

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

VCERA PLAN

Schedule of Funding Progress
 (In Thousands)

| Actuarial Valuation June 30: | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) Entry Age (b) | Unfunded AAL (b-a) | Funded Ratio (a/b) | Annual Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|------------------------------------|-------------------------------------|---|-----------------------|-----------------------|----------------------------------|--|
| 2009 | \$ 3,090,148 | \$ 3,663,701 | \$ 573,553 | 84.3 % | \$ 634,777 | 90.4 % |
| 2010 | 3,115,984 | 3,877,443 | 761,459 | 80.4 % | 654,828 | 116.3 % |
| 2011 | 3,220,388 | 3,995,352 | 774,964 | 80.6 % | 637,037 | 121.7 % |

Source: Ventura County Employee's Retirement Association Comprehensive Annual Financial Report
 as of and for the year ended June 30, 2011

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

SUPPLEMENTAL RETIREMENT PLAN

Schedule of Funding Progress
 (In Thousands)

| (1) | Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) (b) | Unfunded AAL (b-a) | Funded Ratio (a/b) | Annual Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|-----|-----------------------------|-------------------------------------|---|--------------------------|-----------------------|----------------------------------|--|
| B | 6/30/2007 | \$ 10,186 | \$ 11,282 | \$ 1,096 | 90.3 % | \$ 12,233 | 9.0 % |
| B | 6/30/2008 | 9,294 | 12,033 | 2,739 | 77.2 % | 12,512 | 21.9 % |
| B | 6/30/2009 | 9,601 | 14,193 | 4,592 | 67.6 % | 10,677 | 43.0 % |
| B | 6/30/2010 | 9,985 | 15,200 | 5,215 | 65.7 % | 10,451 | 49.9 % |
| B | 6/30/2011 | 10,726 | 16,964 | 6,238 | 63.2 % | 11,716 | 53.2 % |
| B | 6/30/2012 | 11,940 | 19,188 | 7,248 | 62.2 % | 13,589 | 53.3 % |
| C | 6/30/2007 | 417 | 619 | 202 | 67.4 % | N/A | N/A |
| C | 6/30/2008 | 342 | 609 | 267 | 56.2 % | N/A | N/A |
| C | 6/30/2009 | 306 | 612 | 306 | 50.0 % | N/A | N/A |
| C | 6/30/2010 | 271 | 596 | 325 | 45.5 % | N/A | N/A |
| C | 6/30/2011 | 252 | 579 | 327 | 43.5 % | N/A | N/A |
| C | 6/30/2012 | 236 | 586 | 350 | 40.3 % | N/A | N/A |
| D | 6/30/2007 | 756 | 1,697 | 941 | 44.5 % | 1,067 | 88.2 % |
| D | 6/30/2008 | 724 | 1,780 | 1,056 | 40.7 % | 1,060 | 99.6 % |
| D | 6/30/2009 | 761 | 2,429 | 1,668 | 31.3 % | 926 | 180.1 % |
| D | 6/30/2010 | 790 | 2,510 | 1,720 | 31.5 % | 926 | 185.8 % |
| D | 6/30/2011 | 868 | 2,447 | 1,579 | 35.5 % | 548 | 288.1 % |
| D | 6/30/2012 | 932 | 2,722 | 1,790 | 34.2 % | 548 | 326.6 % |

(1) Part B (Safe Harbor), Part C (Early Retirement Incentive Plan), Part D (Elected Department Head)

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

SUPPLEMENTAL RETIREMENT PLAN

Schedule of Employer Contributions
 (In Thousands)

| (1) | Fiscal Year Ending June 30: | Annual Required Contribution | Percentage Contributed |
|-----|--------------------------------------|------------------------------------|---------------------------|
| B | 2007 | \$ 319 | 97 % |
| B | 2008 | 248 | 92 % |
| B | 2009 | 494 | 46 % |
| B | 2010 | 404 | 100 % |
| B | 2011 | 756 | 100 % |
| B | 2012 | 1,058 | 100 % |
| C | 2007 | 35 | 94 % |
| C | 2008 | 29 | 93 % |
| C | 2009 | 38 | 75 % |
| C | 2010 | 36 | 100 % |
| C | 2011 | 44 | 100 % |
| C | 2012 | 47 | 100 % |
| D | 2007 | 139 | 99 % |
| D | 2008 | 128 | 99 % |
| D | 2009 | 142 | 88 % |
| D | 2010 | 137 | 100 % |
| D | 2011 | 182 | 100 % |
| D | 2012 | 165 | 100 % |

(1) Part B (Safe Harbor), Part C (Early Retirement Incentive Plan), Part D (Elected Department Head)

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

MANAGEMENT RETIREE HEALTH BENEFITS PROGRAM

Schedule of Funding Progress
 (In Thousands)

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Liability (AAL) (b) | Unfunded AAL (b-a) | Funded Ratio (a/b) | Annual Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|-----------------------------|-------------------------------------|--|--------------------------|-----------------------|----------------------------------|--|
| 6/30/2008 | \$ - | \$ 15,260 | \$ 15,260 | 0.0% | \$ 68,680 | 22.2% |
| 6/30/2009 | - | 14,714 | 14,714 | 0.0% | 58,211 | 25.3% |
| 6/30/2010 | - | 14,719 | 14,719 | 0.0% | 53,606 | 27.5% |
| 6/30/2011 | - | 14,555 | 14,555 | 0.0% | 48,368 | 30.1% |
| 6/30/2012 | - | 14,665 | 14,665 | 0.0% | 44,908 | 32.7% |

SUBSIDIZED RETIREE HEALTH BENEFITS PROGRAM

Schedule of Funding Progress
 (In Thousands)

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Liability (AAL) (b) | Unfunded AAL (b-a) | Funded Ratio (a/b) | Annual Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|-----------------------------|-------------------------------------|--|--------------------------|-----------------------|----------------------------------|--|
| 6/30/2010 | \$ - | \$ 17,338 | \$ 17,338 | 0.0% | \$ 447,309 | 3.9% |
| 6/30/2011 | - | 17,491 | 17,491 | 0.0% | 428,470 | 4.1% |
| 6/30/2012 | - | 17,066 | 17,066 | 0.0% | 435,559 | 3.9% |

COUNTY OF VENTURA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
(In Thousands)

| | GENERAL FUND | | | |
|---|---------------------|-------------------|---------------------------------|--|
| | Original Budget | Final Budget | Actual on Budgetary Basis | Variance with Final Budget Positive (Negative) |
| Resources (inflows): | | | | |
| Taxes | \$ 272,075 | \$ 272,075 | \$ 271,389 | \$ (686) |
| Licenses, permits, and franchises | 19,502 | 19,502 | 18,447 | (1,055) |
| Fines, forfeitures, and penalties | 21,576 | 21,759 | 20,186 | (1,573) |
| Revenues from use of money and property | 4,285 | 4,099 | 2,038 | (2,061) |
| Aid from other governmental units | 355,313 | 385,454 | 361,321 | (24,133) |
| Charges for services | 171,016 | 162,299 | 153,013 | (9,286) |
| Other | 26,310 | 25,529 | 26,806 | 1,277 |
| Amount available for appropriation | <u>870,077</u> | <u>890,717</u> | <u>853,200</u> | <u>(37,517)</u> |
| Charges to appropriations (outflows): | | | | |
| General government: | | | | |
| Salaries and benefits | 50,373 | 40,737 | 37,304 | 3,433 |
| Services and supplies | 36,187 | 31,847 | 22,776 | 9,071 |
| Other charges | 1,196 | 1,620 | 1,360 | 260 |
| Contingencies | 2,000 | 80 | - | 80 |
| Total general government | <u>89,756</u> | <u>74,284</u> | <u>61,440</u> | <u>12,844</u> |
| Public protection: | | | | |
| Salaries and benefits | 293,495 | 303,146 | 295,521 | 7,625 |
| Services and supplies | 85,230 | 89,196 | 82,192 | 7,004 |
| Other charges | 16,618 | 19,374 | 16,975 | 2,399 |
| Total public protection | <u>395,343</u> | <u>411,716</u> | <u>394,688</u> | <u>17,028</u> |
| Health and sanitation services: | | | | |
| Salaries and benefits | 77,246 | 79,833 | 77,383 | 2,450 |
| Services and supplies | 56,468 | 58,803 | 49,600 | 9,203 |
| Other charges | 3,031 | 3,031 | 2,438 | 593 |
| Total health and sanitation services | <u>136,745</u> | <u>141,667</u> | <u>129,421</u> | <u>12,246</u> |
| Public assistance: | | | | |
| Salaries and benefits | 75,535 | 80,353 | 80,179 | 174 |
| Services and supplies | 41,779 | 42,280 | 36,959 | 5,321 |
| Other charges | 77,800 | 77,800 | 73,730 | 4,070 |
| Total public assistance | <u>195,114</u> | <u>200,433</u> | <u>190,868</u> | <u>9,565</u> |
| Education: | | | | |
| Salaries and benefits | 508 | 493 | 443 | 50 |
| Services and supplies | 185 | 227 | 174 | 53 |
| Total education | <u>693</u> | <u>720</u> | <u>617</u> | <u>103</u> |
| Capital outlay | 1,509 | 17,869 | 14,028 | 3,841 |
| Debt service: | | | | |
| Principal retirement | 8,419 | 676 | - | 676 |
| Interest and fiscal charges | 5,079 | 3,530 | 3,160 | 370 |
| Total charges to appropriation | <u>832,658</u> | <u>850,895</u> | <u>794,222</u> | <u>56,673</u> |
| Excess of revenues over expenditures | <u>37,419</u> | <u>39,822</u> | <u>58,978</u> | <u>19,156</u> |
| Other financing sources (uses): | | | | |
| Proceeds from sale of capital assets | - | - | 67 | 67 |
| Issuance of long-term debt | 1,649 | 2,297 | - | (2,297) |
| Transfers in | 544 | 867 | 639 | (228) |
| Transfers out | (50,878) | (62,299) | (57,398) | 4,901 |
| Total other financing sources (uses) | <u>(48,685)</u> | <u>(59,135)</u> | <u>(56,692)</u> | <u>2,443</u> |
| Excess (deficiency) of revenues and other sources over (under) expenditures | (11,266) | (19,313) | 2,286 | 21,599 |
| Fund balances - beginning | <u>230,715</u> | <u>230,715</u> | <u>230,715</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 219,449</u> | <u>\$ 211,402</u> | <u>\$ 233,001</u> | <u>\$ 21,599</u> |

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 ROADS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012
 (In Thousands)

| | ROADS | | | |
|---|--------------------|------------------|---------------------------------|--|
| | Original Budget | Final Budget | Actual on Budgetary Basis | Variance with Final Budget Positive (Negative) |
| Resources (inflows): | | | | |
| Taxes | \$ 160 | \$ 160 | \$ 1,044 | \$ 884 |
| Licenses, permits, and franchises | 325 | 325 | 373 | 48 |
| Fines, forfeitures, and penalties | 230 | 230 | 210 | (20) |
| Revenues from use of money and property | 378 | 378 | 261 | (117) |
| Aid from other governmental units | 20,203 | 20,628 | 23,318 | 2,690 |
| Charges for services | - | - | 57 | 57 |
| Other | 2,200 | 2,200 | 613 | (1,587) |
| Amount available for appropriation | <u>23,496</u> | <u>23,921</u> | <u>25,876</u> | <u>1,955</u> |
| Charges to appropriations (outflows): | | | | |
| Public ways and facilities: | | | | |
| Services and supplies | 49,602 | 46,351 | 25,061 | 21,290 |
| Other charges | 500 | 500 | 17 | 483 |
| Total public ways and facilities | <u>50,102</u> | <u>46,851</u> | <u>25,078</u> | <u>21,773</u> |
| Capital outlay | <u>-</u> | <u>3,676</u> | <u>3,672</u> | <u>4</u> |
| Total charges to appropriation | <u>50,102</u> | <u>50,527</u> | <u>28,750</u> | <u>21,777</u> |
| Deficiency of revenues under expenditures | <u>(26,606)</u> | <u>(26,606)</u> | <u>(2,874)</u> | <u>23,732</u> |
| Other financing uses: | | | | |
| Transfers out | <u>(1,000)</u> | <u>(1,000)</u> | <u>(404)</u> | <u>596</u> |
| Total other financing uses | <u>(1,000)</u> | <u>(1,000)</u> | <u>(404)</u> | <u>596</u> |
| Deficiency of revenues under expenditures and other uses | (27,606) | (27,606) | (3,278) | 24,328 |
| Fund balances - beginning | <u>63,904</u> | <u>63,904</u> | <u>63,904</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 36,298</u> | <u>\$ 36,298</u> | <u>\$ 60,626</u> | <u>\$ 24,328</u> |

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 WATERSHED PROTECTION DISTRICTS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012
 (In Thousands)

| WATERSHED PROTECTION DISTRICTS | | | | |
|--|--------------------|------------------|---------------------------------|--|
| | Original Budget | Final Budget | Actual on Budgetary Basis | Variance with Final Budget Positive (Negative) |
| Resources (inflows): | | | | |
| Taxes | \$ 16,958 | \$ 16,958 | \$ 16,738 | \$ (220) |
| Licenses, permits, and franchises | 70 | 70 | 76 | 6 |
| Fines, forfeitures, and penalties | 54 | 54 | 60 | 6 |
| Revenues from use of money and property | 554 | 554 | 390 | (164) |
| Aid from other governmental units | 3,394 | 4,069 | 2,736 | (1,333) |
| Charges for services | 10,810 | 10,810 | 10,734 | (76) |
| Other | 3 | 1,372 | 682 | (690) |
| Amount available for appropriation | <u>31,843</u> | <u>33,887</u> | <u>31,416</u> | <u>(2,471)</u> |
| Charges to appropriations (outflows): | | | | |
| Public protection: | | | | |
| Services and supplies | 57,991 | 46,134 | 25,506 | 20,628 |
| Other charges | 35 | 196 | 160 | 36 |
| Contingencies | 9 | 338 | - | 338 |
| Total public protection | <u>58,035</u> | <u>46,668</u> | <u>25,666</u> | <u>21,002</u> |
| Capital outlay | - | 13,872 | 13,872 | - |
| Total charges to appropriation | <u>58,035</u> | <u>60,540</u> | <u>39,538</u> | <u>21,002</u> |
| Deficiency of revenues under expenditures | <u>(26,192)</u> | <u>(26,653)</u> | <u>(8,122)</u> | <u>18,531</u> |
| Other financing uses: | | | | |
| Transfers out | (1,327) | (867) | (638) | 229 |
| Total other financing uses | <u>(1,327)</u> | <u>(867)</u> | <u>(638)</u> | <u>229</u> |
| Deficiency of revenues and other sources under expenditures and other uses | (27,519) | (27,520) | (8,760) | 18,760 |
| Fund balances - beginning | <u>61,309</u> | <u>61,309</u> | <u>61,309</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 33,790</u> | <u>\$ 33,789</u> | <u>\$ 52,549</u> | <u>\$ 18,760</u> |

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 FIRE PROTECTION DISTRICT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012
 (In Thousands)

| FIRE PROTECTION DISTRICT | | | | |
|--|--------------------|------------------|---------------------------------|--|
| | Original Budget | Final Budget | Actual on Budgetary Basis | Variance with Final Budget Positive (Negative) |
| Resources (inflows): | | | | |
| Taxes | \$ 104,721 | \$ 104,721 | \$ 103,173 | \$ (1,548) |
| Licenses, permits, and franchises | 615 | 615 | 743 | 128 |
| Fines, forfeitures, and penalties | 50 | 50 | 146 | 96 |
| Revenues from use of money and property | 839 | 839 | 539 | (300) |
| Aid from other governmental units | 11,923 | 12,295 | 16,534 | 4,239 |
| Charges for services | 5,045 | 5,045 | 3,875 | (1,170) |
| Other | 3,195 | 3,195 | 3,395 | 200 |
| Amount available for appropriation | <u>126,388</u> | <u>126,760</u> | <u>128,405</u> | <u>1,645</u> |
| Charges to appropriations (outflows): | | | | |
| Public protection: | | | | |
| Salaries and benefits | 103,067 | 103,155 | 100,336 | 2,819 |
| Services and supplies | 22,427 | 22,475 | 19,681 | 2,794 |
| Other charges | 1 | 1 | - | 1 |
| Contingencies | 500 | 576 | - | 576 |
| Total public protection | <u>125,995</u> | <u>126,207</u> | <u>120,017</u> | <u>6,190</u> |
| Capital outlay | 19,655 | 19,557 | 9,601 | 9,956 |
| Debt service: | | | | |
| Principal retirement | 55 | - | - | - |
| Interest and fiscal charges | 9 | - | - | - |
| Total charges to appropriation | <u>145,714</u> | <u>145,764</u> | <u>129,618</u> | <u>16,146</u> |
| Deficiency of revenues under expenditures | <u>(19,326)</u> | <u>(19,004)</u> | <u>(1,213)</u> | <u>17,791</u> |
| Other financing sources (uses): | | | | |
| Proceeds from sale of capital assets | 60 | 60 | 150 | 90 |
| Gain from insurance recovery | - | - | 7 | 7 |
| Transfers in | 1,780 | 1,780 | - | (1,780) |
| Transfers out | (500) | (823) | (323) | 500 |
| Total other financing sources (uses) | <u>1,340</u> | <u>1,017</u> | <u>(166)</u> | <u>(1,183)</u> |
| Deficiency of revenues and other sources under expenditures and other uses | (17,986) | (17,987) | (1,379) | 16,608 |
| Fund balances - beginning | <u>88,062</u> | <u>88,062</u> | <u>88,062</u> | <u>-</u> |
| Fund balances - ending | <u>\$ 70,076</u> | <u>\$ 70,075</u> | <u>\$ 86,683</u> | <u>\$ 16,608</u> |

COUNTY OF VENTURA
 NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Budgetary Adoption

The County is legally required to adopt a balanced annual budget for the General Fund, special revenue funds, the permanent fund, and the debt service and capital projects funds of the Redevelopment Agency Piru Project and Santa Rosa Road Assessment District. The County adheres to provisions of the California Government Code Sections 29000 through 29144, known as The County Budget Act. Annually, the Board conducts a public hearing for discussion of the proposed budget. At the conclusion of the hearing, and no later than August 30, the Board adopts the final budget including revisions by resolution. A Final Budget book is published.

Budgetary Comparisons

GAAP requires a budgetary comparison for the major general and special revenue funds from the funds financial statements. The County has elected to present this information as Required Supplementary Information. Analysis of the General Fund budget is included in Management’s Discussion and Analysis.

Required comparisons are between original budget and final budget and between final budget and actual on a budgetary basis. The “original budget” includes the original approved budget (published as the Final Budget) plus appropriations for prior year approved roll-over encumbrances. The “final budget” is the budget as Board approved at the end of the fiscal year. The “actual on a budgetary basis” includes the actual revenues and expenditures as presented in the budget and as adjusted for the fund financial statements.

The primary changes are as follows:

- For budgetary purposes, changes in the fair value of investments are not recognized as increases or decreases to revenue. Under GAAP such changes are recognized as increases or decreases to revenue.
- For budgetary purposes, the County agency fund amounts planned by departments for use during the fiscal year were recognized as revenue. Under GAAP, all County agency funds must be included within the related County fund as revenue, deferred revenue, or liability.
- For budgetary purposes, the Stormwater-Unincorporated fund is maintained as a special revenue fund. Under GAAP, this fund does not meet the criteria to be reported as a separate special revenue fund.

The following schedule is a reconciliation for major funds of the differences between fund balances on the actual on a budgetary basis and GAAP basis fund balances (in thousands):

| | General Fund | SPECIAL REVENUE FUNDS | | |
|---|-------------------|-----------------------|--------------------------------------|--------------------------------|
| | | Roads | Watershed Protection Districts | Fire Protection District |
| Fund Balances - Actual on a budgetary basis | \$ 233,001 | \$ 60,626 | \$ 52,549 | \$ 86,683 |
| Adjustments: | | | | |
| Change in fair value of investments | (955) | (79) | (131) | (175) |
| Change in county agency funds | 18,976 | 262 | (112) | (2,928) |
| Change in Stormwater-Unincorporated Fund | (1,405) | - | - | - |
| Total adjustments | <u>16,616</u> | <u>183</u> | <u>(243)</u> | <u>(3,103)</u> |
| Fund Balances - GAAP basis | <u>\$ 249,617</u> | <u>\$ 60,809</u> | <u>\$ 52,306</u> | <u>\$ 83,580</u> |

COUNTY OF VENTURA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
(Continued)

Supplemental Appropriations

The Board may approve supplemental appropriations during the year if revenues are received from unanticipated sources or from anticipated sources, but in excess of estimates thereof. Transfers of appropriations between budget units/departments must also be approved by the Board.

Supplemental appropriations for those funds which the County is legally required to adopt an annual budget approximated \$43,210,000 for the fiscal year ended June 30, 2012.

Level of Budgetary Control

County expenditures are controlled at the object level (salaries and benefits, services and supplies, other charges, and other financing uses) and sub-object level (capital assets) within budget units/departments for the County. The object level is the level at which expenditures may not legally exceed appropriations. Any transfer of appropriations between object levels within the same budget unit is delegated by the Board to the County Executive Officer.

The County is legally required to adopt an annual budget including over 90 budget units/departments in over 30 funds. Because of this large volume of detail, a separate Departmental Budget Report of Revenues and Expenditures – Budget and Actual on a Budgetary Basis has been prepared at the budget unit/department, function, and object level for those funds for which the County is legally required to adopt an annual budget. After approved year-end and post-closing adjustments, there are no departments exceeding appropriations at the object level. The budgetary document is available from the Auditor-Controller's Office, 800 South Victoria Avenue, Ventura, CA 93009-1540, or on the County website at: <http://portal.countyofventura.org/portal/page/portal/auditor/Financial%20%20Budget%20Reports/TAB1290223>.

Encumbrances

The County requires use of an encumbrance system as an extension of normal budgetary accounting to assist all funds in controlling expenditures. Under this system, purchase orders, contracts, and other commitments for the expenditures of funds are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year-end are included in restricted, committed or assigned fund balance in the governmental funds. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward in the ensuing year's budget.