

**MOORPARK CITY COUNCIL  
AGENDA REPORT**

**TO:** The Honorable City Council

**FROM:** Ron Ahlers, Finance Director *RA*

**DATE:** January 5, 2016 (CC Meeting of January 20, 2016)

**SUBJECT:** Consider Annual Financial Statements and Other Audit Reports for Fiscal Year Ended June 30, 2015

**SUMMARY**

The Comprehensive Annual Financial Report (CAFR), Independent Auditor's 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, Independent Auditor's memo regarding significant audit matters, Housing Successor Fund Audited Financial Statements and the Housing Successor Fund Addendum to the Annual Progress Report of the City of Moorpark for June 30, 2015 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, 2015, the City received an unqualified opinion. The City currently has five bond issues for which it is responsible (two redevelopment bonds and three assessment district bonds). The bond proceeds from these five 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, 2014. 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 have submitted 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, 2015 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, 2015 fiscal year balances and overall results of operations for the period then ended, for all City funds, including the Successor Agency to the Redevelopment Agency of the City of Moorpark (Successor Agency).

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 ended June 30, 2015 audit, the City of Moorpark received an unqualified opinion.

*The Statement of Net Position* presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position (page 15) may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

*The Statement of Activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing

of related 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 position of \$16 million was reported for the fiscal year ended June 30, 2015 (pages 16 and 66).

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 and parks and recreation.

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 Position and Statement of Changes in Fiduciary Net Position* are located on pages 27-28. The Successor Agency 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 29-74.

*The Required Supplementary Information* begins at page 75 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://www.MoorparkCA.gov>

#### General Fund Financial Status

For fiscal year ended June 30, 2015, the General Fund unassigned fund balance totaled \$3 million, which equates to approximately 19% of operating expenses. The General

Fund had a surplus of \$2,021,022 for this past year. Per Council policy the City transferred \$2,021,022 from the General Fund to the Special Projects Fund at June 30, 2015. The reasons for the surplus are revenues were greater than estimated while expenses were below appropriations.

Successor Agency to the Redevelopment Agency of the City of Moorpark

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 Redevelopment Agency of the City of Moorpark (MRA), were dissolved as of January 31, 2012. The assets, liabilities and net position (equity) were transferred from the MRA to the Successor Agency on February 1, 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 Position 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 accounting for the Successor Agency is on pages 27-28 with explanatory notes on pages 70-73 of the CAFR.

GASB 68 and the City's Retirement Plan

GASB 68, *Accounting and Financial Reporting for Pensions*, was implemented for the fiscal year ending June 30, 2015. This is the first time the City has recorded the net pension liability on the Statement of Net Position. There are three numbers on page 15 that are pension related: Deferred Outflow of Resources \$4,505,847, Noncurrent Liability Due in more than one year of \$4,729,279 and Deferred Inflow of Resources \$1,536,866. These figures are broken down and explained in Note 7 (pages 49-58). The simple fact is the City's liability for the pension plan is \$4,430,104 (page 54). This does not include the \$3.6 million contribution made in January 2015. The Deferred Outflow of Resources mentioned above reflects the contribution of \$3.6 million made in January 2015 plus normal contributions made during FY 2014-15.

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 \$750,000 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.

Independent Auditor's 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, 2015.

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, 2015.

Independent Auditor's memo regarding significant audit matters

The independent auditors noted no findings for the audit process for the fiscal year ended June 30, 2015.

Housing Successor Fund Audited Financial Statements

Senate Bill 341 (SB 341) requires audited Financial Statements for the Housing Successor Fund to be filed with the State of California.

Housing Successor Fund Addendum to the Annual Progress Report

SB 341 requires this addendum report to be filed with the State of California.

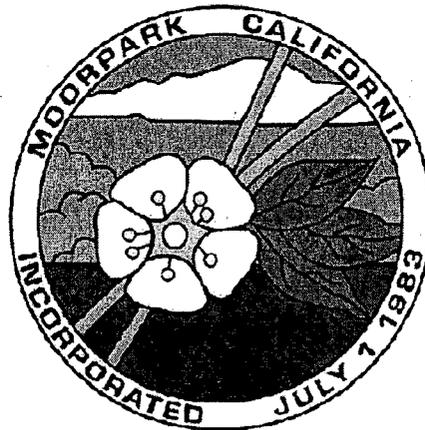
**STAFF RECOMMENDATION**      **(Roll Call Vote)**

Accept the Comprehensive Annual Financial Report (CAFR), Independent Auditor's 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, Independent Auditor's memo regarding significant audit matters, Housing Successor Fund Audited Financial Statements, Housing Successor Fund Addendum to the Annual Progress Report and receive and file this report.

Attachments:

1. City of Moorpark CAFR for Fiscal Year Ending June 30, 2015
2. Independent Auditor's 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 Significant Audit Matters
5. Housing Successor Fund Audited Financial Statements
6. Housing Successor Fund Addendum to the Annual Progress Report

**CITY OF MOORPARK, CALIFORNIA**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**Year Ended June 30, 2015**



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

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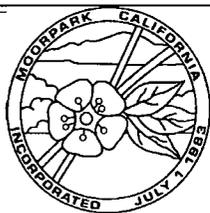
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**INTRODUCTORY SECTION**

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# City of Moorpark

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

December 30, 2015

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, 2015. 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 Position that provides the total net position (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 Position 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 2014/15.

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

## **THE REPORTING ENTITY AND ITS SERVICES**

The financial reporting entity includes all the funds of the City as well as all of its component units. The City is the primary government. The component units are 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 Authority was formed in 1993 as a joint powers authority between the City and the Redevelopment Agency of the City of Moorpark (Agency) in order to provide financial assistance to the City and the Agency by issuing debt and financing the construction of public facilities. The Agency is now dissolved, but the Authority still continues to exist.

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.

## **SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF MOORPARK**

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 1x 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. On February 1, 2012, the Agency was dissolved and the Successor Agency to the Redevelopment Agency of the City of Moorpark (Successor Agency) was created. The Successor Agency is included as a fiduciary fund (private purpose trust fund).

## **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 50 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, affordable housing, economic development, 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, 2015. As part of the annual audit, reviews are made to determine the adequacy of the City's internal control structure, as well as to determine that the City has complied with certain provisions of laws and regulations. Their examination has been completed and the auditor's report on the City's financial statements is included at the beginning of the Financial Section of this report.

## **APPROPRIATION LIMIT**

Article XIII B of 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 2014/2015 amounted to \$31,561,052 and \$14,924,934 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, 2015, approximately \$35 million was invested with the Ventura County Pool; \$80 million in various U.S. Treasury Notes, Agency Securities and money markets; about \$3.0 million in the State Treasurer's Local Agency Investment Fund (LAIF); and \$3 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, 2015 have a net ending balance of \$260 million.

## **LONG-TERM LIABILITIES/BONDED INDEBTEDNESS**

At June 30, 2015, the City has no outstanding bonds but does have long-term liabilities in the approximate amount of \$5.1 million comprised of \$0.6 million for employee compensated absences (accrued leave) and \$4.4 million in net pension liability.

The City provides retirement benefits (pension) by contributing to the California Public Employees Retirement System (CalPERS). The City pays 100% of the Annual Required Contributions (ARC), as calculated by CalPERS. The City implemented GASB 68 this year. GASB 68 requires the City to record net pension liability on the Statement of Net Position. This is the first year the City has recorded a net pension liability and the impact is a reduction in net position by \$4,430,102 for June 30, 2015. In January 2015, the City contributed \$3.6 million towards the net pension liability. Please read Note 7 - RETIREMENT PLAN for a discussion on the City's retirement plans and the net pension liability.

The City participates in the California Employers' Retiree Benefit Trust (CERBT) administered by CalPERS to provide post-employment medical insurance to City retirees. The City accounts for this liability, per GASB 45, Other Post-Employment Benefits (OPEB). The most recent actuarial valuation was performed on June 30, 2015, and shows the OPEB liability is 81% funded. The City contributed \$644,768 in October 2015 to fully fund the OPEB liability. The City has a "Net OPEB Asset" of \$109,000 on the Statement of Net Position. Please see Note 8 - OTHER POST EMPLOYMENT BENEFITS in the CAFR.

The Successor Agency has the 2006 Tax Allocation Bonds (2006 Bonds) and the 2014 Tax Allocation Refunding Bonds (2014 Bonds). The 2006 Bonds and 2014 Bonds outstanding principal as of June 30, 2015 were \$11.5 million and \$13.4 million, respectively. The purpose of the 2006 bonds were to finance a portion of the costs of implementing the Redevelopment Plan and fund redevelopment activities within the Agency project area. In November 2014, the Successor Agency issued the 2014 Bonds to refund the 1999 Tax Allocation Refunding Bonds and the 2001 Tax Allocation Bonds.

## **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, 2014. 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.MoorparkCA.gov](http://www.MoorparkCA.gov).

Respectfully submitted,



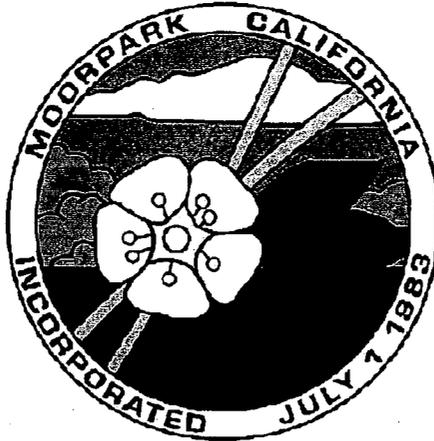
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STEVEN KUENY  
CITY MANAGER



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RON AHLERS  
FINANCE DIRECTOR



**Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2015**

**DIRECTORY OF CITY OFFICIALS**

**CITY COUNCIL**

Janice S. Parvin, Mayor

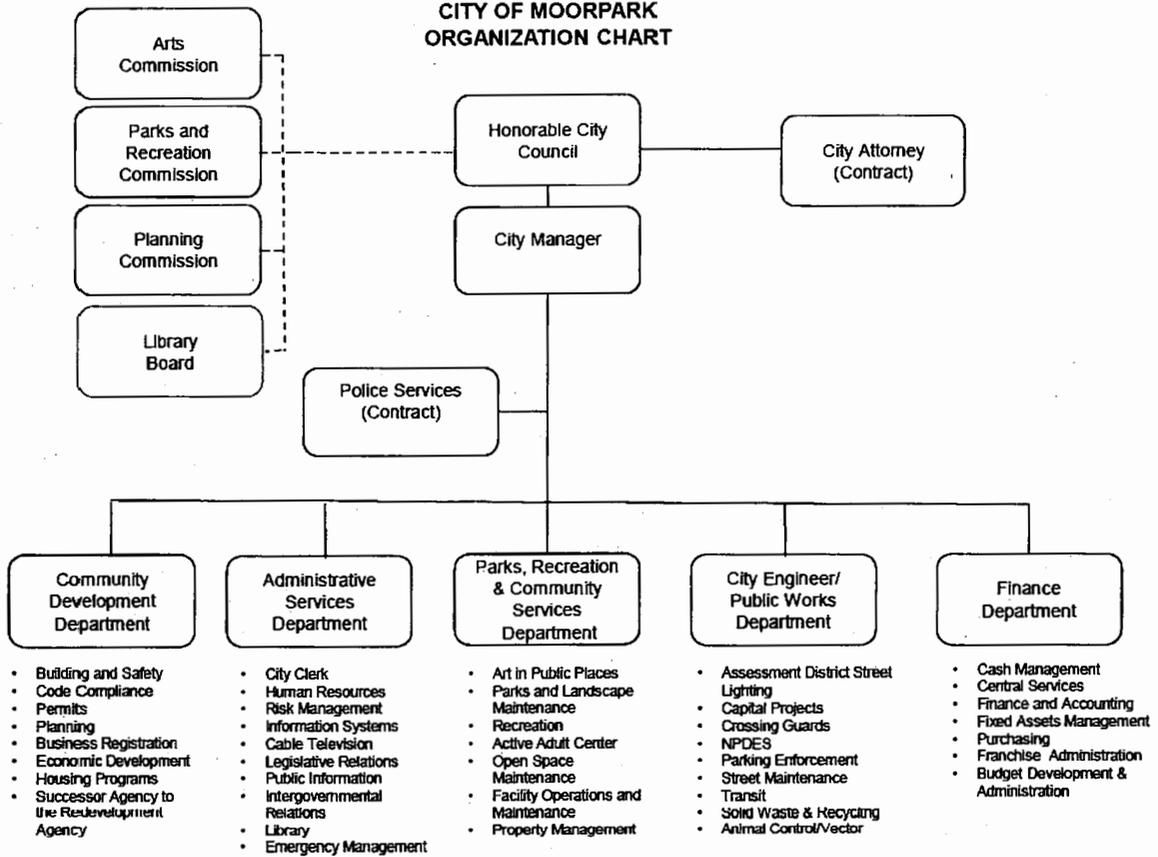
Roseann Mikos, Councilmember  
Keith F. Millhouse, Mayor Pro Tem

David Pollock, Councilmember  
Mark Van Dam, Councilmember

**CITY MANAGEMENT STAFF**

Steven Kueny, City Manager  
Deborah Traffenstedt, Assistant City Manager  
David Bobardt, Community Development Director  
David Klotzle, City Engineer/Public Works Director  
Jeremy Laurentowski, Parks & Recreation Director  
Ron Ahlers, Finance Director

**CITY OF MOORPARK  
ORGANIZATION CHART**





Government Finance Officers Association

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

Presented to

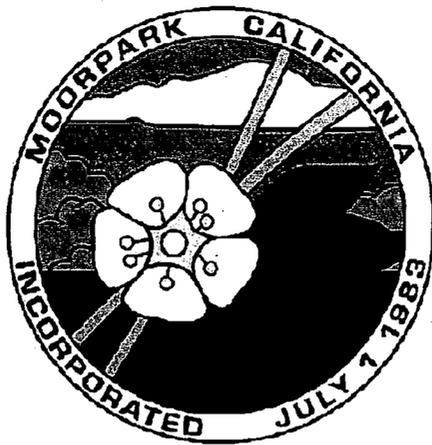
**City of Moorpark  
California**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

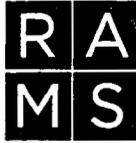
Executive Director/CEO

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**FINANCIAL SECTION**

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ROGERS, ANDERSON, MALODY & SCOTT, LLP  
CERTIFIED PUBLIC ACCOUNTANTS, SINCE 1948

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San Bernardino, CA 92408  
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909 889 5361 F  
ramscpa.net

## Independent Auditor's Report

The Honorable City Council  
City of Moorpark, California

### Report on the financial statements

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 (City), California, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### *Management's responsibility for the financial statements*

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

### *Auditor's responsibility*

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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*PCPS The AICPA Alliance  
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*Governmental Audit  
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California Society of  
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## **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, 2015, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Emphasis of matter**

#### *Change in Accounting Principle*

As discussed in Note 1 of the financial statements, the City adopted the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68*. Our opinions are not modified with respect to this matter

### **Other matters**

#### *Required supplementary information*

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison information, OPEB schedule of funding progress, schedule of the City's proportionate share of the plans' net pension liability and related ratios as of the measurement date, and schedule of plan's contributions as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Other information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, the combining and individual nonmajor fund financial statements, the budgetary comparison schedules, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the budgetary comparison schedules 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements 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 to the basic financial statements as a whole.

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

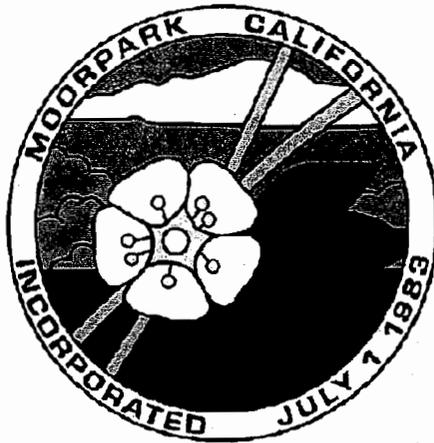
**Other reporting required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2015, 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* in considering City's internal control over financial reporting and compliance.

*Rogers Anderson Maloney & Scott, LLP*

San Bernardino, CA  
December 30, 2015

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**Management's Discussion and Analysis**

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## City of Moorpark

### Management's Discussion and Analysis Year Ended June 30, 2015

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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, 2015. 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 2014/15 by \$372,194,413 (Net Position). Of this amount, \$22,642,705 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 defines "Net Position" as assets less liabilities. GASB requires the City to record infrastructure assets (streets, parks, buildings, etc.) less accumulated depreciation as a restricted fund balance titled, "Invested in Capital Assets" (\$260,051,061). Restrictions for Special Revenue Funds amounts to \$89,500,647, this reduces the Total Net Position to the Unrestricted Net Position (\$22,642,705). The Statement of Net Position is presented on page 15.
- The City's Total Net Position increased by \$16,043,205 during the current fiscal year. The Statement of Activities is presented on page 16.
- As of June 30, 2015, the City's governmental funds (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds) reported combined ending fund balances of \$109,924,503, an increase of \$11,581,645, from the prior year. The increase is a result of developer fee revenues due to increased building activity within the City.
- At the end of the current fiscal year, fund balances for the General Fund were \$3,660,018 (\$660,077 is in nonspendable form, and \$2,999,941 is unassigned).

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

## City of Moorpark

### Management's Discussion and Analysis Year Ended June 30, 2015

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The *Statement of Net Position* presents information on all of the City's assets, deferred inflows of resources, liabilities, and deferred outflows of resources, with the difference between them reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, 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 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 Redevelopment Agency of the City of Moorpark (Agency) was dissolved on February 1, 2012 as legislated in Assembly Bill x1 26. Its Successor Agency is shown as a Private Purpose Trust Fund (pages 27-28).

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

**Fund Financial Statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and fiduciary funds.

**Governmental Funds.** *Governmental Funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances, provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

**Management's Discussion and Analysis  
Year Ended June 30, 2015**

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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, Parks/Public Facilities, Los Angeles Area of Contribution, Low-Moderate Income Housing Asset, Prop 1B Local Streets and Roads, Community Development, Endowment, Police Facilities Fee, and Special Projects. 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 the majority of its funds. A budgetary comparison statement is provided for 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 private purpose trust fund and agency funds, are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the *government-wide financial statements* because the resources of the fund are *not* available to support the City's own programs. Fiduciary funds are custodial in nature and, therefore, the accounting used does not involve the measurement of the results of operations. The basic fiduciary fund financial statement can be found on pages 27-28 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 29-74 of this report.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

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

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$372 million at the close of the current fiscal year.

The City's net investment in capital assets, net of related debt reflects a positive \$260 million. As shown on the schedule below, the largest portion of the City's net position (70%) is its investment in capital assets. The City uses these capital assets (parks, streets, sidewalks, rights of way etc.) to provide services to citizens; consequently, these assets are not available for future spending.

**City of Moorpark**

**Management's Discussion and Analysis  
Year Ended June 30, 2015**

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An additional portion of the City's net position (24%) represents resources that are subject to external restrictions on how they may be used. The major restrictions on net position are funding source restrictions. The remaining balance of total net position (6%) 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, 2015, the City reported positive balances in all three categories of net position, both for the City as a whole, as well as for its separate governmental activities.

**Net Position  
Governmental Activities  
As of June 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
<b>Assets:</b>		
Current and other assets	\$ 117,169,350	\$ 104,830,895
Capital Assets	260,051,061	259,798,991
<b>Total Assets:</b>	<u>377,220,411</u>	<u>364,629,886</u>
<b>Deferred Outflows of Resources:</b>		
Pension related	<u>4,505,847</u>	-
<b>Liabilities:</b>		
Other liabilities	7,994,979	3,302,288
<b>Total Liabilities:</b>	<u>7,994,979</u>	<u>3,302,288</u>
<b>Deferred Inflows of Resources:</b>		
Pension related	<u>1,536,866</u>	-
<b>Net Position:</b>		
Net invested in capital assets	260,051,061	259,798,991
Restricted	89,500,647	85,872,675
Unrestricted	22,642,705	15,655,932
<b>Total Net Position, as restated</b>	<u>\$ 372,194,413</u>	<u>\$ 361,327,598</u>

The City's net position increased by \$16 million during the current fiscal year as a result of increase development activity within the City.

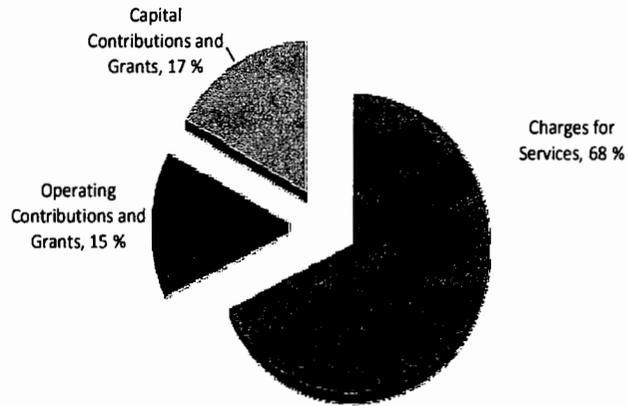
**City of Moorpark**

**Management's Discussion and Analysis  
Year Ended June 30, 2015**

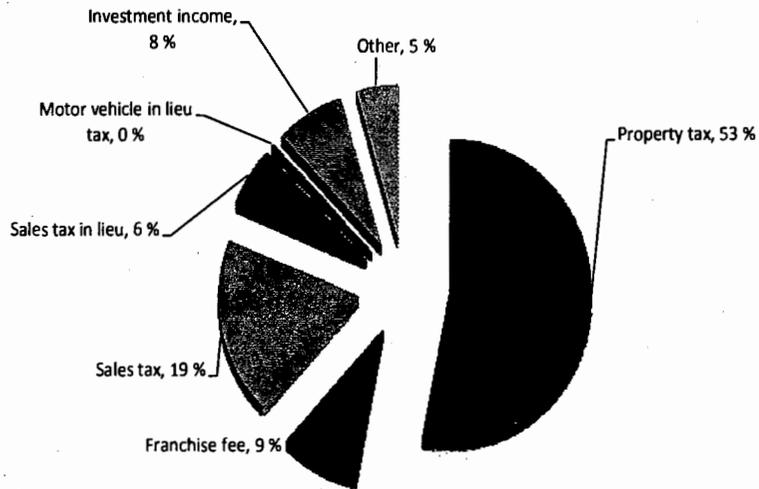
**Changes in Net Position  
Governmental Activities  
For the Years Ended June 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
<b>Revenues:</b>		
Program Revenues:		
Charges for services	\$ 18,380,410	\$ 13,859,658
Operating contributions and grants	4,049,606	4,364,461
Capital contributions and grants	4,636,843	2,010,143
General Revenues:		
Property taxes, levied for general purposes	7,638,300	6,841,765
Franchise taxes	1,284,268	1,222,759
Sales taxes	2,749,320	2,695,884
Sales taxes in lieu	896,527	1,089,362
Motor vehicle in lieu tax, unrestricted	15,399	15,942
Investment income	1,116,545	1,153,683
Other	685,569	492,755
<b>Total Revenues:</b>	<u><b>41,452,787</b></u>	<u><b>33,746,412</b></u>
<b>Expenses:</b>		
General government	1,212,685	2,169,069
Public safety	7,024,242	6,882,753
Public services	11,558,575	11,779,873
Parks and recreation	5,614,080	6,026,182
<b>Total Expenses:</b>	<u><b>25,409,582</b></u>	<u><b>26,857,877</b></u>
<b>Increase (decrease) in net position</b>	16,043,205	6,888,535
Net position, beginning of year, as restated	356,151,208	354,439,063
<b>Net position, end of year</b>	<u><b>\$ 372,194,413</b></u>	<u><b>\$ 361,327,598</b></u>

### 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 \$109,924,503. This is an increase of \$11,581,645 in comparison with the prior year. \$11,023,393 or 10% is nonspendable, \$54,572,775 or 50% is restricted to specific purpose, \$711,399 or 1% is committed, \$42,221,565 or 38% is assigned and \$1,395,371 or 1% 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 \$3,660,018, which increased by \$24,119 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 25% of total General Fund expenditures and transfers out. This is a healthy reserve.

Key factors for revenues and expenses when compared to fiscal year 2013/2014 are as follows:

- The City's property tax revenues increased by \$796,535 or 6.9%.
- Sales tax revenues increased by approximately \$53,436 or 2.0%.
- The Sales Tax Compensation or "triple flip" decreased by \$192,834 or 17.7%. Last year the City received amounts due from the prior years.
- Interest earnings decreased by \$86,317 or 25.5% due to market value losses.
- Expenditures and transfers out ended the year approximately \$3.4 million more than the prior year figure due to the pay down on the pension debt and an increase in the transfer to the Special Projects Fund.

**City of Moorpark**

**Management's Discussion and Analysis  
Year Ended June 30, 2015**

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

The fund balance of the Street and Traffic Safety Fund increased by \$1.9 million due to increased fees by new development within the City.

**Assessment District Fund**

The fund balance of the Assessment District Fund decreased by \$68,213 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.

**Parks/Public Facilities Fund**

The fund balance of the Parks/Public Facilities Fund increased by \$2.1 million from the prior year due to increased fees by new development within the City.

**Los Angeles Area of Contribution Fund**

The fund balance of the Los Angeles Area of Contribution Fund increased by \$73,585 from the prior year due to increased fees by new development within the City.

**Low-Mod Income Housing Asset Fund**

The City elected to become the Successor Housing Agency and created the Low and Moderate Income Housing Asset Fund for this purpose. There was little activity this past year.

**Prop 1B Local Streets and Roads Fund**

In Fiscal Year 2013/2014, this fund received a grant in the amount of \$1.1 million approximately for the purchase of two CNG busses and the expansion of the Moorpark Metro link North Parking.

**Community Development Fund**

This fund experienced a 10% decrease in fees and activities due to new housing development within the City.

**Endowment Fund**

The fund balance of the Endowment Fund increased by \$6.4 million from Fiscal Year 2013/2014. This is due to increased development activity within the City.

**City of Moorpark**

**Management's Discussion and Analysis  
Year Ended June 30, 2015**

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**Police Facilities Fee Fund**

The fund balance of the Police Facilities Fund improved by \$220,617 from the prior year. These funds are derived from new construction fees and transferred to the Endowment Fund as payback for the loan to construct the Police Services Center.

**Special Projects Capital Projects Fund**

Per City Council Policy, the General Fund transferred fund balance in excess of \$3 million to the Special Projects Capital Projects Fund. This amount was \$2 million this past year. The Special Projects Fund transferred about \$2.9 million to pay down the pension liability of the City. The June 30, 2015 fund balance is about \$24.6 million.

**Non-Major Governmental Funds**

The fund balance of all other Non-Major Governmental Funds grew by \$1.7 million from the previous fiscal year due to increased fees from new development within the City.

**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, 2015, were revenues exceeding expenditures by approximately \$2 million which was transferred to the Special Projects Fund. Revenues plus Transfers In were \$82,788 less than the budget and expenditures plus Transfers Out ended the year under budget by \$3.1 million.

Management's Discussion and Analysis  
Year Ended June 30, 2015

**CAPITAL ASSET AND LONG-TERM LIABILITIES**

**Capital Assets.** The City's investment in capital assets as of June 30, 2015, amounted to \$260 million (net of accumulated depreciation). This investment, detailed in the table below, includes land, rights of way, construction in progress, buildings and improvements, machinery and equipment, and infrastructure. The total increase in the City's investment in capital assets for the current fiscal year was \$0.3 million.

	<u>2015</u>	<u>2014</u>
Land	\$ 41,079,642	\$ 39,380,903
Rights of Way	123,066,830	123,066,830
Construction in Progress	12,015,023	10,529,962
Buildings and improvements	26,662,019	27,733,353
Machinery and equipment	2,440,750	2,481,206
Infrastructure	54,786,797	56,606,737
<b>Total</b>	<b><u>\$ 260,051,061</u></b>	<b><u>\$ 259,798,991</u></b>

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

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

**Long-term Liabilities**

At the end of the current fiscal year, the City's long-term liabilities outstanding are \$5,079,460, which are the net pension liability and the employee compensated absences payable. Additional information on the City's long-term liabilities can be found in Note 6 on page 49 of the basic financial statements.

The City implemented GASB 68, *Accounting and Financial Reporting for Pensions*, this fiscal year. The net pension liability is \$4.4 million for the City. In January 2015, the City contributed \$3.6 million to pay down this net pension liability. This contribution will be realized in next year's actuarial report.

**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, parks and landscape maintenance and the Ventura County Sheriff's Contract continue to exceed revenue growth.

## **City of Moorpark**

### **Management's Discussion and Analysis Year Ended June 30, 2015**

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The State's "Triple Flip" payment plan remains in effect as the State repaid the \$15 billion deficit reduction bonds in Fiscal Year 2015/2016. The impact to the City will be on cash flow during Fiscal Year 2015-2016 and the restoration of the full 1% of Bradley-Burns Sales Tax.

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 on December 29, 2011, the California Supreme Court issued their ruling upholding the constitutionality of ABx1 26; thereby all redevelopment agencies within the State of California are abolished.

For fiscal year 2015/2016, the City took into consideration the following factors in preparing the budget:

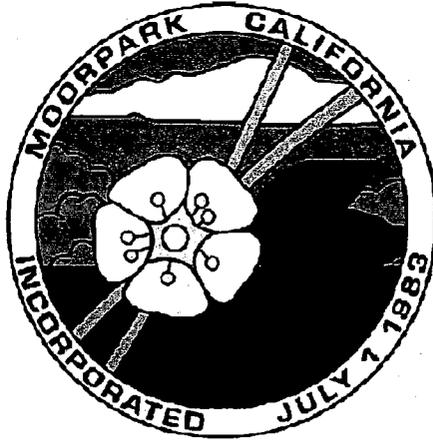
- Sales Tax revenues assume a minor increase from fiscal year 2014/2015.
- Property Tax and Vehicle License fees revenue are projected to increase slightly.
- Interest income will remain stable at an average rate of return of just over 1%.
- Decrease of 3.029% in PERS employer retirement rate from 11.032% to 8.003% effective July 1, 2015. This is a direct result of the \$3.6 million pay down of net pension liability.
- Increase in employee compensation from a general 1% cost of living adjustment and increases in medical insurance premiums.
- Projections indicate our cost for general liability and workers compensation insurance will both increase for fiscal year 2015/2016 when compared to fiscal year 2014/2015 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 2015/2016 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 [www.MoorparkCA.gov](http://www.MoorparkCA.gov).

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**BASIC FINANCIAL STATEMENTS**

**City of Moorpark**

**Statement of Net Position  
June 30, 2015**

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and investments	\$ 104,110,384
Receivables, net:	
Accounts	1,888,968
Interest	389,355
Prepaid items	59,089
Due from other governments	342,501
Net OPEB asset	109,000
Property held for resale	8,096,221
Long term notes receivables	2,173,832
Capital assets, net of accumulated depreciation	
Non-depreciable	177,512,444
Depreciable, net of accumulated depreciation	
Buildings and improvements	26,662,019
Machinery and equipment	2,440,750
Infrastructure	53,435,848
<b>Total assets</b>	<b>377,220,411</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension related	4,505,847
<b>LIABILITIES</b>	
Accounts payable and accrued liabilities	2,915,519
Noncurrent liabilities:	
Due within one year	350,181
Due in more than one year	4,729,279
<b>Total liabilities</b>	<b>7,994,979</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Pension related	1,536,866
<b>NET POSITION</b>	
Net investment in capital assets	260,051,061
Restricted for:	
Public services	51,265,949
Recreation services	4,325,509
Public safety	21,898,653
Housing activities	12,010,536
Unrestricted	22,642,705
<b>Total net position</b>	<b>\$ 372,194,413</b>

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

**City of Moorpark**

**Statement of Activities  
Year Ended June 30, 2015**

Functions/Programs	Expenses	Program Revenues		Net Governmental Activities	
		Charges for Service	Operating Contributions and Grants		Capital Contributions and Grants
<b>Primary Government</b>					
Governmental activities:					
General government	\$ 1,212,685	\$ 1,463,859	\$ -	\$ -	\$ 251,174
Public safety	7,024,242	3,325,404	-	-	(3,698,838)
Public services	11,558,575	10,471,498	4,049,606	4,636,843	7,599,372
Parks and recreation	5,614,080	3,119,649	-	-	(2,494,431)
Total governmental activities	25,409,582	18,380,410	4,049,606	4,636,843	1,657,277
Total primary government	\$ 25,409,582	\$ 18,380,410	\$ 4,049,606	\$ 4,636,843	
General revenues:					
Taxes:					
Property tax, levied for general purpose					7,638,300
Franchise fee					1,284,268
Sales tax					2,749,320
Sales tax in lieu					896,527
Motor vehicle in lieu tax, unrestricted					15,399
Investment income					1,116,545
Other					685,569
Total general revenues					14,385,928
Change in net position					16,043,205
Net position, beginning of year, as restated (see Note 16)					356,151,208
Net position, end of year					\$ 372,194,413

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

**City of Moorpark**

**Balance Sheet – Governmental Funds  
June 30, 2015**

	<u>Special Revenue</u>		
	<u>General</u>	<u>Street and Traffic Safety</u>	<u>Assessment Districts</u>
<b>ASSETS</b>			
Cash and investments	\$ 3,773,298	\$ 21,675,350	\$ 5,290,696
Receivables:			
Accounts	875,548	24,643	53,542
Interest	-	-	-
Notes and loans	-	-	-
Due from other funds	10,252	-	-
Prepaid items	48,933	10,156	-
Due from successor agency	-	-	-
Property held for resale	611,084	-	-
<b>Total assets</b>	<b><u>\$ 5,319,115</u></b>	<b><u>\$ 21,710,149</u></b>	<b><u>\$ 5,344,238</u></b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable and accrued liabilities	\$ 1,176,087	\$ 68,772	\$ 248,645
Due to other funds	-	-	-
Unearned revenues	483,010	-	-
<b>Total liabilities</b>	<b><u>1,659,097</u></b>	<b><u>68,772</u></b>	<b><u>248,645</u></b>
Deferred inflows of resources:			
Unavailable revenues	-	-	-
Deferred loans	-	-	-
<b>Total deferred inflows of resources</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
Fund balances:			
Nonspendable	660,077	10,156	-
Restricted	-	21,631,221	5,095,593
Committed	-	-	-
Assigned	-	-	-
Unassigned	2,999,941	-	-
<b>Total fund balances (deficit)</b>	<b><u>3,660,018</u></b>	<b><u>21,641,377</u></b>	<b><u>5,095,593</u></b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b><u>\$ 5,319,115</u></b>	<b><u>\$ 21,710,149</u></b>	<b><u>\$ 5,344,238</u></b>

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

Special Revenue				
Parks/Public Facilities	Los Angeles Area of Contribution	Low-Mod Income Housing Asset	Prop 1B Local Streets and Roads	Community Development
\$ 5,280,622	\$ 11,733,871	\$ 226,694	\$ 1,113,166	\$ 921,320
4,921	13,609	-	1,309	10,385
-	182,097	207,258	-	-
-	250,249	1,790,214	-	-
-	177,006	-	-	-
-	-	-	-	-
-	-	7,429,564	-	-
<u>\$ 5,285,543</u>	<u>\$ 12,356,832</u>	<u>\$ 9,653,730</u>	<u>\$ 1,114,475</u>	<u>\$ 931,705</u>
\$ 40,160	\$ 85,909	\$ 2,578	\$ -	\$ 931,705
919,874	-	-	-	-
-	-	10,000	1,091,037	-
<u>960,034</u>	<u>85,909</u>	<u>12,578</u>	<u>1,091,037</u>	<u>931,705</u>
-	-	-	-	-
-	432,346	1,997,472	-	-
-	432,346	1,997,472	-	-
-	177,006	7,429,564	-	-
4,325,509	11,661,571	214,116	23,438	-
-	-	-	-	-
-	-	-	-	-
<u>4,325,509</u>	<u>11,838,577</u>	<u>7,643,680</u>	<u>23,438</u>	<u>-</u>
<u>\$ 5,285,543</u>	<u>\$ 12,356,832</u>	<u>\$ 9,653,730</u>	<u>\$ 1,114,475</u>	<u>\$ 931,705</u>

**City of Moorpark**

**Balance Sheet – Governmental Funds (continued)**  
**June 30, 2015**

	<u>Special Revenue</u>	<u>Capital Projects</u>	
	<u>Endowment</u>	<u>Police Facilities Fee</u>	<u>Special Projects</u>
<b>ASSETS</b>			
Cash and investments	\$ 11,789,027	\$ 976	\$ 23,719,941
Receivables:			
Accounts	10,492	102	-
Interest	-	-	-
Notes and loans	6,500	-	-
Due from other funds	1,428,642	-	919,874
Prepaid items	-	-	-
Due from successor agency	342,501	-	-
Property held for resale	-	-	-
	<u>13,577,162</u>	<u>1,078</u>	<u>24,639,815</u>
<b>Total assets</b>	<b>\$ 13,577,162</b>	<b>\$ 1,078</b>	<b>\$ 24,639,815</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable and accrued liabilities	\$ 16,558	\$ -	\$ -
Due to other funds	-	1,428,642	-
Unearned revenues	-	-	-
	<u>16,558</u>	<u>1,428,642</u>	<u>-</u>
<b>Total liabilities</b>	<b>16,558</b>	<b>1,428,642</b>	<b>-</b>
Deferred inflows of resources:			
Unavailable revenues	-	-	-
Deferred loans	6,500	-	-
	<u>6,500</u>	<u>-</u>	<u>-</u>
<b>Total deferred inflows of resources</b>	<b>6,500</b>	<b>-</b>	<b>-</b>
Fund balances:			
Nonspendable	1,771,143	-	919,874
Restricted	-	-	-
Committed	-	-	-
Assigned	11,782,961	-	23,719,941
Unassigned	-	(1,427,564)	-
	<u>13,554,104</u>	<u>(1,427,564)</u>	<u>24,639,815</u>
<b>Total fund balances (deficit)</b>	<b>13,554,104</b>	<b>(1,427,564)</b>	<b>24,639,815</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 13,577,162</b>	<b>\$ 1,078</b>	<b>\$ 24,639,815</b>

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

Nonmajor Governmental Funds	Total Governmental Funds
\$ 18,585,423	\$ 104,110,384
894,417	1,888,968
-	389,355
126,869	2,173,832
-	2,535,774
-	59,089
-	342,501
55,573	8,096,221
<u>\$ 19,662,282</u>	<u>\$ 119,596,124</u>
\$ 345,105	\$ 2,915,519
187,258	2,535,774
7,079	1,591,126
<u>539,442</u>	<u>7,042,419</u>
66,015	66,015
126,869	2,563,187
<u>192,884</u>	<u>2,629,202</u>
55,573	11,023,393
11,621,327	54,572,775
711,399	711,399
6,718,663	42,221,565
(177,006)	1,395,371
<u>18,929,956</u>	<u>109,924,503</u>
<u>\$ 19,662,282</u>	<u>\$ 119,596,124</u>

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**City of Moorpark**

**Reconciliation of the Balance Sheet of  
Governmental Funds to the Statement of Net Position  
June 30, 2015**

---

Fund balances of governmental funds	\$ 109,924,503
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	260,051,061
Long-term notes and loans receivable are not current financial resources and, therefore, are deferred inflows in the governmental funds.	2,563,187
Certain assets are not available to pay for current-period expenditures and therefore are deferred in the funds. The availability criteria does not apply to the government-wide statements.	1,657,141
Long term liabilities are not due and payable in the current period and, therefore, are not reported in funds.	
Compensated absences payable	(649,358)
Net pension liability	(4,430,102)
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.	109,000
Deferred inflows and outflows of resources related to pensions are not reported in the governmental funds:	
Net deferred inflows of resources	(1,536,866)
Net deferred outflows of resources	<u>4,505,847</u>
Net position of governmental activities	<u>\$ 372,194,413</u>

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, 2015**

	<u>Special Revenue</u>		
	<u>General</u>	<u>Street and Traffic Safety</u>	<u>Assessment Districts</u>
<b>REVENUES</b>			
Taxes	\$ 12,285,684	\$ -	\$ -
Licenses and permits	143,334	-	-
Fines and forfeitures	208,150	-	-
Use of money and property	525,452	262,735	58,864
Charges for services	1,276,364	2,921,706	168,801
Intergovernmental	229,415	-	-
Maintenance assessments	-	-	2,487,047
Other revenue	293,774	730	24,812
	<u>14,962,173</u>	<u>3,185,171</u>	<u>2,739,524</u>
<b>EXPENDITURES</b>			
Current:			
General government	2,495,675	-	-
Public safety	6,410,918	-	-
Public services	2,320,888	419,409	391,793
Parks and recreation	1,822,537	-	3,897,395
Capital Outlay	370,007	850,679	20,813
Debt service:			
Interest	-	-	-
	<u>13,420,025</u>	<u>1,270,088</u>	<u>4,310,001</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,542,148</u>	<u>1,915,083</u>	<u>(1,570,477)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	2,892,546	-	1,502,264
Transfers out	(4,410,575)	-	-
	<u>(1,518,029)</u>	<u>-</u>	<u>1,502,264</u>
Net change in fund balances	24,119	1,915,083	(68,213)
Fund balances (deficit), beginning of year	<u>3,635,899</u>	<u>19,726,294</u>	<u>5,163,806</u>
Fund balances (deficit), end of year	<u>\$ 3,660,018</u>	<u>\$ 21,641,377</u>	<u>\$ 5,095,593</u>

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

Parks/Public Facilities	Special Revenue			
	Los Angeles Area of Contribution	Low-Mod Income Housing Asset	Prop 1B Local Streets and Roads	Community Development
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	1,106,630
-	-	-	-	5,950
55,038	162,759	2,677	13,746	-
2,314,795	1,314,415	19,800	-	1,104,622
-	-	-	-	-
-	-	-	-	-
-	-	-	-	71,950
<u>2,369,833</u>	<u>1,477,174</u>	<u>22,477</u>	<u>13,746</u>	<u>2,289,152</u>
-	-	100	-	-
-	-	-	-	-
4,138	32,708	26,065	-	3,238,766
-	-	-	-	-
255,665	1,370,881	-	-	-
-	-	4,476	-	-
<u>259,803</u>	<u>1,403,589</u>	<u>30,641</u>	<u>-</u>	<u>3,238,766</u>
<u>2,110,030</u>	<u>73,585</u>	<u>(8,164)</u>	<u>13,746</u>	<u>(949,614)</u>
-	-	-	-	949,597
-	-	-	-	-
-	-	-	-	949,597
2,110,030	73,585	(8,164)	13,746	(17)
<u>2,215,479</u>	<u>11,764,992</u>	<u>7,651,844</u>	<u>9,692</u>	<u>17</u>
<u>\$ 4,325,509</u>	<u>\$ 11,838,577</u>	<u>\$ 7,643,680</u>	<u>\$ 23,438</u>	<u>\$ -</u>

**City of Moorpark**

**Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
Year Ended June 30, 2015**

	Special Revenue	Capital Projects	
	Endowment	Police Facilities Fee	Special Projects
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Fines and forfeitures	-	-	-
Use of money and property	187,704	689	26,185
Charges for services	4,897,921	219,928	-
Intergovernmental	2,142,717	-	2,328
Maintenance assessments	-	-	-
Other revenue	29	-	-
<b>Total revenues</b>	<b>7,228,371</b>	<b>220,617</b>	<b>28,513</b>
<b>EXPENDITURES</b>			
Current:			
General government	-	-	-
Public safety	-	-	-
Public services	182,040	-	-
Parks and recreation	-	-	-
Capital Outlay	648,412	-	-
Debt service:			
Interest	-	-	-
<b>Total expenditures</b>	<b>830,452</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>6,397,919</b>	<b>220,617</b>	<b>28,513</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	2,021,222
Transfers out	-	-	(2,892,546)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(871,324)</b>
<b>Net change in fund balances</b>	<b>6,397,919</b>	<b>220,617</b>	<b>(842,811)</b>
Fund balances (deficit), beginning of year	7,156,185	(1,648,181)	25,482,626
<b>Fund balances (deficit), end of year</b>	<b>\$ 13,554,104</b>	<b>\$ (1,427,564)</b>	<b>\$ 24,639,815</b>

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

Non major Governmental Funds	Total Governmental Funds
\$ 1,402,635	\$ 13,688,319
-	1,249,964
170,188	384,288
216,550	1,512,399
1,712,874	15,951,226
2,872,172	5,246,632
-	2,487,047
53,902	445,197
<u>6,428,321</u>	<u>40,965,072</u>
-	2,495,775
378,847	6,789,765
3,852,420	10,468,227
12,382	5,732,314
376,413	3,892,870
-	4,476
<u>4,620,062</u>	<u>29,383,427</u>
<u>1,808,259</u>	<u>11,581,645</u>
-	7,365,629
<u>(62,508)</u>	<u>(7,365,629)</u>
<u>(62,508)</u>	-
1,745,751	11,581,645
<u>17,184,205</u>	<u>98,342,858</u>
<u>\$ 18,929,956</u>	<u>\$ 109,924,503</u>

**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, 2015**

---

Net change in fund balance - total governmental funds \$ 11,581,645

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:

	<u>Capital Outlay</u>		
Capital outlays and other capital expenditures	\$ 3,767,999		
Depreciation expense	(3,418,849)		
Capital assets deletions, net of accumulated depreciation	(97,080)		252,070

Long-term notes and loans receivable are reported as expenditures when made and 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. 29,035

Revenues that are measurable but not available are not recorded as revenues under the modified accrual basis of accounting. 487,715

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.

Decrease in compensated absences		2,471
Decrease in OPEB asset		(25,000)
Pension expense net adjustments		3,715,269

Change in net position of governmental activities \$ 16,043,205

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

**City of Moorpark**

**Statement of Fiduciary Net Position  
June 30, 2015**

	Successor Agency Private Purpose Trust Fund	Agency Fund
<b>ASSETS</b>		
Cash and investments	\$ 3,084,061	\$ 4,273,254
Cash and investments with fiscal agent	3,532,530	5,641,752
Receivable:		
Accounts	-	27,378
Prepaid insurance premium	277,976	
Land held for resale	11,402,135	-
Construction in progress	119,736	-
Capital assets, net	9,085,029	-
Total assets	<u>27,501,467</u>	<u>\$ 9,942,384</u>
<b>LIABILITIES</b>		
Accounts payable	252,256	\$ 67,038
General deposits	-	4,206,629
Due to City of Moorpark	342,501	-
Bonds payable - due within one year	765,000	-
Bonds payable - due in more than one year	24,155,000	-
Amortizable charges - debt related	266,678	-
Due to bondholders	-	5,668,717
Total liabilities	<u>25,781,435</u>	<u>\$ 9,942,384</u>
<b>NET POSITION</b>		
Held in trust for the Successor Agency	<u>\$ 1,720,032</u>	

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

**City of Moorpark**

**Statement of Changes in Fiduciary Net Position  
Private Purpose Trust Fund - Successor Agency  
Year Ended June 30, 2015**

---

	<u>Successor Agency Private-Purpose Trust Fund</u>
<b>ADDITIONS</b>	
RPTTF distribution	\$ 2,275,190
Investment earnings	75,617
Total additions	<u>2,350,807</u>
<b>DEDUCTIONS</b>	
Debt service payments - interest	1,451,082
Depreciation	202,519
Amortization of deferred charges	6,774
Other payments	919,660
Total deductions	<u>2,580,035</u>
Change in net position	(229,228)
Net position, beginning of year	<u>1,949,260</u>
Net position, end of year	<u>\$ 1,720,032</u>

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

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

---

<u>NOTE</u>	<u>DESCRIPTION</u>	<u>PAGE</u>
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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 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 PFA was formed in 1993 as a joint powers authority between the City and the former Redevelopment Agency of the City of Moorpark (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 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 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. The PFA and IDA were inactive during the fiscal year ended June 30, 2015.

The following specific criteria were used in determining that the PFA and the IDA are "blended" component units:

- 1) The members of the City Council also act as the governing body of the PFA, and the IDA.
- 2) The City, the PFA, and the IDA are financially interdependent.
- 3) The PFA, and the IDA are managed by employees of the City.
- 4) The PFA and IDA did not issue separate financial statements in the current fiscal year.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

---

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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.

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 balance, 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.

*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 Types

*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 14).

- 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)
- D) Basis of Accounting and Measurement Focus

Government-Wide Financial Statements

The City's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present 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, deferred inflows of resources, liabilities, and deferred outflows of resources, including capital assets and infrastructure as well as long-term debt, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while 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 contributions and grants. 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.

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.

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

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 position presented in the Government-wide Financial Statements. The City has presented all major funds that met qualifications of GASB Statement No. 34. 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, deferred inflows of resources, current liabilities, and deferred outflows of resources are included on the Balance Sheets.

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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

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 unearned revenues. Expenditures are recorded when the fund liability is incurred, if measurable, except for un-matured interest on general long-term debt, which is recognized when due.

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the unrestricted components of fund balance.

Furthermore, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

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 fee and transfer taxes, fines and forfeitures, fees for services and interest.

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 Parks and 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 development fees.

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.

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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1) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

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

The Low and Moderate Income Housing Asset Special Revenue Fund is used to account for the housing assets transferred from the former 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 Low and Moderate Income Housing Fund of the former Agency.

The Proposition 1B Local Streets and Roads Special Revenue Fund is used to account for funds received from the State of California Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006 (Proposition 1B) for specified purposes, such as public transit and passenger rail improvements; local street and road improvement; congestion relief and traffic safety projects.

The Community Development Special Revenue 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.

The Endowment Special Revenue 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.

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 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 balance monies in excess of \$3,000,000.

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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

Fiduciary Funds Financial Statements

Fiduciary Funds Financial Statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. 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 SARA as directed by the Oversight Board to settle the affairs of the dissolved Agency.

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 (if 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 General Fund, Low and Moderate Income Housing Asset Fund and City Affordable Housing Fund, represent 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 non-spendable 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, 2015 was \$8,096,221.

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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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) Unearned and Unavailable Revenue

Unearned revenue is recorded for monies collected in advance that have not been earned. Unavailable revenue is recorded when the availability criteria has not been met. As of June 30, 2015, unearned revenue in the Governmental Funds amounted to \$1,591,126. The majority of this amount, \$1,091,037 is for the purchase of transit buses and another \$460,775 reflects an overpayment by the State to the City for the Sales Tax Compensation revenue. Unavailable revenue amounted to \$66,015; of which \$58,728 represents Transit revenues from the State that were not available as of June 30, 2015.

I) Long-Term Debt

In the statement of net position of the government-wide financial statements, long-term debt and other obligations are reported as liabilities. The balance showed as outstanding represents compensated absences payable and net pension liability at June 30, 2015.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

J) Employee Compensated Absences

City employees may receive from 20 to 30 days of vacation time or annual leave each year, depending upon length of service. An employee may accumulate earned vacation time up to a maximum of 720 hours or annual leave up to a maximum of 744 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 Memorandum of Understanding (MOU) with the Service Employee International Union. 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. SARA receives incremental property taxes on property within the 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, 2015, in the opinion of the City Attorney, the City had no material claims, which require loss provision in the financial statements. Small claims and judgments are recorded as expenditures when paid.

The City's self-insurance program is administered through the California Joint Powers Insurance Authority (Authority). The Authority is a public entity risk pool, which is accounted for under the provisions of GASB Statement No. 10. Claim losses recorded in the Authority include both current claims and Incurred but Not Reported claims (IBNR). 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.

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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) Fund Balance Reporting and Governmental Fund Type Definitions

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the following fund balance classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

Nonspendable – amounts that are not in a spendable form (such as inventory) or are required to be maintained intact.

Restricted – amounts constrained to specific purposes by their providers (such as grantors, bondholders and higher levels of government), through constitutional provisions or by enabling legislation.

Committed – amounts constrained to specific purposes by a government itself, using the highest level of decision-making authority, a City Council Action; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

Assigned – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

Unassigned – amounts that are for any purpose; positive amounts are reported only in the General Fund.

The City Council, establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. The City's Fund Balance Policy authorizes the Finance Director to assign Fund Balances for specific purposes. When both restricted and unrestricted resources are available for use when expenditures are incurred, it is the City's policy to use restricted resource first, then unrestricted resources as they are needed. It is also the City's policy to consider committed amounts as being reduced first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

O) Pension plans

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at California Public Employees Retirement System (CalPERS) website under Forms and Publications.

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date (VD)	June 30, 2013
Measurement Date (MD)	June 30, 2014
Measurement Period (MP)	July 1, 2013 to June 30, 2014

P) Implementation of new GASB pronouncements

GASB has issued Statement No. 68, Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and expense/expenditures. For defined benefit pension plans, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service.

GASB has issued Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability

These pronouncements have been implemented for purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense/expenditures. Information about the fiduciary net position of the City's CalPERS plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

**2) CASH AND INVESTMENTS**

Cash and investments at June 30, 2015, consisted of the following:

City Treasury Deposits	
Demand Deposits	\$ 2,530,057
Cash on Hand	1,750
Total City Treasury Deposits	<u>2,531,807</u>
City Treasury Investments	
Local Agency Investment Fund (LAIF)	3,038,486
Ventura County Pool	35,125,117
Highmark Money Market	1,029,387
U.S. Treasury Notes	2,012,580
U.S. Agency Securities:	
Federal National Mortgage Association	20,741,550
Federal Home Loan Bank	18,893,497
Federal Farm Credit Bank	9,295,715
Federal Home Loan Mortgage Corporation	12,072,260
Federal Agricultural Mortgage Corporation	6,727,300
Total City Treasury Investments	<u>108,935,892</u>
Cash and Investments With Fiscal Agent	
Money Market	7,921,726
US Treasury Notes	1,252,556
Total Cash and Investments With Fiscal Agent	<u>9,174,282</u>
 Total Cash and Investments	 <u>\$ 120,641,981</u>

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

	Statement of	Statement of Fiduciary		Total
	Net Position	Net Position		
	Governmental	Private Purpose	Agency Fund	
	Activities	Trust Fund		
Cash and investments	\$ 104,110,384	\$ 3,084,061	\$ 4,273,254	\$ 111,467,699
Cash and investments with fiscal agent	-	3,532,530	5,641,752	9,174,282
Total	<u>\$ 104,110,384</u>	<u>\$ 6,616,591</u>	<u>\$ 9,915,006</u>	<u>\$ 120,641,981</u>

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

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 Code or the City's investment policy.

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.

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

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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.

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

B) Interest Rate Risk

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

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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.

Investment type	Total	Remaining maturity (in years)				
		Less than 1	1 to 2	2 to 3	3 to 4	>4
LAIF	\$ 3,038,486	\$ 3,038,486	\$ -	\$ -	\$ -	\$ -
Ventura County Pool	35,125,117	35,125,117	-	-	-	-
Highmark Money Market	1,029,387	1,029,387	-	-	-	-
U.S. Treasury Notes	2,012,580	1,001,410	-	-	1,011,170	-
U.S. Agency Securities:						
Federal National MTG Assn.	20,741,550	1,004,730	-	7,083,360	7,083,780	5,569,680
Federal Home Loan Bank	18,893,497	4,063,920	1,008,980	990,250	5,728,577	7,101,770
Federal Farm Credit Bank	9,295,715	-	-	3,035,880	2,029,140	4,230,695
Federal National MTG Corp.	12,072,260	1,003,060	-	2,002,970	3,095,110	5,971,120
Federal Agric MTG Corp.	6,727,300	-	-	3,006,375	2,709,515	1,011,410
Held by bond trustee:						
Money market funds	7,921,726	7,921,726	-	-	-	-
U.S. Treasury Notes	1,252,556	1,252,556	-	-	-	-
	<u>\$ 118,110,174</u>	<u>\$ 55,440,392</u>	<u>\$ 1,008,980</u>	<u>\$ 16,118,835</u>	<u>\$ 21,657,292</u>	<u>\$ 23,884,675</u>

C) Credit Risk and Concentration of Credit Risk

At June 30, 2015, the carrying amount of the City and SARA's combined deposits with financial institutions was \$2,530,057. Bank balances, before reconciling items, were \$3,107,500 at June 30, 2015, which was collateralized with securities held by the pledging financial institution's trust department.

The California Government Code requires California depository banks and savings and loan institutions to secure government organizations' cash deposits by pledging securities as collateral. The 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.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

- 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 organization'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 organization's total cash deposits. The organizations may waive collateral requirements for cash deposits, which are insured for interest and non-interest bearing accounts up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The City, however, does not normally waive the collateralization requirements. As of June 30, 2015, the City and SARA combined have \$2,857,500 in excess of the \$250,000 limit of FDIC coverage. The \$2,857,500 is fully collateralized by the banking institution, per California law.

**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	\$ 3,038,486	Not Rated	2.6%
Ventura County Pool	35,125,117	AAAf	29.7%
Highmark Money Market	1,029,387	AAA	0.9%
U.S. Treasury Notes	2,012,580	N/A	1.7%
U.S. Agency Securities:			
Federal National MTG Assn.	20,741,550	AA+	17.6%
Federal Home Loan Bank	18,893,497	AA+	16.0%
Federal Farm Credit Bank	9,295,715	AA+	7.9%
Federal National MTG Corp.	12,072,260	AA+	10.2%
Federal Agric MTG Corp.	6,727,300	AA	5.7%
Held by bond trustee:			
Money market funds	7,921,726	Not Rated	6.7%
U.S. Treasury Notes	1,252,556	AA+	1.1%
	<u>\$ 118,110,174</u>		<u>100.0%</u>

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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, 2015, accounts were maintained in the name of the City for \$3,038,486. At June 30, 2015, the fair value of the State of California Pooled Money Investment Account (PMIA) including accrued interest was \$69,672,945,247. 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. The City is a voluntary participant in the investment pool.

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 \$35,125,117 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. As of June 30, 2015, the fair value of the City's position in the pool equals the value of the pool shares. 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, 2015, is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Notes receivable				
Deferred property assessments	\$ 431,674	\$ 671	\$ -	* \$ 432,345
Moorpark 20, LP	1,939,927	44,413	(582)	1,983,758
Total notes receivable	<u>2,371,601</u>	<u>45,084</u>	<u>(582)</u>	<u>2,416,103</u>
Loans receivable				
Rehabilitation	28,714	-	(15,000)	13,714
First-time home buyer assistance - Affordable Housing	22,644	-	(7,548)	15,096
CallHome	111,774	-	-	111,774
Mountain Recreation & Conservation Authority	6,500	-	-	6,500
Total loans receivable	<u>169,632</u>	<u>-</u>	<u>(22,548)</u>	<u>147,084</u>
Total loans and notes receivable	<u>\$ 2,541,233</u>	<u>\$ 45,084</u>	<u>\$ (23,130)</u>	<u>\$ 2,563,187</u>

\* Balance includes accrued interest separately reported in the financial statements.

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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3) NOTES AND LOANS RECEIVABLE (continued)

A) 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, 2015, the principal balance outstanding is \$250,249 and accrued interest of \$182,096 for a total balance of \$432,345. The outstanding balance and accrued interest are due and payable in 2023.

B) 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. The principal and accrued interest outstanding on this note at June 30, 2015 are \$1,176,500 and \$137,258 respectively for a total of \$1,313,758.

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. The principal and accrued interest outstanding on this note at June 30, 2015 are \$600,000 and \$70,000 respectively for a total of \$670,000.

The combined amount of principal and accrued interest outstanding at June 30, 2015 is \$1,776,500 and \$207,258 respectively, for a total of \$1,983,758.

C) Rehabilitation Loans

The City operates a rehabilitation loan program for the renovation of low and moderate income housing. The total balance outstanding at June 30, 2015, was \$13,714.

D) First-Time Homeowner Assistance

The City provides down payment assistance loans to first-time homeowners under different State and City programs. The total balance outstanding at June 30, 2015 was \$15,096. 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.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

3) NOTES AND LOANS RECEIVABLE, (continued)

E) Cal Home Mobile-home Rehabilitation Loans

The total balance of Cal Home loans for repairs to mobile-homes in Villa del Arroyo at June 30, 2015 was \$111,774. 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 \$117,958 has been received and \$222,231 has been forgiven. Funds received are deposited into a City Trust Fund to be used for eligible home ownership-related activities.

F) 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 were to be repaid without interest to the City by June 30, 2015, 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, 2015 was \$6,500. The City is exploring options for repayment; including provisions of services by MRCA to manage the conservation of an 80-acres City-owned open space property located outside the City limits along Tierra Rejada Road; or assistance with City acquisition of additional open space property.

4) INTERFUND TRANSACTIONS

Due to/Due from

Due to/due from other funds for the year ending June 30, 2015, consisted of the following:

Receivable Fund	Payable fund	Amount
General Fund	Non Major Funds	d \$ 10,252
Special Revenues - Los Angeles A.O.C	Non Major Funds	a 177,006
Special Revenues - Endowment	Special Revenues - Police Facilities	c 1,428,642
Capital Projects - Special Projects	Special Revenues - Parks and Public Facilities	b 919,874
		<u>\$ 2,535,774</u>

a. In the Fiscal Year 2005/2006, the Los Angeles AOC Fund advanced to the Tierra Rejada Road/Spring Road AOC, \$600,000 to construct the median landscaping along Tierra Rejada Road. Repayment of the outstanding loan is contingent upon collection of future development fees. The current amount is \$177,006.

b. In the Fiscal Year 2009/2010, the Special Projects Fund advanced to the Parks/Public Facilities Fund, \$1,000,000 to construct a new Skate Park and expansion of the Poindexter Park. The loan is subject to variable interest based on the average interest rate earned by LAIF from the previous year. The principal and interest will be repaid as Park fees are collected from new developments.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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4) INTERFUND TRANSACTIONS, (continued)

Due to/Due from, (continued)

c. In the Fiscal Year 2005/2006, the Endowment Fund advanced to the Police Facilities Fund, \$7,641,592 to construct the Police Services Center Building. Future development fees were pledged to repay this loan. However in March 2006, it was determined that at build-out, there will be an estimated \$6.6 million shortfall in future revenues and City Council subsequently approved the contribution of \$5,434,834 from the Endowment Fund.

d. In the current Fiscal Year, the General Fund advanced cash to the Local Transit Program 8c Fund, which posted a negative cash balance. This is considered a short-term borrowing and is expected to be paid in the next fiscal year.

Transfers

Interfund transfers for the year ended June 30, 2015 consisted of the following:

<u>Fund receiving transfers</u>	<u>Fund making transfers</u>	<u>Amount</u>
General Fund	Capital Projects - Special Projects	3 \$ 2,892,546
Special Revenues - Assessments Districts	General Fund	1-3 1,439,756
	Non Major Funds	1 62,508
Special Revenues - Community Development	General Fund	1-3 949,597
Capital Projects - Special Projects	General Fund	2 <u>2,021,222</u>
<b>Total governmental funds transfers</b>		<b>\$ <u>7,365,629</u></b>

- (1) = Transfers made to provide funding for operations.
- (2) = Transfers made to adjust fund balance to minimum requirement.
- (3) = Transfers made to provide funding for CalPERS pension liability paydown.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

**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 position. 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, 2015:

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 39,380,903	\$ 1,698,739	\$ -	\$ 41,079,642
Land Rights-of-Way	123,066,830	-	-	123,066,830
Infrastructure - Roadway System	1,204,015	151,943	(5,009)	1,350,949
Construction in progress	10,529,962	3,422,512	(1,937,451)	12,015,023
Total capital assets not being depreciated	<u>174,181,710</u>	<u>5,273,194</u>	<u>(1,942,460)</u>	<u>177,512,444</u>
Capital assets, being depreciated:				
Buildings and improvements	38,765,370	-	-	38,765,370
Machinery and equipment	6,425,759	345,488	(34,963)	6,736,284
Infrastructure				
Roadway system	93,378,561	-	-	93,378,561
Storm drain system	2,933,748	-	-	2,933,748
Parks system	251,434	-	-	251,434
Total capital assets being depreciated	<u>141,754,872</u>	<u>345,488</u>	<u>(34,963)</u>	<u>142,065,397</u>
Less accumulated depreciation/amortization for:				
Buildings and improvements	(11,032,017)	(1,071,334)	-	(12,103,351)
Machinery and equipment	(3,944,553)	(380,641)	29,660	(4,295,534)
Infrastructure				
Roadway system	(40,758,397)	(1,933,946)	-	(42,692,343)
Storm drain system	(324,812)	(27,899)	-	(352,711)
Parks system	(77,812)	(5,029)	-	(82,841)
Total accumulated depreciation	<u>(56,137,591)</u>	<u>(3,418,849)</u>	<u>29,660</u>	<u>(59,526,780)</u>
Total capital assets being depreciated net	<u>85,617,281</u>	<u>(3,073,361)</u>	<u>(5,303)</u>	<u>82,538,617</u>
Governmental activities capital assets, net	<u>\$ 259,798,991</u>	<u>\$ 2,199,833</u>	<u>\$ (1,947,763)</u>	<u>\$ 260,051,061</u>

\*Certain deletions in the capital assets activity schedule shown above are the result of reclassifications of assets into a different class of asset and disposal of the assets. 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.

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

<b>Governmental activities:</b>	
General government	\$ 54,422
Public safety	234,478
Public services, including general infrastructure	2,452,301
Parks and recreation	<u>677,648</u>
Total depreciation expense - governmental activities	<u>\$ 3,418,849</u>

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

6) LONG-TERM LIABILITIES

Long-term liability activities for the year ended June 30, 2015, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due within one year
<b>Governmental activities:</b>					
Net pension liability (see Note 7)	\$ 6,053,113	\$ -	\$ (1,623,011)	\$ 4,430,102	\$ -
Compensated absences	651,829	524,423	(526,894)	649,358	350,181
<b>Governmental activities long-term liabilities</b>	<b>\$ 8,704,942</b>	<b>\$ 524,423</b>	<b>\$ (2,149,905)</b>	<b>\$ 5,079,460</b>	<b>\$ 350,181</b>

Employee Compensated Absences

The long-term liability at June 30, 2015 is \$649,358 for employee compensated absences. The General Fund is primarily expected to liquidate this liability.

7) RETIREMENT PLAN

**A. General Information about the Pension Plans**

*Plans Descriptions*

The Plan is a cost-sharing, multiple-employer defined benefit pension plans administered by CalPERS. A full description of the pension plan regarding number of employees covered, benefit provisions, assumptions (for funding, but not account purposes), and membership information are listed in the June 30, 2013 Annual Actuarial Valuation Report for the plan. Details of the benefits provided can be obtained in Appendix B of the actuarial valuation report. The actuarial valuation report and CalPERS' audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications, at [www.calpers.ca.gov](http://www.calpers.ca.gov).

*Benefits Provided*

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments (COLA) for each plan are applied as specified by the Public Employees' Retirement Law (PERL).

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

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7) RETIREMENT PLAN (continued)

A. General Information about the Pension Plans (continued)

Benefits Provided (continued)

The Plan operates under the provisions of PERL, the California Public Employees' Pension Reform Act of 2013 (PEPRA), and the regulations, procedures and policies adopted by the CalPERS Board of Administration. The Plan's authority to establish and amend the benefit terms are set by PERL and PEPRA, and may be amended by the California state legislature and in some cases require approval by the CalPERS Board.

The Plan's provisions and benefits in effect at June 30, 2015 are summarized as follows:

	<u>Miscellaneous</u>
	Prior to January 1, 2013
Hire date	
Benefit formula	2.0% @ 55
Benefit vesting schedule	5 years service
Benefit payments	monthly for life
Retirement age	50
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%
Required employee contribution rates	7.00%
Required employer contribution rates	11.03%

Contributions

Section 20814(c) of PERL requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ended June 30, 2014 (the measurement date), the average active employee contribution rate for the respective Miscellaneous Plan is 7.00% percent of annual pay, and the employer's contribution rate is 11.03% percent of annual payroll.

Employer contribution rates may change if plan contracts are amended. Employer Contributions for the measurement period ended June 30, 2014 for the plan are \$520,745.

The City has arraignments with its employees in where the City pays for a portion of the employees' contributions. For employees in the Miscellaneous Plan the City contributes all of the employee portion. For management and unrepresented Miscellaneous Classic employees the City contributes all of the employee portion.

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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**7) RETIREMENT PLAN (continued)**

**A. General Information about the Pension Plans (continued)**

*Contributions (continued)*

The actual employer payments of \$520,745 made to CalPERS by the City during the measurement period ended June 30, 2014 for the Miscellaneous Plan differ from the City's proportionate share of contributions of \$586,086 by \$65,341, which is being amortized over the expected average remaining service lifetime in the Public Agency Cost-Sharing Multiple Employer Plan.

**B. Net Pension Liability**

The City of Moorpark's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2014, using an annual actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is as follows.

*Actuarial Methods and Assumptions Used to Determine Total Pension Liability*

For the measurement period ended June 30, 2014 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2013 total pension liability. The June 30, 2013 and June 30, 2014 total pension liabilities were based on the following actuarial methods and assumptions:

	<u>Miscellaneous</u>
Valuation Date	June 30, 2013
Measurement Date	June 30, 2014
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Discount Rate <sup>(2)</sup>	7.50%
Inflation	2.75%
Salary Increases <sup>(1)</sup>	3.30% - 14.20%
Investment Rate of Return <sup>(2)</sup>	7.50%
Mortality Rate Table <sup>(3)</sup>	Derived using CALPERS' membership data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2% until purchasing power protection allowance floor on purchasing power applies.

(1) Annual increases vary by category, entry age, and duration of service.

(2) Net of pension plan investments and administrative expenses, includes inflation.

(3) The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the 2014 experience study report.

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

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7) RETIREMENT PLAN (continued)

**B. Net Pension Liability (continued)**

*Actuarial Methods and Assumptions Used to Determine Total Pension Liability (continued)*

All other actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

*Discount Rate*

The discount rate used to measure the total pension liability was 7.50 percent for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.50 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate of 7.50 percent is applied to all plans in the Public Employees Retirement Fund. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

According to Paragraph 30 of Statement 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.50 percent investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.65 percent. Using this lower discount rate has resulted in a slightly higher total pension liability and net pension liability. This difference was deemed immaterial to the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan. Refer to the *sensitivity of the net pension liability to changes in the discount rate* section of this note, which provides information on the sensitivity of the net pension liability to changes in the discount rate.

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2017-18 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as they have changed their methodology.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

7) RETIREMENT PLAN (continued)

**B. Net Pension Liability (continued)**

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

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

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 <sup>1</sup>	Real Return Years 11+ <sup>2</sup>
Global Equity	47.0%	5.25%	5.71%
Global Fixed Income	19.0%	0.99%	2.43%
Inflation Sensitive	6.0%	0.45%	3.36%
Private Equity	12.0%	6.83%	6.95%
Real Estate	11.0%	4.50%	5.13%
Infrastructure and Forest Land	3.0%	4.50%	5.09%
Liquidity	2.0%	(0.55%)	(1.05%)
Total	<u>100%</u>		

<sup>1</sup> An expected inflation of 2.5% used for this period

<sup>2</sup> An expected inflation of 3.0% used for this period

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

7) RETIREMENT PLAN (continued)

**B. Net Pension Liability (continued)**

*Pension Plan Fiduciary Net Position*

Information about the pension plans' assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position are presented in CalPERS' audited financial statements, which are publicly available reports that can be obtained at CalPERS' website under Forms and Publications, at [www.calpers.ca.gov](http://www.calpers.ca.gov). The plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis used by the pension plan, which is the economic resources measurement focus and the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Investments are reported at fair value.

The plan fiduciary net position disclosed in the GASB 68 accounting valuation report may differ from the plan assets reported in the funding actuarial valuation report due to several reasons. First, for the accounting valuations, CalPERS must keep items such as deficiency reserves, fiduciary self-insurance and OPEB expense included as assets. These amounts are excluded for rate setting purposes in the funding actuarial valuation. In addition, differences may result from early Comprehensive Annual Financial Report closing and final reconciled reserves

**C. Proportionate Share of Net Pension Liability**

The following table shows the Plans' proportionate share of the net pension liability over the measurement period.

Miscellaneous Plan	Increase (Decrease)		
	Plan Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Plan Net Pension Liability (c) = (a) - (b)
Balance at: 6/30/2013 (VD)	\$ 24,637,401	\$ 18,584,288	\$ 6,053,113
Balance at: 6/30/2014 (MD)	<u>(26,103,564)</u>	<u>(21,673,462)</u>	<u>(4,430,102)</u>
Net Changes during 2013-14	<u>\$ (1,466,163)</u>	<u>\$ (3,089,174)</u>	<u>\$ 1,623,011</u>

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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7) RETIREMENT PLAN (continued)

**C. Proportionate Share of Net Pension Liability (continued)**

Valuation Date (VD), Measurement Date (MD).

The City's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2014, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014 using standard update procedures. The City's proportion of the net pension liability was determined by CalPERS using the output from the Actuarial Valuation System and the fiduciary net position, as provided in the CalPERS Public Agency Cost-Sharing Allocation Methodology Report, which is a publicly available report that can be obtained at CalPERS' website under Forms and Publications, at [www.calpers.ca.gov](http://www.calpers.ca.gov). The City's proportionate share of the net pension liability for each Plan as of June 30, 2013 and 2014 was as follows:

	<u>Miscellaneous</u>
Proportionate Share - June 30, 2013	0.18473%
Proportionate Share - June 30, 2014	<u>0.17925%</u>
Change - Increase (Decrease)	<u>(0.00548%)</u>

*Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate*

The following presents the City's proportionate share of the net pension liability for each Plan as of the measurement date, calculated using the discount rate of 7.50 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.50 percent) or 1 percentage-point higher (8.50 percent) than the current rate:

Plan	Discount Rate - 1% (6.50%)	Current Discount Rate (7.50%)	Discount Rate + 1% (8.50%)
<b>Miscellaneous Plan's Net Pension Liability</b>	\$ 7,893,072	\$ 4,430,102	\$ 1,556,166

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

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7) RETIREMENT PLAN (continued)

C. *Proportionate Share of Net Pension Liability (continued)*

*Subsequent Events*

On January 27, 2015, the City contributed \$3,600,000 to CalPERS to pay down its Net Pension Liability.

*Recognition of Gains and Losses*

Under GASB 68, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

The amortization period differs depending on the source of the gain or loss:

Difference between  
projected and actual  
earnings

5 year straight-line amortization

All other amounts

Straight-line amortization over the  
average expected remaining service  
lives of all members that are  
provided with benefits (active,  
inactive and retired) as of the  
beginning of the measurement  
period

The expected average remaining service lifetime (EARSL) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired) in the Public Agency Cost-Sharing Multiple-Employer Plan (PERF C).

The EARSL for the Plans for the 2013-14 measurement period is 3.8 years, which was obtained by dividing the total service years of 460,700 (the sum of remaining service lifetimes of the active employees) by 122,789 (the total number of participants: active, inactive, and retired). Note that inactive employees and retirees have remaining service lifetimes equal to 0. Also note that total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

7) RETIREMENT PLAN (continued)

**D. Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions**

As of the start of the measurement period (July 1, 2013), the net pension liability for the Miscellaneous Plan is \$6,053,113, (the net pension liability of the aggregate plans as of June 30, 2013 is \$3,276,668,431).

For the measurement period ending June 30, 2014 (the measurement date), the City's Miscellaneous First Tier Plan incurred a pension expense of \$419,713 (the pension expense for the aggregate plans for the measurement period is \$239,824,465. A complete breakdown of the pension expense is as follows:

Miscellaneous Plan			
Description	Risk Pool Amounts	Employer's Share	Percentage of Employer's Share
Service Cost	\$ 338,829,351	\$ 779,377	0.23002%
Interest on the Total Pension Liability	921,162,366	1,834,011	0.19910%
Recognized Differences between Expected and Actual Experience	-	-	N/A
Recognized Changes of Assumptions	-	-	N/A
Employee Contributions	(159,834,203)	(424,389)	0.26552%
Projected Earnings on Pension Plan Investments	(678,133,636)	(1,385,228)	0.20427%
Recognized Differences between Projected and Actual Earnings on Plan Investments	(182,199,413)	(372,180)	0.20427%
Other Changes in Fiduciary Net Position	-	-	N/A
Recognized Portion of Adjustment due to Differences in Proportions	-	5,317	N/A
Recognized Differences Between Contributions and Proportionate Share of Contributions	-	(17,195)	N/A
<b>Subtotal: Employer's Share of Expense Components</b>	<b>\$ 239,824,465</b>	<b>\$ 419,713</b>	<b>0.17501%</b>
Changes of Benefit Terms	-	-	
<b>Employer's Proportionate Share of Pension Expense</b>		<b>\$ 419,713</b>	

Note: Plan administrative expenses are not displayed in the above pension expense table. Since the expected investment return of 7.50 percent is net of administrative expenses, administrative expenses are excluded from the above table, but implicitly included as part of investment earnings.

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

7) RETIREMENT PLAN (continued)

**D. Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions (continued)**

As of June 30, 2014, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

<b>Miscellaneous Plan</b>		
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between Expected and Actual Experience	\$ -	\$ -
Changes of Assumptions	-	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	(1,488,720)
Adjustment due to Differences in Proportions	14,887	-
Net Differences between the Employer's Contributions and the Employer's Proportionate Share of Contributions	-	(48,146)
Pension Contributions Subsequent to Measurement Date	4,490,960	-
<b>Total</b>	<b>\$ 4,505,847</b>	<b>\$ (1,536,866)</b>

These amounts above are net of outflows and inflow recognized in the 2013-14 measurement period expense. \$4,490,960 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Measurement Period Ended June 30:	<b>Miscellaneous Plan</b>	
	Deferred Outflows/(Inflows) of Resources	
2015	\$	(366,863)
2016		(384,058)
2017		(385,122)
2018		(385,936)

**E. Payable to the Pension Plan**

At June 30, 2015, the City reported a payable of \$39,498 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2015.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

**8) 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. The MRHP has a funded status of 81.5% as of June 30, 2015. 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 0.71 % of the annual covered payroll.

For 2015, the City's annual OPEB cost (expense) was \$25,000 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 2015 and the two preceding years were as follows:

<b>THREE-YEAR TREND INFORMATION</b>			
<b>Fiscal Year</b>	<b>Annual OPEB Cost (AOC)</b>	<b>Percentage of OPEB Cost Contributed</b>	<b>Net OPEB Obligation (Asset)</b>
6/30/2015	\$ 25,000	0%	\$ (109,000)
6/30/2014	168,000	494%	(134,000)
6/30/2013	455,000	100%	-

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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8) OTHER POST EMPLOYMENT BENEFITS, (continued)

Annual OPEB Cost and Net OPEB Obligation Calculation:

The OPEB Cost and Net OPEB Obligation (Asset) for the fiscal year 2015 was as follows:

	<u>June 30, 2015</u>
Annual required contribution	\$ 35,000
Add: Interest on net OPEB obligation	(10,000)
Amortization of NOO	-
Annual OPEB cost (expense)	<u>25,000</u>
Contributions made	-
Increase in net OPEB obligation	<u>25,000</u>
Net OPEB obligation (asset) - beginning of year	(134,000)
Net OPEB obligation (asset) - end of year	<u>\$ (109,000)</u>

Funded Status and Funding Progress

The funded status of the plan as of June 30, 2015, the most recent actuarial valuation applicable to 2015, was as follows:

	<u>(Amounts in 000's)</u>
Actuarial Accrued Liability (AAL)	\$ 1,493
Actuarial Value of Plan Assets	\$ 1,217
Unfunded Actuarial Accrued Liability (Asset) (UAAL)	\$ 276
Funded Ratio (Actuarial Value of Plan Assets/AAL)	81.5%
Covered Payroll (Active Plan Members)	\$ 4,950
UAAL as a Percentage of Covered Payroll	5.6%

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.

On October 9, 2015, the City contributed \$644,768 to CERBT to pay down the UAAL.

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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8) OTHER POST EMPLOYMENT BENEFITS, (continued)

Actuarial Methods and Assumptions

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

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

Valuation Date	June 30, 2015
Actuarial Cost Method	Entry Age Normal Cost Method
Amortization Method	Level Percent of Payroll
Remaining Amortization Period	15 years fixed (closed) period for plan changes
Actuarial Assumptions:	
Investment Rate of Return	7.25% 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%

9) 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, 2015, totaled \$12,530,000.

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, 2015, totaled \$13,242,831.

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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9) CONDUIT DEBT - REVENUE BONDS, (continued)

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 there under have been excluded from the accompanying basic financial statements.

10) 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 2014 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 \$920,000 at June 30, 2015.

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 \$4,940,000 at June 30, 2015.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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10) SPECIAL ASSESSMENT BONDS, (continued)

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. In February 2014 these bonds were refinanced and refunded with the issuance of a refunding Series A-2014 and Junior Series B-2014. The unpaid principal balance of the newly refinanced debt is \$13,650,000 at June 30, 2015.

11) 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 118 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 lines of coverage. The Authority 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.

B) Self-Insurance Programs of the Authority

Each member pays an annual contribution at the beginning of the coverage period. A retrospective adjustment is then conducted annually thereafter, for coverage years 2012-13 and prior. Retrospective adjustments are scheduled to continue indefinitely on coverage years 2012-13 and prior, until all claims incurred during those coverage years are closed, on a pool-wide basis. This subsequent cost re-allocation among members, based on actual claim development, can result in adjustments of either refunds or additional deposits required. Coverage years 2013-14 and forward are not subject to routine annual retrospective adjustment.

Notes to the Basic Financial Statements  
Year Ended June 30, 2015

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11) RISK MANAGEMENT (continued)

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

The total funding requirement for self-insurance programs is estimated using actuarial models and pre-funded through the annual contribution. Costs are allocated to individual agencies based on exposure (payroll) and experience (claims) relative to other members of the risk-sharing pool. Additional information regarding the cost allocation methodology is provided below.

Liability

In the liability program claims are pooled separately between police and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$30,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$30,000 to \$750,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from \$750,000 to \$50 million, are distributed based on the outcome of cost allocation within the first and second loss layers. For 2014-15 the Authority's pooled retention is \$2 million per occurrence, with reinsurance to \$20 million, and excess insurance to \$50 million. The Authority's reinsurance contracts are subject to the following additional pooled retentions: (a) 50% of the \$2.5 million annual aggregate deductible in the \$3 million x/s \$2 million layer, (b) 50% quota share of the \$3 million x/s \$2 million layer, and (c) \$3 million annual aggregate deductible in the \$5 million x/s \$10 million layer. The overall coverage limit for each member, including all layers of coverage, is \$50 million per occurrence. Costs of covered claims for subsidence losses have a sub-limit of \$30 million per occurrence.

Workers' Compensation

In the workers' compensation program claims are pooled separately between public safety (police and fire) and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$50,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$50,000 to \$100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from \$100,000 to statutory limits are distributed based on the outcome of cost allocation within the first and second loss layers.

For 2014-15 the Authority's pooled retention is \$2 million per occurrence, with reinsurance to statutory limits under California Workers' Compensation Law. Employer's Liability losses are pooled among members to \$2 million. Coverage from \$2 million to \$5 million is purchased as part of a reinsurance policy, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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11) RISK MANAGEMENT (continued)

C) Purchased Insurance

Pollution Legal Liability Insurance

The City participates in the pollution legal liability insurance program which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City. Coverage is on a claims-made basis. There is a \$50,000 deductible. The Authority has a limit of \$50 million for the 3-year period from July 1, 2014 through July 1, 2017. Each member of the Authority has a \$10 million sub-limit during the 3-year term of the policy.

Property Insurance

The City participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City property is currently insured according to a schedule of covered property submitted by the City to the Authority. City property currently has all-risk property insurance protection in the amount of \$49,834,749. There is a \$5,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$1,000 deductible. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Crime Insurance

The City purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retrospective adjustments.

D) Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2014-15.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

12) CLASSIFICATION OF NET POSITION AND FUND BALANCE

A) Net position

In the Government-wide financial statements, net position is classified in the following categories:

**Net Investment in Capital Assets** - This category groups all assets, including infrastructure, into one component of net position. Accumulated depreciation on these assets reduces this category.

**Restricted Net Position** - 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 Position** - This category represents the net position of the City that is not externally restricted for any project or other purpose.

B) Fund Balance

In accordance with GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the 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 City's governmental fund balances at June 30, 2015, are presented below:

	<u>General</u>	<u>Street and Traffic Safety</u>	<u>Assessment Districts</u>	<u>Parks/Public Facilities</u>
Nonspendable:				
Prepaid items	\$ 48,933	\$ 10,156	\$ -	\$ -
Due from other funds and governments	10,252	-	-	-
Property held for resale	600,892	-	-	-
Restricted for:				
Public services	-	21,631,221	5,095,593	-
Recreation services	-	-	-	4,325,509
Public safety	-	-	-	-
Low and moderate income housing	-	-	-	-
Committed to:				
Library services	-	-	-	-
Assigned to:				
Community/Engineering/Public Works	-	-	-	-
Capital projects	-	-	-	-
Unassigned	2,999,941	-	-	-
Total fund balances (deficit)	<u>\$ 3,660,018</u>	<u>\$ 21,641,377</u>	<u>\$ 5,095,593</u>	<u>\$ 4,325,509</u>

(Continued on next page)

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

12) CLASSIFICATION OF NET POSITION AND FUND BALANCE, (continued)

B) Fund Balance, (continued)

	<u>Los Angeles Area of Contribution</u>	<u>Low-Mod Income Housing Asset</u>	<u>Prop 1B Local Streets and Roads</u>	<u>Community Development</u>
Nonspendable:				
Prepaid items	\$ -	\$ -	\$ -	\$ -
Due from other funds and governments	177,006	-	-	-
Property held for resale	-	7,429,564	-	-
Restricted for:				
Public services	11,661,571	-	23,438	-
Recreation services	-	-	-	-
Public safety	-	-	-	-
Low and moderate income housing	-	214,116	-	-
Committed to:				
Library services	-	-	-	-
Assigned to:				
Community/Engineering/Public Works	-	-	-	-
Capital projects	-	-	-	-
Unassigned	-	-	-	-
<b>Total fund balances (deficit)</b>	<u><u>\$ 11,838,577</u></u>	<u><u>\$ 7,643,680</u></u>	<u><u>\$ 23,438</u></u>	<u><u>\$ -</u></u>

(Continued on next page)

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

12) CLASSIFICATION OF NET POSITION AND FUND BALANCE, (continued)

B) Fund Balance, (continued)

	<u>Endowment</u>	<u>Police Facilities Fee</u>	<u>Special Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable:					
Prepaid items	\$ -	\$ -	\$ -	\$ -	\$ 59,089
Due from other funds and governments	1,771,143	-	919,874	-	2,878,275
Property held for resale	-	-	-	55,573	8,086,029
Restricted for:					
Public services	-	-	-	3,754,009	42,165,832
Recreation services	-	-	-	3,298,759	7,624,268
Public safety	-	-	-	257,276	257,276
Low and moderate income housing	-	-	-	4,311,283	4,525,399
Committed to:					
Library services	-	-	-	711,399	711,399
Assigned to:					
Community/Engineering/Public Works	-	-	-	-	-
Capital projects	11,782,961	-	23,719,941	6,718,663	42,221,565
Unassigned	-	(1,427,564)	-	(177,006)	1,395,371
Total fund balances (deficit)	<u>\$ 13,554,104</u>	<u>\$ (1,427,564)</u>	<u>\$ 24,639,815</u>	<u>\$ 18,929,956</u>	<u>\$ 109,924,503</u>

**Deficit Fund Balances**

The following major governmental fund has a deficit at June 30, 2015:

Police Facilities Fees Capital Projects Fund \$ (1,427,564)

The following non-major governmental fund has a deficit at June 30, 2015:

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

Management expects these deficits to be eliminated through future revenues.

13) 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 \$5,572,138. This amount represents all outstanding encumbrances relating to capital projects.

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 SARA for the year ended June 30, 2015 (and subsequent years in which the Agency is in operation) are subject to review by various State agencies and the County in which the Agency resides. If any expenses incurred by the Agency are disallowed by the State agencies or County, the City, acting as the 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 Agency expects such amounts, if any, to be immaterial. On February 12, 2015, the State of California Department of Finance approved the Agency's Long Range Property/Management Plan.

**14) SUCCESSOR AGENCY PRIVATE-PURPOSE TRUST FUND TO THE FORMER  
REDEVELOPMENT AGENCY OF THE CITY OF MOORPARK (SARA)**

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 SARA 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. 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. The private-purpose trust fund keeps its activities under the accrual method of accounting.

In accordance with AB 1484 and in compliance with the California Health & Safety Code, the City elected to be Housing Successor to the housing activities and functions of the former Agency. Accordingly, all housing assets, as defined by the Health and Safety Code Section 34176 (e), were transferred to the City in a specially created fund shown as a major fund in 2015, named "Low-Mod Housing Asset Fund" in the governmental funds financial statements.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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

**LONG TERM DEBT**

The following is a schedule of changes in long-term liabilities for the year ended June 30, 2015:

	Beginning Balance	Increases	Decreases	Ending Balance	Due within one year
<i>Bonds payable:</i>					
1999 Tax allocation bonds	\$ 3,340,000	\$ -	\$ (3,340,000)	\$ -	\$ -
2001 Tax allocation bonds	11,455,000	-	(11,455,000)	-	-
2006 Tax allocation bonds	11,540,000	-	(40,000)	11,500,000	45,000
2014 Tax allocation refunding bonds	-	13,420,000	-	13,420,000	720,000
Subtotal bonds payable	26,335,000	13,420,000	(14,835,000)	24,920,000	765,000
<i>Plus/(less) deferred amounts:</i>					
2006 Bonds discount	(244,049)	-	10,846	(233,203)	-
2014 Bonds premium	-	514,583	(14,702)	499,881	-
Successor agency long-term liabilities	<u>\$ 26,090,951</u>	<u>\$ 13,934,583</u>	<u>\$ (14,838,856)</u>	<u>\$ 25,186,678</u>	<u>\$ 765,000</u>

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

Year Ending	Principal	Interest	Total
2016	\$ 765,000	\$ 941,101	\$ 1,706,101
2017	775,000	924,969	1,699,969
2018	795,000	904,704	1,699,704
2019	820,000	880,004	1,700,004
2020	695,000	853,554	1,548,554
2021-2025	3,885,000	3,850,013	7,735,013
2026-2030	4,655,000	3,040,769	7,695,769
2031-2035	6,185,000	2,092,730	8,277,730
2036-2039	6,345,000	570,172	6,915,172
Total	<u>\$ 24,920,000</u>	<u>\$ 14,058,016</u>	<u>\$ 38,978,016</u>

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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

LONG TERM DEBT (continued)

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 1999 Bonds are payable from and secured by the tax revenues to be derived from the project area. The 1999 Bonds were secured by all property tax increment revenue, which was deposited in the 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. The outstanding balance of the bonds was transferred to SARA on February 1, 2012 as part of the former Agency's dissolution in accordance with ABX1 26 and AB 1484. SARA is in compliance with the covenants contained in debt indenture, which require the establishment of certain specific accounts for the 1999 Bonds. In the current year the 1999 Bonds were refunded with the issuance of the 2014 Tax Allocation Refunding Bonds (2014 Bonds).

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 were 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 were secured by all property tax increment revenue, which were deposited in the 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 outstanding balance of the bonds was transferred to SARA on February 1, 2012 as part of the former Agency's dissolution in accordance with AB X1 26 and AB 1484. SARA is in compliance with the covenants contained in debt indentures, which require the establishment of certain specific accounts for the 2001 Bonds. In the current year the 2001 Tax Allocation Bonds were refunded with the issuance of the 2014 Bonds.

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.

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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

LONG TERM DEBT, (continued)

C) 2006 Tax Allocation Bonds (Continued)

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 was recorded in the 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 outstanding balance of the bonds was transferred to SARA on February 1, 2012 as part of the former Agency's dissolution in accordance with AB X1 26 and AB 1484. SARA is in compliance with the covenants contained in the debt indenture, which require the establishment of certain specific accounts for the 2006 Bonds.

D) 2014 Tax Allocation Bonds

In November 2014, SARA issued a \$13,420,000 aggregated principal amount of Moorpark Redevelopment Project 2014 Bonds. The purpose of the 2014 Bonds was to refund the 1999 Bonds and the 2001 Bonds, previously issued by the former Agency. The 2014 Bonds bear interest at rates ranging from 2.000% to 3.375% per annum, semi-annually on each April 1 and October 1 of each year, commencing on April 1, 2015. The 2014 Bonds are payable from and secured by, the tax revenues to be derived from taxes deposited into the Successor Agency's Redevelopment Obligation Retirement Fund established pursuant to Health and Safety Code section 34170.5(a). SARA is in compliance with the covenants contained in the debt indenture, which require the establishment of certain specific accounts for the 2014 Bonds.

The aggregate difference in debt service between the refunding debt and the refunded debt is as follows:

Total cash flow requirement to service the old debt	\$	21,314,535
Total cash flow requirement to service the new debt		<u>17,768,443</u>
Total cash flow difference	\$	<u>3,546,092</u>

The economic gain calculation on the transaction is as follows:

Present value of total cash flow requirement to service the old debt discounted at the effective interest rate of 3.0370324%	\$	16,636,405
Present value of total cash flow requirement to service the new debt discounted at the effective interest rate of 3.0370324%		<u>13,866,099</u>
Economic Gain (in present value dollars at date of refunding 11/18/2014)	\$	<u>2,770,306</u>

**City of Moorpark**

**Notes to the Basic Financial Statements  
Year Ended June 30, 2015**

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15) EMPLOYEES RETIREMENT PLAN

*PARS Alternate Retirement System (ARS) (Plan)*

The City currently offers an alternative plan for employees classified as part-time, seasonal or temporary (PST). The plan is administered by the Public Agency Retirement Services (PARS) and is a deferred compensation plan created in accordance with Internal Revenue Code Section IRC 457. Pursuant to the IRC 457 subsection (g): all amounts of compensation deferred under the plan, all property, or rights are solely the property and rights of the employee and beneficiaries of the plan. Deferred compensation funds are not subject to claims of the City's general creditor; consequently the assets and related liabilities of the plan are not included within the City's financial statements. The City contributes 3.75% percent of the employee's compensation. In addition, each participant is required to contribute 3.75% of their salary. During the current fiscal year, the City contributed \$8,673 to the plan.

16) RESTATEMENT OF NET POSITION

*Change in Accounting Principle*

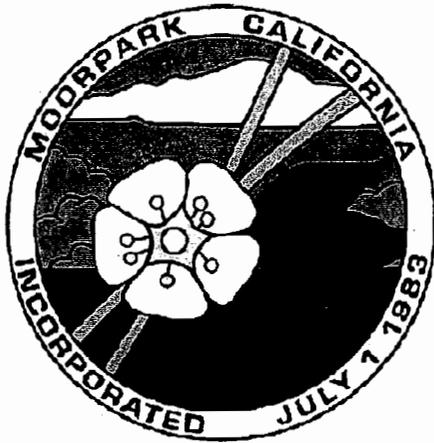
As discussed in Note 1, the City implemented GASB Statement No. 68 effective July 1, 2014. GASB 68, among other provisions, amended prior guidance with respect to the reporting of pensions. GASB 68, establishes standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and expense/expenditures. For defined benefit pensions, the City's net pension liability was not previously recorded on the statement of net position. GASB 68 requires that accounting changes adopted to conform to the provisions of the Statement be applied retroactively by restating financial statements.

Accordingly, beginning net position on the Statement of Activities has been restated for changes related to GASB 68 as follows:

Government-Wide Statements

Statement of Activities - Governmental Activities

Net position, beginning of year, prior to restatement	\$	361,327,598
Restatement due to change in accounting principle		<u>(5,176,390)</u>
Net position, beginning of year, as restated	\$	<u>356,151,208</u>



**REQUIRED SUPPLEMENTARY INFORMATION**

**City of Moorpark**

**Required Supplementary Information  
Budgetary Comparison Schedule - General Fund  
Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes				
Current Secured	\$ 3,100,000	\$ 3,100,000	\$ 3,224,533	\$ 124,533
Current Unsecured	115,000	115,000	98,963	(16,037)
Prior year Secured-Unsecured	10,000	10,000	4,421	(5,579)
Supplemental Secured-Unsecured	35,000	35,000	79,649	44,649
Real Property Transfer Tax	175,000	175,000	258,446	83,446
Homeowners Property Exemption	40,000	40,000	35,514	(4,486)
Parcel Tax	220,000	220,000	272,101	52,101
Property Taxes - VLF	3,000,000	3,084,000	3,084,148	148
Other Property Taxes	125,000	125,000	297,794	172,794
<b>Total Property Taxes</b>	<b>6,820,000</b>	<b>6,904,000</b>	<b>7,355,569</b>	<b>451,569</b>
Sales Taxes				
Sales and use tax	2,800,000	2,800,000	2,749,320	(50,680)
Sales tax compensation	900,000	1,357,000	896,527	(460,473)
<b>Total Sales Taxes</b>	<b>3,700,000</b>	<b>4,157,000</b>	<b>3,645,847</b>	<b>(511,153)</b>
Franchise Fees				
Cable TV	425,000	425,000	435,493	10,493
Edison	300,000	300,000	313,086	13,086
Gas	90,000	90,000	96,257	6,257
Oil	-	-	4,197	4,197
PEG Fees	50,000	50,000	54,827	4,827
GI Rubbish	200,000	200,000	194,968	(5,032)
Moorpark Rubbish	120,000	120,000	128,260	8,260
Landfill local impact fee	55,000	55,000	48,261	(6,739)
CIWMP Fees	10,000	10,000	8,919	(1,081)
<b>Total Franchise Fees</b>	<b>1,250,000</b>	<b>1,250,000</b>	<b>1,284,268</b>	<b>34,268</b>
Licenses and Permits				
Bicycle Permits	-	-	2	2
Business Registration	125,000	125,000	125,156	156
Filming Permits	10,000	10,000	8,600	(1,400)
NPDES Business Inspection Fees	8,000	8,000	9,576	1,576
<b>Total Licenses and Permits</b>	<b>143,000</b>	<b>143,000</b>	<b>143,334</b>	<b>334</b>

(Continued on next page)

**City of Moorpark**

**Required Supplementary Information  
Budgetary Comparison Schedule - General Fund (continued)  
Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Fines and Forfeitures				
Municipal Codes Fines	250,000	250,000	206,635	(43,365)
Animal Control Fines	1,000	1,000	1,515	515
Forfeitures and Penalties	1,000	1,000	-	(1,000)
Total Fines and Forfeitures	<u>252,000</u>	<u>252,000</u>	<u>208,150</u>	<u>(43,850)</u>
Use of Money and Property				
Investment Earnings	425,000	425,000	252,423	(172,577)
Rents and Concessions	125,000	125,000	122,970	(2,030)
Rents Tenants	142,600	142,600	142,604	4
Other earnings and rents	6,000	6,000	7,455	1,455
Total Use of Money and Property	<u>698,600</u>	<u>698,600</u>	<u>525,452</u>	<u>(173,148)</u>
Charges for Services				
Other Administrative Services	100,000	100,000	158,779	58,779
Administrative Fees	250,000	250,000	250,000	-
Administrative Fees - CFD	-	-	51,000	51,000
Park and Facility Use Fee	103,100	103,100	151,967	48,867
Contract Class Registration Fees	238,000	238,000	225,470	(12,530)
League Fees	144,960	144,960	101,014	(43,946)
Recreation Events Fees	313,970	313,970	248,854	(65,116)
Other Recreation Fees	5,000	5,000	12,044	7,044
Advertising in Brochure	12,000	12,000	12,070	70
Other Community Services Fees	158,000	21,300	3,038	(18,262)
Photocopying	1,000	1,000	375	(625)
Sale of Documents	1,000	1,000	47	(953)
Special Police Department Services	40,000	40,000	45,620	5,620
NSF Fees and Charges	1,500	1,500	645	(855)
Planning Time Charges	20,000	20,000	15,441	(4,559)
Total Charges for Services	<u>1,388,530</u>	<u>1,251,830</u>	<u>1,276,364</u>	<u>24,534</u>
Intergovernmental				
Motor Vehicle in Lieu	16,000	16,000	15,399	(601)
Other State Funds	20,000	20,000	166,619	146,619
County Grants	40,000	52,131	31,813	(20,318)
Other Federal Revenue Grants	15,000	15,000	15,584	584
Total Intergovernmental	<u>91,000</u>	<u>103,131</u>	<u>229,415</u>	<u>126,284</u>

(Continued on next page)

**City of Moorpark**

**Required Supplementary Information  
Budgetary Comparison Schedule - General Fund (continued)  
Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Other Revenues				
Contributions-Donations	10,000	11,500	21,925	10,425
Revenues not classified elsewhere	10,000	10,000	9,240	(760)
Expense Reimbursements	243,900	243,900	240,594	(3,306)
Restitutions-Insurance Proceeds	20,000	20,000	22,015	2,015
Total Other Revenues	283,900	285,400	293,774	8,374
Total revenues	14,627,030	15,044,961	14,962,173	(82,788)
<b>EXPENDITURES</b>				
General government	3,463,347	4,745,425	2,495,675	2,249,750
Public safety	6,843,372	6,843,372	6,410,918	432,454
Public services	2,151,156	2,761,219	2,320,888	440,331
Parks and recreation	1,725,853	2,144,131	1,822,537	321,594
Capital Outlay	619,525	1,205,093	370,007	835,086
Total expenditures	14,803,253	17,699,240	13,420,025	4,279,215
Excess of revenues over expenditures	(176,223)	(2,654,279)	1,542,148	4,196,427
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	2,892,546	2,892,546	-
Transfers out	(2,503,354)	(3,226,175)	(4,410,575)	(1,184,400)
Total other financing (uses)	(2,503,354)	(333,629)	(1,518,029)	(1,184,400)
Net change in fund balance	(2,679,577)	(2,987,908)	24,119	3,012,027
Fund balance, beginning of year	3,635,899	3,635,899	3,635,899	-
Fund balance, end of year	\$ 956,322	\$ 647,991	\$ 3,660,018	\$ 3,012,027

**City of Moorpark**

**Required Supplementary Information  
Budgetary Comparison Schedule - Street and Traffic Safety - Special Revenue Fund  
Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of Money and Property				
Investment Earnings	\$ 243,800	\$ 243,800	\$ 242,935	\$ (865)
Rents Tenants	-	-	19,800	19,800
Total Use of Money and Property	<u>243,800</u>	<u>243,800</u>	<u>262,735</u>	<u>18,935</u>
Charges for Services				
Other Development Fees	<u>1,568,000</u>	<u>1,568,000</u>	<u>2,921,706</u>	<u>1,353,706</u>
Total Charges for Services	<u>1,568,000</u>	<u>1,568,000</u>	<u>2,921,706</u>	<u>1,353,706</u>
Other revenue	<u>-</u>	<u>-</u>	<u>730</u>	<u>730</u>
Total revenues	<u>1,811,800</u>	<u>1,811,800</u>	<u>3,185,171</u>	<u>1,373,371</u>
<b>EXPENDITURES</b>				
Public services	411,440	507,126	419,409	87,717
Capital Outlay	<u>3,018,047</u>	<u>3,718,834</u>	<u>850,679</u>	<u>2,868,155</u>
Total expenditures	<u>3,429,487</u>	<u>4,225,960</u>	<u>1,270,088</u>	<u>2,955,872</u>
Net change in fund balance	(1,617,687)	(2,414,160)	1,915,083	4,329,243
Fund balance, beginning of year	<u>19,726,294</u>	<u>19,726,294</u>	<u>19,726,294</u>	<u>-</u>
Fund balance, end of year	<u>\$ 18,108,607</u>	<u>\$ 17,312,134</u>	<u>\$ 21,641,377</u>	<u>\$ 4,329,243</u>

**City of Moorpark**

**Required Supplementary Information  
Budgetary Comparison Schedule - Assessments Districts - Special Revenue Fund  
Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of Money and Property	\$ 72,700	\$ 72,700	\$ 58,864	\$ (13,836)
Charges for Services	8,100	8,100	168,801	160,701
Maintenance Assessments	1,965,237	1,965,237	2,487,047	521,810
Other Revenues	5,000	5,000	24,812	19,812
<b>Total revenues</b>	<b>2,051,037</b>	<b>2,051,037</b>	<b>2,739,524</b>	<b>688,487</b>
<b>EXPENDITURES</b>				
Public Services	411,497	414,542	391,793	22,749
Parks and Recreation	4,863,766	5,396,660	3,897,395	1,499,265
Capital Outlay	11,000	26,675	20,813	5,862
<b>Total expenditures</b>	<b>5,286,263</b>	<b>5,837,877</b>	<b>4,310,001</b>	<b>1,527,876</b>
Excess (deficiency) of revenues over (under) expenditures	(3,235,226)	(3,786,840)	(1,570,477)	2,216,363
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	1,745,748	1,929,348	1,502,264	(427,084)
<b>Total other financing sources</b>	<b>1,745,748</b>	<b>1,929,348</b>	<b>1,502,264</b>	<b>(427,084)</b>
Net change in fund balance	(1,489,478)	(1,857,492)	(68,213)	1,789,279
Fund balance, beginning of year	5,163,806	5,163,806	5,163,806	-
Fund balance, end of year	<b>\$ 3,674,328</b>	<b>\$ 3,306,314</b>	<b>\$ 5,095,593</b>	<b>\$ 1,789,279</b>

**City of Moorpark**

**Required Supplementary Information  
 Budgetary Comparison Schedule – Parks/Public Facilities - Special Revenue Fund  
 Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of Money and Property	\$ 24,100	\$ 24,100	\$ 55,038	\$ 30,938
Charges for Services	1,236,100	1,236,100	2,314,795	1,078,695
<b>Total revenues</b>	<b>1,260,200</b>	<b>1,260,200</b>	<b>2,369,833</b>	<b>1,109,633</b>
<b>EXPENDITURES</b>				
Public services	-	-	4,138	(4,138)
Parks and Recreation	70,100	67,100	-	67,100
Capital Outlay	336,800	376,547	255,665	120,882
<b>Total expenditures</b>	<b>406,900</b>	<b>443,647</b>	<b>259,803</b>	<b>183,844</b>
Net change in fund balance	853,300	816,553	2,110,030	1,293,477
Fund balance, beginning of year	2,215,479	2,215,479	2,215,479	-
Fund balance, end of year	<b>\$ 3,068,779</b>	<b>\$ 3,032,032</b>	<b>\$ 4,325,509</b>	<b>\$ 1,293,477</b>

**City of Moorpark**

**Required Supplementary Information  
Budgetary Comparison Schedule - Los Angeles Area of Contribution - Special Revenue Fund  
Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of Money and Property				
Investment Earnings	\$ 175,000	\$ 175,000	\$ 162,759	\$ (12,241)
Total Use of Money and Property	175,000	175,000	162,759	(12,241)
Charges for Services				
Area of Contribution Fee	702,000	702,000	1,314,415	612,415
Total Charges for Services	702,000	702,000	1,314,415	612,415
Total revenues	877,000	877,000	1,477,174	600,174
<b>EXPENDITURES</b>				
Public services	18,177	44,721	32,708	12,013
Capital Outlay	3,717,476	6,782,500	1,370,881	5,411,619
Total expenditures	3,735,653	6,827,221	1,403,589	5,423,632
Net change in fund balance	(2,858,653)	(5,950,221)	73,585	6,023,806
Fund balance, beginning of year	11,764,992	11,764,992	11,764,992	-
Fund balance, end of year	\$ 8,906,339	\$ 5,814,771	\$ 11,838,577	\$ 6,023,806

**City of Moorpark**

**Required Supplementary Information  
Budgetary Comparison Schedule – Low-Mod Income Housing Asset Fund - Special Revenue Fund  
Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of Money and Property	\$ 3,000	\$ 3,000	\$ 2,677	\$ (323)
Charges for Services	19,800	19,800	19,800	-
Total revenues	22,800	22,800	22,477	(323)
<b>EXPENDITURES</b>				
General Government	115	115	100	15
Public services	49,510	59,660	26,065	33,595
Debt Service:				
Interest	3,000	3,000	4,476	(1,476)
Total expenditures	52,625	62,775	30,641	32,134
Net change in fund balance	(29,825)	(39,975)	(8,164)	31,811
Fund balance, beginning of year	7,651,844	7,651,844	7,651,844	-
Fund balance, end of year	\$ 7,622,019	\$ 7,611,869	\$ 7,643,680	\$ 31,811

**City of Moorpark**

**Required Supplementary Information  
 Budgetary Comparison Schedule - Prop 1B Local Streets and Roads - Special Revenue Fund  
 Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of money and property	\$ -	\$ -	\$ 13,746	\$ 13,746
Total revenues	-	-	13,746	13,746
<b>EXPENDITURES</b>				
Capital outlay	1,091,037	1,091,959	-	1,091,959
Total expenditures	1,091,037	1,091,959	-	1,091,959
Net change in fund balance	(1,091,037)	(1,091,959)	13,746	1,105,705
Fund balance, beginning of year	9,692	9,692	9,692	-
Fund balance, end of year	\$ (1,081,345)	\$ (1,082,267)	\$ 23,438	\$ 1,105,705

**City of Moorpark**

**Required Supplementary Information  
Budgetary Comparison Schedule - Community Development - Special Revenue Fund  
Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Licenses and permits	\$ 584,900	\$ 584,900	\$ 1,106,630	\$ 521,730
Fines and forfeitures	-	-	5,950	5,950
Charges for services	833,700	833,700	1,104,622	270,922
Other revenue	-	-	71,950	71,950
Total revenues	<u>1,418,600</u>	<u>1,418,600</u>	<u>2,289,152</u>	<u>870,552</u>
<b>EXPENDITURES</b>				
Public services	<u>2,339,068</u>	<u>2,840,798</u>	<u>3,238,766</u>	<u>(397,968)</u>
Total expenditures	<u>2,339,068</u>	<u>2,840,798</u>	<u>3,238,766</u>	<u>(397,968)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(920,468)</u>	<u>(1,422,198)</u>	<u>(949,614)</u>	<u>472,584</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>857,606</u>	<u>1,359,336</u>	<u>949,597</u>	<u>(409,739)</u>
Total other financing sources	<u>857,606</u>	<u>1,359,336</u>	<u>949,597</u>	<u>(409,739)</u>
Net change in fund balance	(62,862)	(62,862)	(17)	62,845
Fund balance, beginning of year	<u>17</u>	<u>17</u>	<u>17</u>	<u>-</u>
Fund balance, end of year	<u>\$ (62,845)</u>	<u>\$ (62,845)</u>	<u>\$ -</u>	<u>\$ 62,845</u>

**City of Moorpark**

**Required Supplementary Information  
Budgetary Comparison Schedule - Endowment - Special Revenue Fund  
Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of money and property	\$ 122,000	\$ 122,000	\$ 187,704	\$ 65,704
Charges for services	1,587,000	1,587,000	4,897,921	3,310,921
Intergovernmental	-	662,314	2,142,717	1,480,403
Other revenue	-	-	29	29
<b>Total revenues</b>	<b>1,709,000</b>	<b>2,371,314</b>	<b>7,228,371</b>	<b>4,857,057</b>
<b>EXPENDITURES</b>				
Public services	121,047	362,056	182,040	180,016
Capital outlay	285,173	1,038,375	648,412	389,963
<b>Total expenditures</b>	<b>406,220</b>	<b>1,400,431</b>	<b>830,452</b>	<b>569,979</b>
Net change in fund balance	1,302,780	970,883	6,397,919	5,427,036
Fund balance, beginning of year	7,156,185	7,156,185	7,156,185	-
<b>Fund balance, end of year</b>	<b>\$ 8,458,965</b>	<b>\$ 8,127,068</b>	<b>\$ 13,554,104</b>	<b>\$ 5,427,036</b>

**City of Moorpark**

**Required Supplementary Information  
Other Post-Employment Benefits - Schedule of Funding Progress  
Year Ended June 30, 2015**

**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)
6/30/2010	\$ 487	\$ 590	\$ 103	82.5%	\$ 5,066	2.0%
6/30/2013	877	863	(14)	101.6%	4,890	-0.3%
6/30/2015	1,217	1,493	276	81.5%	4,950	5.6%

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

**City of Moorpark**

**Required Supplementary Information  
 Schedule of the City's Proportionate Share of the Plan's Net Pension Liability  
 and Related Ratios as of the Measurement Date - Last 10 Years\*  
 Year Ended June 30, 2015**

	<u>Miscellaneous</u>
	<u>Measurement Date</u>
	<u>6/30/2014</u>
Plan's Proportion of the Net Pension Liability <sup>4</sup>	0.07120%
Plan's Proportionate Share of the Net Pension Liability	\$ 4,430,102
Plan's Covered-Employee Payroll <sup>1</sup>	\$ 5,084,665
Plan's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	87.13%
Plan's Proportion of the Fiduciary Net Position <sup>2</sup>	0.002%
Plan's Share of Risk Pool Fiduciary Net Position <sup>2</sup>	\$ 21,673,462
Plan's Additional Payments to Side Fund During Measurement Period	\$ -
Plan's Proportionate Share of the Fiduciary Net Position ( <i>sum of the two preceding lines</i> )	\$ 21,673,462
Plan's Proportionate Share of the Fiduciary Net Position as a percentage of the Plan's Total Pension Liability	83.03%
Plan's Proportionate Share of Aggregate Employer Contributions <sup>3</sup>	\$ 586,086

<sup>1</sup>Covered-Employee Payroll represented above is based on the total payroll of employees that are provided pensions through the pension plan in accordance with GASB 68.

<sup>2</sup>The term Fiduciary Net Position (FNP) as used in this line denotes the aggregate risk pool's FNP at June 30, 2014 less the sum of all employers' additional side fund contributions made during the measurement period.

<sup>3</sup>The plan's proportionate share of aggregate contributions may not match the actual contributions made by the employer during the Measurement Period. The plan's proportionate share of aggregate contributions is based on the plan's proportion of Fiduciary Net Position shown on line 5 of the table above as well as any additional side fund (or unfunded liability) contributions made by the employer during the measurement period.

<sup>4</sup>Proportion of the net pension liability represents the plan's proportion of PERF C, which includes both the Miscellaneous and Safety Risk Pools excluding the 1959 Survivors Risk Pool.

\* Measurement period 2013-14 (fiscal year 2015) was the 1st year of implementation, therefore, only one year is shown.

**City of Moorpark**

**Required Supplementary Information  
Schedule of Plan's Contributions - Last 10 Years\*  
Year Ended June 30, 2015**

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	<u>Miscellaneous</u>
	<u>Measurement Period</u>
	<u>Fiscal Year</u>
	<u>2013-14</u>
Actuarially Determined Contribution	\$ 536,085
Contributions in Relation to the Actuarially Determined Contribution	(536,085)
Contribution Deficiency (Excess)	<u>\$ -</u>
Covered-Employee Payroll <sup>1</sup>	\$ 5,084,665
Contributions as a Percentage of Covered-Employee Payroll	10.54%

<sup>1</sup>Covered-Employee Payroll represented above is based on the total payroll of employees that are provided pensions through the pension plan in accordance with GASB 68.

\* Measurement period 2013-14 (fiscal year 2015) was the 1st year of implementation, therefore, only one year is shown.

**Notes to Schedule:**

Change in Benefit Terms: None

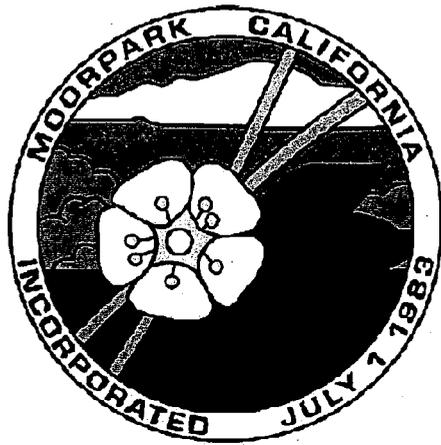
Change in Assumptions: None

**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 \$32,773,003. This increase resulted primarily from additional appropriations to various construction in progress projects, acquisition of property, prepayments of certain liabilities, bond refunding and re-budgeted projects and amounts carried over from Fiscal Year 2013/14 as continuing appropriations.

The Community Development Fund presents total budgeted expenditures of \$2,840,798, total actual expenditures of \$3,238,766, and total excess of expenditures over budgeted amounts of \$(397,968).

In the current year the City did not budget for its Special Projects – Major Capital Projects fund.



**SUPPLEMENTARY INFORMATION**

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**City of Moorpark**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - Police Facilities Fee - Major Capital Projects Fund  
Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of money and property				
Investment Earnings	\$ -	\$ 700	\$ 689	\$ (11)
Total Use of Money and Property	-	700	689	(11)
Charges for Services				
Police Facilities Fee	153,000	153,000	219,928	66,928
Total Maintenance Assessment	153,000	153,000	219,928	66,928
Total revenues	153,000	153,700	220,617	66,917
<b>EXPENDITURES</b>				
Total expenditures	-	-	-	-
Net change in fund balance	153,000	153,700	220,617	66,917
Fund balance (deficit), beginning of year	(1,648,181)	(1,648,181)	(1,648,181)	-
Fund balance (deficit), end of year	<u>\$ (1,495,181)</u>	<u>\$ (1,494,481)</u>	<u>\$ (1,427,564)</u>	<u>\$ 66,917</u>

**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** - is used to account for grants used for development of affordable housing units. Sources of revenue are grants, developer fees, and rental income.

**Tierra Rejada/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 Rejada & 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. The City does not present a Budget to Actual schedule for this fund.

**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.

**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.

**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.

**City of Moorpark**

**Non-Major Governmental Funds (continued)**  
**June 30, 2015**

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**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. 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 transferred 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, 2015**

	Special Revenue		
	Library Services	Traffic Safety	City Affordable Housing
<b>ASSETS</b>			
Cash and investments	\$ 722,344	\$ 246,191	\$ 4,333,366
Receivables:			
Accounts	428	24,455	12,297
Notes and loans	-	-	126,869
Property held for resale	-	-	55,573
<b>Total assets</b>	<b>\$ 722,772</b>	<b>\$ 270,646</b>	<b>\$ 4,528,105</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable and accrued liabilities	\$ 11,367	\$ 13,370	\$ 27,099
Due to other funds	-	-	-
Unearned revenues	-	-	-
<b>Total liabilities</b>	<b>11,367</b>	<b>13,370</b>	<b>27,099</b>
Deferred inflows of resources:			
Unavailable revenues	6	-	7,281
Deferred loans	-	-	126,869
<b>Total deferred inflows of resources</b>	<b>6</b>	<b>-</b>	<b>134,150</b>
Fund balances:			
Nonspendable	-	-	55,573
Restricted	-	257,276	4,311,283
Committed	711,399	-	-
Assigned	-	-	-
Unassigned	-	-	-
<b>Total fund balances (deficit)</b>	<b>711,399</b>	<b>257,276</b>	<b>4,366,856</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 722,772</b>	<b>\$ 270,646</b>	<b>\$ 4,528,105</b>

Special Revenue		
Tierra Rejada/ Spring Road A.O.C.	Casey/Gabbert A.O.C.	Freemount Storm Drain A.O.C.
\$ -	\$ 94,823	\$ 15,876
-	111	19
-	-	-
-	-	-
<u>\$ -</u>	<u>\$ 94,934</u>	<u>\$ 15,895</u>
\$ -	-	-
177,006	-	-
-	-	-
<u>177,006</u>	<u>-</u>	<u>-</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	94,934	15,895
-	-	-
-	-	-
(177,006)	-	-
<u>(177,006)</u>	<u>94,934</u>	<u>15,895</u>
<u>\$ -</u>	<u>\$ 94,934</u>	<u>\$ 15,895</u>

**City of Moorpark**

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2015**

	Special Revenue		
	State Gas Tax	Art in Public Places	State and Federal Assistance
<b>ASSETS</b>			
Cash and investments	\$ 1,115,534	\$ 3,295,925	\$ 895,687
Receivables:			
Accounts	188,482	3,484	343,998
Notes and loans	-	-	-
Property held for resale	-	-	-
<b>Total assets</b>	<b>\$ 1,304,016</b>	<b>\$ 3,299,409</b>	<b>\$ 1,239,685</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable and accrued liabilities	\$ 9,058	\$ 650	\$ 53,220
Due to other funds	-	-	-
Unearned revenues	6,384	-	695
<b>Total liabilities</b>	<b>15,442</b>	<b>650</b>	<b>53,915</b>
Deferred inflows of resources:			
Unavailable revenues	-	-	-
Deferred loans	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund balances:			
Nonspendable	-	-	-
Restricted	1,288,574	3,298,759	1,185,770
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
<b>Total fund balances (deficit)</b>	<b>1,288,574</b>	<b>3,298,759</b>	<b>1,185,770</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 1,304,016</b>	<b>\$ 3,299,409</b>	<b>\$ 1,239,685</b>

Special Revenue		Total
Local Transportation Transit	Solid Waste	Special Revenue
\$ -	\$ 1,008,470	\$ 11,728,216
286,820	26,548	886,642
-	-	126,869
-	-	55,573
<u>\$ 286,820</u>	<u>\$ 1,035,018</u>	<u>\$ 12,797,300</u>
\$ 60,021	\$ 24,001	\$ 198,786
10,252	-	187,258
-	-	7,079
<u>70,273</u>	<u>24,001</u>	<u>393,123</u>
58,728	-	66,015
-	-	126,869
<u>58,728</u>	<u>-</u>	<u>192,884</u>
-	-	55,573
157,819	1,011,017	11,621,327
-	-	711,399
-	-	-
-	-	(177,006)
<u>157,819</u>	<u>1,011,017</u>	<u>12,211,293</u>
<u>\$ 286,820</u>	<u>\$ 1,035,018</u>	<u>\$ 12,797,300</u>

**City of Moorpark**

**Combining Balance Sheet  
Non-Major Governmental Funds  
June 30, 2015**

	Capital Projects	
	Capital Projects	City Hall Building
<b>ASSETS</b>		
Cash and investments	\$ 378,076	\$ 3,675,686
Receivables:		
Accounts	215	4,327
Notes and loans	-	-
Property held for resale	-	-
<b>Total assets</b>	<b>\$ 378,291</b>	<b>\$ 3,680,013</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>		
Liabilities:		
Accounts payable and accrued liabilities	\$ -	\$ 17,783
Due to other funds	-	-
Unearned revenues	-	-
<b>Total liabilities</b>	<b>-</b>	<b>17,783</b>
Deferred inflows of resources:		
Unavailable revenues	-	-
Deferred loans	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>
Fund balances:		
Nonspendable	-	-
Restricted	-	-
Committed	-	-
Assigned	378,291	3,662,230
Unassigned	-	-
<b>Total fund balances (deficit)</b>	<b>378,291</b>	<b>3,662,230</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 378,291</b>	<b>\$ 3,680,013</b>

Continued

<u>Capital Projects</u>	<u>Total</u>	<u>Total</u>
<u>Equipment</u>	<u>Capital</u>	<u>NonMajor</u>
<u>Replacement</u>	<u>Projects</u>	<u>Governmental</u>
	<u>Funds</u>	<u>Funds</u>
\$ 2,803,445	\$ 6,857,207	\$ 18,585,423
3,233	7,775	894,417
-	-	126,869
-	-	55,573
<u>\$ 2,806,678</u>	<u>\$ 6,864,982</u>	<u>\$ 19,662,282</u>
\$ 128,536	\$ 146,319	\$ 345,105
-	-	187,258
-	-	7,079
<u>128,536</u>	<u>146,319</u>	<u>539,442</u>
-	-	66,015
-	-	126,869
-	-	192,884
-	-	55,573
-	-	11,621,327
-	-	711,399
2,678,142	6,718,663	6,718,663
-	-	(177,006)
<u>2,678,142</u>	<u>6,718,663</u>	<u>18,929,956</u>
<u>\$ 2,806,678</u>	<u>\$ 6,864,982</u>	<u>\$ 19,662,282</u>

**City of Moorpark**

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2015**

	Special Revenue		
	Library Services	Traffic Safety	City Affordable Housing
<b>REVENUES</b>			
Taxes	\$ 833,531	\$ -	\$ -
Fines and forfeitures	20,273	149,915	-
Use of money and property	5,369	2,645	50,011
Charges for services	22,363	-	453,010
Intergovernmental	-	-	-
Other revenue	-	-	38,353
	<u>881,536</u>	<u>152,560</u>	<u>541,374</u>
Total revenues	881,536	152,560	541,374
<b>EXPENDITURES</b>			
Current:			
Public safety	-	274,514	-
Public services	868,532	-	380,402
Parks and recreation	-	-	-
Capital Outlay	-	-	-
	<u>868,532</u>	<u>274,514</u>	<u>380,402</u>
Total expenditures	868,532	274,514	380,402
Excess (deficiency) of revenues over (under) expenditures	<u>13,004</u>	<u>(121,954)</u>	<u>160,972</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	-	-	-
Net change in fund balances	13,004	(121,954)	160,972
Fund balances (deficit), beginning of year	<u>698,395</u>	<u>379,230</u>	<u>4,205,884</u>
Fund balances (deficit), end of year	<u>\$ 711,399</u>	<u>\$ 257,276</u>	<u>\$ 4,366,856</u>

Special Revenue		
Tierra Rejada/ Spring Road A.O.C.	Casey/Gabbert A.O.C.	Freemount Storm Drain A.O.C.
\$ -	\$ -	\$ -
-	-	-
-	1,085	181
-	2,030	-
-	-	-
-	-	-
-	3,115	181
-	-	-
-	-	-
-	-	-
-	-	-
-	3,115	181
-	-	-
-	-	-
-	3,115	181
(177,006)	91,819	15,714
<u>\$ (177,006)</u>	<u>\$ 94,934</u>	<u>\$ 15,895</u>

**City of Moorpark**

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2015**

	Special Revenue		
	State Gas Tax	Art in Public Places	State and Federal Assistance
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	-
Use of money and property	13,338	35,223	13,159
Charges for services	-	784,386	-
Intergovernmental	1,051,281	-	1,167,587
Other revenue	7,430	-	8,119
<b>Total revenues</b>	<b>1,072,049</b>	<b>819,609</b>	<b>1,188,865</b>
<b>EXPENDITURES</b>			
Current:			
Public safety	-	-	104,333
Public services	792,384	-	782,502
Parks and recreation	-	12,382	-
Capital Outlay	831	125,743	92,366
<b>Total expenditures</b>	<b>793,215</b>	<b>138,125</b>	<b>979,201</b>
Excess (deficiency) of revenues over (under) expenditures	278,834	681,484	209,664
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(62,508)	-	-
<b>Total other financing sources (uses)</b>	<b>(62,508)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>216,326</b>	<b>681,484</b>	<b>209,664</b>
Fund balances (deficit), beginning of year	1,072,248	2,617,275	976,106
Fund balances (deficit), end of year	<b>\$ 1,288,574</b>	<b>\$ 3,298,759</b>	<b>\$ 1,185,770</b>

Special Revenue		Total
Local Transportation Transit	Solid Waste	Special Revenue Funds
\$ -	\$ 286,373	\$ 1,119,904
-	-	170,188
828	11,896	133,735
69,414	4,320	1,335,523
633,864	19,440	2,872,172
-	-	53,902
<u>704,106</u>	<u>322,029</u>	<u>5,685,424</u>
-	-	378,847
683,440	345,160	3,852,420
-	-	12,382
-	-	218,940
<u>683,440</u>	<u>345,160</u>	<u>4,462,589</u>
<u>20,666</u>	<u>(23,131)</u>	<u>1,222,835</u>
-	-	(62,508)
-	-	(62,508)
20,666	(23,131)	1,160,327
<u>137,153</u>	<u>1,034,148</u>	<u>11,050,966</u>
<u>\$ 157,819</u>	<u>\$ 1,011,017</u>	<u>\$ 12,211,293</u>

**City of Moorpark**

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
Non-Major Governmental Funds  
Year Ended June 30, 2015**

	Capital Projects	
	Capital Projects	City Hall Building
<b>REVENUES</b>		
Taxes	\$ 282,731	\$ -
Fines and forfeitures	-	-
Use of money and property	1,855	41,816
Charges for services	-	-
Intergovernmental	-	-
Other revenue	-	-
<b>Total revenues</b>	<b>284,586</b>	<b>41,816</b>
<b>EXPENDITURES</b>		
Current:		
Public safety	-	-
Public services	-	-
Parks and recreation	-	-
Capital Outlay	-	25,072
<b>Total expenditures</b>	<b>-</b>	<b>25,072</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>284,586</b>	<b>16,744</b>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers out	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>284,586</b>	<b>16,744</b>
<b>Fund balances (deficit), beginning of year</b>	<b>93,705</b>	<b>3,645,486</b>
<b>Fund balances (deficit), end of year</b>	<b>\$ 378,291</b>	<b>\$ 3,662,230</b>

Capital Projects Equipment Replacement	Total Capital Projects Funds	Total Nonmajor Governmental Funds
\$ -	\$ 282,731	\$ 1,402,635
-	-	170,188
39,144	82,815	216,550
377,351	377,351	1,712,874
-	-	2,872,172
-	-	53,902
<u>416,495</u>	<u>742,897</u>	<u>6,428,321</u>
-	-	378,847
-	-	3,852,420
-	-	12,382
132,401	157,473	376,413
<u>132,401</u>	<u>157,473</u>	<u>4,620,062</u>
<u>284,094</u>	<u>585,424</u>	<u>1,808,259</u>
-	-	(62,508)
-	-	(62,508)
284,094	585,424	1,745,751
2,394,048	6,133,239	17,184,205
<u>\$ 2,678,142</u>	<u>\$ 6,718,663</u>	<u>\$ 18,929,956</u>

**City of Moorpark**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - Library Services - Special Revenue Fund  
Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 775,000	\$ 775,000	\$ 833,531	\$ 58,531
Fines and forfeitures	25,000	25,000	20,273	(4,727)
Use of money and property	3,000	3,000	5,369	2,369
Charges for services	21,000	21,000	22,363	1,363
<b>Total revenues</b>	<b>824,000</b>	<b>824,000</b>	<b>881,536</b>	<b>57,536</b>
<b>EXPENDITURES</b>				
Current:				
Public services	909,442	948,459	868,532	79,927
<b>Total expenditures</b>	<b>909,442</b>	<b>948,459</b>	<b>868,532</b>	<b>79,927</b>
Net change in fund balance	(85,442)	(124,459)	13,004	137,463
Fund balance, beginning of year	698,395	698,395	698,395	-
Fund balance, end of year	<b>\$ 612,953</b>	<b>\$ 573,936</b>	<b>\$ 711,399</b>	<b>\$ 137,463</b>

**City of Moorpark**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - Traffic Safety - Special Revenue Fund  
Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Fines and forfeitures	\$ 155,000	\$ 155,000	\$ 149,915	\$ (5,085)
Use of money and property	7,000	7,000	2,645	(4,355)
Total revenues	<u>162,000</u>	<u>162,000</u>	<u>152,560</u>	<u>(9,440)</u>
<b>EXPENDITURES</b>				
Public safety	<u>258,427</u>	<u>307,499</u>	<u>274,514</u>	<u>32,985</u>
Total expenditures	<u>258,427</u>	<u>307,499</u>	<u>274,514</u>	<u>32,985</u>
Net change in fund balance	(96,427)	(145,499)	(121,954)	23,545
Fund balance, beginning of year	<u>379,230</u>	<u>379,230</u>	<u>379,230</u>	<u>-</u>
Fund balance, end of year	<u>\$ 282,803</u>	<u>\$ 233,731</u>	<u>\$ 257,276</u>	<u>\$ 23,545</u>

**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, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of Money and Property	\$ 41,500	\$ 41,500	\$ 50,011	\$ 8,511
Charges for Services	421,300	421,300	453,010	31,710
Other Revenues	-	-	38,353	38,353
Total revenues	<u>462,800</u>	<u>462,800</u>	<u>541,374</u>	<u>78,574</u>
<b>EXPENDITURES</b>				
Public services	234,252	337,066	380,402	(43,336)
Capital Outlay	3,944	-	-	-
Total expenditures	<u>238,196</u>	<u>337,066</u>	<u>380,402</u>	<u>(43,336)</u>
Net change in fund balance	224,604	125,734	160,972	35,238
Fund balance, beginning of year	<u>4,205,884</u>	<u>4,205,884</u>	<u>4,205,884</u>	<u>-</u>
Fund balance, end of year	<u>\$ 4,430,488</u>	<u>\$ 4,331,618</u>	<u>\$ 4,366,856</u>	<u>\$ 35,238</u>

**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, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of money and property	\$ 15,000	\$ 15,000	\$ 13,338	\$ (1,662)
Intergovernmental	946,400	946,400	1,051,281	104,881
Other revenue	2,000	2,000	7,430	5,430
Total revenues	<u>963,400</u>	<u>963,400</u>	<u>1,072,049</u>	<u>108,649</u>
<b>EXPENDITURES</b>				
Public services	800,545	934,696	792,384	142,312
Capital outlay	632,664	647,411	831	646,580
Total expenditures	<u>1,433,209</u>	<u>1,582,107</u>	<u>793,215</u>	<u>788,892</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(469,809)</u>	<u>(618,707)</u>	<u>278,834</u>	<u>897,541</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	<u>(100,000)</u>	<u>(62,508)</u>	<u>(62,508)</u>	<u>-</u>
Total other financing uses	<u>(100,000)</u>	<u>(62,508)</u>	<u>(62,508)</u>	<u>-</u>
Net change in fund balance	(569,809)	(681,215)	216,326	897,541
Fund balance, beginning of year	<u>1,072,248</u>	<u>1,072,248</u>	<u>1,072,248</u>	<u>-</u>
Fund balance, end of year	<u>\$ 502,439</u>	<u>\$ 391,033</u>	<u>\$ 1,288,574</u>	<u>\$ 897,541</u>

**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, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of money and property	\$ 30,000	\$ 30,000	\$ 35,223	\$ 5,223
Charges for services	514,000	514,000	784,386	270,386
Total revenues	<u>544,000</u>	<u>544,000</u>	<u>819,609</u>	<u>275,609</u>
<b>EXPENDITURES</b>				
Parks and recreation	7,089	10,307	12,382	(2,075)
Capital outlay	269,800	278,499	125,743	152,756
Total expenditures	<u>276,889</u>	<u>288,806</u>	<u>138,125</u>	<u>150,681</u>
Net change in fund balance	267,111	255,194	681,484	426,290
Fund balance, beginning of year	<u>2,617,275</u>	<u>2,617,275</u>	<u>2,617,275</u>	<u>-</u>
Fund balance, end of year	<u>\$ 2,884,386</u>	<u>\$ 2,872,469</u>	<u>\$ 3,298,759</u>	<u>\$ 426,290</u>

**City of Moorpark**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - State and Federal Assistance - Special Revenue Fund  
Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of money and property	\$ -	\$ 3,000	\$ 13,159	\$ 10,159
Intergovernmental	4,086,751	4,226,456	1,167,587	(3,058,869)
Other revenue	-	-	8,119	8,119
Total revenues	<u>4,086,751</u>	<u>4,229,456</u>	<u>1,188,865</u>	<u>(3,040,591)</u>
<b>EXPENDITURES</b>				
Public safety	130,000	130,000	104,333	25,667
Public services	715,358	948,829	782,502	166,327
Capital outlay	<u>3,376,830</u>	<u>3,634,906</u>	<u>92,366</u>	<u>3,542,540</u>
Total expenditures	<u>4,222,188</u>	<u>4,713,735</u>	<u>979,201</u>	<u>3,734,534</u>
Net change in fund balance	(135,437)	(484,279)	209,664	693,943
Fund balance, beginning of year	<u>976,106</u>	<u>976,106</u>	<u>976,106</u>	<u>-</u>
Fund balance, end of year	<u>\$ 840,669</u>	<u>\$ 491,827</u>	<u>\$ 1,185,770</u>	<u>\$ 693,943</u>

**City of Moorpark**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - Local Transportation Transit - Special Revenue Fund  
Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of money and property	\$ 1,000	1,000	\$ 828	\$ (172)
Charges for services	65,000	65,000	69,414	4,414
Intergovernmental	1,016,477	1,066,477	633,864	(432,613)
Total revenues	1,082,477	1,132,477	704,106	(428,371)
<b>EXPENDITURES</b>				
Public services	1,096,471	1,233,542	683,440	550,102
Total expenditures	1,096,471	1,233,542	683,440	550,102
Net change in fund balance	(13,994)	(101,065)	20,666	121,731
Fund balance, beginning of year	137,153	137,153	137,153	-
Fund balance, end of year	\$ 123,159	\$ 36,088	\$ 157,819	\$ 121,731

**City of Moorpark**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - Solid Waste - Special Revenue Fund  
Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 285,000	\$ 285,000	\$ 286,373	\$ 1,373
Use of money and property	-	-	11,896	11,896
Charges for services	2,700	2,700	4,320	1,620
Intergovernmental	20,144	20,144	19,440	(704)
Total revenues	<u>307,844</u>	<u>307,844</u>	<u>322,029</u>	<u>14,185</u>
<b>EXPENDITURES</b>				
Public services	<u>317,234</u>	<u>373,642</u>	<u>345,160</u>	<u>28,482</u>
Total expenditures	<u>317,234</u>	<u>373,642</u>	<u>345,160</u>	<u>28,482</u>
Net change in fund balance	(9,390)	(65,798)	(23,131)	42,667
Fund balance, beginning of year	<u>1,034,148</u>	<u>1,034,148</u>	<u>1,034,148</u>	-
Fund balance, end of year	<u>\$ 1,024,758</u>	<u>\$ 968,350</u>	<u>\$ 1,011,017</u>	<u>\$ 42,667</u>

**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, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of money and property	\$ 45,000	\$ 45,000	\$ 41,816	\$ (3,184)
Total revenues	45,000	45,000	41,816	(3,184)
<b>EXPENDITURES</b>				
Capital outlay	3,443,674	3,414,788	25,072	3,389,716
Total expenditures	3,443,674	3,414,788	25,072	3,389,716
Net change in fund balance	(3,398,674)	(3,369,788)	16,744	3,386,532
Fund balance, beginning of year	3,645,486	3,645,486	3,645,486	-
Fund balance, end of year	<u>\$ 246,812</u>	<u>\$ 275,698</u>	<u>\$ 3,662,230</u>	<u>\$ 3,386,532</u>

**City of Moorpark**

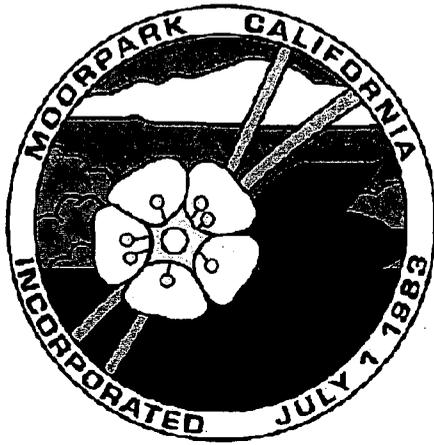
**Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - Equipment Replacement – Capital Projects Fund  
Year Ended June 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Use of money and property	\$ 2,500	\$ 2,500	\$ 39,144	\$ 36,644
Charges for services	-	-	377,351	377,351
Total revenues	<u>2,500</u>	<u>2,500</u>	<u>416,495</u>	<u>413,995</u>
<b>EXPENDITURES</b>				
Capital outlay	<u>160,000</u>	<u>245,000</u>	<u>132,401</u>	<u>112,599</u>
Total expenditures	<u>160,000</u>	<u>245,000</u>	<u>132,401</u>	<u>112,599</u>
Net change in fund balance	(157,500)	(242,500)	284,094	526,594
Fund balance, beginning of year	<u>2,394,048</u>	<u>2,394,048</u>	<u>2,394,048</u>	-
Fund balance, end of year	<u><u>\$ 2,236,548</u></u>	<u><u>\$ 2,151,548</u></u>	<u><u>\$ 2,678,142</u></u>	<u><u>\$ 526,594</u></u>

**City of Moorpark**

**Statement of Changes in Fiduciary Asset and Liabilities - Agency Funds  
Year Ended June 30, 2015**

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
<b>General Trust</b>				
<b>Assets</b>				
Cash and investments	\$ 4,009,866	\$ 1,676,197	\$ (1,412,809)	\$ 4,273,254
Cash and investments with fiscal agent	7,437,190	5,779,007	(7,574,445)	5,641,752
Accounts receivable	61,070	28,514	(62,206)	27,378
<b>Total assets</b>	<b>\$ 11,508,126</b>	<b>\$ 7,483,718</b>	<b>\$ (9,049,460)</b>	<b>\$ 9,942,384</b>
<b>Liabilities</b>				
Accounts payable	\$ 236,241	\$ 932,571	\$ (1,101,774)	\$ 67,038
General deposits	3,773,654	1,684,005	(1,251,030)	4,206,629
Due to bondholders	7,498,231	6,310,141	(8,139,655)	5,668,717
<b>Total liabilities</b>	<b>\$ 11,508,126</b>	<b>\$ 8,926,717</b>	<b>\$ (10,492,459)</b>	<b>\$ 9,942,384</b>



**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 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 Position by Component  
Last Ten Fiscal Years  
(Accrual basis of accounting)**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Governmental activities:					
Invested in capital assets, net of related debt	\$ 108,190,324	\$ 125,900,770	\$ 130,071,108	\$ 130,581,499	\$ 141,095,551
Restricted	57,986,366	100,649,409	101,613,368	94,878,693	91,504,803
Unrestricted	26,965,428	6,458,224	3,641,173	14,213,503	15,828,208
Total governmental activities net position	<u>\$ 193,142,118</u>	<u>\$ 233,008,403</u>	<u>\$ 235,325,649</u>	<u>\$ 239,673,695</u>	<u>\$ 248,428,562</u>

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

Source: City of Moorpark CAFR.

**City of Moorpark**

**Net Position by Component  
Last Ten Fiscal Years (continued)  
(Accrual basis of accounting)**

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	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental activities:					
Invested in capital assets, net of related debt	\$ 145,841,042	\$ 139,795,930	\$ 262,271,564	\$ 259,798,991	\$ 260,051,061
Restricted	72,654,599	87,274,980	82,125,331	85,872,675	89,500,647
Unrestricted	13,402,969	7,909,301	10,042,168	15,655,932	22,642,705
Total governmental activities net position	<u>\$ 231,898,610</u>	<u>\$ 234,980,211</u>	<u>\$ 354,439,063</u>	<u>\$ 361,327,598</u>	<u>\$ 372,194,413</u>

**City of Moorpark**

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

	2006	2007	2008	2009	2010
<b>Expenditures:</b>					
General government	\$ 3,044,381	\$ 1,639,628	\$ 1,949,206	\$ 2,041,596	\$ 1,603,279
Public safety	6,230,057	6,317,283	6,882,072	7,035,384	7,016,015
Public services	13,106,843	21,231,766	20,580,204	18,170,325	13,589,878
Parks and recreation	2,771,270	4,293,823	4,551,045	4,470,524	4,934,002
Interest on long-term debt	1,333,370	1,332,541	1,773,841	1,616,843	1,504,502
Total governmental activities expenses	<u>21,867,463</u>	<u>34,815,041</u>	<u>35,736,368</u>	<u>33,334,672</u>	<u>28,647,676</u>
<b>Program revenues:</b>					
Charges for services:					
General government	2,201,590	191,674	283,576	232,926	258,431
Public safety	340,341	598,500	633,131	538,636	477,305
Public services	4,163,781	6,612,769	5,743,200	3,172,708	2,769,641
Parks and recreation	536,166	604,904	756,885	644,979	643,593
Total charges for services	<u>7,241,878</u>	<u>8,007,847</u>	<u>7,416,792</u>	<u>4,589,249</u>	<u>4,148,970</u>
Operating contributions and grants	3,237,143	4,489,945	7,113,883	6,172,315	4,128,842
Capital contributions and grants	18,027,831	38,337,638	5,481,972	3,326,778	1,970,931
Total governmental activities program revenues	<u>28,506,852</u>	<u>50,835,430</u>	<u>20,012,647</u>	<u>14,088,342</u>	<u>10,248,743</u>
Net program revenues (expenses)	<u>6,639,389</u>	<u>16,020,389</u>	<u>(15,723,721)</u>	<u>(19,246,330)</u>	<u>(18,398,933)</u>
<b>General revenues and other changes in net position:</b>					
Taxes:					
Property tax	2,929,842	3,334,491	4,505,980	7,802,643	7,449,063
Property tax, Redevelopment Agency	5,530,198	6,347,692	6,887,079	7,054,432	6,864,777
Franchise tax	1,080,893	1,126,951	1,150,180	1,171,556	1,171,825
Sales tax	2,260,786	2,192,327	2,306,281	2,329,522	2,382,010
Sales tax in lieu	608,298	704,562	779,263	849,227	588,635
Motor vehicle in lieu	2,734,470	2,860,207	3,038,440	125,307	109,136
Investment income	3,261,384	6,556,186	2,491,856	2,875,649	853,074
Contributed Capital	-	-	-	-	-
Other	135,276	58,841	139,728	386,040	283,372
Gain on sale of property	-	276,797	-	-	-
County settlement	-	-	-	1,000,000	-
Extraordinary item - Gain on Dissolution of	-	-	-	-	-
Total governmental activities	<u>18,541,147</u>	<u>23,458,054</u>	<u>21,298,807</u>	<u>23,594,376</u>	<u>19,701,892</u>
Changes in net position - governmental activities	<u>\$ 25,180,536</u>	<u>\$ 39,478,443</u>	<u>\$ 5,575,086</u>	<u>\$ 4,348,046</u>	<u>\$ 1,302,959</u>

Source: City of Moorpark CAFR.

**City of Moorpark**

**Changes in Net Position  
Last Ten Fiscal Years (continued)  
(Accrual basis of accounting)**

	2011	2012	2013	2014	2015
<b>Expenditures:</b>					
General government	\$ 3,201,184	\$ 2,217,953	\$ 4,149,965	\$ 2,169,069	\$ 1,212,685
Public safety	7,070,049	6,158,455	6,550,936	6,882,753	7,024,242
Public services	31,775,462	11,124,523	9,948,865	11,779,873	11,558,575
Parks and recreation	4,658,717	5,704,208	5,755,528	6,026,182	5,614,080
Interest on long-term debt	1,492,604	354,412	-	-	-
Total governmental activities expenses	48,198,016	25,559,551	26,405,294	26,857,877	25,409,582
<b>Program revenues:</b>					
Charges for services:					
General government	293,008	407,883	587,915	1,474,249	1,463,859
Public safety	492,847	445,642	809,257	2,657,332	3,325,404
Public services	2,473,770	1,988,453	4,154,598	7,815,032	10,471,498
Parks and recreation	697,787	858,333	973,761	1,913,045	3,119,649
Total charges for services	3,957,412	3,700,311	6,525,531	13,859,658	18,380,410
Operating contributions and grants	5,999,168	3,702,582	3,533,608	4,364,461	4,049,606
Capital contributions and grants	1,703,076	2,106,706	1,879,634	2,010,143	4,636,843
Total governmental activities program revenues	11,659,656	9,509,599	11,938,773	20,234,262	27,066,859
Net program revenues (expenses)	(36,538,360)	(16,049,952)	(14,466,521)	(6,623,615)	1,657,277
<b>General revenues and other changes in net position:</b>					
Taxes:					
Property tax	7,287,282	6,943,275	6,776,729	6,841,765	7,638,300
Property tax, Redevelopment Agency	6,755,960	3,389,064	-	-	-
Franchise tax	1,207,778	1,231,741	1,222,956	1,222,759	1,284,268
Sales tax	2,577,105	2,622,419	2,730,871	2,695,884	2,749,320
Sales tax in lieu	940,791	857,217	875,160	1,089,362	896,527
Motor vehicle in lieu	170,592	18,590	19,262	15,942	15,399
Investment income	856,413	1,206,622	142,222	1,153,683	1,116,545
Contributed Capital	-	663,818	-	-	-
Other	212,487	245,235	299,730	492,755	685,569
Gain on sale of property	-	-	-	-	-
County settlement	-	-	-	-	-
Extraordinary item - Gain on Dissolution of	-	356,845	-	-	-
Total governmental activities	20,008,408	17,534,826	12,066,930	13,512,150	14,385,928
Changes in net position - governmental activities	\$ (16,529,952)	\$ 1,484,874	\$ (2,399,591)	\$ 6,888,535	\$ 16,043,205

**City of Moorpark**

**Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified accrual basis of accounting)**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General fund:					
Reserved	\$ 2,943,353	\$ -	\$ 95,397	\$ 373,209	\$ 337,286
Unreserved	18,301,058	24,405,620	3,625,348	2,832,620	2,662,713
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total general fund	<u>\$ 21,244,411</u>	<u>\$ 24,405,620</u>	<u>\$ 3,720,745</u>	<u>\$ 3,205,829</u>	<u>\$ 2,999,999</u>
All other governmental funds:					
Reserved	\$ 14,124,235	\$ 41,864,116	\$ 35,103,620	\$ 33,719,016	\$ 38,208,807
Unreserved, reported in:					
Special revenue funds	36,903,391	41,486,631	42,761,089	37,278,628	32,207,690
Capital projects funds	1,293,998	16,807,370	39,098,065	35,699,829	33,735,939
Debt Service funds	(321,425)	83,243	(1,025,927)	261,336	294,202
Non-major funds	9,724,941	8,693,969	13,384,413	25,043,397	25,335,288
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total all other governmental funds	<u>\$ 61,725,140</u>	<u>\$ 108,935,329</u>	<u>\$ 129,321,260</u>	<u>\$ 132,002,206</u>	<u>\$ 129,781,926</u>

Source: City of Moorpark CAFR.

**City of Moorpark**

**Fund Balances of Governmental Funds  
Last Ten Fiscal Years (continued)  
(Modified accrual basis of accounting)**

	2011	2012	2013	2014	2015
<b>General fund:</b>					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	220,976	1,275,022	635,176	365,899	660,077
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	2,779,024	2,999,000	3,000,000	3,000,000	2,999,941
<b>Total general fund</b>	<b>\$ 3,000,000</b>	<b>\$ 4,274,022</b>	<b>\$ 3,635,176</b>	<b>\$ 3,365,899</b>	<b>\$ 3,660,018</b>
<b>All other governmental funds:</b>					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Debt Service funds	-	-	-	-	-
Non-major funds	-	-	-	-	-
<b>Fund Balances:</b>					
Nonspendable	14,862,594	3,055,064	10,478,901	10,253,789	10,363,316
Restricted	66,565,551	55,945,095	44,067,428	49,389,385	54,572,775
Committed	795,208	783,281	742,546	698,395	711,399
Assigned	28,849,138	30,892,276	33,084,456	36,190,577	42,221,565
Unassigned	(2,124,660)	(2,047,164)	(2,026,212)	(1,825,187)	(1,604,570)
<b>Total all other governmental funds</b>	<b>\$ 108,947,831</b>	<b>\$ 88,628,552</b>	<b>\$ 86,347,119</b>	<b>\$ 94,706,959</b>	<b>\$ 106,264,485</b>

**City of Moorpark**

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

	2006	2007	2008	2009	2010
<b>Revenues:</b>					
Taxes	\$ 12,231,076	\$ 13,706,024	\$ 15,392,269	\$ 19,716,636	\$ 18,730,771
Licenses and permits	72,365	65,630	72,951	645,010	598,370
Fines and forfeitures	340,341	343,579	358,665	484,930	436,377
Uses of money and property	3,261,384	7,085,104	5,684,111	3,114,881	1,547,229
Charges for services	2,665,391	338,929	677,277	3,813,159	3,284,275
Intergovernmental	6,302,193	6,163,985	7,549,040	3,948,059	2,629,132
Maintenance assessments	1,845,742	1,922,471	4,205,700	3,491,975	1,950,431
Franchise fees	283,162	292,003	301,514	-	-
Building and safety fees	1,110,715	716,552	530,761	-	-
Planning and public work fees	3,053,066	1,649,002	1,938,143	-	-
Development fees	15,568,347	6,403,851	4,501,837	-	-
Contributions from prop owners	-	34,066,993	-	-	-
Other	397,574	2,030,211	433,378	398,539	587,832
Total revenues	<u>47,131,356</u>	<u>74,784,334</u>	<u>41,645,646</u>	<u>35,613,189</u>	<u>29,764,417</u>
<b>Expenditures:</b>					
Current:					
General government	2,919,564	1,471,354	1,835,801	1,926,283	1,497,916
Public safety	6,211,461	6,083,917	6,637,757	6,814,425	6,769,484
Public services	11,215,406	9,608,754	12,505,613	11,259,297	12,343,896
Parks and recreation	2,544,206	4,039,888	4,291,867	4,182,091	4,453,400
Capital outlay	10,038,439	19,477,866	14,682,017	8,100,604	5,548,179
Debt service:					
Principal	435,910	440,000	455,000	475,000	495,000
Interest	1,251,354	1,400,985	1,631,932	1,594,062	1,482,799
Bond issuance costs	-	505,588	-	-	-
Total expenditures	<u>34,616,340</u>	<u>43,028,352</u>	<u>42,039,987</u>	<u>34,351,762</u>	<u>32,590,674</u>
Excess of revenues over expenditures	<u>12,515,016</u>	<u>31,755,982</u>	<u>(394,341)</u>	<u>1,261,427</u>	<u>(2,826,257)</u>
Other financing sources (uses):					
Gain from sale of property	1,410	276,797	-	-	-
Bond Proceeds	-	11,695,000	-	-	-
Discount on Bonds	-	(325,401)	-	-	-
County settlements	-	-	-	1,000,000	-
Transfers in	3,352,002	9,457,260	27,626,755	17,062,650	9,378,101
Transfers out	(3,352,002)	(9,457,260)	(27,626,755)	(17,062,650)	(9,378,101)
Total other financing sources (uses)	<u>1,410</u>	<u>11,646,396</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>
Extraordinary Item	-	-	-	-	-
Net change in fund balances	<u>\$ 12,516,426</u>	<u>\$ 43,402,378</u>	<u>\$ (394,341)</u>	<u>\$ 2,261,427</u>	<u>\$ (2,826,257)</u>
Debt service as a percentage of noncapital expenditures	7.4%	8.7%	8.3%	8.6%	7.9%

Source: City of Moorpark CAFR.

**City of Moorpark**

**Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years (continued)  
(Modified accrual basis of accounting)**

	2011	2012	2013	2014	2015
<b>Revenues:</b>					
Taxes	\$ 19,042,900	\$ 16,147,175	\$ 12,662,488	\$ 12,931,981	\$ 13,688,319
Licenses and permits	587,186	561,530	498,102	1,279,619	1,249,964
Fines and forfeitures	441,543	446,426	420,555	425,844	384,288
Uses of money and property	1,537,255	1,381,235	482,129	1,533,697	1,512,399
Charges for services	2,579,593	3,559,454	5,170,238	10,785,334	15,951,226
Intergovernmental	4,786,235	1,627,462	2,503,734	3,257,823	5,246,632
Maintenance assessments	2,112,992	2,114,957	1,893,699	2,159,121	2,487,047
Franchise fees	-	-	-	-	-
Building and safety fees	-	-	-	-	-
Planning and public work fees	-	-	-	-	-
Development fees	-	-	-	-	-
Contributions from prop owners	-	-	-	-	-
Other	833,082	1,345,246	167,784	438,612	445,197
Total revenues	<u>31,920,786</u>	<u>27,183,485</u>	<u>23,798,729</u>	<u>32,812,031</u>	<u>40,965,072</u>
<b>Expenditures</b>					
Current:					
General government	2,289,299	890,396	2,125,004	1,746,028	2,495,775
Public safety	6,839,355	6,467,065	6,306,906	6,643,550	6,789,765
Public services	12,876,132	8,321,090	7,391,632	9,126,851	10,468,227
Parks and recreation	4,074,490	5,038,957	5,086,773	5,354,601	5,732,314
Capital outlay	24,506,524	4,679,053	5,144,756	1,580,438	3,892,870
Debt service:					
Principal	1,874,064	590,122	-	-	-
Interest	1,471,516	688,825	-	-	4,476
Bond issuance costs	-	-	-	-	-
Total expenditures	<u>53,931,380</u>	<u>26,675,508</u>	<u>26,055,071</u>	<u>24,451,468</u>	<u>29,383,427</u>
Excess of revenues over expenditures	<u>(22,010,594)</u>	<u>507,977</u>	<u>(2,256,342)</u>	<u>8,360,563</u>	<u>11,581,645</u>
Other financing sources (uses):					
Gain from sale of property	-	-	-	-	-
Bond Proceeds	-	-	-	-	-
Discount on Bonds	-	-	-	-	-
County settlements	-	-	-	-	-
Transfers in	3,820,738	4,739,189	3,262,665	4,718,044	7,365,629
Transfers out	(2,644,238)	(4,739,189)	(3,262,665)	(4,718,044)	(7,365,629)
Total other financing sources (uses)	<u>1,176,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Extraordinary Item	-	(19,553,234)	-	-	-
Net change in fund balances	<u>\$ (20,834,094)</u>	<u>\$ (19,045,257)</u>	<u>\$ (2,256,342)</u>	<u>\$ 8,360,563</u>	<u>\$ 11,581,645</u>
Debt service as a percentage of noncapital expenditures	12.8%	6.2%	0.0%	0.0%	0.0%

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**City of Moorpark**

**Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	City				Redevelopment Agency				Total Direct Tax Rate
	Secured	Unsecured	Less: Exemptions	Taxable Assessed Value	Secured	Unsecured	Less: Exemptions	Taxable Assessed Value	
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	0.037%
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	0.037%
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	0.033%
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	0.035%
2010	4,619,910,655	180,986,669	46,474,508	4,847,373,832	825,093,781	113,302,525	4,333,240	942,729,546	0.038%
2011	4,659,133,835	153,090,627	46,689,455	4,858,913,917	813,947,565	110,905,079	4,438,801	929,289,445	0.040%
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	0.031%
2013	4,596,277,650	115,888,876	45,786,243	4,757,952,769	867,853,781	70,454,127	4,491,843	942,799,751	1.068%
2014	4,718,569,672	119,712,860	45,054,167	4,883,336,699	878,368,970	70,500,448	4,423,367	953,292,785	1.068%
2015	5,042,223,024	123,500,500	45,844,355	5,119,879,169	909,850,372	74,847,964	7,970,727	976,727,609	0.095%

Source: Ventura County Assessor's Office

**NOTE:**

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

**City of Moorpark**

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

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
1 Basic Levy	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
Conejo Valley Unified School District	0.02670	0.02490	0.02420	0.02500	0.02640	0.02850	0.03070	0.03240	0.03270	0.03290
Metropolitan Water District	0.00520	0.00470	0.00450	0.00430	0.00430	0.00370	0.00370	0.00350	0.00350	0.00350
Moorpark Unified School District	0.03660	0.03740	0.03310	0.03510	0.03760	0.03980	0.05750	0.04490	0.03950	0.05550
Ventura Community College District	0.01300	0.01270	0.00500	0.01520	0.01390	0.01510	0.01400	0.01910	0.01670	0.01760
2 Total Direct & Overlapping Tax Rates	1.08150	1.07970	1.06680	1.07960	1.08220	1.08710	1.10590	1.09990	1.09240	1.10950
3 City's Share of 1% Levy per Prop 13	0.07447	0.07447	0.07447	0.09094	0.09077	0.90770	0.09077	0.09078	0.09078	0.09078
General Obligation Debt Rate	-	-	-	-	-	-	-	-	-	-
4 Redevelopment Rate	1.00520	1.00470	1.00450	1.00430	1.00430	1.00370	1.00370	-	-	-
5 Total Direct Rate	0.19150	0.19826	0.19963	0.21254	0.21589	0.21304	0.21047	0.21806	0.09508	0.09498

**Notes**

- 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 any voter approved bonds.
- 2 Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners.
- 3 City's share of 1% levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the city. ERAF general fund tax shifts may not be included in tax ratio figures.
- 4 Redevelopment rates is based on the largest RDA tax rate area and only includes rate(s) from indebtedness adopted prior to 1989 per California State statute. RDA direct and overlapping rates are applied only to the incremental property values. The approval of Abx1 26 eliminated redevelopment from the State of California for the fiscal year 2012/13 and years thereafter.
- 5 Total Direct Rates is the weighted average of all individual direct rates applied to by the government preparing the statistical section information and excludes revenues derived from aircraft. Beginning in 2013/14 the Total Direct Rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during 2012/13. For the purposes of this report, residual revenue is assumed to be distributed to the City in the same proportions as general fund revenue.

Source: HdL, Coren & Cone  
Ventura County Assessor

**City of Moorpark**

**Principal Property Tax Payers  
Current Year and Ten Years Ago**

Taxpayers	2015		2005	
	Taxable Assessed Value *	Percent of Total City Taxable Assessed Value	Taxable Assessed Value	Percent of Total City Taxable Assessed Value
NF Moorpark Multifamily Assoc	\$ 84,429,300	1.65 %	\$ -	- %
Waterstone Properties Moorpark LLC	70,289,760	1.37 %	-	- %
Autosafe Airbag 12 California	-	- %	66,845,295	1.70 %
Pardee Homes	-	- %	61,605,433	1.57 %
Majestic Court Properties	-	- %	55,532,134	1.41 %
PPC GIA Moorpark Associates	-	- %	50,229,392	1.28 %
Toll Land XIX LLC	-	- %	49,130,463	1.25 %
Moorpark Center LLC	44,953,577	0.88 %	-	- %
Village at Moorpark LLC	30,641,545	0.60 %	-	- %
William Lyon Homes	-	- %	29,184,315	0.74 %
Kavlico Corporation	-	- %	28,942,700	0.74 %
Zelman Marketplace	-	- %	26,165,931	0.66 %
Mission Bell West LP	24,503,605	0.48 %	-	- %
Tuscany Square Partners LLC	22,994,270	0.45 %	-	- %
EB West Properties Inc.	22,992,708	0.45 %	-	- %
Laars Inc	-	- %	21,556,888	0.55 %
G-S Partnership	22,515,059	0.44 %	19,750,800	0.50 %
ROIC California	20,881,966	0.41 %	-	- %
Calabasas BCD	20,542,188	0.40 %	-	- %
	<u>\$ 364,743,978</u>	<u>7.12%</u>	<u>\$ 408,943,351</u>	<u>10.39%</u>

\* 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 2014-2015 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
2006	\$ 2,705,083	\$ 1,994,418	73.7 %	\$ 93,157	\$ 2,087,575	77.2 %
2007	3,010,493	2,432,164	80.8 %	124,057	2,556,221	84.9 %
2008	4,072,510	3,376,883	82.9 %	145,134	3,522,017	86.5 %
2009	3,763,078	3,393,933	90.2 %	208,491	3,602,423	95.7 %
2010	3,682,559	2,789,672	75.8 %	262,057	3,051,730	82.9 %
2011	3,663,098	3,388,402	92.5 %	184,044	3,572,446	97.5 %
2012	3,638,780	3,394,794	93.3 %	162,584	3,557,378	97.8 %
2013	3,724,968	3,533,421	94.9 %	158,049	3,691,470	99.1 %
2014	3,817,587	3,545,339	92.9 %	125,651	3,670,990	96.2 %
2015	4,186,012	3,965,562	94.7 %	127,695	4,093,257	97.8 %

Source: Ventura County Auditor Controller's Office Levy Letter

Note: The amounts presented include City property taxes only. It does not include redevelopment tax increment.

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

Subsequent years = Realized Revenue Report, Prior secured

**City of Moorpark**

**Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Governmental Activities			Total Primary Government	Percentage of Personal Income <sup>2</sup>	Debt Per Capita <sup>2</sup>
	General Obligation Bonds	Tax Allocation Bonds <sup>1</sup>	Total Governmental Activities			
2006	\$ -	\$ 18,880,000	\$ 18,880,000	\$ 18,880,000	1%	527
2007	-	30,135,000	30,135,000	30,135,000	1%	826
2008	-	29,680,000	29,680,000	29,680,000	1%	803
2009	-	29,185,000	29,185,000	29,185,000	1%	787
2010	-	28,710,000	28,710,000	28,710,000	1%	764
2011	-	28,155,000	28,155,000	28,155,000	1%	811
2012	-	-	-	-	0%	-
2013	-	-	-	-	0%	-
2014	-	-	-	-	0%	-
2015	-	-	-	-	0%	-

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

<sup>1</sup> 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.  
Tax Allocation Bonds are the debt of the Successor Agency and not a part of the City.  
Please read Note 14 of the financial statements.

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

**City of Moorpark**

**Ratio of General Bonded Debt Outstanding  
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Outstanding General Bonded Debt			Percent of Assessed Value <sup>2</sup>	Per Capita
	General Obligation Bonds	Tax Allocation Bonds <sup>1</sup>	Total		
2006	-	18,880,000	18,880,000	0.4 %	527
2007	-	30,135,000	30,135,000	0.6 %	826
2008	-	29,680,000	29,680,000	0.5 %	803
2009	-	29,185,000	29,185,000	0.5 %	787
2010	-	28,710,000	28,710,000	0.5 %	764
2011	-	28,155,000	28,155,000	0.5 %	811
2012	-	-	-	- %	-
2013	-	-	-	- %	-
2014	-	-	-	- %	-
2015	-	-	-	- %	-

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

<sup>1</sup>Tax Allocation Bonds are the debt of the Successor Agency and not a part of the City. Please read Note 14 of the financial statements.

<sup>2</sup>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**

City Assessed Valuation 2014-15	\$ 5,119,879,169
Redevelopment Agency Incremental Valuation	976,727,609
Adjusted Assessed Valuation	<u>\$ 4,143,151,560</u>

	Percentage Applicable	Debt as of 6/30/2015	Estimated Share of Overlapping Debt
<b>Direct and Overlapping Tax and Assessment Debt:</b>			
Metropolitan Water District	0.221 %	\$ 110,420,000	\$ 244,028
Ventura Community College District	4.487 %	303,412,082	13,614,100
Conejo Valley Unified School District	0.016 %	63,911,497	10,226
Moorpark Unified School District	93.366 %	56,499,983	52,751,774
City of Moorpark	100.000 %	-	-
City of Moorpark Community Facilities District No. 97-1	100.000 %	4,940,000	4,940,000
City of Moorpark Community Facilities District No. 2004-1	100.000 %	13,650,000	13,650,000
City of Moorpark 1915 Act Bonds	100.000 %	920,000	920,000
Total Direct and Overlapping Tax & Assessment Debt		<u>\$ 553,753,562</u>	<u>\$ 86,130,128</u>
<b>Overlapping General Fund Obligation Debt:</b>			
Ventura County General Fund Obligations	4.485 %	\$ 385,475,000	\$ 17,288,554
Ventura County Superintendent of Schools COPs	4.485 %	10,795,000	484,156
Moorpark Unified School District COPs	93.366 %	6,020,000	5,620,633
Total Overlapping General Fund Obligation Debt		<u>\$ 402,290,000</u>	<u>\$ 23,393,343</u>
<b>Overlapping Tax Increment Debt (Successor Agency):</b>			
Total Direct Debt	100.000 %	\$ 24,920,000	\$ 24,920,000
Combined Total Debt*		<u>\$ 980,963,562</u>	<u>\$ 134,443,471</u>
Total direct and overlapping debt			<u>\$ 134,443,471</u>

**Notes:**

\* Excludes tax and revenue anticipation notes, revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations, of which the City has none.

The direct and overlapping bonded debt above is not the City'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**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Assessed valuation	\$ 3,721,591,791	\$ 4,157,360,033	\$ 4,558,597,806	\$ 4,700,305,496	\$ 4,619,910,655
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	930,397,948	1,039,340,008	1,139,649,452	1,175,076,374	1,154,977,664
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	139,559,692	155,901,001	170,947,418	176,261,456	173,246,650
Total net debt applicable to limit: General Obligation Bonds	-	-	-	-	-
Legal debt margin	<u>\$ 139,559,692</u>	<u>\$ 155,901,001</u>	<u>\$ 170,947,418</u>	<u>\$ 176,261,456</u>	<u>\$ 173,246,650</u>
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

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

Note: 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.

**City of Moorpark**

**Legal Debt Margin Information  
Last Ten Fiscal Years (continued)**

	2011	2012	2013	2014	2015
Assessed valuation	\$ 4,659,133,835	\$ 4,662,536,870	\$ 4,596,277,650	\$ 4,718,569,672	\$ 5,042,223,024
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	1,164,783,459	1,165,634,218	1,149,069,413	1,179,642,418	1,260,555,756
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	174,717,519	174,845,133	172,360,412	176,946,363	189,083,363
Total net debt applicable to limit: General Obligation Bonds	-	-	-	-	-
Legal debt margin	<u>\$ 174,717,519</u>	<u>\$ 174,845,133</u>	<u>\$ 172,360,412</u>	<u>\$ 176,946,363</u>	<u>\$ 189,083,363</u>
 Total debt applicable to the limit as a percentage of debt limit	 0.0%	 0.0%	 0.0%	 0.0%	 0.0%

**City of Moorpark**

**Pledged-Revenue Coverage  
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Tax Allocation Bonds				Coverage
	Tax Increment	Debt Service			
		Principal	Interest		
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	-	-	-	n/a	
2013	-	-	-	n/a	
2014	-	-	-	n/a	
2015	-	-	-	n/a	

**Note**

The Moorpark Redevelopment Agency issued \$9,860,000 of tax allocation bonds in 1999, \$11,625,000 in 2001, and \$11,695,000 in 2006.

Tax Allocation Bonds are the debt of the Successor Agency and not a part of the City.

Please read Note 14 of the financial statements.

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

**City of Moorpark**

**Demographic and Economic Statistics  
Last Ten Calendar Years**

---

<u>Calendar Year</u>	<u>Population</u>	<u>Household Income</u>	<u>Median Household Income</u>	<u>Unemployment Rate</u>
2006	35,836	\$ 930,010	\$ 85,122	4.4 %
2007	36,480	969,311	87,153	4.7 %
2008	36,971	1,075,236	95,393	5.7 %
2009	37,086	1,069,535	94,593	10.3 %
2010	37,576	1,086,966	94,881	10.6 %
2011	34,710	1,032,167	97,537	10.0 %
2012	34,826	960,667	90,478	8.7 %
2013	34,904	1,065,253	100,104	6.4 %
2014	35,172	1,098,171	102,411	6.2 %
2015	35,727	1,115,499	102,411	5.2 %

Sources: California State Department of Finance

**City of Moorpark**

**Principal Employers  
Current and Ten Calendar Years Ago**

---

Employer	2015	
	Number of Employees	Percent of Total Employment
PennyMac	1,279	7.1 %
Moorpark Unified School District	869	4.9 %
Moorpark College	661	3.7 %
Pentair Water Pool and Spa	530	3.0 %
Kavlico	390	2.2 %
Benchmark Electronics	256	1.4 %
Target	142	0.8 %
Ensign-Bickford Aerospace	140	0.8 %
Test Equity	121	0.7 %
Kretek International	120	0.7 %

"Total Employment" as used above represents the total employment of all employers located within City limits.

The City does not present 2005 information because data for that year was not available.

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	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government	31	30	26	26	26	27	28	27	27	26
Public safety (crossing guards)	7	7	7	6	5	5	3	3	3	3
Public services	17	26	22	22	20	16	18	19	19	22
Parks and recreation	41	49	54	56	55	54	51	58	75	70
Total	96	112	109	110	106	102	100	107	124	121
Public safety <sup>1</sup>	31	42	42	38	38	40	39	40	40	40

<sup>1</sup> 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**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Police: (A)										
Arrests	1,653	1,890	1,732	1,412	2,207	1,266	1,158	1,120	1,148	938
Parking citations issued	2,890	4,160	2,860	3,254	4,969	4,887	5,704	5,129	2,736	3,117
Fire: (B)										
Number of "prime" emergency calls	1,329	1,351	1,362	1,100	1,945	1,707	2,174	1,851	1,835	1,996
Business Inspections*	125	123	130	143	115	196	196	132	500	694
Public works: (C)										
Street resurfacing (miles)	-	30.0	3.8	-	5.0	2.0	-	4.5	-	-
Parks and recreation: (D)										
Number of recreation classes	338	479	378	265	419	325	308	300	265	303
Number of facility rentals	338	180	210	186	230	277	118	226	103	248

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 Dept.

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

(D) Arroyo Vista Recreation Dept.

Active Adult Center.

**City of Moorpark**

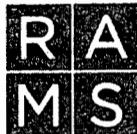
**Capital Asset Statistics by Function  
Last Ten Fiscal Years**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
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	78	79	79	79	79	79	79	79
Streetlights <sup>1</sup>	2,347	2,497	2,510	2,518	2,518	2,620	2,620	2,620	2,620	2,620
Traffic signals	17	17	20	20	20	21	21	21	21	21
Parks and recreation:										
Parks	16	16	16	17	18	18	18	18	18	19
Community centers	2	2	2	2	2	2	2	2	2	2

<sup>1</sup>Of the streetlights, 2,612 are owned by Edison and 8 are owned by the City

Source: City of Moorpark

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To the Honorable Mayor and City Council  
City of Moorpark  
Moorpark, California

### INDEPENDENT AUDITOR'S 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, in accordance with the 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, the 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, 2015, and the related notes to the financial statements, which collectively comprise the City of Moorpark, California's basic financial statements, and have issued our report thereon dated December 30, 2015.

#### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

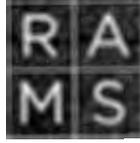
As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect 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*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Rogers Anderson Malochy & Scott, LLP*

San Bernardino, California  
December 30, 2015



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To the Honorable City Council  
City of Moorpark, California

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**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, 2015. 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 XIII B of the California Constitution*), were performed solely to assist the City in meeting the requirements of Section 1.5 of Article XIII B of the California Constitution. The City'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.

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

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 XIII B of the California Constitution*.

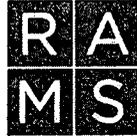
This report is intended solely for the use of the City Council and management of the City and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

*Rogers Anderson Maloney & Scott, LLP*

San Bernardino, California  
July 30, 2015

**CITY OF MOORPARK  
 APPROPRIATIONS LIMIT COMPUTATION  
 2014 - 2015**

	<u>2014 - 2015</u>
Growth in Non-residential Assessed Valuation for New Construction	5.72%
Population Change City Population Growth	0.79%
CPI Change Converted to a Ratio	1.0572
Population Change Converted to a Ratio	1.0079
Calculation of Growth Factor	1.0656
2013 - 2014 Limit	<u>\$ 29,619,441</u>
2014 - 2015 Appropriations Limit	<u>\$ 31,561,052</u>



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December 30, 2015

To the Honorable City Council  
City of Moorpark

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We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of City of Moorpark (the City) for the year ended June 30, 2015. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 22, 2015. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

*Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the financial statements. As described in Note 1 to the financial statements, the City changed accounting policies related to pensions by adopting Governmental Accounting Standards Board Statements (GASB Statement) No. 68 and 71, Accounting and Financial Reporting for Pensions and Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68, respectively, in fiscal year 2015. Accordingly, the cumulative effect of the accounting change as of the beginning of the year is reported in the Statement of Activities. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

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

Management's estimate of the fair value of investments is based on information provided by financial institutions. We evaluated the key factors and assumptions used to develop the fair value of investments in determining that it is reasonable in relation to the financial statements taken as a whole.

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Management's estimate of the asset for other post-employment benefits is based on actuarial reports provided by independent actuaries. We evaluated the key factors and assumptions used to develop the estimate in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of the net pension liability and related actuarial deferred inflows and outflows are based on actuarial reports provided by independent actuaries. We evaluated the key factors and assumptions used to develop the estimate in determining that it is reasonable in relation to the financial statements taken as a whole.

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

The disclosure of fair value of investments in Note 2 to the financial statements represents amounts susceptible to market fluctuations.

The disclosure of net pension liability and related actuarial deferred inflows and outflows in Note 7 to the financial statements is based on actuarial assumptions. Actual future liabilities and actuarial deferred inflows and outflows may vary from disclosed estimates.

The disclosure of the other post-employment benefits (OPEB) in Note 8 to the basic financial statements identifies the annual OPEB cost and the funded status of the actuarial accrued liability. The information disclosed is based on actuarial assumptions which could differ from actual costs.

The financial statement disclosures are neutral, consistent, and clear.

#### *Difficulties Encountered in Performing the Audit*

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

#### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. 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, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

#### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated December 30, 2015.

*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.

Other Matters

We applied certain limited procedures to the Management's Discussion and Analysis, the Budgetary Comparison Schedules of the General Fund and Major Special Revenues Funds, the OPEB Schedule of Funding Progress, the Schedule of the City's Proportionate Share of the Plans' Net Pension Liability and Related Ratios as of the Measurement Date, and the Schedule of Plans' Contributions which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the combining and individual non-major fund financial statements and the budgetary comparison schedules, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on introductory and statistical sections, which accompany the financial statements but are not RSI. We did not audit or perform other procedures on this other information and we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the use of the Honorable City Council and management of the City and is not intended to be, and should not be, used by anyone other than these specified parties.

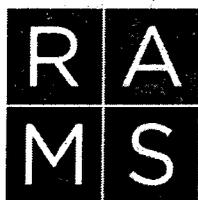
Very truly yours,

*Rogers Anderson Maloney & Scott, LLP*

**CITY OF MOORPARK, CALIFORNIA  
HOUSING SUCCESSOR FUND**

**AUDITED FINANCIAL STATEMENTS**

**JUNE 30, 2015**



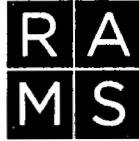
**ROGERS, ANDERSON, MALODY & SCOTT, LLP  
CERTIFIED PUBLIC ACCOUNTANTS, SINCE 1948**

**City of Moorpark**  
**Housing Successor Fund**

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**Year Ended June 30, 2015**

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To the City Council  
City of Moorpark, California

## INDEPENDENT AUDITOR'S REPORT

### Report on the Financial Statements

We have audited the accompanying financial statements of the Low-Mod Income Housing Asset Fund of the City of Moorpark (Housing Successor Fund), California, as of and for the year ended June 30, 2015, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express an opinion 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Housing Successor Fund of the City of Moorpark, California, as of June 30, 2015, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Emphasis of Matters**

#### *Change in Accounting Principle*

As discussed in Note 1 of the financial statements, the Housing Successor Fund of the City of Moorpark, California, adopted the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68*. Our opinions are not modified with respect to this matter.

#### *Housing Successor Fund Financial Statements*

As discussed in Note 1, the financial statements present only the Housing Successor Fund and do not purport to, and do not present fairly, the financial position of the City of Moorpark, California, as of June 30, 2015, and the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### **Other reporting required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2015, 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* in considering City's internal control over financial reporting and compliance.

*Rogers Anderson Maloney & Scott, LLP*

San Bernardino, California  
December 30, 2015

**City of Moorpark  
Housing Successor Fund**

**Balance Sheet – Governmental Fund  
June 30, 2015**

---

	Low-Mod Income Housing Asset Fund
<b>ASSETS</b>	
Cash and investments	\$ 226,694
Notes and loans receivable	1,997,472
Property held for resale	<u>7,429,564</u>
Total assets	<u>\$ 9,653,730</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	
Liabilities:	
Accounts payable and accrued liabilities	\$ 2,578
Unearned revenue	<u>10,000</u>
Total liabilities	<u>12,578</u>
Deferred inflows of resources:	
Deferred loans	<u>1,997,472</u>
Fund balance:	
Nonspendable	7,429,564
Restricted	<u>214,116</u>
Total fund balance	<u>7,643,680</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 9,653,730</u>

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

**City of Moorpark**  
**Housing Successor Fund**

**Statement of Revenues, Expenditures and Changes in Fund Balance –**  
**Governmental Fund**  
**Year Ended June 30, 2015**

---

	Low-Mod Income Housing Asset Fund
<b>REVENUES</b>	
Use of money and property	\$ 2,677
Charges for services	19,800
	<hr/>
Total revenues	22,477
	<hr/>
<b>EXPENDITURES</b>	
Current:	
General government	100
Public services	26,065
Interest	4,476
	<hr/>
Total expenditures	30,641
	<hr/>
Net change in fund balance	(8,164)
Fund balance, beginning of year	7,651,844
	<hr/>
Fund balance, end of year	\$ 7,643,680
	<hr/> <hr/>

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

**City of Moorpark**  
**Housing Successor Fund**

**Notes to the Financial Statements**  
**Year Ended June 30, 2015**

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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 accounting policies of the City of Moorpark as they pertain to the Low-Mod Income Housing Asset Fund (Housing Successor Fund). Only the Housing Successor Fund information is included herein and these financial statements, therefore, do not purport to represent the financial position or results of operations of the City of Moorpark, California.

A) 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.

B) Basis of Accounting

These fund financial statements are reported using the modified-accrual basis of accounting. Under the modified-accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter (within 60 days) to be used to pay liabilities of the current period. Expenditures are generally recognized in the accounting period in which the liability is incurred, if measurable.

As required by the Governmental Accounting Standards Board, the City implemented GASBS No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. This statement is designed to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effects on the government's net position. Deferred outflows of resources are transactions that result in the consumption of assets in one period that are applicable to future periods and are not considered assets as described by the statement. Deferred outflows of resources are required to be presented separately after assets on the statement of net position.

Deferred inflows of resources are transactions that result in the acquisition of assets in one period that are applicable to future periods and are not considered to be liabilities as described by the statement. Deferred inflows of resources are required to be presented separately after liabilities on the statement of net position.

**City of Moorpark  
Housing Successor Fund**

**Notes to the Financial Statements  
Year Ended June 30, 2015**

---

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C) Use of estimates in the preparation of financial statements

The financial statements have been prepared in accordance with generally accepted accounting principles and include amounts based on estimates and assumptions by management. Actual results could differ from those amounts.

D) Property Held for Resale/Development

Property held for resale and development in the Housing Successor Fund represents land and buildings purchased by the former Moorpark Redevelopment Agency and transferred to the City as housing assets with Dissolution on February 1, 2012. 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, 2015 was \$7,429,564.

E) Unearned Revenue

Unearned revenue is recorded for monies collected in advance that have not been earned. As of June 30, 2015, unearned revenue in the Governmental Fund amounted to \$10,000.

F) In accordance with provisions of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, the Housing Successor Fund's financial statements contain elements that meet the definition of deferred inflow of resources. The amount of deferred inflows of resources is reported in the Balance Sheet as follows:

Deferred loans	<u>\$ 1,997,472</u>
----------------	---------------------

G) Implementation of New GASB pronouncements

GASB has issued Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and expense/expenditures. For defined benefit pension plans, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service.

GASB has issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No. 68*. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, *Accounting and Financial Reporting for Pensions*. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

**City of Moorpark**  
**Housing Successor Fund**

**Notes to the Financial Statements**  
**Year Ended June 30, 2015**

---

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G) Implementation of New GASB pronouncements (continued)

These pronouncements have been implemented for purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense/expenditures. Information about the fiduciary net position of the City's California Public Employees' Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

2) CASH AND INVESTMENTS

Cash and investments at June 30, 2015, consisted of the following:

Pooled cash and investments	<u>\$ 226,694</u>
-----------------------------	-------------------

The Housing Successor Fund follows the practice of pooling cash and investments with the City of Moorpark for all funds except for funds required to be held by outside fiscal agents under the provisions of bond indentures.

For more information on the City's cash and investments as of June 30, 2015, please see the City's audited financial statements.

3) NOTES AND LOANS RECEIVABLE

Notes and loans receivable activity for the year ended June 30, 2015, is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Notes receivable				
Moorpark 20, LP	\$ 1,939,927	\$ 44,413	\$ (582)	\$ 1,983,758
Loans receivable				
Rehabilitation	<u>13,714</u>	<u>-</u>	<u>-</u>	<u>13,714</u>
Total notes and loans receivable	<u>\$ 1,953,641</u>	<u>\$ 44,413</u>	<u>\$ (582)</u>	<u>\$ 1,997,472</u>

**City of Moorpark  
Housing Successor Fund**

**Notes to the Financial Statements  
Year Ended June 30, 2015**

---

3) NOTES AND LOANS RECEIVABLE (continued)

A) Moorpark 20, LP Promissory Notes

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. The principal and accrued interest outstanding on this note at June 30, 2015 are \$1,176,500 and \$137,258 respectively for a total of \$1,313,758.

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. The principal and accrued interest outstanding on this note at June 30, 2015 are \$600,000 and \$70,000 respectively for a total of \$670,000.

The combined amounts of principal and accrued interest outstanding at June 30, 2015 are \$1,776,500 and \$207,258 respectively, for a total of \$1,983,758.

B) Rehabilitation Loans

The Housing Successor Fund operates a rehabilitation loan program for the renovation of low and moderate income housing. The total balance outstanding at June 30, 2015, was \$13,714.

**City of Moorpark  
Housing Successor Fund**

**Notes to the Financial Statements  
Year Ended June 30, 2015**

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4) PROPERTY HELD FOR RESALE AND DEVELOPMENT

The Housing Successor Fund owns several interests in real property held for resale and development through the City of Moorpark that were acquired by the former Redevelopment Agency prior to February 1, 2012 and transferred to the Housing Successor Fund as part of the Dissolution of the former Redevelopment Agency on February 1, 2012. The value of these properties is shown in the Balance Sheet as follows:

Land held for resale and development	<u>\$ 7,429,564</u>
--------------------------------------	---------------------

5) CLASSIFICATION OF FUND BALANCE

The Housing Successor Fund follows the City's implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definition*. Fund balances in governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the Housing Successor Fund is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The Housing Successor Fund 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 Housing Successor Fund considers committed amounts to be reduced first, followed by assigned amounts and then unassigned amounts. A City of Moorpark's 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.

*Committed Fund Balance* - Amounts that may be specified by the City Council by resolution to formally commit part of the Housing Successor Fund'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.

**City of Moorpark  
Housing Successor Fund**

**Notes to the Financial Statements  
Year Ended June 30, 2015**

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5) CLASSIFICATION OF FUND BALANCE (continued)

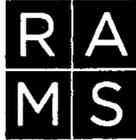
*Assigned Fund Balance* - Amounts that are constrained by the Council's intent to use specified financial resources for specific purposes, but are neither restricted nor committed. It is the policy of the City Council that assignment of fund balances must be approved by the Council prior to the fiscal 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 Housing Successor Fund's balance at June 30, 2015, is presented below:

	<u>Low-Mod Income Housing Asset Fund</u>
Nonspendable:	
Property held for resale & development	\$ 7,429,564
Restricted for:	
Low and moderate income housing	<u>214,116</u>
	<u>\$ 7,643,680</u>

**Housing Successor Fund of the City of Moorpark  
Addendum to the Annual Progress Report  
For Fiscal Year Ended June 30, 2015**



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**Independent Accountant's Disclaimer Report Applied to the  
Preparation of the Addendum to the Annual Progress Report of the  
Housing Successor of the City of Moorpark**

To Management of the  
Housing Successor of the City of Moorpark  
Moorpark, California

We have prepared the accompanying Addendum to the Annual Progress Report ("Addendum to the APR") of the Housing Successor of the City of Moorpark ("Housing Successor") as of June 30, 2015 and for the year then ended in accordance with the reporting provisions of the California Health & Safety Code Section 34176 as amended by Senate Bill 341 (Chapter 796, Statutes of 2013, effective January 2014) ("SB 341"). Management of the Housing Successor is responsible for the preparation and fair presentation of the Addendum to the APR in accordance with the reporting provisions of SB 341, and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the Addendum to the APR.

The accompanying Addendum to the APR of the Housing Successor of the City of Moorpark ("Housing Successor") as of June 30, 2015 and for the year then ended was not subjected to an audit, review, or compilation engagement by us and, accordingly, we do not express an opinion, conclusion, nor provide any assurance on it.

This Addendum to the APR is intended solely for the information and use of management of the Housing Successor of the City of Moorpark, and is not intended to be and should not be used by anyone other than this specified party.

*Rogers Anderson Malody & Scott, LLP*

San Bernardino, California  
December 30, 2015

**Housing Successor of the City of Moorpark  
Addendum to the Annual Progress Report  
For Fiscal Year Ended June 30, 2015**

- 1) The amount deposited to the Low and Moderate Income Housing Asset Fund, distinguishing any amounts deposited for items listed on the Recognized Obligation Payment Schedule from other amounts deposited.**

*The Housing Successor Fund received \$2,677 from use of money and property and \$19,800 from charges for services as of June 30, 2015. None of these amounts were deposited for items listed on the Recognized Obligation Payment Schedule.*

- 2) A statement of the balance in the fund as of the close of the fiscal year, distinguishing any amounts held for items listed on the Recognized Obligation Payment Schedule from other amounts.**

*The balance in the Housing Successor Fund as of June 30, 2015 was \$7,643,680, none of which was held for items listed on the Recognized Obligation Payment Schedule.*

- 3) A description of expenditures from the fund by category, including, but not limited to, expenditures**

- a. for monitoring and preserving the long-term affordability of units subject to affordability restrictions or covenants entered into by the redevelopment agency or the housing successor and administering the activities described in paragraphs (2) and (3) of subdivision (a),**

*The Housing Successor Fund's expenditures related to this category as of June 30, 2015 were \$26,165 in administrative expenses.*

- b. for homeless prevention and rapid re-housing services for the development of housing described in paragraph (2) of subdivision (a), and**

*The Housing Successor Fund had no expenditures related to homeless prevention and rapid re-housing services as of June 30, 2015.*

- c. for the development of housing pursuant to paragraph (3) of subdivision (a).**

*The Housing Successor Fund had no expenditures related to the development of housing as of June 30, 2015.*

- 4) As described in paragraph (1) of subdivision (a), the statutory value of real property owned by the housing successor, the value of loans and grants receivable, and the sum of these two amounts.**

*The statutory value of real property owned by the Housing Successor Fund as of June 30, 2015 was \$7,429,564.*

*The value of loans and notes receivable in the Housing Successor Fund as of June 30, 2015 was \$1,997,472.*

*The sum of the statutory value of real property and the value of loans and notes receivable owned by the Housing Successor Fund adds up to \$9,427,036.*

- 5) A description of any transfers made pursuant to paragraph (2) of subdivision (c) in the previous fiscal year and, if still unencumbered, in earlier fiscal years and a description of and status update on any project for which transferred funds have been or will be expended if that project has not yet been placed in service.**

*No transfers occurred pursuant to paragraph (2) of subdivision (c) in the previous fiscal year or earlier fiscal years in the Housing Successor Fund.*

- 6) A description of any project for which the housing successor receives or holds property tax revenue pursuant to the Recognized Obligation Payment Schedule and the status of that project.**

*The Housing Successor Fund received no such property tax revenue as of June 30, 2015.*

- 7) For interests in real property acquired by the former redevelopment agency prior to February 1, 2012, a status update on compliance with Section 33334.16. For interests in real property acquired on or after February 1, 2012, a status update on the project.**

*As of June 30, 2015, the Housing Successor Fund's real property interests were as follows: (see page 3).*

Property Description	Year of Acquisition	Value	Status on compliance with 33334.16
Land, Regal Park Condo - 1.15 acres	1992	\$ 170,100	In Compliance
Land, W/Buildings - 782 Moorpark Avenue - old Fire Station (swaped with 285 High Street new Fire Station)	2000	110,737	In Compliance
Land, W/House - 798 Moorpark Avenue (Public Works Office and Parking Lot)	2001	221,320	In Compliance
Land, W/House - 81 Charles	2004	339,491	In Compliance
Land, W/House - 81 Charles	2007	4,083	In Compliance
Land, 765 Walnut Street	2007	451,492	In Compliance
Land, 765 Walnut Street	2008	62,000	In Compliance
Land, 250 E LA Avenue	2007	578,814	In Compliance
Land, 1095 Walnut Canyon	2007	10,500	In Compliance
Land, 1095 Walnut Canyon	2008	356,650	In Compliance
Land, 1113 Walnut Canyon	2007	10,470	In Compliance
Land, 1113 Walnut Canyon	2008	386,915	In Compliance
Land, 460 Charles Street	2007	13,050	In Compliance
Land, 460 Charles Street	2008	436,855	In Compliance
Land, 450 Charles Street	2008	470,531	In Compliance
Land, 450 Charles Street	2009	40,507	In Compliance
Land, 450 Charles Street	2009	11,112	In Compliance
Land, 1293 Walnut Canyon	2008	519,985	In Compliance
Land, 1293 Walnut Canyon	2009	12,556	In Compliance
Land, 1331 Walnut Canyon	2008	387,640	In Compliance
Land, 1331 Walnut Canyon	2009	8,517	In Compliance
Land, 484 Charles Street	2008	481,681	In Compliance
Land, 484 Charles Street	2009	16,610	In Compliance
Land, w/ House - 1063 Walnut Canyon Road	2008	464,859	In Compliance
Land, w/ House - 1063 Walnut Canyon Road	2009	9,675	In Compliance
Land, w/ House - 1073 Walnut Canyon Road	2009	301,073	In Compliance
Land, w/ House - 1123 Walnut Canyon Road	2008	477,782	In Compliance
Land, w/ House - 1123 Walnut Canyon Road	2009	10,950	In Compliance
Land, w/ House - 1083 Walnut Canyon Road	2010	703,202	In Compliance
Land, w/ House - 1083 Walnut Canyon Road	2011	8,472	In Compliance
Land, w/ House - 112 First Street	2010	12,940	In Compliance
112 First Street, Demolition	2011	4,020	In Compliance
124 First Street	2010	334,974	In Compliance
		<b>\$ 7,429,564</b>	

*As of June 30, 2015, the Housing Successor Fund did not hold any property acquired after February 1, 2012.*

- 8) A description of any outstanding obligations pursuant to Section 33413 that remained to transfer to the housing successor on February 1, 2012, of the housing successor's progress in meeting those obligations, and of the housing successor's plans to meet unmet obligations. In addition, the housing successor shall include in the report posted on its Internet Web site the implementation plans of the former redevelopment agency.**

*As of June 30, 2015, there were no outstanding obligations pursuant to Section 33413 that remained to be transferred to the Housing Successor Fund on February 1, 2012.*

- 9) The information required by subparagraph (B) of paragraph (3) of subdivision (a).**

*This item is not applicable to the Housing Successor until Fiscal Year Ended June 30, 2019.*

- 10) The percentage of units of deed-restricted rental housing restricted to seniors and assisted individually or jointly by the housing successor, its former redevelopment agency, and its host jurisdiction within the previous 10 years in relation to the aggregate number of units of deed-restricted rental housing assisted individually or jointly by the housing successor, its former redevelopment agency, and its host jurisdiction within the same time period.**

*As of June 30, 2015, the Housing Successor Fund had 0% of units of deed-restricted rental housing restricted to seniors and assisted individually or jointly by the housing successor, its former redevelopment agency, and its host jurisdiction within the previous 10 years in relation to the aggregate number of units of deed-restricted rental housing assisted individually or jointly by the housing successor, its former redevelopment agency, and its host jurisdiction within the same time period.*

- 11) The amount of any excess surplus, the amount of time that the successor agency has had excess surplus, and the housing successor's plan for eliminating the excess surplus.**

*The Housing Successor Fund did not have any excess surplus as of June 30, 2015 or at any point during the fiscal year.*