

CITY OF OXNARD HOUSING AUTHORITY
(A Component Unit of the City of Oxnard)

Basic Financial Statements
and Supplemental Data

Year ended June 30, 2015

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CITY OF OXNARD HOUSING AUTHORITY

Basic Financial Statements
and Supplemental Data

Year ended June 30, 2015

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Board of Commissioners
City of Oxnard Housing Authority
Oxnard, California

Independent Auditors' Report

We have audited the accompanying financial statements of the City of Oxnard Housing Authority (Authority), California, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Authority'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 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.

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 City of Oxnard Housing Authority, California, as of June 30, 2015, and the respective changes in financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described further in note 9 to the financial statements, during the year ended June 30, 2015, the Authority implemented Governmental Accounting Standards Board (GASB) Statement No. 68. Our opinion is not modified with respect to this matter. In addition to restating beginning net position to record a pension liability under GASB 68, beginning net position was also adjusted to reflect the liability for other post-employment benefits, which is described further in note 16 to the financial statements. Our opinion is not modified with respect to this matter.

Prior-Year Comparative Information

The financial statements of the City of Oxnard Housing Authority for the fiscal year ended June 30, 2014 were audited by other auditors whose report dated November 21, 2014 expressed an unmodified opinion on those statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *management's discussion and analysis* 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 an opinion on the financial statements that collectively comprise the City of Oxnard Housing Authority's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying financial data schedule is presented for purposes of additional analysis as required by the Uniform Financial Reporting Standards issued by the U.S. Department of Housing and Urban Development and is not a required part of the basic financial statements. Further, the Schedules of Actual Modernization Cost Certificates is also presented for additional analysis in accordance with filing requirements with the U.S. Department of Housing and Urban Development and is not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 25, 2016 on our consideration of the Authority'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 Authority's internal control over financial reporting and compliance.

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Irvine, California
March 25, 2016

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MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

The City of Oxnard Housing Authority (“the Authority”) management’s discussion and analysis provides an overview of the Authority’s financial activity and assists the reader in focusing on significant financial issues for the fiscal year ended June 30, 2015. Readers are encouraged to consider the information presented here in conjunction with the accompanying basic financial statements included in this report.

The Management’s Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments issued in June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Financial Highlights

- Total operating revenues for all programs were over \$22 million for the year. Rental and other income generated approximately \$4.7 million towards this amount, with HUD grants and subsidies covering the balance.
- The assets of the Authority exceeded its liabilities at the close of the most recent fiscal year by approximately \$10 million. Of that amount, approximately \$122,000 is restricted net position; and the remainder of approximately \$14.4 million is net investment in capital assets.
- The Authority’s net position decreased approximately \$8.0 million as a result of this year’s implementation of GASB 68.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Authority’s basic financial statements. The Authority’s basic financial statements are comprised of a statement of net position, statement of revenues, expenses and changes in net position, statement of cash flows and notes to basic financial statements.

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 Authority uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Some funds are required to be established by the Department of Housing and Urban Development (HUD). However, the Housing Authority establishes other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using grants and other moneys. All of the funds of the Authority are classified as one enterprise fund.

Enterprise funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. They are reported using the full accrual method of accounting in which all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The focus of enterprise funds is on income measurement, which, together with the maintenance of equity, is an important financial indication. The financial data schedules by program are included under supplemental data.

The Statement of Net Position presents information on all of the Authority's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Authority is improving or deteriorating. Assets and liabilities are presented in order of liquidity, and are classified as "current" (convertible into cash or due within one year) and "non-current." The purpose of the Statement of Net Position is to present the net available liquid (non-capital) assets net of liabilities, for the Authority. Net Position is reported in three broad categories:

Net Investment in Capital Assets: This consists of capital assets less accumulated depreciation on those assets, net of related debt.

Restricted Net Position: This consists of assets with constraints on how they are used.

Unrestricted Net Position: This consists of assets that do not meet the definition of "Net Investment in Capital Assets" or "Restricted Net Position."

The Statement of Revenues, Expenses and Changes in Net Position presents information showing how the Authority'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 expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The Statement of Cash Flows presents the change in the Authority's cash and cash equivalents during the most recent fiscal year.

The Notes to Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the fund financial statements.

Financial Analysis

The analysis below focuses on the net position (Table 1) and the changes in net position (Table 2) of the Authority as a whole. By far the largest portion of the Authority's net position reflects its investment in capital assets (e.g., land, buildings, furniture, equipment and machinery), net of all depreciation and related capital debt. The Authority uses these capital assets to provide services to clients; consequently, these assets are not available for future spending. The Authority currently has \$3,215,000 of bonds payable that it used the proceeds of to rehabilitate public housing units. The capital assets to which this debt relates are those in the Low Rent Public Housing program of \$2,313,760. All other investments in capital assets are free of debt as of June 30, 2015.

Table 1
Statement of Net Position

	<u>2015</u>	<u>2014</u>	<u>Increase (Decrease)</u>	<u>%</u>
Current and other assets	\$ 10,320,144	\$ 10,063,512	256,632	2.6%
Capital assets, net	<u>14,379,499</u>	<u>14,843,845</u>	<u>(464,346)</u>	<u>(3.1%)</u>
Total assets	<u>24,699,643</u>	<u>24,907,357</u>	<u>(207,714)</u>	<u>(.8%)</u>
Deferred Outflows				
Pension Contribution	489,545	-	489,545	
Long-term liabilities	12,335,422	4,960,442	7,374,980	148.7%
Other Liabilities	<u>1,306,828</u>	<u>1,616,539</u>	<u>(309,711)</u>	<u>(19.2%)</u>
Total Liabilities	<u>13,642,250</u>	<u>6,576,981</u>	<u>7,065,269</u>	<u>107.4%</u>
Deferred Inflows				
Pension Accrual	1,565,957	-	1,565,957	
Net position:				
Net investment in capital assets	14,379,499	14,744,163	(364,664)	(.2%)
Restricted	122,228	1,036,679	(914,451)	(88.2%)
Unrestricted	<u>(4,520,746)</u>	<u>2,549,534</u>	<u>(7,070,280)</u>	<u>(277.3%)</u>
Total net position	<u>\$9,980,981</u>	<u>18,330,376</u>	<u>(8,349,395)</u>	<u>(45.5%)</u>

The following is an explanation of the major factors affecting the changes between fiscal years as shown in the table above:

- Capital assets decreased \$464,346 (net of depreciation) as follows:

<u>Asset type</u>	<u>Amount</u>
Land	\$ -
Buildings	513,585
Furniture, equipment and machinery	(26,524)
Construction in progress	<u>(38,640)</u>
Total additions	448,421
Less depreciation	<u>(912,767)</u>
Capital asset decrease	<u>(\$464,346)</u>

- Current and other assets increased by approximately \$257,000 primarily due to the increase in accounts receivable of approximately \$214,000.
- Total liabilities increased by approximately \$7 million from the prior year which was primarily due to an accrual of \$7.8 million for pension and OPEB liabilities which was offset by a \$295,000 principal payment made on the 2004 Capital Fund Revenue Bonds and a reduction in payroll accruals (\$179,000) and a reduction in deferred revenue (\$152,500).
- Restricted Net Position represents any funding received for Housing Assistance payments for the Section 8 Housing Choice Voucher program that remains unspent. The current decrease of \$914,451 in restricted net position is a result of the transition of PHA-held net restricted assets to HUD-held program reserves.

Table 2
Statement of Revenues, Expenses and Changes in Net Position

	<u>2015</u>	<u>2014</u>	Increase <u>(Decrease)</u>	<u>%</u>
Operating revenue:				
Rental and other	\$ 4,711,551	5,131,956	(420,405)	(8.2%)
Non-operating revenue:				
Investment income	16,847	13,900	2,947	21.2%
Federal grants and subsidies	17,853,909	20,203,917	(2,350,008)	(11.6%)
Capital contributions	839,149	671,012	168,137	25.1%
Other	<u>537,147</u>	<u>823,112</u>	<u>(285,965)</u>	(34.7%)
Total revenues	<u>23,958,603</u>	<u>26,843,897</u>	<u>(2,885,294)</u>	(10.7%)
Operating expenses:				
Administrative	3,542,083	3,695,643	(153,560)	(4.2%)
Tenant services	213,660	337,433	(123,773)	(36.7%)
Utilities	819,378	967,998	(148,620)	(15.4%)
Maintenance and operations	1,561,792	1,818,862	(257,070)	(14.1%)
General	986,456	1,545,116	(558,660)	(36.2%)
Housing assistance payments	15,223,451	16,048,620	(825,169)	(5.1%)
Depreciation	1,057,942	1,116,595	(58,653)	(5.3%)
Non-operating expenses:				
Interest	175,304	168,169	7,135	4.2%
Casualty loss	<u>4,115</u>	<u>28,383</u>	<u>(24,268)</u>	(85.5%)
Total expenses	<u>23,584,181</u>	<u>25,726,819</u>	<u>(2,142,638)</u>	(8.3%)
Increase (decrease) in net position	<u>\$ 374,422</u>	<u>1,117,078</u>	<u>(742,656)</u>	(66.5%)

The following is an explanation of the changes between fiscal years as shown in the table above:

- Total revenues decreased from a year ago by approximately \$2.9 million (10.7%) primarily due to a decrease in program grant revenue (less HAP revenue was disbursed in order to transition NRA funds to HUD-held reserves). Total expenses decreased by approximately \$2.1 million (8.3%) mainly due to a decrease in HAP expenses related to under-utilization of vouchers. General expense declined (\$559,000) due to unusual expenses that occurred in 2014. Expenses also declined due to offline units at Colonial Village and a reduction in staffing levels.

Capital Assets

The Authority's investment in capital assets as of June 30, 2015, amounts to \$14,379,499 (net of accumulated depreciation). This investment in capital assets includes land, buildings, furniture, equipment and machinery and construction in progress. The total decrease in the Authority's investment in capital assets for the current fiscal year was approximately 2.5%, which was primarily a result of the addition of capital fund projects being offset by depreciation.

Capital Assets at Year-end

	<u>2015</u>	<u>2014</u>
Land	\$ 8,920,208	8,920,208
Buildings and improvements	43,281,659	42,768,074
Furniture, equipment and machinery	2,014,731	2,041,255
Construction in progress	<u>216,416</u>	<u>255,056</u>
Totals	<u>\$54,433,014</u>	<u>53,984,593</u>

Debt

Long-term debt includes accrued pension and OPEB liabilities, annual and sick leave (also known as compensated absences), liabilities relating to the family self-sufficiency program, a note payable to the City of Oxnard for predevelopment costs of affordable units on vacant Housing Authority land, and 2004 Capital Fund Revenue Bonds. More detail is presented about long-term liabilities in the Notes to Basic Financial Statements.

Economic Factors

The Authority is primarily dependent upon the Department of Housing and Urban Development (HUD) for the funding of operations; therefore, the Authority is affected more by the federal budget than by local economic conditions. Low Rent Public Housing and Housing Choice Voucher program budgets are approved by the Housing Authority Board of Commissioners and are submitted to HUD as required.

Requests for Information

This financial report is designed to provide users of these financial statements with a general overview of the Authority's finances and to show the Authority's accountability for the money it receives. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Authority's Finance Department, at the City of Oxnard Housing Authority, 435 South D Street, Oxnard, California 93030.

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BASIC FINANCIAL STATEMENTS

CITY OF OXNARD HOUSING AUTHORITY
Statement of Net Position
June 30, 2015
(With Comparative Totals for June 30, 2014)

<u>Assets</u>	<u>2015</u>	<u>2014</u>
Current assets:		
Cash and investments (note 2)	\$ 8,427,491	7,461,122
Cash and investments restricted for HAP (note 2)	171,734	1,031,973
Cash restricted for security deposits (note 2)	210,411	218,102
Investments with fiscal agent (note 2)	628,519	626,018
Investments restricted for FSS escrow (note 2)	119,488	115,743
Accounts receivable-HUD	281,461	61,308
Accounts receivable-tenants	18,535	33,282
Accounts receivable-other, net	372,574	363,235
Notes and mortgages receivable	-	11,097
Other current assets	89,931	141,632
Total current assets	10,320,144	10,063,512
Noncurrent assets:		
Capital assets (note 3):		
Land	8,920,208	8,920,208
Construction in progress	216,416	255,056
Other capital assets	45,296,390	44,809,329
Less accumulated depreciation	(40,053,515)	(39,140,748)
Capital assets, net	14,379,499	14,843,845
Total assets	24,699,643	24,907,357
<u>Deferred Outflows of Resources</u>		
Deferred outflows - pension contribution	489,545	-

See accompanying notes to basic financial statements.

CITY OF OXNARD HOUSING AUTHORITY
Statement of Net Position
June 30, 2015
(With Comparative Totals for June 30, 2014)
(Continued)

<u>Liabilities</u>	<u>2015</u>	<u>2014</u>
Current liabilities:		
Accounts payable and accrued liabilities	237,266	360,057
Salaries and benefits payable	136,026	314,713
Accrued interest payable	55,177	40,042
Tenant security deposits payable	210,411	218,102
In-lieu of taxes payable	58,255	59,877
Compensated absences payable, current (note 4)	34,268	34,268
Family self sufficiency liabilities	10,715	39,770
Notes payable	269,710	269,710
Bonds payable, current (notes 4 and 5)	<u>295,000</u>	<u>280,000</u>
Total current liabilities	<u>1,306,828</u>	<u>1,616,539</u>
Long-term liabilities (notes 4, 5 and 6):		
Compensated absences payable	483,260	576,289
Family self sufficiency liabilities	108,773	75,973
Advances from City (notes 4 and 6)	1,013,181	1,093,180
Other post employment benefits	471,508	-
Net pension liability	7,338,700	-
Bonds payable	<u>2,920,000</u>	<u>3,215,000</u>
Total long-term liabilities	<u>12,335,422</u>	<u>4,960,442</u>
Total liabilities	<u>13,642,250</u>	<u>6,576,981</u>
 <u>Deferred Inflows of Resources</u> 		
Deferred inflows - pension accrual	<u>1,565,957</u>	<u>-</u>
 <u>Net Position</u> 		
Net position:		
Net investment in capital assets	14,379,499	14,744,163
Restricted	122,228	1,036,679
Unrestricted	<u>(4,520,746)</u>	<u>2,549,534</u>
Total net position	<u>\$ 9,980,981</u>	<u>18,330,376</u>

See accompanying notes to basic financial statements.

CITY OF OXNARD HOUSING AUTHORITY
Statement of Revenues, Expenses and Changes in Net Position
Year ended June 30, 2015
(With Comparative Totals for June 30, 2014)

	<u>2015</u>	<u>2014</u>
Operating revenues:		
Grant revenue for operations	\$ 17,853,909	20,203,917
Dwelling rental income	4,274,047	4,517,065
Management fee income	37,737	81,868
Other revenue	<u>399,767</u>	<u>533,023</u>
Total operating revenues	<u>22,565,460</u>	<u>25,335,873</u>
Operating expenses:		
Administrative expenses	3,542,083	3,695,643
Tenant services	213,660	337,433
Utilities	819,378	967,998
Ordinary maintenance & operations	1,561,792	1,818,862
Protective services	23,323	37,013
Insurance premiums	606,071	613,624
Other general expenses	357,062	515,540
Housing assistance payments	15,223,451	16,048,620
Depreciation	<u>1,057,942</u>	<u>1,116,595</u>
Total operating expenses	<u>23,404,762</u>	<u>25,151,328</u>
Operating income (loss)	<u>(839,302)</u>	<u>184,545</u>
Nonoperating revenues and (expenses):		
Grant revenue - noncapital	80,000	80,000
Developer fee revenue	386,541	682,448
Investment income	16,847	13,900
Fraud recovery	70,606	60,664
Disposition of construction in process	-	(269,710)
Interest expense	(175,304)	(168,169)
Unamortized bond issuance cost expense	-	(109,229)
Casualty loss	<u>(4,115)</u>	<u>(28,383)</u>
Total nonoperating revenue and (expenses)	<u>374,575</u>	<u>261,521</u>
Income (loss) before contributions and transfers	(464,727)	446,066
Capital contributions	<u>839,149</u>	<u>671,012</u>
Change in net position	374,422	1,117,078
Total net position at beginning of year, as restated (note 16)	<u>9,606,559</u>	<u>17,213,298</u>
Total net position at end of year	<u>\$ 9,980,981</u>	<u>18,330,376</u>

See accompanying notes to basic financial statements.

CITY OF OXNARD HOUSING AUTHORITY

Statement of Cash Flows

Year ended June 30, 2015

(With Comparative Totals for June 30, 2014)

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities:		
Cash received from operating grants	\$ 17,605,620	20,465,305
Cash received from tenants	4,351,709	4,563,163
Cash received (paid) for other activities	349,604	111,295
Cash payments to suppliers for goods and services	(2,787,946)	(3,441,788)
Cash payments for housing assistance	(15,179,639)	(16,048,623)
Cash payments to employees for services	<u>(4,517,651)</u>	<u>(4,297,588)</u>
Net cash provided by (used for) operating activities	<u>(178,303)</u>	<u>1,351,764</u>
Cash flows from noncapital financing activities:		
Cash received on notes and mortgages receivable	11,097	6,913
Cash received from noncapital grants	<u>80,000</u>	<u>80,000</u>
Net cash provided by (used for) noncapital financing activities	<u>91,097</u>	<u>86,913</u>
Cash flows from capital and related financing activities:		
Cash received from capital grants	839,149	671,012
Principal paid on long-term debt	(575,000)	(270,000)
Interest and other fees paid	(157,300)	(168,169)
Developer fees received	661,791	369,948
Purchases of capital assets	<u>(593,596)</u>	<u>(444,545)</u>
Net cash provided by (used for) capital and related financing activities	<u>175,044</u>	<u>158,246</u>
Cash flows from investing activities:		
Interest received on investments	<u>16,847</u>	<u>13,900</u>
Net cash provided by (used for) investing activities	<u>16,847</u>	<u>13,900</u>
Net increase (decrease) in cash and cash equivalents	104,685	1,610,823
Cash and cash equivalents at beginning of year	<u>9,452,958</u>	<u>7,842,135</u>
Cash and cash equivalents at end of year	<u>\$ 9,557,643</u>	<u>9,452,958</u>
Reconciliation of cash and cash equivalents to amounts reported on Statement of Net Position:		
Reported on Statement of Net Position:		
Cash and investments	\$ 8,427,491	7,461,122
Cash restricted for housing assistance payments	171,734	1,031,973
Cash restricted for security deposits	210,411	218,102
Investments with fiscal agent	628,519	626,018
Investments restricted for FSS escrow	<u>119,488</u>	<u>115,743</u>
Cash and cash equivalents at end of year per Statement of Cash Flows	<u>\$ 9,557,643</u>	<u>9,452,958</u>

(Continued)

See accompanying notes to basic financial statements.

CITY OF OXNARD HOUSING AUTHORITY
Statement of Cash Flows
(Continued)

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities:		
Operating income (loss)	\$ (839,302)	184,545
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	1,057,942	1,116,595
Other revenue	66,490	32,280
(Increase) decrease in other assets	51,701	(89,163)
(Increase) decrease in accounts receivable-tenants	14,747	(3,694)
(Increase) decrease in accounts receivable-other	(50,163)	45,068
(Increase) decrease in accounts receivable-HUD	(220,153)	(8,612)
(Increase) decrease in deferred outflows	127,587	-
Increase (decrease) in accounts payable and accrued liabilities	(122,791)	188,535
Increase (decrease) in deposits payable		
Increase (decrease) in salaries and benefits payable	(178,687)	42,928
Increase (decrease) in interest payable	15,135	(2,667)
Increase (decrease) in tenant security deposits payable	(7,691)	(10,872)
Increase (decrease) in in-lieu of taxes payable	(1,622)	1,552
Increase (decrease) in compensated absences	(93,029)	8,418
Increase (decrease) in OPEB liability	216,277	-
Increase (decrease) in pension liability	(1,686,437)	-
Increase (decrease) in deferred inflows	1,565,951	-
Increase (decrease) in advances from the City	(79,999)	(75,301)
Increase (decrease) in FSS liabilities	<u>3,745</u>	<u>(77,848)</u>
Net cash provided by (used for) operating activities	<u>\$ (160,299)</u>	<u>1,351,764</u>
Noncash capital, financing and investing activities:		
Disposition of construction in process	<u>\$ -</u>	<u>(269,710)</u>

See accompanying notes to basic financial statements.

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CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

Year ended June 30, 2015

(1) Summary of Significant Accounting Policies

The basic financial statements of the City of Oxnard Housing Authority (Authority) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Authority are described below.

(a) Reporting Entity

The Authority is a public entity which was organized under the laws of the State of California's Health and Safety Code for the purpose of providing safe, decent and sanitary housing for qualified economically disadvantaged and elderly individuals in areas where a shortage of such housing exists.

The Authority accomplishes this goal through various programs as follows:

LRHP Owned Housing – The Low-Rent Housing Program operates various housing projects owned by the Housing Authority. The program is funded by HUD through annual contributions contract SF-195, for notes and bond amortization, and operating subsidies, as well as modernization grants, which are entitlement grants.

Section 8 – The Section 8 Housing Choice Voucher Housing Assistance Program subsidize, on behalf of tenants, rent payments to owners of real property within the community. These programs are funded by HUD through annual contributions contract SF-516.

Additional Grant Programs – The Authority applies for and receives grants from HUD for various purposes, in addition to low rent housing and Section 8. These grant programs include Resident Opportunity and Supportive Services and Capital Fund Grants.

Central Services – This is a non-HUD program, which owns land, equipment, and holds investments. Equipment owned by this program is depreciated over its estimated useful life.

The Authority is an integral part of the reporting entity of the City of Oxnard. Although the Authority is legally a separate entity from the City of Oxnard their financial operations are closely related and members of the Oxnard City Council reside on the Board of Commissioners. As a result, the funds of the Authority have been included within the scope of the basic financial statements of the City.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(1) Summary of Significant Accounting Policies, (Continued)

Only the fund of the Authority is included herein; therefore, these financial statements do not purport to represent the financial position or results of operations of the City of Oxnard, California.

The Authority does not have any component units as defined under generally accepted accounting principles.

(b) Fund Accounting

The basic accounting and reporting entity is a “fund”. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts, recording resources, related liabilities, obligations, reserves and equities segregated for the purpose of carrying out specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

Enterprise funds are used to account for operations (a) that are financed primarily through user charges, or (b) where the governing body has decided that the determination of net income is appropriate. All funds of the Authority are enterprise funds and are consolidated and presented as one fund. All activities accounted for in the enterprise funds are considered business-type activities.

(c) Measurement Focus and Basis of Accounting

The proprietary fund types are accounted for on an “income determination” or “cost of services” measurement focus. Accordingly, all assets and liabilities are included on the balance sheet, and the reported fund equity provides an indication of the historical net worth of the fund. Operating statements for proprietary fund types report increases (revenues) and decreases (expenses) in total historical net worth. Proprietary funds use the accrual basis of accounting, i.e., revenues are recognized in the period earned and expenses are recognized in the period incurred.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses result from providing goods and services related to the fund’s ongoing operations. The principal operating revenue of the Authority’s enterprise funds is dwelling rental income. Operating expenses include the cost of services provided, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the Authority’s policy to use restricted resources first, then unrestricted as they are needed.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(1) Summary of Significant Accounting Policies, (Continued)

(d) Budgetary Data

The Board of Commissioners approves each year's budget submitted by the Executive Director prior to the beginning of the new fiscal year. Supplemental budget revisions, where required during the period, are also approved by the Board of Commissioners.

(e) Cash and Cash Equivalents and Investments

Cash and cash equivalents on the statement of net assets include amounts in demand deposits and saving accounts. Investments are reported in the accompanying balance sheet at fair value.

Changes in fair value that occur during a fiscal year are recognized as *investment income* reported for that fiscal year. *Investment income* includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation, maturity, or sale of investments.

The Authority pools cash and cash equivalents and investments. Each program's share in this pool is displayed in the accompanying financial statements as *cash and cash equivalents* and *investments*. Investment income earned by the pooled investments is allocated to the various programs based on each program's average cash and cash equivalents and investment balances.

For purposes of the statement of cash flows, cash and cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Cash equivalents also have an original maturity date of three months or less from the date of purchase.

(f) Accounts Receivable

The Authority is on the direct write-off method for uncollectible accounts. During the year, the Authority wrote off approximately \$13,939 of accounts receivable.

(g) Accounts Receivable-HUD

The amounts reported as Accounts Receivable-HUD represent amounts earned for certain HUD funded programs that had not been received as of June 30, 2015.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(1) Summary of Significant Accounting Policies, (Continued)

(h) Allowance for Doubtful Accounts

Accounts receivable – other are stated net of allowance for doubtful accounts. The Authority estimates an allowance equal to the amount of fraud recovery related receivables. At June 30, 2015, the total allowance for doubtful accounts receivable – other in the Low Rent Public Housing Fund and Housing Choice Voucher Fund were \$293,713 and \$225,954, respectively.

(i) Employee Leave Benefits

Permanent Authority employees earn from 12 to 24 vacation days a year, depending on their length of employment, and 12 sick days a year. Temporary employees earn 8 vacation days a year for full-time employment. Employees may carry forward up to twice the number of vacation days earned in the immediately preceding twelve month period and up to 120 of unused sick leave days.

Management level employees earn from 20 to 38 days of annual leave per year, depending on their length of employment. Management employees may carry twice their number of annual leave days earned in the immediately preceding twelve month period.

In accordance with GASB Statement No. 16, a liability is recorded for unused vacation and similar compensatory leave balance since the employees' entitlement to these balances are attributable to services already rendered and it is probable that virtually all of these balances will be liquidated by either paid time off or payments upon termination or retirement.

Under GASB Statement No. 16, a liability is recorded for unused sick leave balances only to the extent that it is probable that the unused balances will result in termination payments. This is estimated by including in the liability the unused balances of employees currently entitled to receive termination payment, as well as those who are expected to become eligible to receive termination benefits as a result of continuing their employment with the Authority. Other amounts of unused sick leave are excluded from the liability since their payment is contingent solely upon the occurrence of a future event (illness) which is outside the control of the Authority and the employee.

Upon termination or retirement, permanent employees are entitled to receive compensation at their current base salary for all unused vacation and annual leave. Upon retirement or other honorable termination, an employee with a minimum of 5 continuous years of service is entitled to receive 50% of the value of his or her unused sick leave based on the number of hours accumulated.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(1) Summary of Significant Accounting Policies, (Continued)

(j) Capital Assets

Capital assets are stated at cost or estimated historical cost. Contributed capital assets are recorded at estimated fair market value at the time received. Generally, any single item purchased by the Authority with a cost greater than or equal to \$1,000 and an anticipated useful life of greater than one year is capitalized and depreciated. Maintenance, minor repairs and replacements are recorded as expenses; extraordinary replacements of property resulting in property betterment are capitalized.

Depreciation is charged to operations using the straight-line method based on the estimated useful life of the related asset. The estimated useful lives of the assets are as follows:

	<u>Years</u>
Buildings	10-30
Furniture, equipment and machinery	3-5

(k) Payment in Lieu of Taxes (PILOT)

As a municipal corporation the Authority is exempt from real and personal taxes and special assessments levied by any taxing body. Instead the Authority is required to make payments to local government entities called Payments in Lieu of Taxes (PILOT) on certain rental properties owned by the Authority. Under agreements with the City of Oxnard the Authority is required to make an annual payment equal to 10% of the Shelter Rent charged by the Local Authority in respect to individual projects. Shelter rent is the total of all charges to all tenants for dwelling less the cost of utilities. Total PILOT outstanding as of June 30, 2015 was \$58,255.

(l) Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets, including the interest due on the borrowing. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The Authority exhausts all restricted resources before the use of unrestricted resources.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(1) Summary of Significant Accounting Policies, (Continued)

(m) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

(n) Pensions

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, 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 due and payable in accordance with the benefit terms. Investments are reported at fair value.

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)	June 30, 2013 to June 30, 2014

(o) Deferred outflows of resources

When applicable, the statement of net position and balance sheet will report a separate section for deferred outflows of resources. Deferred outflows of resources represent outflows of resources (consumption of net position) that apply to future periods and that, therefore, are not recognized as an expense or expenditure until that time. The Authority only has one item that qualifies for reporting in this category, deferred pension contribution.

(p) Deferred inflows of resources

When applicable, the statement of net position and the balance sheet will report a separate section for deferred inflows of resources. Deferred inflows of resources represent inflows of resources (acquisition of net position) that apply to future periods and that, therefore, are not recognized as an inflow of resources (revenue) until that time. The Authority only has one item that qualifies for reporting in this category related to actuarially determined pension items.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(2) Cash and Investments

Cash and investments as of June 30, 2015 are presented in the accompanying financial statements as follows:

Current assets:	
Cash and investments – unrestricted	\$ 8,427,491
Cash and investments restricted for HAP	171,734
Cash restricted for security deposits	210,411
Investments with fiscal agent	628,519
Investments – FSS escrow accounts	<u>119,488</u>
Total	<u>\$ 9,557,643</u>

Cash and investments held by the Authority as of June 30, 2015 consisted of the following:

Petty cash	\$ 250
Certificate of deposit	105,175
Demand deposits	<u>2,137,549</u>
Total cash and deposits	<u>2,242,974</u>
State of California Local Agency Investment Fund	6,686,150
Money market mutual funds	<u>628,519</u>
Total investments	<u>7,314,669</u>
Total	<u>\$ 9,557,643</u>

Investments Authorized by the California Government Code and the Authority's Investment Policy

The table below identifies the investment types that are authorized for the Authority by the California Government Code and the Authority's investment policy. The table also identifies certain provisions of the California Government Code (or the Authority's investment policy, if 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 trustee that are governed by the provisions of debt agreements of the Authority, rather than the general provisions of the California Government Code or the Authority's investment policy.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(2) Cash and Investments, (Continued)

<u>Investment Types</u> <u>Authorized by State Law</u>	<u>Authorized by</u> <u>Investment</u> <u>Policy</u>	<u>Maximum</u> <u>Maturity*</u>	<u>Maximum</u> <u>Percentage</u> <u>of Portfolio*</u>	<u>Maximum</u> <u>Investment</u> <u>In One Issuer*</u>
Local Agency Bonds	No	5 years	None	None
U.S. Treasury Obligations	Yes	2 years	None	None
U.S. Agency Securities	Yes	5 years	None	None
Banker's Acceptances	No	180 days	40%	30%
Commercial Paper	No	270 days	25%	10%
Negotiable Certificates of Deposit	Yes	2 years	30%	None
Repurchase Agreements	Yes	1 year	None	None
Reverse Repurchase Agreements	Yes	92 days	20% of base value	None
Medium-Term Notes	No	5 years	30%	None
Mutual Funds	No	N/A	20%	10%
Money Market Mutual Funds	Yes	N/A	20%	10%
Mortgage Pass-Through Securities	No	5 years	20%	None
County Pooled Investment Funds	No	N/A	None	None
Local Agency Investment Fund	Yes	N/A	None	None
JPA Pools (other investment pools)	No	N/A	None	None

* Based on state law requirements or investment policy requirements, whichever is more restrictive.

Investments Authorized by Debt Agreements

Investments of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the Authority's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

<u>Authorized</u> <u>Investment Type</u>	<u>Maximum</u> <u>Maturity</u>	<u>Maximum</u> <u>Percentage</u> <u>Allowed</u>	<u>Investment</u> <u>In One Issuer</u>
Government Obligations	None	None	None
U.S. Agency Securities	None	None	None
Banker's Acceptances	360 days	None	None
Commercial Paper	180 days	None	None
Money Market Mutual Funds	N/A	None	None
Repurchase Agreements	270 days	None	None
Tax-Exempt Obligations	None	None	None
Pre-refunded Municipal Obligations	None	None	None
Investment Agreements	None	None	None

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(2) Cash and Investments, (Continued)

Disclosures Relating to 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 its fair value will be to changes in market interest rates.

Information about the sensitivity of the fair values of the Authority's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the Authority's investments by maturity:

<u>Investment Type</u>	<u>Remaining Maturity (in Months)</u>
	<u>12 Months or Less</u>
State of California Local Agency Investment Fund Held by bond trustee:	\$6,686,150
Money market mutual funds	<u>628,519</u>
Total	<u>\$7,314,669</u>

Disclosures Relating to Credit Risk

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 a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the Authority's investment policy, or debt agreements, and the actual rating as of year end for each investment type.

<u>Investment Type</u>	<u>Amount</u>	<u>Minimum Legal Rating</u>	<u>Rating as of Year End</u>	
			<u>Aaa</u>	<u>Not Rated</u>
State of California Local Agency Investment Fund Held by bond trustee:	\$6,686,150	N/A	-	6,686,150
Money market mutual funds	<u>628,519</u>	A	<u>628,519</u>	<u>-</u>
Total	<u>\$7,314,669</u>		<u>628,519</u>	<u>6,686,150</u>

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(2) Cash and Investments, (Continued)

Concentration of Credit Risk

The investment policy of the Authority contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. At June 30, 2015, the Authority had no investments in any one issuer (other than mutual funds and external investment pools) that represented 5% or more of total Authority investments.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the Authority's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

For investments identified herein as held by bond trustee, the bond trustee selects the investment under the terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government.

Investment in State Investment Pool

The Authority is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the Authority's investment in this pool is reported in the accompanying financial statements at amounts based upon the Authority's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(3) Capital Assets

A summary of changes in capital assets for the year ended June 30, 2015 is as follows:

	<u>Balance at June 30, 2014</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance at June 30, 2015</u>
Capital assets not being depreciated:				
Land	\$ 8,920,208	-	-	8,920,208
Construction in progress	<u>255,056</u>	<u>214,574</u>	<u>(253,214)</u>	<u>216,416</u>
Total capital assets not being depreciated	<u>9,175,264</u>	<u>214,574</u>	<u>(253,214)</u>	<u>9,136,624</u>
Capital assets being depreciated:				
Buildings and improvements	42,768,074	607,305	(93,720)	43,281,659
Furniture, equipment and machinery	<u>2,041,255</u>	<u>24,931</u>	<u>(51,455)</u>	<u>2,014,731</u>
Total capital assets being depreciated	<u>44,809,329</u>	<u>632,236</u>	<u>(145,175)</u>	<u>45,296,390</u>
Less accumulated depreciation for:				
Buildings and improvements	(37,448,121)	(881,608)	93,720	(38,236,009)
Furniture, equipment and machinery	<u>(1,692,627)</u>	<u>(176,334)</u>	<u>51,455</u>	<u>(1,817,506)</u>
Total accumulated depreciation	<u>(39,140,748)</u>	<u>(1,057,942)</u>	<u>145,175</u>	<u>(40,053,515)</u>
Total capital assets being depreciated, net	<u>5,668,581</u>	<u>(425,706)</u>	<u>-</u>	<u>5,242,875</u>
Capital assets, net	<u>\$14,843,845</u>	<u>(211,132)</u>	<u>(253,214)</u>	<u>14,379,499</u>

Depreciation expense for the year ended June 30, 2015 in the amount of \$1,057,942 was charged to the following functions:

Low Rent Public Housing	\$ 1,001,324
Housing Choice Vouchers	34,170
Central Services	<u>22,448</u>
	<u>\$ 1,057,942</u>

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(4) Changes in Long-term Liabilities

A summary of changes in long-term liabilities is as follows:

	Balance at June 30, 2014* <u>as restated</u>	<u>Increase</u>	<u>Decrease</u>	Balance at June 30, 2015	Amount Due Within <u>One Year</u>	Amount Due Beyond <u>One Year</u>
Compensated absences payable	\$ 610,557	255,088	(348,117)	517,528	34,268	483,260
Family self-sufficiency liabilities	115,743	91,245	(87,500)	119,488	10,715	108,773
OPEB liability	255,231	216,277	-	471,508	-	471,508
Pension liability - PERS	6,784,738	-	(1,465,188)	5,319,550	-	5,319,550
Pension liability – PARS	2,231,911	-	(212,761)	2,019,150	-	2,019,150
Advances from City	1,093,180	-	(79,999)	1,013,181	-	1,013,181
Note payable – Oxnard CDC	269,710	-	-	269,710	269,710	-
2004 Capital Fund Revenue Bonds	<u>3,495,000</u>	<u>-</u>	<u>(280,000)</u>	<u>3,215,000</u>	<u>295,000</u>	<u>2,920,000</u>
Totals	<u>\$ 14,856,070</u>	<u>562,610</u>	<u>(2,473,565)</u>	<u>12,945,115</u>	<u>609,693</u>	<u>12,335,422</u>

* The beginning balance was restated to include pension liabilities due to the implementation of GASB 68 and to reflect OPEB liabilities not recorded in prior years.

(5) 2004 Capital Fund Revenue Bonds

On April 26, 2004, the Affordable Housing Agency issued Affordable Housing Agency Certificates of Participation, Series 2004 (Oxnard-Santa Clara Projects) in the amount of \$10,370,000, evidencing a proportionate ownership interest in debt service payments to be made with respect to certain Capital Fund Revenue Bonds, Series 2004, issued by the Oxnard and Santa Clara Housing Authorities in the amounts of \$5,820,000 and \$4,550,000, respectively. Each certificate represents a proportionate ownership interest of the holder in the right to receive debt service payments made with respect to the bonds. The obligations of the housing authorities under their respective bond indentures are independent and neither is obligated for the payment of principal or interest on the bonds of the other housing authority.

The Oxnard Series 2004 Capital Fund Revenue Bonds were issued to finance certain capital projects of the Authority. The bonds are in denominations of \$5,000 each and bear interest ranging from 2.00% to 4.95%. Certificates maturing on or after April 1, 2012 are subject to optional prepayment from the redemptions of the bonds at the option of the Authority on any date on or after April 1, 2001 at par plus accrued interest.

The U.S. Department of Housing and Urban Development has approved the issuance of the bonds and the certificates and has authorized the Authority to pledge and assign its Capital Fund Program monies to the payment of the bonds and, therefore, the

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(5) 2004 Capital Fund Revenue Bonds, (Continued)

certificates. During the year, \$1,353,891 of Capital Fund Grant revenue was earned, of which, \$280,000 was applied to the repayment of the bonds. Principal is payable annually on April 1. Interest is payable semiannually on April 1 and October 1 commencing October 1, 2004. The required reserve for the bonds is \$451,375. As of June 30, 2015, the balance in the reserve fund was \$451,375. The amount of bonds outstanding as of June 30, 2015 was \$3,215,000.

The annual debt service requirements for the Oxnard Series 2004 Capital Fund Revenue Bonds as of June 30, 2015 are as follows:

Year Ending <u>June 30</u>	<u>Principal</u>	<u>Interest</u>
2016	\$ 295,000	148,690
2017	310,000	136,300
2018	320,000	122,970
2019	335,000	108,890
2020	355,000	93,815
2021	370,000	77,485
2022	390,000	60,095
2023	410,000	41,375
2024	<u>430,000</u>	<u>21,285</u>
Total	<u>\$3,215,000</u>	<u>810,905</u>

(6) Long Term Liabilities Payable to the City of Oxnard

Advances from the City of Oxnard

Effective July 1, 2001, the Housing Authority entered into a Settlement Agreement with the City of Oxnard that resolved a dispute regarding the amount of reimbursements the Housing Authority owed to the City for Worker's Compensation claims. Prior to fiscal year 2002, the City of Oxnard administered the Housing Authority's Worker's Compensation claims. It was agreed that the amount owed by the Housing Authority for these claims as of June 30, 2001 would be \$993,000.

From 2002 through 2015 there have been certain repayments and additional claims expense that have affected the outstanding balance. There are no set repayments terms and no interest accrued on the outstanding balance. The balance as of June 30, 2015 is \$1,013,181.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(6) Long Term Liabilities Payable to the City of Oxnard, (Continued)

City of Oxnard Community Development Commission Note Payable

The Authority entered into a note agreement dated July 21, 2009, secured by a deed of trust, in the amount of \$350,000 payable to the City of Oxnard Community Development Commission (“CDC”) to finance the development of affordable housing units on Cuesta del Mar in the Southwinds Redevelopment Project Area in the City of Oxnard. The principal balance on the note bears interest at the rate of interest paid in the Local Agency Investment Fund (LAIF) plus 1% per annum. Payments are to be made annually, commencing on January 30, of the year following the issuance of the first Certificate of Occupancy for the project, and each January 30 thereafter. As of June 30, 2014, the project was considered permanently stalled and would not be completed. The loan is to be payable in one lump sum payment due sixty (60) days after the anniversary of the failure to complete project determination. There is an option to extend the repayment date for a period not to exceed two years as approved by the CDC’s Director. The outstanding balance at June 30, 2015 is \$269,710.

(7) Interprogram Activities

Due to/from other programs:

Due to/from other programs at June 30, 2015 was comprised of the following:

<u>Receivable Program</u>	<u>Payable Program</u>	<u>Amount</u>
Central Office Cost Center	Housing Choice Vouchers	\$ 371
	Central Fund	202
	ROSS	655
	Low Rent Public Housing	<u>84,915</u>
		<u>\$ 86,143</u>

All interprogram receivables and payables represent short-term borrowings to fund current operations and manage cash flows. Included in interprogram receivables and payables are amounts due to the Central Office Cost Center for fee for service maintenance work performed for the Low Rent Public Housing properties and the other funds such as the central office and Housing Choice Vouchers.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(8) Insurance

As of June 30, 2015, the Authority maintains the following levels of insurance coverage:

General liability:

Commercial liability	\$1,000,000 per occurrence; \$2,000,000 aggregate
Fire damage	\$50,000 per occurrence
Employee benefit liability	\$1,000,000 per occurrence; \$1,000,000 aggregate
Mold or other fungus	\$100,000 limit
Automobile liability	\$1,000,000 per occurrence
Commercial property liability	\$105,202,704 limit for various buildings and property
Fidelity/crime:	
Fidelity	\$250,000 per occurrence
Forgery	\$250,000 limit
Theft, disappearance and destruction	\$90,000 limit

The Authority is insured for workers' compensation claims through the QBE Insurance Company. The Authority maintains statutory coverage and is liable for up to \$1,000,000.

(9) Defined Benefit Pension Plans (CalPERS and PARS)

Employees of the Housing Authority, through the City of Oxnard, are members of the Public Employees' Retirement System (CalPERS) and the Public Agency Retirement System (PARS), the cost of which is paid by the Housing Authority. Below are descriptions of each the retirement plans along with selected information regarding benefits, contributions, liabilities and actuarial assumptions. For further details regarding each of these plans, including funding progress, refer to the City of Oxnard's Comprehensive Annual Financial Report.

CalPERS

A. Plan Description

City of Oxnard contributes to the Miscellaneous 2% at 55 Risk Pool of the California Public Employees' Retirement System (CalPERS), an Agent Multiple-Employer Defined Benefit Pension Plan. Benefit provisions and all other requirements are established by State statutes within the Public Employees' Retirement Law. City of Oxnard selects optimal benefit provisions and adopts those benefits through local ordinance. Copies of CalPERS' annual financial report may be obtained from the CalPERS website at <https://www.calpers.ca.gov> under Forms and Publications.

B. 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,

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(9) Defined Benefit Pension Plans (CalPERS and PARS), (Continued)

and their beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment.

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

	<u>Miscellaneous</u>	
	Prior to	On or After
	<u>January 1, 2013</u>	<u>January 1, 2013</u>
Hire date		
Benefit formula	2.0% at 55	2.0% at 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 67+	52 - 67+
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	7.000%	6.750%
Required employer contribution rates	14.417%	14.417%

C. Contributions

Section 20814(c) of the California Public Employees' Retirement Law 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 the CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Participants in the Miscellaneous plan are required to contribute up to 7.000% of their annual covered salary. With the exception of the PEPRA members, the City pays the contributions required of City employees on their behalf. The City is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The required employer contribution rate for the year ended June 30, 2015 was 14.417% of covered payroll in the Miscellaneous plan.

For the year ended June 30, 2015, the Housing Authority's total contributions for the Miscellaneous plan was \$463,944.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(9) Defined Benefit Pension Plans (CalPERS and PARS), (Continued)

D. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2015, the Housing Authority recorded a net pension liability of \$5,319,550 for its proportionate share of the City liability for the Miscellaneous Plan.

The City's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2014, and the total pension liability for the 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 based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

For the year ended June 30, 2015, the Housing Authority recognized pension expense of \$365,965 for the Miscellaneous Plan. At June 30, 2015, the Housing Authority reported deferred outflows of resources and deferred inflows of resources related to the CalPERS pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to the measurement date	\$ 410,738	0
Net difference between projected and actual earnings on pension plan investments	<u>0</u>	<u>\$1,367,214</u>
	<u>\$ 410,738</u>	<u>\$1,367,214</u>

The City reported \$410,738 as deferred outflows of resources related to contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred inflows of resources related to pensions will be recognized as pension expense equally over the next four fiscal years.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(9) Defined Benefit Pension Plans (CalPERS and PARS), (Continued)

E. Actuarial Assumptions

The total pension liabilities in the June 30, 2013 actuarial valuations were determined using the following actuarial assumptions:

Valuation date	June 30, 2013
Measurement date	June 30, 2014
Actuarial cost method	Entry-Age Normal Cost Method
Actuarial assumptions:	
Discount rate	7.50%
Inflation	2.75%
Projected salary increase	Varies by Entry Age and Service
Investment rate of return	7.50%
Mortality	Derived using CalPERS membership data

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2013 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. Further details of the experience study can found on the CalPERS website.

F. Discount Rate

The discount rate used to measure the total pension liability for the Plan was 7.50%. According to Paragraph 30 of GASB 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.50% investment return assumption used in this accounting valuation is net of administrative expenses.

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

The following presents the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 7.5 percent, as well as what the new pension liability would be if it were calculated using a discount rate that is one percentage –point lower (6.5 percent) or one percentage-point higher (8.5 percent) than the current rate:

	1.00% Decrease	Current Discount Rate (7.50%)	1.00% Increase
<u>June 30, 2015</u>	<u>(6.5%)</u>		<u>(8.50%)</u>
District's proportionate share of the net pension liability	\$ 8,994,707	\$ 5,319,550	\$ 2,284,688

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(9) Defined Benefit Pension Plans (CalPERS and PARS), (Continued)

PARS

A. Plan Description

The City established a Public Agency Retirement System Retirement Enhancement Plan (PARS), an agent multiple-employer plan, effective January 1, 2003 for selected groups of miscellaneous employees (non-safety), Service Employees International Union (SEIU), International Union of Operating Engineers (IUOE), Management, and one of the two groups of Confidential employees. PARS is a defined benefit 401(a) tax-qualified multiple agency trust. It meets the requirements of a pension trust under California Government code. The plan provides supplemental retirement benefits in addition to PERS. Phase II Systems is the PARS Trust Administrator. PARS issues a separate comprehensive annual financial report. Copies of PARS annual financial report may be obtained from the PARS Executive Office, 3961 MacArthur Boulevard, Suite 200, Newport Beach, CA 92660.

B. Benefits Provided

For employees meeting the eligibility requirements, the plan provides a benefit equal to the "3% at 60" plan factor (formula is a static 3% at age 60 and older), less the PERS "2% at 55" plan factors for all years of City service plus any military service purchased through PERS (prior to July 1, 2003) while an employee of the City of Oxnard. Eligibility for an immediate benefit is defined as reaching age 50, completing five years of Oxnard service, and retiring concurrently from both the City and PERS after leaving City employment. In addition, a deferred benefit would be available to participants who complete five years of service. The City has full discretionary authority to control, amend, modify or terminate this plan at any time.

C. Contributions

Employees and the City contribute a total of 8% of eligible employees' gross wages. Current employee and city contributions by employee groups are as follows:

	<u>City Contributions</u>	<u>Employee Contributions</u>
IUOE	2.70%	5.30%
SEIU	3.50%	4.50%
Management and confidential	3.00%	5.00%

In addition, the City is required to contribute the remaining amounts necessary to fund the benefit to its members using the actuarial basis recommended by PARS actuarial consultants. The actuarially determined contribution for the fiscal year ended June 30, 2015, was 12% percent of eligible employee gross wages. During the fiscal year ended June 30, 2015, the Housing Authority contributed \$78,808 to

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(9) Defined Benefit Pension Plans (CalPERS and PARS), (Continued)

PARS. The amount of the contributions recognized as part of the pension expense for the plan was \$70,105.

D. Net Pension Liability

The City's net pension liability for each 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 shown below.

Valuation Date	June 30, 2013
Measurement Date	June 30, 2014
Actuarial Cost Method	Entry Age Normal Cost Method
Contribution Policy	City contributes full actuarially determined contribution
Discount Rate	6.75% • Assumes future administrative expenses of 0.15% of plan assets and future contributions based on the funding policy used for the current actuarially determined contribution
Discount Rate Years	Expected long-term net rate of return – All cash flow projection years Municipal bond rate - n/a
Expected Long-Term Rate of Return on Plan Investments	6.75% • Plan assets currently invested in PARS diversified Balanced portfolio • Expected long term return on assets of 6.89% (55% confidence level, net of investment expenses), rounded to nearest 0.25%
General Inflation	3.00%

The discount rate used to measure the total pension liability for the Plan was 6.75%. The pension trust is projected to have sufficient assets to pay benefits per the Plan's current contribution policy. The net pension liability for the PARS plan as of June 30, 2015 is \$2,019,150.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(9) Defined Benefit Pension Plans (CalPERS and PARS), (Continued)

The following presents the net pension liability of the Housing Authority, calculated using the discount rate for each Plan, as well as what the Housing Authority's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current:

	1.00% Decrease	Current Discount Rate (6.75%)	1.00% Increase
<u>June 30, 2015</u>	<u>(5.75%)</u>		<u>(7.75%)</u>
Net pension liability	\$ 3,624,358	\$ 2,019,150	\$ 1,605,358

E. Pension Expense and Deferred Outflows/Inflows of Resources Related to Pension

For the year ended June 30, 2015, the City recognized pension expense of \$1,097,000 related to PARS. At June 30, 2015, the Housing Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to the measurement date	\$ 78,808	0
Net difference between projected and actual earnings on pension plan investments	<u>0</u>	<u>198,747</u>
	<u>\$ 78,808</u>	<u>\$ 198,747</u>

The City reported \$78,808 as deferred outflows of resources related to contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred inflows of resources related to pensions will be recognized as pension expense during the following fiscal years.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(10) Conduit Debt Financings

The Authority is associated with the issuance of the following tax exempt Mortgage Revenue Bonds (Bonds) and Multifamily Mortgage Revenue Note (Note) that were issued to finance various developments. In the opinion of Authority officials, these debt issuances are not and will never become general obligations of the issuer but are limited obligations of the issuer and are payable solely from the sources set forth in the debt documents. These debt instruments do not and never shall constitute a debt or indebtedness or an obligation of the issuer or the State of California (State) or any other political subdivision of the State or a loan of the faith or credit or the taxing power of any of them. These debt instruments shall not be payable from the general revenues of the issuer and in no event shall the Bonds be payable out of any funds or properties other than those specifically pledged. The City of Oxnard Housing Authority as issuer has no repayment obligation and therefore has not reflected any liability in these financial statements. As of June 30, 2015, the outstanding balances of these debt issuances are as follows:

<u>Description</u>	<u>Issue Date</u>	<u>Outstanding Final Maturity Date</u>	<u>Amount of Issue</u>	<u>Balance at June 30, 2015</u>
Sea Winds Apartment Bonds	1990	2022	\$ 3,400,000	3,175,000
Las Villas de Paseo Nuevo Note	2012	2044	<u>14,000,000</u>	<u>14,000,000</u>
Total			<u>\$17,400,000</u>	<u>17,175,000</u>

Sea Winds Apartment Bonds

This project was financed by Multifamily Revenue Bonds. It is a senior apartment complex with a twenty-percent set aside requirement for very low income. Originally the bond was for \$7,000,000. After the construction was completed, the bond amount was reduced to \$3,400,000. Therefore, when the bond matures, the project will have to be refinanced. This bond issue was issued as a tax exempt bond issue with the project being the sole source of repayment. This bond was issued to facilitate a tax-exempt issuance on behalf of Sea Wind Apartment Ltd. Partnership, who is the borrower and is obligated for repayment.

Las Villas de Paseo Nuevo Note

In February 2012, a \$14,000,000 Multifamily Mortgage Revenue Note was issued for the benefit of Paseo Nuevo Partners, LP, a California limited partnership. Paseo Nuevo Partners, LP was formed on February 1, 2012 to acquire and construct a 72 unit multifamily housing development located in Oxnard, known as Las Villas de Paseo Nuevo. This project is intended to be rented to low-income tenants and will be operated in a manner necessary to qualify for federal low income housing tax credits as provided in Section 42 of the Internal Revenue Code.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(11) Related Party Transactions

Operating Lease Agreements

The Authority entered into a lease agreement with the City of Oxnard (City) effective June 1, 2005 for use of the Multi-Service Center Building. The lease was most recently amended on September 1, 2014. Under the terms of the amended operating lease, the Authority agrees to pay the City rent at an annual rate of \$1 through June 30, 2017. The Authority subleases office space within the building to various public service organizations. All subleases are on a month-to-month basis.

The Authority entered into a lease agreement with the City dated October 1, 1979, for the use of property that provides office space for Authority employees. Under the terms of the operating lease, the Authority agrees to pay the City rent at an annual rate of \$1 for the term of October 1, 1979 to September 30, 2019.

The Authority has entered into lease agreements with various City of Oxnard programs for use of office space. Under the terms of the agreements the City of Oxnard agrees to pay the Authority rent at \$3,400 per month.

Administrative Services Provided by City

The City of Oxnard provides certain services to the Authority and will invoice the Authority monthly for these services. These monthly invoices include reimbursements for liability insurance, telephone charges, data processing and other indirect charges for accounting and legal services. The monthly charges from the City are approximately \$29,530.

Operating Subsidy from City

During the year ended June 30, 2015, the Authority received an \$80,000 operating subsidy from the City.

(12) Contingent Liabilities

The Authority is a defendant in certain legal actions arising in the normal course of operations. It is management's opinion that these actions will not have a material adverse effect on the Authority's financial position.

(13) Affordable Housing Agency Joint Powers Authority

On May 20, 2003, the Authority accepted membership into the Affordable Housing Agency (the Agency), a joint powers agreement consisting of five other housing authorities within the state of California. The Authority agreed to the terms and conditions of the Joint Powers Agreement Creating the Affordable Housing Agency,

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(13) Affordable Housing Agency Joint Powers Authority, (Continued)

which was dated March 1, 2001 and subsequently amended on May 31, 2001, and the Bylaws governing the Agency. The purpose of the Agency is to preserve and increase affordable housing assets through acquisition, development, rehabilitation and financing activities. The Agency's governing board consists of one director from each housing authority. The administrative costs of the Agency are allocated among its members each year. Upon dissolution, all surplus money will be returned to each member in proportion to contributions made during its membership. The equity interest of each member is not measurable as of June 30, 2015.

(14) Limited Partnership Agreements

Paseo Nuevo Partners, L.P.

On February 1, 2012, an Amended and Restated Agreement of Limited Partnership of Paseo Nuevo Partners, L.P. (Partnership) was entered into to construct and manage a 72 unit multifamily apartment complex for persons of low income and known as the Las Villas de Paseo Nuevo Affordable Housing Project (Project). The Project qualifies for federal low-income housing tax credits. The General Partner's percentage of interest in profits, losses and credits is 1% and per the Agreement the General Partner consists of two Co-General Partners. One of the Co-General Partners is Paseo COGP LLC, a single purpose LLC, of which the Oxnard Housing Authority is a 50% member. Paseo COGP LLC has a 75% interest in the General Partner share. The remaining 25% General Partner interest is with Las Cortes, Inc. Las Cortes, Inc. is also the Managing General Partner.

As set forth in the Agreement, the Managing General Partner will manage and control the business of the Partnership and use it best efforts to carry out the purpose of the Partnership. The Authority does not have a material equity interest in this Partnership that is reflected as an asset in the accompanying statement of net position.

Terraza de las Cortes, L.P.

On November 27, 2012, an Agreement of Limited Partnership of Tarraza de las Cortes, L.P. (Partnership) was entered into by Las Cortes, Inc., a California nonprofit public benefit corporation (General Partner), and the Housing Authority of the City of Oxnard (Limited Partner). The purpose of the Partnership is to develop certain real property into a 64 unit apartment complex to be used as rental housing for low and very low income individuals. The percentage interests in the capital, profits, losses and distributions of the Partnership are .01% for the General Partner and 99.99% for the Limited Partner.

On April 30, 2014, an Amended and Restated Agreement of Limited Partnership was entered by the Housing Authority transferring the 99.99% limited partnership interests to Hudson SLP LLC and Hudson Terraza LP. The Housing Authority's role and interest was changed to that of an Administrative General Partner with a 0.005% interest. Las Cortes, Inc. became the Managing General Partner.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(14) Limited Partnership Agreements, (Continued)

The General Partners have exclusive and complete management and control of the business of the Partnership, including the power to delegate duties and responsibilities, to sign contracts and leases, and to make all decisions in connection with the Partnership. The Authority does not have a material equity interest in this Partnership that is reflected as an asset in the accompanying statement of net position.

(15) Other Post-Employment Benefits (OPEB)

Plan Description

Employees of the Housing Authority, through the City, participate in the CALPERS medical program, which is a cost-sharing multiple employer defined benefit health care plan administered by CALPERS. Employees who retire from the City and receive a CalPERS pension are eligible for post-employment medical benefits. Retirees can enroll in any of the available CalPERS medical plans. This benefit continues for the life of the retiree and surviving spouse. Benefit provisions for CalPERS are established by the Public Employees Retirement Law (Part 3 of the California Government Code, Section 20000 et seq.).

CalPERS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office, 400 "P" Street, Sacramento, California 95814.

Funding Policy

The City contributes the minimum amount allowed under Government Code Section 22825 of the Public Employees Medical and Hospital Care Act. The City's required monthly contribution for calendar year 2015 was \$122. The required contribution is based on pay-as-you-go financing requirements. Retirees must contribute any premium amounts in excess of the City Contribution. The amount of retiree insurance premiums paid for by the City on behalf of the Housing Authority during the fiscal year was \$20,412.

The Housing Authority's net OPEB obligation as of June 30, 2015 was \$471,508. The Housing Authority's annual OPEB cost and the net OPEB obligation for the fiscal year is as follows:

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(15) Other Post-Employment Benefits (OPEB), (Continued)

Annual Required Contribution (ARC)	\$ 76,921
Interest on Net OBEP Obligation	17,101
Amortization adjustment to ARC	<u>142,667</u>
Annual OPEB Cost	236,689
Employer Contribution	<u>(20,412)</u>
Change in OPEB Obligation	216,277
Net OPEB Obligation, beginning of year, as restated	<u>255,231</u>
Net OPEB Obligation, end of year	<u><u>\$ 471,508</u></u>

Valuations as of July 1, 2013 are based on the following assumptions:

Actuarial Cost Method	Projected Unit Credit
Amortization Method	30-Year level dollar, open period
Discount Rate	4.00% per annum
Return on Assets	4.00% per annum
Pre-retirement Turnover	According to the Crocker-Sarason Table T-5 less mortality, without adjustment
Pre-retirement Mortality	RP-2000 Combined Mortality, static projection to 2012 by scale AA
Post-retirement Mortality	RP-2000 Combined Mortality, static projection to 2012 by scale AA

For further details regarding actuarial assumptions, funding progress, etc., refer to the City of Oxnard's Comprehensive Annual Financial Report.

(16) Restatement of Beginning Equity

During the year ended June 30, 2015, the Housing Authority made certain adjustments to beginning equity due to the implementation of GASB Statement No. 68 and also to record a liability for other post employments which had not been reflected in prior years.

As described in note 8 to the financial statements, employees of the Housing Authority are able to participate in the City's California Public Employees' Retirement System (CalPERS), an agent multiple-employer public employee defined benefit plan, and the City's Public Agency Retirement System Retirement Enhancement Plan (PARS), an agent multiple-employer plan. In accordance with the implementation of GASB Statement No. 68, the Housing Authority adjusted the beginning equity to reflect the pension liability balances as of the beginning of the year.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Basic Financial Statements

(Continued)

(16) Restatement of Beginning Equity, (Continued)

Housing Authority employees are also able to participate in a cost-sharing multiple employer defined benefit health care plan administered by CalPERS. Employees who retire from the Housing Authority are the eligible to receive post-employment medical benefits. Based on actuarial valuation, the City determined that \$255,351 of the outstanding liability related to Housing Authority employees as of the beginning of the year.

The following schedule summarizes the effect of these restatements:

Net position at end of year, as previously reported	\$ 18,330,376
a) Adjustment to reflect a pension liability for PARS	(2,147,794)
b) Adjustment to reflect a pension liability for CalPERS	(6,320,792)
c) Adjustment to reflect a pension liability for OPEB	<u>(255,231)</u>
Net position at beginning of year, as restated	<u>\$ 9,606,559</u>

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SUPPLEMENTAL DATA

FINANCIAL DATA SCHEDULE

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14,870 Resident Opportunity and Supportive Services	14,871 Housing Choice Vouchers	1 Business Activities	14,877 Public Housing Family Self-Sufficiency under ROSS
111 Cash - Unrestricted	\$1,294,193		\$194,634	\$329,287	
112 Cash - Restricted - Modernization and Development					
113 Cash - Other Restricted			\$106,632		
114 Cash - Tenant Security Deposits	\$210,411				
115 Cash - Restricted for Payment of Current Liabilities					
100 Total Cash	\$1,504,604	\$0	\$301,266	\$329,287	\$0
121 Accounts Receivable - PHA Projects			\$1,898		
122 Accounts Receivable - HUD Other Projects	\$197,164	\$8,454	\$75,843		\$0
124 Accounts Receivable - Other Government					
125 Accounts Receivable - Miscellaneous	\$73,899		\$24,664	\$252,163	
126 Accounts Receivable - Tenants	\$18,535		\$6,385		
126.1 Allowance for Doubtful Accounts - Tenants	\$0		-\$6,385		
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	-\$19,143	\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current					
128 Fraud Recovery	\$293,713		\$200,426		
128.1 Allowance for Doubtful Accounts - Fraud	-\$293,713		-\$200,426		
129 Accrued Interest Receivable					
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$289,598	\$8,454	\$83,262	\$252,163	\$0
131 Investments - Unrestricted	\$3,747,425		\$616,127	\$734,001	
132 Investments - Restricted	\$669,949		\$132,446		
135 Investments - Restricted for Payment of Current Liability	\$1,262		\$9,453		
142 Prepaid Expenses and Other Assets	\$51,397		\$10,773	\$7,899	
143 Inventories					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14.870 Resident Opportunity and Supportive Services	14.871 Housing Choice Vouchers	1 Business Activities	14.877 Public Housing Family Self-Sufficiency under ROSS
143.1 Allowance for Obsolete Inventories					
144 Inter Program Due From					
145 Assets Held for Sale					
150 Total Current Assets	\$6,264,235	\$8,454	\$1,153,327	\$1,323,350	\$0
161 Land	\$8,852,951			\$67,257	
162 Buildings	\$40,635,338		\$344,981	\$476,795	
163 Furniture, Equipment & Machinery - Dwellings	\$9,100				
164 Furniture, Equipment & Machinery - Administration	\$790,509		\$152,427	\$31,627	
165 Leasehold Improvements	\$1,517,858			\$7,009	
166 Accumulated Depreciation	-\$38,156,969		-\$379,402	-\$390,172	
167 Construction in Progress	\$216,416				
168 Infrastructure					
160 Total Capital Assets, Net of Accumulated Depreciation	\$13,865,203	\$0	\$118,006	\$192,516	\$0
171 Notes, Loans and Mortgages Receivable - Non-Current					
172 Notes, Loans, & Mortgages Receivable - Non Current - Past					
173 Grants Receivable - Non Current					
174 Other Assets				\$100	
176 Investments in Joint Ventures					
180 Total Non-Current Assets	\$13,865,203	\$0	\$118,006	\$192,616	\$0
200 Deferred Outflow of Resources	\$181,424		\$137,269	\$18,602	
290 Total Assets and Deferred Outflow of Resources	\$20,310,862	\$8,454	\$1,408,602	\$1,534,568	\$0

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14.870 Resident Opportunity and Supportive Services	14.871 Housing Choice Vouchers	1 Business Activities	14.877 Public Housing Family Self-Sufficiency under ROSS
311 Bank Overdraft					
312 Accounts Payable <= 90 Days	\$7,434	\$4	\$53,900	\$896	
313 Accounts Payable >90 Days Past Due				\$220	
321 Accrued Wage/Payroll Taxes Payable	\$45,228	\$7,795	\$44,555	\$3,396	\$0
322 Accrued Compensated Absences - Current Portion	\$8,391		\$10,969	\$718	
324 Accrued Contingency Liability					
325 Accrued Interest Payable	\$37,173			\$18,004	
331 Accounts Payable - HUD PHA Programs			\$377		
332 Account Payable - PHA Projects					
333 Accounts Payable - Other Government	\$138,255				
341 Tenant Security Deposits	\$210,411				
342 Unearned Revenue	\$282				
343 Current Portion of Long-term Debt - Capital	\$295,000				
344 Current Portion of Long-term Debt - Operating Borrowings					
345 Other Current Liabilities	\$10,399		\$9,453	\$2,121	
346 Accrued Liabilities - Other	\$74,427		\$1,433	\$5,137	
347 Inter Program - Due To	\$84,915	\$655	\$371	\$202	
348 Loan Liability - Current				\$269,710	
310 Total Current Liabilities	\$911,915	\$8,454	\$121,058	\$300,404	\$0
351 Long-term Debt, Net of Current - Capital Projects/Mortgage	\$2,920,000				
352 Long-term Debt, Net of Current - Operating Borrowings					
353 Non-current Liabilities - Other	\$1,054,610		\$67,344		
354 Accrued Compensated Absences - Non Current	\$118,347		\$154,682	\$10,115	
355 Loan Liability - Non Current					
356 FASB 5 Liabilities					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14.870 Resident Opportunity and Supportive Services	14.871 Housing Choice Vouchers	1 Business Activities	14.877 Public Housing Family Self-Sufficiency under ROSS
357 Accrued Pension and OPEB Liabilities	\$2,894,463		\$2,189,983	\$296,787	
350 Total Non-Current Liabilities	\$6,987,420	\$0	\$2,412,009	\$306,902	\$0
300 Total Liabilities	\$7,899,335	\$8,454	\$2,533,067	\$607,306	\$0
400 Deferred Inflow of Resources	\$580,344		\$439,093	\$59,507	
508.4 Net Investment in Capital Assets	\$13,865,203		\$118,006	\$192,516	
511.4 Restricted Net Position	\$0		\$122,228		
512.4 Unrestricted Net Position	-\$2,034,020	\$0	-\$1,803,792	\$675,239	\$0
513 Total Equity - Net Assets / Position	\$11,831,183	\$0	-\$1,563,558	\$867,755	\$0
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$20,310,862	\$8,454	\$1,408,602	\$1,534,568	\$0

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14,896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
111 Cash - Unrestricted		\$2,591	\$1,820,705		\$1,820,705
112 Cash - Restricted - Modernization and Development					
113 Cash - Other Restricted			\$106,632		\$106,632
114 Cash - Tenant Security Deposits			\$210,411		\$210,411
115 Cash - Restricted for Payment of Current Liabilities					
100 Total Cash	\$0	\$2,591	\$2,137,748	\$0	\$2,137,748
121 Accounts Receivable - PHA Projects			\$1,898		\$1,898
122 Accounts Receivable - HUD Other Projects			\$281,461		\$281,461
124 Accounts Receivable - Other Government		\$5,930	\$5,930		\$5,930
125 Accounts Receivable - Miscellaneous		\$33,163	\$383,889		\$383,889
126 Accounts Receivable - Tenants			\$24,920		\$24,920
126.1 Allowance for Doubtful Accounts - Tenants			-\$6,385		-\$6,385
126.2 Allowance for Doubtful Accounts - Other		\$0	-\$19,143		-\$19,143
127 Notes, Loans, & Mortgages Receivable - Current					
128 Fraud Recovery			\$494,139		\$494,139
128.1 Allowance for Doubtful Accounts - Fraud			-\$494,139		-\$494,139
129 Accrued Interest Receivable					
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$0	\$39,093	\$672,570	\$0	\$672,570
131 Investments - Unrestricted					
132 Investments - Restricted		\$1,509,132	\$6,606,685		\$6,606,685
135 Investments - Restricted for Payment of Current Liability			\$802,395		\$802,395
142 Prepaid Expenses and Other Assets			\$10,715		\$10,715
143 Inventories		\$19,862	\$89,931		\$89,931
143.1 Allowance for Obsolete Inventories					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14,896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
144 Inter Program Due From		\$86,143	\$86,143	-\$86,143	\$0
145 Assets Held for Sale					
150 Total Current Assets	\$0	\$1,656,821	\$10,406,187	-\$86,143	\$10,320,044
161 Land			\$8,920,208		\$8,920,208
162 Buildings		\$277,947	\$41,735,061		\$41,735,061
163 Furniture, Equipment & Machinery - Dwellings		\$10,623	\$19,723		\$19,723
164 Furniture, Equipment & Machinery - Administration		\$1,020,445	\$1,995,008		\$1,995,008
165 Leasehold Improvements		\$21,731	\$1,546,598		\$1,546,598
166 Accumulated Depreciation		-\$1,126,972	-\$40,053,515		-\$40,053,515
167 Construction in Progress			\$216,416		\$216,416
168 Infrastructure					
160 Total Capital Assets, Net of Accumulated Depreciation	\$0	\$203,774	\$14,379,499	\$0	\$14,379,499
171 Notes, Loans and Mortgages Receivable - Non-Current					
172 Notes, Loans, & Mortgages Receivable - Non Current - Past					
173 Grants Receivable - Non Current					
174 Other Assets			\$100		\$100
176 Investments in Joint Ventures					
180 Total Non-Current Assets	\$0	\$203,774	\$14,379,599	\$0	\$14,379,599
200 Deferred Outflow of Resources		\$152,250	\$489,545		\$489,545
290 Total Assets and Deferred Outflow of Resources	\$0	\$2,012,845	\$25,275,331	-\$86,143	\$25,189,188
311 Bank Overdraft					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14,896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
312 Accounts Payable <= 90 Days		\$1,540	\$63,774		\$63,774
313 Accounts Payable >90 Days Past Due			\$220		\$220
321 Accrued Wage/Payroll Taxes Payable		\$35,052	\$136,026		\$136,026
322 Accrued Compensated Absences - Current Portion		\$14,190	\$34,268		\$34,268
324 Accrued Contingency Liability					
325 Accrued Interest Payable			\$55,177		\$55,177
331 Accounts Payable - HUD PHA Programs			\$377		\$377
332 Account Payable - PHA Projects					
333 Accounts Payable - Other Government			\$138,255		\$138,255
341 Tenant Security Deposits			\$210,411		\$210,411
342 Unearned Revenue			\$282		\$282
343 Current Portion of Long-term Debt - Capital			\$295,000		\$295,000
344 Current Portion of Long-term Debt - Operating Borrowings					
345 Other Current Liabilities			\$21,973		\$21,973
346 Accrued Liabilities - Other		\$358	\$81,355		\$81,355
347 Inter Program - Due To			\$86,143	-\$86,143	\$0
348 Loan Liability - Current			\$269,710		\$269,710
310 Total Current Liabilities	\$0	\$51,140	\$1,392,971	-\$86,143	\$1,306,828
351 Long-term Debt, Net of Current - Capital Projects/Mortgage			\$2,920,000		\$2,920,000
352 Long-term Debt, Net of Current - Operating Borrowings					
353 Non-current Liabilities - Other			\$1,121,954		\$1,121,954
354 Accrued Compensated Absences - Non Current		\$200,116	\$483,260		\$483,260
355 Loan Liability - Non Current					
356 FASB 5 Liabilities					
357 Accrued Pension and OPEB Liabilities		\$2,428,975	\$7,810,208		\$7,810,208

Housing Authority of the City of Oxnard (CA031)
 Oxnard, CA

Entity Wide Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14,896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
350 Total Non-Current Liabilities	\$0	\$2,629,091	\$12,335,422	\$0	\$12,335,422
300 Total Liabilities	\$0	\$2,680,231	\$13,728,393	-\$86,143	\$13,642,250
400 Deferred Inflow of Resources		\$487,013	\$1,565,957		\$1,565,957
508.4 Net Investment in Capital Assets		\$203,774	\$14,379,499		\$14,379,499
511.4 Restricted Net Position			\$122,228		\$122,228
512.4 Unrestricted Net Position	\$0	-\$1,358,173	-\$4,520,746		-\$4,520,746
513 Total Equity - Net Assets / Position	\$0	-\$1,154,399	\$9,980,981	\$0	\$9,980,981
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$0	\$2,012,845	\$25,275,331	-\$86,143	\$25,189,188

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14.870 Resident Opportunity and Supportive Services	14.871 Housing Choice Vouchers	1 Business Activities	14.877 Public Housing Family Self-Sufficiency under ROSS
70300 Net Tenant Rental Revenue	\$4,274,047				
70400 Tenant Revenue - Other	\$111,156				
70500 Total Tenant Revenue	\$4,385,203	\$0	\$0	\$0	\$0
70600 HUD PHA Operating Grants	\$1,693,843	\$73,546	\$15,962,199		\$67,991
70610 Capital Grants	\$839,149				
70710 Management Fee					
70720 Asset Management Fee					
70730 Book Keeping Fee					
70740 Front Line Service Fee					
70750 Other Fees					
70700 Total Fee Revenue					
70800 Other Government Grants				\$80,000	
71100 Investment Income - Unrestricted	\$10,380		\$1,598	\$1,752	
71200 Mortgage Interest Income					
71300 Proceeds from Disposition of Assets Held for Sale					
71310 Cost of Sale of Assets					
71400 Fraud Recovery	\$7,243		\$63,363		
71500 Other Revenue	\$69,174		\$19,951	\$529,504	
71600 Gain or Loss on Sale of Capital Assets					
72000 Investment Income - Restricted	\$64		\$0		
70000 Total Revenue	\$7,005,056	\$73,546	\$16,047,111	\$611,256	\$67,991
91100 Administrative Salaries	\$520,456		\$723,519	\$96,310	

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14.870 Resident Opportunity and Supportive Services	14.871 Housing Choice Vouchers	1 Business Activities	14.877 Public Housing Family Self-Sufficiency under ROSS
91200 Auditing Fees	\$12,914		\$30,379		
91300 Management Fee	\$765,344				
91310 Book-keeping Fee	\$59,558				
91400 Advertising and Marketing	\$2,219		\$697		
91500 Employee Benefit contributions - Administrative	\$352,111		\$482,350	\$59,744	
91600 Office Expenses	\$155,855	\$8,142	\$142,920	\$10,109	
91700 Legal Expense	\$825				
91800 Travel	\$1,110		\$4,439	\$4,231	
91810 Allocated Overhead					
91900 Other	\$67,773		\$18,586	\$1,342	
91000 Total Operating - Administrative	\$1,938,165	\$8,142	\$1,402,890	\$171,736	\$0
92000 Asset Management Fee	\$92,640				
92100 Tenant Services - Salaries		\$22,047	\$13,215		\$45,547
92200 Relocation Costs					
92300 Employee Benefit Contributions - Tenant Services		\$23,725	\$8,182		\$21,280
92400 Tenant Services - Other	\$22,681	\$1,053			
92500 Total Tenant Services	\$22,681	\$46,825	\$21,397	\$0	\$66,827
93100 Water	\$332,043		\$507	\$4,914	
93200 Electricity	\$153,558		\$11,920	\$35,274	
93300 Gas	\$36,696		\$441	\$6,013	
93400 Fuel					
93500 Labor					
93600 Sewer	\$212,879		\$184	\$2,712	
93700 Employee Benefit Contributions - Utilities					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14.870 Resident Opportunity and Supportive Services	14.871 Housing Choice Vouchers	1 Business Activities	14.877 Public Housing Family Self-Sufficiency under ROSS
93800 Other Utilities Expense					
93000 Total Utilities	\$735,176	\$0	\$13,052	\$48,913	\$0
94100 Ordinary Maintenance and Operations - Labor	\$304,060		\$4,937	\$21,694	
94200 Ordinary Maintenance and Operations - Materials and	\$171,247		\$5,729	\$2,898	
94300 Ordinary Maintenance and Operations Contracts	\$980,181		\$29,424	\$35,279	
94500 Employee Benefit Contributions - Ordinary Maintenance	\$122,612		\$1,819	\$8,472	
94000 Total Maintenance	\$1,578,100	\$0	\$41,909	\$68,343	\$0
95100 Protective Services - Labor					
95200 Protective Services - Other Contract Costs	\$27,976		\$2,810	\$2,926	
95300 Protective Services - Other					
95500 Employee Benefit Contributions - Protective Services					
95000 Total Protective Services	\$27,976	\$0	\$2,810	\$2,926	\$0
96110 Property Insurance	\$148,458		\$2,720	\$2,658	
96120 Liability Insurance	\$94,532		\$21,570	\$5,567	
96130 Workmen's Compensation	\$120,437		\$19,988	\$10,282	
96140 All Other Insurance	\$18,835		\$1,024	\$474	
96100 Total insurance Premiums	\$382,262	\$0	\$45,302	\$18,981	\$0
96200 Other General Expenses	\$3,180				
96210 Compensated Absences	\$81,546	\$18,579	\$115,665	-\$28,447	\$1,164
96300 Payments in Lieu of Taxes	\$84,853				
96400 Bad debt - Tenant Rents	\$14,282				
96500 Bad debt - Mortgages					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14.870 Resident Opportunity and Supportive Services	14.871 Housing Choice Vouchers	1 Business Activities	14.877 Public Housing Family Self-Sufficiency under ROSS
96600 Bad debt - Other			-\$343		
96800 Severance Expense					
96000 Total Other General Expenses	\$183,861	\$18,579	\$115,322	-\$28,447	\$1,164
96710 Interest of Mortgage (or Bonds) Payable	\$157,300				
96720 Interest on Notes Payable (Short and Long Term)	\$0			\$18,004	
96730 Amortization of Bond Issue Costs					
96700 Total Interest Expense and Amortization Cost	\$157,300	\$0	\$0	\$18,004	\$0
96900 Total Operating Expenses	\$5,118,161	\$73,546	\$1,642,682	\$300,456	\$67,991
97000 Excess of Operating Revenue over Operating Expenses	\$1,886,895	\$0	\$14,404,429	\$310,800	\$0
97100 Extraordinary Maintenance					
97200 Casualty Losses - Non-capitalized	\$240			\$3,875	
97300 Housing Assistance Payments			\$15,223,451		
97350 HAP Portability-In					
97400 Depreciation Expense	\$929,067		\$34,170	\$22,448	
97500 Fraud Losses					
97600 Capital Outlays - Governmental Funds					
97700 Debt Principal Payment - Governmental Funds					
97800 Dwelling Units Rent Expense					
90000 Total Expenses	\$6,047,468	\$73,546	\$16,900,303	\$326,779	\$67,991
10010 Operating Transfer In	\$357,441				
10020 Operating transfer Out	-\$357,441				

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14.870 Resident Opportunity and Supportive Services	14.871 Housing Choice Vouchers	1 Business Activities	14.877 Public Housing Family Self-Sufficiency under ROSS
10030 Operating Transfers from/to Primary Government					
10040 Operating Transfers from/to Component Unit					
10050 Proceeds from Notes, Loans and Bonds					
10060 Proceeds from Property Sales					
10070 Extraordinary Items, Net Gain/Loss					
10080 Special Items (Net Gain/Loss)					
10091 Inter Project Excess Cash Transfer In	\$200,000				
10092 Inter Project Excess Cash Transfer Out	-\$200,000				
10093 Transfers between Program and Project - In					
10094 Transfers between Project and Program - Out					
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$957,588	\$0	-\$853,192	\$284,477	\$0
11020 Required Annual Debt Principal Payments	\$280,000	\$0	\$0	\$0	\$0
11030 Beginning Equity	\$14,106,643	\$0	\$1,904,075	\$971,124	\$0
11040 Prior Period Adjustments, Equity Transfers and Correction	-\$3,233,048		-\$2,614,441	-\$387,846	
11050 Changes in Compensated Absence Balance					
11060 Changes in Contingent Liability Balance					
11070 Changes in Unrecognized Pension Transition Liability					
11080 Changes in Special Term/Severance Benefits Liability					
11090 Changes in Allowance for Doubtful Accounts - Dwelling					
11100 Changes in Allowance for Doubtful Accounts - Other			-\$1,685,786		
11170 Administrative Fee Equity					
11180 Housing Assistance Payments Equity			\$122,228		

Housing Authority of the City of Oxnard (CA031)
 Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	Project Total	14,870 Resident Opportunity and Supportive Services	14,871 Housing Choice Vouchers	1 Business Activities	14,877 Public Housing Family Self-Sufficiency under ROSS
11190 Unit Months Available	8090	0	21673	0	
11210 Number of Unit Months Leased	7942	0	19347	0	
11270 Excess Cash	\$4,216,309				
11610 Land Purchases	\$0				
11620 Building Purchases	\$551,388				
11630 Furniture & Equipment - Dwelling Purchases	\$0				
11640 Furniture & Equipment - Administrative Purchases	\$7,761				
11650 Leasehold Improvements Purchases	\$0				
11660 Infrastructure Purchases	\$0				
13510 CFFP Debt Service Payments	\$477,342				
13901 Replacement Housing Factor Funds	\$0				

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14,896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
70300 Net Tenant Rental Revenue		\$0	\$4,274,047		\$4,274,047
70400 Tenant Revenue - Other			\$111,156		\$111,156
70500 Total Tenant Revenue	\$0	\$0	\$4,385,203	\$0	\$4,385,203
70600 HUD PHA Operating Grants	\$56,330		\$17,853,909		\$17,853,909
70610 Capital Grants			\$839,149		\$839,149
70710 Management Fee		\$765,344	\$765,344	-\$765,344	\$0
70720 Asset Management Fee		\$92,640	\$92,640	-\$92,640	\$0
70730 Book Keeping Fee		\$59,558	\$59,558	-\$59,558	\$0
70740 Front Line Service Fee					
70750 Other Fees		\$624,790	\$624,790	-\$587,053	\$37,737
70700 Total Fee Revenue		\$1,542,332	\$1,542,332	-\$1,504,595	\$37,737
70800 Other Government Grants			\$80,000		\$80,000
71100 Investment Income - Unrestricted		\$3,053	\$16,783		\$16,783
71200 Mortgage Interest Income					
71300 Proceeds from Disposition of Assets Held for Sale					
71310 Cost of Sale of Assets					
71400 Fraud Recovery			\$70,606		\$70,606
71500 Other Revenue		\$56,523	\$675,152		\$675,152
71600 Gain or Loss on Sale of Capital Assets					
72000 Investment Income - Restricted			\$64		\$64
70000 Total Revenue	\$56,330	\$1,601,908	\$25,463,198	-\$1,504,595	\$23,958,603
91100 Administrative Salaries		\$440,824	\$1,781,109		\$1,781,109
91200 Auditing Fees		\$1,382	\$44,675		\$44,675

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14,896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
91300 Management Fee			\$765,344	-\$765,344	\$0
91310 Book-keeping Fee			\$59,558	-\$59,558	\$0
91400 Advertising and Marketing			\$2,916		\$2,916
91500 Employee Benefit contributions - Administrative		\$293,082	\$1,187,287		\$1,187,287
91600 Office Expenses		\$109,456	\$426,482		\$426,482
91700 Legal Expense			\$825		\$825
91800 Travel		\$1,633	\$11,413		\$11,413
91810 Allocated Overhead					
91900 Other		\$475	\$88,176	-\$800	\$87,376
91000 Total Operating - Administrative	\$0	\$846,852	\$4,367,765	-\$825,702	\$3,542,083
92000 Asset Management Fee			\$92,640	-\$92,640	\$0
92100 Tenant Services - Salaries	\$37,307		\$118,116		\$118,116
92200 Relocation Costs					
92300 Employee Benefit Contributions - Tenant Services	\$19,023		\$72,210		\$72,210
92400 Tenant Services - Other			\$23,734	-\$400	\$23,334
92500 Total Tenant Services	\$56,330	\$0	\$214,060	-\$400	\$213,660
93100 Water		\$1,713	\$339,177		\$339,177
93200 Electricity		\$19,518	\$220,270		\$220,270
93300 Gas		\$498	\$43,648		\$43,648
93400 Fuel					
93500 Labor					
93600 Sewer		\$508	\$216,283		\$216,283
93700 Employee Benefit Contributions - Utilities					
93800 Other Utilities Expense					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14,896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
93000 Total Utilities	\$0	\$22,237	\$819,378	\$0	\$819,378
94100 Ordinary Maintenance and Operations - Labor		\$281,882	\$612,573		\$612,573
94200 Ordinary Maintenance and Operations - Materials and		\$16,151	\$196,025		\$196,025
94300 Ordinary Maintenance and Operations Contracts		\$20,031	\$1,064,915	-\$570,088	\$494,827
94500 Employee Benefit Contributions - Ordinary Maintenance		\$125,464	\$258,367		\$258,367
94000 Total Maintenance	\$0	\$443,528	\$2,131,880	-\$570,088	\$1,561,792
95100 Protective Services - Labor					
95200 Protective Services - Other Contract Costs		\$5,376	\$39,088	-\$15,765	\$23,323
95300 Protective Services - Other					
95500 Employee Benefit Contributions - Protective Services					
95000 Total Protective Services	\$0	\$5,376	\$39,088	-\$15,765	\$23,323
96110 Property Insurance		\$14,507	\$168,343		\$168,343
96120 Liability Insurance		\$2,317	\$123,986		\$123,986
96130 Workmen's Compensation		\$141,126	\$291,833		\$291,833
96140 All Other Insurance		\$1,576	\$21,909		\$21,909
96100 Total insurance Premiums	\$0	\$159,526	\$606,071	\$0	\$606,071
96200 Other General Expenses			\$3,180		\$3,180
96210 Compensated Absences		\$66,583	\$255,090		\$255,090
96300 Payments in Lieu of Taxes			\$84,853		\$84,853
96400 Bad debt - Tenant Rents			\$14,282		\$14,282
96500 Bad debt - Mortgages					
96600 Bad debt - Other			-\$343		-\$343

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14,896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
96800 Severance Expense					
96000 Total Other General Expenses	\$0	\$66,583	\$357,062	\$0	\$357,062
96710 Interest of Mortgage (or Bonds) Payable			\$157,300		\$157,300
96720 Interest on Notes Payable (Short and Long Term)			\$18,004		\$18,004
96730 Amortization of Bond Issue Costs					
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$175,304	\$0	\$175,304
96900 Total Operating Expenses	\$56,330	\$1,544,102	\$8,803,268	-\$1,504,595	\$7,298,673
97000 Excess of Operating Revenue over Operating Expenses	\$0	\$57,806	\$16,659,930	\$0	\$16,659,930
97100 Extraordinary Maintenance					
97200 Casualty Losses - Non-capitalized			\$4,115		\$4,115
97300 Housing Assistance Payments			\$15,223,451		\$15,223,451
97350 HAP Portability-In					
97400 Depreciation Expense		\$72,257	\$1,057,942		\$1,057,942
97500 Fraud Losses					
97600 Capital Outlays - Governmental Funds					
97700 Debt Principal Payment - Governmental Funds					
97800 Dwelling Units Rent Expense					
90000 Total Expenses	\$56,330	\$1,616,359	\$25,088,776	-\$1,504,595	\$23,584,181
10010 Operating Transfer In			\$357,441		\$0
10020 Operating transfer Out			-\$357,441		\$0
10030 Operating Transfers from/to Primary Government					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14,896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
10040 Operating Transfers from/to Component Unit					
10050 Proceeds from Notes, Loans and Bonds					
10060 Proceeds from Property Sales					
10070 Extraordinary Items, Net Gain/Loss					
10080 Special Items (Net Gain/Loss)					
10091 Inter Project Excess Cash Transfer In			\$200,000	-\$200,000	\$0
10092 Inter Project Excess Cash Transfer Out			-\$200,000	\$200,000	\$0
10093 Transfers between Program and Project - In					
10094 Transfers between Project and Program - Out					
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$0	-\$14,451	\$374,422	\$0	\$374,422
11020 Required Annual Debt Principal Payments	\$0	\$0	\$280,000		\$280,000
11030 Beginning Equity	\$0	\$1,348,534	\$18,330,376		\$18,330,376
11040 Prior Period Adjustments, Equity Transfers and Correction		-\$2,488,482	-\$8,723,817		-\$8,723,817
11050 Changes in Compensated Absence Balance					
11060 Changes in Contingent Liability Balance					
11070 Changes in Unrecognized Pension Transition Liability					
11080 Changes in Special Term/Severance Benefits Liability					
11090 Changes in Allowance for Doubtful Accounts - Dwelling					
11100 Changes in Allowance for Doubtful Accounts - Other					
11170 Administrative Fee Equity			-\$1,685,786		-\$1,685,786
11180 Housing Assistance Payments Equity			\$122,228		\$122,228
11190 Unit Months Available		0	29763		29763

Housing Authority of the City of Oxnard (CA031)
 Oxnard, CA

Entity Wide Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	14.896 PIH Family Self-Sufficiency Program	COCC	Subtotal	ELIM	Total
11210 Number of Unit Months Leased		0	27289		27289
11270 Excess Cash			\$4,216,309		\$4,216,309
11610 Land Purchases		\$0	\$0		\$0
11620 Building Purchases		\$0	\$551,388		\$551,388
11630 Furniture & Equipment - Dwelling Purchases		\$0	\$0		\$0
11640 Furniture & Equipment - Administrative Purchases		\$0	\$7,761		\$7,761
11650 Leasehold Improvements Purchases		\$0	\$0		\$0
11660 Infrastructure Purchases		\$0	\$0		\$0
13510 CFFP Debt Service Payments		\$0	\$477,342		\$477,342
13901 Replacement Housing Factor Funds		\$0	\$0		\$0

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000001	CA031000002	CA031000003	CA031000004	CA031000005
111 Cash - Unrestricted	\$347,376	\$226,082	\$221,573	\$77,997	\$51,907
112 Cash - Restricted - Modernization and Development					
113 Cash - Other Restricted					
114 Cash - Tenant Security Deposits	\$58,636	\$36,012	\$25,300	\$32,140	\$6,832
115 Cash - Restricted for Payment of Current Liabilities					
100 Total Cash	\$406,012	\$262,094	\$246,873	\$110,137	\$58,739
121 Accounts Receivable - PHA Projects					
122 Accounts Receivable - HUD Other Projects	\$135	\$93	\$124	\$74,952	\$47
124 Accounts Receivable - Other Government					
125 Accounts Receivable - Miscellaneous	\$60,488	\$1,578	\$2,358	\$3,438	\$782
126 Accounts Receivable - Tenants	\$4,030	\$6,977	\$581		\$1,331
126.1 Allowance for Doubtful Accounts - Tenants	\$0	\$0	\$0		\$0
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0	\$0	\$0	\$0
127 Notes, Loans, & Mortgages Receivable - Current					
128 Fraud Recovery	\$148,692		\$18,129	\$7,573	\$21,811
128.1 Allowance for Doubtful Accounts - Fraud	-\$148,692		-\$18,129	-\$7,573	-\$21,811
129 Accrued Interest Receivable					
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$64,653	\$8,648	\$3,063	\$78,390	\$2,160
131 Investments - Unrestricted	\$927,273	\$582,122	\$619,632	\$696,137	\$188,126
132 Investments - Restricted	\$18,306	\$20,004	\$345,758	\$284,211	
135 Investments - Restricted for Payment of Current Liability					
142 Prepaid Expenses and Other Assets	\$12,340	\$5,255	\$6,366	\$8,844	\$4,272
143 Inventories					
143.1 Allowance for Obsolete Inventories					
144 Inter Program Due From					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000001	CA031000002	CA031000003	CA031000004	CA031000005
145 Assets Held for Sale					
150 Total Current Assets	\$1,428,584	\$878,123	\$1,221,692	\$1,177,719	\$253,297
161 Land	\$4,048,063	\$928,550	\$781,096	\$1,816,780	\$52,051
162 Buildings	\$5,641,869	\$3,626,864	\$5,445,781	\$9,935,007	\$2,451,797
163 Furniture, Equipment & Machinery - Dwellings		\$7,922			
164 Furniture, Equipment & Machinery - Administration	\$231,607	\$102,423	\$130,727	\$152,555	\$73,731
165 Leasehold Improvements		\$639	\$164,729	\$106,979	\$12,483
166 Accumulated Depreciation	-\$5,738,484	-\$3,293,922	-\$5,608,001	-\$9,917,614	-\$2,154,925
167 Construction in Progress		\$139	\$2,511	\$80,729	
168 Infrastructure					
160 Total Capital Assets, Net of Accumulated Depreciation	\$4,183,055	\$1,372,615	\$916,843	\$2,174,436	\$435,137
171 Notes, Loans and Mortgages Receivable - Non-Current					
172 Notes, Loans, & Mortgages Receivable - Non Current - Past					
173 Grants Receivable - Non Current					
174 Other Assets					
176 Investments in Joint Ventures					
180 Total Non-Current Assets	\$4,183,055	\$1,372,615	\$916,843	\$2,174,436	\$435,137
200 Deferred Outflow of Resources	\$57,669	\$24,085	\$18,554	\$23,841	\$10,476
290 Total Assets and Deferred Outflow of Resources	\$5,669,308	\$2,274,823	\$2,157,089	\$3,375,996	\$698,910
311 Bank Overdraft					
312 Accounts Payable <= 90 Days	\$5,290	\$201	\$215	\$605	\$40
313 Accounts Payable >90 Days Past Due					
321 Accrued Wage/Payroll Taxes Payable	\$10,208	\$4,517	\$5,023	\$9,916	\$2,532

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000001	CA031000002	CA031000003	CA031000004	CA031000005
322 Accrued Compensated Absences - Current Portion	\$2,482	\$718	\$1,172	\$1,198	\$376
324 Accrued Contingency Liability					
325 Accrued Interest Payable			\$20,445	\$16,728	
331 Accounts Payable - HUD PHA Programs					
332 Account Payable - PHA Projects					
333 Accounts Payable - Other Government	\$37,793	\$12,785	\$9,721	\$21,629	\$6,761
341 Tenant Security Deposits	\$58,636	\$36,012	\$25,300	\$32,140	\$6,832
342 Unearned Revenue				\$282	
343 Current Portion of Long-term Debt - Capital			\$162,250	\$132,750	
344 Current Portion of Long-term Debt - Operating Borrowings					
345 Other Current Liabilities	\$0	\$0	\$0	\$3,213	
346 Accrued Liabilities - Other	\$19,256	\$11,608	\$10,273	\$11,575	\$3,227
347 Inter Program - Due To	\$34,864	\$5,774	\$1,311	\$3,513	\$6,290
348 Loan Liability - Current					
310 Total Current Liabilities	\$168,529	\$71,615	\$235,710	\$233,549	\$26,058
351 Long-term Debt, Net of Current - Capital Projects/Mortgage			\$1,606,000	\$1,314,000	
352 Long-term Debt, Net of Current - Operating Borrowings					
353 Non-current Liabilities - Other	\$355,999	\$149,894	\$91,055	\$131,267	\$64,945
354 Accrued Compensated Absences - Non Current	\$35,007	\$10,120	\$16,534	\$16,900	\$5,303
355 Loan Liability - Non Current					
356 FASB 5 Liabilities					
357 Accrued Pension and OPEB Liabilities	\$920,042	\$384,261	\$296,006	\$380,359	\$167,138
350 Total Non-Current Liabilities	\$1,311,048	\$544,275	\$2,009,595	\$1,842,526	\$237,386
300 Total Liabilities	\$1,479,577	\$615,890	\$2,245,305	\$2,076,075	\$263,444
400 Deferred Inflow of Resources	\$184,469	\$77,044	\$59,350	\$76,261	\$33,512

Housing Authority of the City of Oxnard (CA031)
 Oxnard, CA

Project Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000001	CA031000002	CA031000003	CA031000004	CA031000005
508.4 Net Investment in Capital Assets	\$4,183,055	\$1,372,615	\$916,843	\$2,174,436	\$435,137
511.4 Restricted Net Position					
512.4 Unrestricted Net Position	-\$177,793	\$209,274	-\$1,064,409	-\$950,776	-\$33,183
513 Total Equity - Net Assets / Position	\$4,005,262	\$1,581,889	-\$147,566	\$1,223,660	\$401,954
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$5,669,308	\$2,274,823	\$2,157,089	\$3,375,996	\$698,910

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000007	CA031000008	CA031009999	OTHER PROJ	Total
111 Cash - Unrestricted	\$329,234	\$40,024	\$0	\$0	\$1,294,193
112 Cash - Restricted - Modernization and Development					
113 Cash - Other Restricted					
114 Cash - Tenant Security Deposits	\$35,971	\$15,520			\$210,411
115 Cash - Restricted for Payment of Current Liabilities					
100 Total Cash	\$365,205	\$55,544	\$0	\$0	\$1,504,604
121 Accounts Receivable - PHA Projects					
122 Accounts Receivable - HUD Other Projects	\$121,751	\$62			\$197,164
124 Accounts Receivable - Other Government					
125 Accounts Receivable - Miscellaneous	\$3,289	\$1,966			\$73,899
126 Accounts Receivable - Tenants	\$2,380	\$3,236	\$0		\$18,535
126.1 Allowance for Doubtful Accounts - Tenants	\$0	\$0			\$0
126.2 Allowance for Doubtful Accounts - Other	\$0	\$0			\$0
127 Notes, Loans, & Mortgages Receivable - Current					
128 Fraud Recovery	\$97,508				\$293,713
128.1 Allowance for Doubtful Accounts - Fraud	-\$97,508				-\$293,713
129 Accrued Interest Receivable					
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$127,420	\$5,264	\$0	\$0	\$289,598
131 Investments - Unrestricted	\$240,907	\$493,228			\$3,747,425
132 Investments - Restricted	\$1,670				\$669,949
135 Investments - Restricted for Payment of Current Liability	\$1,262				\$1,262
142 Prepaid Expenses and Other Assets	\$9,414	\$4,906			\$51,397
143 Inventories					
143.1 Allowance for Obsolete Inventories					
144 Inter Program Due From					
145 Assets Held for Sale					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000007	CA031000008	CA031009999	OTHER PROJ	Total
150 Total Current Assets	\$745,878	\$558,942	\$0	\$0	\$6,264,235
161 Land	\$914,678	\$311,733			\$8,852,951
162 Buildings	\$6,515,740	\$7,018,280			\$40,635,338
163 Furniture, Equipment & Machinery - Dwellings		\$1,178			\$9,100
164 Furniture, Equipment & Machinery - Administration	\$38,756	\$60,710			\$790,509
165 Leasehold Improvements	\$1,229,574	\$3,454			\$1,517,858
166 Accumulated Depreciation	-\$5,519,818	-\$5,924,205			-\$38,156,969
167 Construction in Progress	\$131,652	\$1,385			\$216,416
168 Infrastructure					
160 Total Capital Assets, Net of Accumulated Depreciation	\$3,310,582	\$1,472,535	\$0	\$0	\$13,865,203
171 Notes, Loans and Mortgages Receivable - Non-Current					
172 Notes, Loans, & Mortgages Receivable - Non Current - Past					
173 Grants Receivable - Non Current					
174 Other Assets					
176 Investments in Joint Ventures					
180 Total Non-Current Assets	\$3,310,582	\$1,472,535	\$0	\$0	\$13,865,203
200 Deferred Outflow of Resources	\$30,057	\$16,742			\$181,424
290 Total Assets and Deferred Outflow of Resources	\$4,086,517	\$2,048,219	\$0	\$0	\$20,310,862
311 Bank Overdraft					
312 Accounts Payable <= 90 Days	\$985	\$98			\$7,434
313 Accounts Payable >90 Days Past Due					
321 Accrued Wage/Payroll Taxes Payable	\$8,658	\$4,374			\$45,228
322 Accrued Compensated Absences - Current Portion	\$1,751	\$694			\$8,391

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000007	CA031000008	CA031009999	OTHER PROJ	Total
324 Accrued Contingency Liability					
325 Accrued Interest Payable					\$37,173
331 Accounts Payable - HUD PHA Programs					
332 Account Payable - PHA Projects					
333 Accounts Payable - Other Government	\$17,568	\$31,998			\$138,255
341 Tenant Security Deposits	\$35,971	\$15,520			\$210,411
342 Unearned Revenue					\$282
343 Current Portion of Long-term Debt - Capital					\$295,000
344 Current Portion of Long-term Debt - Operating Borrowings					
345 Other Current Liabilities	\$7,186				\$10,399
346 Accrued Liabilities - Other	\$12,831	\$5,657			\$74,427
347 Inter Program - Due To	\$12,507	\$20,656			\$84,915
348 Loan Liability - Current					
310 Total Current Liabilities	\$97,457	\$78,997	\$0	\$0	\$911,915
351 Long-term Debt, Net of Current - Capital Projects/Mortgage					\$2,920,000
352 Long-term Debt, Net of Current - Operating Borrowings					
353 Non-current Liabilities - Other	\$131,560	\$129,890			\$1,054,610
354 Accrued Compensated Absences - Non Current	\$24,696	\$9,787			\$118,347
355 Loan Liability - Non Current					
356 FASB 5 Liabilities					
357 Accrued Pension and OPEB Liabilities	\$479,547	\$267,110			\$2,894,463
350 Total Non-Current Liabilities	\$635,803	\$406,787	\$0	\$0	\$6,987,420
300 Total Liabilities	\$733,260	\$485,784	\$0	\$0	\$7,899,335
400 Deferred Inflow of Resources	\$96,152	\$53,556			\$580,344

Housing Authority of the City of Oxnard (CA031)
 Oxnard, CA

Project Balance Sheet Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000007	CA031000008	CA031009999	OTHER PROJ	Total
508.4 Net Investment in Capital Assets	\$3,310,582	\$1,472,535	\$0	\$0	\$13,865,203
511.4 Restricted Net Position			\$0	\$0	\$0
512.4 Unrestricted Net Position	-\$53,477	\$36,344	\$0	\$0	-\$2,034,020
513 Total Equity - Net Assets / Position	\$3,257,105	\$1,508,879	\$0	\$0	\$11,831,183
600 Total Liabilities, Deferred Inflows of Resources and Equity -	\$4,086,517	\$2,048,219	\$0	\$0	\$20,310,862

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000001	CA031000002	CA031000003	CA031000004	CA031000005
70300 Net Tenant Rental Revenue	\$975,261	\$744,949	\$599,756	\$631,464	\$157,234
70400 Tenant Revenue - Other	\$26,983	\$13,283	\$10,030	\$14,550	\$8,696
70500 Total Tenant Revenue	\$1,002,244	\$758,232	\$609,786	\$646,014	\$165,930
70600 HUD PHA Operating Grants	\$602,643	\$135,067	\$137,107	\$231,693	\$184,871
70610 Capital Grants	\$1,538	\$1,172	\$157,233	\$207,549	\$1,414
70710 Management Fee					
70720 Asset Management Fee					
70730 Book Keeping Fee					
70740 Front Line Service Fee					
70750 Other Fees					
70700 Total Fee Revenue					
70800 Other Government Grants					
71100 Investment Income - Unrestricted	\$2,389	\$1,611	\$1,952	\$1,622	\$445
71200 Mortgage Interest Income					
71300 Proceeds from Disposition of Assets Held for Sale					
71310 Cost of Sale of Assets					
71400 Fraud Recovery	\$5,635			\$320	\$235
71500 Other Revenue	\$5,130	\$1,846	\$1,379	\$56,311	\$819
71600 Gain or Loss on Sale of Capital Assets					
72000 Investment Income - Restricted	\$0	\$0	\$35	\$29	
70000 Total Revenue	\$1,619,579	\$897,928	\$907,492	\$1,143,538	\$353,714
91100 Administrative Salaries	\$115,394	\$70,672	\$59,794	\$86,598	\$34,587
91200 Auditing Fees	\$4,293	\$1,658	\$1,160	\$1,658	\$829
91300 Management Fee	\$199,004	\$109,872	\$77,278	\$109,798	\$52,366

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000001	CA031000002	CA031000003	CA031000004	CA031000005
91310 Book-keeping Fee	\$13,657	\$8,925	\$6,285	\$8,918	\$4,200
91400 Advertising and Marketing	\$243	\$144	\$292	\$417	\$72
91500 Employee Benefit contributions - Administrative	\$81,541	\$50,289	\$42,465	\$55,096	\$22,327
91600 Office Expenses	\$42,442	\$19,745	\$11,521	\$21,932	\$14,627
91700 Legal Expense	\$825				
91800 Travel	\$351	\$146	\$102	\$146	\$73
91810 Allocated Overhead					
91900 Other	\$16,349	\$9,911	\$6,937	\$9,793	\$4,939
91000 Total Operating - Administrative	\$474,099	\$271,362	\$205,834	\$294,356	\$134,020
92000 Asset Management Fee	\$30,240	\$12,000	\$8,400	\$12,000	\$6,000
92100 Tenant Services - Salaries					
92200 Relocation Costs					
92300 Employee Benefit Contributions - Tenant Services					
92400 Tenant Services - Other	\$3,724	\$2,101	\$1,464	\$5,361	\$2,922
92500 Total Tenant Services	\$3,724	\$2,101	\$1,464	\$5,361	\$2,922
93100 Water	\$94,147	\$46,405	\$39,179	\$49,340	\$8,409
93200 Electricity	\$11,869	\$9,739	\$6,023	\$17,817	\$31,579
93300 Gas	\$1,387	\$171	\$102	\$1,429	\$10,745
93400 Fuel					
93500 Labor					
93600 Sewer	\$65,367	\$32,700	\$24,713	\$29,738	\$7,181
93700 Employee Benefit Contributions - Utilities					
93800 Other Utilities Expense					
93000 Total Utilities	\$172,770	\$89,015	\$70,017	\$98,324	\$57,914
94100 Ordinary Maintenance and Operations - Labor	\$69,941	\$25,408	\$39,295	\$54,182	\$14,005

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000001	CA031000002	CA031000003	CA031000004	CA031000005
94200 Ordinary Maintenance and Operations - Materials and	\$41,108	\$24,860	\$22,167	\$39,349	\$11,227
94300 Ordinary Maintenance and Operations Contracts	\$283,291	\$114,333	\$80,145	\$126,628	\$78,198
94500 Employee Benefit Contributions - Ordinary Maintenance	\$29,408	\$9,775	\$16,993	\$24,506	\$4,527
94000 Total Maintenance	\$423,748	\$174,376	\$158,600	\$244,665	\$107,957
95100 Protective Services - Labor					
95200 Protective Services - Other Contract Costs	\$3,915	\$1,336	\$1,434	\$10,493	\$4,742
95300 Protective Services - Other					
95500 Employee Benefit Contributions - Protective Services					
95000 Total Protective Services	\$3,915	\$1,336	\$1,434	\$10,493	\$4,742
96110 Property Insurance	\$42,235	\$15,038	\$25,038	\$25,841	\$4,072
96120 Liability Insurance	\$30,920	\$10,902	\$7,624	\$12,817	\$4,232
96130 Workmen's Compensation	\$31,236	\$10,850	\$15,385	\$22,484	\$5,381
96140 All Other Insurance	\$5,470	\$2,057	\$2,827	\$3,156	\$666
96100 Total Insurance Premiums	\$109,861	\$38,847	\$50,874	\$64,298	\$14,351
96200 Other General Expenses			\$1,749	\$1,431	
96210 Compensated Absences	\$12,971	\$13,399	\$10,472	\$19,461	\$1,252
96300 Payments in Lieu of Taxes	\$22,511	\$9,476	\$7,399	\$11,372	\$2,769
96400 Bad debt - Tenant Rents	\$3,870	\$2,071	\$775	-\$709	\$1,995
96500 Bad debt - Mortgages					
96600 Bad debt - Other					
96800 Severance Expense					
96000 Total Other General Expenses	\$39,352	\$24,946	\$20,395	\$31,555	\$6,016
96710 Interest of Mortgage (or Bonds) Payable					
96720 Interest on Notes Payable (Short and Long Term)			\$0	\$70,785	

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000001	CA031000002	CA031000003	CA031000004	CA031000005
96730 Amortization of Bond Issue Costs					
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$86,515	\$70,785	\$0
96900 Total Operating Expenses	\$1,257,709	\$613,983	\$603,533	\$831,837	\$333,922
97000 Excess of Operating Revenue over Operating Expenses	\$361,870	\$283,945	\$303,959	\$311,701	\$19,792
97100 Extraordinary Maintenance					
97200 Casualty Losses - Non-capitalized			-\$8,014	\$10,216	\$577
97300 Housing Assistance Payments					
97350 HAP Portability-In					
97400 Depreciation Expense	\$39,869	\$52,828	\$121,753	\$286,545	\$50,811
97500 Fraud Losses					
97600 Capital Outlays - Governmental Funds					
97700 Debt Principal Payment - Governmental Funds					
97800 Dwelling Units Rent Expense					
90000 Total Expenses	\$1,297,578	\$666,811	\$717,272	\$1,128,598	\$385,310
10010 Operating Transfer In	\$989	\$22,943	\$22,092	\$72,029	\$64,411
10020 Operating transfer Out	-\$989	-\$22,943	-\$22,092	-\$72,029	-\$64,411
10030 Operating Transfers from/to Primary Government					
10040 Operating Transfers from/to Component Unit					
10050 Proceeds from Notes, Loans and Bonds					
10060 Proceeds from Property Sales					
10070 Extraordinary Items, Net Gain/Loss					
10080 Special Items (Net Gain/Loss)					
10091 Inter Project Excess Cash Transfer In				\$50,000	\$50,000
10092 Inter Project Excess Cash Transfer Out		-\$50,000	-\$150,000		

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000001	CA031000002	CA031000003	CA031000004	CA031000005
10093 Transfers between Program and Project - In					
10094 Transfers between Project and Program - Out					
10100 Total Other financing Sources (Uses)	\$0	-\$50,000	-\$150,000	\$50,000	\$50,000
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$322,001	\$181,117	\$40,220	\$64,940	\$18,404
11020 Required Annual Debt Principal Payments	\$0	\$0	\$154,000	\$126,000	\$0
11030 Beginning Equity	\$4,710,926	\$1,829,983	\$142,846	\$1,583,571	\$570,240
11040 Prior Period Adjustments, Equity Transfers and Correction	-\$1,027,665	-\$429,211	-\$330,632	-\$424,851	-\$186,690
11050 Changes in Compensated Absence Balance					
11060 Changes in Contingent Liability Balance					
11070 Changes in Unrecognized Pension Transition Liability					
11080 Changes in Special Term/Severance Benefits Liability					
11090 Changes in Allowance for Doubtful Accounts - Dwelling					
11100 Changes in Allowance for Doubtful Accounts - Other					
11170 Administrative Fee Equity					
11180 Housing Assistance Payments Equity					
11190 Unit Months Available	1850	1200	840	1200	600
11210 Number of Unit Months Leased	1821	1190	838	1189	561
11270 Excess Cash	\$1,124,600	\$730,084	\$590,774	\$587,694	\$195,141
11610 Land Purchases	\$0	\$0	\$0	\$0	\$0
11620 Building Purchases	\$0	\$139	\$2,511	\$80,729	\$0
11630 Furniture & Equipment - Dwelling Purchases	\$0	\$0	\$0	\$0	\$0
11640 Furniture & Equipment - Administrative Purchases	\$1,538	\$1,033	\$722	\$820	\$1,414
11650 Leasehold Improvements Purchases	\$0	\$0	\$0	\$0	\$0
11660 Infrastructure Purchases	\$0	\$0	\$0	\$0	\$0
13510 CFFP Debt Service Payments	\$0	\$0	\$262,538	\$214,804	\$0

Housing Authority of the City of Oxnard (CA031)
 Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

13901	Replacement Housing Factor Funds	CA031000001	\$0	CA031000002	\$0	CA031000003	\$0	CA031000004	\$0	CA031000005	\$0
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Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000007	CA031000008	CA031009999	OTHER PROJ	Total
70300 Net Tenant Rental Revenue	\$801,852	\$363,531	\$0	\$0	\$4,274,047
70400 Tenant Revenue - Other	\$14,333	\$23,281			\$111,156
70500 Total Tenant Revenue	\$816,185	\$386,812	\$0	\$0	\$4,385,203
70600 HUD PHA Operating Grants	\$111,801	\$290,661			\$1,693,843
70610 Capital Grants	\$147,997	\$322,246			\$839,149
70710 Management Fee					
70720 Asset Management Fee					
70730 Book Keeping Fee					
70740 Front Line Service Fee					
70750 Other Fees					
70700 Total Fee Revenue					
70800 Other Government Grants					
71100 Investment Income - Unrestricted	\$1,409	\$952			\$10,380
71200 Mortgage Interest Income					
71300 Proceeds from Disposition of Assets Held for Sale					
71310 Cost of Sale of Assets					
71400 Fraud Recovery	\$1,053				\$7,243
71500 Other Revenue	\$2,197	\$1,492			\$69,174
71600 Gain or Loss on Sale of Capital Assets					
72000 Investment Income - Restricted	\$0				\$64
70000 Total Revenue	\$1,080,642	\$1,002,163	\$0	\$0	\$7,005,056
91100 Administrative Salaries	\$92,719	\$60,692			\$520,456
91200 Auditing Fees	\$1,658	\$1,658			\$12,914
91300 Management Fee	\$110,165	\$106,861			\$765,344
91310 Book-keeping Fee	\$8,955	\$8,618			\$59,558

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000007	CA031000008	CA031009999	OTHER PROJ	Total
91400 Advertising and Marketing	\$417	\$634			\$2,219
91500 Employee Benefit Contributions - Administrative	\$60,978	\$39,415			\$352,111
91600 Office Expenses	\$23,955	\$21,633			\$155,855
91700 Legal Expense					\$825
91800 Travel	\$146	\$146			\$1,110
91810 Allocated Overhead					
91900 Other	\$9,885	\$9,959			\$67,773
91000 Total Operating - Administrative	\$308,878	\$249,616	\$0	\$0	\$1,938,165
92000 Asset Management Fee	\$12,000	\$12,000			\$92,640
92100 Tenant Services - Salaries					
92200 Relocation Costs					
92300 Employee Benefit Contributions - Tenant Services					
92400 Tenant Services - Other	\$4,152	\$2,957			\$22,681
92500 Total Tenant Services	\$4,152	\$2,957	\$0	\$0	\$22,681
93100 Water	\$66,844	\$27,719			\$332,043
93200 Electricity	\$20,871	\$55,660			\$153,558
93300 Gas	\$529	\$22,333			\$36,696
93400 Fuel					
93500 Labor					
93600 Sewer	\$35,504	\$17,676			\$212,879
93700 Employee Benefit Contributions - Utilities					
93800 Other Utilities Expense					
93000 Total Utilities	\$123,748	\$123,388	\$0	\$0	\$735,176
94100 Ordinary Maintenance and Operations - Labor	\$65,350	\$35,879			\$304,060
94200 Ordinary Maintenance and Operations - Materials and	\$14,949	\$17,587			\$171,247

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000007	CA031000008	CA031009999	OTHER PROJ	Total
94300 Ordinary Maintenance and Operations Contracts	\$148,382	\$149,204			\$980,181
94500 Employee Benefit Contributions - Ordinary Maintenance	\$25,659	\$11,744			\$122,612
94000 Total Maintenance	\$254,340	\$214,414	\$0	\$0	\$1,578,100
95100 Protective Services - Labor					
95200 Protective Services - Other Contract Costs	\$2,010	\$4,046			\$27,976
95300 Protective Services - Other					
95500 Employee Benefit Contributions - Protective Services					
95000 Total Protective Services	\$2,010	\$4,046	\$0	\$0	\$27,976
96110 Property Insurance	\$28,314	\$7,920			\$148,458
96120 Liability Insurance	\$11,404	\$16,633			\$94,532
96130 Workmen's Compensation	\$22,208	\$12,893			\$120,437
96140 All Other Insurance	\$3,348	\$1,311			\$18,835
96100 Total Insurance Premiums	\$65,274	\$38,757	\$0	\$0	\$382,262
96200 Other General Expenses					\$3,180
96210 Compensated Absences	\$21,732	\$2,259			\$81,546
96300 Payments in Lieu of Taxes	\$7,312	\$24,014			\$84,853
96400 Bad debt - Tenant Rents	\$2,432	\$3,848			\$14,282
96500 Bad debt - Mortgages					
96600 Bad debt - Other					
96800 Severance Expense					
96000 Total Other General Expenses	\$31,476	\$30,121	\$0	\$0	\$183,861
96710 Interest of Mortgage (or Bonds) Payable					
96720 Interest on Notes Payable (Short and Long Term)					\$157,300
96730 Amortization of Bond Issue Costs					\$0

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Fiscal Year End: 06/30/2015

Submission Type: Audited/A-133

	CA031000007	CA031000008	CA031009999	OTHER PROJ	Total
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0	\$0	\$157,300
96900 Total Operating Expenses	\$801,878	\$675,299	\$0	\$0	\$5,118,161
97000 Excess of Operating Revenue over Operating Expenses	\$278,764	\$326,864	\$0	\$0	\$1,886,895
97100 Extraordinary Maintenance					
97200 Casualty Losses - Non-capitalized	-\$2,539				\$240
97300 Housing Assistance Payments					
97350 HAP Portability-In					
97400 Depreciation Expense	\$270,371	\$106,890			\$929,067
97500 Fraud Losses					
97600 Capital Outlays - Governmental Funds					
97700 Debt Principal Payment - Governmental Funds					
97800 Dwelling Units Rent Expense					
90000 Total Expenses	\$1,069,710	\$782,189	\$0	\$0	\$6,047,468
10010 Operating Transfer In	\$68,216	\$106,761			\$357,441
10020 Operating transfer Out	-\$68,216	-\$106,761			-\$357,441
10030 Operating Transfers from/to Primary Government					
10040 Operating Transfers from/to Component Unit					
10050 Proceeds from Notes, Loans and Bonds					
10060 Proceeds from Property Sales					
10070 Extraordinary Items, Net Gain/Loss					
10080 Special Items (Net Gain/Loss)					
10091 Inter Project Excess Cash Transfer In		\$100,000			\$200,000
10092 Inter Project Excess Cash Transfer Out					-\$200,000
10093 Transfers between Program and Project - In					

Housing Authority of the City of Oxnard (CA031)
Oxnard, CA

Project Revenue and Expense Summary

Submission Type: Audited/A-133

Fiscal Year End: 06/30/2015

	CA031000007	CA031000008	CA031009999	OTHER PROJ	Total
10094 Transfers between Project and Program - Out					
10100 Total Other financing Sources (Uses)	\$0	\$100,000	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$10,932	\$319,974	\$0	\$0	\$957,588
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0	\$280,000
11030 Beginning Equity	\$3,781,817	\$1,487,260	\$0	\$0	\$14,106,643
11040 Prior Period Adjustments, Equity Transfers and Correction	-\$535,644	-\$298,355			-\$3,233,048
11050 Changes in Compensated Absence Balance					
11060 Changes in Contingent Liability Balance					
11070 Changes in Unrecognized Pension Transition Liability					
11080 Changes in Special Term/Severance Benefits Liability					
11090 Changes in Allowance for Doubtful Accounts - Dwelling					
11100 Changes in Allowance for Doubtful Accounts - Other					
11170 Administrative Fee Equity					
11180 Housing Assistance Payments Equity					
11190 Unit Months Available	1200	1200	0	0	8090
11210 Number of Unit Months Leased	1194	1149	0	0	7942
11270 Excess Cash	\$569,252	\$418,764	\$0	\$0	\$4,216,309
11610 Land Purchases	\$0	\$0	\$0	\$0	\$0
11620 Building Purchases	\$147,177	\$320,832	\$0	\$0	\$551,388
11630 Furniture & Equipment - Dwelling Purchases	\$0	\$0	\$0	\$0	\$0
11640 Furniture & Equipment - Administrative Purchases	\$820	\$1,414	\$0	\$0	\$7,761
11650 Leasehold Improvements Purchases	\$0	\$0	\$0	\$0	\$0
11660 Infrastructure Purchases	\$0	\$0	\$0	\$0	\$0
13510 CFFP Debt Service Payments	\$0	\$0	\$0	\$0	\$477,342
13901 Replacement Housing Factor Funds	\$0	\$0	\$0	\$0	\$0

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ACTUAL MODERNIZATION COST CERTIFICATES

CITY OF OXNARD HOUSING AUTHORITY
Conventional program SF-195

Schedule of Actual Modernization Cost Certificates - Completed
Year ended June 30, 2015

Completed:

CA16-P031-501-11

Funds approved	\$ 1,609,047
Funds expended - cumulative	<u>1,609,047</u>
Excess of funds approved	<u>\$ -</u>
Funds advanced - cumulative	\$ 1,609,047
Funds expended - cumulative	<u>1,609,047</u>
Excess (deficiency) of funds advanced	<u>\$ -</u>

CITY OF OXNARD HOUSING AUTHORITY
Conventional program SF-195

Schedule of Actual Modernization Cost Certificates - Uncompleted
Year ended June 30, 2015

Uncompleted:

	<u>CA16-P031-501-12</u>	<u>CA16-P031-501-13</u>	<u>CA16-P031-501-14</u>
Funds approved	\$ 1,478,622	1,321,049	1,370,795
Funds expended - cumulative	<u>1,281,761</u>	<u>877,777</u>	<u>364,454</u>
Excess of funds approved	<u>\$ 196,861</u>	<u>443,272</u>	<u>1,006,341</u>
Funds advanced - cumulative	\$ 1,280,190	693,864	364,454
Funds expended - cumulative	<u>1,281,761</u>	<u>877,777</u>	<u>364,454</u>
Excess (deficiency) of funds advanced	<u>\$ (1,571)</u>	<u>(183,913)</u>	<u>-</u>

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SINGLE AUDIT REPORTS AND RELATED SCHEDULES

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Board of Commissioners
City of Oxnard Housing Authority
Oxnard, California

**Report on Internal Control Over Financial Reporting and on Compliance and Other
Matters Based on an Audit of Financial Statements Performed in Accordance With
*Government Auditing Standards***

Independent Auditor's Report

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 City of Oxnard Housing Authority (Authority), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Authority's basic financial statements, and have issued our report thereon dated March 25, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Authority'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 Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of Authority'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 Authority'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.

A handwritten signature in blue ink, appearing to read "David Jan LLP".

Irvine, California
March 25, 2016

Board of Commissioners
City of Oxnard Housing Authority
Oxnard, California

Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

Independent Auditor's Report

Report on Compliance for Each Major Federal Program

We have audited City of Oxnard Housing Authority's (Authority) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Authority's major federal programs for the year ended June 30, 2015. The Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Authority's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Authority's compliance.

Opinion on Each Major Federal Program

In our opinion, the Authority complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of the Authority is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Authority's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Board of Commissioners
City of Oxnard Housing Authority
Oxnard, California

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the Authority as of and for the year ended June 30, 2015, and have issued our report thereon dated March 25, 2016, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in blue ink that reads "David Furr CPA".

Irvine, California
March 25, 2016

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CITY OF OXNARD HOUSING AUTHORITY
Schedule of Expenditures of Federal Awards
Year ended June 30, 2015

Federal Grantor/ Pass-through Grantor/ Program Title	Federal Domestic Assistance Number	Project Number	Federal Financial Assistance Expenditures
<u>U.S. Department of Housing and Urban Development:</u>			
Direct Assistance:			
Conventional Programs:			
Public and Indian Housing Operating Subsidy Grant	14.850	CA-031-000103J	\$ 1,179,102
Public Housing Family Self-Sufficiency under Resident Opportunity and Supportive Services	14.877	CA031RFS030A013	67,991
Family Self-Sufficiency Program	14.896	CA031FSH082A014	56,330
Resident Opportunity and Self-Sufficiency	14.870	CA031RPS059A012	73,546
Public Housing Capital Fund 2011	14.872	CA16-P031-501-11	305,396
Public Housing Capital Fund 2012	14.872	CA16-P031-501-12	166,387
Public Housing Capital Fund 2013	14.872	CA16-P031-501-13	517,653
Public Housing Capital Fund 2014	14.872	CA16-P031-501-14	<u>364,454</u>
Subtotal			<u>1,353,890</u>
Total Conventional Programs			<u>2,730,859</u>
Section 8 Housing Assistance Programs:			
Section 8 Housing Choice Vouchers	14.871	CA-031-VO028-0041	15,929,102
Section 8 Housing Choice Vouchers	14.871	CA031-FSF003	<u>33,097</u>
Total Section 8 Housing Assistance Programs			<u>15,962,199</u>
Total Federal Financial Assistance Expenditures			<u>\$ 18,693,058</u>

See accompanying notes to the schedule of expenditures of federal awards

CITY OF OXNARD HOUSING AUTHORITY

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2015

(1) Summary of Significant Accounting Policies Applicable to the Schedule of Expenditures of Federal Awards

(a) Scope of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes only the expenditures incurred (and related awards received) by the City of Oxnard Housing Authority ("Authority") that are reimbursable under federal programs of federal agencies providing financial assistance for the year ended June 30, 2015. The information in this Schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. For the purposes of this schedule, financial assistance includes both federal financial assistance received directly from a federal agency, as well as federal funds received indirectly by the Authority from a non-federal agency or other organization. Only the portions of program expenditures reimbursable with such federal funds are reported in the accompanying schedule. Program expenditures in excess of the maximum federal reimbursement authorized or the portion of the program expenditures that were funded with state, local or other nonfederal funds are excluded from the accompanying schedule.

(b) Basis of Accounting

The expenditures included in the accompanying schedule were reported on a regulatory basis of accounting in accordance with the U.S. Department of Housing and Urban Development (HUD). Expenditures are recognized in the accounting period in which the related liability is incurred. Expenditures reported included any property or equipment acquisitions incurred under the federal program.

(c) Subrecipients

During the fiscal year ended June 30, 2015, the Authority disbursed no federal funds to subrecipients.

(d) 2004 Capital Fund Revenue Bonds

On April 26, 2004, the Affordable Housing Agency issued Affordable Housing Agency Certificates of Participation, Series 2004 (Oxnard-Santa Clara Projects) in the amount of \$10,370,000, evidencing a proportionate ownership interest in debt service payments to be made with respect to certain Capital Fund Revenue Bonds, Series 2004, issued by the Oxnard and Santa Clara Housing Authorities in the amounts of \$5,820,000 and \$4,550,000, respectively.

CITY OF OXNARD HOUSING AUTHORITY

Notes to Schedule of Expenditures of Federal Awards

(Continued)

(1) Summary of Significant Accounting Policies Applicable to the Schedule of Expenditures of Federal Awards, (Continued)

Principal is payable annually on April 1. Interest is payable semiannually on April 1 and October 1 commencing October 1, 2004. The required reserve for the bonds of \$451,375 was fully funded as of June 30, 2014. The amount of bonds outstanding as of June 30, 2015 was \$3,215,000.

The U.S. Department of Housing and Urban Development has approved the issuance of the bonds and the certificates and has authorized the Authority to pledge and assign its Capital Fund Program monies to the payment of the bonds and, therefore, the certificates. During the year ended June 30, 2015, there were payments made on the bonds for principal and interest totaling the amount of \$280,000, and, accordingly, those expenditures relating to the bonds have been included in the federal expenditures of capital fund grants in the accompanying Schedule of Expenditures of Federal Awards.

CITY OF OXNARD HOUSING AUTHORITY

Schedule of Findings and Questioned Costs

Year ended June 30, 2015

(A) Summary of Auditor's Results

1. An unmodified report was issued by the auditors on the financial statements of the auditee.
2. No material weaknesses or significant deficiencies in internal control over financial reporting based on our audit of the financial statements of the auditee were reported.
3. No noncompliance which is material to the financial statements of the auditee was reported.
4. No material weaknesses or significant deficiencies in internal control over major programs of the auditee were reported.
5. An unmodified report was issued by the auditors on compliance for major programs.
6. The audit disclosed no audit findings that are required by the auditors to be reported under paragraph .510(a) of OMB Circular A-133.
7. The major program of the auditee was:
 - CFDA No. 14.871 U.S. Department of Housing and Urban Development – Section 8 Housing Choice Vouchers
8. The dollar threshold used to distinguish Type A and Type B programs was \$560,792.
9. The Authority was considered as a low risk auditee for the year ended June 30, 2015 for purposes of major program determination.

(B) Findings Related to the Financial Statements which are Required to be Reported in Accordance with GAGAS

There are no auditors' findings required to be reported in accordance with GAGAS.

(C) Findings and Questioned Costs for Federal Awards as Defined in Paragraph .510(a) at OMB Circular A-133

There were no findings required to be reported under paragraph .510(a) of OMB Circular A-133.

CITY OF OXNARD HOUSING AUTHORITY

Summary Schedule of Prior Audit Findings

Year ended June 30, 2015

Status of Prior year Audit Findings:

There were no audit findings identified in the prior year audit report requiring follow up.

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