

**COUNTY OF VENTURA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2010
(In Thousands)**

	Business-type Activities - Enterprise Funds					Governmental Activities
	Total	Medical Center	Department of Airports	Waterworks Districts	Non-major Enterprise Funds	Internal Service Funds
ASSETS						
Current assets:						
Cash and investments (Note 3)	\$ 65,395	\$ 5,179	\$ 3,746	\$ 32,558	\$ 23,912	\$ 191,347
Receivables, net (Note 5)	74,901	68,240	1,060	3,906	1,695	2,359
Due from other funds (Note 6)	2,625	2,033	17	105	470	10,955
Due from other governmental agencies	-	-	-	-	-	127
Inventories and other assets	2,224	1,647	-	464	113	1,891
Restricted cash and investments (Note 3)	19,407	17,684	-	215	1,508	174
Total current assets	<u>164,552</u>	<u>94,783</u>	<u>4,823</u>	<u>37,248</u>	<u>27,698</u>	<u>206,853</u>
Noncurrent assets:						
Long-term receivables (Note 5)	80	-	-	-	80	191
Capital assets (Note 7):						
Nondepreciable:						
Land	22,103	2,047	8,510	2,537	9,009	770
Easements	568	-	399	66	103	-
Construction in progress	77,162	44,199	2,864	28,852	1,247	2,922
Depreciable:						
Land improvements	61,293	1,084	43,827	1,401	14,981	1,208
Structures and improvements	188,278	71,420	16,356	75,553	24,949	5,253
Equipment/Vehicles	37,581	30,959	1,610	3,023	1,989	83,101
Software	8,170	8,134	-	-	36	4,457
Less accumulated depreciation	(138,961)	(62,498)	(29,322)	(26,530)	(20,611)	(47,088)
Total noncurrent assets	<u>256,274</u>	<u>95,345</u>	<u>44,244</u>	<u>84,902</u>	<u>31,783</u>	<u>50,814</u>
Total assets	<u>420,826</u>	<u>190,128</u>	<u>49,067</u>	<u>122,150</u>	<u>59,481</u>	<u>257,667</u>
LIABILITIES						
Current liabilities:						
Accounts payable	15,876	11,944	352	3,255	325	3,983
Due to other funds (Note 6)	4,708	2,603	40	652	1,413	599
Accrued liabilities (Note 8)	19,418	15,985	28	318	3,087	1,375
Compensated absences, current (Note 10)	4,104	3,814	84	-	206	3,711
Claims liabilities, current (Notes 10 and 16)	4,262	-	-	-	4,262	32,106
Certificates of participation, tax-exempt commercial paper, and loans and capital leases payable, current (Note 10)	4,347	3,923	40	180	204	955
Other long-term liabilities, current (Note 10)	175	-	175	-	-	260
Total current liabilities	<u>52,890</u>	<u>38,269</u>	<u>719</u>	<u>4,405</u>	<u>9,497</u>	<u>42,989</u>
Noncurrent liabilities:						
Unearned revenue	499	-	126	351	22	224
Deposits and other liabilities	1,340	-	236	-	1,104	-
Advances from other funds (Note 6)	23,687	22,450	-	1,237	-	-
Compensated absences, noncurrent (Note 10)	2,575	2,329	43	-	203	3,076
Claims liabilities, noncurrent (Notes 10 and 16)	-	-	-	-	-	107,292
Medical malpractice liability (Notes 10 and 16)	3,618	3,618	-	-	-	-
Certificates of participation, tax-exempt commercial paper, and loans and capital leases payable, noncurrent (Note 10)	77,460	67,531	153	4,395	5,381	10,124
Other long-term liabilities, noncurrent (Note 10)	34	-	34	-	-	260
Total noncurrent liabilities	<u>109,213</u>	<u>95,928</u>	<u>592</u>	<u>5,983</u>	<u>6,710</u>	<u>120,976</u>
Total liabilities	<u>162,103</u>	<u>134,197</u>	<u>1,311</u>	<u>10,388</u>	<u>16,207</u>	<u>163,965</u>
NET ASSETS						
Invested in capital assets, net of related debt	192,079	41,575	44,051	80,327	26,126	39,718
Restricted for (Note 11):						
Debt service	17,907	17,684	-	215	8	174
Grantors	261	-	-	-	261	-
Tangible net equity reserve	1,500	-	-	-	1,500	-
Unrestricted	46,976	(3,328)	3,705	31,220	15,379	53,810
Total net assets	<u>258,723</u>	<u>\$ 55,931</u>	<u>\$ 47,756</u>	<u>\$ 111,762</u>	<u>\$ 43,274</u>	<u>\$ 93,702</u>
Adjustment to allocate the internal service fund activities related to enterprise funds	(372)	-	-	-	-	-
Total net assets of business-type activities	<u>\$ 258,351</u>	<u>\$ 55,931</u>	<u>\$ 47,756</u>	<u>\$ 111,762</u>	<u>\$ 43,274</u>	<u>\$ 93,702</u>

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Total	Medical Center	Department of Airports	Waterworks Districts	Non-major Enterprise Funds	Internal Service Funds
Operating Revenues:						
Charges for services	\$288,970	\$224,824	\$ 265	\$ 23,460	\$ 40,421	\$ 180,271
Rents and royalties	11,900	41	4,659	351	6,849	364
Miscellaneous	81	12	17	-	52	612
Total operating revenues	<u>300,951</u>	<u>224,877</u>	<u>4,941</u>	<u>23,811</u>	<u>47,322</u>	<u>181,247</u>
Operating Expenses:						
Salaries and benefits	142,557	135,304	2,495	-	4,758	75,400
Services and supplies	142,293	110,683	2,198	21,711	7,701	66,847
Insurance premiums	6,040	3,790	82	-	2,168	5,319
Utilities	3,355	2,745	229	-	381	-
Provision for claims	30,596	-	-	-	30,596	32,970
Depreciation and amortization	9,830	4,476	2,203	1,624	1,527	5,994
Total operating expenses	<u>334,671</u>	<u>256,998</u>	<u>7,207</u>	<u>23,335</u>	<u>47,131</u>	<u>186,530</u>
Operating income (loss)	<u>(33,720)</u>	<u>(32,121)</u>	<u>(2,266)</u>	<u>476</u>	<u>191</u>	<u>(5,283)</u>
Nonoperating revenues (expenses):						
State and federal grants	370	-	266	9	95	81
Gain from insurance recovery	241	-	-	-	241	947
Loss from disposal of capital assets	(176)	-	(161)	-	(15)	(412)
Interest and investment income	714	111	30	280	293	1,690
Interest expense	(2,313)	(2,200)	(11)	(56)	(46)	(139)
Total nonoperating revenues (expenses)	<u>(1,164)</u>	<u>(2,089)</u>	<u>124</u>	<u>233</u>	<u>568</u>	<u>2,167</u>
Net income (loss) before capital contributions and transfers	(34,884)	(34,210)	(2,142)	709	759	(3,116)
Capital grants and contributions	11,082	1,158	3,753	6,076	95	-
Transfers in	41,663	40,296	-	-	1,367	1,924
Transfers out	(349)	(349)	-	-	-	-
Change in net assets	17,512	6,895	1,611	6,785	2,221	(1,192)
Net assets - beginning	<u>241,211</u>	<u>49,036</u>	<u>46,145</u>	<u>104,977</u>	<u>41,053</u>	<u>94,894</u>
Net assets - ending	<u>\$258,723</u>	<u>\$ 55,931</u>	<u>\$ 47,756</u>	<u>\$ 111,762</u>	<u>\$ 43,274</u>	<u>\$ 93,702</u>
Change in net assets - total enterprise funds	\$ 17,512					
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	(640)					
Change in net assets - business-type activities	<u>\$ 16,872</u>					

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(In Thousands)

	Business-type Activities - Enterprise Funds					Governmental Activities
	Total	Medical Center	Department of Airports	Waterworks Districts	Non-major Enterprise Funds	Internal Service Funds
Cash flows from operating activities:						
Cash receipts from customers	\$ 244,221	\$ 200,060	\$ 3,300	\$ 23,413	\$ 17,448	\$ 13,225
Cash receipts from other funds	31,865	459	1,130	2	30,274	176,544
Cash receipts from other sources	10,505	9,999	495	-	11	333
Cash paid to suppliers for goods and services	(119,644)	(97,460)	(2,715)	(15,261)	(4,208)	(47,967)
Cash paid to employees for services	(146,125)	(138,587)	(2,604)	-	(4,934)	(77,882)
Cash paid to other funds	(27,334)	(15,599)	(627)	(5,914)	(5,194)	(22,681)
Cash paid for insurance premiums	(4,377)	(2,342)	-	-	(2,035)	(4,159)
Cash paid for judgments and claims	(29,887)	-	-	-	(29,887)	(23,464)
Net cash provided by (used in) operating activities	<u>(40,776)</u>	<u>(43,470)</u>	<u>(1,021)</u>	<u>2,240</u>	<u>1,475</u>	<u>13,949</u>
Cash flows from noncapital financing activities:						
Transfers received	41,814	40,379	-	-	1,435	1,924
Transfers paid	(418)	(418)	-	-	-	-
Advances to other funds	45	-	-	45	-	-
Advances from other funds	5,925	6,350	-	(380)	(45)	-
Interest paid on noncapital debt	(192)	(142)	-	(29)	(21)	-
State and federal grant receipts	434	-	266	9	159	90
Net cash provided by (used in) noncapital financing activities	<u>47,608</u>	<u>46,169</u>	<u>266</u>	<u>(355)</u>	<u>1,528</u>	<u>2,014</u>
Cash flows from capital and related financing activities:						
Proceeds from capital debt	3,532	-	-	3,532	-	3,450
Proceeds from capital grants and contributions	13,774	1,158	3,956	8,555	105	-
Proceeds from insurance recovery	241	-	-	-	241	947
Acquisition and construction of capital assets	(26,514)	(2,221)	(4,373)	(19,414)	(506)	(11,753)
Principal paid on capital lease obligations	(443)	(431)	-	-	(12)	-
Principal paid on capital debt	(2,270)	(1,916)	(37)	(75)	(242)	(1,108)
Interest paid on capital debt	(2,361)	(2,298)	(11)	(27)	(25)	(139)
Proceeds from sales of capital assets	11	-	-	-	11	563
Net cash used in capital and related financing activities	<u>(14,030)</u>	<u>(5,708)</u>	<u>(465)</u>	<u>(7,429)</u>	<u>(428)</u>	<u>(8,040)</u>
Cash flows from investing activities:						
Interest and investment income received	837	124	46	385	282	2,007
Net cash provided by investing activities	<u>837</u>	<u>124</u>	<u>46</u>	<u>385</u>	<u>282</u>	<u>2,007</u>
Net increase (decrease) in cash and cash equivalents	(6,361)	(2,885)	(1,174)	(5,159)	2,857	9,930
Total cash and cash equivalents, beginning of the year (including \$1,500 for the Health Care Plan, reported in restricted cash and investments)	<u>73,471</u>	<u>8,064</u>	<u>4,920</u>	<u>37,932</u>	<u>22,555</u>	<u>181,417</u>
Total cash and cash equivalents, end of the year (including \$215 and \$1,500 for Waterworks Districts and Health Care Plan funds, respectively, reported in restricted cash and investments)	<u>\$ 67,110</u>	<u>\$ 5,179</u>	<u>\$ 3,746</u>	<u>\$ 32,773</u>	<u>\$ 25,412</u>	<u>\$ 191,347</u>

(Continued)

See accompanying notes to the basic financial statements

COUNTY OF VENTURA
 STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010
 (In Thousands)
 (Continued)

	Business-type Activities - Enterprise Funds					Governmental Activities
	Total	Medical Center	Department of Airports	Waterworks Districts	Non-major Enterprise Funds	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:						
Operating income (loss)	\$ (33,720)	\$ (32,121)	\$ (2,266)	\$ 476	\$ 191	\$ (5,283)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:						
Depreciation and amortization	9,830	4,476	2,203	1,624	1,527	5,994
Decrease (increase) in:						
Accounts receivable	(14,843)	(14,533)	(169)	(447)	306	103
Due from other funds	153	173	(5)	3	(18)	7,613
Due from other governmental agencies	2	2	-	-	-	(29)
Inventories and other assets	(50)	(126)	-	85	(9)	360
Long-term receivables	(58)	-	18	-	(76)	43
Increase (decrease) in:						
Accounts payable	549	41	125	430	(47)	(1,136)
Accrued liabilities	(3,417)	(2,349)	(907)	4	(165)	(2,661)
Due to other funds	(929)	187	1	17	(1,134)	(517)
Unearned revenue	(108)	-	(3)	48	(153)	(171)
Claims liabilities	710	-	-	-	710	9,505
Deposits and other liabilities	353	-	-	-	353	-
Medical malpractice liability	500	500	-	-	-	-
Compensated absences	252	280	(18)	-	(10)	128
Net cash provided by (used in) operating activities	<u>\$ (40,776)</u>	<u>\$ (43,470)</u>	<u>\$ (1,021)</u>	<u>\$ 2,240</u>	<u>\$ 1,475</u>	<u>\$ 13,949</u>
Noncash investing, capital, and financing activities:						
Capital additions funded by debt	\$ 24,462	\$ 24,462	\$ -	\$ -	\$ -	\$ -
Increase (decrease) in capital assets related to accounts payable	(368)	(140)	136	(403)	39	39
Noncash retirement of capital assets	(189)	(2)	(161)	-	(26)	(1,016)
Increase in fair value of investments	172	14	16	105	37	317
Increase in capital grants and grants receivable	2,756	-	203	2,479	74	9
Increase in transfers receivable	82	14	-	-	68	-
Increase (decrease) in restricted assets with fiscal agents	14,347	14,395	-	-	(48)	(277)
Debt refinancing through escrow agent	30,181	30,099	-	-	82	1,892

See accompanying notes to the basic financial statements