



**VENTURA COUNTY
COMMUNITY COLLEGE DISTRICT**

**SPECIAL REPORT
FOR
BOARD OF TRUSTEES
AND
MANAGEMENT ONLY**

JUNE 30, 2009

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

OF VENTURA COUNTY
VENTURA, CALIFORNIA

JUNE 30, 2009

BOARD OF TRUSTEES

<u>MEMBER</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
Mr. Robert O. Huber	Chair	2012
Mr. Stephen P. Blum	Vice Chair	2010
Mr. Arturo D. Hernández	Member	2010
Ms. Cheryl Heitmann	Member	2010
Dr. Larry O. Miller	Member	2012

ADMINISTRATION

Dr. James M. Meznec	Chancellor
Ms. Susan F. Johnson	Vice Chancellor, Business and Administrative Services
Ms. Patricia S. Parham	Vice Chancellor, Human Resources
Mr. Dave Fuhrmann	Associate Vice Chancellor, Information Technology

ORGANIZATION

The Ventura County Community College District was established in 1962 and is comprised of an area of approximately 882 square miles located in Ventura County. There were no changes in the boundaries of the District during the year.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

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INDEPENDENT AUDITORS' REPORT

Board of Trustees
Ventura County Community College District
Ventura, California

We have audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Ventura County Community College District for the year ended June 30, 2009, and have issued our report thereon dated December 4, 2009. We have also audited the accompanying financial statements of the governmental fund types, fiduciary fund types, and proprietary fund types of the Ventura County Community College District as of and for the year ended June 30, 2009, as listed in the Table of Contents. These basic financial statements are the responsibility of the Ventura County Community College District's management. Our responsibility is to express an opinion on these basic financial statements based upon our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used, and significant estimates made, by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, the Ventura County Community College District prepares its governmental fund type and fiduciary fund type financial statements on the modified accrual basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position - modified accrual basis of the governmental fund types, fiduciary fund types, and the financial position of the proprietary fund types of the Ventura County Community College District as of June 30, 2009, and its respective changes in financial position - modified cash basis - and the changes in financial position and cash flows for the year then ended in conformity with the basis of accounting described in Note 1.

As discussed in Note 9 to the financial statements, the State of California continues to suffer the effects of a recessionary economy, which directly impacts the funding allocations of the Ventura County Community College District.

This report is intended solely for the information of the Board of Trustees and management of the Ventura County Community College District and is not intended to be and should not be used by anyone other than these specified parties.

Vavrinek, Trine, Day & Co., LLP

Rancho Cucamonga, California
December 4, 2009

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

GOVERNMENTAL FUND TYPES

COMBINING BALANCE SHEET – MODIFIED ACCRUAL BASIS

GENERAL FUNDS

JUNE 30, 2009

	General Unrestricted	General Restricted	Total
ASSETS			
Cash and cash equivalents	\$ 109,645	\$ -	\$ 109,645
Investments	10,626,204	6,577,931	17,204,135
Accounts receivable, net	13,816,931	3,040,608	16,857,539
Student loan receivable, net	3,045,102	642,401	3,687,503
Due from other funds	7,186,392	39,870	7,226,262
Prepaid expenditures	241,729	34,823	276,552
Total Assets	\$ 35,026,003	\$ 10,335,633	\$ 45,361,636
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 5,869,899	\$ 1,464,081	\$ 7,333,980
Due to other funds	7,107	855,709	862,816
Other current liabilities	3,154	-	3,154
Deferred revenue	5,322,265	4,171,023	9,493,288
Total Liabilities	11,202,425	6,490,813	17,693,238
FUND BALANCES			
Reserved	241,729	3,844,820	4,086,549
Unreserved			
Designated	13,005,446	-	13,005,446
Undesignated	10,576,403	-	10,576,403
Total Fund Balances	23,823,578	3,844,820	27,668,398
Total Liabilities and Fund Balances	\$ 35,026,003	\$ 10,335,633	\$ 45,361,636

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

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

GOVERNMENTAL FUND TYPES

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
MODIFIED ACCRUAL BASIS
GENERAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>General Unrestricted</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Federal revenues	\$ 11,964	\$ 4,114	\$ (7,850)
State revenues	137,516,872	79,204,218	(58,312,654)
Local revenues	5,803,941	64,135,154	58,331,213
Total Revenues	<u>143,332,777</u>	<u>143,343,486</u>	<u>10,709</u>
EXPENDITURES			
Current Expenditures			
Academic salaries	63,303,500	63,239,094	64,406
Classified salaries	26,090,788	25,858,298	232,490
Employee benefits	28,512,615	28,390,096	122,519
Books and supplies	2,618,980	1,935,547	683,433
Services and operating expenditures	14,766,772	13,219,186	1,547,586
Capital outlay	977,453	621,525	355,928
Debt service - principal	513,059	513,059	-
Debt service - interest and other	104,414	104,414	-
Total Expenditures	<u>136,887,581</u>	<u>133,881,219</u>	<u>3,006,362</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>6,445,196</u>	<u>9,462,267</u>	<u>3,017,071</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in	286,013	502,874	216,861
Operating transfers out	(3,651,153)	(3,794,809)	(143,656)
Other uses	(31,204)	(15,424)	15,780
Total Other Financing Sources (Uses)	<u>(3,396,344)</u>	<u>(3,307,359)</u>	<u>88,985</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>\$ 3,048,852</u>	6,154,908	<u>\$ 3,106,056</u>
FUND BALANCE, BEGINNING OF YEAR		17,668,670	
FUND BALANCE, END OF YEAR		<u>\$ 23,823,578</u>	

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

General Restricted			Total		
Budget	Actual	Variance	Budget	Actual	Variance
\$ 9,586,546	\$ 5,925,426	\$ (3,661,120)	\$ 9,598,510	\$ 5,929,540	\$ (3,668,970)
17,703,125	14,903,580	(2,799,545)	155,219,997	94,107,798	(61,112,199)
5,211,009	4,947,176	(263,833)	11,014,950	69,082,330	58,067,380
<u>32,500,680</u>	<u>25,776,182</u>	<u>(6,724,498)</u>	<u>175,833,457</u>	<u>169,119,668</u>	<u>(6,713,789)</u>
6,307,751	5,372,104	935,647	69,611,251	68,611,198	1,000,053
9,628,259	8,575,250	1,053,009	35,719,047	34,433,548	1,285,499
4,980,757	4,402,825	577,932	33,493,372	32,792,921	700,451
2,312,388	1,195,030	1,117,358	4,931,368	3,130,577	1,800,791
5,113,570	3,229,754	1,883,816	19,880,342	16,448,940	3,431,402
3,131,308	1,781,223	1,350,085	4,108,761	2,402,748	1,706,013
-	-	-	513,059	513,059	-
-	-	-	104,414	104,414	-
<u>31,474,033</u>	<u>24,556,186</u>	<u>6,917,847</u>	<u>168,361,614</u>	<u>158,437,405</u>	<u>9,924,209</u>
<u>1,026,647</u>	<u>1,219,996</u>	<u>193,349</u>	<u>7,471,843</u>	<u>10,682,263</u>	<u>3,210,420</u>
786,701	795,311	8,610	1,072,714	1,298,185	225,471
(2,130,684)	(1,829,343)	301,341	(5,781,837)	(5,624,152)	157,685
(710,008)	(608,155)	101,853	(741,212)	(623,579)	117,633
<u>(2,053,991)</u>	<u>(1,642,187)</u>	<u>411,804</u>	<u>(5,450,335)</u>	<u>(4,949,546)</u>	<u>500,789</u>
<u>\$ (1,027,344)</u>	(422,191)	<u>\$ 605,153</u>	<u>\$ 2,021,508</u>	5,732,717	<u>\$ 3,711,209</u>
	4,267,011			21,935,681	
	<u>\$ 3,844,820</u>			<u>\$ 27,668,398</u>	

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

GOVERNMENTAL FUND TYPES

**COMBINING BALANCE SHEET – MODIFIED ACCRUAL BASIS
SPECIAL REVENUE FUND
JUNE 30, 2009**

	<u>Child Development</u>
ASSETS	
Investments	\$ 614,225
Student receivable	8,892
Total Assets	<u><u>\$ 623,117</u></u>
 LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts payable	\$ 312
Deferred revenue	2,212
Total Liabilities	<u>2,524</u>
FUND BALANCE	
Unreserved	
Designated	620,593
Total Liabilities and Fund Balance	<u><u>\$ 623,117</u></u>

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

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

GOVERNMENTAL FUND TYPES

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE – BUDGET AND ACTUAL –
 MODIFIED ACCRUAL BASIS
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Child Development</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
State revenues	\$ 174,000	\$ 186,660	\$ 12,660
Local revenues	952,276	968,031	15,755
Total Revenues	<u>1,126,276</u>	<u>1,154,691</u>	<u>28,415</u>
EXPENDITURES			
Current Expenditures			
Academic salaries	13,684	13,683	1
Classified salaries	797,681	787,711	9,970
Employee benefits	301,050	301,050	-
Books and supplies	41,874	30,222	11,652
Services and operating expenditures	12,070	6,010	6,060
Capital outlay	2,043	1,043	1,000
Total Expenditures	<u>1,168,402</u>	<u>1,139,719</u>	<u>28,683</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (42,126)</u>	14,972	<u>\$ 57,098</u>
FUND BALANCE, BEGINNING OF YEAR		<u>605,621</u>	
FUND BALANCE, END OF YEAR		<u>\$ 620,593</u>	

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

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

GOVERNMENTAL FUND TYPES

COMBINING BALANCE SHEET – MODIFIED ACCRUAL BASIS

CAPITAL PROJECT FUNDS

JUNE 30, 2009

	Capital Outlay	Bond Construction	Total
ASSETS			
Investments	\$ 17,237,951	\$ 208,137,322	\$ 225,375,273
Accounts receivable	7,863,665	1,224,788	9,088,453
Student loan receivable	28,464	-	28,464
Prepaid expenses	5,000	289,592	294,592
Total Assets	\$ 25,135,080	\$ 209,651,702	\$ 234,786,782
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 2,186,447	\$ 4,756,090	\$ 6,942,537
Due to other funds	6,338,292	-	6,338,292
Deferred revenue	1,639,575	-	1,639,575
Total Liabilities	10,164,314	4,756,090	14,920,404
FUND BALANCES			
Reserved	5,000	289,592	294,592
Unreserved			
Designated	14,965,766	204,606,020	219,571,786
Total Fund Balances	14,970,766	204,895,612	219,866,378
Total Liabilities and Fund Balances	\$ 25,135,080	\$ 209,651,702	\$ 234,786,782

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

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

GOVERNMENTAL FUND TYPES

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – MODIFIED ACCRUAL BASIS
CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED JUNE 30, 2009**

	Capital Outlay	Bond Construction	Total
REVENUES			
State revenues	\$ 9,869,384	\$ -	\$ 9,869,384
Local revenues	1,289,453	4,356,292	5,645,745
Total Revenues	<u>11,158,837</u>	<u>4,356,292</u>	<u>15,515,129</u>
EXPENDITURES			
Current Expenditures			
Classified salaries	10,192	-	10,192
Employee benefits	851	-	851
Books and supplies	107,900	29,918	137,818
Services and operating expenditures	361,539	614,884	976,423
Capital outlay	14,380,317	39,496,585	53,876,902
Total Expenditures	<u>14,860,799</u>	<u>40,141,387</u>	<u>55,002,186</u>
EXCESS OF REVENUES UNDER EXPENDITURES	<u>(3,701,962)</u>	<u>(35,785,095)</u>	<u>(39,487,057)</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in	2,830,165	-	2,830,165
Operating transfers out	(1,087)	-	(1,087)
Other sources	-	191,347,814	191,347,814
Total Other Financing Sources (Uses)	<u>2,829,078</u>	<u>191,347,814</u>	<u>194,176,892</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(872,884)</u>	<u>155,562,719</u>	<u>154,689,835</u>
FUND BALANCE, BEGINNING OF YEAR	<u>15,843,650</u>	<u>49,332,893</u>	<u>65,176,543</u>
FUND BALANCE, END OF YEAR	<u>\$ 14,970,766</u>	<u>\$ 204,895,612</u>	<u>\$ 219,866,378</u>

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

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

GOVERNMENTAL FUND TYPES

COMBINING BALANCE SHEET – MODIFIED ACCRUAL BASIS

DEBT SERVICE FUNDS

JUNE 30, 2009

	<u>Bond Interest and Redemption</u>
ASSETS	
Investments	\$ 14,580,749
Accounts receivable	80,703
Total Assets	<u><u>\$ 14,661,452</u></u>
FUND BALANCE	
Unreserved	
Designated	<u>\$ 14,661,452</u>
Total Fund Balance	<u><u>\$ 14,661,452</u></u>

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

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

GOVERNMENTAL FUND TYPES

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE – MODIFIED ACCRUAL BASIS
 DEBT SERVICE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Bond Interest and Redemption</u>
REVENUES	
State revenues	\$ 155,014
Local revenues	16,537,795
Total Revenues	<u>16,692,809</u>
EXPENDITURES	
Current Expenditures	
Services and operating expenditures	1,537,344
Debt service - principal	1,115,000
Debt service - interest and other	8,055,944
Total Expenditures	<u>10,708,288</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>5,984,521</u>
OTHER FINANCING SOURCES	
Other sources	<u>1,765,991</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	7,750,512
FUND BALANCE, BEGINNING OF YEAR	<u>6,910,940</u>
FUND BALANCE, END OF YEAR	<u><u>\$ 14,661,452</u></u>

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

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

FIDUCIARY FUND TYPES

**COMBINING BALANCE SHEET – MODIFIED ACCRUAL BASIS
TRUST FUNDS
JUNE 30, 2009**

	<u>Associated Students Organization</u>	<u>Student Representation Fees</u>	<u>Student Center Fees</u>
ASSETS			
Cash and cash equivalents	\$ -	\$ -	\$ -
Investments	244,634	125,852	3,031,614
Accounts receivable	1,440	700	17,285
Student loan receivable, net	18,531	22,597	192,980
Due from other funds	-	-	-
Prepaid expenses	-	-	-
Total Assets	<u>\$ 264,605</u>	<u>\$ 149,149</u>	<u>\$ 3,241,879</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 1,649	\$ 2,432	\$ -
Due to other funds	-	-	-
Deferred revenue	-	29,012	247,084
Total Liabilities	<u>1,649</u>	<u>31,444</u>	<u>247,084</u>
FUND BALANCES			
Reserved	-	-	-
Unreserved			
Designated	262,956	117,705	2,994,795
Total Fund Balances	<u>262,956</u>	<u>117,705</u>	<u>2,994,795</u>
Total Liabilities and Fund Balances	<u>\$ 264,605</u>	<u>\$ 149,149</u>	<u>\$ 3,241,879</u>

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

Student Financial Aid	Scholarship and Loan	Student Clubs	Other Trust	Total
\$ 31,631	\$ -	\$ -	\$ -	\$ 31,631
-	483,428	125,609	2,917,782	6,928,919
454,270	2,761	-	10,959	487,415
17,108	15,706	-	90,690	357,612
27,995	-	-	-	27,995
-	-	1,122	5,117	6,239
<u>\$ 531,004</u>	<u>\$ 501,895</u>	<u>\$ 126,731</u>	<u>\$ 3,024,548</u>	<u>\$ 7,839,811</u>

\$ 470,358	\$ 74,731	\$ 1,930	\$ 43,351	\$ 594,451
53,149	-	-	-	53,149
-	-	-	-	276,096
<u>523,507</u>	<u>74,731</u>	<u>1,930</u>	<u>43,351</u>	<u>923,696</u>

7,497	-	-	-	7,497
-	427,164	124,801	2,981,197	6,908,618
<u>7,497</u>	<u>427,164</u>	<u>124,801</u>	<u>2,981,197</u>	<u>6,916,115</u>
<u>\$ 531,004</u>	<u>\$ 501,895</u>	<u>\$ 126,731</u>	<u>\$ 3,024,548</u>	<u>\$ 7,839,811</u>

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

FIDUCIARY FUND TYPES

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – MODIFIED ACCRUAL BASIS**

TRUST FUNDS

FOR THE YEAR ENDED JUNE 30, 2009

	<u>Associated Students Organization</u>	<u>Student Representation Fees</u>	<u>Student Center Fees</u>
REVENUES			
Federal revenues	\$ -	\$ -	\$ -
State revenues	-	-	-
Local revenues	132,734	66,854	524,063
Total Revenues	<u>132,734</u>	<u>66,854</u>	<u>524,063</u>
EXPENDITURES			
Current Expenditures			
Academic salaries	-	-	-
Classified salaries	15,325	-	21,009
Employee benefits	551	-	456
Books and supplies	32,270	211	-
Services and operating expenditures	37,030	54,395	5,845
Capital outlay	-	-	-
Total Expenditures	<u>85,176</u>	<u>54,606</u>	<u>27,310</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>47,558</u>	<u>12,248</u>	<u>496,753</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in	-	-	-
Operating transfers out	(41,263)	-	-
Other uses	(3,750)	-	-
Total Other Financing Sources (Uses)	<u>(45,013)</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,545	12,248	496,753
FUND BALANCE, BEGINNING OF YEAR	<u>260,411</u>	<u>105,457</u>	<u>2,498,042</u>
FUND BALANCE, END OF YEAR	<u>\$ 262,956</u>	<u>\$ 117,705</u>	<u>\$ 2,994,795</u>

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

Student Financial Aid	Scholarship and Loan	Student Clubs	Other Trust	Total
\$ 15,506,535	\$ -	\$ -	\$ -	\$ 15,506,535
1,357,638	-	-	-	1,357,638
791	329,384	58,428	1,416,034	2,528,288
<u>16,864,964</u>	<u>329,384</u>	<u>58,428</u>	<u>1,416,034</u>	<u>19,392,461</u>
-	-	-	1,549	1,549
-	-	2,415	123,818	162,567
-	-	210	10,423	11,640
-	-	38,785	736,272	807,538
1,301	4,029	18,198	581,504	702,302
-	-	-	166,119	166,119
<u>1,301</u>	<u>4,029</u>	<u>59,608</u>	<u>1,619,685</u>	<u>1,851,715</u>
<u>16,863,663</u>	<u>325,355</u>	<u>(1,180)</u>	<u>(203,651)</u>	<u>17,540,746</u>
332,965	10,000	37,319	1,200,957	1,581,241
-	-	(15,758)	(165,956)	(222,977)
<u>(17,201,203)</u>	<u>(437,314)</u>	<u>(3,148)</u>	<u>(43,616)</u>	<u>(17,689,031)</u>
<u>(16,868,238)</u>	<u>(427,314)</u>	<u>18,413</u>	<u>991,385</u>	<u>(16,330,767)</u>
(4,575)	(101,959)	17,233	787,734	1,209,979
12,072	529,123	107,568	2,193,463	5,706,136
<u>\$ 7,497</u>	<u>\$ 427,164</u>	<u>\$ 124,801</u>	<u>\$ 2,981,197</u>	<u>\$ 6,916,115</u>

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

PROPRIETARY FUND TYPES

**COMBINING BALANCE SHEET
PROPRIETARY FUNDS
JUNE 30, 2009**

	<u>Enterprise Funds</u>		
	<u>Bookstore</u>		
	<u>Ventura</u>	<u>Oxnard</u>	<u>Moorpark</u>
ASSETS			
Cash and cash equivalents	\$ 8,100	\$ 7,000	\$ 8,000
Investments	1,071,361	327,281	1,829,675
Accounts receivable	4,950	1,992	65,820
Student loan receivable	21,099	20,876	11,080
Stores inventories	695,862	392,773	897,981
Furniture and equipment, net	14,263	11,813	28,243
Total Assets	<u>\$ 1,815,635</u>	<u>\$ 761,735</u>	<u>\$ 2,840,799</u>
LIABILITIES AND FUND EQUITY			
LIABILITIES			
Accounts payable	<u>\$ 80,328</u>	<u>\$ 49,448</u>	<u>\$ 59,265</u>
FUND EQUITY			
Retained earnings	<u>1,735,307</u>	<u>712,287</u>	<u>2,781,534</u>
Total Liabilities and Fund Equity	<u>\$ 1,815,635</u>	<u>\$ 761,735</u>	<u>\$ 2,840,799</u>

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

Cafeteria				
Ventura	Oxnard	Moorpark	Total	Internal Service Fund
\$ 2,600	\$ 2,000	\$ 3,400	\$ 31,100	\$ -
4,638	324,407	23,163	3,580,525	10,741,306
2,296	1,446	892	77,396	49,991
-	-	-	53,055	-
16,507	12,046	12,035	2,027,204	-
-	6,955	1,270	62,544	-
<u>\$ 26,041</u>	<u>\$ 346,854</u>	<u>\$ 40,760</u>	<u>\$ 5,831,824</u>	<u>\$ 10,791,297</u>
<u>\$ 25,548</u>	<u>\$ 19,423</u>	<u>\$ 23,879</u>	<u>\$ 257,891</u>	<u>\$ 1,119,025</u>
<u>493</u>	<u>327,431</u>	<u>16,881</u>	<u>5,573,933</u>	<u>9,672,272</u>
<u>\$ 26,041</u>	<u>\$ 346,854</u>	<u>\$ 40,760</u>	<u>\$ 5,831,824</u>	<u>\$ 10,791,297</u>

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

PROPRIETARY FUND TYPES

**COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Enterprise Funds</u>		
	<u>Bookstore</u>		
	<u>Ventura</u>	<u>Oxnard</u>	<u>Moorpark</u>
OPERATING REVENUES			
Sales revenues	\$ 3,839,122	\$ 2,040,900	\$ 5,253,938
Charges to other funds	-	-	-
Total Operating Revenues	<u>3,839,122</u>	<u>2,040,900</u>	<u>5,253,938</u>
OPERATING EXPENSES			
Classified salaries	478,524	305,492	500,195
Employee benefits	207,034	129,880	246,537
Books and supplies	2,882,336	1,469,445	3,822,049
Services and other operating expenditures	149,110	97,679	203,183
Capital outlay	2,020	892	20,836
Total Operating Expenses	<u>3,719,024</u>	<u>2,003,388</u>	<u>4,792,800</u>
Operating Income (Loss)	<u>120,098</u>	<u>37,512</u>	<u>461,138</u>
NONOPERATING REVENUES (EXPENSES)			
Interest income	-	-	-
Miscellaneous revenues	-	-	-
Operating transfers in	-	-	-
Operating transfers out	(182,674)	-	(75,000)
Other sources	-	-	-
Total Nonoperating Revenues (Expenses)	<u>(182,674)</u>	<u>-</u>	<u>(75,000)</u>
NET INCOME (LOSS)	(62,576)	37,512	386,138
RETAINED EARNINGS, BEGINNING OF YEAR	<u>1,797,883</u>	<u>674,775</u>	<u>2,395,396</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 1,735,307</u>	<u>\$ 712,287</u>	<u>\$ 2,781,534</u>

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

Cafeteria				Internal Service Fund
Ventura	Oxnard	Moorpark	Total	
\$ 578,243	\$ 379,258	\$ 809,984	\$ 12,901,445	\$ -
-	-	-	-	7,839,923
<u>578,243</u>	<u>379,258</u>	<u>809,984</u>	<u>12,901,445</u>	<u>7,839,923</u>
193,037	151,529	225,046	1,853,823	-
51,470	56,025	89,675	780,621	6,273,926
288,071	190,903	393,278	9,046,082	-
90,535	88,050	114,755	743,312	33,163
1,429	-	1,755	26,932	-
<u>624,542</u>	<u>486,507</u>	<u>824,509</u>	<u>12,450,770</u>	<u>6,307,089</u>
<u>(46,299)</u>	<u>(107,249)</u>	<u>(14,525)</u>	<u>450,675</u>	<u>1,532,834</u>
-	-	-	-	238,506
-	10	-	10	145,520
46,299	250,000	-	296,299	100,000
-	-	-	(257,674)	-
-	-	-	-	1,141
<u>46,299</u>	<u>250,010</u>	<u>-</u>	<u>38,635</u>	<u>485,167</u>
-	142,761	(14,525)	489,310	2,018,001
493	184,670	31,406	5,084,623	7,654,271
<u>\$ 493</u>	<u>\$ 327,431</u>	<u>\$ 16,881</u>	<u>\$ 5,573,933</u>	<u>\$ 9,672,272</u>

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

PROPRIETARY FUND TYPES

**COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Enterprise Funds</u>		
	<u>Bookstore</u>		
	<u>Ventura</u>	<u>Oxnard</u>	<u>Moorpark</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 120,098	\$ 37,512	\$ 461,138
Adjustments to reconcile operating income (loss) to net cash flows from operating activities			
Depreciation	16,138	10,663	4,937
Changes in assets and liabilities			
(Increase) decrease in:			
Accounts receivable	26,963	7,831	(4,750)
Inventory	146,269	26,596	51,084
Increase (decrease) in:			
Accounts payable	29,745	(13,684)	(8,853)
Net Cash Flows from Operating Activities	<u>339,213</u>	<u>68,918</u>	<u>503,556</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Transfers out	(182,674)	-	(75,000)
Transfers in	-	-	-
Interest income	-	-	-
Other income	-	-	-
Acquisition of fixed assets	-	-	-
Net Cash Flows from Investing Activities	<u>(182,674)</u>	<u>-</u>	<u>(75,000)</u>
Net change in cash and cash equivalents	156,539	68,918	428,556
Cash and cash equivalents - Beginning	922,922	265,363	1,409,119
Cash and cash equivalents - Ending	<u>\$ 1,079,461</u>	<u>\$ 334,281</u>	<u>\$ 1,837,675</u>

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

Cafeteria				Internal Service Fund
Ventura	Oxnard	Moorpark	Total	
\$ (46,299)	\$ (107,249)	\$ (14,525)	\$ 450,675	\$ 1,532,834
946	3,756	1,792	38,232	-
(2,296)	(1,446)	132	26,434	8,224
914	319	1,748	226,930	-
<u>(16,416)</u>	<u>(9,789)</u>	<u>(13,029)</u>	<u>(32,026)</u>	<u>(244,957)</u>
<u>(63,151)</u>	<u>(114,409)</u>	<u>(23,882)</u>	<u>710,245</u>	<u>1,296,101</u>
-	-	-	(257,674)	-
46,299	250,000	-	296,299	100,000
-	-	-	-	238,506
-	10	-	10	146,661
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>46,299</u>	<u>250,010</u>	<u>-</u>	<u>38,635</u>	<u>485,167</u>
<u>(16,852)</u>	<u>135,601</u>	<u>(23,882)</u>	<u>748,880</u>	<u>1,781,268</u>
<u>24,090</u>	<u>190,806</u>	<u>50,445</u>	<u>2,862,745</u>	<u>8,960,038</u>
<u>\$ 7,238</u>	<u>\$ 326,407</u>	<u>\$ 26,563</u>	<u>\$ 3,611,625</u>	<u>\$ 10,741,306</u>

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 1 - ORGANIZATION

The Ventura County Community College District (the District) was established in 1962 as a political subdivision of the State of California and provides educational services to residents of Ventura County. The District operates under a locally elected five-member Board of Trustees form of government which establishes the policies and procedures by which the District operates. The Board must approve the annual budgets for the General Fund, special revenue funds, and capital project funds, but these budgets are managed at the department level. Currently, the District operates three colleges located within Ventura County. While the District is a political subdivision of the State of California, it is not a component unit of the State in accordance with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 39.

In June 1999, the GASB approved Statement No. 34, *Basic Financial Statements and Management Discussion and Analysis for State and Local Governments*, followed by Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public College and Universities*, as amended by GASB Statements No. 37, No. 38, and No. 39. These statements are scheduled for a phased implementation (based on size of the government) through fiscal years ending in 2004. The District has implemented those changes. We have audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Ventura County Community College District for the year ended June 30, 2009, and have issued our report thereon dated December 4, 2009.

These financial statements have been prepared specifically for the Board of Trustees and management of the Ventura County Community College District to provide an analysis of the financial position and results of operations had the District not implemented GASB Statements No. 34 and No. 35. Fund financial statements are included in this report to present the operations of the individual funds used by the District.

Financial Reporting Entity

The District has adopted GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. This statement amends GASB Statement No. 14, *The Financial Reporting Entity*, to provide additional guidance to determine whether certain organizations, for which the District is not financially accountable, should be reported as component units based on the nature and significance of their relationship with the District. The three components used to determine the presentation are: providing a "direct benefit", the "environment and ability to access/influence reporting", and the "significance" criterion. As defined by accounting principles generally accepted in the United States of America and established by the Governmental Accounting Standards Board, the financial reporting entity consists of the primary government, the District, and the following component unit.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

The District, along with the Santa Paula Redevelopment Agency (the Agency) and the City of Santa Paula, formed the Santa Paula Redevelopment/Community College Joint Powers Improvement Authority (the Authority). The Authority was formed under an agreement dated November 2, 1992, under The Joint Powers Act. The purpose of the Authority is to carry out the intent of the agreement to finance Public Capital Improvements which benefit the District. The Authority is governed by a five member commission. The commission is composed of three members appointed by the District and two members appointed by the Agency. The activity of the Authority is reported in the financial statements of the District using the blended presentation method and is included as part of the capital outlay fund. Below is a breakout of the financial reporting activity of the Authority:

	<u>2009</u>
Revenues	
Distribution from Santa Paula Redevelopment Agency	\$ 69,524
Interest	7,959
Total Revenues	<u>77,483</u>
Expenses	
Santa Paula Center Building Lease Payments	<u>57,600</u>
Net Change	19,883
Beginning Balance	<u>235,699</u>
Ending Balance	<u><u>\$ 255,582</u></u>

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Governmental fund types and fiduciary fund types are reported using the modified accrual basis of accounting. Their revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current fiscal period. Expenditures are recognized in the accounting period in which the liability is incurred (when goods are received or services rendered), except for unmatured interest on general long-term debt, which is recognized when due.

Proprietary fund types are accounted for using the accrual basis of accounting. Revenues are recognized when earned, and expenses are recognized when the related liabilities are incurred.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

The District applies all GASB pronouncements, as well as the Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be unrestricted cash on hand, demand deposits, and short-term unrestricted investments with original maturities of three months or less from the date of acquisition. Cash equivalents also include unrestricted cash with county treasury balances for purposes of the statement of cash flows. Restricted cash and cash equivalents represented balances restricted by external sources such as grants and contracts or specifically restricted for the repayment of capital debt.

Investments

Investments held at June 30, 2009, with original maturities greater than one year are stated at fair value. Fair value is estimated based on quoted market prices at year-end. All investments not required to be reported at fair value are stated at cost or amortized cost. Fair values of investments in county and State investment pools are determined by the program sponsor.

Accounts Receivable

Accounts receivable include amounts due from the Federal, State and/or local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the District's grants and contracts. Accounts receivable also consist of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty, and staff, the majority of each residing in the State of California. The District provides for an allowance for uncollectable accounts as an estimation of amounts that may not be received. This allowance is based upon management's estimates and analysis. The allowance was estimated at \$1,393,635 for the year ended June 30, 2009.

Prepaid Expenditures

Prepaid expenditures represent payments made to vendors and others for services that will benefit periods beyond June 30, 2009.

Inventories

Inventories consist primarily of bookstore merchandise and cafeteria food and supplies held for resale to the students and faculty of the colleges. Inventories are stated at cost, utilizing the weighted average method. The cost is recorded as an expense as the inventory is consumed.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Capital Assets and Depreciation

The District's capital expenditures have been accounted for as expenditures within the governmental and fiduciary fund types incurring the cost. These assets have not been capitalized within the individual funds and depreciation expense is not recorded. Capital assets are capitalized within the proprietary fund types and depreciations expense is recorded within the individual fund incurring the expense. Depreciation on capitalized assets is provided on the straight-line basis over the following estimated useful lives:

Vehicles and equipment	2 - 15 years
Improvements	5 - 20 years

Compensated Absences

Accumulated unpaid employee vacation benefits are recognized as liabilities of the District. The amount of the liability expected to be paid from current resources is recognized at year-end in the governmental fund that will pay the benefit.

The District also participates in "load banking" with eligible academic employees whereby the employee may teach extra courses in one period in exchange for time off in another period. The District recognizes this liability in the same manner as vacation benefits.

Sick leave is accumulated without limit for each employee based upon negotiated contracts. Leave with pay is provided when employees are absent for health reasons; however, the employees do not gain a vested right to accumulated sick leave. Employees, therefore, are never paid for any sick leave balance at termination of employment or any other time. Therefore, the value of accumulated sick leave is not recognized as a liability in the District's financial statements. However, credit for unused sick leave is applicable to all classified school members who retire after January 1, 1999. At retirement, each member will receive .004 year of service credit for each day of unused sick leave. Credit for unused sick leave is applicable to all certificated employees and is determined by dividing the number of unused sick days by the number of base service days required to complete the last school year, if employed full time.

Deferred Revenue

Deferred revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Deferred revenues include (1) amounts received for tuition and fees prior to the end of the fiscal year that are related to the subsequent fiscal year and (2) amounts received from Federal and State grants received before the eligibility requirements are met.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

State Apportionments

Certain current year apportionments from the State are based on financial and statistical information of the previous year. Any corrections due to the recalculation of the apportionment are made in February of the subsequent year. When known and measurable, these recalculations and corrections are accrued in the year in which Full Time Equivalent Students (FTES) are generated.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Property Taxes

Secured property taxes attach as an enforceable lien on property as of January 1. The County Assessor is responsible for assessment of all taxable real property. Taxes are payable in two installments on November 1 and February 1 and become delinquent on December 10 and April 10, respectively. Unsecured property taxes are payable in one installment on or before August 31. The County of Ventura bills and collects the taxes on behalf of the District. Local property tax revenues are recorded when received.

The voters of the District passed a General Obligation Bond in March 2002 for the acquisition, construction, and rehabilitation of facilities on the three community college campuses and the Camarillo site. As a result of the passage of the Bond, property taxes are assessed on the property within the District specifically for the repayment of the debt incurred. The taxes are billed and collected as noted above and remitted to the District when collected. The property tax revenue received for the repayment of the bonds for the years ended June 30, 2009 and 2008, was \$16,440,924 and \$6,125,260, respectively.

Budgets and Budgetary Accounting

Annual budgets are adopted on a modified accrual basis for the District's General Funds and Special Revenue Fund. The District's Board of Trustees adopts a tentative operating budget no later than July 1 in accordance with State law. The Board revises the budget during the year to give consideration to unanticipated revenue and expenditures primarily resulting from events unknown at the time of budget adoption. It is this final revised budget that is presented in these financial statements. The District employs budget control by minor object and by individual appropriation accounts. The Board approves pooled budget categories for operational expenditures (supplies, operating expenses, and capital outlay). Actual expenditures are charged to the specific expenditure account number. Expenditures cannot legally exceed appropriations by major object account. A public hearing must be conducted to receive comments prior to adoption. The District's Board satisfied these requirements.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Financial Presentation

These financial statements have been prepared specifically for the Board of Trustees and management of the Ventura County Community College District to provide an analysis of the financial position and results of operations of the District's individual funds had the District not implemented GASB Statements No. 34 and No. 35.

New Accounting Pronouncements

In March 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Classifications*. The objectives of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The requirements of this Statement are effective for the financial statements for periods beginning after June 15, 2010. The District does not anticipate a significant impact in reporting as a result of this Statement as fund financial information is not reported.

In April 2009, the GASB issued GASB Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to incorporate the hierarchy of generally accepted accounting principles (GAAP) for State and local governments into the GASB authoritative literature. The "GAAP hierarchy" consists of the sources of accounting principles used in the preparation of financial statements for State and local governmental entities that are presented in conformity with GAAP and the framework for selecting those principles. GASB Statement No. 55 is effective immediately.

In April 2009, the GASB issued GASB Statement No. 56, *Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statement on Auditing Standards*. The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance presented in the AICPA's Statements on Auditing Standards. This Statement addresses three issues not included in the authoritative literature that establishes accounting principles: related party transactions, going concern considerations, and subsequent events. The presentation of principles used in the preparation of financial statements is more appropriately included in accounting and financial reporting standards rather than auditing literature. GASB Statement No. 56 is effective immediately.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 3 - CASH AND INVESTMENTS

Policies and Practices

The District is authorized under California Government Code to make direct investments in local agency bonds, notes, or warrants within the State; U.S. Treasury instruments; registered State warrants or treasury notes; securities of the U.S. Government, or its agencies; bankers acceptances; commercial paper; certificates of deposit placed with commercial banks and/or savings and loan companies; repurchase or reverse repurchase agreements; medium term corporate notes; shares of beneficial interest issued by diversified management companies, certificates of participation, obligations with first priority security; and collateralized mortgage obligations.

Investment in County Treasury

The District is considered to be an involuntary participant in an external investment pool as the District is required to deposit all receipts and collections of monies with their County Treasurer (Education Code Section 41001). The fair value of the District's investment in the pool is reported in the accounting financial statements at amounts based upon the District's pro-rata share of the fair value provided by the County Treasurer for the entire portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by the County Treasurer, which is recorded on the amortized cost basis.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

General Authorizations

Limitations as they relate to interest rate risk, credit risk, and concentration of credit risk are indicated in the schedules below:

Authorized Investment Type	Maximum Remaining Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Bonds, Notes, Warrants	5 years	None	None
Registered State Bonds, Notes, Warrants	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptance	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Reverse Repurchase Agreements	92 days	20% of base	None
Medium-Term Corporate Notes	5 years	30%	None
Mutual Funds	N/A	20%	10%
Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-Through Securities	5 years	20%	None
County Pooled Investment Funds	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None
Joint Powers Authority Pools	N/A	None	None

Authorized Under Debt Agreements

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements rather than the general provisions of the California Government Code. These provisions allow for the acquisition of investment agreements with maturities of up to 30 years.

Summary of Deposits and Investments

Deposits and investments as of June 30, 2009, consist of the following:

Cash on hand and in banks	\$ 172,376
Investments	279,025,132
Total Deposits and Investments	<u>\$ 279,197,508</u>

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District manages its exposure to interest rate risk by investing in the County investment pool.

Specific Identification

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuation is provided by the following schedule that shows the distribution of the District's investment by maturity:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity Date</u>
County Pool	<u>\$ 282,866,252</u>	346*

* Weighted average days to maturity

Credit Risk

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. The District's investment in the County pool is not required to be rated. Presented below is the minimum rating required by the California Government Code, the District's investment policy, or debt agreements, and the actual rating as of the year-end for each investment type.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Minimum Legal Rating</u>	<u>Rating June 30, 2009</u>
County Pool	<u>\$ 282,866,252</u>	N/A	AAAf

Custodial Credit Risk - Deposits

This is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a policy for custodial credit risk for deposits. However, 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 percent of the total amount deposited by the public agencies. California law also allows financial institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105 percent of the secured deposits. As of June 30, 2009, the District did not have any deposits exposed to custodial credit risk because all balances were Federal Deposit Insurance Corporation (FDIC) insured.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 4 - ACCOUNTS RECEIVABLE

Receivables at June 30, 2009, consist of the following:

	General	Special Revenue	Capital Projects	Debt Service	Fiduciary	Proprietary	Total
Federal Government							
Categorical aid	\$ 1,952,362	\$ -	\$ -	\$ -	\$ 442,048	\$ -	\$ 2,394,410
Other Federal aid	-	-	314,735	-	-	-	314,735
State Government							
Apportionment	11,515,269	-	-	-	-	-	11,515,269
Categorical aid	381,533	-	-	-	11,880	-	393,413
Lottery	2,012,836	-	-	-	-	-	2,012,836
State construction claims	-	-	7,068,393	-	-	-	7,068,393
Other State	57,747	-	-	-	-	-	57,747
Local Sources							
Interest	288,828	-	1,227,019	80,703	25,696	49,825	1,672,071
Other local	676,542	-	478,306	-	7,791	77,562	1,240,201
Total	16,885,117	-	9,088,453	80,703	487,415	127,387	26,669,075
Less: reserve	(27,578)	-	-	-	-	-	(27,578)
Accounts receivable, net	<u>\$ 16,857,539</u>	<u>\$ -</u>	<u>\$ 9,088,453</u>	<u>\$ 80,703</u>	<u>\$ 487,415</u>	<u>\$ 127,387</u>	<u>\$ 26,641,497</u>
Student loan receivable	\$ 5,001,452	\$ 8,892	\$ 28,464	\$ -	\$ 409,720	\$ 53,055	\$ 5,501,583
Less: reserve	(1,313,949)	-	-	-	(52,108)	-	(1,366,057)
Student loan receivable, net	<u>\$ 3,687,503</u>	<u>\$ 8,892</u>	<u>\$ 28,464</u>	<u>\$ -</u>	<u>\$ 357,612</u>	<u>\$ 53,055</u>	<u>\$ 4,135,526</u>

NOTE 5 - INTERFUND TRANSACTIONS

Interfund Receivables/Payables (Due To/Due From)

Individual fund interfund receivable and payable balances at June 30, 2009, are as follows:

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

	Interfund Receivables	Interfund Payables
Funds		
General Unrestricted	\$ 7,186,392	\$ 7,107
General Restricted	39,870	855,709
Capital Outlay	-	6,338,292
Student Financial Aid	27,995	53,149
Total	\$ 7,254,257	\$ 7,254,257

Operating Transfers

Interfund transfers consist of operating transfers from funds receiving revenue to funds through which the resources are to be expended. Interfund transfers for the year ended June 30, 2009, are as follows:

The General Unrestricted Fund transferred to the General Restricted Fund	\$ 795,311
The General Unrestricted Fund transferred to the Capital Outlay Fund	2,328,816
The General Unrestricted Fund transferred to the Student Clubs Fund	3,596
The General Unrestricted Fund transferred to the Other Trust Fund	317,086
The General Unrestricted Fund transferred to the Cafeteria Fund (Oxnard)	250,000
The General Unrestricted Fund transferred to the Internal Service Fund	100,000
The General Restricted Fund transferred to the General Unrestricted Fund	369,006
The General Restricted Fund transferred to the Capital Outlay Fund	469,261
The General Restricted Fund transferred to the Student Financial Aid Fund	332,965
The General Restricted Fund transferred to the Other Trust Fund	658,111
The Capital Outlay Fund transferred to the Other Trust Fund	1,087
The Associated Students Organization Fund transferred to the Scholarship and Loan Fund	10,000
The Associated Students Organization Fund transferred to the Student Clubs Fund	8,723
The Associated Students Organization Fund transferred to the Other Trust Fund	22,540
The Student Clubs Fund transferred to the Other Trust Fund	15,758
The Other Trust Fund transferred to the General Unrestricted Fund	133,868
The Other Trust Fund transferred to the Capital Outlay Fund	32,088
The Bookstore Fund (Ventura) transferred to the Other Trust Fund	136,375
The Bookstore Fund (Ventura) transferred to the Cafeteria Fund (Ventura)	46,299
The Bookstore Fund (Moorpark) transferred to the Student Clubs Fund	25,000
The Bookstore Fund (Moorpark) transferred to the Other Trust Fund	50,000
Total	\$ 6,105,890

NOTE 6 - ACCOUNTS PAYABLE

Accounts payable at June 30, 2009, consist of the following:

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

	General	Special Revenue	Capital Projects	Fiduciary	Proprietary	Total
Accrued payroll and benefits	\$ 2,299,508	\$ -	\$ -	\$ -	\$ -	\$ 2,299,508
Accrued vacation	804,847	-	-	-	99,152	903,999
Construction	-	-	6,942,537	-	-	6,942,537
Student liabilities	1,145,006	-	-	68,847	-	1,213,853
Load banking	-	-	-	-	1,115,334	1,115,334
Other	3,084,619	312	-	525,604	162,430	3,772,965
Total	<u>\$ 7,333,980</u>	<u>\$ 312</u>	<u>\$ 6,942,537</u>	<u>\$ 594,451</u>	<u>\$ 1,376,916</u>	<u>\$ 16,248,196</u>

NOTE 7 - DEFERRED REVENUE

Deferred revenue at June 30, 2009, consists of the following:

	General	Special Revenue	Capital Project	Fiduciary	Total
Federal categorical aid	\$ 42,515	\$ -	\$ -	\$ -	\$ 42,515
State categorical aid	2,495,417	-	-	-	2,495,417
Apportionment	187,647	-	-	-	187,647
Schedule maintenance	-	-	1,613,428	-	1,613,428
Lottery	368,330	-	-	-	368,330
Other State	48,812	-	247	-	49,059
Enrollment/student fees	5,794,338	-	25,900	276,096	6,096,334
Local	556,229	2,212	-	-	558,441
Total	<u>\$ 9,493,288</u>	<u>\$ 2,212</u>	<u>\$ 1,639,575</u>	<u>\$ 276,096</u>	<u>\$ 11,411,171</u>

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 8 - FUND BALANCES

Fund balances are composed of the following elements:

	General	Special Revenue	Capital Projects	Debt Service
Reserved				
Prepaid expenditures	\$ 276,552	\$ -	\$ 294,592	\$ -
Restricted programs	3,809,997	-	-	-
Total Reserved	<u>4,086,549</u>	<u>-</u>	<u>294,592</u>	<u>-</u>
Unreserved				
Designated				
Capital outlay	-	-	219,571,786	-
Debt repayment	-	-	-	14,661,452
General reserves	6,790,970	620,593	-	-
Budget rollover	1,258,761	-	-	-
Revenue shortfall contingency	4,955,715	-	-	-
Total Designated	<u>13,005,446</u>	<u>620,593</u>	<u>219,571,786</u>	<u>14,661,452</u>
Undesignated	<u>10,576,403</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Unreserved	<u>23,581,849</u>	<u>620,593</u>	<u>219,571,786</u>	<u>14,661,452</u>
Total	<u><u>\$ 27,668,398</u></u>	<u><u>\$ 620,593</u></u>	<u><u>\$ 219,866,378</u></u>	<u><u>\$ 14,661,452</u></u>

NOTE 9 - COMMITMENTS AND CONTINGENCIES

Litigation

The District is involved in various litigation. In the opinion of management and legal counsel, the disposition of all litigation pending will not have a material effect on the District's financial statements.

State and Federal Allowances, Awards, and Grants

The District has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, in the opinion of management, any required reimbursements will not be material.

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

Construction Commitments

As of June 30, 2009, the District had the following commitments with respect to the unfinished capital projects:

CAPITAL PROJECT	Remaining Construction Commitment	Expected Date of Completion
Moorpark College PE Renovation	\$ 40,036	12/31/09
Moorpark College EATM Building	742,850	12/31/10
Moorpark College Academy Center	7,965,042	07/01/10
Moorpark College Health/Science Complex	11,965,848	12/31/10
Moorpark College Planning and Development (indirect costs)	488,942	12/31/11
Moorpark College CW Planning and Development (indirect costs)	1,397	12/31/10
Moorpark College Infrastructure	3,325,322	12/31/10
Moorpark College Data Switch Project	99,698	07/01/10
Moorpark College Piped Utility Systems	4,694	12/31/10
Moorpark College Master Plan	3,913	12/31/10
Oxnard College Auto Technology	389,352	07/01/10
Oxnard College Student Services Center	1,022,240	12/31/09
Oxnard College Learning Resources Center Renovation	628,291	12/31/11
Oxnard College Planning and Development Cost	321,607	12/31/11
Oxnard College CW Planning and Development Cost	849	12/31/11
Oxnard College PA/Classroom and Auditorium	12,995,010	12/31/10
Oxnard College Data Switch Project	100,038	07/01/10
Oxnard College Special Repairs	16,174	12/31/11
Oxnard College Master Plan	25,613	12/31/11
Oxnard College INF Improvements Campus Site Finishes	7,446	12/31/11
Oxnard College Track and Field	98,929	12/31/09
Oxnard College Dental Hygiene Expansion and Renovation	1,500	12/31/11
Oxnard College Fire and Sheriff Academy	1,000,000	07/01/11
Ventura College Secondary and Tertiary	4,589	07/01/09
Ventura College Electrical Systems Upgrade	18,623	07/01/11
Ventura College Modernization	92,489	12/31/11
Ventura College Master Plan	17,934	12/31/11
Ventura College Renovate Athletic Facilities	435,887	07/01/11
Ventura College GP and High Tech Project	24,601,324	07/01/11
Ventura College Planning and Development Cost	722,056	12/31/11
Ventura College CW Planning and Development Cost	2,409	12/31/11
Ventura College Piped Utility System	11,426	07/01/11
Ventura College Renovate Theater Building	313,210	07/01/11
Ventura College Telephone Data Switch	119,618	07/01/10
Ventura College Maintenance Projects	61,709	07/01/11
Ventura College Fire and Sheriff Academy	4,000,000	07/01/11
Fire/Sheriff Planning and Development Cost	106,993	07/01/11
Fire/Sheriff Data Switch Project	30,182	07/01/10
Fire/Sheriff Master Plan	56,727	07/01/11
Fire/Sheriff Academy	11,504,911	07/01/11
	<u>\$ 83,344,878</u>	

The projects are funded through a combination of general obligation bonds and capital project apportionments from

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

the State Chancellor's Office.

Deferral of State Apportionments

Due to the inability of the California State legislature to enact a budget by June 30, 2009, certain apportionments owed to the District for funding of FTES and construction reimbursements, which are attributable to the 2008-2009 fiscal year, have been deferred to the 2009-2010 fiscal year. The total amount of funding deferred into the 2009-2010 fiscal year was \$18,580,476. These deferrals of apportionment are considered permanent with future funding also being subject to deferral into future years. As of the audit report date, the District had received all of the deferrals owed to them by the State.