	-	-	783,281	783,281
Assigned to:				
Capital Projects	-	25,247,733	5,644,543	30,892,276
Unassigned	(1,870,158)	-	(177,006)	908,714
Total fund balances	$ (1,870,158)	$ 26,247,733	$ 17,912,875	$ 92,238,637

Deficit Fund Balances

The following major governmental fund has a deficit at June 30, 2012:

Police Facilities Fees Capital Projects Fund - $ (1,870,158)

The following non-major governmental fund has a deficit at June 30, 2012:

Tierra Rejada/Spring Road A.O.C. Special Revenue Fund - $ (177,006)

Management expects these deficits to be eliminated through future revenues.

14) COMMITMENTS AND CONTINGENCIES

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.

The estimated amount of construction contract obligations at year-end is $4,217,665. This amount represents all outstanding encumbrances relating to capital projects excluding those funded by the former Redevelopment Agency or the Successor Agency.

B) Contingencies

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.

C) Successor Agency

Deductions (expenses) incurred by the Successor Agency of the former Moorpark Redevelopment Agency for the year ended June 30, 2012 (and subsequent years in which the Successor Agency is in operation) are subject to review by various State agencies and the County in which the Successor Agency resides. If any expenses incurred by the Successor Agency are disallowed by the State agencies or County, the City, acting as the Successor Agency could be liable for the repayment of the disallowed costs from either its own funds or by the State withholding remittances normally paid to the City. The amount, if any, of expenses that may be disallowed by the State agencies or County cannot be determined at this time, although the Successor Agency expects such amounts, if any, to be immaterial. Furthermore, as of June 30, 2012, the Successor Agency of the former Moorpark Redevelopment Agency is subject to several reviews and agreed-upon procedures to be performed on the appropriateness of the dissolution and transfer of assets and liabilities to the Successor Agency as well as a review on any transfers made to the City, County, and/or private parties for the period from January 1, 2011 through June 30, 2012. The result of these reviews and agreed upon procedures could impact the City and its finances if an unfavorable outcome results from them. The amount, if any, for any possible contingency, cannot be determined at this time to be material or not.

15) SUCCESSOR AGENCY PRIVATE-PURPOSE TRUST FUND TO THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF MOORPARK

On December 29, 2011, the California Supreme Court upheld Assembly Bill X1 26, ("the bill") that provides for the dissolution of all redevelopment agencies in the State of California. Most of California cities had established a redevelopment agency that was included in the reporting entity of the city as a blended component unit (since the city council, in many cases, also served as the governing board for those agencies). The Bill provided that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the "Successor Agency" to administer assets, pay and adhere to the provisions of enforceable obligations, and to expeditiously settle the affairs of the dissolved redevelopment agency. If the city declines to accept the role of Successor Agency, other local agencies may elect to perform this role. If no local agency accepts the role of Successor Agency, the Governor is empowered by the Bill to establish a local "designated local authority" to perform this role. On January 4, 2012, the City Council met and created the Successor Agency of the former Redevelopment Agency of the City of Moorpark in accordance with the Bill as part of the City of Moorpark resolution number 2012-3079.

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets could only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable, contractual commitments). In future fiscal years, successor agencies will only be allocated tax increment revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full.

The Bill directs the State Controller of the State of California to review the propriety of any transfers of assets between redevelopment agencies and other private and public bodies that occurred after January 1, 2011. If the body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by the Bill. In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011), all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity on February 1, 2012.

Prior to that date, the final seven months of the activity of the redevelopment agency continued to be reported in the governmental funds of the City of Moorpark. After the date of dissolution, January 31, 2012, the assets, liabilities, and activities of the dissolved redevelopment agency are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City of Moorpark. The private-purpose trust fund keeps its activities under the normal accrual method of accounting.

The transfer of the assets and liabilities of the former redevelopment agency as of February 1, 2012 (effectively the same date as January 31, 2012) from governmental funds to fiduciary funds was reported in the governmental funds as an extraordinary loss (or gain) in the governmental fund financial statements. The receipt of these assets and liabilities was reported in the private-purpose trust fund as an extraordinary gain (or loss) in the fiduciary funds financial statements.

15) SUCCESSOR AGENCY PRIVATE-PURPOSE TRUST FUND TO THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF MOORPARK, (continued)

As part of the FY 2012-13 state budget package, on June 27, 2012, the State of California Legislature passed, and the Governor signed, Assembly Bill 1484, the primary purpose of which is to make technical and substantive amendments to the Dissolution Act based on experience to-date at the state and local level in implementing that act. As a budget "trailer bill," AB 1484 took immediate effect upon signature by the Governor.

In accordance with AB 1484 and in compliance with the California Health & Safety Code, the City of Moorpark elected to be Housing Successor to the housing activities and functions of the former Redevelopment Agency of the City of Moorpark. Accordingly, all housing assets, as define by the Health and safety Code Section 34176 (e), were transfer to the City of Moorpark in a specially created new fund shown as a major fund in 2012 and named "Successor Low-Mod Housing Asset" fund in the governmental funds financial statements.

Because of the different measurement focus of the governmental funds *(current financial resources measurement focus)* and the measurement focus of the trust funds *(economic resources measurement focus)* the extraordinary loss (gain) recognized in the governmental funds will not be the same amount as the extraordinary gain (loss) that will be recognized in the fiduciary fund financial statements.

The difference between the extraordinary loss recognized in the fund financial statements and the extraordinary loss recognized in the fiduciary fund-private purpose trust financial statements is reconciled as follows:

Total extraordinary loss reported in the governmental funds statements	$	19,553,234
Add: Capital assets previously recorded in the government-wide financial statements		6,958,581
Add: Deferred charges previously recorded in the government-wide financial statements		429,750
Less: Long-term debt previously reported in the government-wide financial statements		(27,298,410)
Total extraordinary loss reported in the private-purpose trust fund statement	$	(356,845)

15) SUCCESSOR AGENCY PRIVATE-PURPOSE TRUST FUND TO THE FORMER REDEVELOPMENT AGENCY OF THE CITY OF MOORPARK, (continued)

Schedule of changes in long-term liabilities for the period from February 1, 2012 to June 30, 2012

	February 1, 2012 Transferred from Redevelopment Agency	Increases	Decreases	June 30, 2012 Ending Balance	Due within one year
Successor agency					
Bonds payable:					
1999 Tax allocation bonds	$ 4,470,000	$ -	$ -	$ 4,470,000	$ 550,000
2001 Tax allocation bonds	11,490,000	-	-	11,490,000	20,000
2006 Tax allocation bonds	11,615,000	-	-	11,615,000	35,000
Subtotal bonds payable	27,575,000	-	-	27,575,000	605,000
Plus/(less) deferred amounts:					
For issuance discount	(276,590)	-	10,847	(265,743)	-
Successor agency long-term liabilities	$ 27,298,410	$ -	$ 10,847	$ 27,309,257	$ 605,000

Combined annual debt service requirements to maturity for all bonds are as follows:

Year Ending	Principal	Interest	Total
2013	$ 605,000	$ 1,309,333	$ 1,914,333
2014	635,000	1,280,243	1,915,243
2015	665,000	1,249,820	1,914,820
2016	700,000	1,201,889	1,901,889
2017	730,000	1,185,113	1,915,113
2018-2022	3,745,000	5,382,572	9,127,572
2023-2027	4,410,000	4,407,136	8,817,136
2028-2032	5,645,000	3,171,361	8,816,361
2033-2037	7,130,000	1,686,561	8,816,561
2038-2039	3,310,000	218,749	3,528,749
Total	$ 27,575,000	$ 21,092,777	$ 48,667,777

16) RESTATEMENT OF FUND BALANCES

The beginning fund balance shown in the Statement of Activities of the Government-wide statements was restated as a result of the recording of an OPEB asset at the beginning of the fiscal year 2012, the recognition of deferred revenue from prior periods, and the portion of Land held for resale converted to Capital assets from the former MRA. The restatements were done to comply with the requirements of Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* and to record a long-term note receivable from prior year in the City statements.

The beginning fund balances shown in the Statement of Revenues, Expenditures and Changes in Fund Balance of the General fund, the Redevelopment Agency Operating fund, and the Redevelopment Agency Capital Projects fund were restated as the correction and recording of Property held for resale at the beginning of the fiscal year 2012 in the General fund that was being mistakenly reported in the MRA Operating and MRA Capital Projects funds, and to adjust beginning fund balances as appropriate. Portion of these assets are classified as capital assets in the City financial statements.

The beginning fund balances were restated as follows:

Government-wide statements		
Statement of Activities		
Net Assets - Beginning of the Year - prior to restatement	$	231,898,610
Capital Assets - Dissolved MRA - adjustment		(663,937)
OPEB Obligation - adjustment		420,227
Deferred Loan - adjustment		1,176,500
Net Assets - Beginning of the Year - as restated	$	232,831,400
Governmental Funds		
Statement of Revenues, Expenditures and Changes in Fund Balances		
General Fund		
Net Assets - Beginning of the Year - prior to restatement	$	3,000,000
Land Held for Resale - asset adjustment		611,085
Beginning Fund Balance - as restated	$	3,611,085
Redevelopment Agency - Operating		
Fund Balance - Beginning of the Year - prior to restatement	$	7,005,294
Land Held for Resale - asset adjustment		(986,020)
Fund Balance - Beginning of the Year - as restated	$	6,019,274
Redevelopment Agency - Capital Projects		
Fund Balance - Beginning of the Year - prior to restatement	$	13,256,633
Land Held for Resale - asset adjustment		(289,002)
Fund Balance - Beginning of the Year - as restated	$	12,967,631

REQUIRED SUPPLEMENTARY INFORMATION

Required Supplementary Information
City of Moorpark
Budgetary Comparison Schedule - General Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Property Taxes				
Current Secured	$ 3,150,000	$ 3,150,000	$ 3,096,832	$ (53,168)
Current Unsecured	40,000	115,000	115,040	40
Prior year Secured-Unsecured	10,000	10,000	4,775	(5,225)
Supplemental Secured-Unsecured	75,000	35,000	39,375	4,375
Real Property Transfer Tax	100,000	100,000	138,796	38,796
Homeowners Property Exemption	45,000	45,000	39,284	(5,716)
Parcel Tax	140,000	175,000	186,010	11,010
Property Taxes - VLF	2,900,000	2,880,000	2,880,212	212
Other Property Taxes	-	-	442,951	442,951
Total Property Taxes	6,460,000	6,510,000	6,943,275	433,275
Sales Taxes				
Sales and use tax	2,500,000	2,600,000	2,622,419	22,419
Sales tax compensation	825,000	857,000	857,217	217
Total Sales Taxes	3,325,000	3,457,000	3,479,636	22,636
Franchise Fees				
Cable TV	400,000	400,000	417,118	17,118
Edison	300,000	300,000	277,067	(22,933)
Gas	100,000	100,000	94,596	(5,404)
Oil	-	-	2,742	2,742
PEG Fees	30,000	30,000	48,601	18,601
GI Rubbish	185,000	185,000	198,330	13,330
Moorpark Rubbish	100,000	100,000	124,892	24,892
Landfill local impact fee	50,000	50,000	59,511	9,511
CIWMP Fees	10,000	10,000	8,884	(1,116)
Total Franchise Fees	1,175,000	1,175,000	1,231,741	56,741
Licenses and Permits				
Business Registration	125,000	125,000	125,428	428
Filming Permits	7,000	2,000	10,300	8,300
Miscellaneous Business Permits	-	-	1,119	1,119
NPDES Business Inspection Fees	13,500	13,500	5,654	(7,846)
Total Licenses and Permits	145,500	140,500	142,501	2,001

CONTINUED

Required Supplementary Information
City of Moorpark
Budgetary Comparison Schedule - General Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Fines and Forfeitures				
Municipal Codes Fines	200,000	200,000	265,382	65,382
Animal Control Fines	2,000	2,000	515	(1,485)
Forfeitures and Penalties	2,000	2,000	-	(2,000)
Total Fines and Forfeitures	204,000	204,000	265,897	61,897
Use of Money and Property				
Investment Earnings	350,000	350,000	381,145	31,145
Rents and Concessions	188,095	188,095	118,791	(69,304)
Interest/City-MRA Advance	150,000	-	-	-
Total Use of Money and Property	688,095	538,095	499,936	(38,159)
Charges for Services				
Other Administrative Services	80,000	80,000	237,270	157,270
Administrative Fees	306,500	179,000	214,768	35,768
Park and Facility Use Fee	70,000	70,000	67,914	(2,086)
Contract Class Registration Fees	137,000	215,000	233,435	18,435
League Fees	125,000	125,000	111,518	(13,482)
Recreation Events Fees	281,300	281,300	277,964	(3,336)
Other Recreation Fees	-	-	3,887	3,887
Advertising in Brochure	8,000	8,000	8,755	755
Other Community Services Fees	2,000	2,000	549	(1,451)
Photocopying	1,000	1,000	1,104	104
Sale of Documents	1,000	1,000	767	(233)
Special Police Department Services	30,000	30,000	49,660	19,660
NSF Fees and Charges	1,000	1,000	976	(24)
Planning Time Charges	-	-	2,126	2,126
Total Charges for Services	1,042,800	993,300	1,210,693	217,393
Intergovernmental				
Motor Vehicle in Lieu	75,000	75,000	18,590	(56,410)
Other State Funds	20,000	20,000	22,119	2,119
County Grants	10,000	10,000	21,809	11,809
Other Federal Revenue Grants	3,000	3,000	16,647	13,647
Total Intergovernmental	108,000	108,000	79,165	(28,835)

CONTINUED

Required Supplementary Information
City of Moorpark
Budgetary Comparison Schedule - General Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Other Revenues				
Cost Plan Revenues	2,191,800	2,191,800	-	(2,191,800)
Other Loans Payoff	-	900,000	-	(900,000)
Contributions-Donations	10,000	10,000	8,732	(1,268)
Revenues not classified elsewhere	15,000	15,000	11,417	(3,583)
Expense Reimursements	75,000	75,000	67,933	(7,067)
Restitutions-Insurance Proceeds	20,000	20,000	113,184	93,184
Total Other Revenues	2,311,800	3,211,800	201,266	(3,010,534)
Total revenues	15,460,195	16,337,695	14,054,110	(2,283,585)
EXPENDITURES				
General government	1,039,641	1,114,781	886,262	228,519
Public safety	6,395,537	6,395,537	6,173,964	221,573
Public services	1,643,054	2,224,977	1,845,732	379,245
Parks and recreation	1,621,852	1,768,399	1,551,591	216,808
Capital Outlay	200,404	395,718	83,538	312,180
Total expenditures	10,900,488	11,899,412	10,541,087	1,358,325
Excess (deficiency) of revenues over expenditures	4,559,707	4,438,283	3,513,023	(925,260)
OTHER FINANCING SOURCES (USES)				
Transfers in	26,000	26,000	6,533	(19,467)
Transfers out	(2,390,116)	(2,367,906)	(3,520,556)	(1,152,650)
Total other financing sources (uses)	(2,364,116)	(2,341,906)	(3,514,023)	(1,172,117)
Net change in fund balance	2,195,591	2,096,377	(1,000)	(2,097,377)
Fund balance, beginning of year, restated	3,611,085	3,611,085	3,611,085	-
Fund balance, end of year	$ 5,806,676	$ 5,707,462	$ 3,610,085	$ (2,097,377)

Required Supplementary Information
City of Moorpark
Budgetary Comparison Schedule - Street and Traffic Safety - Special Revenue Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of Money and Property				
Investment Earnings	$ 243,000	$ 243,000	$ 253,004	$ 10,004
Total Use of Money and Property	243,000	243,000	253,004	10,004
Charges for Services				
Other Development Fees	1,186,281	1,186,281	265,170	(921,111)
Total Charges for Services	1,186,281	1,186,281	265,170	(921,111)
Other Revenues				
Restitutions-Insurance Proceeds	-	-	3,865	3,865
Total Other Revenues	-	-	3,865	3,865
Total revenues	1,429,281	1,429,281	522,039	(907,242)
EXPENDITURES				
Public services	259,571	259,571	230,243	29,328
Capital Outlay	4,006,029	4,453,962	307,367	4,146,595
Total expenditures	4,265,600	4,713,533	537,610	4,175,923
Excess (deficiency) of revenues over expenditures	(2,836,319)	(3,284,252)	(15,571)	3,268,681
OTHER FINANCING SOURCES (USES)				
Transfers out	(50,000)	(50,000)	(13,960)	36,040
Total other financing sources (uses)	(50,000)	(50,000)	(13,960)	36,040
Net change in fund balance	(2,886,319)	(3,334,252)	(29,531)	3,304,721
Fund balance, beginning of year	19,334,143	19,334,143	19,334,143	-
Fund balance, end of year	$ 16,447,824	$ 15,999,891	$ 19,304,612	$ 3,304,721

Required Supplementary Information
City of Moorpark
Budgetary Comparison Schedule - Assessment Districts - Special Revenue Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of Money and Property				
Investment Earnings	$ 85,000	$ 85,000	$ 84,360	$ (640)
Total Use of Money and Property	85,000	85,000	84,360	(640)
Charges for Services				
Tennis-Basketball Court Lightning	6,400	6,400	7,491	1,091
Total Charges for Services	6,400	6,400	7,491	1,091
Special Benefit Assessment				
SBA - Street Lightning	244,300	244,300	252,408	8,108
SBA - Landscape Maintenance	1,090,300	1,090,300	1,106,596	16,296
SBA - Storm Drain Maintenance	9,400	9,400	9,395	(5)
SBA - Park Maintenance	710,000	710,000	721,875	11,875
Total Intergovernmental	2,054,000	2,054,000	2,090,274	36,274
Other Revenues				
Expense Reimursements	18,000	28,800	43,238	14,438
Total Other Revenues	18,000	28,800	43,238	14,438
Total revenues	2,163,400	2,174,200	2,225,363	51,163
EXPENDITURES				
Public service	411,102	411,102	375,297	35,805
Parks and recreation	4,614,782	4,669,383	3,483,566	1,185,817
Capital Outlay	34,000	280,991	76,658	204,333
Total expenditures	5,059,884	5,361,476	3,935,521	1,425,955
Excess (deficiency) of revenues over expenditures	(2,896,484)	(3,187,276)	(1,710,158)	1,477,118
OTHER FINANCING SOURCES (USES)				
Transfers in	1,698,982	1,639,180	1,395,717	(243,463)
Total other financing sources (uses)	1,698,982	1,639,180	1,395,717	(243,463)
Net change in fund balance	(1,197,502)	(1,548,096)	(314,441)	1,233,655
Fund balance, beginning of year	6,353,233	6,353,233	6,353,233	-
Fund balance, end of year	$ 5,155,731	$ 4,805,137	$ 6,038,792	$ 1,233,655

Required Supplementary Information
City of Moorpark
Budgetary Comparison Schedule - Los Angeles Area of Contribution - Special Revenue Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of Money and Property				
Investment Earnings	$ 144,000	$ 144,000	$ 152,436	$ 8,436
Total Use of Money and Property	144,000	144,000	152,436	8,436
Charges for Services				
Area of Contribution Fee	194,233	194,233	7,807	(186,426)
Total Charges for Services	194,233	194,233	7,807	(186,426)
Total revenues	338,233	338,233	160,243	(177,990)
EXPENDITURES				
Public services	35,000	35,000	1,298	33,702
Capital Outlay	6,024,113	7,083,670	117,660	6,966,010
Total expenditures	6,059,113	7,118,670	118,958	6,999,712
Excess (deficiency) of revenues over expenditures	(5,720,880)	(6,780,437)	41,285	6,821,722
OTHER FINANCING SOURCES (USES)				
Transfers out	(57,000)	(57,000)	(12,700)	44,300
Total other financing sources (uses)	(57,000)	(57,000)	(12,700)	44,300
Net change in fund balance	(5,777,880)	(6,837,437)	28,585	6,866,022
Fund balance, beginning of year	11,733,981	11,733,981	11,733,981	-
Fund balance, end of year	$ 5,956,101	$ 4,896,544	$ 11,762,566	$ 6,866,022

Required Supplementary Information
City of Moorpark
Budgetary Comparison Schedule - Park/Public Facilities - Special Revenue Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of Money and Property				
Investment Earnings	$ 25,000	$ 25,000	$ 26,147	$ 1,147
Total Use of Money and Property	25,000	25,000	26,147	1,147
Charges for Services				
Rents and Concessions	-	38,000	37,543	(457)
Trees-Landscape Fees	650	650	926	276
Library Facilities Fees	63,128	63,128	13,885	(49,243)
Fees in Lieu of Park Land	88,900	88,900	100,000	11,100
Other Development Fees	10,000	10,000	11,261	1,261
Total Charges for Services	162,678	200,678	163,615	(37,063)
Total revenues	187,678	225,678	189,762	(35,916)
EXPENDITURES				
Public services	25,000	25,000	2,969	22,031
Parks and recreation	-	-	3,800	(3,800)
Capital Outlay	164,676	164,676	10,930	153,746
	-			
Total expenditures	189,676	189,676	17,699	171,977
Net change in fund balance	(1,998)	36,002	172,063	136,061
Fund balance, beginning of year	745,175	745,175	745,175	-
Fund balance, end of year	$ 743,177	$ 781,177	$ 917,238	$ 136,061

Required Supplementary Information
City of Moorpark
Budgetary Comparison Schedule - MRA Low and Moderate Income Housing - Special Revenue Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Property Taxes				
Tax Increment Secured	$ 1,140,000	$ 1,140,000	$ 263,496	$ (876,504)
Tax Increment Unsecured	185,000	185,000	116,196	(68,804)
Other Property Taxes	5,000	5,000	4,484	(516)
Total Property Taxes	1,330,000	1,330,000	384,176	(945,824)
Use of Money and Property				
Investment Earnings	2,000	2,000	379	(1,621)
Contributions	33,000	33,000	10,850	(22,150)
Total Use of Money and Property	35,000	35,000	11,229	(23,771)
Other Revenues				
Reimbursements	-	-	41	41
Total Other Revenues	-	-	41	41
Total revenues	1,365,000	1,365,000	395,446	(969,554)
EXPENDITURES				
Public services	342,524	342,584	147,774	194,810
Capital Outlay	58,798	75,775	4,027	71,748
Debt service:				
Principal	16,000	16,000	-	16,000
Interest	20,000	20,000	20,000	-
Total expenditures	437,322	454,359	171,801	282,558
Excess (deficiency) of revenues over expenditures	927,678	910,641	223,645	(686,996)
OTHER FINANCING SOURCES (USES)				
Transfers out	(151,142)	(151,142)	(151,142)	-
Total other financing sources (uses)	(151,142)	(151,142)	(151,142)	-
Extraordinary Item				
Gain(Loss) on Dissolution of MRA	-	-	(8,318,904)	(8,318,904)
Net change in fund balance	776,536	759,499	(8,246,401)	(9,005,900)
Fund balance, beginning of year, restated	8,246,401	8,246,401	8,246,401	-
Fund balance, end of year	$ 9,022,937	$ 9,005,900	$ -	$ (9,005,900)

Required Supplementary Information
City of Moorpark
Budgetary Comparison Schedule - MRA Operating - Special Revenue Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Property Taxes				
Tax Increment Secured	$ 2,810,000	$ 2,810,000	$ 1,111,294	$ (1,698,706)
Tax Increment Unsecured	740,000	740,000	464,785	(275,215)
Other Property Taxes	20,000	20,000	17,935	(2,065)
Total Property Taxes	3,570,000	3,570,000	1,594,014	(1,975,986)
Use of Money and Property				
Investment Earnings	24,000	24,000	5,447	(18,553)
Rents and Concessions	51,000	51,000	50,375	(625)
Total Use of Money and Property	75,000	75,000	55,822	(19,178)
Other Revenues				
Tickets Sales	130,000	130,000	75,948	(54,052)
Loans Payoffs	-	-	900,000	900,000
Miscellaneous	10,000	10,000	2,050	(7,950)
Revenues not Classified Elsewhere	3,000	3,000	2,000	(1,000)
Expense Reimbursements	-	-	1,174	1,174
Restitutions-Insurance Proceeds	-	-	45	45
Total Other Revenues	143,000	143,000	981,217	838,217
Total revenues	3,788,000	3,788,000	2,631,053	(1,156,947)
EXPENDITURES				
Public services	3,887,000	3,887,000	1,104,526	2,782,474
Capital Outlay	178,244	174,901	1,283,409	(1,108,508)
Total expenditures	4,065,244	4,061,901	2,387,935	1,673,966
Excess (deficiency) of revenues over expenditures	(277,244)	(273,901)	243,118	517,019
OTHER FINANCING SOURCES (USES)				
Transfers out	(11,000)	(11,000)	(29,620)	(18,620)
Total other financing sources (uses)	(11,000)	(11,000)	(29,620)	(18,620)
Extraordinary Item				
Gain(Loss) on Dissolution of MRA	-	-	(6,232,772)	(6,232,772)
Net change in fund balance	(288,244)	(284,901)	(6,019,274)	(5,734,373)
Fund balance, beginning of year	6,019,274	6,019,274	6,019,274	-
Fund balance, end of year	$ 5,731,030	$ 5,734,373	$ -	$ (5,734,373)

City of Moorpark
Schedule of Funding Progress for MRHP
Year Ended June 30, 2012

Schedule of Funding Progress for MRHP (Amounts in 000's)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Entry age Actuarial Accrued Liability (b)	Unfunded Actuarial Accrued Liability (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a % of Covered Payroll ((b-a)/c)
6/30/2008	$ -	$ 364	$ 364	0.0%	$ 4,519	8.1%
6/30/2010	487	590	103	82.5%	5,066	2.0%

GASB 45 was implemented prospectively in fiscal year 2009. There were no previous actuarial valuations. As of June 30, 2012 the City of Moorpark is in the process of obtaining a new actuarial valuation for the plan.

Budgetary Accounting

The City adopts an annual budget on a basis consistent with GAAP for all governmental funds. The City Manager is required to prepare and submit to the City Council the annual budget of the City and administer it thereafter. All annual appropriations lapse at fiscal year-end. Throughout the year, the City Council made several supplementing budgetary adjustments to various funds. These adjustments resulted in a net appropriation increase of $4,774,642. This increase resulted primarily from additional appropriations to various construction in progress projects, acquisition of property, prepayments of certain liabilities and rebudgeted projects and amounts carried over from Fiscal Year 2010/11 as continuing appropriations.

Budget to Actual Schedules

The City does not present a Budgetary Comparison Schedule for the following major Special Revenue Governmental Fund:

- *Low and Moderate Income Housing Asset Special Revenue Fund*: This is a new special revenue fund created to retain the housing assets of the dissolved Redevelopment Agency. The City of Moorpark did not prepare a budget for this fund.

SUPPLEMENTARY INFORMATION

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – Police Facilities Fee – Capital Projects Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Maintenance Assessments	$ 72,501	$ 72,501	$ 16,432	$ (56,069)
Total revenues	72,501	72,501	16,432	(56,069)
EXPENDITURES				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	72,501	72,501	16,432	(56,069)
Net change in fund balance	72,501	72,501	16,432	(56,069)
Fund balance (deficit), beginning of year	(1,886,590)	(1,886,590)	(1,886,590)	-
Fund balance, end of year	$ (1,814,089)	$ (1,814,089)	$ (1,870,158)	$ (56,069)

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – MRA Capital Projects – Capital Projects Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of Money and Property	$ 15,000	$ 15,000	$ 13,775	$ (1,225)
Other Revenue	5,600,000	5,600,000	-	(5,600,000)
Total revenues	5,615,000	5,615,000	13,775	(5,601,225)
EXPENDITURES				
Capital Outlay	9,785,193	11,150,680	2,200,636	8,950,044
Total expenditures	9,785,193	11,150,680	2,200,636	8,950,044
Excess (deficiency) of revenues over expenditures	(4,170,193)	(5,535,680)	(2,186,861)	3,348,819
OTHER FINANCING SOURCES (USES)				
Transfers out	(42,000)	(42,000)	-	42,000
Total other financing sources (uses)	(42,000)	(42,000)	-	42,000
Extraordinary Item				
Gain(loss) on Dissolution of MRA	-	-	(10,780,770)	(10,780,770)
Net change in fund balance	(4,212,193)	(5,577,680)	(12,967,631)	(7,389,951)
Fund balance, beginning of year, restated	12,967,631	12,967,631	12,967,631	-
Fund balance, end of year	$ 8,755,438	$ 7,389,951	$ -	$ (7,389,951)

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – Special Projects – Capital Projects Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of Money and Property	$ -	$ -	$ 3,800	$ 3,800
Total revenues	-	-	3,800	3,800
EXPENDITURES				
Capital Outlay	2,700,000	2,690,830	-	2,690,830
Total expenditures	2,700,000	2,690,830	-	2,690,830
Excess (deficiency) of revenues over expenditures	(2,700,000)	(2,690,830)	3,800	2,694,630
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	1,500,523	1,500,523
Total other financing sources (uses)	-	-	1,500,523	1,500,523
Net change in fund balance	(2,700,000)	(2,690,830)	1,504,323	4,195,153
Fund balance, beginning of year	24,743,410	24,743,410	24,743,410	-
Fund balance, end of year	$ 22,043,410	$ 22,052,580	$ 26,247,733	$ 4,195,153

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – MRA Debt Service – Debt Service Fund
Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Taxes	$ 1,752,794	$ 1,752,794	$ 1,410,874	$ (341,920)
Use of money and property	3,000	3,000	16,244	13,244
Total revenues	1,755,794	1,755,794	1,427,118	(328,676)
EXPENDITURES				
Debt service:				
Principal	580,000	580,000	580,000	-
Interest	1,323,794	1,323,794	668,825	654,969
Total expenditures	1,903,794	1,903,794	1,248,825	654,969
Excess (deficiency) of revenues over expenditures	(148,000)	(148,000)	178,293	326,293
OTHER FINANCING SOURCES (USES)				
Transfers in	151,142	151,142	151,142	-
Total other financing sources (uses)	151,142	151,142	151,142	-
Extraordinary Item				
Gain(loss) on Dissolution of MRA	-	-	(2,539,692)	(2,539,692)
Net change in fund balance	3,142	3,142	(2,210,257)	(2,213,399)
Fund balance, beginning of year	2,210,257	2,210,257	2,210,257	-
Fund balance, end of year	$ 2,213,399	$ 2,213,399	$ -	$ (2,213,399)

City of Moorpark
Non-Major Governmental Funds
June 30, 2012

SPECIAL REVENUE FUNDS

Library Services Fund – is used to account for the financial resources for the operation of the City's public library system. Sources of revenue are a percentage of property taxes, library fines, federal and state grant funds, gifts, donations and fees for services.

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

Affordable Housing Fund (City) - is used to account for grants used for development of affordable housing units. Sources of revenue are development fees and rental income.

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

Community Development Fund - is used to account for planning, development, public works and engineering related expenditures. Sources of revenues are from service fees collected from issuance of various types of permits, plan checks, improvement inspections and other miscellaneous items.

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. Sources of revenue are development fees. The City does not present a Budget to Actual schedule for this fund.

Casey/Gabbert Road A.O.C Fund - is used to account for the financial resources for capital projects related to streets and other improvements within the Casey & Gabbert project area. Sources of revenue are development fees.

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. Sources of revenue are development fees. The City does not present a Budget to Actual schedule for this fund.

State Gas Tax Fund - is used to account for fees used for street maintenance, right-of-way acquisition and street construction. Source of revenue is gas tax money collected by the State of California.

Proposition 1B Local Streets and Roads Fund – is used to account for funds received from the State of California for specific transportation programs. Source of revenue is Prop 1B bond proceeds distributed by the State of California.

Art in Public Places Fund - is used to account for fees used for public facilities improvements, most recently the Veterans' Memorial. Source of revenue is development fees.

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. Source of revenue is the State of California selling Prop 1B bonds.

SPECIAL REVENUE FUNDS, (continued)

State and Federal Assistance Fund - is used to account for Federal and State grants used for the construction of streets and related improvements and helps fund law enforcement. Sources of funds are federal and state grants.

Local Transportation Transit Fund - is used to account for fees spent on local transportation operations, maintenance and related programs. Sources of revenue include Ventura County 8C funding, the Federal Transportation Administration grant funding and bus fares.

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. Sources of revenue are AB939 fees from rubbish operators, compost bin sales, the California Beverage Container grant, and the Used Oil Recycling grant.

CAPITAL PROJECTS FUNDS

Capital Projects Fund – is used to account for financial resources used for major capital projects of the general government operations. Sources of revenue are the Ventura Community College District tax increment pass through fees and interest.

Moorpark Highlands Fund - is used to accounts for the remaining bond proceeds issued for the construction of certain public facilities for the benefit of the Community Facilities District 2004-01. The City does not present a Budget to Actual schedule for this fund

City Hall Building Fund - is used to account for the funds used to build the new Civic Center Complex. Original source of revenue was transfer from the Endowment Fund; current revenue source is interest earnings.

Equipment Replacement Fund - is used to account for the funds used to replace city equipment and vehicles. Sources of revenue are interest earnings and transfers from the General Fund.

City of Moorpark
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2012

	Special Revenue Funds		
	Library Services	Traffic Safety	City Affordable Housing
ASSETS			
Cash and investments	$ 836,711	$ 636,790	$ 3,958,053
Cash and investments with fiscal agent	-	-	-
Receivables:			
Accounts	111	28,660	-
Notes and loans	-	-	243,196
Due from other funds	-	-	-
Prepaid items	-	-	5,200
Property held for resale	-	-	55,573
Total assets	$ 836,822	$ 665,450	$ 4,262,022
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	$ 53,541	$ 7,077	$ 6,329
Due to other funds	-	-	-
Deferred revenues	-	-	-
Deferred loans	-	-	243,196
Total liabilities	53,541	7,077	249,525
Fund balances:			
Nonspendable	-	-	-
Restricted	-	658,373	4,012,497
Committed	783,281	-	-
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	783,281	658,373	4,012,497
Total liabilities and fund balances	$ 836,822	$ 665,450	$ 4,262,022

Special Revenue Funds				
Endowment Fund	Community Development	Tierra Rejada/ Spring Road A.O.C.	Casey/Gabbert A.O.C.	Freemount Storm Drain A.O.C.
$ 1,524,650	$ 102,507	$ -	$ 88,460	$ 15,483
-	-	-	-	-
-	1,359	-	-	-
6,500	-	-	-	-
1,870,158	-	-	-	-
-	-	-	-	-
-	-	-	-	-
$ 3,401,308	$ 103,866	$ -	$ 88,460	$ 15,483
$ -	$ 103,866	$ -	$ -	$ -
-	-	177,006	-	-
-	-	-	-	-
6,500	-	-	-	-
6,500	103,866	177,006	-	-
1,870,158	-	-	-	-
-	-	-	88,460	15,483
-	-	-	-	-
1,524,650	-	-	-	-
-	-	(177,006)	-	-
3,394,808	-	(177,006)	88,460	15,483
$ 3,401,308	$ 103,866	$ -	$ 88,460	$ 15,483

City of Moorpark
Combining Balance Sheet, (continued)
Non-Major Governmental Funds
June 30, 2012

	Special Revenue Funds		
	State Gas Tax	Prop 1B Local Streets and Roads	Art in Public Places
ASSETS			
Cash and investments	$ 886,273	$ 585,692	$ 1,752,549
Cash and investments with fiscal agent	-	-	-
Receivables:			
Accounts	114,475	-	-
Notes	-	-	-
Due from other funds	-	-	-
Prepaid items	-	-	-
Property held for resale	-	-	-
Total assets	$ 1,000,748	$ 585,692	$ 1,752,549
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	$ 21,753	$ -	$ -
Due to other funds	-	-	-
Deferred revenues	-	-	-
Deferred loans	-	-	-
Total liabilities	21,753	-	-
Fund balances:			
Nonspendable	-	-	-
Restricted	978,995	585,692	1,752,549
Committed	-	-	-
Assigned		-	-
Unassigned	-	-	-
Total fund balances	978,995	585,692	1,752,549
Total liabilities and fund balances	$ 1,000,748	$ 585,692	$ 1,752,549

Special Revenue Funds				Total
Prop 1B Safety and Security	State and Federal Assistance	Local Transportation Transit	Solid Waste	Special Revenue
$ -	$ 565,444	$ 68,836	$ 1,018,915	$ 12,040,363
-	-	-	-	-
-	25,000	159,085	22,351	351,041
-	-	-	-	249,696
-	-	-	-	1,870,158
-	-	-	-	5,200
-	-	-	-	55,573
$ -	$ 590,444	$ 227,921	$ 1,041,266	$ 14,572,031
$ -	$ 14,780	$ 43,530	$ 53,334	$ 304,210
-	13,513	-	-	190,519
-	34,624	-	-	34,624
-	-	-	-	249,696
-	62,917	43,530	53,334	779,049
-	-	-	-	1,870,158
-	527,527	184,391	987,932	9,791,899
-	-	-		783,281
-	-	-	-	1,524,650
-	-	-	-	(177,006)
-	527,527	184,391	987,932	13,792,982
$ -	$ 590,444	$ 227,921	$ 1,041,266	$ 14,572,031

City of Moorpark
Combining Balance Sheet, (continued)
Non-Major Governmental Funds
June 30, 2012

	Capital Projects		
	Capital Projects	Moorpark Highlands Improvement	City Hall Building
ASSETS			
Cash and investments	$ 92,353	$ -	$ 3,723,256
Cash and investments with fiscal agent	-	2,844	-
Receivables:			
Accounts	-	-	-
Notes	-	-	-
Due from other funds	-	-	-
Prepaid items	-	-	-
Property held for resale	-	-	-
Total assets	$ 92,353	$ 2,844	$ 3,723,256
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	$ -	$ -	$ 37,218
Due to other funds	-	-	-
Deferred revenues	-	-	-
Deferred loans	-	-	-
Total liabilities	-	-	37,218
Fund balances:			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	-	-	-
Assigned	92,353	2,844	3,686,038
Unassigned	-	-	-
Total fund balances	92,353	2,844	3,686,038
Total liabilities and fund balances	$ 92,353	$ 2,844	$ 3,723,256

Capital Projects	Total	Total
Equipment Replacement	Capital Projects Funds	NonMajor Governmental Funds
$ 338,658	$ 4,154,267	$ 16,194,630
-	2,844	2,844
-	-	351,041
-	-	249,696
-	-	1,870,158
-	-	5,200
-	-	55,573
$ 338,658	$ 4,157,111	$ 18,729,142
$ -	$ 37,218	$ 341,428
-	-	190,519
-	-	34,624
-	-	249,696
	-	
	37,218	816,267
	-	
-	-	1,870,158
-	-	9,791,899
-	-	783,281
338,658	4,119,893	5,644,543
-	-	(177,006)
338,658	4,119,893	17,912,875
$ 338,658	$ 4,157,111	$ 18,729,142

City of Moorpark
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Non-Major Governmental Funds
Year Ended June 30, 2012

	Special Revenue Funds		
	Library Services	Traffic Safety	City Affordable Housing
REVENUES			
Taxes	$ 823,826	$ -	$ -
Licenses and permits	-	-	-
Fines and forfeitures	17,760	159,445	-
Use of money and property	2,243	8,419	51,978
Charges for services	8,811	-	113,504
Intergovernmental	7,500	-	-
Maintenance assessments	-	-	-
Other revenue	-	-	105,349
Total revenues	860,140	167,864	270,831
EXPENDITURES			
Current:			
Public safety	-	193,101	-
Public services	872,067	-	142,402
Capital Outlay	-	-	-
Total expenditures	872,067	193,101	142,402
Excess (deficiency) of revenues over expenditures	(11,927)	(25,237)	128,429
OTHER FINANCING SOURCES (USES)			
Transfers in	-	2,653	-
Transfers out	-	-	-
Total other financing sources (uses)	-	2,653	-
Net change in fund balances	(11,927)	(22,584)	128,429
Fund balances, beginning of year	795,208	680,957	3,884,068
Fund balances, end of year	$ 783,281	$ 658,373	$ 4,012,497

Special Revenue Funds				
Endowment Fund	Community Development	Tierra Rejada/ Spring Road A.O.C.	Casey/Gabbert A.O.C.	Freemount Storm Drain A.O.C.
$ -	$ -	$ -	$ -	$ -
-	418,939	-	-	-
-	3,324	-	-	-
93,274	1,077	-	1,166	203
129,495	442,866	-	2,030	-
-	-	-	-	-
-	-	-	-	-
-	1,477	-	-	-
222,769	867,683	-	3,196	203
-	-	-	-	-
-	1,931,381	-	-	-
95,106	-	-	-	-
95,106	1,931,381	-	-	-
127,663	(1,063,698)	-	3,196	203
-	913,813	-	-	-
(5,070)	-	-	-	-
(5,070)	913,813	-	-	-
122,593	(149,885)	-	3,196	203
3,272,215	149,885	(177,006)	85,264	15,280
$ 3,394,808	$ -	$ (177,006)	$ 88,460	$ 15,483

City of Moorpark
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance, (continued)
Non-Major Governmental Funds
Year Ended June 30, 2012

	Special Revenue		
	State Gas Tax	Prop 1B Local Streets and Roads	Art in Public Places
REVENUES			
Taxes	$ -	$ -	$ -
Licenses and permits	90	-	-
Fines and forfeitures	-	-	-
Use of money and property	-	7,684	22,639
Charges for services	1,057,211	-	75,115
Intergovernmental	10,179	-	-
Maintenance assessments	8,251	-	-
Other revenue	-	-	-
Total revenues	1,075,731	7,684	97,754
EXPENDITURES			
Current:			
Public safety	-	-	-
Public services	1,028,274	-	-
Capital Outlay	881	-	-
Total expenditures	1,029,155	-	-
Excess (deficiency) of revenues over expenditures	46,576	7,684	97,754
OTHER FINANCING SOURCES (USES)			
Transfers in	720,824	-	-
Transfers out	(280,244)	-	-
Total other financing sources (uses)	440,580	-	-
Net change in fund balances	487,156	7,684	97,754
Fund balances, beginning of year	491,839	578,008	1,654,795
Fund balances, end of year	$ 978,995	$ 585,692	$ 1,752,549

Special Revenue				Total
Prop 1B Safety and Security	State and Federal Assistance	Local Transportation Transit	Solid Waste	Special Revenue Funds
$ -	$ -	$ -	$ 279,633	$ 1,103,459
-	-	-	-	419,029
-	-	-	-	180,529
-	8,400	2	13,295	210,380
-	-	73,433	2,213	1,904,678
-	892,903	606,844	30,871	1,548,297
-	-	-	-	8,251
-	300	8,493	-	115,619
-	901,603	688,772	326,012	5,490,242
-	100,000	-	-	293,101
177	-	327,585	321,664	4,623,550
735	62,575	328,656	8,241	496,194
912	162,575	656,241	329,905	5,412,845
(912)	739,028	32,531	(3,893)	77,397
6,073	1,713	7,018	3,557	1,655,651
-	(713,530)	(9,512)	-	(1,008,356)
6,073	(711,817)	(2,494)	3,557	647,295
5,161	27,211	30,037	(336)	724,692
(5,161)	500,316	154,354	988,268	13,068,290
$ -	$ 527,527	$ 184,391	$ 987,932	$ 13,792,982

City of Moorpark
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance, (continued)
Non-Major Governmental Funds
Year Ended June 30, 2012

	Capital Projects		
	Capital Projects	Moorpark Highlands Improvement	City Hall Building
REVENUES			
Taxes	$ -	$ -	$ -
Licenses and permits	-	-	-
Fines and forfeitures	-	-	-
Use of money and property	895	-	48,910
Charges for services	-	-	-
Intergovernmental	-	-	-
Maintenance assessments	-	-	-
Other revenue	-	-	-
Total revenues	895	-	48,910
EXPENDITURES			
Current:			
Public safety	-	-	-
Public services	-	-	-
Capital Outlay	9,328	2,928	62,669
Total expenditures	9,328	2,928	62,669
Excess (deficiency) of revenues over expenditures	(8,433)	(2,928)	(13,759)
OTHER FINANCING SOURCES (USES)			
Transfers in	29,623	-	-
Transfers out	(2,855)	-	-
Total other financing sources (uses)	26,768	-	-
Net change in fund balances	18,335	(2,928)	(13,759)
Fund balances, beginning of year	74,018	5,772	3,699,797
Fund balances, end of year	$ 92,353	$ 2,844	$ 3,686,038

Capital Projects	Total	Total
Equipment Replacement	Capital Projects Funds	Nonmajor Governmental Funds
$ -	$ -	$ 1,103,459
-	-	419,029
-	-	180,529
4,350	54,155	264,535
-	-	1,904,678
-	-	1,548,297
-	-	8,251
-	-	115,619
	-	
4,350	54,155	5,544,397
-	-	293,101
-	-	4,623,550
23,709	98,634	594,828
23,709	98,634	5,511,479
(19,359)	(44,479)	32,918
-	29,623	1,685,274
-	(2,855)	(1,011,211)
-	26,768	674,063
(19,359)	(17,711)	706,981
358,017	4,137,604	17,205,894
$ 338,658	$ 4,119,893	$ 17,912,875

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Library Services - Special Revenue Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Taxes	$ 775,000	$ 775,000	$ 823,826	$ 48,826
Fines and forfeitures	17,000	17,000	17,760	760
Use of money and property	7,000	7,000	2,243	(4,757)
Charges for services	10,000	10,000	8,811	(1,189)
Intergovernmental	13,000	20,500	7,500	(13,000)
Total revenues	822,000	829,500	860,140	30,640
EXPENDITURES				
Current:				
Public services	926,436	926,436	872,067	54,369
Total expenditures	926,436	926,436	872,067	54,369
Excess (deficiency) of revenues over expenditures	(104,436)	(96,936)	(11,927)	85,009
Net change in fund balance	(104,436)	(96,936)	(11,927)	85,009
Fund balance, beginning of year	795,208	795,208	795,208	-
Fund balance, end of year	$ 690,772	$ 698,272	$ 783,281	$ 85,009

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Traffic Safety - Special Revenue Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Fines and forfeitures	$ 200,000	$ 200,000	$ 159,445	$ (40,555)
Use of money and property	8,000	8,000	8,419	419
Total revenues	208,000	208,000	167,864	(40,136)
EXPENDITURES				
Public safety	205,484	205,484	193,101	12,383
Total expenditures	205,484	205,484	193,101	12,383
Excess (deficiency) of revenues over expenditures	2,516	2,516	(25,237)	(27,753)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	2,653	2,653
Total other financing sources (uses)	-	-	2,653	2,653
Net change in fund balance	2,516	2,516	(22,584)	(25,100)
Fund balance, beginning of year	680,957	680,957	680,957	-
Fund balance, end of year	$ 683,473	$ 683,473	$ 658,373	$ (25,100)

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - City Affordable Housing - Special Revenue Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 46,000	$ 82,000	$ 51,978	$ (30,022)
Charges for services	274,927	274,927	113,504	(161,423)
Other revenue	39,000	39,000	105,349	66,349
Total revenues	359,927	395,927	270,831	(125,096)
EXPENDITURES				
Public services	68,747	306,240	142,402	163,838
Total expenditures	68,747	306,240	142,402	163,838
Net change in fund balance	291,180	89,687	128,429	38,742
Fund balance, beginning of year	3,884,068	3,884,068	3,884,068	-
Fund balance, end of year	$ 4,175,248	$ 3,973,755	$ 4,012,497	$ 38,742

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Endowment - Special Revenue Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 100,000	$ 100,000	$ 93,274	$ (6,726)
Charges for services	521,306	521,306	129,495	(391,811)
Total revenues	621,306	621,306	222,769	(398,537)
EXPENDITURES				
Capital outlay	459,172	407,272	95,106	312,166
Total expenditures	459,172	407,272	95,106	312,166
Excess (deficiency) of revenues over (under) expenditures	162,134	214,034	127,663	(86,371)
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	(5,070)	(5,070)
Total other financing sources (uses)	-	-	(5,070)	(5,070)
Net change in fund balance	162,134	214,034	122,593	(91,441)
Fund balance, beginning of year	3,272,215	3,272,215	3,272,215	-
Fund balance, end of year	$ 3,434,349	$ 3,486,249	$ 3,394,808	$ (91,441)

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Community Development - Special Revenue Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Licenses and permits	$ 472,209	$ 251,000	$ 418,939	$ 167,939
Fines and forfeitures	3,000	3,000	3,324	324
Use of money and property	1,000	1,000	1,077	77
Charges for services	581,396	422,750	442,866	20,116
Other revenue	-	-	1,477	1,477
Total revenues	1,057,605	677,750	867,683	189,933
EXPENDITURES				
Public services	2,095,254	1,999,994	1,931,381	68,613
Total expenditures	2,095,254	1,999,994	1,931,381	68,613
Excess (deficiency) of revenues over (under) expenditures	(1,037,649)	(1,322,244)	(1,063,698)	258,546
OTHER FINANCING SOURCES (USES)				
Transfers in	1,040,000	1,040,000	913,813	(126,187)
Total other financing sources (uses)	1,040,000	1,040,000	913,813	(126,187)
Net change in fund balance	2,351	(282,244)	(149,885)	132,359
Fund balance, beginning of year	149,885	149,885	149,885	-
Fund balance, end of year	$ 152,236	$ (132,359)	$ -	$ 132,359

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Casey Gabbert A.O.C. - Special Revenue Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 1,000	$ 1,000	$ 1,166	$ 166
Charges for services	-	-	2,030	2,030
Total revenues	1,000	1,000	3,196	2,196
EXPENDITURES				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	1,000	1,000	3,196	2,196
Net change in fund balance	1,000	1,000	3,196	2,196
Fund balance, beginning of year	85,264	85,264	85,264	-
Fund balance, end of year	$ 86,264	$ 86,264	$ 88,460	$ 2,196

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, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Licenses and permits	$ -	$ -	$ 90	$ 90
Charges for services	946,000	946,000	1,057,211	111,211
Intergovernmental	-	-	10,179	10,179
Maintenance assessments	-	-	8,251	8,251
Total revenues	946,000	946,000	1,075,731	129,731
EXPENDITURES				
Public services	1,096,513	1,099,330	1,028,274	71,056
Capital outlay	25,000	75,000	881	74,119
Total expenditures	1,121,513	1,174,330	1,029,155	145,175
Excess (deficiency) of revenues over expenditures	(175,513)	(228,330)	46,576	274,906
OTHER FINANCING SOURCES (USES)				
Transfers in	803,300	803,300	720,824	(82,476)
Transfers out	(302,866)	(265,274)	(280,244)	(14,970)
Total other financing sources (uses)	500,434	538,026	440,580	(97,446)
Net change in fund balance	324,921	309,696	487,156	177,460
Fund balance, beginning of year	491,839	491,839	491,839	-
Fund balance, end of year	$ 816,760	$ 801,535	$ 978,995	$ 177,460

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, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 8,000	$ 8,000	$ 7,684	$ (316)
Total revenues	8,000	8,000	7,684	(316)
EXPENDITURES				
Capital outlay	533,000	539,061	-	539,061
Total expenditures	533,000	539,061	-	539,061
Excess (deficiency) of revenues over (under) expenditures	(525,000)	(531,061)	7,684	538,745
Net change in fund balance	(525,000)	(531,061)	7,684	538,745
Fund balance, beginning of year	578,008	578,008	578,008	-
Fund balance, end of year	$ 53,008	$ 46,947	$ 585,692	$ 538,745

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Art in Public Places - Special Revenue Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 20,000	$ 20,000	$ 22,639	$ 2,639
Charges for services	255,440	255,440	75,115	(180,325)
Total revenues	275,440	275,440	97,754	(177,686)
EXPENDITURES				
Total expenditures	-	-	-	-
Net change in fund balance	275,440	275,440	97,754	(177,686)
Fund balance, beginning of year	1,654,795	1,654,795	1,654,795	-
Fund balance, end of year	$ 1,930,235	$ 1,930,235	$ 1,752,549	$ (177,686)

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, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 1,000	$ 1,000	$ -	$ (1,000)
Total revenues	1,000	1,000	-	(1,000)
EXPENDITURES				
Public services	-	-	177	(177)
Capital outlay	-	3,194	735	2,459
Total expenditures	-	3,194	912	2,282
Excess (deficiency) of revenues over (under) expenditures	1,000	(2,194)	(912)	1,282
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	6,073	6,073
Total other financing sources (uses)	-	-	6,073	6,073
Net change in fund balance	1,000	(2,194)	5,161	7,355
Fund balance, beginning of year	(5,161)	(5,161)	(5,161)	-
Fund balance, end of year	$ (4,161)	$ (7,355)	$ -	$ 7,355

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, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 10,000	$ 10,000	$ 8,400	$ (1,600)
Intergovernmental	3,123,000	3,243,000	892,903	(2,350,097)
Other revenue	-	-	300	300
Total revenues	3,133,000	3,253,000	901,603	(2,351,397)
EXPENDITURES				
Public safety	1,302,732	1,302,732	100,000	1,202,732
Capital outlay	1,856,948	1,856,948	62,575	1,794,373
Total expenditures	3,159,680	3,159,680	162,575	2,997,105
Excess (deficiency) of revenues over expenditures	(26,680)	93,320	739,028	645,708
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	1,713	1,713
Transfers out	(702,000)	(702,000)	(713,530)	(11,530)
Total other financing sources (uses)	(702,000)	(702,000)	(711,817)	(9,817)
Net change in fund balance	(728,680)	(608,680)	27,211	635,891
Fund balance, beginning of year	500,316	500,316	500,316	-
Fund balance, end of year	$ (228,364)	$ (108,364)	$ 527,527	$ 635,891

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, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ -	$ -	$ 2	$ 2
Charges for services	60,000	60,000	73,433	13,433
Intergovernmental	835,000	773,465	606,844	(166,621)
Other revenue	-	8,500	8,493	(7)
Total revenues	895,000	841,965	688,772	(153,193)
EXPENDITURES				
Public services	329,936	329,936	327,585	2,351
Capital outlay	708,699	708,699	328,656	380,043
Total expenditures	1,038,635	1,038,635	656,241	382,394
Excess (deficiency) of revenues over expenditures	(143,635)	(196,670)	32,531	229,201
OTHER FINANCING SOURCES (USES)				
Transfers in	10,000	10,000	7,018	(2,982)
Transfers out	(5,300)	(5,300)	(9,512)	(4,212)
Total other financing sources (uses)	4,700	4,700	(2,494)	(7,194)
Net change in fund balance	(138,935)	(191,970)	30,037	222,007
Fund balance, beginning of year	154,354	154,354	154,354	-
Fund balance, end of year	$ 15,419	$ (37,616)	$ 184,391	$ 222,007

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Solid Waste - Special Revenue Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Taxes	$ 280,000	$ 280,000	$ 279,633	$ (367)
Use of money and property	12,000	12,000	13,295	1,295
Charges for services	3,000	3,000	2,213	(787)
Intergovernmental	10,000	10,000	30,871	20,871
Total revenues	305,000	305,000	326,012	21,012
EXPENDITURES				
Public services	343,810	375,569	321,664	53,905
Capital outlay	8,000	8,241	8,241	-
Total expenditures	351,810	383,810	329,905	53,905
Excess (deficiency) of revenues over expenditures	(46,810)	(78,810)	(3,893)	74,917
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	3,557	3,557
Total other financing sources (uses)	-	-	3,557	3,557
Net change in fund balance	(46,810)	(78,810)	(336)	78,474
Fund balance, beginning of year	988,268	988,268	988,268	-
Fund balance, end of year	$ 941,458	$ 909,458	$ 987,932	$ 78,474

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Capital Projects - Capital Projects Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 3,000	$ 3,000	$ 895	$ (2,105)
Total revenues	3,000	3,000	895	(2,105)
EXPENDITURES				
Capital outlay	-	33,897	9,328	24,569
Total expenditures	-	33,897	9,328	24,569
Excess (deficiency) of revenues over expenditures	3,000	(30,897)	(8,433)	22,464
OTHER FINANCING SOURCES (USES)				
Transfers in	60,000	60,000	29,623	(30,377)
Transfers out	-	-	(2,855)	(2,855)
Total other financing sources (uses)	60,000	60,000	26,768	(33,232)
Net change in fund balance	63,000	29,103	18,335	(10,768)
Fund balance, beginning of year	74,018	74,018	74,018	-
Fund balance, end of year	$ 137,018	$ 103,121	$ 92,353	$ (10,768)

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, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 46,000	$ 46,000	$ 48,910	$ 2,910
Total revenues	46,000	46,000	48,910	2,910
EXPENDITURES				
Capital outlay	3,577,791	3,065,304	62,669	3,002,635
Total expenditures	3,577,791	3,065,304	62,669	3,002,635
Excess (deficiency) of revenues over expenditures	(3,531,791)	(3,019,304)	(13,759)	3,005,545
Net change in fund balance	(3,531,791)	(3,019,304)	(13,759)	3,005,545
Fund balance, beginning of year	3,699,797	3,699,797	3,699,797	-
Fund balance, end of year	$ 168,006	$ 680,493	$ 3,686,038	$ 3,005,545

City of Moorpark
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Equipment Replacement - Capital Projects Fund
Year Ended June 30, 2012

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	$ 5,000	$ 5,000	$ 4,350	$ (650)
Total revenues	5,000	5,000	4,350	(650)
EXPENDITURES				
Capital outlay	61,500	73,626	23,709	49,917
Total expenditures	61,500	73,626	23,709	49,917
Excess (deficiency) of revenues over expenditures	(56,500)	(68,626)	(19,359)	49,267
Net change in fund balance	(56,500)	(68,626)	(19,359)	49,267
Fund balance, beginning of year	358,017	358,017	358,017	-
Fund balance, end of year	$ 301,517	$ 289,391	$ 338,658	$ 49,267

City of Moorpark
Statement of Changes in Fiduciary Net Assets
Agency Funds
For the Year Ended June 30, 2012

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
General Trust				
Assets				
Cash and investments	$ 3,684,080	$ 4,120,208	$ 4,209,270	$ 3,595,018
Cash and investments with fiscal agent	6,803,880	1,976,768	3,295,036	5,485,612
Accounts receivable	116,391	26,390	115,001	27,780
Total assets	$ 10,604,351	$ 6,123,366	$ 7,619,307	$ 9,108,410
Liabilities				
Accounts payable	$ 157,677	$ 365,818	$ 462,022	$ 61,473
Deposits payable	3,528,136	562,421	554,546	3,536,011
Due to bondholders	6,918,538	5,195,127	6,602,739	5,510,926
Total liabilities	$ 10,604,351	$ 6,123,366	$ 7,619,307	$ 9,108,410

STATISTICAL SECTION

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Statistical Section

This part of the City of Moorpark comprehensive annual financial report presents detailed information regarding five categories: financial trends, revenue capacity, demographic and economic information, and operating information. These schedules are presented as a context for understanding the City's overall financial health.

Statistical Section Categories

Financial Trends Data

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity Data

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity Data

These schedules contain information to help the reader assess the affordability of the City's current levels of outstanding debt and its ability to issue additional debt in the future.

Demographic and Economic Information

These schedules contain demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services it provides and the activities it performs.

CITY OF MOORPARK
Net Assets by Component
Last Ten Fiscal Years
(Accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
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
Restricted	39,344,368	41,506,906	46,405,391	57,986,366	100,649,409
Unrestricted	33,792,567	31,861,714	26,413,978	26,965,428	6,458,224
Total governmental activities net assets	$ 159,106,739	$ 167,310,012	$ 172,580,040	$ 193,142,118	$ 233,008,403

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
Net Assets by Component
Last Ten Fiscal Years
(Accrual basis of accounting)

	Fiscal Year				
	2008	2009	2010	2011	2012
Governmental activities:					
Invested in capital assets, net of related debt	$ 130,071,108	$ 130,581,499	$ 141,095,551	$ 145,841,042	$ 139,795,930
Restricted	101,613,368	94,878,693	91,504,803	72,654,599	87,274,979
Unrestricted	3,641,173	14,213,503	15,828,208	13,402,969	7,245,370
Total governmental activities net assets	$ 235,325,649	$ 239,673,695	$ 248,428,562	$ 231,898,610	$ 234,316,279

CITY OF MOORPARK
Changes in Net Assets
Last Ten Fiscal Years
(Accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
Expenditures:					
General government	$ 2,116,644	$ 2,351,860	$ 3,030,395	$ 3,044,381	$ 1,639,628
Public safety	4,142,268	4,902,148	5,709,323	6,230,057	6,317,283
Public services	7,150,513	10,957,272	9,844,050	13,106,843	21,231,766
Parks and recreation	2,276,066	2,600,523	2,304,852	2,771,270	4,293,823
Interest on long-term debt	1,040,854	1,097,421	978,843	1,333,370	1,332,541
Total governmental activities expense	16,726,345	21,909,224	21,867,463	26,485,921	34,815,041
Program revenues:					
Charges for services:					
General government	509,401	1,407,130	2,010,540	2,201,590	191,674
Public safety	708,392	369,795	344,019	340,341	598,500
Public services	2,166,168	4,181,363	2,776,976	4,163,781	6,612,769
Parks and recreation	322,772	536,238	501,283	536,166	604,904
Total charges for services	3,706,733	6,494,526	5,632,818	7,241,878	8,007,847
Operating contributions and grants	5,440,099	4,077,849	2,313,834	3,237,143	4,489,945
Capital contributions and grants	4,131,439	4,731,311	4,633,166	18,027,831	38,337,638
Total governmental activities program revenues	13,278,271	15,303,686	12,579,818	28,506,852	50,835,430
Net program revenues (expenses)	(3,448,074)	(6,605,538)	(9,287,645)	2,020,931	16,020,389
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
Property tax, Redevelopment Agency	3,577,050	4,116,542	3,901,779	5,530,198	6,347,692
Franchise tax	1,067,669	919,290	955,829	1,080,893	1,126,951
Sales tax	1,664,626	2,176,893	2,046,368	2,260,786	2,192,327
Sales tax in lieu	-	-	537,485	608,298	704,562
Motor vehicle in lieu	2,161,324	1,570,551	2,836,154	2,734,470	2,860,207
Investment income	2,027,190	1,363,344	1,725,579	3,261,384	6,556,186
Other	21,479	177,380	1,160,805	135,276	58,841
Gain on sale of property	-	-	48,339	-	276,797
Special item (1)	-	(900,000)	-	-	-
County settlement	-	-	-	-	-
Extraordinary item - Gain on Dissolution of RDA	-	-	-	-	-
Total governmental activities	12,933,302	12,082,230	15,867,431	18,541,147	23,458,054
Changes in net assets - governmental activities	$ 9,485,228	$ 5,476,692	$ 6,579,786	$ 20,562,078	$ 39,478,443

The City of Moorpark has elected to report retroactively back to the year the City

(1) Mission Bell note

CITY OF MOORPARK
Changes in Net Assets
Last Ten Fiscal Years
(Accrual basis of accounting)

	Fiscal Year				
	2008	2009	2010	2011	2012
Expenditures:					
General government	$ 1,949,206	$ 2,041,596	$ 1,603,279	$ 3,201,184	$ 2,207,826
Public safety	6,882,072	7,035,384	7,016,015	7,070,049	6,158,455
Public services	20,580,204	18,170,325	13,589,878	31,775,462	11,134,822
Parks and recreation	4,551,045	4,470,524	4,934,002	4,658,717	5,704,208
Interest on long-term debt	1,773,841	1,616,843	1,504,502	1,492,604	354,412
Total governmental activities expenses	35,736,368	33,334,672	28,647,676	48,198,016	25,559,723
Program revenues:					
Charges for services:					
General government	283,576	232,926	258,431	293,008	407,883
Public safety	633,131	538,636	477,305	492,847	445,642
Public services	5,743,200	3,172,708	2,769,641	2,473,770	1,988,453
Parks and recreation	756,885	644,979	643,593	697,787	858,333
Total charges for services	7,416,792	4,589,249	4,148,970	3,957,412	3,700,311
Operating contributions and grants	7,113,883	6,172,315	4,128,842	5,999,168	3,702,582
Capital contributions and grants	5,481,972	3,326,778	1,970,931	1,703,076	2,770,701
Total governmental activities program revenues	20,012,647	14,088,342	10,248,743	11,659,656	10,173,594
Net program revenues (expenses)	(15,723,721)	(19,246,330)	(18,398,933)	(36,538,360)	(15,386,129)
General revenues and other changes in net assets:					
Taxes:					
Property tax	4,505,980	7,802,643	7,449,063	7,287,282	6,943,275
Property tax, Redevelopment Agency	6,887,079	7,054,432	6,864,777	6,755,960	3,389,064
Franchise tax	1,150,180	1,171,556	1,171,825	1,207,778	1,231,741
Sales tax	2,306,281	2,329,522	2,382,010	2,577,105	2,622,419
Sales tax in lieu	779,263	849,227	588,635	940,791	857,217
Motor vehicle in lieu	3,038,440	125,307	109,136	170,592	18,590
Investment income	2,491,856	2,875,649	853,074	856,413	1,206,622
Other	139,728	386,040	283,372	212,487	245,235
Gain on sale of property	-	-	-	-	-
Special item (1)	-	-	-	-	-
County settlement	-	1,000,000	-	-	-
Extraordinary item - Gain on Dissolution of RDA	-	-	-	-	356,845
Total governmental activities	21,298,807	23,594,376	19,701,892	20,008,408	16,871,008
Changes in net assets - governmental activities	$ 5,575,086	$ 4,348,046	$ 1,302,959	$ (16,529,952)	$ 1,484,879

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 Ten Fiscal Years
(Modified accrual basis of accounting)

	Fiscal Year				
	2003	2004	2005	2006	2007
General fund:					
Reserved	$ -	$ -	$ 5,772,444	$ 2,943,353	$ -
Unreserved	13,456,231	14,756,222	12,527,255	18,301,058	24,405,620
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total general fund	$ 13,456,231	$ 14,756,222	$ 18,299,699	$ 21,244,411	$ 24,405,620
All other governmental funds:					
Reserved	$ 4,378,065	$ 4,099,849	$ 13,889,036	$ 14,124,235	$ 41,864,116
Unreserved, reported in:					
Special revenue funds	32,857,500	29,994,471	26,977,320	36,903,391	41,486,631
Capital projects funds	9,625,965	8,950,250	3,361,134	1,293,998	16,807,370
Debt Service funds	(97,935)	(891,297)	(346,716)	(321,425)	83,243
Non-major funds	7,146,987	10,651,331	8,272,652	9,724,941	8,693,969
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total all other governmental funds	$ 53,910,582	$ 52,804,604	$ 52,153,426	$ 61,725,140	$ 108,935,329

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

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

	Fiscal Year				
	2008	2009	2010	2011	2012
General fund:					
Reserved	$ 95,397	$ 373,209	$ 337,286	$ -	$ -
Unreserved	3,625,348	2,832,620	2,662,713	-	-
Nonspendable	-	-	-	220,976	654,207
Restricted	-	-	-	-	
Committed	-	-	-	-	
Assigned	-	-	-	-	
Unassigned	-	-	-	2,779,024	2,955,878
Total general fund	$ 3,720,745	$ 3,205,829	$ 2,999,999	$ 3,000,000	$ 3,610,085
All other governmental funds:					
Reserved	$ 35,103,620	$ 33,719,016	$ 38,208,807	$ -	$ -
Unreserved, reported in:					
Special revenue funds	42,761,089	37,278,628	32,207,690	-	-
Capital projects funds	39,098,065	35,699,829	33,735,939	-	-
Debt Service funds	(1,025,927)	261,336	294,202	-	-
Non-major funds	13,384,413	25,043,397	25,335,288	-	-
Fund Balances:					
Nonspendable	-	-	-	14,862,594	3,055,064
Restricted	-	-	-	66,565,551	55,945,095
Committed	-	-	-	795,208	783,281
Assigned	-	-	-	28,849,138	30,892,276
Unassigned	-	-	-	(2,124,660)	(2,047,164)
Total all other governmental funds	$ 129,321,260	$ 132,002,206	$ 129,781,926	$ 108,947,831	$ 88,628,552

The City of Moorpark has elected to report retroactively back to the year the City

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

	Fiscal Year				
	2003	2004	2005	2006	2007
Revenues:					
Taxes	$ 8,490,985	$ 9,870,955	$ 9,139,722	$ 12,231,076	$ 13,706,024
Licenses and permits	51,083	63,146	54,180	72,365	65,630
Fines and forfeitures	290,054	306,871	344,019	340,341	343,579
Uses of money and property	2,027,190	1,363,006	1,924,579	3,261,384	7,085,104
Charges for services	867,731	2,001,561	2,558,974	2,665,391	338,929
Intergovernmental	4,051,263	4,298,009	5,150,992	6,302,193	6,163,985
Maintenance assessments	2,955,340	2,639,628	1,963,190	1,845,742	1,922,471
Franchise fees	232,324	257,127	1,231,763	283,162	292,003
Building and safety fees	608,879	595,138	431,959	1,110,715	716,552
Planning and public work fees	2,132,190	2,614,959	1,967,751	3,053,066	1,649,002
Development fees	4,486,128	4,097,977	2,669,976	15,568,347	6,403,851
Contributions from prop owners	-	-	-	-	34,066,993
Other	256,376	281,506	2,832,962	397,574	2,030,211
Total revenues	26,449,543	28,389,883	30,270,067	47,131,356	74,784,334
Expenditures:					
Current:					
General government	2,048,658	2,259,017	2,893,359	2,919,564	1,471,354
Public safety	4,127,670	4,882,547	5,690,820	6,211,461	6,083,917
Public services	8,765,039	8,401,453	8,098,147	11,215,406	9,608,754
Parks and recreation	2,063,428	2,381,698	2,081,723	2,544,206	4,039,888
Capital outlay	3,596,982	8,775,159	7,810,879	10,038,439	19,477,866
Debt service:					
Principal	365,000	395,000	405,000	435,910	440,000
Interest	1,044,915	1,100,996	1,158,585	1,251,354	1,400,985
Bond issuance costs	-	-	-	-	505,588
Total expenditures	22,011,692	28,195,870	28,138,513	34,616,340	43,028,352
Excess of revenues over expenditures	4,437,851	194,013	2,131,554	12,515,016	31,755,982
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	-	-	-	-	-
Transfers in	3,781,938	3,588,717	2,027,315	3,352,002	9,457,260
Transfers out	(3,781,938)	(3,588,717)	(2,027,315)	(3,352,002)	(9,457,260)
Total other financing sources (uses)	-	-	48,339	1,410	11,646,396
Extraordinary Item	-	-	-	-	-
Net change in fund balances	$ 4,437,851	$ 194,013	$ 2,179,893	$ 12,516,426	$ 43,402,378
Debt service as a percentage of noncapital expenditures	8.3%	8.3%	8.3%	7.4%	8.7%

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 Ten Fiscal Years
(Modified accrual basis of accounting)

	Fiscal Year				
	2008	2009	2010	2011	2012
Revenues:					
Taxes	$ 15,392,269	$ 19,716,636	$ 18,730,771	$ 19,042,900	$ 16,147,175
Licenses and permits	72,951	645,010	598,370	587,186	561,530
Fines and forfeitures	358,665	484,930	436,377	441,543	446,426
Uses of money and property	5,684,111	3,114,881	1,547,229	1,537,255	1,381,412
Charges for services	677,277	3,813,159	3,284,275	2,579,593	3,559,454
Intergovernmental	7,549,040	3,948,059	2,629,132	4,786,235	1,627,462
Maintenance assessments	4,205,700	3,491,975	1,950,431	2,112,992	2,114,957
Franchise fees	301,514	-	-	-	-
Building and safety fees	530,761	-	-	-	-
Planning and public work fees	1,938,143	-	-	-	-
Development fees	4,501,837	-	-	-	-
Contributions from prop owners	-	-	-	-	-
Other	433,378	398,539	587,832	833,082	1,345,246
Total revenues	41,645,646	35,613,189	29,764,417	31,920,786	27,183,662
Expenditures					
Current:					
General government	1,835,801	1,926,283	1,497,916	2,289,299	890,396
Public safety	6,637,757	6,814,425	6,769,484	6,839,355	6,467,065
Public services	12,505,613	11,259,297	12,343,896	12,876,132	8,321,267
Parks and recreation	4,291,867	4,182,091	4,453,400	4,074,490	5,038,957
Capital outlay	14,682,017	8,100,604	5,548,179	24,506,524	4,679,053
Debt service:					
Principal	455,000	475,000	495,000	1,874,064	590,122
Interest	1,631,932	1,594,062	1,482,799	1,471,516	688,825
Bond issuance costs	-	-	-	-	-
Total expenditures	42,039,987	34,351,762	32,590,674	53,931,380	26,675,685
Excess of revenues over expenditures	(394,341)	1,261,427	(2,826,257)	(22,010,594)	507,977
Other financing sources (uses):					
Gain from sale of property	-	-	-	-	-
Bond Proceeds	-	-	-	-	-
Discount on Bonds	-	-	-	-	-
County settlements		1,000,000	-	-	-
Transfers in	27,626,755	17,062,650	9,378,101	3,820,738	4,739,189
Transfers out	(27,626,755)	(17,062,650)	(9,378,101)	(2,644,238)	(4,739,189)
Total other financing sources (uses)	-	1,000,000	-	1,176,500	-
Extraordinary Item	-	-	-	-	(19,553,234)
Net change in fund balances	$ (394,341)	$ 2,261,427	$ (2,826,257)	$ (20,834,094)	$ (19,045,257)
Debt service as a percentage of noncapital expenditures	8.3%	8.6%	7.9%	12.8%	6.2%

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

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CITY OF MOORPARK
City Redevelopment Agency
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	
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%
2010	4,619,910,655	180,988,669	46,474,508	4,847,373,832	825,093,781	113,302,525	4,333,240	942,729,546	1.050%
2011	4,659,133,835	153,090,627	46,689,455	4,858,913,917	813,947,565	110,905,079	4,436,801	929,289,445	1.053%
2012	4,662,536,870	118,452,976	46,220,250	4,827,210,096	829,750,375	76,258,253	4,422,902	910,431,530	1.061%

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

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
City Direct Rates:										
City basic rate	1.06072	1.05820	1.05020	1.05480	1.06163	1.04955	1.04950	1.05020	1.05300	1.06125
Redevelopment agency	-	-	-	-	-	-	-	-	-	-
Total City Direct Rate	1.061	1.058	1.050	1.055	1.062	1.050	1.050	1.050	1.053	1.061
Overlapping Rates:										
Ventura County Flood Cont.	8.097	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Metropolitan Water District	2.340	0.233	0.232	0.235	0.233	0.234	0.230	0.230	0.233	0.232
Ventura Community College	4.312	4.311	4.269	4.331	4.296	4.361	4.371	4.402	4.383	4.373
Ventura County Waterworks	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Conejo Valley Unified School District	0.025	0.024	0.022	0.020	0.019	0.018	0.018	0.019	0.019	0.018
Moorpark Unified School District	91.733	91.959	92.121	92.442	92.313	92.417	92.240	91.924	91.820	92.126
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	100.000	100.000	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	107.568	97.585	97.694	98.083	97.923	98.080	97.909	97.625	97.508	97.810

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.
3) The Total Direct Rate is comprised of its five components listed above, the Metropolitan Water District, Ventura Community College, Ventura County Waterworks, Conejo Valley Unified School District, and the Moorpark Unified School District.

Source: California Municipal Statistics
Ventura County Assessor

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

	2012		2002	
Taxpayer	Taxable Assessed Value *	Percent of Total City Taxable Assessed Value	Taxable Assessed Value	Percent of Total City Taxable Assessed Value
DBRE Moorpark LLC	$ 69,100,000	14.31%	$ -	0.00%
Waterstone Properties Moorpark LL	57,800,000	11.97%	-	0.00%
G & Y Moorpark LLC	25,678,784	5.32%	-	0.00%
Tuscany Square Partners LLC	24,214,523	5.02%	-	0.00%
Mission Bell West LP	23,381,785	4.84%	15,440,652	5.17%
James Birkenshaw, Et. Al.	19,935,825	4.13%	15,344,223	5.14%
Calabasas BCD Inc.	19,655,282	4.07%	16,529,990	5.54%
SunBelt Enterprises LLC (prev. Kav	15,522,919	3.22%	24,486,100	8.20%
Mission Bell East LLC	14,233,381	2.95%	15,565,585	5.21%
Leonard Rose Trust	12,009,878	2.49%	10,198,021	3.42%
	$ 281,532,377	58.32%	$ 97,564,571	32.67%

* Due to varying tax rates, the assessed value does not necessarily mean the highest tax. The assessed value includes secured property tax revenue.

Source: HdL 2011-2012 property data

CITY OF MOORPARK
Secured 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		Collections from Previous Years	Total Collections	
		Amount	Percent of Levy		Amount	Percent of Levy
2003	2,036,839	1,732,812	85.07%	77,316	$1,810,128	88.87%
2004	2,208,605	1,902,007	86.12%	84,452	$1,986,459	89.94%
2005	2,391,927	1,796,670	75.11%	87,669	$1,884,339	78.78%
2006	2,705,083	1,994,418	73.73%	93,157	$2,087,575	77.17%
2007	3,010,493	2,432,164	80.79%	124,057	$2,556,221	84.91%
2008	4,072,510	3,376,883	82.92%	145,134	$3,522,017	86.48%
2009	3,763,078	3,393,933	90.19%	208,491	$3,602,423	95.73%
2010	3,682,559	2,789,672	75.75%	262,057	$3,051,730	82.87%
2011	3,663,098	3,388,402	92.50%	184,044	$3,572,446	97.53%
2012	3,638,780	3,394,794	93.29%	162,584	$3,557,378	97.76%

NOTE:
The amount presented includes City property taxes only.
It does not include redevelopment tax increment.

Source: Ventura County Auditor Controller's Office Levy Letter

Note: In FY 2007/08 $785,653 in adjustments (including the Library) were added to the Levy Letter

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

Fiscal Year Ended June 30	Governmental Activities: General Obligation Bonds	Governmental Activities: Tax Allocation Bonds [1]	Governmental Activities: Total Governmental Activities	Total Primary Government	Percentage of Personal Income [2]	Debt Per Capita [2]
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
2010	-	28,710,000	28,710,000	28,710,000	0.81%	764
2011	-	28,155,000	28,155,000	28,155,000	0.83%	811
2012	-	27,575,000	27,575,000	27,575,000	0.88%	792

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, 2011 is $4,995,000, $11,505,000 and $11,655,000 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

	Outstanding General Bonded Debt				
Fiscal Year Ended June 30	General Obligation Bonds	Tax Allocation Bonds	Total	Percent of Assessed Value [1]	Per Capita
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
2010	-	28,710,000	28,710,000	0.50%	764
2011	-	28,155,000	28,155,000	0.49%	811
2012	-	27,575,000	27,575,000	0.48%	792

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, 2012

City Assessed Valuation 2011-12	$ 4,781,332,846
Redevelopment Agency Incremental Valuation	641,853,266
Adjusted Assessed Valuation	$ 4,139,479,580

	Percentage Applicable	Debt as of 6/30/2012	Estimated Share of Overlapping Debt
Direct and Overlapping Tax and Assessment Debt:			
Metropolitan Water District	0.232%	$ 196,545,000	$ 455,984
Ventura Community College District	4.373%	310,868,691	13,594,288
Conejo Valley Unified School District	0.018%	25,908,896	4,664
Moorpark Unified School District	92.126%	59,009,983	54,363,537
City of Moorpark Community Facilities District No. 97-1	100.000%	5,720,000	5,720,000
City of Moorpark Community Facilities District No. 2004-1	100.000%	23,365,000	23,365,000
City of Moorpark 1915 Act Bonds	100.000%	1,330,000	1,330,000
Total Direct and Overlapping Tax & Assessment Debt		622,747,570	98,833,473
Overlapping General Fund Obligation Debt:			
Ventura County General Fund Obligations	4.372%	$ 93,740,000	$ 4,098,313
Ventura County Superintendent of Schools COPs	4.372%	11,865,000	518,738
Moorpark Unified School District COPs	92.126%	8,300,000	7,646,458
Total Overlapping General Fund Obligation Debt		113,905,000	12,263,509
Combined Total Debt*		$ 736,652,570	111,096,982
Total direct and overlapping debt			$111,096,982

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. The overlapping district's assessed valuation located within the City is divided by the total assessed valuation of the overlapping district. That percentage is multiplied by the total debt outstanding for the overlapping district resulting in the City's share of debt.

CITY OF MOORPARK
Legal Debt Margin Information
Last Ten Fiscal Years

	2003	2004	2005	2006	2007
Assessed valuation	$2,823,727,286	$2,823,727,286	$3,231,418,940	$3,721,591,791	$4,157,360,033
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	705,931,822	705,931,822	807,854,735	930,397,948	1,039,340,008
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	105,889,773	105,889,773	121,178,210	139,559,692	155,901,001
Total net debt applicable to limit: General obligation bonds	-	-	-	-	-
Legal debt margin	$ 105,889,773	$ 105,889,773	$ 121,178,210	$ 139,559,692	$ 155,901,001
Total debt applicable to the limit as a percentage of debt limit	0.0%	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

	2008	2009	2010	2011	2012
Assessed valuation	$4,558,597,806	$4,700,305,496	$4,619,910,655	$4,659,133,835	$4,662,536,870
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	1,139,649,452	1,175,076,374	1,154,977,664	1,164,783,459	1,165,634,218
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	170,947,418	176,261,456	173,246,650	174,717,519	174,845,133
Total net debt applicable to limit: General obligation bonds	-	-	-	-	-
Legal debt margin	$ 170,947,418	$ 176,261,456	$ 173,246,650	$ 174,717,519	$ 174,845,133
Total debt applicable to the limit as a percentage of debt limit	0.0%	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
Pledged-Revenue Coverage
Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Allocation Bonds			
	Tax Increment	Debt Service		Coverage %
		Principal	Interest	
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
2010	6,842,837	495,000	1,376,088	3.66
2011	6,716,136	555,000	1,350,874	3.52
2012	2,883,952	600,000	1,279,917	1.53

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

Calendar Year	Population (1)	Household Income (in thousands)	Median Household Income (2)	Unemployment Rate (3)
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%
2010	37,576	3,565,248	94,881	10.6%
2011	34,710	3,385,509	97,537	10.0%
2012	34,826	3,150,987	90,478	8.7%

Sources:
(1) State Department of Finance or Community Development Department
(2) California Desert Association of Realtors
(3) State of California Employment Development Department

CITY OF MOORPARK
Principal Employers
Current and Ten Calendar Years Ago

	2012		2002	
Employer	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Moorpark Unified School District	1,147	6.60%	1,135	6.76%
PennyMac	756	4.35%	-	0.00%
Moorpark College	608	3.50%	360	2.14%
Pentair Pool Products	375	2.16%	407	2.42%
Kavlico	400	2.30%	1,200	7.14%
Target	175	1.01%	-	0.00%
AJ Machining	135	0.78%	-	0.00%
Boething Tree Farm	121	0.70%	135	0.80%
American Board Assembly	87	0.50%	200	1.19%
Kohl's	84	0.48%	-	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 2012 were 17,379 as compared to the total number of employees within the City limits in 2002 were 16,799.

Source: Chamber of Commerce
City-data.com
Bureau of Labor Statistics

CITY OF MOORPARK
Full-time and Part-time City Employees
by Function
Last Ten Fiscal Years

Function	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General government	43	33	32	31	30	26	26	26	27	28
Public safety (crossing guards)	6	7	4	7	7	7	6	5	5	3
Public services	38	20	17	17	26	22	22	20	16	18
Parks and recreation	19	42	38	41	49	54	56	55	54	51
Total	**106**	**102**	**91**	**96**	**112**	**109**	**110**	**106**	**102**	**100**
Public safety [1]	30	28	31	31	42	42	38	38	40	39

[1] Police and fire services were provided by the County.
Fire = 18 and police = 22

Source: City of Moorpark, Finance department

CITY OF MOORPARK
Operating Indicators
by Function
Last Ten Fiscal Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Police: (A)										
Arrests	1,296	1,520	1,388	1,653	1,890	1,732	1,412	2,207	1,266	1,158
Parking citations issued	2,582	4,285	3,706	2,890	4,160	2,860	3,254	4,969	4,887	5,704
Fire: (B)										
Number of "prime" emergency calls	1,179	1,415	1,308	1,329	1,351	1,362	1,100	1,945	1,707	2,174
Business Inspections*	117	125	125	125	123	130	143	115	196	196
Public works: (C)										
Street resurfacing (miles)	73.33	-	0.10	-	30.0	3.8	-	5.0	2.0	-
Parks and recreation: (D)										
Number of recreation classes	317	290	364	338	479	378	265	419	325	308

Prime calls and business inspections are for County of Ventura, Fire Department 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 Police Department.

(B) Ventura County Fire Department.

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

(D) Arroyo Vista Recreation Departmen: Active Adult Center.

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

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Fire stations	2	2	2	2	2	2	2	2	2	2
Public works:										
Streets (miles)	75	75	75	75	75	78	79	79	79	79
Streetlights	2,269	2,299	2,325	2,347	2,497	2,510	2,518	2,518	2,620	2,620
Traffic signals	16	17	17	17	17	20	20	20	21	21
Parks and recreation:										
Parks	15	15	15	16	16	16	17	18	18	18
Community centers	2	2	2	2	2	2	2	2	2	2

Source: City of Moorpark
Of the streetlights, 2,612 are owned by Edison and 8 are owned by the City

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To the Honorable City Council
City of 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*

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Moorpark, California, as of and for the year ended June 30, 2012, which collectively comprise the City of Moorpark, California basic financial statements and have issued our report thereon dated January 30, 2013. 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.

Internal Control Over Financial Reporting

Management of the City is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered City of Moorpark's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Moorpark's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Moorpark's internal control over financial reporting.

A *deficiency in internal control* 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 and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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 of Moorpark'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*.

This report is intended solely for the information and use of management, City Council, others within the entity, and 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.

Rogers Anderson Malody & Scott, LLP

January 30, 2013

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To the Honorable City Council
City of Moorpark, California

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

We have performed the procedures enumerated below to the accompanying Appropriations Limit worksheet of the City of Moorpark, California (City), for the year ended June 30, 2012. These procedures, which were agreed to by the City and the League of California Cities (as presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIIIB of the California Constitution),* were performed solely to assist the City in meeting the requirements of Section 1.5 of Article XIIIB of the California Constitution. The City'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 appropriation limit for the base year, as defined by the League publication entitled *Article XIIIB of the California Constitution.*

This report 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. However, this report is a matter of public record and its distribution is not limited.

Rogers Anderson Malody & Scott, LLP

January 30, 2013

CITY OF MOORPARK
APPROPRIATIONS LIMIT COMPUTATION
2011 - 2012

		2011 - 2012
Per Capita Personal Income Change		2.51%
Population Change City Population Growth		0.93%
CPI Change Converted to a Ratio		1.0251
Population Change Converted to a Ratio		1.0093
Calculation of Growth Factor		1.0346
2010 - 2011 Limit	$ 25,896,031	
2011 - 2012 Appropriations Limit	$ 26,792,899	

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January 30, 2013

To the Honorable City Council
City of Moorpark
Moorpark, California

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Moorpark, California (the City) for the year ended June 30, 2012. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *Government Auditing Standards* and OMB Circular A-133), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 1, 2012. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Moorpark are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2012. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

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

- Management's estimate of the Pension and OPEB liabilities are based on actuarial reports. We evaluated the key factors and assumptions used to develop the Pension and OPEB liabilities in determining that they are reasonable in relation to the financial statements taken as a whole.

- Management's estimate of the Depreciation Expense and Accumulated Depreciation are based on the allocation of capital assets costs over the estimated useful life of the assets. We evaluated the key factors and assumptions used to develop the Depreciation Expense and Accumulated Depreciation in determining that they are reasonable in relation to the financial statements taken as a whole. We also evaluated the useful lives of assets employed by the City and they appeared reasonable based on the assets classes in service.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements was:

- The disclosure of Pension and OPEB obligations in Notes 8 and 9 to the financial statements. The City is part of a cost sharing risk pool for retirement benefits and actual future liabilities will vary from estimates.

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 each opinion unit's 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 January 30, 2013.

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 governmental unit'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 governmental unit'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 City Council and management of the City of Moorpark and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Rogers Anderson Malody & Scott, LLP