

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016

VCERA

Schedule of the County's Proportionate Share of the Net Pension Liability
 Last Ten Fiscal Years *
 (In Thousands)

	2015	2016
County's proportion of the net pension liability	\$ 531,315	\$ 822,802
County's proportionate share of the net pension liability	96.05 %	96.29 %
County's covered payroll (1)	\$ 601,395	\$ 624,245
County's proportionate share of the net pension liability as a percentage of its covered payroll (1)	88.35 %	131.81 %
Plan's fiduciary net position as a percentage of the total pension liability	88.54 %	83.63 %
Measurement date	June 30, 2014	June 30, 2015

(1) Restated to covered payroll in 2015-16.

* Information from fiscal years ended 2007 to 2014 is not presented as required by GASB Statement 68 as 2015 was the first year of implementation. Additional years will be presented as they become available. The amounts presented for each fiscal year were determined as of June 30.

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016

VCERA

Schedule of the County's Contributions
 Last Ten Fiscal Years *
 (In Thousands)

	<u>2015</u>	<u>2016</u>
Actuarially determined contribution	\$ 167,431	\$ 169,941
Contributions in relation to the actuarially determined contribution	<u>167,431</u>	<u>169,941</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
 Covered payroll (1)	 \$ 624,245	 \$ 656,071
 Contributions as a percentage of covered payroll (1)	 26.82 %	 25.90 %

(1) Restated to covered payroll in 2015-16

* Information from fiscal years ended 2007 to 2014 is not presented as required by GASB Statement 68 as 2015 was the first year of implementation. Additional years will be presented as they become available.

COUNTY OF VENTURA
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

SUPPLEMENTAL RETIREMENT PLAN

Schedule of Changes in Net Pension Liability and Related Ratios
Last Ten Fiscal Years *
(In Thousands)

	2014 Plan <u>2015 Employer</u>	2015 Plan <u>2016 Employer</u>	2016 Plan <u></u>
Total pension liability			
Service cost	\$ 692	\$ 695	\$ 765
Interest	1,782	1,869	1,992
Differences between expected and actual experience	-	(442)	(347)
Changes of assumptions	-	1,331	-
Benefit payments, including refunds of member contributions	<u>(981)</u>	<u>(1,019)</u>	<u>(1,023)</u>
Net change in total pension liability	1,493	2,434	1,387
Total pension liability - beginning	<u>23,137</u>	<u>24,630</u>	<u>27,064</u>
Total pension liability - ending (a)	<u>\$ 24,630</u>	<u>\$ 27,064</u>	<u>\$ 28,451</u>
Plan fiduciary net position			
Contributions - employer	\$ 1,475	\$ 1,410	\$ 1,558
Contributions - member	409	402	407
Net investment income	2,722	702	297
Benefit payments, including refunds of member contributions	(981)	(1,019)	(1,023)
Administrative expense	<u>(275)</u>	<u>(280)</u>	<u>(237)</u>
Net change in plan fiduciary net position	3,350	1,215	1,002
Plan fiduciary net position - beginning	<u>15,394</u>	<u>18,744</u>	<u>19,959</u>
Plan fiduciary net position - ending (b)	<u>\$ 18,744</u>	<u>\$ 19,959</u>	<u>\$ 20,961</u>
County's net pension liability - ending (a) - (b)	<u>\$ 5,886</u>	<u>\$ 7,105</u>	<u>\$ 7,490</u>
Plan's fiduciary net position as a percentage of the total pension liability	76.10 %	73.75 %	73.67 %
Covered payroll (1)	\$ 13,579	\$ 13,242	\$ 13,721
County's net pension liability as a percentage of covered payroll (1)	43.35 %	53.66 %	54.59 %

(1) Restated to covered payroll in 2015-16

Notes to Schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

Changes of assumptions. In 2015, rates of withdrawal, retirement and mortality were adjusted to more closely reflect actual and anticipated experience. Additionally the assumed interest rate was lowered from 7.75 percent to 7.50 percent. These assumptions were recommended as part of the VCERA Experience Study performed for the three year period ended June 30, 2014.

Schedule of Investment Returns
Last Ten Fiscal Years *

	<u>2014</u>	<u>2015</u>	<u>2016</u>
Annual money-weighted rate of return, net of investment related expenses	17.14 %	3.70 %	1.47 %

* Information from fiscal years ended 2007 to 2013 is not presented as required by GASB Statement 68 as 2015 was the first year of implementation. Additional years will be presented as they become available.

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016

SUPPLEMENTAL RETIREMENT PLAN

Schedule of the County's Contributions
 Last Ten Fiscal Years *
 (In Thousands)

	2014 (1)	2015 (1)	2016
Actuarially determined contribution	\$ 1,475	\$ 1,410	\$ 1,558
Contributions in relation to the actuarially determined contribution	<u>1,475</u>	<u>1,410</u>	<u>1,558</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 13,579	\$ 13,242	\$ 13,721
Contributions as a percentage of covered payroll	10.86 %	10.65 %	11.35 %

(1) Restated to covered payroll in 2015-16

Notes to Schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of pay for plan parts with active membership
Remaining amortization period	4 to 15 years closed
Asset valuation method	5 year smoothed market value
Inflation	3.00% annual rate
Salary increases	4.00% to 4.50% annual rate
Investment rate of return	7.50% annual rate, net of expense
Payroll growth	3.00% annual rate
Cost-of-living adjustments	None

* Information from fiscal years ended 2007 to 2013 is not presented as required by GASB Statement 67 and 68 as 2015 was the first year of implementation. Additional years will be presented as they become available.

COUNTY OF VENTURA
 REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016

MANAGEMENT RETIREE HEALTH BENEFITS PROGRAM

Schedule of Funding Progress
 (In Thousands)

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)
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%
6/30/2013	-	14,179	14,179	0.0%	40,419	35.1%
6/30/2014	-	13,388	13,388	0.0%	37,134	36.1%
6/30/2015	-	12,971	12,971	0.0%	36,424	35.6%
6/30/2016	-	13,307	13,307	0.0%	34,814	38.2%

SUBSIDIZED RETIREE HEALTH BENEFITS PROGRAM

Schedule of Funding Progress
 (In Thousands)

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)
6/30/2014	\$ -	16,232	16,232	0.0%	442,944	3.7%
6/30/2015	-	15,990	15,990	0.0%	487,861	3.3%
6/30/2016	-	17,396	17,396	0.0%	521,868	3.3%

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016
 (In Thousands)

	GENERAL FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual on Budgetary Basis	
Resources (inflows):				
Taxes	\$ 313,200	\$ 313,200	\$ 338,018	\$ 24,818
Licenses, permits, and franchises	21,596	21,596	21,929	333
Fines, forfeitures, and penalties	22,337	22,294	22,469	175
Revenues from use of money and property	1,887	1,627	1,921	294
Aid from other governmental units	439,922	460,188	414,925	(45,263)
Charges for services	176,831	179,896	167,497	(12,399)
Other	28,139	27,765	25,301	(2,464)
Amount available for appropriation	<u>1,003,912</u>	<u>1,026,566</u>	<u>992,060</u>	<u>(34,506)</u>
Charges to appropriations (outflows):				
General government:				
Salaries and benefits	55,916	44,379	41,694	2,685
Services and supplies	38,784	33,695	24,149	9,546
Other charges	359	416	365	51
Contingencies	2,000	1	-	1
Total general government	<u>97,059</u>	<u>78,491</u>	<u>66,208</u>	<u>12,283</u>
Public protection:				
Salaries and benefits	349,038	358,899	348,114	10,785
Services and supplies	95,412	99,338	90,020	9,318
Other charges	14,882	15,685	15,426	259
Total public protection	<u>459,332</u>	<u>473,922</u>	<u>453,560</u>	<u>20,362</u>
Health and sanitation services:				
Salaries and benefits	87,821	90,627	83,483	7,144
Services and supplies	68,217	71,449	58,971	12,478
Other charges	5,855	5,856	4,783	1,073
Total health and sanitation services	<u>161,893</u>	<u>167,932</u>	<u>147,237</u>	<u>20,695</u>
Public assistance:				
Salaries and benefits	107,403	111,942	111,002	940
Services and supplies	32,611	39,127	37,577	1,550
Other charges	97,528	98,298	90,685	7,613
Total public assistance	<u>237,542</u>	<u>249,367</u>	<u>239,264</u>	<u>10,103</u>
Education:				
Salaries and benefits	244	269	255	14
Services and supplies	306	308	293	15
Total education	<u>550</u>	<u>577</u>	<u>548</u>	<u>29</u>
Capital outlay	9,401	52,417	26,167	26,250
Debt service:				
Services and supplies	(1,877)	-	-	-
Principal retirement	6,624	112	-	112
Interest and fiscal charges	6,765	4,706	2,886	1,820
Total charges to appropriations	<u>977,289</u>	<u>1,027,524</u>	<u>935,870</u>	<u>91,654</u>
Excess (deficiency) of revenues over (under) expenditures	<u>26,623</u>	<u>(958)</u>	<u>56,190</u>	<u>57,148</u>
Other financing sources (uses):				
Issuance of long-term debt	1,662	16,446	-	(16,446)
Gain from insurance recovery	250	250	58	(192)
Transfers in	475	4,141	751	(3,390)
Transfers out	(48,645)	(69,861)	(60,470)	9,391
Total other financing sources (uses)	<u>(46,258)</u>	<u>(49,024)</u>	<u>(59,661)</u>	<u>(10,637)</u>
Deficiency of revenues and other sources under expenditures	<u>(19,635)</u>	<u>(49,982)</u>	<u>(3,471)</u>	<u>46,511</u>
Fund balances - beginning	<u>368,469</u>	<u>368,469</u>	<u>368,469</u>	<u>-</u>
Fund balances - ending	<u>\$ 348,834</u>	<u>\$ 318,487</u>	<u>\$ 364,998</u>	<u>\$ 46,511</u>

COUNTY OF VENTURA
BUDGETARY COMPARISON SCHEDULE
ROADS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(In Thousands)

	ROADS			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
Resources (inflows):				
Taxes	\$ 155	\$ 155	\$ 269	\$ 114
Licenses, permits, and franchises	373	373	601	228
Fines, forfeitures, and penalties	245	245	227	(18)
Revenues from use of money and property	109	109	146	37
Aid from other governmental units	19,975	19,975	15,451	(4,524)
Charges for services	57	57	71	14
Other	2,400	2,400	4,707	2,307
Amount available for appropriation	<u>23,314</u>	<u>23,314</u>	<u>21,472</u>	<u>(1,842)</u>
Charges to appropriations (outflows):				
Public ways and facilities:				
Services and supplies	32,769	32,770	27,374	5,396
Other charges	300	217	-	217
Total public ways and facilities	<u>33,069</u>	<u>32,987</u>	<u>27,374</u>	<u>5,613</u>
Capital outlay	<u>10,925</u>	<u>11,007</u>	<u>5,458</u>	<u>5,549</u>
Total charges to appropriations	<u>43,994</u>	<u>43,994</u>	<u>32,832</u>	<u>11,162</u>
Deficiency of revenues under expenditures	<u>(20,680)</u>	<u>(20,680)</u>	<u>(11,360)</u>	<u>9,320</u>
Other financing uses:				
Transfers out	<u>(1,500)</u>	<u>(1,500)</u>	<u>(374)</u>	<u>1,126</u>
Total other financing uses	<u>(1,500)</u>	<u>(1,500)</u>	<u>(374)</u>	<u>1,126</u>
Deficiency of revenues under expenditures and other uses	<u>(22,180)</u>	<u>(22,180)</u>	<u>(11,734)</u>	<u>10,446</u>
Fund balances - beginning	<u>55,148</u>	<u>55,148</u>	<u>55,148</u>	<u>-</u>
Fund balances - ending	<u>\$ 32,968</u>	<u>\$ 32,968</u>	<u>\$ 43,414</u>	<u>\$ 10,446</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 WATERSHED PROTECTION DISTRICTS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016
 (In Thousands)

WATERSHED PROTECTION DISTRICTS				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
Resources (inflows):				
Taxes	\$ 18,468	\$ 18,468	\$ 21,342	\$ 2,874
Licenses, permits, and franchises	72	72	93	21
Fines, forfeitures, and penalties	63	63	61	(2)
Revenues from use of money and property	142	142	303	161
Aid from other governmental units	6,353	6,353	2,731	(3,622)
Charges for services	10,742	10,742	10,875	133
Other	2	2	196	194
Amount available for appropriation	<u>35,842</u>	<u>35,842</u>	<u>35,601</u>	<u>(241)</u>
Charges to appropriations (outflows):				
Public protection:				
Services and supplies	43,308	42,902	27,922	14,980
Other charges	808	808	65	743
Contingencies	-	23	-	23
Total public protection	<u>44,116</u>	<u>43,733</u>	<u>27,987</u>	<u>15,746</u>
Capital outlay	<u>23,777</u>	<u>24,159</u>	<u>6,158</u>	<u>18,001</u>
Total charges to appropriations	<u>67,893</u>	<u>67,892</u>	<u>34,145</u>	<u>33,747</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(32,051)</u>	<u>(32,050)</u>	<u>1,456</u>	<u>33,506</u>
Other financing sources (uses):				
Gain from insurance recovery	-	-	3	3
Transfers out	<u>(220)</u>	<u>(220)</u>	<u>(213)</u>	<u>7</u>
Total other financing sources (uses)	<u>(220)</u>	<u>(220)</u>	<u>(210)</u>	<u>10</u>
Excess (deficiency) of revenues over (under) expenditures and other uses	<u>(32,271)</u>	<u>(32,270)</u>	<u>1,246</u>	<u>33,516</u>
Fund balances - beginning	<u>48,005</u>	<u>48,005</u>	<u>48,005</u>	<u>-</u>
Fund balances - ending	<u>\$ 15,734</u>	<u>\$ 15,735</u>	<u>\$ 49,251</u>	<u>\$ 33,516</u>

COUNTY OF VENTURA
 BUDGETARY COMPARISON SCHEDULE
 FIRE PROTECTION DISTRICT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016
 (In Thousands)

	FIRE PROTECTION DISTRICT			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
Resources (inflows):				
Taxes	\$ 116,424	\$ 120,490	\$ 127,244	\$ 6,754
Licenses, permits, and franchises	1,100	1,100	1,196	96
Fines, forfeitures, and penalties	50	50	30	(20)
Revenues from use of money and property	229	229	543	314
Aid from other governmental units	15,332	13,400	17,517	4,117
Charges for services	5,456	5,456	6,520	1,064
Other	4,141	4,180	1,803	(2,377)
Amount available for appropriation	<u>142,732</u>	<u>144,905</u>	<u>154,853</u>	<u>9,948</u>
Charges to appropriations (outflows):				
Public protection:				
Salaries and benefits	118,302	118,515	118,289	226
Services and supplies	26,005	26,747	25,814	933
Other charges	954	217	201	16
Contingencies	500	500	-	500
Total public protection	<u>145,761</u>	<u>145,979</u>	<u>144,304</u>	<u>1,675</u>
Capital outlay	<u>34,309</u>	<u>33,954</u>	<u>6,132</u>	<u>27,822</u>
Total charges to appropriations	<u>180,070</u>	<u>179,933</u>	<u>150,436</u>	<u>29,497</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(37,338)</u>	<u>(35,028)</u>	<u>4,417</u>	<u>39,445</u>
Other financing sources (uses):				
Proceeds from sale of capital assets	60	60	-	(60)
Gain from insurance recovery	-	-	10	10
Transfers in	2,423	2,423	-	(2,423)
Transfers out	-	(301)	(301)	-
Total other financing sources (uses)	<u>2,483</u>	<u>2,182</u>	<u>(291)</u>	<u>(2,473)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(34,855)</u>	<u>(32,846)</u>	<u>4,126</u>	<u>36,972</u>
Fund balances - beginning	<u>98,847</u>	<u>98,847</u>	<u>98,847</u>	<u>-</u>
Fund balances - ending	<u>\$ 63,992</u>	<u>\$ 66,001</u>	<u>\$ 102,973</u>	<u>\$ 36,972</u>

COUNTY OF VENTURA
 NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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 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, unearned revenue, unavailable 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	\$ 364,998	\$ 43,414	\$ 49,251	\$ 102,973
Adjustments:				
Change in fair value of investments	1,366	62	126	233
Change in county agency funds	(6,125)	(3,843)	104	(1,222)
Change in Stormwater-Unincorporated Fund	(1,676)	-	-	-
Total adjustments	(6,435)	(3,781)	230	(989)
Fund Balances - GAAP basis	<u>\$ 358,563</u>	<u>\$ 39,633</u>	<u>\$ 49,481</u>	<u>\$ 101,984</u>

COUNTY OF VENTURA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(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 \$76,412,000 for the fiscal year ended June 30, 2016.

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://vcportal.ventura.org/auditor/docs/financial-reports/FY16_BudgettoActual.pdf.

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.

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