

VENTURA UNIFIED SCHOOL DISTRICT

VENTURA COUNTY

**REPORT ON
AUDIT OF FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
INCLUDING REPORTS ON COMPLIANCE
June 30, 2000**

VENTURA UNIFIED SCHOOL DISTRICT

AUDIT REPORT

June 30, 2000

CONTENTS

	<u>Page</u>
FINANCIAL SECTION	
Independent Auditors' Report	1-2
Combined Statements - General Purpose Financial Statements:	
Combined Balance Sheet - All Fund Types and Account Groups.....	3
Combined Statement of Revenues, Expenditures and Changes in Fund Balance – All Governmental Fund Types and Expendable Trust Funds.....	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual - All Governmental Fund Types.....	5-8
Notes to Financial Statements.....	9-33
Combining Financial Statements:	
Special Revenue Funds:	
Combining Balance Sheet	34
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	35-36
Capital Projects Funds:	
Combining Balance Sheet	37-39
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	40-45
Fiduciary Funds:	
Combining Balance Sheet	46-47
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	48-49

VENTURA UNIFIED SCHOOL DISTRICT

AUDIT REPORT

June 30, 2000

CONTENTS

(Continued)

Page

SUPPLEMENTARY INFORMATION SECTION

Auditors' Report on Supplementary Information.....	50
History and Organization	51
Schedule of Average Daily Attendance	52
Schedule of Instructional Time Offered.....	53
Schedule of Expenditures of Federal Awards	54
Reconciliation of Annual Financial and Budget Report (J-200) With Audited Financial Statements	55
Schedule of Financial Trends and Analysis	56
Notes to Supplementary Information	57
Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	58-59
Report on Compliance with Requirements Applicable to each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	60-61
Report on State Compliance	62-63
Schedule of Findings and Questioned Costs - Summary of Auditor Results	64
Schedule of Findings and Questioned Costs Related to General Purpose Financial Statements	65-69
Schedule of Findings and Questioned Costs Related to Federal Awards	70
Status of Prior Year Findings and Questioned Costs.....	71-72



INDEPENDENT AUDITORS' REPORT

Board of Education
Ventura Unified School District
295 South Arcade Drive
Ventura, California 93003

We have audited the accompanying combined general purpose financial statements of the Ventura Unified School District, as of and for the year ended June 30, 2000 as listed in the table of contents. These general purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits and 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the combined general purpose financial statements listed in the aforementioned table of contents present fairly, in all material respects, the financial position of the Ventura Unified School District as of June 30, 2000, and the results of its operations for the fiscal year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated September 21, 2000 on our consideration of the Ventura Unified School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

GEM A Ptanski, ext 243
* Linda Saddlemire
Ext 256

Board of Education
Ventura Unified School District

Our audit was made for the purpose of forming an opinion on the combined general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Ventura Unified School District. Such information has been subjected to the auditing procedures applied in the audit of the combined general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the combined general purpose financial statements taken as a whole.

The column on the accompanying combined financial statements captioned "Totals-Memorandum Only" is not necessary for a fair presentation of the financial statements, but is presented as additional analytical data.

Vicenti, Lloyd & Stutzman, LLP
VICENTI, LLOYD & STUTZMAN LLP

September 21, 2000

VENTURA UNIFIED SCHOOL DISTRICT
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
 June 30, 2000

	Governmental Fund Types				Fiduciary Fund	Account Groups		Total (Memorandum Only)	
	General Fund	Debt Service Fund	Special Revenue Funds	Capital Projects Funds	Agency and Trust Funds	General Long-Term Debt	General Fixed Assets	Current Year	Prior Year
ASSETS									
Cash in County Treasury	\$ 9,441,421	\$ 1,850,636	\$ 3,618,982	\$ 30,401,750	\$ 5,167,387	\$	\$	\$ 50,480,176	\$ 38,433,086
Cash on Hand & in Banks			293,998		670,524			964,522	635,693
Cash in Revolving Fund	50,000							50,000	20,000
Cash with Fiscal Agent				429,884				429,884	445,967
Cash Collections Awaiting Deposit	162,905		116,286	68,584	22,882			370,657	255,811
Accounts Receivable:									
Federal and State Governments	3,100,399		1,170,832	168,961				4,440,192	7,099,058
Local Governments	255,500		618					256,118	600,623
Miscellaneous	877,382	31,098	623,358	498,835	122,561			2,153,234	11,820,473
Due from Other Funds	1,450,000		451,116	895,794	522			2,797,432	6,178,415
Stores Inventory	275,120		218,432		40,995			534,547	615,363
General Fixed Assets							99,565,712	99,565,712	75,870,188
Amount Available in Debt Service Fund						1,881,734		1,881,734	1,216,827
Amount Available in Other Funds						835,809		835,809	866,931
Amount Available with Administrator						429,884		429,884	430,298
Amount to be Provided for:									
Accrued Vacation						115,114		115,114	117,470
Bond Principal						40,228,266		40,228,266	28,658,173
Capital Leases						113,857		113,857	237,246
Certificates of Participation						2,515,116		2,515,116	2,759,702
TOTAL ASSETS	\$ 15,612,727	\$ 1,881,734	\$ 6,493,622	\$ 32,463,808	\$ 6,024,871	\$ 46,119,780	\$ 99,565,712	\$ 208,162,254	\$ 176,261,324
LIABILITIES AND FUND EQUITY									
Liabilities									
Accounts Payable	\$ 3,351,135	\$	\$ 566,079	\$ 3,714,341	\$ 25,266	\$	\$	\$ 7,656,821	\$ 4,794,930
Due to Other Funds	455,815		1,413,293	928,133	191			2,797,432	6,178,415
Deferred Revenue	2,193,801		147,620					2,341,421	2,570,691
Accrued Vacation	511,279		50,653					677,046	670,326
Retiree Benefits						115,114		835,809	866,931
Unmature Bonds Payable						42,110,000		42,110,000	29,875,000
Funds Held in Trust					475,758			475,758	355,064
Certificates of Participation						2,945,000		2,945,000	3,190,000
Capital Leases						113,857		113,857	237,246
TOTAL LIABILITIES	6,512,030	-	2,177,645	4,642,474	501,215	46,119,780	-	59,953,144	48,738,603
Fund Equity									
Reserved for Special Purposes	325,120		218,432		40,995			584,547	635,363
Restricted for Special Purposes	2,610,793		125,061					2,735,854	1,811,071
Reserved for Debt Service		1,881,734						1,881,734	1,216,827
Designated for Special Purpose	6,164,784		3,112,406	27,821,334	5,301,556			42,400,080	44,853,546
Undesignated			860,078		181,105			1,041,183	3,135,726
Investment in General Fixed Assets							99,565,712	99,565,712	75,870,188
TOTAL FUND EQUITY	9,100,697	1,881,734	4,315,977	27,821,334	5,523,656	-	99,565,712	148,209,110	127,522,721
TOTAL LIABILITIES AND FUND EQUITY	\$ 15,612,727	\$ 1,881,734	\$ 6,493,622	\$ 32,463,808	\$ 6,024,871	\$ 46,119,780	\$ 99,565,712	\$ 208,162,254	\$ 176,261,324

See accompanying notes to the financial statement.

VENTURA UNIFIED SCHOOL DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For the Fiscal Year Ended June 30, 2000

	Governmental Fund Types				Fiduciary Fund Types	Total (Memorandum Only)	
	General Fund	Debt Service Fund	Special Revenue Funds	Capital Projects Funds	Agency And Trust Funds	Current Year	Prior Year
REVENUES							
Revenue from Revenue Limit Sources	\$ 65,871,328	\$	\$ 4,159,390	\$	\$	\$ 70,030,718	\$ 67,191,233
Revenue from Federal Sources	4,087,218		3,018,864			7,106,082	8,121,590
Revenue from Other State Sources	17,804,807	49,561	2,050,609			19,904,977	16,378,774
Revenue from Local Sources	7,865,620	2,219,838	4,906,375	2,907,904	1,470,983	19,370,720	18,976,194
School Facilities Apportionment				1,149,364		1,149,364	4,477,269
Other Sources					14,949	14,949	14,900
TOTAL REVENUES	95,628,973	2,269,399	14,135,238	4,057,268	1,485,932	117,576,810	115,159,960
EXPENDITURES							
Certificated Salaries	47,175,171		1,744,724			48,919,895	47,675,330
Classified Salaries	15,251,016		3,377,682		130	18,628,828	18,106,984
Employee Benefits	13,917,508		1,082,415		3,227,574	18,227,497	16,885,958
Books and Supplies	4,911,698		2,946,539	980	13,573	7,872,790	6,787,845
Services and Other Operating Expenses	5,857,269		1,641,850	492,525	1,847,402	9,839,046	9,322,201
Capital Outlay	4,838,068		1,849,498	17,845,691	1,900	24,535,157	22,718,608
Outgoing Tuition	1,041,611					1,041,611	406,266
Other Transfers Out	1,728,774		113,681			1,842,455	1,777,294
Direct Support/Indirect Costs	(807,516)		807,516			-	-
Debt Service		1,604,492				1,604,492	969,011
TOTAL EXPENDITURES	93,913,599	1,604,492	13,563,905	18,339,196	5,090,579	132,511,771	124,649,497
Excess (deficiency) of revenues over expenditures	1,715,374	664,907	571,333	(14,281,928)	(3,604,647)	(14,934,961)	(9,489,537)
OTHER FINANCING SOURCES (USES)							
Interfund Transfers In	619,325		250,000	1,981,509	3,780,000	6,630,834	6,753,661
Proceeds from Capital Leases						-	86,352
Proceeds from Bonds				12,500,000		12,500,000	10,000,000
Interfund Transfers Out	(4,569,855)		(1,018,364)	(1,042,615)		(6,630,834)	(6,753,661)
Debt Service	(117,700)		(20,674)	(435,800)		(574,174)	(937,646)
TOTAL OTHER FINANCING SOURCES (USES)	(4,068,230)	-	(789,038)	13,003,094	3,780,000	11,925,826	9,148,706
Excess (deficiency) of revenues over expenditures and other sources (uses)	(2,352,856)	664,907	(217,705)	(1,278,834)	175,353	(3,009,135)	(340,831)
Fund Balances at Beginning of Year	11,453,553	1,216,827	4,533,682	29,100,168	5,348,303	51,652,533	51,993,364
Fund Balances at End of Year	\$ 9,100,697	\$ 1,881,734	\$ 4,315,977	\$ 27,821,334	\$ 5,523,656	\$ 48,643,398	\$ 51,652,533

See the accompanying notes to the financial statements.

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ALL GOVERNMENTAL FUND TYPES
 For the Fiscal Year Ended June 30, 2000

	General Fund			Debt Service Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Revenue Limit Sources									
Principal Apportionment	\$ 32,713,256	\$ 32,101,338	\$ (611,918)	\$	\$	\$	\$ 3,202,640	\$ 3,205,966	\$ 3,326
Tax Relief Subventions	438,670	445,027	6,357						
County and District Taxes	31,939,293	32,435,932	496,639						
Revenue Limit Transfers	951,644	889,031	(62,613)				985,062	953,424	(31,638)
Total Revenue from Revenue Limit Sources	66,042,863	65,871,328	(171,535)	-	-	-	4,187,702	4,159,390	(28,312)
Revenue from Federal Sources									
ECIA/ESEA	2,210,043	1,788,674	(421,369)						
Special Education	1,171,051	1,150,504	(20,547)						
EESA	127,500	45,053	(82,447)						
Drug/Alcohol/Tobacco Funds	102,442	91,372	(11,070)						
Child Nutrition Programs							2,235,107	2,234,733	(374)
Vocational Education Act	84,660	73,837	(10,823)						
Interagency Contracts	507	507	-						
Other Federal Revenue	675,021	937,271	262,250				726,471	784,131	57,660
Total Revenue from Federal Sources	4,371,224	4,087,218	(284,006)	-	-	-	2,961,578	3,018,864	57,286
Revenue from Other State Sources									
Special Education Master Plan	153,112	226,808	73,696						
GATE	-	153,112	153,112						
Special Purpose Apportionments	3,937,367	3,274,725	(662,642)						
Special Instructional Allowance	7,883,669	7,600,264	(283,405)						
State Preschool							530,168	518,965	(11,203)
Child Nutrition Programs							171,604	169,237	(2,367)
Deferred Maintenance Allowance							521,000	763,997	242,997
Mandated Costs	275,000	418,155	143,155						
State Lottery	2,022,260	2,083,198	60,938				158,082	158,082	-
Tax Relief Subventions				28,155	49,561	21,406			
Healthy Start	283,800	202,745	(81,055)						
Drug/Alcohol/Tobacco Funds	196,816	136,196	(60,620)						
Class Size Reduction Facilities	960,000	960,000	-						
Other State Revenues	3,346,219	2,749,604	(596,615)				518,192	440,328	(77,864)
Total Revenue from Other State Sources	19,058,243	17,804,807	(1,253,436)	28,155	49,561	21,406	1,899,046	2,050,609	151,563
Revenue from Local Sources									
Restricted Tax Levies				1,590,766	2,158,057	567,291			
Non Ad Valorem Taxes	-	27,617	27,617						
Sales	3,000	1,329	(1,671)				2,037,872	2,038,277	405
Leases and Rentals	185,000	206,975	21,975						
Interest	2,411,880	1,337,389	(1,074,491)	5,000	61,781	56,781	208,466	203,539	(4,927)
Fees and Contracts							2,362,780	2,275,759	(87,021)
Tuition	221,000	255,500	34,500						
Other Transfers In	5,447,789	5,420,579	(27,210)						
Other Local Revenue	783,104	616,231	(166,873)				368,161	388,800	20,639
Total Revenue from Local Sources	9,051,773	7,865,620	(1,186,153)	1,595,766	2,219,838	624,072	4,977,279	4,906,375	(70,904)
School Facilities Apportionment									
TOTAL REVENUES	98,524,103	95,628,973	(2,895,130)	1,623,921	2,269,399	645,478	14,025,605	14,135,238	109,633

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ALL GOVERNMENTAL FUND TYPES
 For the Fiscal Year Ended June 30, 2000

	Capital Projects Funds			Total (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Revenue from Revenue Limit Sources						
Principal Apportionment	\$	\$	\$	\$ 35,915,896	\$ 35,307,304	\$ (608,592)
Tax Relief Subventions				438,670	445,027	6,357
County and District Taxes				31,939,293	32,435,932	496,639
Revenue Limit Transfers				1,936,706	1,842,455	(94,251)
Total Revenue from Revenue Limit Sources	-	-	-	70,230,565	70,030,718	(199,847)
Revenue from Federal Sources						
ECIA/ESEA				2,210,043	1,788,674	(421,369)
Special Education				1,171,051	1,150,504	(20,547)
EESA				127,500	45,053	(82,447)
Drug/Alcohol/Tobacco Funds				102,442	91,372	(11,070)
Child Nutrition Programs				2,235,107	2,234,733	(374)
Vocational Education Act				84,660	73,837	(10,823)
Interagency Contracts				507	507	-
Other Federal Revenue				1,401,492	1,721,402	319,910
Total Revenue from Federal Sources	-	-	-	7,332,802	7,106,082	(226,720)
Revenue from Other State Sources						
Special Education Master Plan				153,112	226,808	73,696
GATE				-	153,112	153,112
Special Purpose Apportionments				3,937,367	3,274,725	(662,642)
Special Instructional Allowance				7,883,669	7,600,264	(283,405)
State Preschool				530,168	518,965	(11,203)
Child Nutrition Programs				171,604	169,237	(2,367)
Deferred Maintenance Allowance				521,000	763,997	242,997
Mandated Costs				275,000	418,155	143,155
State Lottery				2,180,342	2,241,280	60,938
Tax Relief Subventions				28,155	49,561	21,406
Healthy Start				283,800	202,745	(81,055)
Drug/Alcohol/Tobacco Funds				196,816	136,196	(60,620)
Class Size Reduction Facilities				960,000	960,000	-
Other State Revenues				3,864,411	3,189,932	(674,479)
Total Revenue from Other State Sources	-	-	-	20,985,444	19,904,977	(1,080,467)
Revenue from Local Sources						
Restricted Tax Levies				1,590,766	2,158,057	567,291
Non Ad Valorem Taxes				-	27,617	27,617
Sales				2,040,872	2,039,606	(1,266)
Leases and Rentals	424,000	426,287	2,287	609,000	633,262	24,262
Interest	1,504,024	1,256,251	(247,773)	4,129,370	2,858,960	(1,270,410)
Fees and Contracts	1,273,000	1,225,366	(47,634)	3,635,780	3,501,125	(134,655)
Tuition				221,000	255,500	34,500
Other Transfers In				5,447,789	5,420,579	(27,210)
Other Local Revenue				1,151,265	1,005,031	(146,234)
Total Revenue from Local Sources	3,201,024	2,907,904	(293,120)	18,825,842	17,899,737	(926,105)
School Facilities Apportionment	6,916,883	1,149,364	(5,767,519)	6,916,883	1,149,364	(5,767,519)
TOTAL REVENUES	10,117,907	4,057,268	(6,060,639)	124,291,536	116,090,878	(8,200,658)

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
For the Fiscal Year Ended June 30, 2000

	General Fund			Debt Service Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXPENDITURES									
Certificated Salaries	\$ 47,320,609	\$ 47,175,171	\$ 145,438	\$	\$	\$	\$ 1,825,062	\$ 1,744,724	\$ 80,338
Classified Salaries	15,843,053	15,251,016	592,037				3,434,325	3,377,682	56,643
Employee Benefits	14,057,054	13,917,508	139,546				1,093,933	1,082,415	11,518
Books and Supplies	8,885,660	4,911,698	3,973,962				3,020,393	2,946,539	73,854
Services and Other Operating Expenses	5,909,100	5,857,269	51,831				1,752,065	1,641,850	110,215
Capital Outlay	6,391,291	4,838,068	1,553,223				2,204,909	1,849,498	355,411
Outgoing Tuition	1,050,000	1,041,611	8,389						
Other Transfers Out	1,798,583	1,728,774	69,809				138,123	113,681	24,442
Direct Support/Indirect Costs	(811,935)	(807,516)	(4,419)				811,935	807,516	4,419
Debt Service				1,606,378	1,604,492	1,886			
TOTAL EXPENDITURES	<u>100,443,415</u>	<u>93,913,599</u>	<u>6,529,816</u>	<u>1,606,378</u>	<u>1,604,492</u>	<u>1,886</u>	<u>14,280,745</u>	<u>13,563,905</u>	<u>716,840</u>
Excess (deficiency) of revenues over expenditures	<u>(1,919,312)</u>	<u>1,715,374</u>	<u>3,634,686</u>	<u>17,543</u>	<u>664,907</u>	<u>647,364</u>	<u>(255,140)</u>	<u>571,333</u>	<u>826,473</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	622,800	619,325	(3,475)				250,000	250,000	-
Proceeds from Bonds									
Interfund Transfers Out	(4,569,858)	(4,569,855)	3				(1,018,800)	(1,018,364)	436
Debt Service	(81,588)	(117,700)	(36,112)				(20,674)	(20,674)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(4,028,646)</u>	<u>(4,068,230)</u>	<u>(39,584)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(789,474)</u>	<u>(789,038)</u>	<u>436</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (5,947,958)</u>	<u>(2,352,856)</u>	<u>\$ 3,595,102</u>	<u>\$ 17,543</u>	<u>664,907</u>	<u>\$ 647,364</u>	<u>\$ (1,044,614)</u>	<u>(217,705)</u>	<u>\$ 826,909</u>
Fund Balances at Beginning of Year		<u>11,453,553</u>			<u>1,216,827</u>			<u>4,533,682</u>	
Fund Balances at End of Year		<u>\$ 9,100,697</u>			<u>\$ 1,881,734</u>			<u>\$ 4,315,977</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
For the Fiscal Year Ended June 30, 2000

	Capital Projects Funds			Total (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXPENDITURES						
Certificated Salaries	\$	\$	\$	\$ 49,145,671	\$ 48,919,895	\$ 225,776
Classified Salaries				19,277,378	18,628,698	648,680
Employee Benefits				15,150,987	14,999,923	151,064
Books and Supplies	8,300	980	7,320	11,914,353	7,859,217	4,055,136
Services and Other Operating Expenses	596,200	492,525	103,675	8,257,365	7,991,644	265,721
Capital Outlay	46,723,974	17,845,691	28,878,283	55,320,174	24,533,257	30,786,917
Outgoing Tuition				1,050,000	1,041,611	8,389
Other Transfers Out				1,936,706	1,842,455	94,251
Direct Support/Indirect Costs				-	-	-
Debt Service				1,606,378	1,604,492	1,886
TOTAL EXPENDITURES	<u>47,328,474</u>	<u>18,339,196</u>	<u>28,989,278</u>	<u>163,659,012</u>	<u>127,421,192</u>	<u>36,237,820</u>
Excess (deficiency) of revenues over expenditures	<u>(37,210,567)</u>	<u>(14,281,928)</u>	<u>22,928,639</u>	<u>(39,367,476)</u>	<u>(11,330,314)</u>	<u>28,037,162</u>
OTHER FINANCING SOURCES (USES)						
Interfund Transfers In	9,375,103	1,981,509	(7,393,594)	10,247,903	2,850,834	(7,397,069)
Proceeds from Bonds	10,000,000	12,500,000	2,500,000	10,000,000	12,500,000	2,500,000
Interfund Transfers Out	(8,439,248)	(1,042,615)	7,396,633	(14,027,906)	(6,630,834)	7,397,072
Debt Service	(435,800)	(435,800)	-	(538,062)	(574,174)	(36,112)
TOTAL OTHER FINANCING SOURCES (USES)	<u>10,500,055</u>	<u>13,003,094</u>	<u>2,503,039</u>	<u>5,681,935</u>	<u>8,145,826</u>	<u>2,463,891</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (26,710,512)</u>	<u>(1,278,834)</u>	<u>\$ 25,431,678</u>	<u>\$ (33,685,541)</u>	<u>(3,184,488)</u>	<u>\$ 30,501,053</u>
Fund Balances at Beginning of Year		<u>29,100,168</u>			<u>46,304,230</u>	
Fund Balances at End of Year		<u>\$ 27,821,334</u>			<u>\$ 43,119,742</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The District accounts for its financial transactions in accordance with the policies and procedures of the Department of Education's California School Accounting Manual, updated to conform to the new financial and reporting requirements promulgated by the California Department of Education. The accounting policies of the District conform to generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board and the American Institute of Certified Public Accountants.

The significant accounting policies applicable to the District are described below.

A. FUND ACCOUNTING:

To ensure compliance with the California Education Code, the financial resources of the District are divided into separate funds for which separate accounts are maintained for recording cash, other resources and all related liabilities, obligations and equities.

The statements of revenue, expenditures and changes in fund balance are statements of financial activities of the particular fund related to the current reporting period. Expenditures of the various funds frequently include amounts for land, buildings, equipment, retirement of indebtedness, transfers to other funds, etc. Consequently, these statements do not purport to present the result of operations or the net income or loss for the period as would a statement of income for a profit-type organization. The modified accrual basis of accounting is used for all funds including the fiduciary funds. The District's accounts are organized into three broad categories which in aggregate include two fund types and two account groups as indicated.

GOVERNMENTAL FUNDS

General Fund - the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund - the Bond Interest and Redemption Fund is used to collect taxes and pay for debt service associated with General Obligation Bonds.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

A. FUND ACCOUNTING: (continued)

Special Revenue Funds - used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The District maintains five special revenue funds:

1. Adult Education Fund - used to account for resources committed to adult education programs maintained by the District.
2. Cafeteria Fund - used to account for revenues received and expenditures made to operate the District's cafeterias.
3. Child Development Fund - used to account for resources committed to child development programs.
4. Deferred Maintenance Fund - used for the purpose of major repair or replacement of District property.
5. Special Reserve Fund - Premium Deposits - used to account for financial transactions of the Pacific Mutual Premium Deposit Fund.

Capital Projects Funds - used to account for the acquisition and/or construction of major governmental general fixed assets. The District maintains sixteen capital projects funds:

1. Building Fund Bond Proceeds (Fund #63) - used to account for repairs and construction of facilities.
2. Building Fund Series A (Fund #61) - used to account for the acquisition, retro-fitting and operation of real property.
3. Building Fund Series B (Fund #62) - used to account for the acquisition and operation of real property.
4. Building Fund (Fund #60) - used to account for the construction and/or acquisition of major capital facilities. Income is from rental of unused sites.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

A. FUND ACCOUNTING: (continued)

GOVERNMENTAL FUNDS (continued)

5. Capital Facilities Fund (Residential) - used to account for resources received from residential developer impact fees.
6. Capital Facilities Fund (Commercial) - used to account for resources received from commercial developer impact fees.
7. State School Building Lease-Purchase Fund (Fund #40) - used to account for Anacapa Middle School modernization funds.
8. State School Building Lease-Purchase Fund (Fund #41) – used to account for Cabrillo Middle School modernization funds.
9. State School Building Lease-Purchase Fund (Fund #42) – used to account for new construction funds for Citrus Glen Elementary School.
10. State School Lease-Purchase Fund (#43) – used to account for DeAnza Middle School modernization funds.
11. State School Lease-Purchase Fund (#44) – used to account for Buena High School modernization funds.
12. State School Lease-Purchase Fund (#45) – used to account for Ventura High School modernization funds.
13. County Schools Facilities Fund (#83) – used to account for the School Facility Program grants awarded for modernization of Buena High School.
14. County Schools Facilities Fund (#84) – used to account for the School Facility Program grants awarded for modernization of Ventura High School.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

A. FUND ACCOUNTING: (continued)

GOVERNMENTAL FUNDS (continued)

15. County Schools Facilities Fund (#85) – used to account for the School Facility Program grants awarded for modernization of elementary school sites.
16. Special Reserve Fund (Disasters) - used to account for resources received to repair damages caused by natural disasters.

FIDUCIARY FUNDS - used to account for monies received and expenditures made for specific purposes in each fund.

1. Retiree Benefit Fund - used to account for future payments of health and welfare benefits.
2. Alternative Retiree Benefit Fund - used to account for future payments of the exempt governmental deferred compensation plan.
3. Foundation Fund - used to account for donations of funds from private individuals and organizations.
4. Associated Student Body Funds - used to account for raising and expending money to promote the general welfare, morale and educational experiences of the student body organizations. The District operates eight Student Body Funds.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

A. FUND ACCOUNTING: (continued)

ACCOUNT GROUPS

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All Governmental Funds and Expendable Trust Funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheet. Their reported fund balance is considered a measure of "available spendable resources". Thus, the fixed assets and long-term liabilities associated with Governmental and Expendable Trust Funds are accounted for in the Account Groups of the District.

General Fixed Assets Account Group - accounts for fixed assets used in governmental fund type operations.

General Long-Term Debt Account Group - accounts for long-term liabilities expected to be financed from governmental funds.

B. ACCOUNTING METHOD:

All governmental funds and fiduciary funds are maintained on the modified accrual basis of accounting. As such, revenues are recognized when they become susceptible to accrual, which is to say, when they become both measurable and available to finance expenditures of the current period with the exceptions noted below.

1. Secured property taxes attach as an enforceable lien on property as of March 1. Taxes are payable in two installments on November 15 and March 15. Unsecured property taxes are payable in one installment on or before August 31.

Real and personal property tax revenues are reported in the same manner in which the County auditor records and reports actual property tax receipts to the California Department of Education. This is generally on a cash basis.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

B. ACCOUNTING METHOD: (continued)

2. Certain current year apportionments from the state are based upon various financial and statistical information of the previous year. Second period to annual corrections for revenue limits and other state apportionments (either positive or negative) are accrued at the end of the fiscal year.

The District has estimated the expected deficit to the revenue limit with the most current information available. When recertified in February, this may be revised and if so, the adjustment will be recorded in the year received.

3. Certain revenues are accounted for on an accrual basis and receivables are accrued at year-end for amounts earned but not yet received. Interest income is accrued such that the amount earned during the four quarters of the given fiscal year is reflected as revenue in that fiscal year.

The estimated third and fourth quarter payments of state lottery revenue are accrued at the end of the fiscal year. The adjusting payment of lottery revenues from prior year to current ADA is reflected as income in the year in which the adjusting payment is received.

The District has estimated the receivable for the State match of deferred maintenance funds based on the most recent estimate of the available funds. Any difference will be recorded in the year received and is not expected to be a material difference.

4. Cash in the County treasury is recorded at cost, which approximates fair value, in accordance with GASB Statement No. 31.
5. Fixed assets used in governmental fund types of the District are recorded in the general fixed assets account group at cost or estimated historical cost if purchased or constructed. Donated fixed assets are recorded at their estimated fair value at the date of donation. Assets in the general fixed assets account group are not depreciated. Interest incurred during construction is not capitalized on general fixed assets.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

B. ACCOUNTING METHOD: (continued)

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life is not included in the general fixed assets account group.

6. Inventory is valued at average cost.
7. In accordance with GASB Statement No. 16 accumulated unpaid employee vacation benefits are recognized as liabilities of the District. The salary portion of the liability is recognized in the applicable funds at year end. The benefit portion of the liability is recorded in the General Long-Term Debt Account Group.

Sick leave benefits are accumulated without limit for each employee. The employees do not gain a vested right to accumulated sick leave.

Accumulated employee sick leave benefits are not recognized as liabilities of the District since payment of such benefits is not probable. Therefore, sick leave benefits are recorded as expenditures in the period that sick leaves are taken.

8. Reservations of the ending fund balance indicate the portions of the fund balance not appropriable for expenditure.
9. Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid. All encumbrances are liquidated at June 30.
10. The District reports long-term debt of governmental funds at face value in the general long-term debt account group.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

B. ACCOUNTING METHOD: (continued)

11. GASB Statement No. 24 requires that direct on-behalf payments for fringe benefits and salaries made by one entity to a third party recipient for the employees of another, legally separate entity be recognized as revenue and expenditures by the employer government. The State of California makes direct on-behalf payments for retirement benefits to the State Teachers Retirement System on behalf of all school districts in California. However, a fiscal advisory was issued by the California Department of Education instructing districts not to record revenue and expenditures for these on-behalf payments. The amount of on-behalf payments made for the District is estimated at \$2,098,000.

C. REPORTING ENTITY:

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in generally accepted accounting principles (GAAP) and GASB Statement No. 14. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the Board of Education's ability to exercise oversight responsibility. A second criterion used in evaluating potential component units is the scope of public service. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities.

Based upon the application of the criteria listed above, the following potential unit has been included in the District's reporting entity:

Ventura County Schools Public Facilities Financing Corporation – The Corporation is a legally separate entity formed for the purpose of acquiring equipment and capital outlay and then leasing such items to the Ventura Unified School District and other participating districts.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

C. REPORTING ENTITY: (continued)

Based upon the application of the criteria listed above, the following potential component unit has been excluded from the District's reporting entity:

Ventura Unified School District Education Foundation - The Foundation is a separate not-for-profit corporation. The Foundation Board of Directors are elected independent of any District Governing Board appointments. The Foundation Board is responsible for approving its own budget and accounting and finance related activities.

Separate financial statements for the Foundation can be obtained through the District.

NOTE 2 - BUDGETS:

By state law, the District's Governing Board must adopt a final budget no later than July 1. A public hearing must be conducted to receive comments prior to adoption. The District's Governing Board satisfied these requirements.

These budgets are revised by the District's Governing Board during the year to give consideration to unanticipated income and expenditures. It is this final revised budget that is presented in the financial statements in a column entitled "Budget."

Formal budgetary integration was employed as a management control device during the year for all budgeted funds. Expenditures cannot legally exceed appropriations by major object account.

Budgets for all funds were adopted on a basis which materially conforms to generally accepted accounting principles (GAAP).

NOTE 3 - EXCESS OF EXPENDITURES OVER APPROPRIATIONS:

There were no excesses of expenditures over appropriations in individual funds by major object.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 4 - DEPOSITS:

Cash at June 30, 2000 consisted of the following:

Deposits:

Cash on Hand and in Banks	\$ 964,522
Cash in Revolving Fund	50,000
Cash with Fiscal Agent	429,884
Cash Collections Awaiting Deposit	370,654

Pooled Funds:

Cash in County Treasury	50,480,176
-------------------------	------------

Cash balances held in banks and in revolving funds are insured up to \$100,000 by the Federal Depository Insurance Corporation. Not all cash held by the financial institutions is insured or collateralized as presented in the schedule below.

In accordance with Education Code Section 41001, the District maintains substantially all of its cash in the Ventura County Treasury. The county pools these funds with those of other districts in the county and invests the cash. These pooled funds are carried at cost which approximates fair value. Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool.

The County is authorized to deposit cash and invest excess funds by California Government Code Section 53648 et. seq. The funds maintained by the County are either secured by federal depository insurance or are collateralized.

	Category*			Bank Balance	Carrying Amount
	1	2	3		
Cash on Hand and in Banks	\$172,299	\$ 853,982	\$3,434	\$1,029,715	\$ 964,522
Cash in Revolving Fund	45,397			45,397	50,000
Cash with Fiscal Agent		429,883		429,883	429,884
Cash Collections Awaiting Deposit	<u>100,000</u>	<u>270,644</u>	<u> </u>	<u>370,644</u>	<u>370,657</u>
Total Deposits	<u>\$317,696</u>	<u>\$1,554,509</u>	<u>\$3,434</u>	<u>\$1,875,639</u>	<u>\$1,815,063</u>

* Category 1 includes deposits that are insured or collateralized. Category 2 includes deposits that are insured or collateralized by the pledging financial institution's trust department or agent in the District's name. Category 3 includes deposits that are not insured or collateralized.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 5 - INTERFUND TRANSACTIONS:

A. Interfund Receivables/Payables

Individual interfund receivable and payable balances at June 30, 2000 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$1,450,000	\$ 455,815
Special Revenue Funds:		
Adult Education Fund	169,003	252,112
Cafeteria Fund	282,113	553,933
Child Development Fund		24,684
Special Reserve Fund (Premium Deposits)		582,564
Capital Projects Funds:		
Building Fund Bond Proceeds (Fund #63)	81,674	648,307
Building Fund A (Fund #61)		1,202
Building Fund B (Fund #62)	1,202	131,440
Building Fund (Fund #60)	4,577	155
Capital Facilities (Residential)	149,860	32,725
Capital Facilities (Commercial)		4,036
State School Building Lease-Purchase Fund (Fund #40)	109,183	
State School Building Lease-Purchase Fund (Fund #41)	274,451	
State School Building Lease-Purchase Fund (Fund #42)		1,148
State School Building Lease-Purchase Fund (Fund #43)	264,673	
State School Building Lease-Purchase Fund (Fund #44)	10,092	24,434
State School Building Lease-Purchase Fund (Fund #45)	82	70,646

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 5 - INTERFUND TRANSACTIONS: (continued)

A. Interfund Receivables/Payables (continued)

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Capital Projects Funds: (continued)		
County Schools Facility Fund (Fund #83)		10,092
County Schools Facility Fund (Fund #84)		82
County Schools Facility Fund (Fund #85)		3,866
Agency and Trust Funds		
Foundation		168
Retiree Benefit Fund	522	23
Totals	<u>\$2,797,432</u>	<u>\$2,797,432</u>

B. Interfund 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 1999-2000 fiscal year are as follows:

Transfer from General Fund to Deferred Maintenance Fund for State matching funds	\$ 250,000
Transfer from Capital Facilities Funds (Residential and Commercial) to General Fund to pay for developer's fees administration	36,761
Transfer from General Fund to Retiree Benefit Funds for expenditures and prefunding	3,755,000
Transfer from Special Reserve Fund (Premium Deposits) to the General Fund to partially fund health and welfare benefits over cap	582,564

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 5 - INTERFUND TRANSACTIONS: (continued)

B. Interfund Transfers (continued)

Transfer from Adult Education Fund to the Building Fund Series A (Fund #61) to pay for Certificates of Participation debt service	435,800
Transfer from the General Fund to State School Building Lease-Purchase Fund (Various) for required District match	539,855
Transfer from State School Building Lease-Purchase Fund (Fund #41) to State School Building Lease-Purchase Fund (Various) to recognize expenditures in the correct fund	121,972
Transfer from Building Fund (Fund #62) to Capital Facilities Fund (Residential) for repayment of a previous transfer	131,440
Transfer from Building Fund Bond Proceeds (Fund #63) to State School Building Lease-Purchase Funds (Various) for required District match	752,442
Transfer from General Fund to Foundation Fund to contribute to foundation efforts	<u>25,000</u>
Total	<u>\$6,630,834</u>

NOTE 6 - FUND BALANCES - RESERVED/RESTRICTED/DESIGNATED:

The following amounts were reserved by the Board of Education for the special purposes below:

	<u>General Fund</u>	<u>Cafeteria Fund</u>	<u>Student Body Funds</u>
Revolving Cash	\$ 50,000	\$	\$
Stores Inventory	<u>275,120</u>	<u>218,432</u>	<u>40,995</u>
Total	<u>\$325,120</u>	<u>\$218,432</u>	<u>\$40,995</u>

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 6 - FUND BALANCES - RESERVED/RESTRICTED/DESIGNATED: (continued)

The following amounts were restricted for the special purposes below:

	<u>General Fund</u>	<u>Child Development Fund</u>	<u>Total</u>
Restricted for:			
Gifted and Talented Education	\$ 82,569	\$	\$ 82,569
K-8 Instructional Materials	132,916		132,916
9-12 Instructional Materials	89,489		89,489
K-8 Math Instructional Materials	170,007		170,007
9-12 Math Instructional Materials	409,168		409,168
Tenth Grade Counseling	21,694		21,694
Science Materials	88,220		88,220
Supplemental Grants	26,162		26,162
School Site AB 3488	33,215		33,215
Gray Family Trust	198,633		198,633
Medi-Cal	331,843		331,843
Library Grant	568,898		568,898
AB 115	348,754		348,754
Restricted Lottery	109,225		109,225
State Preschool		85,393	85,393
SAPID		<u>39,668</u>	<u>39,668</u>
Total	<u>\$2,610,793</u>	<u>\$125,061</u>	<u>\$2,735,854</u>

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 6 - FUND BALANCES - RESERVED/RESTRICTED/DESIGNATED: (continued)

The following amounts were designated by the Board:

General Fund:	
Economic Uncertainty	\$ 2,958,000
One Time	1,837,331
Board Priorities	<u>1,369,453</u>
Total	\$ <u>6,164,784</u>
Special Revenue Funds:	
Adult Education Fund:	
Economic Uncertainty	\$ 165,800
Loan Payment	437,570
Cafeteria Fund:	
Economic Uncertainty	140,000
Equipment Purchases	15,000
Child Development Fund:	
Child Care	47,028
Deferred Maintenance Fund:	
Future Projects	968,448
Special Reserve Premium Deposits:	
Future Payments	<u>1,338,560</u>
Total	\$ <u>3,112,406</u>
Capital Projects Funds:	
Building Fund Bond Proceeds (Fund #63):	
Bond Projects	\$24,023,647
Building Fund Series A (Fund #61):	
Certificate of Participation Reserve	429,885
Operating Expenses	444,228
Building Fund Series B (Fund #62):	
Operating Expenses	35,286
Capital Facilities (Residential):	
Future Projects	961,605
Buena High Modernization	391,750
Electrical	2,000
Foothill High Phase 1 and 2	1,001,000

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 6 - FUND BALANCES - RESERVED/RESTRICTED/DESIGNATED: (continued)

Capital Projects Funds: (continued)	
Capital Facilities (Commercial):	
Foothill High School	2,000
Future Projects	200,664
Building Fund (Fund #60):	
Building Projects	95,856
State School Building Lease-Purchase Fund (Fund #40):	
Anacapa Modernization	17,157
State School Building Lease-Purchase Fund (Fund #41):	
Cabrillo Modernization	18,506
State School Building Lease-Purchase Fund (Fund #43):	
DeAnza Modernization	14,189
State School Building Lease-Purchase Fund (Fund #44):	
Buena High School Modernization	119,824
State School Building Lease-Purchase Fund (Fund #45):	
Ventura High School Modernization	49,463
Special Reserve Fund (Disaster):	
Disaster Costs	<u>14,274</u>
Total	<u>\$27,821,334</u>
Agency and Trust Funds:	
Foundation Fund:	
Mini Grants Carryover	\$ 2,441
Save the Music	1,055
Expired Grants	7,223
Other Grants	3,937
Retiree Benefit Fund:	
Future Health Premiums	3,389,061
Alternative Retiree Benefit Fund:	
Future Payments	<u>1,897,839</u>
Total	<u>\$ 5,301,556</u>

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 7 - TAX REVENUE ANTICIPATION NOTES:

The District issued \$4,975,000 of Tax Revenue Anticipation Notes dated July 2, 1999. The notes included interest at a rate of 4% and matured on July 3, 2000. The notes were sold by the District to supplement its cash flow.

Repayment requirements were that \$1,990,000 plus interest in January 2000, \$497,500 plus interest in both March 2000 and April 2000, and \$1,990,000 plus interest in May 2000 be deposited with U.S. Bank Trust N.A., (the "Trustee"). The total amount of interest paid was \$199,553. All deposits were made with the Trustee on a timely basis and, therefore, the liability is not shown on the financial statements at June 30, 2000.

NOTE 8 - LEASES:

Capital Leases

The District leases equipment valued at \$391,828 under agreements which provide for title to pass upon expiration of the lease period. Future minimum lease payments are as follows:

<u>Year Ending June 30,</u>	<u>Lease Payment</u>
2001	\$ 90,663
2002	22,287
2003	7,397
2004	<u>3,299</u>
Total	123,646
Less Amount Representing Interest	<u>(9,789)</u>
Present Value of Net Minimum Lease Payments	<u>\$113,857</u>

The District will receive no sublease rental revenues nor pay any contingent rentals for this equipment.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 9 - BONDED DEBT - GENERAL OBLIGATION BONDS:

In June, 1997 the voters approved the issuance of bonds, not to exceed \$81 million, for the purpose of raising money to finance the acquisition, construction and modernization of school facilities and paying related costs.

The outstanding bonded debt of the Ventura Unified School District at June 30, 2000 is:

<u>Date of Issue</u>	<u>Interest Rate %</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>	<u>Outstanding July 1, 1999</u>	<u>Issued Current Year</u>	<u>Redeemed Current Year</u>	<u>Outstanding June 30, 2000</u>
8/15/97 A	Various	8/1/2027	\$10,000,000	\$ 9,875,000	\$	\$135,000	\$ 9,740,000
6/23/98 B	Various	8/1/2028	10,000,000	10,000,000		130,000	9,870,000
6/29/99 C	Various	2/1/2030	10,000,000	10,000,000			10,000,000
6/1/00 D	Various	2/1/2031	<u>12,500,000</u>	<u> </u>	<u>12,500,000</u>	<u> </u>	<u>12,500,000</u>
			<u>\$42,500,000</u>	<u>\$29,875,000</u>	<u>\$12,500,000</u>	<u>\$265,000</u>	<u>\$42,110,000</u>

The annual requirements to amortize all bonds payable, outstanding as of June 30, 2000, are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 415,000	\$ 1,584,855	\$ 1,999,855
2002	520,000	2,304,927	2,824,927
2003	670,000	2,259,616	2,929,616
2004	720,000	2,204,145	2,924,145
2005	755,000	2,146,308	2,901,308
Thereafter	<u>39,030,000</u>	<u>31,823,225</u>	<u>70,853,225</u>
Totals	<u>\$42,110,000</u>	<u>\$42,323,076</u>	<u>\$84,433,076</u>

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 10 - CERTIFICATES OF PARTICIPATION:

The District issued two series of certificates of participation on August 1, 1994. The proceeds of Series A (\$4,230,000), after payment of costs and establishment of reserves, were used to finance the acquisition and subsequent improvement of a building to be used as an adult education facility. The proceeds of Series B (\$1,450,000), after payment of costs and establishment of reserves, have been used to finance the acquisition of a building ultimately to be used as an administration facility.

The certificates of participation were sold by Sutro Company. The Ventura County Schools Public Facilities Financing Corporation acts as a purchaser and lessor of the property and U.S. Trust Company acts as trustee and disbursing agent. At June 30, 2000, the District had \$429,884 available with the Trustee for repayment. The principal amount due at June 30, 2000 for Series A is \$2,945,000 and Series B is \$0.

Lease Payments - Lease payments are required to be made by the District under the lease each April 1 for use and possession of the property for the period commencing April 1, 1995 and terminating July 1, 2009. Lease payments will be funded in part from the proceeds of the Certificates.

The lease requires that lease payments be deposited in the related lease payment fund maintained by the trustee. Pursuant to the trust agreement, on July 1 of each year, commencing July 1, 1995, the trustee will pay from the lease payment fund the required principal and interest payments (twice per year) with respect to Ventura Unified School District as indicated below:

Series A Certificates

<u>Year Ending</u> <u>April 1</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 260,000	\$ 177,570	\$ 437,570
2002	270,000	163,270	433,270
2003	290,000	147,880	437,880
2004	305,000	131,060	436,060
2005	320,000	113,065	433,065
Thereafter	<u>1,500,000</u>	<u>243,725</u>	<u>1,743,725</u>
	<u>\$2,945,000</u>	<u>\$ 976,570</u>	<u>\$3,921,570</u>

The interest ranges from 5.7% to 6.4%.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 11 - OTHER ACCOUNTING DISCLOSURES:

- A. General fixed assets - A schedule of changes in general fixed assets for the year ended June 30, 2000 is shown below:

	<u>Balance</u> <u>July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2000</u>
Land and improvements	\$ 8,206,724	\$ 3,015,188	\$	\$11,221,912
Buildings and improvements	48,523,711	17,452,315		65,976,026
Equipment	<u>19,139,753</u>	<u>4,028,426</u>	<u>800,405</u>	<u>22,367,774</u>
Totals	<u>\$75,870,188</u>	<u>\$24,495,929</u>	<u>\$800,405</u>	<u>\$99,565,712</u>

- B. Long-term Debt - A schedule of changes in long-term debt for the year ended June 30, 2000 is shown below.

	<u>Balance</u> <u>July 1, 1999</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2000</u>
General Obligation Bonds	\$29,875,000	\$12,500,000	\$ 265,000	\$42,110,000
Certificates of Participation	3,190,000		245,000	2,945,000
Capital leases	237,246		123,389	113,857
Accrued Vacation	117,470		2,356	115,114
Alternative Retiree Benefits	<u>866,931</u>	<u>657,000</u>	<u>688,122</u>	<u>835,809</u>
Totals	<u>\$34,286,647</u>	<u>\$13,157,000</u>	<u>\$1,323,867</u>	<u>\$46,119,780</u>

NOTE 12 - EMPLOYEE RETIREMENT PLANS:

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Certificated employees are members of the State Teachers' Retirement System (STRS) and classified employees are members of the Public Employees' Retirement System (PERS).

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 12 - EMPLOYEE RETIREMENT PLANS: (continued)

State Teachers' Retirement System (STRS)

Plan Description

The District contributes to the State Teachers' Retirement System (STRS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by STRS. The plan provides retirement, disability and survivor benefits to beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. STRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the STRS annual financial report may be obtained from STRS, 7667 Folsom Boulevard, Sacramento, CA 95826.

Funding Policy

Active plan members are required to contribute 8.0% of their salary and the District is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the STRS Teachers' Retirement Board. The required employer contribution rate for fiscal year 1999-2000 was 8.25% of annual payroll. The contribution requirements of the plan members are established and may be amended by State statute.

Public Employees' Retirement System (PERS)

Plan Description

The District contributes to the School Employer Pool under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. CalPERS issues a separate and required supplementary information. Copies of the CalPERS' annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, CA 95814.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 12 - EMPLOYEE RETIREMENT PLANS: (continued)

Public Employees' Retirement System (PERS) (continued)

Funding Policy

Active plan members are required to contribute 7.0% of their salary (7.0% of monthly salary over \$133.33 if the member participates in Social Security) and the District is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalPERS Board of Administration. There was no required employer contribution rate for fiscal year 1999-2000. The contribution requirements of the plan members are established and may be amended by State statute.

Contributions to STRS and PERS

The District's contributions to STRS and PERS for each of the last three fiscal years is as follows:

Year Ended <u>June 30,</u>	<u>STRS</u>		<u>PERS</u>	
	<u>Required Contribution</u>	<u>Percent Contributed</u>	<u>Required Contribution</u>	<u>Percent Contributed</u>
1998	\$3,454,801	100%	\$884,140	100%
1999	3,761,709	100%	0	100%
2000	3,846,199	100%	0	100%

NOTE 13 - RETIREE BENEFITS:

Retirement Plan Prior to June 30, 1993:

Ventura Unified School District Certificated and Classified employees, retired from the District as of June 30, 1993, have Health and Welfare benefits based on status at time of retirement. As of June 30, 2000, the District had 630 retired employees covered under the plan at a cost of \$3,227,563 for the fiscal year 1999-2000, which is included in the Retiree Benefit Fund expenditures. The cost for 2000-01 is expected to be \$3,554,000. An actuarial study was conducted to estimate the liability of the revised retirement plan. The estimated present value as of July 1, 1999 is \$51,579,403. There is no amount included in the long term debt account group.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 13 - RETIREE BENEFITS: (continued)

Deferred Compensation Plan:

A deferred compensation plan was established effective July 1, 1993. Eligible employees, employed as of April 28, 1993, may receive \$1,500 per year of service (plus one year) as of June 30, 1993 to a maximum of 30 years. The employee must retire under PERS or STRS with Ventura Unified School District to be eligible. This amount is payable in five equal annual installments. New employees are not eligible for the program. At June 30, 2000 the District had 74 retired employees covered under the plan. The cost attributable to this program in 1999-2000 was \$688,122, and \$723,000 is expected to be the cost in 2000-01. An actuarial study was conducted to estimate the liability of the deferred compensation plan. The estimated present value as of July 1, 1999 was \$8,968,457 for all eligible employees of this plan. The total estimated liability for known eligible employees at June 30, 2000, for the next four years of \$835,809 is reflected in these financial statements in the Long-Term Debt Group of accounts.

NOTE 14 - JOINT POWERS AGREEMENTS:

The Ventura Unified School District participates in two joint powers agreement (JPA) entities: the Ventura County Schools Self-Funding Authority (the Authority) and the Gold Coast Joint Benefits Trust (the Trust). The Authority provides workers' compensation, property and liability insurance, boiler and machinery and fidelity bond coverages among other types of insurance. The member districts are subject to various deductible amounts in addition to payment of premiums assessed by the Authority. The Authority pools responsibility for claims up to certain limits and provides high level umbrella type coverage above its retention limits. The Trust arranges for health and welfare benefits for employees and retirees of participating school districts and their eligible dependents. Member districts pay a monthly premium per eligible participant.

Each JPA is independently accountable for its fiscal matters and is governed by a board consisting of representatives from each member District. Budgets are not subject to any approval other than that of the respective governing boards. Member districts share surpluses and deficits proportionately to their participation in the JPAs.

The relationships between the Ventura Unified School District and the JPAs are such that none of the JPAs is a component unit of the Ventura Unified School District for financial reporting purposes.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 14 - JOINT POWERS AGREEMENTS: (continued)

Condensed financial information for the most current year ended is as follows:

	The Authority (Audited) <u>June 30, 1999</u>	The Trust (Unaudited) <u>June 30, 2000</u>
Total Assets	\$27,834,680	\$ 4,540,472
Total Liabilities	<u>20,459,162</u>	<u>10,174</u>
Total Fund Balance	\$ <u>7,375,518</u>	\$ <u>4,530,298</u>
Total Revenues	\$ <u>10,954,638</u>	\$ <u>24,443,077</u>
Total Expenditures	\$ <u>13,420,889</u>	\$ <u>26,331,558</u>

NOTE 15 - COMMITMENTS AND CONTINGENCIES:

A. 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, it is believed that any required reimbursement will not be material.

B. State School Building Lease-Purchase Fund and County Facilities Fund

The District is currently involved in several construction and modernization projects funded through the Office of Public School Construction. These projects are subject to future audits by the State, which may result in other adjustments to the fund.

C. Purchase Commitments

As of June 30, 2000, the District was committed under various capital expenditure purchase agreements for construction and modernization projects totaling approximately \$11,906,400. Projects will be funded through Bond Proceeds, State School Building Lease-Purchase Grants, State Deferred Maintenance Allocations, Capital Facilities Funds and General Funds.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(Continued)

NOTE 16 - SUBSEQUENT EVENT

The District issued \$2,965,000 of Tax Revenue Anticipation Notes dated July 3, 2000. The notes include interest at a rate of 5.25% and mature on July 3, 2001. The notes were sold by the District to supplement its cash flow.

The District is required to deposit \$1,186,000 plus interest in February 2001, \$296,500 plus interest in both March 2001 and April 2001 and \$1,186,000 plus interest in May 2001 with the Trustee.

VENTURA UNIFIED SCHOOL DISTRICT

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2000

	<u>Adult Education Fund</u>	<u>Cafeteria Fund</u>	<u>Child Development Fund</u>	<u>Deferred Maintenance Fund</u>	<u>Special Reserve Fund Premium Deposits</u>	<u>Total (Memorandum Only)</u>
ASSETS						
Cash in County Treasury	\$ 609,184	\$ 309,888	\$ 263,427	\$ 555,624	\$ 1,880,859	\$ 3,618,982
Cash on Hand and in Banks		293,998				293,998
Cash Collections Awaiting Deposit	81,132	34,869	285			116,286
Accounts Receivable:						
Federal and State Governments	219,769	460,070	31,547	459,446		1,170,832
Local Governments		618				618
Miscellaneous	523,304	39,149	8,110	12,530	40,265	623,358
Due from Other Funds	169,003	282,113				451,116
Stores Inventory		218,432				218,432
TOTAL ASSETS	<u>\$ 1,602,392</u>	<u>\$ 1,639,137</u>	<u>\$ 303,369</u>	<u>\$ 1,027,600</u>	<u>\$ 1,921,124</u>	<u>\$ 6,493,622</u>
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts Payable	\$ 163,615	\$ 240,530	\$ 102,782	\$ 59,152	\$	\$ 566,079
Due to Other Funds	252,112	553,933	24,684		582,564	1,413,293
Deferred Revenue	143,806		3,814			147,620
Accrued Vacation	18,172	32,481				50,653
TOTAL LIABILITIES	<u>577,705</u>	<u>826,944</u>	<u>131,280</u>	<u>59,152</u>	<u>582,564</u>	<u>2,177,645</u>
FUND BALANCE						
Reserved for Special Purposes		218,432				218,432
Restricted for Special Purposes			125,061			125,061
Designated for Special Purposes	603,370	155,000	47,028	968,448	1,338,560	3,112,406
Undesignated	421,317	438,761				860,078
TOTAL FUND BALANCE	<u>1,024,687</u>	<u>812,193</u>	<u>172,089</u>	<u>968,448</u>	<u>1,338,560</u>	<u>4,315,977</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 1,602,392</u>	<u>\$ 1,639,137</u>	<u>\$ 303,369</u>	<u>\$ 1,027,600</u>	<u>\$ 1,921,124</u>	<u>\$ 6,493,622</u>

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2000

	Adult Education Fund			Cafeteria Fund			Child Development Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Revenue Limit Sources									
Principal Apportionment	\$ 3,202,640	\$ 3,205,966	\$ 3,326	\$ 985,062	\$ 953,424	\$ (31,638)	\$	\$	\$
Revenue Limit Transfers									
Revenue from Federal Sources									
Child Nutrition Programs				2,235,107	2,234,733	(374)			
Other Federal Revenue	623,664	685,564	61,900	102,807	98,567	(4,240)			
Revenue from Other State Sources									
State Preschool							530,168	518,965	(11,203)
Child Nutrition Programs				171,604	169,237	(2,367)			
Deferred Maintenance Allowance									
State Lottery	158,082	158,082	-						
Other State Revenues	263,741	191,387	(72,354)				254,451	248,941	(5,510)
Revenue from Local Sources									
Sales				2,037,872	2,038,277	405			
Interest	40,000	22,253	(17,747)	23,466	25,847	2,381	8,000	19,099	11,099
Fees and Contracts	2,343,100	2,254,587	(88,513)				19,680	21,172	1,492
Other Local Revenue	7,992	12,484	4,492	360,169	376,316	16,147			
TOTAL REVENUES	6,639,219	6,530,323	(108,896)	5,916,087	5,896,401	(19,686)	812,299	808,177	(4,122)
EXPENDITURES									
Certificated Salaries	1,805,062	1,727,643	77,419				20,000	17,081	2,919
Classified Salaries	920,635	918,961	1,674	2,134,062	2,132,297	1,765	379,628	326,424	53,204
Employee Benefits	557,540	552,981	4,559	461,709	456,481	5,228	74,684	72,953	1,731
Books and Supplies	546,608	493,068	53,540	2,403,119	2,401,136	1,983	45,666	44,073	1,593
Services and Other Operating Expenses	1,194,726	1,190,528	4,198	205,446	171,094	34,352	276,893	241,916	34,977
Capital Outlay	825,150	800,970	24,180	151,374	102,284	49,090	18,128	16,176	1,952
Other Transfers Out	123,047	105,590	17,457				15,076	8,091	6,985
Direct Support/Indirect Costs	236,551	235,346	1,205	551,560	549,720	1,840	23,824	22,450	1,374
TOTAL EXPENDITURES	6,209,319	6,025,087	184,232	5,907,270	5,813,012	94,258	853,899	749,164	104,735
Excess (deficiency) of revenues over expenditures	429,900	505,236	75,336	8,817	83,389	74,572	(41,600)	59,013	100,613
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In									
Interfund Transfers Out	(435,800)	(435,800)	-						
Debt Service				(20,674)	(20,674)	-			
TOTAL OTHER FINANCING SOURCES (USES)	(435,800)	(435,800)	-	(20,674)	(20,674)	-	-	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	\$ (5,900)	69,436	\$ 75,336	\$ (11,857)	62,715	\$ 74,572	\$ (41,600)	59,013	\$ 100,613
Fund Balances at beginning of year		955,251			749,478			113,076	
Fund Balances at end of year		\$ 1,024,687			\$ 812,193			\$ 172,089	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2000

	Deferred Maintenance Fund			Special Reserve Fund Premium Deposits			Total (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Revenue Limit Sources									
Principal Apportionment	\$	\$	\$	\$	\$	\$	\$ 3,202,640	\$ 3,205,966	\$ 3,326
Revenue Limit Transfers							985,062	953,424	(31,638)
Revenue from Federal Sources							2,235,107	2,234,733	(374)
Child Nutrition Programs							726,471	784,131	57,660
Other Federal Revenue									
Revenue from Other State Sources							530,168	518,965	(11,203)
State Preschool							171,604	169,237	(2,367)
Child Nutrition Programs							521,000	763,997	242,997
Deferred Maintenance Allowance	521,000	763,997	242,997				158,082	158,082	-
State Lottery							518,192	440,328	(77,864)
Other State Revenues									
Revenue from Local Sources							2,037,872	2,038,277	405
Sales							208,466	203,539	(4,927)
Interest	22,000	29,149	7,149	115,000	107,191	(7,809)	2,362,780	2,275,759	(87,021)
Fees and Contracts							368,161	388,800	20,639
Other Local Revenue									
TOTAL REVENUES	<u>543,000</u>	<u>793,146</u>	<u>250,146</u>	<u>115,000</u>	<u>107,191</u>	<u>(7,809)</u>	<u>14,025,605</u>	<u>14,135,238</u>	<u>109,633</u>
EXPENDITURES									
Certificated Salaries							1,825,062	1,744,724	80,338
Classified Salaries							3,434,325	3,377,682	56,643
Employee Benefits							1,093,933	1,082,415	11,518
Books and Supplies	25,000	8,262	16,738				3,020,393	2,946,539	73,854
Services and Other Operating Expenses	75,000	38,312	36,688				1,752,065	1,641,850	110,215
Capital Outlay	1,210,257	930,068	280,189				2,204,909	1,849,498	355,411
Other Transfers Out							138,123	113,681	24,442
Direct Support/Indirect Costs							811,935	807,516	4,419
TOTAL EXPENDITURES	<u>1,310,257</u>	<u>976,642</u>	<u>333,615</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,280,745</u>	<u>13,563,905</u>	<u>716,840</u>
Excess (deficiency) of revenues over expenditures	<u>(767,257)</u>	<u>(183,496)</u>	<u>583,761</u>	<u>115,000</u>	<u>107,191</u>	<u>(7,809)</u>	<u>(255,140)</u>	<u>571,333</u>	<u>826,473</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	250,000	250,000	-				250,000	250,000	-
Interfund Transfers Out				(583,000)	(582,564)	436	(1,018,800)	(1,018,364)	436
Debt Service							(20,674)	(20,674)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>(583,000)</u>	<u>(582,564)</u>	<u>436</u>	<u>(789,474)</u>	<u>(789,038)</u>	<u>436</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (517,257)</u>	<u>66,504</u>	<u>\$ 583,761</u>	<u>\$ (468,000)</u>	<u>(475,373)</u>	<u>\$ (7,373)</u>	<u>\$ (1,044,614)</u>	<u>(217,705)</u>	<u>\$ 826,909</u>
Fund Balances at beginning of year		901,944			1,813,933			4,533,682	
Fund Balances at end of year		<u>\$ 968,448</u>			<u>\$ 1,338,560</u>			<u>\$ 4,315,977</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2000

	<u>Building Fund Bond Proceeds (Fund #63)</u>	<u>Building Fund Series A (Fund #61)</u>	<u>Building Fund Series B (Fund #62)</u>	<u>Building Fund (Fund #60)</u>	<u>Capital Facilities Fund (Residential)</u>	<u>Capital Facilities Fund (Commercial)</u>
ASSETS						
Cash in County Treasury	\$ 26,723,134	\$ 434,015	\$ 167,642	\$ 92,958	\$ 2,146,800	\$ 173,205
Cash with Fiscal Agent		429,884				
Cash Collections Awaiting Deposit					55,074	13,510
Accounts Receivable:						
Federal and State Governments						
Miscellaneous	363,894	11,416	21,646	7,730	45,482	19,985
Due from Other Funds	81,674		1,202	4,577	149,860	
TOTAL ASSETS	<u>\$ 27,168,702</u>	<u>\$ 875,315</u>	<u>\$ 190,490</u>	<u>\$ 105,265</u>	<u>\$ 2,397,216</u>	<u>\$ 206,700</u>
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts Payable	\$ 2,496,748	\$	\$ 23,764	\$ 9,254	\$ 8,136	\$
Due to Other Funds	648,307	1,202	131,440	155	32,725	4,036
TOTAL LIABILITIES	<u>3,145,055</u>	<u>1,202</u>	<u>155,204</u>	<u>9,409</u>	<u>40,861</u>	<u>4,036</u>
FUND BALANCE						
Designated for Special Purpose	24,023,647	874,113	35,286	95,856	2,356,355	202,664
TOTAL FUND BALANCE	<u>24,023,647</u>	<u>874,113</u>	<u>35,286</u>	<u>95,856</u>	<u>2,356,355</u>	<u>202,664</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 27,168,702</u>	<u>\$ 875,315</u>	<u>\$ 190,490</u>	<u>\$ 105,265</u>	<u>\$ 2,397,216</u>	<u>\$ 206,700</u>

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2000

	State School Building Lease- Purchase Fund (Fund #40)	State School Building Lease- Purchase Fund (Fund #41)	State School Building Lease- Purchase Fund (Fund #42)	State School Building Lease- Purchase Fund (Fund #43)	State School Building Lease- Purchase Fund (Fund #44)	State School Building Lease- Purchase Fund (Fund #45)
ASSETS						
Cash in County Treasury	\$ 206,959	\$ 95,327	\$ 306	\$ 83,928	\$ 131,729	\$ 117,900
Cash with Fiscal Agent						
Cash Collections Awaiting Deposit						
Accounts Receivable:						
Federal and State Governments	84,572	84,389				
Miscellaneous	10,391	6,685	842	5,733	2,437	2,127
Due from Other Funds	109,183	274,451		264,673	10,092	82
TOTAL ASSETS	<u>\$ 411,105</u>	<u>\$ 460,852</u>	<u>\$ 1,148</u>	<u>\$ 354,334</u>	<u>\$ 144,258</u>	<u>\$ 120,109</u>
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts Payable	\$ 393,948	\$ 442,346	\$ 1,148	\$ 340,145	\$ 24,434	\$ 70,646
Due to Other Funds						
TOTAL LIABILITIES	<u>393,948</u>	<u>442,346</u>	<u>1,148</u>	<u>340,145</u>	<u>24,434</u>	<u>70,646</u>
FUND BALANCE						
Designated for Special Purpose	17,157	18,506	-	14,189	119,824	49,463
TOTAL FUND BALANCE	<u>17,157</u>	<u>18,506</u>	<u>-</u>	<u>14,189</u>	<u>119,824</u>	<u>49,463</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 411,105</u>	<u>\$ 460,852</u>	<u>\$ 1,148</u>	<u>\$ 354,334</u>	<u>\$ 144,258</u>	<u>\$ 120,109</u>

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2000

	County School Facilities Fund (Fund #83)	County School Facilities Fund (Fund #84)	County School Facilities Fund (Fund #85)	Special Reserve Fund (Disasters)	Total (Memorandum Only)
ASSETS					
Cash in County Treasury	\$ 9,978	\$ 65	\$ 3,815	\$ 13,989	\$ 30,401,750
Cash with Fiscal Agent					429,884
Cash Collections Awaiting Deposit					68,584
Accounts Receivable:					
Federal and State Governments					168,961
Miscellaneous	114	17	51	285	498,835
Due from Other Funds					895,794
TOTAL ASSETS	<u>\$ 10,092</u>	<u>\$ 82</u>	<u>\$ 3,866</u>	<u>\$ 14,274</u>	<u>\$ 32,463,808</u>
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Accounts Payable	\$ 10,092	\$ 82	\$ 3,866		\$ 3,714,341
Due to Other Funds					928,133
TOTAL LIABILITIES	<u>10,092</u>	<u>82</u>	<u>3,866</u>	<u>-</u>	<u>4,642,474</u>
FUND BALANCE					
Designated for Special Purpose	-	-	-	14,274	27,821,334
TOTAL FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,274</u>	<u>27,821,334</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 10,092</u>	<u>\$ 82</u>	<u>\$ 3,866</u>	<u>\$ 14,274</u>	<u>\$ 32,463,808</u>

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2000

	Building Fund Bond Proceeds (Fund # 63)			Building Fund Series A (Fund #61)			Building Fund Series B (Fund #62)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$	\$	\$	\$	\$	\$	\$ 324,000	\$ 328,494	\$ 4,494
Interest	1,249,000	944,896	(304,104)	40,000	49,849	9,849	64,000	6,312	(57,688)
Fees and Contracts									
Total Revenue from Local Sources	<u>1,249,000</u>	<u>944,896</u>	<u>(304,104)</u>	<u>40,000</u>	<u>49,849</u>	<u>9,849</u>	<u>388,000</u>	<u>334,806</u>	<u>(53,194)</u>
School Facilities Apportionments	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	<u>1,249,000</u>	<u>944,896</u>	<u>(304,104)</u>	<u>40,000</u>	<u>49,849</u>	<u>9,849</u>	<u>388,000</u>	<u>334,806</u>	<u>(53,194)</u>
EXPENDITURES									
Books and Supplies							2,300	682	1,618
Services and Other Operating Expenses	295,000	293,588	1,412	27,500	22,018	5,482	147,200	133,681	13,519
Capital Outlay	27,374,672	13,121,879	14,252,793				62,000	60,548	1,452
TOTAL EXPENDITURES	<u>27,669,672</u>	<u>13,415,467</u>	<u>14,254,205</u>	<u>27,500</u>	<u>22,018</u>	<u>5,482</u>	<u>211,500</u>	<u>194,911</u>	<u>16,589</u>
Excess (deficiency) of revenues over expenditures	<u>(26,420,672)</u>	<u>(12,470,571)</u>	<u>13,950,101</u>	<u>12,500</u>	<u>27,831</u>	<u>15,331</u>	<u>176,500</u>	<u>139,895</u>	<u>(36,605)</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In				435,800	435,800	-			
Proceeds from Bonds	10,000,000	12,500,000	2,500,000						
Interfund Transfers Out	(8,146,036)	(752,442)	7,393,594				(131,440)	(131,440)	-
Debt Service				(435,800)	(435,800)	-			
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,853,964</u>	<u>11,747,558</u>	<u>9,893,594</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(131,440)</u>	<u>(131,440)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (24,566,708)</u>	<u>(723,013)</u>	<u>\$ 23,843,695</u>	<u>\$ 12,500</u>	<u>27,831</u>	<u>\$ 15,331</u>	<u>\$ 45,060</u>	<u>8,455</u>	<u>\$ (36,605)</u>
Fund Balances at beginning of year		<u>24,746,660</u>			<u>846,282</u>			<u>26,831</u>	
Fund Balances at end of year		<u>\$ 24,023,647</u>			<u>\$ 874,113</u>			<u>\$ 35,286</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2000

	Building Fund (Fund #60)			Capital Facilities Fund (Residential)			Capital Facilities Fund (Commercial)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$ 100,000	\$ 97,793	\$ (2,207)	\$	\$	\$	\$	\$	\$
Interest	23,000	4,882	(18,118)	80,000	117,855	37,855	29,000	55,046	26,046
Fees and Contracts				1,180,000	1,090,840	(89,160)	93,000	134,526	41,526
Total Revenue from Local Sources	<u>123,000</u>	<u>102,675</u>	<u>(20,325)</u>	<u>1,260,000</u>	<u>1,208,695</u>	<u>(51,305)</u>	<u>122,000</u>	<u>189,572</u>	<u>67,572</u>
School Facilities Apportionments	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	<u>123,000</u>	<u>102,675</u>	<u>(20,325)</u>	<u>1,260,000</u>	<u>1,208,695</u>	<u>(51,305)</u>	<u>122,000</u>	<u>189,572</u>	<u>67,572</u>
EXPENDITURES									
Books and Supplies	1,000	298	702	5,000	-	5,000			
Services and Other Operating Expenses	100,000	36,015	63,985	26,500	7,223	19,277			
Capital Outlay	40,000	38,030	1,970	2,462,552	1,152,200	1,310,352	1,000,000	998,000	2,000
TOTAL EXPENDITURES	<u>141,000</u>	<u>74,343</u>	<u>66,657</u>	<u>2,494,052</u>	<u>1,159,423</u>	<u>1,334,629</u>	<u>1,000,000</u>	<u>998,000</u>	<u>2,000</u>
Excess (deficiency) of revenues over expenditures	<u>(18,000)</u>	<u>28,332</u>	<u>46,332</u>	<u>(1,234,052)</u>	<u>49,272</u>	<u>1,283,324</u>	<u>(878,000)</u>	<u>(808,428)</u>	<u>69,572</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In				131,440	131,440	-			
Proceeds from Bonds									
Interfund Transfers Out				(35,400)	(32,725)	2,675	(4,400)	(4,036)	364
Debt Service									
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>96,040</u>	<u>98,715</u>	<u>2,675</u>	<u>(4,400)</u>	<u>(4,036)</u>	<u>364</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (18,000)</u>	<u>28,332</u>	<u>\$ 46,332</u>	<u>\$ (1,138,012)</u>	<u>147,987</u>	<u>\$ 1,285,999</u>	<u>\$ (882,400)</u>	<u>(812,464)</u>	<u>\$ 69,936</u>
Fund Balances at beginning of year		67,524			2,208,368			1,015,128	
Fund Balances at end of year		<u>\$ 95,856</u>			<u>\$ 2,356,355</u>			<u>\$ 202,664</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2000

	State School Building Lease-Purchase Fund (Fund # 40)			State School Building Lease-Purchase Fund (Fund # 41)			State School Building Lease-Purchase Fund (Fund # 42)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$	\$	\$	\$	\$	\$	\$	\$	\$
Interest	-	17,158	17,158	-	18,465	18,465	13,824	12,973	(851)
Fees and Contracts									
Total Revenue from Local Sources	<u>-</u>	<u>17,158</u>	<u>17,158</u>	<u>-</u>	<u>18,465</u>	<u>18,465</u>	<u>13,824</u>	<u>12,973</u>	<u>(851)</u>
School Facilities Apportionments	1,894,711	84,572	(1,810,139)	2,145,440	84,389	(2,061,051)	-	-	-
TOTAL REVENUES	<u>1,894,711</u>	<u>101,730</u>	<u>(1,792,981)</u>	<u>2,145,440</u>	<u>102,854</u>	<u>(2,042,586)</u>	<u>13,824</u>	<u>12,973</u>	<u>(851)</u>
EXPENDITURES									
Books and Supplies									
Services and Other Operating Expenses									
Capital Outlay	4,775,198	547,171	4,228,027	5,357,596	574,145	4,783,451	60,213	59,362	851
TOTAL EXPENDITURES	<u>4,775,198</u>	<u>547,171</u>	<u>4,228,027</u>	<u>5,357,596</u>	<u>574,145</u>	<u>4,783,451</u>	<u>60,213</u>	<u>59,362</u>	<u>851</u>
Excess (deficiency) of revenues over expenditures	<u>(2,880,487)</u>	<u>(445,441)</u>	<u>2,435,046</u>	<u>(3,212,156)</u>	<u>(471,291)</u>	<u>2,740,865</u>	<u>(46,389)</u>	<u>(46,389)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	2,880,487	462,598	(2,417,889)	3,212,156	474,451	(2,737,705)	4,209	4,209	-
Proceeds from Bonds									
Interfund Transfers Out				(121,972)	(121,972)	-			
Debt Service									
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,880,487</u>	<u>462,598</u>	<u>(2,417,889)</u>	<u>3,090,184</u>	<u>352,479</u>	<u>(2,737,705)</u>	<u>4,209</u>	<u>4,209</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ -</u>	<u>17,157</u>	<u>\$ 17,157</u>	<u>\$ (121,972)</u>	<u>(118,812)</u>	<u>\$ 3,160</u>	<u>\$ (42,180)</u>	<u>(42,180)</u>	<u>\$ -</u>
Fund Balances at beginning of year		<u>-</u>			<u>137,318</u>			<u>42,180</u>	
Fund Balances at end of year		<u>\$ 17,157</u>			<u>\$ 18,506</u>			<u>\$ -</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2000

	State School Building Lease-Purchase Fund (Fund # 43)			State School Building Lease-Purchase Fund (Fund # 44)			State School Building Lease-Purchase Fund (Fund # 45)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$	\$	\$	\$	\$	\$	\$	\$	\$
Interest	-	9,912	9,912	-	8,023	8,023	-	2,617	2,617
Fees and Contracts									
Total Revenue from Local Sources	<u>-</u>	<u>9,912</u>	<u>9,912</u>	<u>-</u>	<u>8,023</u>	<u>8,023</u>	<u>-</u>	<u>2,617</u>	<u>2,617</u>
School Facilities Apportionments	1,896,130	-	(1,896,130)	5,000	5,000	-	4,775	4,576	(199)
TOTAL REVENUES	<u>1,896,130</u>	<u>9,912</u>	<u>(1,886,218)</u>	<u>5,000</u>	<u>13,023</u>	<u>8,023</u>	<u>4,775</u>	<u>7,193</u>	<u>2,418</u>
EXPENDITURES									
Books and Supplies									
Services and Other Operating Expenses									
Capital Outlay	4,512,992	374,585	4,138,407	61,234	(50,567)	111,801	42,690	(4,355)	47,045
TOTAL EXPENDITURES	<u>4,512,992</u>	<u>374,585</u>	<u>4,138,407</u>	<u>61,234</u>	<u>(50,567)</u>	<u>111,801</u>	<u>42,690</u>	<u>(4,355)</u>	<u>47,045</u>
Excess (deficiency) of revenues over expenditures	<u>(2,616,862)</u>	<u>(364,673)</u>	<u>2,252,189</u>	<u>(56,234)</u>	<u>63,590</u>	<u>119,824</u>	<u>(37,915)</u>	<u>11,548</u>	<u>49,463</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	2,616,862	378,862	(2,238,000)	56,234	56,234	-	37,915	37,915	-
Proceeds from Bonds									
Interfund Transfers Out									
Debt Service									
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,616,862</u>	<u>378,862</u>	<u>(2,238,000)</u>	<u>56,234</u>	<u>56,234</u>	<u>-</u>	<u>37,915</u>	<u>37,915</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ -</u>	<u>14,189</u>	<u>\$ 14,189</u>	<u>\$ -</u>	<u>119,824</u>	<u>\$ 119,824</u>	<u>\$ -</u>	<u>49,463</u>	<u>\$ 49,463</u>
Fund Balances at beginning of year		-			-			-	
Fund Balances at end of year		<u>\$ 14,189</u>			<u>\$ 119,824</u>			<u>\$ 49,463</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2000

	County School Facilities Fund (Fund #83)			County School Facilities Fund (Fund #84)			County School Facilities Fund (Fund #85)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$	\$	\$	\$	\$	\$	\$	\$	\$
Interest							4,000	3,866	(134)
Fees and Contracts									
Total Revenue from Local Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,000</u>	<u>3,866</u>	<u>(134)</u>
School Facilities Apportionments	-	-	-	-	-	-	970,827	970,827	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>974,827</u>	<u>974,693</u>	<u>(134)</u>
EXPENDITURES									
Books and Supplies									
Services and Other Operating Expenses									
Capital Outlay							974,827	974,693	134
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>974,827</u>	<u>974,693</u>	<u>134</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-	-	-
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In									
Proceeds from Bonds									
Interfund Transfers Out									
Debt Service									
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balances at beginning of year		-			-			-	
Fund Balances at end of year		<u>\$ -</u>			<u>\$ -</u>			<u>\$ -</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2000

	Special Reserve Fund (Disasters)			Total (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Revenue from Local Sources						
Leases and Rentals	\$	\$	\$	\$ 424,000	\$ 426,287	\$ 2,287
Interest	1,200	4,397	3,197	1,504,024	1,256,251	(247,773)
Fees and Contracts				1,273,000	1,225,366	(47,634)
Total Revenue from Local Sources	<u>1,200</u>	<u>4,397</u>	<u>3,197</u>	<u>3,201,024</u>	<u>2,907,904</u>	<u>(293,120)</u>
School Facilities Apportionments	-	-	-	6,916,883	1,149,364	(5,767,519)
TOTAL REVENUES	<u>1,200</u>	<u>4,397</u>	<u>3,197</u>	<u>10,117,907</u>	<u>4,057,268</u>	<u>(6,060,639)</u>
EXPENDITURES						
Books and Supplies				8,300	980	7,320
Services and Other Operating Expenses				596,200	492,525	103,675
Capital Outlay				46,723,974	17,845,691	28,878,283
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,328,474</u>	<u>18,339,196</u>	<u>28,989,278</u>
Excess (deficiency) of revenues over expenditures	<u>1,200</u>	<u>4,397</u>	<u>3,197</u>	<u>(37,210,567)</u>	<u>(14,281,928)</u>	<u>22,928,639</u>
OTHER FINANCING SOURCES (USES)						
Interfund Transfers In				9,375,103	1,981,509	(7,393,594)
Proceeds from Bonds				10,000,000	12,500,000	2,500,000
Interfund Transfers Out				(8,439,248)	(1,042,615)	7,396,633
Debt Service				(435,800)	(435,800)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,500,055</u>	<u>13,003,094</u>	<u>2,503,039</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ 1,200</u>	<u>4,397</u>	<u>\$ 3,197</u>	<u>\$ (26,710,512)</u>	<u>(1,278,834)</u>	<u>\$ 25,431,678</u>
Fund Balances at beginning of year		<u>9,877</u>			<u>29,100,168</u>	
Fund Balances at end of year		<u>\$ 14,274</u>			<u>\$ 27,821,334</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
FIDUCIARY FUND TYPES - AGENCY AND TRUST FUNDS
COMBINING BALANCE SHEET
June 30, 2000

	Agency Funds					
	Ventura High School	Buena High School	Anacapa Middle School	DeAnza Middle School	Balboa Middle School	Cabrillo Middle School
ASSETS						
Cash in County Treasury	\$	\$	\$	\$	\$	\$
Cash on Hand and in Banks:						
Checking	245,051	236,740	9,353	39,672	4,222	4,668
Savings	22,746	52,988	3,277	6,431	35,120	
Cash Collections Awaiting Deposit						
Accounts Receivable:						
Miscellaneous						
Due from Other Funds						
Stores Inventory	16,080	11,397		64	363	13,091
TOTAL ASSETS	\$ 283,877	\$ 301,125	\$ 12,630	\$ 46,167	\$ 39,705	\$ 17,759
LIABILITIES AND FUND BALANCE						
Liabilities						
Accounts Payable	\$ 2,537	\$ 15,630	\$ 29	\$	\$	\$
Funds Held in Trust	225,887	212,444		16,087	8,636	4,379
TOTAL LIABILITIES	228,424	228,074	29	16,087	8,636	4,379
Fund Balance						
Reserved for Special Purposes	16,080	11,397		64	363	13,091
Designated for Special Purposes						
Undesignated	39,373	61,654	12,601	30,016	30,706	289
TOTAL FUND BALANCE	55,453	73,051	12,601	30,080	31,069	13,380
TOTAL LIABILITIES AND FUND BALANCE	\$ 283,877	\$ 301,125	\$ 12,630	\$ 46,167	\$ 39,705	\$ 17,759

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

FIDUCIARY FUND TYPES - AGENCY AND TRUST FUNDS
COMBINING BALANCE SHEET

June 30, 2000

	Agency Funds		Trust Funds			Total (Memorandum Only)
	Adult Education	Pacific Continuation High School	Retiree Benefit Fund	Alternative Retiree Benefit Fund	Foundation Fund	
ASSETS						
Cash in County Treasury	\$	\$	\$ 3,290,094	\$ 1,857,379	\$ 19,914	\$ 5,167,387
Cash on Hand and in Banks:						
Checking	9,975	281				549,962
Savings						120,562
Cash Collections Awaiting Deposit			22,882			22,882
Accounts Receivable:						
Miscellaneous			81,574	40,460	527	122,561
Due from Other Funds			522			522
Stores Inventory						40,995
TOTAL ASSETS	\$ 9,975	\$ 281	\$ 3,395,072	\$ 1,897,839	\$ 20,441	\$ 6,024,871
LIABILITIES AND FUND BALANCE						
Liabilities						
Accounts Payable	\$	\$	\$ 5,988	\$	\$ 1,082	\$ 25,266
Due to Other Funds			23		168	191
Funds Held in Trust	8,325					475,758
TOTAL LIABILITIES	8,325	-	6,011	-	1,250	501,215
Fund Balance						
Reserved for Special Purposes						40,995
Designated for Special Purposes			3,389,061	1,897,839	14,656	5,301,556
Undesignated	1,650	281			4,535	181,105
TOTAL FUND BALANCE	1,650	281	3,389,061	1,897,839	19,191	5,523,656
TOTAL LIABILITIES AND FUND BALANCE	\$ 9,975	\$ 281	\$ 3,395,072	\$ 1,897,839	\$ 20,441	\$ 6,024,871

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

FIDUCIARY FUND TYPES - AGENCY AND TRUST FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 For the Fiscal Year Ended June 30, 2000

	Agency Funds					
	Ventura High School	Buena High School	Anacapa Middle School	DeAnza Middle School	Balboa Middle School	Cabrillo Middle School
REVENUES						
Revenue from Local Sources						
Student Store Sales	\$ 49,546	\$ 37,593	\$ 13,233	\$	\$ 77	\$ 11,430
Yearbook	79,375	86,432		11,470	16,233	9,864
Student Body Cards		22,515				
Athletics	154,706	159,885				
Fund Raising			63,000	15,340	103,910	98,533
Social Activities			3,573			
Vending Machines	17,368	25,292		17,836		
Interest		5,945			2,038	78
Other Revenues	53,563	26,740	33,326	3,054	23,300	15,909
Other Sources						
All Other Sources						
TOTAL REVENUES	<u>354,558</u>	<u>364,402</u>	<u>113,132</u>	<u>47,700</u>	<u>145,558</u>	<u>135,814</u>
EXPENDITURES						
Classified Salaries						
Instructional Aides' Salaries	\$	\$	\$	\$	\$	\$
Employee Benefits						
Health & Welfare Benefits						
Books and Supplies						
Instructional Materials & Supplies						
Services and Other Operating Expenses						
Student Store Expenses	41,526	25,271	12,596			14,982
Yearbook	74,800	80,800		12,916	13,860	13,232
Athletics	156,780	164,573				
Fund Raising			53,901	10,270	88,278	73,945
Social Activities			2,013			
Vending Machines	16,022	16,381		13,140		
Other Expenses	52,598	71,559	38,877	14,467	30,441	33,107
Capital Outlay						
Equipment						
TOTAL EXPENDITURES	<u>341,726</u>	<u>358,584</u>	<u>107,387</u>	<u>50,793</u>	<u>132,579</u>	<u>135,266</u>
Excess (deficiency) of revenues over expenditures	<u>12,832</u>	<u>5,818</u>	<u>5,745</u>	<u>(3,093)</u>	<u>12,979</u>	<u>548</u>
OTHER FINANCING SOURCES (USES)						
Interfund Transfers In						
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	12,832	5,818	5,745	(3,093)	12,979	548
Fund Balances at beginning of year	42,621	67,233	6,856	33,173	18,090	12,832
Fund Balances at end of year	<u>\$ 55,453</u>	<u>\$ 73,051</u>	<u>\$ 12,601</u>	<u>\$ 30,080</u>	<u>\$ 31,069</u>	<u>\$ 13,380</u>

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

FIDUCIARY FUND TYPES - AGENCY AND TRUST FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 For the Fiscal Year Ended June 30, 2000

	Agency Funds		Trust Funds			Total (Memorandum Only)
	Adult Education	Pacific Continuation High School	Retiree Benefit Fund	Alternative Retiree Benefit Fund	Foundation Fund	
REVENUES						
Revenue from Local Sources						
Student Store Sales	\$	\$	\$	\$	\$	\$ 111,879
Yearbook						203,374
Student Body Cards						22,515
Athletics						314,591
Fund Raising		718				281,501
Social Activities						3,573
Vending Machines						60,496
Interest			200,316	101,354	1,229	310,960
Other Revenues	4,331	1,871				162,094
Other Sources						
All Other Sources					14,949	14,949
TOTAL REVENUES	<u>4,331</u>	<u>2,589</u>	<u>200,316</u>	<u>101,354</u>	<u>16,178</u>	<u>1,485,932</u>
EXPENDITURES						
Classified Salaries						
Instructional Aides' Salaries	\$	\$	\$	\$	\$ 130	\$ 130
Employee Benefits						
Health & Welfare Benefits			3,227,563		11	3,227,574
Books and Supplies						
Instructional Materials & Supplies					13,573	13,573
Services and Other Operating Expenses						
Student Store Expenses	4307					98,682
Yearbook						195,608
Athletics						321,353
Fund Raising						226,394
Social Activities						2,013
Vending Machines						45,543
Other Expenses		2,842		688,122	25,796	957,809
Capital Outlay						
Equipment					1,900	1,900
TOTAL EXPENDITURES	<u>4,307</u>	<u>2,842</u>	<u>3,227,563</u>	<u>688,122</u>	<u>41,410</u>	<u>5,090,579</u>
Excess (deficiency) of revenues over expenditures	<u>24</u>	<u>(253)</u>	<u>(3,027,247)</u>	<u>(586,768)</u>	<u>(25,232)</u>	<u>(3,604,647)</u>
OTHER FINANCING SOURCES (USES)						
Interfund Transfers In			2,930,000	825,000	25,000	3,780,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>2,930,000</u>	<u>825,000</u>	<u>25,000</u>	<u>3,780,000</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>24</u>	<u>(253)</u>	<u>(97,247)</u>	<u>238,232</u>	<u>(232)</u>	<u>175,353</u>
Fund Balances at beginning of year	<u>1,626</u>	<u>534</u>	<u>3,486,308</u>	<u>1,659,607</u>	<u>19,423</u>	<u>5,348,303</u>
Fund Balances at end of year	<u>\$ 1,650</u>	<u>\$ 281</u>	<u>\$ 3,389,061</u>	<u>\$ 1,897,839</u>	<u>\$ 19,191</u>	<u>\$ 5,523,656</u>

See the accompanying notes to the financial statements.

SUPPLEMENTARY INFORMATION SECTION



AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

Board of Education
Ventura Unified School District
295 South Arcade Drive
Ventura, California 93003

We have audited the combined general purpose financial statements of the Ventura Unified School District, as of and for the year ended June 30, 2000 and have issued our report thereon dated September 21, 2000. These general purpose financial statements are the responsibility of the District's management. Our responsibility was to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards; standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and Standards and Procedures for Audits of California K-12 Local Educational Agencies, prescribed by the State Controller. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose 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.

Our audit was made for the purpose of forming an opinion on the combined general purpose financial statements of Ventura Unified School District, taken as a whole. The accompanying financial information identified as supplementary information, including the Schedule of Expenditures of Federal Awards, is presented for purposes of 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 general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the combined general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Vicenti, Lloyd & Stutzman, LLP
VICENTI, LLOYD & STUTZMAN LLP

September 21, 2000

-50-

PETER F. GAUTREAU, CPA ♦ RENEE S. GRAVES, CPA, CGFM ♦ JAMES B. KATHERMAN, CPA, MS ♦ CARL M. PON, CPA, CVA
MARY ANN QUAY, CPA, MBA ♦ STEVE RAPATTONI, CPA ♦ LINDA SADDLEMIRE, CPA, CFE ♦ ROYCE A. STUTZMAN, CPA, CVA - CHAIRMAN

2100-A FOOTHILL BOULEVARD, LA VERNE, CA 91750 (909) 593-4911 FAX: (909) 593-8879
3300 IRVINE AVENUE, SUITE 162, NEWPORT BEACH, CA 92660 (949) 250-4911 FAX: (949) 251-8879

www.vlsllp.com

VENTURA UNIFIED SCHOOL DISTRICT

HISTORY AND ORGANIZATION

June 30, 2000

The Ventura Unified School District was formed effective July 1, 1965 as the result of a unification election held March 16, 1965 and action of the Ventura County Board of Supervisors at the meeting of March 30, 1965. The unified district encompasses the former Ventura Union High School District and its former component elementary districts, namely the Avenue, Mill Union, Mound, Buena Ventura School Districts and the Arnaz portion of the Nordhoff Union School District. The district includes an area of approximately 165 square miles, including the City of Ventura and surrounding area, in the western most portion of Ventura County.

The District operates seventeen elementary schools, four middle schools, two high schools, one continuation high school, one independent study high school, one opportunity school and one adult education school.

The Board of Education and the District Administrators for the fiscal year ended June 30, 2000 were as follows:

BOARD OF EDUCATION

<u>Member</u>	<u>Office</u>	<u>Term Expires</u>
Mr. Cliff Rodrigues	President	December 31, 2001
Mrs. Debbie Golden	Vice President	December 31, 2003
Mr. Jim Wells	Member	December 31, 2003
Mrs. Velma Lomax	Member	December 31, 2001
Mr. John Walker	Member	December 31, 2001

DISTRICT ADMINISTRATORS

Dr. Joseph P. Spirito	Superintendent
Mr. Joseph Richards, Jr.	Assistant Superintendent, Business Services
Dr. Patricia Chandler	Assistant Superintendent, Educational Services (effective through June 30, 2000)
Dr. Gerald Dannenberg	Assistant Superintendent, Human Resources (effective through June 30, 2000) Assistant Superintendent, Educational Services (effective July 1, 2000)
Dr. Richard Morrison	Assistant Superintendent, Human Resources (effective July 1, 2000)

VENTURA UNIFIED SCHOOL DISTRICT

**SCHEDULE OF AVERAGE DAILY ATTENDANCE (ADA)
For the Fiscal Year Ended June 30, 2000**

The requirements governing ADA, admission of pupils, types of schools, recording and reporting of pupil attendance, and similar matters are controlled by provisions of the Education Code and by regulations of the California Department of Education.

ADA statistics reported to the State for the fiscal year ended June 30, 2000 are as follows:

	Second Period	Annual
Elementary:		
Kindergarten	1,191	1,195
First through third grade	3,851	3,851
Fourth through eighth grade	6,217	6,210
Home or hospital - temporary physical disabilities	2	2
Special education master plan	282	284
Special education - nonpublic, nonsectarian schools	7	7
Extended year special education - mandated	11	11
Extended year special education - nonpublic nonsectarian	1	1
Opportunity schools and full-day opportunity classes	16	17
Total elementary ADA	<u>11,578</u>	<u>11,578</u>
Secondary:		
Regular classes	4,329	4,263
Continuation education	202	204
Home or hospital - temporary physical disabilities	1	1
Special education master plan	66	64
Special education - nonpublic, nonsectarian schools	6	6
Extended year special education - mandated	7	7
Extended year special education - nonpublic, nonsectarian	1	1
Opportunity schools and full-day opportunity classes	6	6
Total secondary ADA	<u>4,618</u>	<u>4,552</u>
Adult Education:		
Concurrently enrolled	4	4
Not concurrently enrolled	1,435	1,544
Total adult education ADA	<u>1,439</u>	<u>1,548</u>
Total ADA	<u>17,635</u>	<u>17,678</u>
County:		
Community Schools	3	3
Special Education	97	97
Total County ADA	<u>100</u>	<u>100</u>

<u>Summer School</u>	<u>Hours of Attendance</u>
Elementary	97,609
Secondary	122,083

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME OFFERED
For the Fiscal Year Ended June 30, 2000

<u>Grade Level</u>	<u>1986-87 Minutes Requirement</u>	<u>1982-83 Actual Minutes</u>	<u>1999-2000 Actual Minutes</u>	<u>Status</u>
Kindergarten	36,000	31,500	36,000	In Compliance
Grade 1 to 3	50,400	42,060	50,535	In Compliance
Grade 4 to 8	54,000	51,595	54,007	In Compliance
Grade 9 to 12	64,800	64,642	65,456	In Compliance

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2000

<u>PROGRAM NAME</u>	<u>Federal Catalog Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Total Program Expenditures</u>
Federal Categorical Aid Programs:			
<u>U.S. DEPARTMENT OF AGRICULTURE:</u>			
National School Lunch Program	10.555	03396	\$ 1,559,910
National School Breakfast Program	10.553	03988	27,072
Especially Needy Breakfast Program	10.553	03526	647,751
Summer Feed Program	10.558	03527	98,567
<u>U.S. DEPARTMENT OF EDUCATION:</u>			
Adult Basic Education	84.002	03844	66,753
Improving America Schools Act			
Title I	84.010	03799	1,263,067
Title II - Education for Economic Security Act	84.281	03207	45,053
Title VI	84.298	03340	79,610
Migrant Education	84.011	03239	235,505
Special Education			
PL 94-142	84.027	03143	999,040
Infant Discretionary	84.027	03612	9,206
Low Incidence	84.027	03459	4,286
Preschool Local Entitlement	84.027	03682	137,972
Solo	84.000	(1)	6,614
Federal Class Size Reduction	84.340A	03073	210,492
Carl D. Perkins Vocational and Technical Education	84.048	03570	131,344
Indian Education	84.060	N/A	150,378
Pell Grant	84.063	N/A	203,975
Emergency Immigration Education	84.162	03159	33,265
Safe and Drug Free Schools	84.184	10007	91,372
Federal Direct Loans	84.268	N/A	350,715
Goals 2000 - Grades 4-12 Reading and Intervention Grant	84.276	03624	108,128
Transition Partnership	84.000	(1)	70,058
Prime Math	84.000	(1)	507
<u>U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>			
Medi-Cal	93.773	10013	268,598
<u>FEDERAL EMERGENCY MANAGEMENT ADMINISTRATION</u>			
Federal Emergency Management Administration	84.287	10041	271,237
Total Federal Programs			<u>\$ 7,070,475</u>
Reconciliation to Federal Revenue			
Total Federal Program Expenditures			\$ 7,070,475
Revenues in excess of expenditures related to Federal entitlement Program Medi-Cal			<u>35,607</u>
Total Federal Program Revenue			<u>\$ 7,106,082</u>

(1) Pass-Through Entity Identifying Number not readily available.

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT

**RECONCILIATION OF ANNUAL FINANCIAL AND BUDGET
REPORT (J-200) WITH AUDITED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

There were no differences between the District's Annual Financial and Budget Report (J-200) or the General Long-Term Debt Account Group (J-249) and the audited financial statements.

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT

SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS

For the Fiscal Year Ended June 30,

	2001 (Budgeted) (2)		2000		1999		1998	
	Amount	%	Amount	%	Amount	%	Amount	%
GENERAL FUND:								
Revenue								
Revenue Limit Sources	\$ 73,548,971	75.4	\$ 65,871,328	66.7	\$ 63,392,353	66.5	\$ 61,184,172	69.9
Federal	2,653,490	2.7	4,087,218	4.2	5,276,541	5.5	4,571,204	5.2
State	12,896,824	13.3	17,804,807	18.1	14,827,012	15.6	18,096,252	20.8
County and Local	7,769,675	8.0	7,865,620	8.0	8,427,732	8.8	2,373,279	2.7
Other Transfers/Sources					28,013	0.2	134,191	0.2
Interfund Transfers	1,113,000	1.1	619,325	0.6	1,079,236	1.1	350,343	0.4
Total Revenue	<u>97,981,960</u>	<u>100.5</u>	<u>96,248,298</u>	<u>97.6</u>	<u>93,030,887</u>	<u>97.7</u>	<u>86,709,441</u>	<u>99.2</u>
Expenditures								
Certificated Salaries	\$ 47,293,536	48.5	47,175,171	47.8	45,891,213	48.2	42,053,443	48.1
Classified Salaries	15,709,687	16.1	15,251,016	15.5	14,870,055	15.6	13,734,384	15.7
Employee Benefits	15,149,005	15.5	13,917,508	14.1	13,126,372	13.8	12,845,968	14.6
Books and Supplies	5,683,481	5.8	4,911,698	5.0	4,087,050	4.3	3,384,054	3.9
Contracted Services	5,505,607	5.6	5,857,269	6.0	5,611,254	5.9	4,808,901	5.5
Capital Outlay	2,266,858	2.3	4,838,068	4.9	5,819,249	6.1	5,288,467	6.0
Interfund Transfers	4,653,000	4.8	4,569,855	4.6	4,446,779	4.7	4,788,263	5.5
Other Uses	2,207,544	2.3	2,770,385	2.8	2,077,903	2.2	1,049,027	1.2
Debt Service Payments			117,700	0.1	125,972	0.1	400,413	0.5
Direct Support/Indirect Costs	(976,211)	(1.0)	(807,516)	(0.8)	(810,434)	(0.9)	(911,298)	(1.0)
Total Expenditures	<u>97,492,507</u>	<u>100.0</u>	<u>98,601,154</u>	<u>100.0</u>	<u>95,245,413</u>	<u>100.0</u>	<u>87,441,622</u>	<u>100.0</u>
Change in Fund Balance	\$ 489,453	0.5	\$ (2,352,856)	(2.4)	\$ (2,214,526)	(2.3)	\$ (732,181)	(0.8)
Ending Fund Balance	\$ 9,590,150	9.8	\$ 9,100,697	9.2	\$ 11,453,553	12.0	\$ 13,668,079	15.6
General fund Available								
Reserve Balance (1)	\$ 7,595,317	7.8	\$ 2,958,000	3.0	\$ 5,018,625	5.3	\$ 6,805,385	7.8
Recommended Reserve Percentage		3.0		3.0		3.0		3.0
Average Daily Attendance								
P-2, Excluding Adult Education *	16,257		16,196		16,137		16,543	
Total Long-Term Debt	\$ 45,360,600		\$ 46,119,780		\$ 34,286,647		\$ 25,110,647	

IMPORTANT NOTES:

All Percentages are of total expenditures.

(1) Available reserves are those amounts designated for economic uncertainty, and any other remaining undesignated fund balance from the General Fund.

(2) Revised budget as of October, 2000

* SB727 became effective during fiscal year 1997-98 which excludes excused absences from ADA.

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT

**NOTES TO SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2000**

NOTE 1 - PURPOSE OF SCHEDULES:

A. Schedule of Average Daily Attendance

Average daily attendance is a measurement of the number of pupils attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of state funds are made to school districts. This schedule provides information regarding the attendance of students at various grade levels and in different programs.

B. Schedule of Instructional Time

The District has received incentive funding for increasing instructional time as provided by the Incentives for Longer Instructional Day. This schedule presents information on the amount of instructional time offered by the District and whether the District complied with the provisions of Education Code Sections 46201 through 46206.

C. Schedule of Expenditures of Federal Awards

OMB Circular A-133 requires a disclosure of the financial activities of all federally funded programs. To comply with A-133, this schedule was prepared for the District and is presented on the modified accrual basis of accounting.

D. Reconciliation of Annual Financial and Budget Report with Audited Financial Statements

This schedule provides the information necessary to reconcile the fund balances of all funds and the total liabilities balance of the general long-term debt account group as reported on the Form J-200 to the audited financial statements.

E. Schedule of Financial Trends and Analysis

The State Controller's Office requires that this report be prepared showing financial trends of the general fund over the past three fiscal years as well as the current year budget. This report is intended to identify if the District has potential fiscal problems and if they have met the recommended available reserve percentages.



**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Education
Ventura Unified School District
295 S. Arcade Drive
Ventura, California 93003

We have audited the combined general purpose financial statements of Ventura Unified School District (the District) as of and for the year ended June 30, 2000, and have issued our report thereon dated September 21, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Ventura Unified School District's combined general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 non-compliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Ventura Unified School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the combined general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Ventura Unified School District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs related to the general purpose financial statements.

-58-

PETER F. GAUTREAU, CPA ♦ RENEE S. GRAVES, CPA, CGFM ♦ JAMES B. KATHERMAN, CPA, MS ♦ CARL M. PON, CPA, CVA
MARY ANN QUAY, CPA, MBA ♦ STEVE RAPATTONI, CPA ♦ LINDA SADDLEMIRE, CPA, CFE ♦ ROYCE A. STUTZMAN, CPA, CVA-CHAIRMAN

2100-A FOOTHILL BOULEVARD, LA VERNE, CA 91750 (909) 593-4911 FAX: (909) 593-8879
3300 IRVINE AVENUE, SUITE 162, NEWPORT BEACH, CA 92660 (949) 250-4911 FAX: (949) 251-8879

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

(Continued)

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

This report is intended solely for the information and use of the Board, management, the California Department of Education, the State Controller's Office and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Vicenti, Lloyd & Stutzman, LLP
VICENTI, LLOYD & STUTZMAN LLP

September 21, 2000



**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Education
Ventura Unified School District
295 S. Arcade Drive
Ventura, California 93003

Compliance

We have audited the compliance of Ventura Unified School District (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2000. Ventura Unified School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Ventura Unified School District's management. Our responsibility is to express an opinion on Ventura Unified School District's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; 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 Ventura Unified School District'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. Our audit does not provide a legal determination on Ventura Unified School District's compliance with those requirements.

In our opinion, Ventura Unified School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2000.

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

(Continued)

Internal Control Over Compliance

The management of Ventura Unified School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Ventura Unified School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board, management, the California Department of Education, the State Controller's Office and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Vicenti, Lloyd & Stutzman, LLP
VICENTI, LLOYD & STUTZMAN LLP

September 21, 2000



REPORT ON STATE COMPLIANCE

Board of Education
Ventura Unified School District
295 S. Arcade Drive
Ventura, California 93003

We have audited the combined general purpose financial statements of the Ventura Unified School District, as of and for the year ended June 30, 2000, and have issued our report thereon dated September 21, 2000.

Our audit was made in accordance with generally accepted auditing standards, the standards for financial and compliance audits contained in Government Auditing Standards, issued by the U. S. General Accounting Office, and the State Controller's Standards and Procedures for Audits of California K-12 Local Educational Agencies. 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.

The District's management is responsible for the District's compliance with laws and regulations. In connection with the audit referred to above, we selected and tested transactions and records to determine the District's compliance with the laws and regulations applicable to the following items:

<u>Description</u>	<u>Procedures in Controller's Audit Guide</u>	<u>Procedures Performed</u>
Attendance accounting:		
Attendance reporting	4	Yes
Staff development day	3	Yes
Kindergarten enrollment	4	Yes
Independent study	13	Yes

REPORT ON STATE COMPLIANCE

(Continued)

<u>Description</u>	<u>in Controller's Audit Guide</u>	<u>Procedures Procedures Performed</u>
Attendance accounting (continued):		
Continuation education	13	Yes
Adult education	8	Yes
Regional occupational center/programs	5	Not applicable
County Office of Education programs	9	Not applicable
Incentive for longer instructional day:		
School Districts	3	Yes
County Office of Education	3	Not applicable
GANN limit calculation	2	Yes
Early retirement incentive program	5	Not applicable
Community day schools	8	Not applicable
Class size reduction program:		
Option 1	12	Yes
Option 2	11	Not applicable
Class size reduction in two courses in grade 9	8	Yes
State instructional materials fund	8	Yes
Schiff-Bustamante standards-based instructional materials	4	Yes
Digital high school education technology grant program	5	Yes
Office of Criminal Justice Planning	-	Not applicable

The District did not participate in the Early Retirement Incentive Program; therefore, the compliance procedures are not applicable. The District had two options under which to implement class size reduction; the District exercised Option One, therefore, audit procedures for Option Two were not performed.

Based on our audit, we found that, for the items tested, the Ventura Unified School District complied with the laws and regulations of the state programs referred to above. Further, based on our examination, for items not tested, nothing came to our attention to indicate that the Ventura Unified School District had not complied with the laws and regulations of state programs and requirements.

This report is intended solely for the information and use of the Board, management, the California Department of Education, and the State Controller's Office and is not intended to be and should not be used by anyone other than these specified parties.


 VICENTI, LLOYD & STUTZMAN LLP

September 21, 2000

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SUMMARY OF AUDITOR RESULTS
June 30, 2000

This information is provided to meet the requirements of recently issued OMB Circular A-133.

- A. An unqualified opinion was issued.
- B. Reportable conditions in internal control were disclosed by the audit of the general purpose financial statements; none of the reportable conditions were material weaknesses.
- C. The audit did not disclose any items of non-compliance which are material to the general purpose financial statements of the District.
- D. No reportable conditions in internal control over major programs were disclosed by the audit.
- E. An unqualified opinion was issued on compliance for major programs.
- F. There were no audit findings which were required to be reported under Section .510(a) of OMB Circular A-133.
- G. The major programs for 1999-2000 are:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.027	Special Education Cluster
84.060	Indian Education
84.340A	Federal Class Size Reduction
93.773	Medi-Cal

- H. The dollar threshold to distinguish between Type A and Type B programs is \$300,000 for 1999-2000.
- I. The District qualifies as a low risk auditee for fiscal year 1999-2000.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
RELATED TO GENERAL PURPOSE FINANCIAL STATEMENTS
June 30, 2000

Per Assembly Bill 3627, all audit findings must be identified as one or more of the following six categories:

<u>Five Digit Code</u>	<u>AB 3627 Finding Types</u>
10000	Attendance
20000	Inventory of Equipment
30000	Internal Control
40000	State Compliance
50000	Federal Compliance
60000	Miscellaneous

FINDING 00-1 – ACCOUNTS PAYABLE

30000

Finding: The District did not have adequate documentation to support some of the year-end accounts payable accruals recorded in the Bond Proceeds Building Fund at the time of the audit. These accruals were estimated based on the difference between the project contract and billings to date and retention held. Prior to issuing the report, the District was able to obtain evidence to materially substantiate that the balance remaining represents actual expenditures incurred as of June 30, 2000.

Recommendation: We recommend that the District continue to work with the facilities department and contact vendors to obtain the necessary documentation to support these accruals in a timely manner. This will ensure that expenditures are recorded in the appropriate reporting period and that the financial statements are materially stated.

District Response: The Department of Budget and Finance will continue to work with the Facilities department to refine the process whereby the actual costs incurred at June 30 will be reported. Items in the process will include close follow up with the contractors and verifying amounts above \$25,000 to be set up at fiscal year end.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
RELATED TO GENERAL PURPOSE FINANCIAL STATEMENTS
June 30, 2000

(Continued)

FINDING 00-2 – CAFETERIA

30000

Finding: During our testing of cash receipting procedures for cafeteria sales, we noted that student a-la-carte sales are not supported by any form of documentation (Juanamaria & Saticoy). These sales are not “rung-up” on the cash register nor is an inventory reconciliation to daily sales performed. We were therefore unable to verify that total actual sales agree with the daily deposits. We also noted that “z” tapes for three different registers (DeAnza) did not agree with the amount recorded on the daily cash sales summary and that the over/short category is not being used on the report.

Recommendation: Use of the existing cash registers would provide the best control to support a-la-carte sales. If a cash register is not in use, an inventory reconciliation should be performed to verify total items sold agree with total dollars collected. The total sales per the register “z” tape should be recorded as daily sales and reconciled to actual cash received. Any differences should then be recorded as an over or short. Reasons for discrepancies should be researched.

District Response: Procedures will be written and sent to the school sites to confirm the fact that the Z tape needs to agree to the daily cash summary recap. In addition spot checks will be performed by the District accountant and other District personnel to verify that the procedures are being followed.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
RELATED TO GENERAL PURPOSE FINANCIAL STATEMENTS
June 30, 2000

(Continued)

FINDING 00-3 - PACIFIC HIGH SCHOOL ASB

30000

Original Finding Number 99-3

Finding: Through inquiry of District and site personnel, we noted the following procedures and controls were not in place for a portion of the year:

1. Disbursements were not supported by check requests or purchase order forms supporting authorization of the disbursements.
2. Pre-numbered cash receipts were not being used.
3. Bank reconciliations were not completed on a timely basis.

Recommendation: All disbursements of a student body organization should be approved and documented as such. Once approved, disbursements should be supported by adequate documentation to include original invoices and proof of receipt. The internal controls would also be improved by continuing to use the pre-numbered cash receipting system. This provides an audit trail between revenue collected and deposits. In addition, bank reconciliations should be prepared on a monthly basis. This practice will help in identifying, in a timely manner, any record keeping errors made.

District Response: The District accountant will work with site personnel to ensure that bank reconciliations are performed and that cash receipt forms are used. A disbursement approval form will be developed and put into use by Pacific High.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
RELATED TO GENERAL PURPOSE FINANCIAL STATEMENTS
June 30, 2000

(Continued)

FINDING 00-4: ASB CASH RECEIPTS

30000

Finding: Through review of cash receipting procedures and documentation we noted the following:

1. The sub-receipting system used for various fundraising events does not provide an adequate audit trail. We noted instances where sales receipts were not deposited intact and were not always deposited timely. (Balboa Middle School, Cabrillo Middle School, DeAnza Middle School, Buena High School)
2. Revenue potentials are not prepared for major fundraising events. (Balboa Middle School, Buena High School)
3. Vending machine procedures do not support adequate internal control. Currently the athletic custodian receives and maintains the inventory, stocks the machine and collects the receipts. There is no independent reconciliation of inventory to purchases and sales. (Buena High School)

Recommendation: The sub-receipting system in use, whether a class listing, individual receipts, or tickets should provide an audit trail to link daily or weekly sales to a specific deposit. The use of a ticket control log is recommended to monitor tickets issued and to ensure that all tickets are accounted for. All receipts should be deposited intact and any miscellaneous expenditures should be made through the cash disbursement system. Use of revenue potentials provides better control over the monies collected and deposited for fundraisers and is an important part of overall financial planning. Finally, we recommend that vending machine duties be segregated if possible and suggest, at a minimum, that an independent party perform a reconciliation between inventory, purchases, and sales at least on a monthly basis.

District Response:

1. The District accountant will perform site visits and instruct the ASB bookkeeper on proper cash receipting procedures and will test some receipts to verify that they are properly documented. Procedures have been put into place that will ensure that deposits will be made intact and that a separate check will be written to pay for prizes.
2. ASB bookkeepers have been given forms to prepare revenue potentials. Appropriate instructions will be given and followed up in the preparation and use of revenue potentials.
3. Procedures have been put into place at Buena High School to take monthly inventories of the vending machines. These inventories will be reviewed when the District accountant makes site visits.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
RELATED TO GENERAL PURPOSE FINANCIAL STATEMENTS
June 30, 2000

(Continued)

FINDING 00-5: BALBOA MIDDLE SCHOOL ASB

30000

Finding: We reviewed cash disbursements and noted several checks written to "cash" totaling \$1,873.

Recommendation: To maintain proper internal controls over cash disbursements, checks should be made to a specific individual or entity and never to "Cash" or "Bearer". As with all disbursements, adequate documentation should be maintained to support the amount and propriety of the expenditure.

District Response: Procedures have been put into place and instruction given to site personnel that checks will not be written to "Cash" or "Bearer." The check register will be reviewed by the District accountant to verify that no checks have been written to "Cash."

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
RELATED TO FEDERAL AWARDS
June 30, 2000

There were no Findings and Questioned Costs Related to Federal Awards.

VENTURA UNIFIED SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
June 30, 2000

Finding No.	Finding	Code	Recommendation	Current Status
99-1	<u>ANACAPA MIDDLE SCHOOL ASB</u>	30000		
	<p>During our testing of the Associated Student Body records we noted the following:</p> <ol style="list-style-type: none"> 1. The ASB bookkeeper prepares the checks and cosigned approximately half of the disbursements reviewed. 2. Cash receipt documentation was not adequate to support magazine drive sales. Several envelope totals did not equal the amount of the daily deposit. In addition, collections were recorded as received in full although on some occasions the full amount had not yet been collected. 3. Through inquiry of staff we noted that deposits are not always made intact. Cash prize money is deducted from amounts deposited. 		<p>Internal controls would be improved by removing the ASB bookkeeper from the list of authorized signors. Accounting records should accurately reflect the amounts collected and should agree with sub-receipts and daily deposits. All deposits should be made intact with any prizes issued through separate cash disbursement.</p>	Implemented.
99-2	<u>BALBOA MIDDLE SCHOOL ASB</u>	30000		
	<p>While testing cash receipts, we noted several discrepancies in the magazine sales receipt daily totals between the PTA counts and the amounts recorded and deposited by the ASB. There was no documentation to support the variances.</p>		<p>Magazine sales should be counted and verified upon receipt from the PTA. Any discrepancies between PTA counts and ASB counts should be resolved and documented.</p>	Implemented.

VENTURA UNIFIED SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
June 30, 2000

Finding No.	Finding	Code	Recommendation	Current Status
99-3	<u>PACIFIC HIGH SCHOOL ASB</u>	30000	<p>All disbursements of a student body organization should be approved and documented as such. Once approved, disbursements should be supported by adequate documentation to include original invoices and proof of receipt. Checks should never be signed or issued unless completed and supported with adequate documentation. The internal controls would also be improved by implementing a pre-numbered cash receipting system to provide an audit trail between revenue collected and deposits. In addition, bank reconciliations should be prepared on a monthly basis. This practice will help in identifying any record keeping errors made in a timely manner.</p>	Not implemented. See current year finding number 00-3.
	<p>During our testing of the Associated Student Body records we noted the following:</p> <ol style="list-style-type: none"> 1. Disbursements are not supported by check requests or purchase order forms supporting authorization of the disbursements. We noted two instances were disbursements where not supported by an invoice and one instance where it appears that a blank check was signed. 2. Pre-numbered cash receipts are not being used. 3. Bank reconciliations do not appear to be completed on a timely basis. 			
99-4	<u>STATE INSTRUCTIONAL MATERIALS</u>	40000	<p>Verify that an adequate budget exists prior to transferring expenditures. In addition, the District should monitor total expenditures made to ensure amounts do not exceed the allowable maximum for each category of funding.</p>	Implemented.
	<p>To satisfy State compliance requirements, we reviewed expenditures made with state instructional materials funding for grades K-8 to determine whether no more than 30% of the allowance and interest was used to purchase nonadopted instructional materials that have passed legal requirements. We noted that the District overspent in this category by \$4,150 for duplicating expenses related to math workbooks which meet the criteria noted above.</p>			