COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 1987



CITY OF STOCKTON, CALIFORNIA

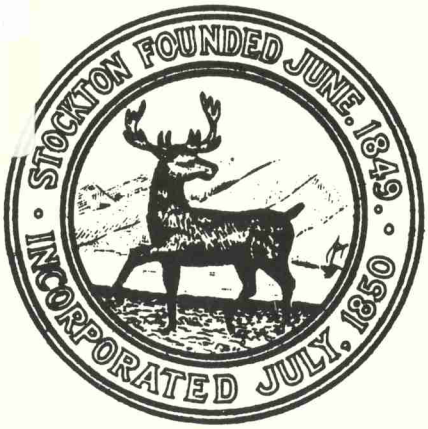
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COMPREHENSIVE ANNUAL FINANCIAL REPORT

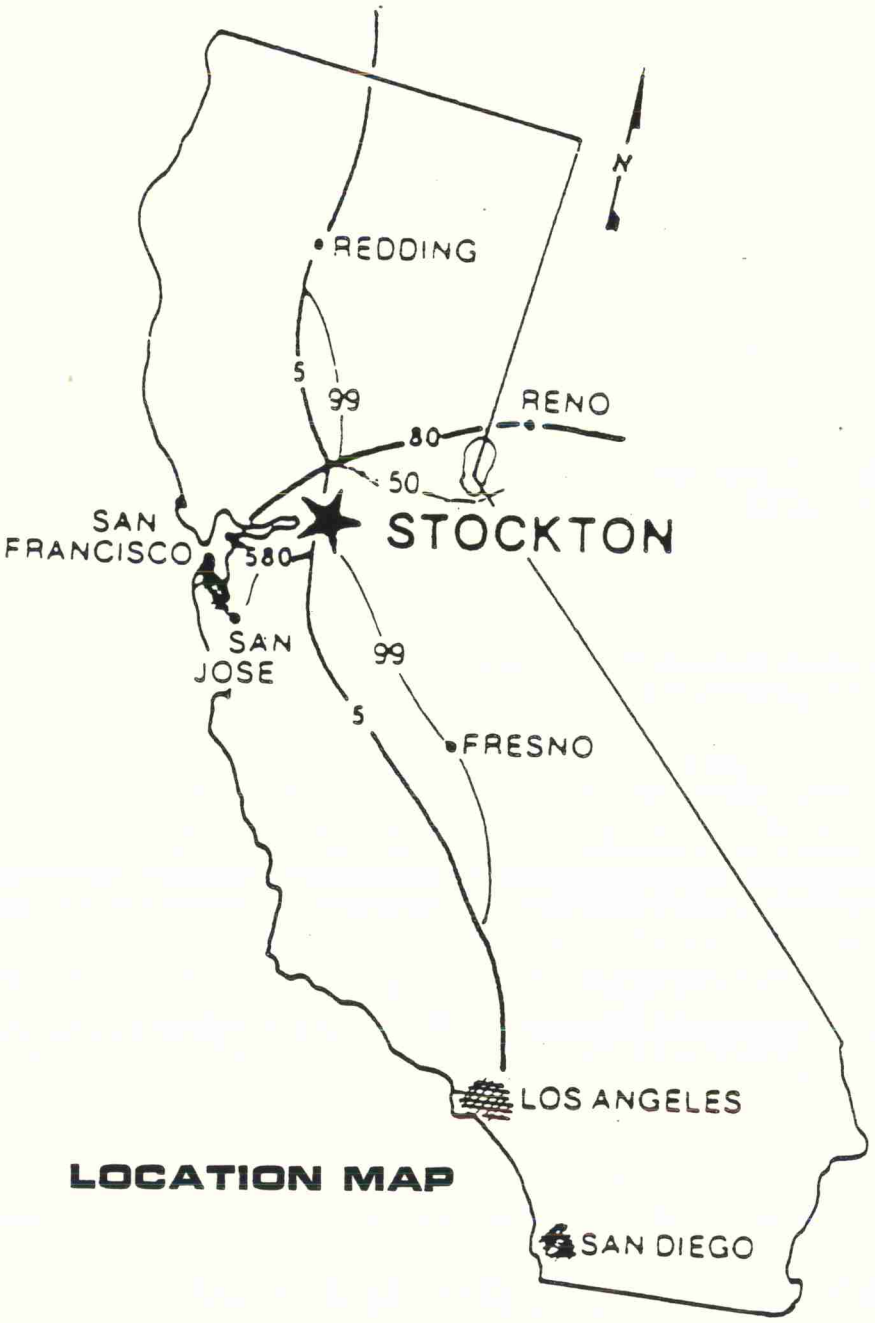
of

City of Stockton, California

FOR THE FISCAL YEAR ENDED JUNE 30, 1987

Prepared and Issued by
The Finance Department

L. PATRICK SAMSELL
Finance Director



LOCATION MAP

CITY OF STOCKTON

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 1987

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CITY OF STOCKTON

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 1987

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CITY OF STOCKTON
CITY HALL
STOCKTON, CA 95202
FINANCE DEPARTMENT

October 30, 1987

Honorable Mayor, City Council
and City Manager
City of Stockton
Stockton, California

Gentlemen:

In accordance with the provisions of Section 11, Article XXII of the City Charter, I hereby submit the Comprehensive Annual Financial Report of the City of Stockton, California for the fiscal year ended June 30, 1987. This report was prepared by the City's Finance Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

The City's accounting records for general governmental operations are maintained on a modified accrual basis. Under this method of accounting, revenues are recognized in the accounting period in which they become measurable and available to finance the expenditures of the fiscal period. Expenditures, except for unmatured interest on long-term debt, are recorded in the accounting period in which the liability is incurred, if measurable. The accounting records for the City's proprietary funds (enterprise and internal service) are maintained on the accrual basis. Transactions are recognized when they occur, regardless of the timing of related cash flows.

In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding:

1. the safeguards of assets against loss from unauthorized use or disposition, and

2. the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

1. the cost of a control should not exceed the benefits likely to be derived, and

2. the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained at the subfunction level by the encumbrance of estimated purchase amounts as evidenced by purchase orders (contracts). The responsibility to approve purchase orders is delegated to the department managers who see to it that expenditures or commitment of funds are within the budget, earlier approved by the City Council. Open encumbrances are reported as reservations of fund balance at June 30, 1987.

THE REPORTING ENTITY AND ITS SERVICES

The funds and account groups included in the Comprehensive Annual Financial Report (CAFR) are those deemed dependent upon the City and controlled by the City Council. A list of these funds is shown in the Table of Contents. In accordance with the criteria established by the National Council of Governmental Accounting (NCGA), particularly on Statement 3, which took effect in the fiscal year 1982-83, the Central Parking District (Enterprise Fund), and the Redevelopment Agency (Capital Projects Fund) are merged into the City's general purpose financial statements. Oversight responsibility is the basic, but not the sole criterion used in determining the reporting entity. The NCGA concluded that the most significant manifestation of oversight is financial interdependence. Statement 3 provides the following guidelines concerning the various manifestations of oversight: 1) selection of governing authority, 2) designation of management, 3) ability to significantly influence operations, and 4) accountability for fiscal matters.

The City provides the full range of municipal services contemplated by the statute or charter. These include public safety (police, fire, paramedics, building), sanitation, (solid waste disposal, sanitary sewer utility), water utility, community development, library, parks and recreation and general administrative services.

GENERAL GOVERNMENTAL FUNCTIONS ($ in thousands)

Revenues for general governmental functions totaled $77,560 during the fiscal year ended June 30, 1987, an increase of $57 from 1986. Effective this fiscal year three Recreation Funds (Golf Courses, Civic Auditorium and Ice Arena) were reclassified as Enterprise (Proprietary Fund Type) Funds. This change was not considered in the comparison of revenues and expenditures. Property taxes attributed 15.8 percent of general revenues compared to 14.9 percent last year. The amount of revenue from various sources and the variance over last year are shown in the following tabulation:

	Amount	Percent of Total	Increase (Decrease) From 1986
Taxes			
Property	$12,265	15.8	$ 764
Sales and Use	15,506	20.0	997
Utility	9,885	12.8	(493)
Franchise	2,166	2.8	142
Business License	3,092	4.0	205
Other	1,423	1.8	24
	44,337	57.2	1,639
Licenses and Permits	2,089	2.7	829
Intergovernmental Revenue	15,277	19.7	(839)
Charges for Services	8,616	11.1	(261)
Fines and Forfeitures	733	0.9	(110)
Use of Money and Property	4,719	6.1	(1,229)
Miscellaneous	1,789	2.3	28
	$77,560	100.0	$ 57

($ in thousands)

Net assessed full cash valuations of all taxable property was $4,547,497, increased 6.2 percent over the preceding year.

Current year's secured tax collections were 92.7 percent of the tax levy, compared to last year's 93.0 percent. For the last ten years, percent of collections to tax levy, ranged from 92.7 percent to 98 percent, averaged 95.5 percent. The ratio of total collections (current and delinquent) to the current tax levy was 97.3 percent.

Intergovernmental revenue represented 19.7 percent of total general governmental revenues compared to 20.8 percent for the preceding year. The total intergovernmental revenue is broken down as follows:

General Fund	$7,302
Special Revenue Funds	
Revenue Sharing	607
Gas Tax	3,583
Community Development Block Grant (CDBG)	1,634
Urban Development Action Grant (UDAG)	315
Cooperative Library	224
Others	240
Capital Projects	1,372

Expenditures for general governmental purposes totaled $81,525, an increase of 4.0 percent from last year. The changes in levels of expenditures for major functions of the city over the preceding year are shown in the following tabulation:

	Amount	Percent of Total	Increase (Decrease) From 1986
Function			
General Government	$ 8,731	10.7	$ 938
Public Safety	41,685	51.2	3,136
Public Works	18,610	22.8	(1,331)
Library	5,295	6.5	312
Parks and Recreation	7,034	8.6	81
Debt Service	170	0.2	22
Total	$81,525	100.0	$ 3,158

($ in thousands)

Total general governmental fund balances this fiscal year decreased $4,554, or 10.4 percent, compared to last fiscal year. Part of the decrease in General Fund balance resulted from accrued retroactive pay and fringe benefits. Summary of general governmental fund balances follows:

	Amount	Percent of Total	Increase (Decrease) From 1986
General	$ 5,940	15.1	$(3,890)
Special Revenue	11,055	28.0	1,404
Capital Projects	18,326	46.5	(1,766)
Special Assessments	4,088	10.4	(302)
	$39,409	100.0	$(4,554)

DEBT ADMINISTRATION

The ratio of net general bonded debt to assessed valuation and the amount of bonded debt per capita are useful indicators of the City's debt position to municipal management, citizens, and investors. These data for the City at the end of fiscal year 1987 were as follows:

	Amount	Percent of Net Bonded Debt to Assessed Full Cash Value	Debt Per Capita
Net Direct Bonded Debt	$840	0.07	$4.54

Outstanding general obligation bonds at June 30, 1987 totaled $3,615, of which $2,775 were issued for pollution control facilities (sanitary sewer utility), considered to be self supporting. The remainder of $840 is the net direct tax supported debt.

The City's general obligation bonds continue to have the same ratings which they have carried for the past several years:

Moody's Investor Service, Inc. Aa

($ in thousands)

Special assessment bonds (include Central Parking District, Water Utility, and Sanitary Sewer Utility) outstanding at June 30, 1987 amounted to $61,752. Detailed information about the debt position of the City is presented in the Statistical Section of this report.

CASH MANAGEMENT

Cash temporarily idle during the year were invested in various forms. Detailed information about the City's investments at the end of the fiscal year is shown in the Miscellaneous Schedules Section of this report. During the year, the City realized $6,357 in interest, 10.4 percent lower than last fiscal year. The General Fund's share of the interest earnings was $2,008, a decrease of 34.2 percent from the preceding fiscal year. At June 30, 1987, the total cash and temporary investments (including trust and deferred compensation) was $107,431, (deferred compensation is $20,652), $17,916 over last fiscal year.

STATEMENT OF INVESTMENT POLICY

City of Stockton operates its temporary pooled idle cash investments under the prudent man rule (Civil Code Section 2261, et seq.)*. This affords the City a broad spectrum of investment opportunities as long as the investment is deemed prudent and is allowable under current legislation of the State of California (Government Code Section 53600 et seq.).

Investments may be made in the following media:

- Securities of the U. S. Government, or its agencies
- Small Business Administration Loans
- Certificates of Deposit (or Time Deposits) placed with commercial banks and/or savings and loan companies
- Negotiable Certificates of Deposit
- Bankers Acceptances
- Commercial Paper
- Local Agency Investment Fund (State Pool) Demand Deposits
- Repurchase Agreements (Repos)
- Passbook Savings Account Demand Deposits
- Reverse Repurchase Agreements

($ in thousands)

Criteria for selecting investments and the order of priority are:

1. Safety. The safety and risk associated with an investment refers to the potential loss of principal, interest or a combination of these amounts. The City only operates in those investments that are considered very safe.

2. Liquidity. This refers to the ability to "cash in" at any moment in time with a minimal chance of losing some portion of principal or interest. Liquidity is an important investment quality especially when the need for unexpected funds occurs occasionally.

3. Yield. Yield is the potential dollar earnings an investment can provide, and sometimes is described as the rate of return.

*The prudent man rule states, in essence, that "in investing . . . property for the benefit of another, a trustee shall exercise the judgment and care, under the circumstances then prevailing, which men or prudence, discretion and intelligence exercise in the management of their own affairs . . ."

CAPITAL PROJECTS FUND

Expenditures (excluding Redevelopment Agency) during the fiscal year amounted to $5,420, an increase of 77.0 percent, compared to last fiscal year. Projects costing $2,871 were completed during the year.

Funds transferred from Revenue Sharing Fund to finance capital projects amounted to $885.

GENERAL FIXED ASSETS

The general fixed assets of the City are those used in the performance of general governmental functions and exclude fixed assets of Enterprise and Internal Service Funds. As of June 30, 1987, the general fixed assets of the City amounted to $45,251. This amount represents the original cost or capitalized lease cost which is considerably less than their present value. Depreciation of general fixed assets is not recognized in the City's accounting system.

($ in thousands)

ENTERPRISE FUNDS

Fiscal year ending June 30, 1987 posted $20,910 in operating revenue, 44.3 percent increase compared to last fiscal year. The operating expenses increased to $18,144, resulting to an operating income of $2,766. Recreation Funds consist of Golf Courses, Civic Auditorium, and Ice Arena. These Funds were reclassified this fiscal year - previously included in the General Fund. This change was not considered in the comparison of data. Selected financial data for the current fiscal year are presented below:

	Central Parking	Water	Sewer	Recreation
Operating Revenue	$ 773	$ 3,736	$14,728	$ 1,673
Operating Income(Loss)	243	886	1,752	(115)
Investment Earnings	1,138	655	97	2
Debt Service	1,463	296	1,187	125
Total Assets	22,430	29,249	68,378	2,136
Net Book Value of Fixed Assets	5,307	19,189	62,487	1,655
Fund Equity	2,428	25,575	60,952	1,148

Bonds redeemed this fiscal year amounted to $960 compared to last year's $900.

OUTLOOK FOR 1987-88 AND BEYOND

Stockton continues to grow and anticipates increased growth in the future. As a result of several voter initiatives, there are over 5,000 acres of projected development with a potential population in excess of 60,000. The projects, if built, will add to an increased demand for services and to an increase in the City's revenue base. The proposed developments will increase Stockton's infrastructure requirements -- particularly for water, sewer, and traffic facilities.

For several years, Stockton has had expenditures increasing at a rate faster than revenues resulting in major reductions in the general fund balance. For the fiscal year ending June 30, 1988, the City held its general fund budget to a .97% increase. As a result, the various general fund operations absorbed inflationary increases through adjustments to service levels.

In spite of the above, Stockton has reason to expect a reasonably bright future. The City is growing, is nearly debt free, and has a tradition of conservative fiscal policies.

INDEPENDENT AUDIT

The City Charter requires an annual audit of all accounts of the City by a firm of certified public accountants selected by the City Council. This requirement has been complied with and the auditors opinion is included in this report.

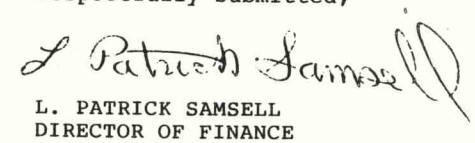
CERTIFICATE OF AWARD

The California Society of Municipal Finance Officers (CSMFO) awarded a Certificate of Award for Outstanding Financial Reporting to the City of Stockton, California, for fiscal year ended June 30, 1986. The Certificate of Award was issued in recognition of meeting professional standards and criteria in reporting which reflect a high level of quality in the financial statements and in the underlying accounting system from which the reports were prepared.

ACKNOWLEDGMENTS

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance Department. I should like to express my appreciation to all members of the Department who assisted and contributed to its preparation. I also thank the members of the City Council and the City Manager for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



L. PATRICK SAMSELL
DIRECTOR OF FINANCE

CALIFORNIA SOCIETY OF MUNICIPAL FINANCE OFFICERS

DEDICATED TO THE PROFESSIONAL ADVANCEMENT OF MUNICIPAL FINANCE ADMINISTRATION

Certificate of Award

FOR

OUTSTANDING FINANCIAL REPORTING

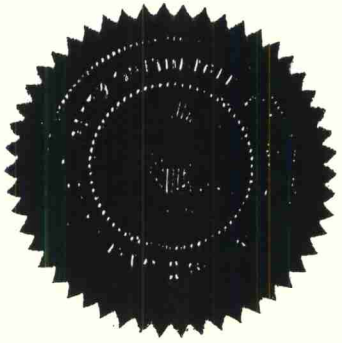
PRESENTED TO THE

City of Stockton

This certificate is issued in recognition of meeting professional standards and criteria in reporting which reflect a high level of quality in the annual financial statements and in the underlying accounting system from which the reports were prepared for the fiscal year *1985/1986.*

Chair, Professional Standards Committee

February 13, 1987
Date



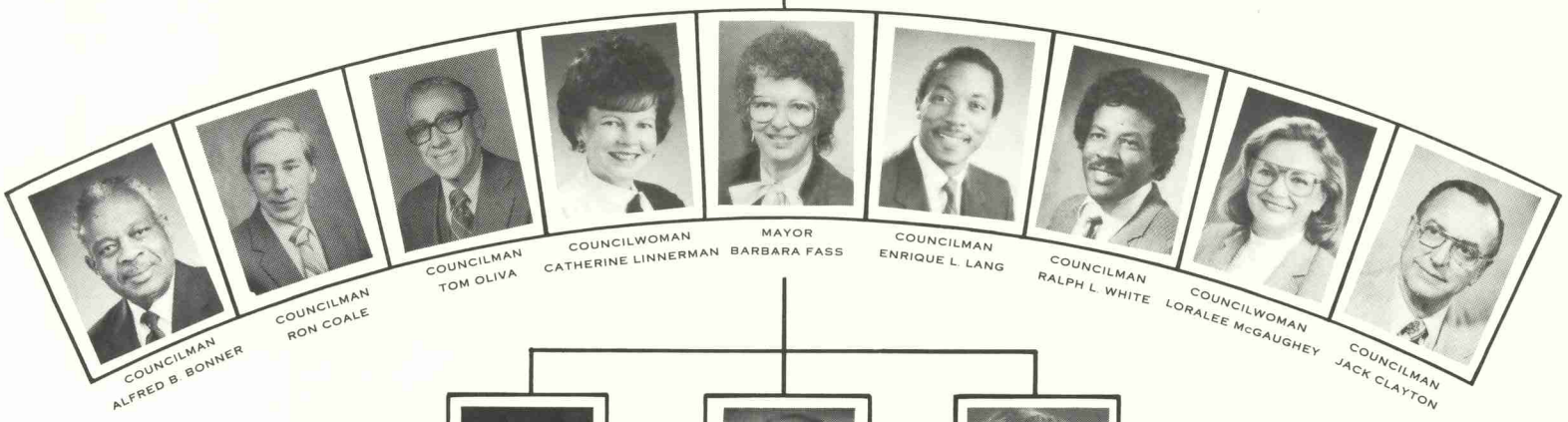
William F. Feldheuser
President

February 13, 1987
Date

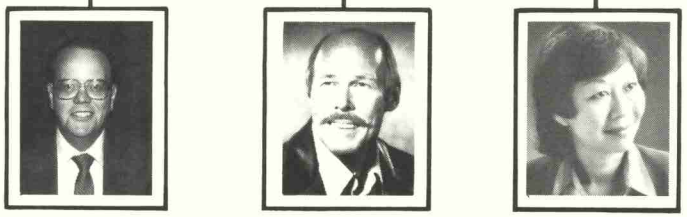
ORGANIZATION CHART
CITY OF STOCKTON, CA
JUNE 30, 1987

PEOPLE OF STOCKTON

CITY COUNCIL



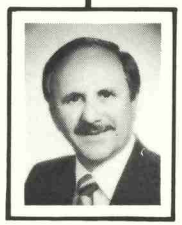
COUNCILMAN ALFRED B. BONNER
COUNCILMAN RON COALE
COUNCILMAN TOM OLIVA
COUNCILWOMAN CATHERINE LINNERMAN
MAYOR BARBARA FASS
COUNCILMAN ENRIQUE L. LANG
COUNCILMAN RALPH L. WHITE
COUNCILWOMAN LORALEE McGAUGHEY
COUNCILMAN JACK CLAYTON



City Attorney
R. THOMAS HARRIS

City Manager
S. EDWARD GRIFFITH

City Clerk
FRANCES HONG



Ass't. City Manager
GARY INGRAHAM

Personnel Services
ROGER P. FONG
DIRECTOR

Municipal Utilities
MORRIS ALLEN
DIRECTOR

Parks & Recreation
EMIL SEIFERT
DIRECTOR

City-County Library
URSULA MEYER
DIRECTOR

Finance
L. PATRICK SAMSELL
DIRECTOR

Community Development
JOHN CARLSON
DIRECTOR

Public Works
HARRY MONTGOMERY
DIRECTOR

Police
P.F. "JACK" CALKINS
CHIEF

Fire
DON IRVINE
CHIEF

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FINANCIAL SECTION

BOWMAN & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

HERBERT H. BOWMAN
RAYMOND E. WILEY
LARRY H. ANDERSON
DONALD C. HUBBARD
BRUCE G. BENTZ
TAYLOR M. WELZ

THOMAS Y. FONG (Retired)

TELEPHONE: 209/473-1040
2431 WEST MARCH LANE
SUITE 100
STOCKTON, CALIFORNIA
95207-6598

MEMBER OF AICPA DIVISION OF FIRMS
PRIVATE COMPANIES PRACTICE SECTION

The Honorable City Council
City of Stockton, California

We have examined the general purpose financial statements of the various funds and account groups of the City of Stockton, as of and for the year ended June 30, 1987 and 1986, as listed in the table of contents. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the general purpose financial statements referred to above present fairly the financial position of the City of Stockton at June 30, 1987, and the results of its operations and the changes in financial position of its proprietary fund types and similar trust funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

The accompanying supplementary information listed in the foregoing table of contents and the columns on the accompanying combined financial statements captioned "Total (Memorandum Only)" are not necessary for a fair presentation of the financial statements, but are presented as additional analytical data. The supplementary information has been subjected to the tests and other auditing procedures applied in the examination of the general purpose financial statements listed in the foregoing table of contents and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

The statistical information listed in the foregoing table of contents was not examined by us and, accordingly, we do not express an opinion thereon.

Bowman & Company

Stockton, California
October 29, 1987

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GENERAL PURPOSE
FINANCIAL STATEMENTS

CITY OF STOCKTON

COMBINED BALANCE SHEET -- ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1987

($ in thousands)

Assets	Governmental Fund Types					Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Special Assessments	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	1987	1986
Cash and temporary investments (Note 2)	$ 8,116	$ 16,701	$ - -	$ 11,375	$ 6,934	$ 13,300	$ 11,125	$ 24,437	$ - -	$ - -	$ 91,988	$ 89,692
Cash with fiscal agents	- -	- -	16	- -	213	57	- -	- -	- -	- -	286	335
Interest receivable on investments	1,007	- -	- -	- -	- -	- -	- -	- -	- -	- -	1,007	1,152
Taxes and special assessments receivable	1,358	- -	- -	- -	720	- -	- -	- -	- -	- -	2,078	1,566
Accounts and other receivable	1,250	- -	- -	57	242	2,097	60	34	- -	- -	3,740	2,944
Allowance for estimated uncollectible accounts	(310)	- -	- -	- -	(8)	(121)	(10)	- -	- -	- -	(449)	(474)
Due from other funds (Note 4)	50	- -	- -	5,676	- -	- -	- -	- -	- -	- -	5,726	11,054
Due from other governments	1,064	359	- -	852	4	1,209	- -	- -	- -	- -	3,488	5,704
Inventory of supplies	399	- -	- -	- -	- -	730	- -	- -	- -	- -	1,129	1,137
Prepaid expenses	3	- -	- -	- -	- -	6	- -	- -	- -	- -	9	- -
Restricted assets (Note 3)												
Cash and temporary investments	- -	- -	- -	- -	- -	15,657	- -	- -	- -	- -	15,657	- -
Interest receivable	- -	- -	- -	- -	- -	470	- -	- -	- -	- -	470	- -
Investments	- -	- -	- -	- -	- -	- -	- -	31	- -	- -	31	32
Deposits	- -	40	- -	95	- -	- -	- -	- -	- -	- -	135	96
Advances to other funds (Note 4)	- -	- -	- -	765	- -	- -	- -	- -	- -	- -	765	82
Advances to property owners	- -	- -	- -	- -	- -	- -	- -	7,279	- -	- -	7,279	6,664
Property, plant and equipment (Note 5)	- -	- -	- -	- -	- -	118,522	14,831	- -	45,251	- -	178,604	172,266
Accumulated depreciation	- -	- -	- -	- -	- -	(29,884)	(8,636)	- -	- -	- -	(38,520)	(31,113)
Deferred charges	- -	- -	- -	- -	- -	150	1,001	- -	- -	- -	1,151	572
Deferred special assessments receivable	- -	- -	- -	- -	33,545	- -	- -	- -	- -	- -	33,545	33,699
Amount to be provided for retirement of long-term debt (Note 6)	- -	- -	- -	- -	- -	- -	- -	- -	- -	7,275	7,275	6,637
Total assets	$ 12,937	$ 17,100	$ 16	$ 18,820	$ 41,650	$122,193	$ 18,371	$ 31,781	$ 45,251	$ 7,275	$315,394	$302,045

(Continued)

CITY OF STOCKTON

COMBINED BALANCE SHEET -- ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1987
(Continued)

($ in thousands)	Governmental Fund Types					Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	
Liabilities and Fund Equity	General	Special Revenue	Debt Service	Capital Projects	Special Assessments	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	1987	1986
Liabilities												
Cash overdraft	$ - -	$ 214	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -	$ 214	$ 177
Accounts payable	486	81	- -	488	48	753	1,108	- -	- -	- -	2,964	1,612
Accrued payroll and fringe benefits	2,711	8	- -	- -	- -	132	27	- -	- -	- -	2,878	3,931
Due to other funds (Note 4)	- -	5,726	- -	- -	- -	- -	- -	- -	- -	- -	5,726	11,054
Due to other governments	151	9	- -	- -	- -	- -	- -	320	- -	- -	480	627
Deposits and other liabilities	18	7	- -	3	- -	232	- -	22,940	- -	- -	23,200	18,624
Matured bonds and interest payable	- -	- -	16	3	235	57	- -	- -	- -	- -	311	355
Current portion of long-term debt (Note 7)	- -	- -	- -	- -	- -	1,126	181	- -	- -	- -	1,307	1,217
Accrued compensated absences	3,631	- -	- -	- -	- -	431	83	- -	- -	- -	4,145	3,791
Payable from restricted assets - accrued interest	- -	- -	- -	- -	- -	1,173	- -	- -	- -	- -	1,173	- -
Compensated absences, long-term (Note 6)	- -	- -	- -	- -	- -	116	5	- -	- -	5,662	5,783	4,843
Advances from municipality - G.O. Bonds (Note 7)	- -	- -	- -	- -	- -	2,130	- -	- -	- -	- -	2,130	2,775
Advances from other funds (Note 4)	- -	- -	- -	- -	- -	- -	- -	- -	- -	765	765	82
Advances from other governments (Note 7)	- -	- -	- -	- -	- -	1,442	- -	- -	- -	- -	1,442	1,464
Bonds payable and other long-term debt (Note 7)	- -	- -	- -	- -	37,279	24,498	80	- -	- -	848	62,705	47,816
Total liabilities	6,997	6,045	16	494	37,562	32,090	1,484	23,260	- -	7,275	115,223	98,368
Fund equity												
Contributed capital	- -	- -	- -	- -	- -	71,897	8,511	- -	- -	- -	80,408	80,738
Investment in general fixed assets	- -	- -	- -	- -	- -	- -	- -	- -	45,251	- -	45,251	48,421
Retained earnings												
Reserved (Note 8)	- -	- -	- -	- -	- -	18,206	4,264	- -	- -	- -	22,470	19,794
Unreserved	- -	- -	- -	- -	- -	- -	4,112	- -	- -	- -	4,112	3,758
Fund balances												
Reserved (Note 8)	2,690	8,420	- -	18,326	1,501	- -	- -	239	- -	- -	31,176	32,967
Unreserved												
Designated	3,250	- -	- -	- -	2,587	- -	- -	8,282	- -	- -	14,119	15,667
Undesignated	- -	2,635	- -	- -	- -	- -	- -	- -	- -	- -	2,635	2,332
Total fund equity	5,940	11,055	- -	18,326	4,088	90,103	16,887	8,521	45,251	- -	200,171	203,677
Total liabilities and fund equity	$ 12,937	$ 17,100	$ 16	$ 18,820	$ 41,650	$122,193	$ 18,371	$ 31,781	$ 45,251	$ 7,275	$315,394	$302,045

See Notes to Financial Statements.

CITY OF STOCKTON

COMBINED STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For the Fiscal Year Ended June 30, 1987

($ in thousands)	Governmental Fund Types					Fiduciary Fund Type	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Special Assessments	Expendable Trust	1987	1986
Revenue								
Taxes								
Property	$ 11,319	$ - -	$ - -	$ 946	$ - -	$ - -	$ 12,265	$ 11,501
Sales and use	15,506	- -	- -	- -	- -	- -	15,506	14,509
Utility	9,885	- -	- -	- -	- -	- -	9,885	10,378
Other	6,589	66	- -	26	- -	- -	6,681	6,310
Licenses and permits	2,089	- -	- -	- -	- -	- -	2,089	1,260
Federal grants and subsidies	- -	3,326	- -	750	- -	- -	4,076	5,123
Intergovernmental	7,302	3,277	- -	622	- -	- -	11,201	10,993
Charges for services	7,189	- -	- -	1,350	77	- -	8,616	8,877
Fines and forfeitures	733	- -	- -	- -	- -	- -	733	843
Use of money and property	2,227	1,429	- -	704	359	2	4,721	5,964
Miscellaneous	1,675	41	- -	53	20	19	1,808	1,761
Total revenue	64,514	8,139	- -	4,451	456	21	77,581	77,519
Expenditures								
Current								
General government	8,235	233	- -	- -	- -	- -	8,468	7,546
Public safety	41,359	- -	- -	- -	- -	- -	41,359	38,361
Public works	8,427	- -	- -	- -	80	- -	8,507	8,470
Library	4,682	220	- -	- -	- -	11	4,913	4,861
Parks and recreation	4,817	- -	- -	- -	- -	1	4,818	6,331
Capital outlay	139	5,046	- -	6,826	1,291	- -	13,302	12,667
Debt service								
Principal retirement	- -	- -	100	- -	- -	- -	100	95
Interest and fiscal charges	- -	- -	38	- -	32	- -	70	53
Total expenditures	67,659	5,499	138	6,826	1,403	12	81,537	78,384
Excess (deficiency) of revenue over expenditures	(3,145)	2,640	(138)	(2,375)	(947)	9	(3,956)	(865)

(Continued)

CITY OF STOCKTON

COMBINED STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For the Fiscal Year Ended June 30, 1987
(Continued)

($ in thousands)	Governmental Fund Types					Fiduciary Fund Type	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Special Assessments	Expendable Trust	1987	1986
Other financing sources (uses):								
Proceeds of special assessment bonds	$ - -	$ - -	$ - -	$ - -	$ 10,788	$ - -	$ 10,788	$ - -
Advance from capital improvement fund	- -	- -	- -	765	- -	- -	765	- -
Payment of refunded bonds	- -	- -	- -	- -	(10,143)	- -	(10,143)	- -
Operating transfers in	265	740	138	889	- -	- -	2,032	10,252
Operating transfers out	(661)	(1,976)	- -	(1,045)	- -	- -	(3,682)	(11,301)
Total other financing sources (uses)	(396)	(1,236)	138	609	645	- -	(240)	(1,049)
Net increase (decrease) of fund balances during year	(3,541)	1,404	- -	(1,766)	(302)	9	(4,196)	(1,914)
Fund balances at beginning of year	9,830	9,651	- -	20,092	4,390	58	44,021	46,656
Residual equity transfers in (out) - net	(349)	- -	- -	- -	- -	- -	(349)	(721)
Fund balances at end of year	$ 5,940	$ 11,055	$ - -	$ 18,326	$ 4,088	$ 67	$ 39,476	$ 44,021

See Notes to Financial Statements.

CITY OF STOCKTON

COMBINED STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
GOVERNMENTAL FUND TYPES
For the Fiscal Year Ended June 30, 1987

($ in thousands)

	General Fund			Special Revenue Funds			Debt Service Fund		
	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenue									
Taxes									
Property	$ 11,800	$ 11,319	$ (481)	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -
Sales and use	15,700	15,506	(194)	- -	- -	- -	- -	- -	- -
Utility	11,000	9,885	(1,115)	- -	- -	- -	- -	- -	- -
Other	6,700	6,589	(111)	66	66	- -	- -	- -	- -
Licenses and permits	1,199	2,089	890	- -	- -	- -	- -	- -	- -
Federal grants and subsidies	- -	- -	- -	6,110	3,326	(2,784)	- -	- -	- -
Intergovernmental	7,240	7,302	62	3,130	3,277	147	- -	- -	- -
Charges for services	6,536	7,189	653	- -	- -	- -	- -	- -	- -
Fines and forfeitures	906	733	(173)	- -	- -	- -	- -	- -	- -
Use of money and property	2,121	2,227	106	825	1,429	604	- -	- -	- -
Miscellaneous	1,504	1,675	171	380	41	(339)	- -	- -	- -
Total revenue	64,706	64,514	(192)	10,511	8,139	(2,372)	- -	- -	- -
Expenditures									
Current									
General government	8,997	8,235	762	344	233	111	- -	- -	- -
Public safety	42,402	41,359	1,043	- -	- -	- -	- -	- -	- -
Public works	8,969	8,427	542	- -	- -	- -	- -	- -	- -
Library	4,970	4,682	288	233	220	13	- -	- -	- -
Parks and recreation	5,292	4,817	475	- -	- -	- -	- -	- -	- -
Capital outlay	254	139	115	14,174	5,046	9,128	- -	- -	- -
Debt service	- -	- -	- -	- -	- -	- -	138	138	- -
Total expenditures	70,884	67,659	3,225	14,751	5,499	9,252	138	138	- -
Excess (deficiency) of revenue over expenditures	(6,178)	(3,145)	3,033	(4,240)	2,640	6,880	(138)	(138)	- -
Other financing sources (uses)									
Proceeds of bonds sold	- -	- -	- -	- -	- -	- -	- -	- -	- -
Operating transfers in	265	265	- -	740	740	- -	138	138	- -
Operating transfers out	(661)	(661)	- -	(1,976)	(1,976)	- -	- -	- -	- -
Total other financing sources (uses)	(396)	(396)	- -	(1,236)	(1,236)	- -	138	138	- -
Net increase (decrease) in fund balances during year	(6,574)	(3,541)	3,033	(5,476)	1,404	6,880	- -	- -	- -
Fund balances at beginning of year	9,830	9,830	- -	9,651	9,651	- -	- -	- -	- -
Residual equity transfers in (out)-net	(349)	(349)	- -	- -	- -	- -	- -	- -	- -
Fund balances at end of year	$ 2,907	$ 5,940	$ 3,033	$ 4,175	$ 11,055	$ 6,880	$ - -	$ - -	$ - -

(Continued)

CITY OF STOCKTON

COMBINED STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
GOVERNMENTAL FUND TYPES
For the Fiscal Year Ended June 30, 1987
(Continued)

($ in thousands)	Capital Projects Funds			Special Assessment Funds			Totals (Memorandum Only)		
	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenue									
Taxes									
Property	$ - -	$ 946	$ 946	$ - -	$ - -	$ - -	$ 11,800	$ 12,265	$ 465
Sales and use	- -	- -	- -	- -	- -	- -	15,700	15,506	(194)
Utility	- -	- -	- -	- -	- -	- -	11,000	9,885	(1,115)
Other	25	26	1	- -	- -	- -	6,791	6,681	(110)
Licenses and permits	- -	- -	- -	- -	- -	- -	1,199	2,089	890
Federal grants and subsidies	750	750	- -	- -	- -	- -	6,860	4,076	(2,784)
Intergovernmental	622	622	- -	- -	- -	- -	10,992	11,201	209
Charges for services	325	1,350	1,025	79	77	(2)	6,940	8,616	1,676
Fines and forfeitures	- -	- -	- -	- -	- -	- -	906	733	(173)
Use of money and property	303	704	401	- -	359	359	3,249	4,719	1,470
Miscellaneous	103	53	(50)	- -	20	20	1,987	1,789	(198)
Total revenue	2,128	4,451	2,323	79	456	377	77,424	77,560	136
Expenditures									
Current									
General government	- -	- -	- -	- -	- -	- -	9,341	8,468	873
Public safety	- -	- -	- -	- -	- -	- -	42,402	41,359	1,043
Public works	- -	- -	- -	80	80	- -	9,049	8,507	542
Library	- -	- -	- -	- -	- -	- -	5,203	4,902	301
Parks and recreation	- -	- -	- -	- -	- -	- -	5,292	4,817	475
Capital outlay	16,898	6,826	10,072	2,590	1,291	1,299	33,916	13,302	20,614
Debt service	- -	- -	- -	- -	32	(32)	138	170	(32)
Total expenditures	16,898	6,826	10,072	2,670	1,403	1,267	105,341	81,525	23,816
Excess (deficiency) of revenue over expenditures	(14,770)	(2,375)	12,395	(2,591)	(947)	1,644	(27,917)	(3,965)	23,952
Other financing sources (uses)									
Proceeds of bonds sold	- -	- -	- -	10,788	10,788	- -	10,788	10,788	- -
Advance from Capital Improvement Fund	765	765	- -	- -	- -	- -	765	765	- -
Payment of refunded bonds	- -	- -	- -	(10,143)	(10,143)	- -	(10,143)	(10,143)	- -
Operating transfers in	889	889	- -	- -	- -	- -	2,032	2,032	- -
Operating transfers out	(1,045)	(1,045)	- -	- -	- -	- -	(3,682)	(3,682)	- -
Total other financing sources (uses)	609	609	- -	645	645	- -	(240)	(240)	- -
Net increase (decrease) in fund balances during year	(14,161)	(1,766)	12,395	(1,946)	(302)	1,644	(28,157)	(4,205)	23,952
Fund balances at beginning of year	20,092	20,092	- -	4,390	4,390	- -	43,963	43,963	- -
Residual equity transfers in (out)-net	- -	- -	- -	- -	- -	- -	(349)	(349)	- -
Fund balances at end of year	$ 5,931	$ 18,326	$ 12,395	$ 2,444	$ 4,088	$ 1,644	$ 15,457	$ 39,409	$ 23,952

See Notes to Financial Statements.

CITY OF STOCKTON

COMBINED STATEMENT OF REVENUE, EXPENSES,
AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUND
For the Fiscal Year Ended June 30, 1987

($ in thousands)	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise	Internal Service	Non-Expendable Trust	1987	1986
Operating revenue					
Charges for services	$ 15,929	$ 11,168	$ - -	$ 27,097	$ 23,076
Federal grants and subsidies	- -	- -	217	217	17
Miscellaneous	4,981	- -	154	5,135	1,478
Total operating revenue	20,910	11,168	371	32,449	24,571
Operating expenses					
Cost of goods sold	44	- -	- -	44	- -
Purchased water	188	- -	- -	188	188
Operation and maintenance	12,300	8,911	- -	21,211	17,653
General and administrative	3,243	607	1	3,851	3,709
Depreciation	2,369	1,592	- -	3,961	3,594
Total operating expenses	18,144	11,110	1	29,255	25,144
Operating income (loss)	2,766	58	370	3,194	(573)
Nonoperating revenue (expenses)					
Investment earnings	810	77	- -	887	1,202
Gain (loss) from disposal of property	- -	39	- -	39	(47)
Interest expense and fiscal charges	(824)	(30)	- -	(854)	(883)
Other nonoperating revenue (expenses)	(2,349)	117	- -	(2,232)	(165)
Total nonoperating revenue (expenses)	(2,363)	203	- -	(2,160)	107
Income (loss) before operating transfers	403	261	370	1,034	(466)
Operating transfers in (out) - net	511	- -	1,139	1,650	1,050
Net income (loss)	914	261	1,509	2,684	584
Expenses deducted from contributed capital	1,855	- -	- -	1,855	6
Net income (loss) - during year	2,769	261	1,509	4,539	590
Retained earnings/fund balance at beginning of year	15,437	8,115	6,945	30,497	29,907
Transfers (to) from contributed capital	118	(430)	- -	(312)	(721)
Residual equity transfers in (out) - net	(118)	430	- -	312	721
Retained earnings/fund balance at end of year	$ 18,206	$ 8,376	$ 8,454	$ 35,036	$ 30,497

See Notes to Financial Statements.

CITY OF STOCKTON

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUND
For the Fiscal Year Ended June 30, 1987

($ in thousands)	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise	Internal Service	Non-Expendable Trust	1987	1986
Sources of working capital					
Operations:					
Net income (loss)	$ 2,769	$ 261	$ 1,509	$ 4,539	$ 583
Items not requiring (providing) working capital:					
Depreciation	2,369	1,592	- -	3,961	3,594
Amortization of bond discount	5	- -	- -	5	4
Loss (gain) from disposal of property	- -	(39)	- -	(39)	47
Working capital provided by operations	5,143	1,814	1,509	8,466	4,228
Loans receivable collected	- -	- -	425	425	357
Proceeds from sale of property	- -	56	- -	56	49
Proceeds from sale of bonds	15,608	- -	- -	15,608	- -
Increase (decrease) in compensated absences	101	5	- -	106	(26)
Residual equity transfers in	- -	430	- -	430	797
Other	- -	- -	1	1	2
Total sources of working capital	20,852	2,305	1,935	25,092	5,407
Uses of working capital:					
Decrease in long-term debt	1,188	195	- -	1,383	1,140
Additions to property, plant and equipment	2,450	1,461	- -	3,911	4,151
Increase (decrease) in deposit	- -	429	- -	429	182
Residual equity transfers - out	118	- -	- -	118	87
Redevelopment loans to property owners	- -	- -	1,103	1,103	1,460
Other	150	- -	- -	150	5
Total uses of working capital	3,906	2,085	1,103	7,094	7,025
Net increase (decrease) in working capital	$ 16,946	$ 220	$ 832	$ 17,998	$ (1,618)
Elements of net increase (decrease) in working capital:					
Cash and temporary investments	$ 18,330	$ 834	$ 857	$ 20,021	$ (732)
Cash with fiscal agents	(49)	- -	- -	(49)	83
Accounts receivable	647	(2)	- -	645	(341)
Inventory of supplies and prepaid expenses	12	- -	- -	12	91
Accounts payable	(393)	(613)	- -	(1,006)	(349)
Deposits	(145)	- -	(16)	(161)	(30)
Matured bonds and interest payable	(1,124)	- -	- -	(1,124)	(83)
Current portion of long-term debt	(124)	35	- -	(89)	(5)
Accrued payroll and compensated absences	(208)	(34)	- -	(242)	(50)
Other liabilities	- -	- -	(9)	(9)	(202)
Net increase (decrease) in working capital	$ 16,946	$ 220	$ 832	$ 17,998	$ (1,618)

See Notes to Financial Statements.

CITY OF STOCKTON

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended June 30, 1987
($ in thousands)

Note 1. Description of Funds and Summary of Significant Accounting Policies

Description of reporting entity

The financial statements of the City of Stockton include the financial activities of the City, the Stockton Redevelopment Agency, and the Central Parking District. Their financial operations are closely related and the City Council has a continuing oversight responsibility over all three entities. The oversight responsibility is determined on the basis of budget adoption, taxing authority, funding, and appointment of the governing board.

Description of funds

Governmental fund types:

General Fund - The General Fund is used to account for all the unrestricted resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted by law or administrative action to expenditures for a specified purpose.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and for the payment of, interest and principal on general long-term debt.

Capital Projects Funds - Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major facilities (other than those financed by proprietary funds, special assessments, and trust funds).

Special Assessment Fund - The Special Assessment Fund is used to account for the financing of public improvements or services deemed to benefit the properties against which special assessments are levied.

Proprietary fund types:

Enterprise Funds - Enterprise Funds are established to account for operations that are financed from user charges and where the stated intent is that costs of providing that service be recovered through the user charge.

Internal Service Funds - Internal Service Funds are established to account for financing and providing goods and services by one department to other departments of the City.

(Continued)

Fiduciary fund types:

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the City as a trustee or agent for individuals, private organizations and other governmental units.

Account groups:

General Fixed Assets - The General Fixed Assets group of accounts is used to account for the cost of fixed assets acquired to perform general government functions.

General Long-Term Debt - The General Long-Term Debt group of accounts is used to account for unmatured general long-term indebtedness of the City.

Basis of accounting

The accrual basis of accounting is used for budgeting and accounting for all funds except the governmental fund types and expendable trust and agency funds which use the modified accrual basis of accounting. Modifications in such method from the accrual basis are as follows:

A. Revenues are recorded as received in cash, except for revenues susceptible to accrual, revenues of a material amount that are not received at their normal time of receipt, and revenues received prior to their period of benefit.

B. Disbursements for the purchase of capital assets providing future benefits are considered expenditures and are accounted for in the General Fixed Assets account group. Appropriations for capital projects are carried forward until such time as the projects are completed or terminated.

C. Interest on general long-term indebtedness is not accrued but is recorded as an expenditure when due.

Cash and investments

The City pools idle cash from all funds for the purpose of increasing income through investment activities. Investments are carried at cost or amortized cost (defined as cost net of premium or discount amortization) which approximates market value. Interest income on investments is allocated on the basis of average month end cash and investment balances in the General Fund, Special Revenue Funds, Water Utility Fund, Sewer Utility Fund, Capital Projects Funds, and Trust and Agency Funds.

Interest income on investments has not been credited to the Internal Service Fund (except the Self-Insurance Fund) because the General Fund has contributed funds for its operations and capital. Property taxes are adequate to meet debt service requirements, accordingly, interest income on investments has not been credited to the Debt Service Fund.

(Continued)

CITY OF STOCKTON

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended June 30, 1987
($ in thousands)
(Continued)

Inventories

Inventories are stated at average cost.

Property, plant and equipment

Property, plant, and equipment are recorded at cost or, in the case of gifts, at fair value at the date of the gift, except that assets acquired prior to 1971 are recorded at appraised historical cost.

General fixed assets are recorded as expenditures in the General Fund, Special Revenue Funds and Capital Project Funds at time of purchase. Such assets are accounted for in the General Fixed Assets account group except for certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks and drainage systems which are not capitalized. No depreciation is provided on general fixed assets.

Maintenance and repairs are charged to expense as incurred. Renewals and betterments are capitalized.

Depreciation on property, plant, and equipment of the Enterprise and Internal Service Funds is provided on the straight-line method over the following estimated useful lives:

Building and structures	40 - 50 years
Improvements other than buildings	40 - 50 years
Machinery and equipment	5 - 50 years
Transmission and distribution plant (including infrastructure fixed assets such as water and sewer mains and laterals)	40 - 50 years

Revenue recognition for utility funds

Revenues are recognized based on cycle billings rendered to customers periodically. The City accrues revenues for services provided, but not billed, at the end of a fiscal period.

Property tax

Revenue is recognized in the fiscal year for which the tax is levied. The County of San Joaquin levies bills and collects property taxes for the City of Stockton.

Secured property tax is due in two installments, on November 1 and February 1. It becomes delinquent on December 10 and April 10, respectively. Delinquent accounts are assessed a penalty of 10 percent. Accounts that remain unpaid on June 30 are charged an additional 1 1/2 percent per month. Unsecured property tax is due on July 1, and becomes delinquent on August 31. The penalty percentage rates are the same as secured property tax.

Secured and unsecured property taxes are levied on March 1 of the preceding fiscal year.

(Continued)

Pension plan

All full-time City employees are members of the State of California Public Employees' Retirement System. The City's policy is to fund all pension costs accrued; such costs to be funded are determined annually as of July 1 by the System's actuary.

Deferred compensation plan

The City has adopted a deferred compensation plan by which both the City and its employees contribute to the employees' retirement. The City's contribution to the deferred compensation plan is accrued with each payroll.

Compensated absences

It is the City's policy to permit employees to accumulate a limited amount of earned but unused vacation benefits and sick leave. These benefits are paid to the employee upon separation of employment from the City. In the governmental fund types, the current portion of the liability left unpaid at the end of the reporting period is accrued. A long-term liability has been provided for in the general long-term debt group of accounts. In the proprietary fund types, both the current and long-term portion of the liability has been accrued.

Recognition of liabilities for compensated absences was made to conform with Statement 4, "Accounting and Financial Reporting Principles for Claims and Judgements and Compensated Absences" issued by the National Council on Governmental Accounting, effective for fiscal years beginning after December 31, 1982.

Budgets and budgetary accounting

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to June 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

2. Public hearings in conformity with Revenue sharing regulations are conducted to obtain taxpayer comments in September for the Capital Improvement Program and February for the Operating budget.

3. Prior to July 1, the budget is legally enacted through passage of a resolution. Failure to do so means the Manager's budget is in force until a budget is adopted by the Council.

4. The City Manager is authorized to transfer budgeted amounts between line items within any division, however, any revisions that alter the total expenditures of any division or department must be approved by the City Council.

(Continued)

CITY OF STOCKTON

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended June 30, 1987
($ in thousands)
(Continued)

5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, and Capital Project Funds. Formal budgetary integration is not employed for Debt Service Funds because effective budgetary control is alternatively achieved through general obligation bond indenture provisions.

6. Budgets for General, Special Revenue and Capital Projects Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgets for Special Assessment Funds are adopted on a basis consistent with GAAP except that bond proceeds are treated as other financing sources and bond principal payments are treated as reduction of outstanding bond principal. Budgets for Capital Projects are adopted on a basis consistent with GAAP except that Capital Projects are budgeted over the life of the project rather than on an annual basis.

Encumbrances

The City utilizes an encumbrance system to assist in controlling expenditures. Under this system, governmental fund types are encumbered when purchase orders, contracts and other commitments are signed or approved. Encumbrances at year end are reported as reservations of fund balances.

Appropriation lapses

Appropriations are carried forward for capital improvement projects in all funds, and miscellaneous grants. In all other funds unexpended appropriations lapse at year end.

(Continued)

Note 2. Cash and Investments

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and temporary investments", except for $31 shown under Fiduciary Fund Type - Trust and Agency. The deposits and investments of the deferred compensation plan (included in Fiduciary Fund Type) are separately held from those of other city funds.

California statutes authorize cities to invest idle or surplus funds in a variety of credit instruments as provided for in the California Government Code Section 53600, Chapter 4 - Financial Affairs. All city investment activities are within the State statutes and the City's investments policy.

Carrying amount of investments includes unamortized premium or discounts. Market value does not include accrued interest.

Time Certificates of Deposit

Particulars	Carrying Amount	Bank Balance
Insured by (FSLIC)	$ 600	$ 600
Uninsured balance, collateralized	5,900	5,900
Total	$ 6,500	$ 6,500

Investments

Particulars	Carrying Amount	Market Value
Uninsured, uncollateralized; held by investment broker-dealer:		
Negotiable certificates of deposit	$ 33,025	$ 32,971
Bankers' acceptance	4,968	4,968
Investment in State Treasury Local Agency Investment Pool	10,000	10,000
Debt obligations issued by federal agencies and federal government-sponsored corporations; held by investment-broker or City's agent		
Federal National Mortgage Association	25,990	25,343
Federal Home Loan Mortgage Corporation	2,040	1,914
Government National Mortgage Association	998	939
Total	$ 77,021	$ 76,135

(Continued)

CITY OF STOCKTON

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended June 30, 1987
($ in thousands)
(Continued)

Note 3. Restricted Assets

On August 1, 1986, the City issued Central Parking District Bonds of 1986, in the amount of $16,000.

Proceeds from the issuance - $15,608 plus accrued interest - were designated for the acquisition and improvement of properties, the funding of a Reserve Fund ($480, three percent of the principal amount of the Bonds issued) in accordance with the terms of the official statement, and payment of costs related to the issuance of bonds.

Note 4. Interfund Receivable and Payables

Interfund receivables and payables consisted of the following at June 30, 1987:

	Receivables		Payables	
	Due from	Advances to	Due to	Advances from
General Fund	$ 50	$ - -	$ - -	$ - -
Special Revenue Funds	- -	- -	5,726	- -
Capital Projects Funds	5,676	765	- -	- -
General Long-Term Debt Group of Accounts - Capital Improvement Fund	- -	- -	- -	765
Totals	$ 5,726	$ 765	$ 5,726	$ 765

(Continued)

Note 5. Property, Plant and Equipment

Property, plant and equipment at June 30, 1987 consist of the following:

	Enterprise Funds	Internal Service Fund	General Fixed Assets	Total
Land	$ 4,696	$ - -	$ 6,031	$ 10,727
Buildings and improvements	103,844	24	33,350	137,218
Machinery and equipment	7,041	14,807	1,580	23,428
Construction in progress	2,941	- -	4,290	7,231
Total	118,522	14,831	45,251	178,604
Less accumulated depreciation	29,884	8,636	- -	38,520
Net	$ 88,638	$ 6,195	$ 45,251	$140,084

General fixed assets:

A summary of changes in general fixed assets follows:

	Balance 7-01-86	Additions	Deletions	Transfers In	Transfers Out	Balance 6-30-87
Land	$ 6,328	$ 185	$ 1	$ - -	$ 481	$ 6,031
Buildings and improvements	36,982	1,469	28	- -	5,073	33,350
Machinery and equipment	1,508	189	25	37	129	1,580
Construction in progress	3,603	4,290	3,603	- -	- -	4,290
Total	$ 48,421	$ 6,133	$ 3,657	$ 37	$ 5,683	$ 45,251

Capitalized leases:

Included in the property, plant and equipment are capitalized leased assets shown below:

	Enterprise Funds	Internal Service Fund	General Fixed Assets	Total
Buildings and improvements	$ 1,228	$ - -	$ - -	$ 1,228
Equipment	47	1,172	30	1,249
Less accumulated depreciation	684	612	- -	1,296
Net	$ 591	$ 560	$ 30	$ 1,181

(Continued)

CITY OF STOCKTON

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended June 30, 1987
($ in thousands)
(Continued)

Note 6. General Long-Term Debt

A summary of changes in general long-term debt follows:

	General Obligations Bond	Lease Obligations	Compensated Absences	Advance Payable-Capital Improvement Fund	Total
Outstanding 7-01-86	$ 940	$ 871	$ 4,827	$ - -	$ 6,638
Current year changes					
Redeemed or cancelled, paid	(100)	(8)	- -	- -	(108)
Vacation and sick leave	- -	- -	835	- -	835
Transferred to Enterprise Fund	- -	(855)	- -	- -	(855)
Advance to Redevelopment Agency	- -	- -	- -	765	765
Outstanding 6-30-87	$ 840	$ 8	$ 5,662	$ 765	$ 7,275
Maturing, 1987-88	$ 105	$ 8	$ - -	$ - -	$ 113

(Continued)

Note 7. Long-Term Debt

General obligation bonds

General obligation bonds are all serial bonds, to be retired through the fiscal year ending June 30, 1994. The City levies a special property tax rate for the principal and interest payments due within a fiscal year and provides the amounts in the Debt Service Fund.

Description of Bonds	Interest Rate	Original Amount Issued	Out-standing June 30, 1987
1968 Series Municipal Improvement Bonds	4.23	$ 1,850	$ 840

The following schedule sets forth the general obligation debt service requirements to maturity:

Fiscal Year	Principal			Interest			Principal and Interest		
	General Fund	Enterprise Sewer Utility	Total	General Fund	Sewer Utility	Total	General Fund	Enterprise Sewer Utility	Total
1987-88	$ 105	$ 645	$ 750	$ 34	$ 128	$ 162	$ 139	$ 773	$ 912
1988-89	110	680	790	29	97	126	139	777	916
1989-90	115	710	825	25	64	89	140	774	914
1990-91	120	740	860	19	30	49	139	770	909
1991-92	125	- -	125	14	- -	14	139	- -	139
Thereafter	265	- -	265	12	- -	12	277	- -	277
	$ 840	$ 2,775	$ 3,615	$ 133	$ 319	$ 452	$ 973	$ 3,094	$ 4,067

Capitalized facility lease payable

The City entered into a noncancellable long-term lease as Lessee with a nonprofit corporation (City of Stockton Recreation Corporation) dated August 1, 1968 for financing the acquisition of facilities for ice skating and golf, which were constructed by the nonprofit corporation. The lease provides for semi-annual debt service requirements on the revenue bonds issued by the nonprofit corporation. Since the leases are financing arrangements which transfer the ownership of the facilities to the City at the end of the lease term, and since the sole activity of the nonprofit corporation is providing financing for the City, the City has recorded the facility lease obligation and related assets in the appropriate funds in amounts equivalent to the related revenue bonds payable and the cost of the facilities. The City is responsible for the payment of taxes, assessments and administrative costs of the nonprofit corporation.

(Continued)

In conjunction with the facilities lease, the City of Stockton entered into a noncancellable long-term site lease as Lessor with the City of Stockton Recreation Corporation dated August 1, 1968. The facilities described above are constructed upon this property. The lease term is the same as the lease term of the facilities lease and lease payments for the entire lease term total $561, which were paid in advance.

The lease terms of both leases expire February 10, 1995.

Also, the City has entered into capitalized lease agreements for office equipment. These leases expire in various years to June 1, 1989.

Future minimum lease payments under capitalized leases are as follows:

	Enterprise Fund		Internal Service Fund	General Long-Term Debt
Fiscal Year	Buildings & Improvements	Office Equip.	Office Equip.	Office Equip.
1987-88	$ 125	$ 12	$ 188	$ 8
1988-89	125	11	25	- -
1989-90	125	- -	23	- -
1990-91	125	- -	22	- -
1991-92	125	- -	16	- -
Thereafter	375	- -	- -	- -
	1,000	23	274	8
Less amounts representing interest	219	2	13	- -
Present value of future minimum lease payments	$ 781	$ 21	$ 261	$ 8

Special assessment bonds

The City has issued bonds for special assessment district improvements. These bonds are collateralized by the benefited property, and/or revenue generated by the Districts.

The following schedule sets forth the special assessment debt service requirements to maturity:

	Mature in Fiscal Year						
	1987-88	1988-89	1989-90	1990-91	1991-92	Thereafter	Total
Enterprise Funds							
Principal							
Central Parking District Fund	$ 120	$ 120	$ 445	$ 460	$ 493	$ 17,515	$ 19,153
Water Utility Fund	95	95	105	105	110	1,185	1,690
Sewer Utility Fund	150	160	175	190	205	2,750	3,630
	360	375	725	755	808	21,450	24,473

(Continued)

	Mature in Fiscal Year						
	1987-88	1988-89	1989-90	1990-91	1991-92	Thereafter	Total
Interest							
Central Parking District Fund	1,449	1,443	1,436	1,404	1,371	15,729	22,832
Water Utility Fund	110	104	97	90	83	341	825
Sewer Utility Fund	249	238	227	214	201	976	2,105
	1,808	1,785	1,760	1,708	1,655	17,046	25,762
Total - principal and interest							
Central Parking District Fund	1,569	1,563	1,881	1,864	1,864	33,244	41,985
Water Utility Fund	200	199	202	195	193	1,526	2,515
Sewer Utility Fund	399	398	402	404	406	3,726	5,735
	$ 2,168	$ 2,160	$ 2,485	$ 2,463	$ 2,463	$ 38,496	$ 50,235
Special Assessment Fund							
Principal	$ 1,785	$ 1,870	$ 2,057	$ 1,907	$ 2,066	$ 27,594	$ 37,279
Interest	3,029	2,892	2,742	2,589	2,432	17,162	30,846
Total - principal and interest	$ 4,814	$ 4,762	$ 4,799	$ 4,496	$ 4,498	$ 44,756	$ 68,125

Since the passage of Proposition 13 adding Article 13A to the California Constitution, local agencies no longer have direct liability on special assessment bonds. Bonds totaling $43,046 have been issued and outstanding at June 30, 1987, since this amendment.

Advances from federal agencies

In August 1977, the City accepted a Federal Drought Relief Act grant of $1,934 (which was later reduced by $313) and a loan not to exceed $1,834 for drought relief projects. As of June 30, 1987, advances total $1,464. The loan will bear interest at 5% per annum and shall be for a term not to exceed 40 years.

Contingent liability

Certain general obligation bonds which pertain to the construction of fixed assets in the Sewer Utility Fund are being repaid by the Sewer Utility Fund. The General Fund remains contingently liable for the repayment of these bonds. These bonds total $2,775 at June 30, 1987.

(Continued)

CITY OF STOCKTON

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended June 30, 1987
($ in thousands)
(Continued)

Note 8. Nature and Purpose of Reported Reserves

A summary of reported reserves by fund at June 30, 1987 follows:

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Type	
Account Title	General	Special Revenue	Capital Projects	Special Assess-ments	Enter-prise	Internal Service	Trust and Agency	Total (Memoran-dum Only)
Encumbrance	$ 731	$ 575	$ 1,286	$ 126	$ - -	$ - -	$ - -	$ 2,718
Inventory	399	- -	- -	- -	- -	- -	- -	399
Loans and advances	- -	- -	3,183	- -	- -	- -	100	3,283
Authorized expenditures/projects	1,378	7,845	13,762	1,353	17,799	- -	- -	42,137
Metro/Lincoln recreation	174	- -	- -	- -	- -	- -	- -	174
Endowment	- -	- -	- -	- -	- -	- -	139	139
Revolving Fund	8	- -	- -	- -	- -	- -	- -	8
Fixed assets replacements	- -	- -	- -	- -	201	- -	- -	201
Self-insurance	- -	- -	- -	- -	- -	4,264	- -	4,264
Debt service	- -	- -	- -	- -	206	- -	- -	206
Others	- -	- -	95	22	- -	- -	- -	117
Total	$ 2,690	$ 8,420	$ 18,326	$ 1,501	$ 18,206	$ 4,264	$ 239	$ 53,646

(Continued)

Note 9. Deferred Compensation

The City adopted a city administered deferred compensation plan by which both the City and its employees contribute to the employees' retirement. The City's contribution ranges from 2.5% to 10.0% of the employees' gross pay for management employees except for public safety management. The contribution for public safety management ranges from 1.0% to 2.0%. The City's contribution for blue collar and white collar employees, except for public safety, is 2.5% of the gross pay for the fifth step of their position at January 1, 1987. All non-management public safety employees receive no contribution. The employee may contribute up to a combined City and employee total of 25% of their gross pay not to exceed a combined total of $7.5 for each year.

A summary of plan activity for the year follows:

Plan assets as of 6-30-86	$ 16,407
City of Stockton contributions	567
Employee contributions	2,077
Earnings on investments	2,135
	21,186
Less: withdrawals (retirements and terminations)	534
Plan assets as of 6-30-87	$ 20,652

The Internal Revenue Service, which approved the City's Deferred Compensation Plan, has ruled that the Plan assets remain the property of the City of Stockton, subject to the claims of the employer's general creditors, until paid or made available to the participating employees. Deferred compensation is not subjected to income taxes to the employee until withdrawal upon retirement or termination of service.

Amounts accumulated by the City, under the Plan, have been invested in several investment options, administered by the City, at the direction of the employees. The Plan is accounted for and presented under the Agency Fund.

(Continued)

CITY OF STOCKTON

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended June 30, 1987
($ in thousands)
(Continued)

Note 10. Pension Plan

Public Employees' Retirement System (A Statewide Plan) (PERS)

The City contributed $11,788 during fiscal year 1986-87 to the California State PERS as its actuarially determined pension contribution to PERS covering all permanent and probationary City employees. Contributions to State PERS are expensed when incurred. Employee and employer contributions are determined by the PERS system's actuary.

All City employees (permanent and probationary) are covered by PERS. The City periodically receives an actuarial report from PERS. The latest actuarial valuation, as of June 30, 1986, provided the following actuarial information:

	June 30, 1986
a. Unfunded obligation	$ 21,796
b. Present value of accrued benefits vested and non-vested	162,450
c. Net assets available for benefits	140,654

The City is currently making contributions to PERS at the following rates:

	% of PERS Payroll	
	Miscel-laneous	Safety
Normal cost	8.364	15.362
Unfunded obligation	3.841	5.829
	12.205	21.191

Significant PERS actuarial assumptions are as follows:

a. Actuarial method is the entry age normal method and the unfunded is being amortized over the period ending June 30, 2000.

b. Rate of return in determining present values of vested and non-vested accumulated plan benefits - 8 1/2%.

Date at which the benefit information was determined - June 30, 1986.

(Continued)

Post-Retirement Health Care Benefits

In addition to providing pension benefits through the Public Employees Retirement System, the City provides certain health care benefits for retired employees. Substantially, all of the City's management employees may become eligible for those benefits if they reach normal retirement age while working for the City. The cost of retiree health care benefits is recognized as an expense when claims are paid. For the fiscal year ending June 30, 1987, those costs totaled $427.

Note 11. Self-Insurance

Effective August 1, 1978, the City adopted a self-insured group health insurance program which is administered by a service agent. The City is also self-insured for workers' compensation insurance, unemployment insurance and for the first $1000 per claim of general liability insurance. All these self-insurance plans are administered by service agents who are experts in their respective fields.

The City is self-insured for the first $1000 of casualty liability losses and $250 for workers' compensation losses. The City has a Memorandum of Coverage from the California Joint Powers Insurance Authority for losses from $1000 to $10,000. In addition, statutory coverage is in effect for workers' compensation losses.

The City believes that the self-insurance reserves recorded in the Internal Service Fund of $4,264 at June 30, 1987, are adequate to cover losses for which the City may be liable.

On April 8, 1986, the City became a member of the California Joint Powers Insurance Authority (CJPIA) which provides general liability coverage. The purposes of CJPIA are to:

A. Share the risk of self-insured losses;

B. Develop effective risk management programs to reduce the amount and frequency of losses; and

C. Jointly purchase excess insurance, when appropriate, and administrative services related to the pooled coverage program.

A deposit to fund potential losses has been forwarded to CJPIA. It is based upon the City's payroll with a subsequent deposit required in each program year. Actual losses will eventually be shared among the member entities according to a formula developed from overall loss costs and spread to all participants on a percentage basis after a retrospective rating.

(Continued)

CITY OF STOCKTON

NOTES TO FINANCIAL STATEMENTS
As of and for the Year Ended June 30, 1987
($ in thousands)
(Continued)

Note 12. Segment Information for Enterprise Funds

The City maintained six enterprise funds, effective this fiscal year. Segment information for the year ended June 30, 1987 is as follows:

	Central Parking District	Water Utility	Sewer Utility	Golf Courses	Civic Auditorium	Ice Arena
Operating revenue	$ 773	$ 3,736	$ 14,728	$ 1,211	$ 229	$ 233
Depreciation and amortization expense	53	491	1,700	52	34	44
Operating income (loss)	243	886	(1,752)	200	(191)	(124)
Operating grants	- -	- -	- -	- -	- -	- -
Operating transfers						
In	98	- -	- -	- -	280	133
Out	- -	- -	- -	- -	- -	- -
Net income (loss)	224	1,349	932	166	89	9
Current capital						
Contributions	- -	126	(1,745)	343	354	203
Transfers in (out)	- -	(22)	(80)	(15)	(1)	- -
Property, plant and equipment						
Additions	609	960	1,167	3,061	1,929	833
Deletions	- -	90	29	1	- -	- -
Net working capital	673	9,514	2,878	129	106	38
Bonds and other long-term liabilities:						
Payable from operating revenues	20,002	3,674	9,997	666	57	265
Payable from other sources	- -	- -	- -	- -	- -	- -
Total equity	2,428	25,575	60,952	494	442	212

(Continued)

Note 13. Classification Changes

Beginning this fiscal year, three Enterprise Funds were established, namely: Golf Courses, Civic Auditorium, and Ice Arena. In prior years, these Funds were included in the General Fund. The change was made so that the City of Stockton could better make periodic determination of revenues earned, expenses incurred, and net income. This is appropriate for capital maintenance, public policy, management control accountability, and other purposes, in accordance with the National Council on Governmental Accounting. The "Totals (Memorandum Only)" column for the fiscal year 1985-86 was not changed, thus, not comparable to 1986-87.

Note 14. Advance Refunding of Special Assessment Bonds

The City refinanced two bond issues. Its purpose is to reduce current debt service requirements and extend the maturity of the debt. The carrying and face amounts of the old and new debt are as follows:

Date Refinanced	Series No. Old	Series No. New	Assessment District	Old Debt Carrying Amount	New Debt Face Amount	New Debt Proceeds
1-02-87	208	209	Arch Road	$ 5,410	$ 5,550	$ 5,400
1-02-87	205	210	Western Pacific Railroad	3,790	4,345	4,215

Note 15. Lease of Water Delivery System Improvement

On August 1, 1986, the California Public Agency Leasing Corporation (Lessor) issued $11,000 in Certificates of Participation, to finance the acquisition and installation of certain improvements to the existing water delivery system serving the citizens of the City of Stockton. The system will be leased to the City and operated by the City's Municipal Utility Department. Interest with respect to the certificates will be payable starting February 1, 1987. The City (Lessee) agreed to pay its financial obligations equal to the debt service related to the certificates.

Note 16. Purchase Commitments, Contingent Liabilities and Claims

The City of Stockton is obligated by contract to purchase various parcels of real property. Aggregate amounts purchased under these contracts total $2,349 and all will occur during the next fiscal year.

Numerous claims and suits have been filed against the City in the normal course of business. Based upon information received from the City Attorney and retained counsel, the estimated liability, if any, under such claims and suits will not be material to the financial statements taken as a whole.

End of Notes to Financial Statements.

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COMBINING AND INDIVIDUAL FUND AND ACCOUNT GROUP STATEMENTS AND SCHEDULES

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GENERAL FUND

The Fund used to account for all financial resources except those required to be accounted for in another Fund.

CITY OF STOCKTON
GENERAL FUND

COMPARATIVE BALANCE SHEET
June 30, 1987 and 1986

($ in thousands)

Assets	1987	1986
Cash and temporary investments	$ 8,116	$ 13,520
Interest receivable on investments	1,007	1,152
Taxes and special assessments receivable	1,358	949
Accounts and other receivables	1,250	738
Allowance for estimated uncollectible accounts	(310)	(219)
Due from other funds	50	- -
Due from other governments	1,064	1,073
Inventory of supplies	399	440
Prepaid expenses	3	- -
Advances to other funds	- -	82
Total assets	$ 12,937	$ 17,735
Liabilities and Fund Balance		
Liabilities		
Accounts payable	$ 486	$ 475
Accrued payroll and fringe benefits	2,711	3,931
Due to other governments	151	120
Other liabilities	18	18
Accrued compensated absences	3,631	3,361
Total liabilities	6,997	7,905
Fund balance		
Reserved for encumbrance	731	508
Reserved for inventory	399	440
Reserved for Metro and Lincoln recreation	174	101
Reserved for other items	1,386	2,488
Unreserved		
Designated for administrative contingency	3,250	6,293
Total fund balance	5,940	9,830
Total liabilities and fund balance	$ 12,937	$ 17,735

CITY OF STOCKTON
GENERAL FUND

COMPARATIVE STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 1987 and 1986

($ in thousands)	1987	1986
Revenue		
Taxes		
Property	$ 11,319	$ 10,618
Sales and use	15,506	14,509
Utility	9,885	10,378
Other	6,589	6,037
Licenses and permits	2,089	1,260
Intergovernmental	7,302	7,075
Charges for services	7,189	8,009
Fines and forfeitures	733	843
Use of money and property	2,227	3,139
Miscellaneous	1,675	1,502
Total revenue	64,514	63,370
Expenditures		
Current		
General government	8,235	7,473
Public safety	41,359	38,361
Public works	8,427	8,391
Library	4,682	4,512
Parks and recreation	4,817	6,330
Capital outlay		
General government	25	11
Public safety	66	80
Public works	30	11
Library	3	2
Parks and recreation	15	47
Total expenditures	67,659	65,218
Excess (deficiency) of revenue over expenditure	(3,145)	(1,848)
Other financing sources (uses)		
Operating transfers in	265	19
Operating transfers out	(661)	(660)
Total other financing sources (uses)	(396)	(641)
Net increase (decrease) in fund balance during year	(3,541)	(2,489)
Fund balance at beginning of year	9,830	13,040
Residual equity transfers in (out) - net	(349)	(721)
Fund balance at end of year	$ 5,940	$ 9,830

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SPECIAL REVENUE FUNDS

The Funds used to account for the proceeds of specific revenue sources (other than Special Assessments, Expendable Trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes.

Special Grants
To account for miscellaneous, comparatively smaller grants, from federal and state governments, not otherwise established as stand-alone Special Revenue Fund.

Revenue Sharing
To account for revenue received from the federal government under the revenue sharing program.

Cooperative Library
To account for state grants to encourage the development, improvement, and expansion of library system within the State of California. Parties to the agreement are neighboring cities, counties and other agencies.

Gas Tax
To account for revenues and expenditures apportioned to the City under the Streets and Highway Code, Section 2106, 2107 and 2107.5 of the State of California. Expenditures for administration, maintenance and construction must be street-related. This fund includes Federal Aide Urban Grant and SB 325 Non-Transit revenues.

Urban Development Action Grant (UDAG)
To account for federal grant and other resources, the purpose of which is to revitalize activities in the designated UDAG area.

Community Development Block Grant
To account for annual federal grant, to develop a viable urban community by providing suitable living environment and expanding economic opportunities, principally, for low and moderate income residents.

CITY OF STOCKTON
ALL SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET
June 30, 1987
With Comparative Totals for June 30, 1986

($ in thousands)

Assets	Special Grants	Revenue Sharing	Cooperative Library	Gas Tax	Urban Development Action Grant	Community Development Block Grant	Eliminations	Totals 1987	Totals 1986
Cash and temporary investments	$ 12	$ 9,119	$ 23	$ 7,547	$ - -	$ - -	$ - -	$ 16,701	$ 19,756
Accounts and other receivables	- -	- -	- -	- -	- -	- -	- -	- -	89
Due from other funds	- -	- -	- -	758	- -	- -	(758)	- -	- -
Due from other governments	20	- -	- -	134	38	167	- -	359	1,074
Deposits	- -	- -	- -	- -	- -	40	- -	40	- -
Total assets	$ 32	$ 9,119	$ 23	$ 8,439	$ 38	$ 207	$ (758)	$ 17,100	$ 20,919
Liabilities and Fund Balances									
Liabilities									
Cash overdraft	$ - -	$ - -	$ - -	$ - -	$ 12	$ 202	$ - -	$ 214	$ 177
Accounts payable	- -	- -	6	46	26	3	- -	81	9
Accrued payroll and fringe benefits	4	- -	4	- -	- -	- -	- -	8	- -
Due to other funds	- -	6,484	- -	- -	- -	- -	(758)	5,726	11,054
Due to other governments	9	- -	- -	- -	- -	- -	- -	9	16
Deposits	5	- -	- -	- -	- -	2	- -	7	12
Total liabilities	18	6,484	10	46	38	207	(758)	6,045	11,268
Fund balances									
Reserved for encumbrances	- -	- -	- -	575	- -	- -	- -	575	266
Reserved for authorized expenditures	14	- -	13	7,818	- -	- -	- -	7,845	7,053
Unreserved - undesignated	- -	2,635	- -	- -	- -	- -	- -	2,635	2,332
Total fund balances	14	2,635	13	8,393	- -	- -	- -	11,055	9,651
Total liabilities and fund balances	$ 32	$ 9,119	$ 23	$ 8,439	$ 38	$ 207	$ (758)	$ 17,100	$ 20,919

CITY OF STOCKTON
ALL SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 1987
With Comparative Totals for the Fiscal Year Ended June 30, 1986

($ in thousands)	Special Grants	Revenue Sharing	Coopera-tive Library	Gas Tax	Urban Develop-ment Action Grant	Community Develop-ment Block Grant	Elimina-tions	Totals 1987	Totals 1986
Revenue									
Taxes - transportation	$ - -	$ - -	$ - -	$ 66	$ - -	$ - -	$ - -	$ 66	$ 247
Federal grants and subsidies	74	607	- -	696	315	1,634	- -	3,326	5,123
Intergovernmental	166	- -	224	2,887	- -	- -	- -	3,277	3,868
Use of money and property	- -	978	- -	451	- -	- -	- -	1,429	1,688
Miscellaneous	1	- -	- -	37	2	1	- -	41	150
Total revenue	241	1,585	224	4,137	317	1,635	- -	8,139	11,076
Expenditures									
Current									
General government	233	- -	- -	- -	- -	- -	- -	233	73
Public safety	- -	- -	- -	- -	- -	- -	- -	- -	- -
Public works	- -	- -	- -	- -	- -	- -	- -	- -	- -
Library	- -	- -	220	- -	- -	- -	- -	220	333
Capital outlay									
General government	6	- -	- -	- -	- -	- -	- -	6	- -
Public works	- -	- -	- -	3,396	317	1,326	- -	5,039	5,572
Library	- -	- -	1	- -	- -	- -	- -	1	1
Total expenditures	239	- -	221	3,396	317	1,326	- -	5,499	5,979
Excess (deficiency) of revenue over expenditures	2	1,585	3	741	- -	309	- -	2,640	5,097
Other financing sources (uses)									
Operating transfers in	12	- -	- -	347	- -	528	(147)	740	678
Operating transfers out	- -	(1,282)	- -	(4)	- -	(837)	147	(1,976)	(10,284)
Total other financing sources (uses)	12	(1,282)	- -	343	- -	(309)	- -	(1,236)	(9,606)
Net increase (decrease) in fund balances during year	14	303	3	1,084	- -	- -	- -	1,404	(4,509)
Fund balances at beginning of year	- -	2,332	10	7,309	- -	- -	- -	9,651	14,160
Fund balances at end of year	$ 14	$ 2,635	$ 13	$ 8,393	$ - -	$ - -	$ - -	$ 11,055	$ 9,651

CITY OF STOCKTON
SPECIAL REVENUE FUNDS

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the Fiscal Year Ended June 30, 1987

($ in thousands)	Special Grants			Revenue Sharing			Cooperative Library		
	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenue									
Taxes - transportation	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -
Federal grants and subsidies	121	74	(47)	- -	607	607	- -	- -	- -
Intergovernmental	216	166	(50)	- -	- -	- -	224	224	- -
Use of money and property	- -	- -	- -	600	978	378	- -	- -	- -
Miscellaneous	- -	1	1	- -	- -	- -	- -	- -	- -
Total revenue	337	241	(96)	600	1,585	985	224	224	- -
Expenditures									
Current									
General government	344	233	111	- -	- -	- -	- -	- -	- -
Public safety	- -	- -	- -	- -	- -	- -	- -	- -	- -
Public works	- -	- -	- -	- -	- -	- -	- -	- -	- -
Library	- -	- -	- -	- -	- -	- -	233	220	13
Capital outlay	6	6	- -	- -	- -	- -	1	1	- -
Total expenditures	350	239	111	- -	- -	- -	234	221	13
Excess (deficiency) of revenue over expenditures	(13)	2	15	600	1,585	985	(10)	3	13
Other financing sources (uses)									
Operating transfers in (out) - net	12	12	- -	(1,282)	(1,282)	- -	- -	- -	- -
Net increase (decrease) in fund balances during year	(1)	14	15	(682)	303	985	(10)	3	13
Fund balances at beginning of year	- -	- -	- -	2,332	2,332	- -	10	10	- -
Fund balances at end of year	$ (1)	$ 14	$ 15	$ 1,650	$ 2,635	$ 985	$ - -	$ 13	$ 13

(Continued)

CITY OF STOCKTON
SPECIAL REVENUE FUNDS

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the Fiscal Year Ended June 30, 1987
(Continued)

($ in thousands)	Gas Tax			Urban Development Action Grant			Community Development Block Grant		
	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenue									
Taxes - transportation	$ 66	$ 66	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -
Federal grants and subsidies	696	696	- -	1,303	315	(988)	3,990	1,634	(2,356)
Intergovernmental	2,690	2,887	197	- -	- -	- -	- -	- -	- -
Use of money and property	225	451	226	- -	- -	- -	- -	- -	- -
Miscellaneous	- -	37	37	380	2	(378)	- -	1	1
Total revenue	3,677	4,137	460	1,683	317	(1,366)	3,990	1,635	(2,355)
Expenditures									
Current									
General government	- -	- -	- -	- -	- -	- -	- -	- -	- -
Public safety	- -	- -	- -	- -	- -	- -	- -	- -	- -
Public works	- -	- -	- -	- -	- -	- -	- -	- -	- -
Library	- -	- -	- -	- -	- -	- -	- -	- -	- -
Capital outlay	10,094	3,396	6,698	1,602	317	1,285	2,471	1,326	1,145
Total expenditures	10,094	3,396	6,698	1,602	317	1,285	2,471	1,326	1,145
Excess (deficiency) of revenue over expenditures	(6,417)	741	7,158	81	- -	(81)	1,519	309	(1,210)
Other financing sources (uses)									
Operating transfers in (out) - net	343	343	- -	- -	- -	- -	(309)	(309)	- -
Net increase (decrease) in fund balances during year	(6,074)	1,084	7,158	81	- -	(81)	1,210	- -	(1,210)
Fund balances at beginning of year	7,309	7,309	- -	- -	- -	- -	- -	- -	- -
Fund balances at end of year	$ 1,235	$ 8,393	$ 7,158	$ 81	$ - -	$ (81)	$ 1,210	$ - -	$ (1,210)

(Continued)

CITY OF STOCKTON
SPECIAL REVENUE FUNDS

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP) BASIS AND ACTUAL
For the Fiscal Year Ended June 30, 1987
(Continued)

($ in thousands)	Total - Special Revenue Funds		
	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenue			
Taxes - transportation	$ 66	$ 66	$ - -
Federal grants and subsidies	6,110	3,326	(2,784)
Intergovernmental	3,130	3,277	147
Use of money and property	825	1,429	604
Miscellaneous	380	41	(339)
Total revenue	10,511	8,139	(2,372)
Expenditures			
Current			
General government	344	233	111
Public safety	- -	- -	- -
Public works	- -	- -	- -
Library	233	220	13
Capital outlay	14,174	5,046	9,128
Total expenditures	14,751	5,499	9,252
Excess (deficiency) of revenue over expenditures	(4,240)	2,640	6,880
Other financing sources (uses)			
Operating transfers in (out) - net	(1,236)	(1,236)	- -
Net increase (decrease) in fund balances during year	(5,476)	1,404	6,880
Fund balances at beginning of year	9,651	9,651	- -
Fund balances at end of year	$ 4,175	$ 11,055	$ 6,880

DEBT SERVICE FUND

The Fund established to account for the accumulation of resources for, and the payment of, general obligations bond principal and interest.

CITY OF STOCKTON
DEBT SERVICE FUND

COMPARATIVE BALANCE SHEET
June 30, 1987 and 1986

($ in thousands)	1987	1986
Assets		
Cash with fiscal agent	$ 16	$ 16
Liabilities		
Matured bonds and interest payable	$ 16	$ 16

COMPARATIVE STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended June 30, 1987 and 1986

($ in thousands)	1987	1986
Expenditures		
Debt service		
Principal retirement	$ 100	$ 95
Interest and fiscal charges	38	42
Total expenditures	138	137
Other financing source		
Operating transfers in	138	137
Increase (decrease) in fund balance	$ - -	$ - -

CAPITAL PROJECTS FUNDS

The Funds created to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds, Special Assessment Funds, and Trust Funds).

Capital Improvement

To account for the acquisition, construction and improvement of capital facilities financed by grants and operating transfers from different City Funds.

Redevelopment Agency

To account for the acquisition, relocation, demolition, and sale of land for those portions of the City earmarked for redevelopment. Projects are financed from the proceeds of bonds sold and loans from other City funds, and eventually, from property tax increment revenue.

CITY OF STOCKTON
ALL CAPITAL PROJECTS FUNDS

COMBINING BALANCE SHEET
June 30, 1987
With Comparative Totals for June 30, 1986

($ in thousands)	Capital Improvement	Redevelopment Agency	Totals 1987	Totals 1986
Assets				
Cash and temporary investments	$ 9,515	$ 1,860	$ 11,375	$ 8,535
Accounts and other receivables	57	- -	57	240
Due from other funds	5,356	320	5,676	11,054
Due from other governments	852	- -	852	493
Advances to other funds	765	- -	765	- -
Deposits	- -	95	95	96
Total assets	$ 16,545	$ 2,275	$ 18,820	$ 20,418
Liabilities and Fund Balances				
Liabilities				
Accounts payable	$ 487	$ 1	$ 488	$ 238
Deposits	- -	3	3	3
Matured bonds and interest payable	- -	3	3	3
Advances from other funds	- -	- -	- -	82
Total liabilities	487	7	494	326
Fund balances				
Reserved for encumbrance	1,286	- -	1,286	1,520
Reserved for advances to other governments	3,183	- -	3,183	- -
Reserved for other items	- -	95	95	96
Reserved for authorized expenditures	11,589	2,173	13,762	18,476
Total fund balances	16,058	2,268	18,326	20,092
Total liabilities and fund balances	$ 16,545	$ 2,275	$ 18,820	$ 20,418

CITY OF STOCKTON
ALL CAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 1987
With Comparative Totals for the Fiscal Year Ended June 30, 1986

($ in thousands)	Capital Improvement	Redevelopment Agency	Elimination	Totals 1987	Totals 1986
Revenue					
Taxes					
Property	$ - -	$ 946	$ - -	$ 946	$ 883
Amusement	26	- -	- -	26	26
Federal grants and subsidies	750	- -	- -	750	- -
Intergovernmental	622	- -	- -	622	50
Charges for services	1,350	- -	- -	1,350	787
Use of money and property	336	368	- -	704	783
Miscellaneous	51	2	- -	53	85
Total revenue	3,135	1,316	- -	4,451	2,614
Expenditures					
Capital outlay					
General government	132	100	- -	232	236
Public safety	260	- -	- -	260	108
Public works	1,898	1,306	- -	3,204	2,587
Sanitation and waste removal	539	- -	- -	539	9
Library	389	- -	- -	389	135
Parks and recreations	2,202	- -	- -	2,202	576
Total expenditures	5,420	1,406	- -	6,826	3,651
Excess (deficiency) of revenue over expenditures	(2,285)	(90)	- -	(2,375)	(1,037)
Other financing sources (uses)					
Operating transfers in	987	- -	(98)	889	9,378
Operating transfers out	(215)	(928)	98	(1,045)	(342)
Advance from Capital Improvement Fund	- -	765	- -	765	- -
Total other financing sources (uses)	772	(163)	- -	609	9,036
Net increase in fund balances during year	(1,513)	(253)	- -	(1,766)	7,999
Fund balances at beginning of year	17,571	2,521	- -	20,092	12,093
Fund balances at end of year	$ 16,058	$ 2,268	$ - -	$ 18,326	$ 20,092

CITY OF STOCKTON
ALL CAPITAL PROJECTS FUNDS

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the Fiscal Year Ended June 30, 1987

($ in thousands)	Capital Improvement			Redevelopment Agency			Totals		
	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenue									
Taxes									
Property	$ - -	$ - -	$ - -	$ - -	$ 946	$ 946	$ - -	$ 946	$ 946
Amusement	25	26	1	- -	- -	- -	25	26	1
Federal grants and subsidies	750	750	- -	- -	- -	- -	750	750	- -
Intergovernmental	622	622	- -	- -	- -	- -	622	622	- -
Charges for services	325	1,350	1,025	- -	- -	- -	325	1,350	1,025
Use of money and property	303	336	33	- -	368	368	303	704	401
Miscellaneous	103	51	(52)	- -	2	2	103	53	(50)
Total revenue	2,128	3,135	1,007	- -	1,316	1,316	2,128	4,451	2,323
Expenditures									
Capital outlay									
General government	492	132	360	100	100	- -	592	232	360
Public safety	2,033	260	1,773	- -	- -	- -	2,033	260	1,773
Public works	4,048	1,898	2,150	4,050	1,306	2,744	8,098	3,204	4,894
Sanitation and waste removal	2,031	539	1,492	- -	- -	- -	2,031	539	1,492
Library	690	389	301	- -	- -	- -	690	389	301
Parks and recreation	3,454	2,202	1,252	- -	- -	- -	3,545	2,202	1,252
Total expenditures	12,748	5,420	7,328	4,150	1,406	2,744	16,898	6,826	10,072
Excess (deficiency) of revenue over expenditures	(10,620)	(2,285)	8,335	(4,150)	(90)	4,060	(14,770)	(2,375)	12,395
Other financing sources (uses)									
Operating transfers in (out) - net	772	772	- -	(928)	(928)	- -	(156)	(156)	- -
Advance from Capital Improvement Fund	- -	- -	- -	765	765	- -	765	765	- -
Total other financing sources (uses)	772	772	- -	(163)	(163)	- -	609	609	- -
Net increase (decrease) in fund balances during year	(9,848)	(1,513)	8,335	(4,313)	(253)	4,060	(14,161)	(1,766)	12,395
Fund balances at beginning of year	17,571	17,571	- -	2,521	2,521	- -	20,092	20,092	- -
Fund balances at end of year	$ 7,723	$ 16,058	$ 8,335	$ (1,792)	$ 2,268	$ 4,060	$ 5,931	$ 18,326	$ 12,395

SPECIAL ASSESSMENT FUNDS

The Funds used to account for the financing of public improvements or services deemed to benefit primarily the properties against which special assessments are levied.

Improvement District
Construction

To account for the acquisition, construction and repair of facilities in various districts. Improvement district projects are financed with proceeds from the sale of special assessment bonds, as provided in the Municipal Improvement Act of 1915.

Improvement District
Bond and Interest Redemption

To account for the accumulation of special assessment taxes received from benefited property owners and the payment of special assessment bonds principal and interest.

Lighting Maintenance

To account for special assessment levied upon property owners who were provided a higher level of street lighting than is given by the City as a standard level for all areas; and the payment of electric utility bills. The City pays a portion of this cost equal to approximately the cost of providing standard City service.

CITY OF STOCKTON
ALL SPECIAL ASSESSMENT FUNDS

COMBINING BALANCE SHEET
June 30, 1987
With Comparative Totals for June 30, 1986

($ in thousands)	Improvement Districts			Totals	
Assets	Construction	Bond & Interest Redemption	Lighting Maintenance	1987	1986
Cash and temporary investments	$ 1,278	$ 5,630	$ 26	$ 6,934	$ 7,197
Cash with fiscal agent	- -	213	- -	213	213
Assessments receivable					
Delinquent	- -	705	15	720	617
Allowance for estimated uncollectible assessments	- -	- -	(8)	(8)	(5)
Deferred	- -	33,545	- -	33,545	33,699
Accounts receivable	242	- -	- -	242	242
Due from other governments	- -	4	- -	4	- -
Total assets	$ 1,520	$ 40,097	$ 33	$ 41,650	$ 41,963
Liabilities and Fund Balances					
Liabilities					
Accounts payable	$ 41	$ - -	$ 7	$ 48	$ 34
Matured bonds and interest payable	- -	213	- -	213	213
Premium payable - called bonds	- -	22	- -	22	17
Bonds payable	- -	37,279	- -	37,279	37,309
Total liabilities	41	37,514	7	37,562	37,573
Fund balances					
Reserved for encumbrances	126	- -	- -	126	102
Reserved for cost of bond calls	- -	22	- -	22	39
Reserved for authorized expenditures	1,353	- -	- -	1,353	1,648
Unreserved					
Designated	- -	2,561	26	2,587	2,601
Total fund balances	1,479	2,583	26	4,088	4,390
Total liabilities and fund balances	$ 1,520	$ 40,097	$ 33	$ 41,650	$ 41,963

CITY OF STOCKTON
ALL SPECIAL ASSESSMENT FUNDS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
June 30, 1987
With Comparative Totals for June 30, 1986

($ in thousands)	Improvement Districts				Totals	
	Construction	Bond & Interest Redemption	Lighting Maintenance	Elimination	1987	1986
Revenue						
Charges for services	$ - -	$ - -	$ 77	$ - -	$ 77	$ 81
Use of money and property	69	290	- -	- -	359	338
Miscellaneous	- -	20	- -	- -	20	24
Total revenue	69	310	77	- -	456	443
Expenditures						
Current						
Public works	- -	- -	80	- -	80	79
Capital outlay						
Public works	1,291	- -	- -	- -	1,291	3,292
Debt service						
Fiscal charges	- -	32	- -	- -	32	11
Total expenditures	1,291	32	80	- -	1,403	3,382
Excess (deficiency) of revenue over expenditures	(1,222)	278	(3)	- -	(947)	(2,939)
Other financing sources (uses)						
Proceeds of special assessment bonds sold	10,788	- -	- -	- -	10,788	- -
Payment of refunded bonds	- -	(10,143)	- -	- -	(10,143)	- -
Operating transfers in	8	9,845	- -	(9,853)	- -	8
Operating transfers out	(9,845)	(8)	- -	9,853	- -	- -
Total other financing sources (uses)	951	(306)	- -	- -	645	8
Net increase (decrease) in fund balances during year	(271)	(28)	(3)	- -	(302)	(2,931)
Fund balances at beginning of year	1,750	2,611	29	- -	4,390	7,321
Fund balances at end of year	$ 1,479	$ 2,583	$ 26	$ - -	$ 4,088	$ 4,390

CITY OF STOCKTON
ALL SPECIAL ASSESSMENT FUNDS

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the Fiscal Year Ended June 30, 1987

($ in thousands)	Improvement Districts			Lighting Maintenance			Totals		
	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenue									
Charges for services	$ - -	$ - -	$ - -	$ 79	$ 77	$ (2)	$ 79	$ 77	$ (2)
Use of money and property	- -	359	359	- -	- -	- -	- -	359	359
Miscellaneous	- -	20	20	- -	- -	- -	- -	20	20
Total revenue	- -	379	379	79	77	(2)	79	456	377
Expenditures									
Current									
Public works	- -	- -	- -	80	80	- -	80	80	- -
Capital outlay	2,590	1,291	1,299	- -	- -	- -	2,590	1,291	1,299
Debt service	- -	32	(32)	- -	- -	- -	- -	32	(32)
Total expenditures	2,590	1,323	1,267	80	80	- -	2,670	1,403	1,267
Excess (deficiency) of revenue over expenditures	(2,590)	(944)	1,646	(1)	(3)	(2)	(2,591)	(947)	1,644
Other financing sources (uses)									
Proceeds of bonds sold	10,788	10,788	- -	- -	- -	- -	10,788	10,788	- -
Payment of refunded bonds	(10,143)	(10,143)	- -	- -	- -	- -	(10,143)	(10,143)	- -
Operating transfers in (out) - net	- -	- -	- -	- -	- -	- -	- -	- -	- -
Total other financing sources (uses)	645	645	- -	- -	- -	- -	645	645	- -
Net increase (decrease) in fund balances during year	(1,945)	(299)	1,646	(1)	(3)	(2)	(1,946)	(302)	1,644
Fund balances at beginning of year	4,361	4,361	- -	29	29	- -	4,390	4,390	- -
Fund balances at end of year	$ 2,416	$ 4,062	$ 1,646	$ 28	$ 26	$ (2)	$ 2,444	$ 4,088	$ 1,644

ENTERPRISE FUNDS

The Funds established to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Central Parking District
To account for activities associated with the acquisition or construction, operation and maintenance of off-street parking facilities.

Water Utility
To account for all activities associated with the acquisition or construction of water facilities; production, distribution, and transmission of potable water to users.

Sewer Utility
To account for all activities associated with the acquisition or construction of sanitary and storm sewers, operation and maintenance of sewer and surface drainage, treatment and disposal of wastewater.

Golf Courses
To account for all activities related to the improvement, operation and maintenance of the Golf Courses.

Civic Auditorium
To account for all activities related to the improvement, operation and maintenance of the Civic Auditorium.

Ice Arena
To account for all activities related to the improvement, operation and maintenance of the Ice Arena.

CITY OF STOCKTON
ALL ENTERPRISE FUNDS

COMBINING BALANCE SHEET
June 30, 1987
With Comparative Totals for June 30, 1986

($ in thousands)	Central Parking District	Water Utility	Sewer Utility	Golf Courses	Civic Auditorium	Ice Arena	Totals 1987	Totals 1986
Assets								
Current assets								
Cash and temporary investments	$ 799	$ 9,405	$ 2,654	$ 236	$ 126	$ 80	$ 13,300	$ 11,097
Cash with fiscal agent	10	4	43	- -	- -	- -	57	106
Accounts receivable	41	663	1,354	18	6	15	2,097	1,568
Allowance for estimated uncollectible accounts	(10)	(12)	(99)	- -	- -	- -	(121)	(239)
Inventory of supplies	- -	- -	730	- -	- -	- -	730	697
Prepaid expenses	6	- -	- -	- -	- -	- -	6	- -
Total current assets	846	10,060	4,682	254	132	95	16,069	13,229
Restricted assets								
Cash and temporary investments	15,657	- -	- -	- -	- -	- -	15,657	- -
Interest receivable	470	- -	- -	- -	- -	- -	470	- -
Total restricted assets	16,127	- -	- -	- -	- -	- -	16,127	- -
Due from other governments	- -	- -	1,209	- -	- -	- -	1,209	3,064
Property, plant and equipment								
Land	3,352	117	746	360	119	2	4,696	4,215
Buildings and improvements	1,966	20,687	76,032	2,622	1,733	804	103,844	96,593
Machinery and equipment	45	2,515	4,299	78	77	27	7,041	6,623
Construction in progress	793	389	1,759	- -	- -	- -	2,941	2,652
	6,156	23,708	82,836	3,060	1,929	833	118,522	110,083
Accumulated depreciation	(849)	(4,519)	(20,349)	(2,154)	(1,562)	(451)	(29,884)	(23,503)
Net property, plant and equipment	5,307	19,189	62,487	906	367	382	88,638	86,850
Deferred charges	150	- -	- -	- -	- -	- -	150	- -
Total assets	$ 22,430	$ 29,249	$ 68,378	$ 1,160	$ 499	$ 477	$122,193	$102,873

(Continued)

CITY OF STOCKTON
ALL ENTERPRISE FUNDS

COMBINING BALANCE SHEET
June 30, 1987
With Comparative Totals for June 30, 1986
(Continued)

($ in thousands) Liabilities and Fund Equity	Central Parking District	Water Utility	Sewer Utility	Golf Courses	Civic Auditorium	Ice Arena	Totals 1987	Totals 1986
Liabilities								
Current liabilities (payable from current assets)								
Accounts payable	$ 43	$ 126	$ 538	$ 14	$ 5	$ 27	$ 753	$ 361
Accrued payroll and fringe benefits	- -	16	97	13	4	2	132	- -
Customer and other deposits	- -	231	1	- -	- -	- -	232	88
Matured bonds and interest payable	10	4	43	- -	- -	- -	57	106
Current portion of long-term debt	120	122	806	55	- -	23	1,126	1,001
Accrued compensated absences	- -	47	319	43	17	5	431	355
Total current liabilities (payable from current assets)	173	546	1,804	125	26	57	2,731	1,911
Current liabilities (payable from restricted assets)								
Accrued interest	1,173	- -	- -	- -	- -	- -	1,173	- -
Long-term debt (less current portion)								
Lease obligation	- -	- -	12	497	- -	206	715	22
Compensated absences	- -	39	- -	44	31	2	116	16
Advances from municipality (G.O. Bonds)	- -	- -	2,130	- -	- -	- -	2,130	2,775
Advances from other governments	- -	1,442	- -	- -	- -	- -	1,442	1,464
Water extension agreements	- -	101	- -	- -	- -	- -	101	100
Special assessment bonds payable	18,656	1,546	3,480	- -	- -	- -	23,682	8,414
Total long-term debt	18,656	3,128	5,622	541	31	208	28,186	12,791
Total liabilities	20,002	3,674	7,426	666	57	265	32,090	14,702
Fund equity								
Contributed capital	- -	12,541	58,472	328	353	203	71,897	72,734
Retained earnings								
Reserved	2,428	13,034	2,480	166	89	9	18,206	15,437
Total fund equity	2,428	25,575	60,952	494	442	212	90,103	88,171
Total liabilities and fund equity	$ 22,430	$ 29,249	$ 68,378	$ 1,160	$ 499	$ 477	$122,193	$102,873

CITY OF STOCKTON
ALL ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUE, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
For the Fiscal Year Ended June 30, 1987
With Comparative Totals for the Fiscal year Ended June 30, 1986

($ in thousands)	Central Parking District	Water Utility	Sewer Utility	Golf Courses	Civic Auditorium	Ice Arena	Totals 1987	Totals 1986
Operating revenue								
User's service charge	$ 773	$ 3,572	$ 9,956	$ 1,211	$ 229	$ 188	$ 15,929	$ 13,151
Connection fees	- -	162	4,598	- -	- -	- -	4,760	1,168
Miscellaneous	- -	2	174	- -	- -	45	221	175
Total operating revenue	773	3,736	14,728	1,211	229	233	20,910	14,494
Operating expenses								
Cost of goods sold	- -	- -	- -	- -	- -	44	44	- -
Purchased water	- -	188	- -	- -	- -	- -	188	188
Operation and maintenance	439	1,248	8,999	959	386	269	12,300	9,342
General and administrative	38	928	2,277	- -	- -	- -	3,243	3,053
Depreciation	53	486	1,700	52	34	44	2,369	2,189
Total operating expenses	530	2,850	12,976	1,011	420	357	18,144	14,772
Operating income (loss)	243	886	1,752	200	(191)	(124)	2,766	(278)
Nonoperating revenue (expenses)								
Investment earnings	56	655	97	2	- -	- -	810	1,106
Gain (loss) from disposal of property	- -	- -	- -	- -	- -	- -	- -	(2)
Interest expense and fiscal charges	(175)	(195)	(418)	(36)	- -	- -	(824)	(837)
Other nonoperating revenue (expenses)	2	3	(2,354)	- -	- -	- -	(2,349)	(182)
Total nonoperating revenue (expenses)	(117)	463	(2,675)	(34)	- -	- -	(2,363)	85
Net income (loss) before operating transfers	126	1,349	(923)	166	(191)	(124)	403	(193)
Operating transfers in (out) - net	98	- -	- -	- -	280	133	511	98
Net income (loss) after operating transfers	224	1,349	(923)	166	89	9	914	(95)
Expenses deducted from contributed capital	- -	- -	1,855	- -	- -	- -	1,855	6
Net income (loss) during year	224	1,349	932	166	89	9	2,769	(89)
Retained earnings at beginning of year	2,204	11,685	1,548	- -	- -	- -	15,437	15,526
Transfers (to) from contributed capital	- -	22	80	15	1	- -	118	87
Residual equity transfers in (out) - net	- -	(22)	(80)	(15)	(1)	- -	(118)	(87)
Retained earnings at end of year	$ 2,428	$ 13,034	$ 2,480	$ 166	$ 89	$ 9	$ 18,206	$ 15,437

CITY OF STOCKTON
ALL ENTERPRISE FUNDS

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
For the Fiscal Year Ended June 30, 1987
With Comparative Totals for the Fiscal year Ended June 30, 1986

($ in thousands)	Central Parking District	Water Utility	Sewer Utility	Golf Courses	Civic Auditorium	Ice Arena	Totals 1987	Totals 1986
Sources of working capital:								
Operations:								
Net income (loss)	$ 224	$ 1,349	$ 932	$ 166	$ 89	$ 9	$ 2,769	$ (95)
Items not requiring (providing) working capital:								
Depreciation	53	486	1,700	52	34	44	2,369	2,189
Amortization of bonds issue costs	- -	5	- -	- -	- -	- -	5	4
Loss (gain) from disposal of property	- -	- -	- -	- -	- -	- -	- -	2
Working capital provided by operations	277	1,840	2,632	218	123	53	5,143	2,100
Proceeds from sale of property	- -	- -	- -	- -	- -	- -	- -	2
Proceeds from sale of bonds	15,608	- -	- -	- -	- -	- -	15,608	- -
Increase in compensated absences	- -	23	1	44	31	2	101	- -
Total sources of working capital	15,885	1,863	2,633	262	154	55	20,852	2,102
Uses of working capital:								
Decrease in long-term debt	120	111	806	107	- -	44	1,188	991
Additions to property, plant and equipment	594	744	1,054	10	48	- -	2,450	2,267
Residual equity transfer	- -	22	80	15	1	- -	118	87
Other	150	- -	- -	- -	- -	- -	150	5
Total uses of working capital	864	877	1,940	132	49	44	3,906	3,350
Net increase (decrease) in working capital	$ 15,021	$ 986	$ 693	$ 130	$ 105	$ 11	$ 16,946	$ (1,248)
Elements of net increase (decrease) in working capital:								
Cash and temporary investments	$ 16,226	$ 1,217	$ 445	$ 236	$ 126	$ 80	$ 18,330	$ (812)
Cash with fiscal agents	- -	- -	(49)	- -	- -	- -	(49)	83
Accounts receivable	10	23	575	18	6	15	647	(338)
Inventory of supplies	- -	- -	33	- -	- -	(27)	6	91
Prepaid expenses	6	- -	- -	- -	- -	- -	6	- -
Accounts payable	(43)	(91)	(213)	(14)	(5)	(27)	(393)	(70)
Deposits	- -	(145)	- -	- -	- -	- -	(145)	(19)
Matured bonds and interest payable	(1,173)	- -	49	- -	- -	- -	(1,124)	(83)
Current portion of long-term debt	(5)	(5)	(36)	(55)	- -	(23)	(124)	(61)
Accrued payroll and compensated absences	- -	(13)	(111)	(55)	(22)	(7)	(208)	(39)
Net increase (decrease) in working capital	$ 15,021	$ 986	$ 693	$ 130	$ 105	$ 11	$ 16,946	$ (1,248)

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INTERNAL SERVICE FUND

The Fund used to account for the financing of goods, services or facilities provided by one department to other departments of the City on a cost reimbursement basis.

Central Services (consisting of automotive, telephone, radio and office equipment), and Risk Management Services (consisting of worker's compensation, unemployment, medical, dental, vision care, and general liability insurance) comprise the Internal Service Fund.

CITY OF STOCKTON
INTERNAL SERVICE FUND

COMPARATIVE BALANCE SHEET
June 30, 1987 and 1986

($ in thousands)

	1987	1986
Assets		
Current assets		
Cash and temporary investments	$ 11,125	$ 10,290
Accounts receivable	60	63
Allowance for estimated uncollectible accounts	(10)	(11)
Total current assets	11,175	10,342
Property, plant and equipment		
Improvements other than buildings	24	24
Machinery and equipment	14,807	13,738
	14,831	13,762
Accumulated depreciation	(8,636)	(7,610)
Net property, plant and equipment	6,195	6,152
Deferred charges	1,001	572
Total assets	$ 18,371	$ 17,066
Liabilities and Fund Equity		
Liabilities		
Current liabilities		
Accounts payable	$ 1,108	$ 495
Accrued payroll and fringe benefits	27	- -
Lease obligation - current portion	181	216
Accrued compensated absences	83	75
Total current liabilities	1,399	786
Long-term debt (less current portion)		
Lease obligation	80	161
Compensated absences	5	- -
Total long-term debt	85	161
Total liabilities	1,484	947
Fund equity		
Contributed capital	8,511	8,004
Retained earnings		
Reserved	4,264	4,357
Unreserved	4,112	3,758
Total retained earnings	8,376	8,115
Total fund equity	16,887	16,119
Total liabilities and fund equity	$ 18,371	$ 17,006

CITY OF STOCKTON
INTERNAL SERVICE FUND

COMPARATIVE STATEMENT OF REVENUE, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
For the Fiscal Years Ended June 30, 1987 and 1986

($ in thousands)	1987	1986
Operating revenue		
Charges for services	$ 11,168	$ 9,925
Miscellaneous	- -	1
Total operating revenue	11,168	9,926
Operating expenses		
Operation and maintenance	8,911	8,311
General and administrative	607	655
Depreciation	1,592	1,405
Total operating expenses	11,110	10,371
Operating income (loss)	58	(445)
Nonoperating revenue (expenses)		
Investment earnings	77	96
Gain (loss) from disposal of property	39	(45)
Interest expense and fiscal charges	(30)	(46)
Other nonoperating revenue (expenses)	117	17
Total nonoperating revenue (expenses)	203	22
Net income (loss) during year	261	(423)
Retained earnings at beginning of year	8,115	8,538
Transfers (to) from contributed capital	(430)	(808)
Residual equity transfers in (out) - net	430	808
Retained earnings at end of year	$ 8,376	$ 8,115

CITY OF STOCKTON
INTERNAL SERVICE FUND

COMPARATIVE STATEMENT OF CHANGES IN FINANCIAL POSITION
For the Fiscal Years Ended June 30, 1987 and 1986

($ in thousands)	1987	1986
Sources of working capital		
Operations		
Net income (loss)	$ 261	$ (423)
Items not requiring (providing) working capital:		
Depreciation	1,592	1,405
Loss (gain) from disposal of property	(39)	45
Working capital provided by operations	1,814	1,027
Proceeds from sale of property	56	47
Increase (decrease) in compensated absences	5	(26)
Residual equity transfer - net	430	797
Total sources of working capital	2,305	1,845
Uses of working capital		
Decrease in long-term debt	195	149
Additions to property and equipment	1,461	1,884
Increase (decrease) in deposits	429	182
Total uses of working capital	2,085	2,215
Net increase (decrease) in working capital	$ 220	$ (370)
Elements of net increase (decrease) in working capital		
Cash and temporary investments	$ 834	$ (133)
Accounts receivable	(2)	(3)
Accounts payable	(613)	(279)
Current portion of long-term debt	35	56
Accrued payroll and compensated absences	(34)	(11)
Net increase (decrease) in working capital	$ 220	$ (370)

TRUST AND AGENCY FUNDS

The Funds used to account for assets held by the City in a trustee capacity or agent for individuals, private organizations, other governments, and/or other Funds.

City As Agent
To account for all resources received by the City while acting as a fiscal agent.

Deferred Compensation Plan
To account for contribution to the Plan by the City and its employees.

Holiday Park
To account for special assessment levied against benefited property owner, and expenditures to maintain and operate a swimming pool and park complex in the Holiday Park area.

Expendable Trust (Miscellaneous) Fund
To account for assets held by the City as trustee. The principal and earnings of the trust can be spent by the City in accordance with the trust agreement. The funds are accounted for on a modified accrual basis, similar to Governmental Fund Type Funds.

Unexpendable Trust (Miscellaneous) Fund
To account for assets wherein the principal must remain intact, but earnings may be spent. The funds are accounted for on the accrual method basis, similar to Proprietary Fund Type Funds.

Community Development Loan
To account for the City's community residential rehabilitation loan program; to provide adequate housing and a suitable living environment for low and moderate income people.

FACE Rehabilitation Loan
To account for the servicing of existing loans in designated target areas.

Redevelopment Agency Loan
To account for loans extended to eligible, low and moderate income families.

CITY OF STOCKTON
ALL FIDUCIARY FUNDS

COMBINING BALANCE SHEET
June 30, 1987
With Comparative Totals for June 30, 1986

($ in thousands)	Agency Funds			Expendable Trust Fund	Nonexpendable Trust Funds				Totals	
	City As Agent	Deferred Compensation Plan	Holiday Park	Miscellaneous	Miscellaneous	Community Development Loan	FACE Rehab. Loan	Redevelopment Agency Loan	1987	1986
Assets										
Cash and temporary investments	$ 2,245	$ 20,652	$ 45	$ 67	$ 41	$ 497	$ 96	$ 794	$ 24,437	$ 19,297
Accounts receivable	29	- -	5	- -	- -	- -	- -	- -	34	4
Investments	- -	- -	- -	- -	31	- -	- -	- -	31	32
Advances to property owners	- -	- -	- -	- -	- -	7,232	11	36	7,279	6,664
Total assets	$ 2,274	$ 20,652	$ 50	$ 67	$ 72	$ 7,729	$ 107	$ 830	$ 31,781	$ 25,997
Liabilities and Fund Balances										
Liabilities										
Due to other governments	$ 320	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -	$ - -	$ 320	$ 491
Deposits	499	- -	- -	- -	- -	67	- -	- -	566	458
Other liabilities	1,455	20,652	50	- -	- -	217	- -	- -	22,374	18,045
Total liabilities	2,274	20,652	50	- -	- -	284	- -	- -	23,260	18,994
Fund balances										
Reserved for loans	- -	- -	- -	- -	- -	- -	100	- -	100	100
Reserved for endowment	- -	- -	- -	67	72	- -	- -	- -	139	130
Unreserved										
Designated for redevelopment loans	- -	- -	- -	- -	- -	7,445	7	830	8,282	6,773
Total fund balances	- -	- -	- -	67	72	7,445	107	830	8,521	7,003
Total liabilities and fund balances	$ 2,274	$ 20,652	$ 50	$ 67	$ 72	$ 7,729	$ 107	$ 830	$ 31,781	$ 25,997

CITY OF STOCKTON
ALL FIDUCIARY FUNDS

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 1987
With Comparative Totals for the Fiscal Year Ended June 30, 1986

($ in thousands)	Nonexpendable Trusts					Expendable Trust	Totals	
	Community Development Loan	FACE Rehab. Loan	Miscellaneous	Redevelopment Agency Loan	Total	Miscellaneous	1987	1986
Revenue								
Federal grants and subsidies	$ 217	$ - -	$ - -	$ - -	$ 217	$ - -	$ 217	$ 17
Use of money and property	153	1	- -	- -	154	2	156	150
Miscellaneous	- -	- -	- -	- -	- -	19	19	- -
Total revenue	370	1	- -	- -	371	21	392	167
Expenditures								
Current								
General government	- -	1	- -	- -	1	- -	1	1
Library/education	- -	- -	- -	- -	- -	11	11	16
Parks and recreation	- -	- -	- -	- -	- -	1	1	1
Total expenditures	- -	1	- -	- -	1	12	13	18
Excess (deficiency) of revenue over expenditures	370	- -	- -	- -	370	9	379	149
Other financing sources (uses)								
Operating transfers in	837	- -	- -	830	1,667	- -	1,667	1,342
Operating transfers out	(528)	- -	- -	- -	(528)	- -	(528)	(373)
Total other financing sources (uses)	309	- -	- -	830	1,139	- -	1,139	969
Net increase (decrease) in fund balances during year	679	- -	- -	830	1,509	9	1,518	1,118
Fund balances at beginning of year	6,766	107	72	- -	6,945	58	7,003	5,885
Fund balances at end of year	$ 7,445	$ 107	$ 72	$ 830	$ 8,454	$ 67	$ 8,521	$ 7,003

CITY OF STOCKTON
ALL NONEXPENDABLE TRUST FUNDS

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
For the Fiscal Year Ended June 30, 1987
With Comparative Totals for the Fiscal Year Ended 1986

($ in thousands)	Community Development Loan	FACE Rehab. Loan	Miscellaneous	Redevelopment Agency Loan	Totals 1987	Totals 1986
Sources of working capital						
Operations						
Net income (loss)	$ 679	$ - -	$ - -	$ 830	$ 1,509	$ 1,101
Loans receivable collected	420	5	- -	- -	425	357
Funds provided by borrowers	- -	- -	- -	- -	- -	2
Proceeds from matured investments	- -	- -	1	- -	1	- -
Total sources of working capital	1,099	5	1	830	1,935	1,460
Uses of working capital						
Redevelopment loans	1,067	- -	- -	36	1,103	1,460
Net increase in working capital	$ 32	$ 5	$ 1	$ 794	$ 832	$ - -
Elements of net increase (decrease) in working capital						
Cash and temporary investments	$ 57	$ 5	$ 1	$ 794	$ 857	$ 213
Deposits	(16)	- -	- -	- -	(16)	(11)
Other liabilities	(9)	- -	- -	- -	(9)	(202)
Net increase in working capital	$ 32	$ 5	$ 1	$ 794	$ 832	$ - -

CITY OF STOCKTON
AGENCY FUNDS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
SEGMENT OF FIDUCIARY FUNDS
For the Fiscal Year Ended June 30, 1987

($ in thousands)	Balance 7-01-86	Additions	Deductions	Balance 6-30-87
Assets				
Cash and temporary investments	$ 2,019	$ 23,011	$ 22,785	$ 2,245
Accounts receivable	- -	42	13	29
Total assets	$ 2,019	$ 23,053	$ 22,798	$ 2,274
Liabilities				
Due to other governments	$ 491	$ 8,877	$ 9,048	$ 320
Deposits	407	641	550	498
Other liabilities	1,121	13,535	13,200	1,456
Total liabilities	$ 2,019	$ 23,053	$ 22,798	$ 2,274

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GENERAL FIXED ASSETS ACCOUNT GROUP

A self-balancing group of accounts set up to account for the general fixed assets of the City.

CITY OF STOCKTON

COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCES
June 30, 1987 and 1986

($ in thousands)	1987	1986
General fixed assets		
Land	$ 6,031	$ 6,328
Buildings and improvements	33,350	35,854
Equipment	1,550	1,478
Construction in progress	4,290	3,603
	45,221	47,263
Capitalized leases		
Recreation facilities	- -	1,128
Office equipment	30	30
Total	$ 45,251	$ 48,421
Investment in general fixed assets		
From governmental fund types	$ 44,647	$ 47,817
From other sources	604	604
Total	$ 45,251	$ 48,421

CITY OF STOCKTON

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION
June 30, 1987

($ in thousands)	Total	Land	Buildings and Improvements	Equipment
General government	$ 2,307	$ 227	$ 1,979	$ 101
Public safety	6,584	843	4,958	783
Public works	8,023	526	7,291	206
Libraries	4,770	524	4,120	126
Parks and recreation	17,873	3,019	14,711	143
Other property	1,404	892	291	221
Construction in progress	4,290	- -	4,290	- -
Total	$ 45,251	$ 6,031	$ 37,640	$ 1,580

CITY OF STOCKTON

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTION
For the Fiscal Year Ended June 30, 1987

($ in thousands)	Balance 7-01-86	Additions	Deletions	Transfers In	Transfers Out	Balance 6-30-87
General government	$ 2,095	$ 213	$ - -	$ 1	$ 2	$ 2,307
Public safety	6,502	87	1	1	5	6,584
Public works	7,709	316	- -	- -	2	8,023
Libraries	3,918	852	- -	- -	- -	4,770
Parks and recreation	23,191	358	4,435	3	1,244	17,873
Other property	1,403	16	44	33	4	1,404
Construction in progress	3,603	4,290	3,603	- -	- -	4,290
Total	$ 48,421	$ 6,132	$ 8,083	$ 38	$ 1,257	$ 45,251

GENERAL LONG TERM DEBT ACCOUNT GROUP

A self-balancing group of accounts set up to account for the unmatured general long-term debt of the City.

CITY OF STOCKTON

COMPARATIVE STATEMENT OF GENERAL LONG-TERM DEBT
June 30, 1987 and 1986

($ in thousands)	1987	1986
Amount to be Provided for Retirement of General Long-Term Debt		
General obligation bonds	$ 840	$ 940
Lease obligation	8	870
Compensated absences	5,662	4,827
Advance - Redevelopment Agency	765	- -
Total	$ 7,275	$ 6,637
General Long-Term Debt		
General obligation bonds		
1968 Police facility bonds	$ 840	$ 940
Lease obligation		
Capitalized recreation facilities	- -	855
Capitalized office equipment	8	15
Compensated absences	5,662	4,827
Advance payable to Capital Improvement Fund	765	- -
Total	$ 7,275	$ 6,637

MISCELLANEOUS SCHEDULES

CITY OF STOCKTON

COMBINED SCHEDULE OF CASH AND TEMPORARY INVESTMENTS - ALL FUNDS
June 30, 1987

($ in thousands)	Annual Rate/Yield %	Amount
Cash on hand and in checking accounts	- -	$ 684
Bank acceptance	6.75 - 7.18	4,968
Employees deferred compensation plan	11.40 - 11.50	20,652
Federal National Mortgage Association	11.15	25,990
Federal Home Loan Mortgage Corporation	8.00	2,040
Government National Mortgage Association	8.00	998
Local Agency Investment Fund	7.29	10,000
Market rate accounts	4.50	2,514
Negotiable certificates of deposit	7.15 - 14.75	33,025
Savings account - trust fund	6.57 - 8.40	60
Time certificates of deposit	5.75 - 6.80	6,500
Total		$107,431

CITY OF STOCKTON

SCHEDULE OF INVESTMENTS
TRUST FUND
June 30, 1987

($ in thousands)	Interest Rate - %	Maturity Date	Amount
Arlo Cross Trust Fund			
Bonds			
Chicago, Milwaukee, St. Paul & Pacific RR	5.00	2055	$ *
General Mortgage "B"	4.50	2044	*
Metropolitan Water District of Southern California	3.50	1983-1985	2
Missouri Pacific RR Co.	4.25	1990-2005	3
Missouri Pacific RR Co.	4.75	2020-2030	7
U.S. Treasury Bonds	4.00	1993	4
Ohio Bell Telephone Co. Deb.	8.75	2010	13
St. Louis - SF Railway Co., First Mortgage	4.00	1997	1
Total bonds			$ 30
Stocks			
El Paso Natural Gas Co.			*
Washington Natural Gas Co.			1
Burlington Northern, Inc.			*
Total stocks			1
Total Arlo Cross Trust Fund			$ 31

* Less than $1

CITY OF STOCKTON
ALL FUNDS

COMBINED SCHEDULE OF FUND TRANSFERS
For the Fiscal Year Ended June 30, 1987

($ in thousands)

Transfers from / Fund Title	Transfers to: General	Special Revenue	Debt Service	Capital Projects	Special Assessments	Enterprise	Internal Service	Trust and Agency	Sub-Total Transfers Out	Eliminations	Total Transfers Out
Operating transfers											
General Fund	$ - -	$ 12	$ 138	$ - -	$ - -	$ 511	$ - -	$ - -	$ 661	$ - -	$ 661
Special Revenue Funds	250	147	- -	889	- -	- -	- -	837	2,123	(147)	1,976
Capital Projects Funds	15	200	- -	98	- -	- -	- -	830	1,143	(98)	1,045
Special Assessment Funds	- -	- -	- -	- -	9,853	- -	- -	- -	9,853	(9,853)	- -
Trust and Agency Funds	- -	528	- -	- -	- -	- -	- -	- -	528	- -	528
Total operating transfers in	265	887	138	987	9,853	511	- -	1,667	14,308	(10,098)	4,210
Residual equity transfers											
General Fund	- -	- -	- -	- -	- -	- -	349	- -	349	- -	349
Enterprise Funds	- -	- -	- -	- -	- -	- -	81	- -	81	- -	81
Total residual equity transfers in	- -	- -	- -	- -	- -	- -	430	- -	430	- -	430
Sub-total transfers in	265	887	138	987	9,853	511	430	1,667	14,738	(10,098)	4,640
Elimination	- -	(147)	- -	(98)	(9,853)	- -	- -	- -	(10,098)	10,098	- -
Total transfers in	$ 265	$ 740	$ 138	$ 889	$ - -	$ 511	$ 430	$ 1,667	$ 4,640	$ - -	$ 4,640

CITY OF STOCKTON

SCHEDULE OF FEDERAL GRANTS ACTIVITY
For the Fiscal Year Ended June 30, 1987

($ in thousands)

Grant Title	Federal CFDA #	Grant Period	Receivable (Deferred) 7-01-86	Grants Revenue Received	Revenue From Other Sources	Expenditures	Adjustments	Receivable (Deferred) 6-30-87 Grantor	Receivable (Deferred) 6-30-87 Local
Housing and Urban Development									
Urban Development Action Grant	14.221	07-09-80 open	$ 23	$ 300	$ 2	$ 317	$ - -	$ 38	$ - -
CDBG - 11th year	14.218	07-01-85 open	157	1,625	1	1,635	- -	166	- -
Rental Rehabilitation	14.230	Fiscal year 1986-87	- -	217	- -	217	- -	- -	- -
			180	2,142	3	2,169	- -	204	- -
Department of Treasury									
Revenue Sharing	21.300	07-01-86 06-30-87	754	1,361	978	1,282	(303)	- -	- -
Economic Development Administration									
Planning	11.305	04-01-84 02-28-87	(1)	60	5	79	- -	13	- -
Seawall	11.300	01-15-87 10-15-87	- -	412	- -	750	- -	338	- -
			(1)	472	5	829	- -	351	- -
Federal Highway Administration									
FAU - Wilson Way, Hazelton/Weber	20.205	08-04-86 01-15-87	- -	696	- -	696	- -	- -	- -
			$ 933	4,671	$ 986	$ 4,976	$ (303)	$ 555	$ - -

Increase (Decrease) in accrued federal grants and subsidies	
Housing and Urban Development	24
Department of Treasury	(754)
Economic Development Administration	352
Net decrease in accrued federal grants and subsidies	(378)
Revenue during the year - federal grants and subsidies	$ 4,293

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STATISTICAL SECTION

CITY OF STOCKTON

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS
(IN THOUSANDS)

Fiscal Year	Total	General Government	Public Safety	Public Works	Libraries	Parks and Recreation	Debt Service
1977-78	$36,229	$ 4,244	$15,615	$ 8,990	$2,488	$3,483	$1,409
1978-79	69,698	26,747	17,074	16,977	3,239	4,921	740
1979-80	70,546	25,983	20,661	14,657	2,983	5,607	655
1980-81	74,246	24,203	24,154	16,346	3,246	5,628	669
1981-82	68,212	14,674	27,244	16,878	3,831	5,294	291
1982-83	69,102	10,490	28,570	19,090	4,290	6,086	576
1983-84	67,419	9,574	30,221	16,945	4,441	6,090	148
1984-85	72,461	6,660	33,806	20,075	4,541	7,228	151
1985-86	78,367	7,793	38,549	19,941	4,983	6,953	148
1986-87	81,525	8,731	41,685	18,610	5,295	7,034	170

(1) Government Fund Type (General, Special Revenue, Debt Service, Capital Projects, Special Assessments) expenditures start from fiscal year 1978-79 to current fiscal year.

SOURCE: City Finance Department

CITY OF STOCKTON

GENERAL GOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(IN THOUSANDS)

Fiscal Year	Total	Taxes	Licenses and Permits	Fines, Forfeits and Penalties	Use of Money and Property	Intergovern-mental	Charges for Services	Miscel-laneous
1977-78	$ 76,176	$ 24,949	$ 1,211	$ 656	$ 1,852	$ 36,234	$ 10,756	$ 518
1978-79	68,450	21,544	1,203	614	2,796	36,094	4,437	1,762
1979-80	69,675	25,201	1,168	610	3,622	34,213	3,564	1,297
1980-81	74,237	27,569	1,314	658	4,435	33,940	4,064	2,257
1981-82	68,375	30,771	955	654	5,182	23,097	5,443	2,273
1982-83	68,588	33,173	1,469	547	5,068	18,706	5,899	3,726
1983-84	69,851	35,920	1,630	651	5,278	16,936	7,583	1,853
1984-85	73,367	40,178	1,340	709	5,282	15,637	8,467	1,754
1985-86	77,503	42,698	1,260	843	5,948	16,116	8,877	1,761
1986-87	77,560	44,337	2,089	733	4,719	15,277	8,616	1,789

(1) Governmental Fund Type (General, Special, Capital Projects, Special Assessments Funds) revenues start from fiscal year 1978-79 to current fiscal year.

SOURCE: City Finance Department

CITY OF STOCKTON

TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(IN THOUSANDS)

Fiscal Year	Property	Sales & Use	Transient Occupancy	Franchise	Documentary Transfer	Utility	Motor Veh. in Lieu	Cigarette	Amuse-ment	Business License	Total (1)
1977-78	$ 9,441	$ 7,781	$ 212	$ 890	$ 162	$4,008	$ 1,600	$537	$29	$1,412	$26,072
1978-79	4,554	8,924	226	1,040	204	4,248	1,842	523	31	1,669	23,261
1979-80	6,288	10,391	255	1,131	186	4,957	2,331	515	30	1,867	27,951
1980-81	7,062	10,368	311	1,280	144	6,307	2,581	554	31	1,974	30,612
1981-82	7,450	11,088	421	1,249	112	7,756	1,590	536	29	2,064	32,295
1982-83	8,325	10,895	468	1,480	119	8,415	791	539	31	2,151	33,214
1983-84	8,800	12,769	557	1,649	191	8,627	854	508	29	2,298	36,282
1984-85	9,613	13,945	879	1,826	184	10,220	3,958	527	30	2,530	43,712
1985-86	10,618	14,509	927	2,023	200	10,378	5,052	552	26	2,887	47,172
1986-87	11,319	15,506	1,052	2,166	265	9,885	5,427	524	26	3,092	49,262

(1) Credited to General Fund except Amusement Tax which is credited to Capital Improvement Fund

NOTE: A - Revenues prior to 1979-80 were not reclassified to conform with subsequent fiscal years' presentation.

SOURCE: City Finance Department

CITY OF STOCKTON

SECURED TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(AMOUNTS IN THOUSANDS)

Fiscal Year	Total Tax Levy	Current Year's Tax Collections	Percent of Collections to Tax Levy	Delinquent Tax Collections	Total Tax Collections	Percent of Total Collections to Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Year's Tax Levy
1977-78	$7,131	$6,917	97.0	$ 262	$7,179	100.7	$ 101	1.4
1978-79	3,592	3,521	98.0	222	3,743	104.2	122	3.4
1979-80	5,702	5,492	96.3	156	5,648	99.1	276	4.8
1980-81	6,407	6,192	96.6	194	6,386	99.7	183	2.9
1981-82	6,663	6,445	96.7	163	6,608	99.2	206	3.1
1982-83	7,322	6,919	94.5	131	7,050	96.3	487	6.7
1983-84	7,893	7,498	95.0	377	7,875	99.8	497	6.3
1984-85	8,690	8,256	95.0	436	8,692	100.0	495	5.7
1985-86	9,482	8,818	93.0	415	9,233	97.4	746	7.9
1986-87	9,992	9,263	92.7	462	9,725	97.3	1,004	10.0

SOURCE: City Finance Department

CITY OF STOCKTON

ASSESSED FULL CASH VALUE OF ALL TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(IN THOUSANDS)

Fiscal Year	Secured Roll	Mineral	Utility Roll	Unsecured Roll	Tax Roll	Less Exemptions	Net Assessed Value
1977-78	$1,684,096	$ -	$114,104	$244,172	$2,042,372	$414,440	$1,627,932
1978-79	2,002,144	-	124,688	280,116	2,406,948	455,084	1,951,864
1979-80	2,323,688	-	135,832	400,212	2,859,732	527,472	2,332,260
1980-81	2,623,016	-	144,180	197,900	2,965,096	381,736	2,583,360
1981-82	2,987,176	-	162,360	226,092	3,375,628	408,416	2,967,212
1982-83	3,281,702	-	192,713	268,897	3,743,312	435,171	3,308,141
1983-84	3,514,636	-	210,452	309,322	4,034,410	470,114	3,564,296
1984-85	3,828,158	23,100	242,097	331,740	4,425,095	498,402	3,926,693
1985-86	4,162,324	16,284	247,135	377,794	4,803,537	520,296	4,283,241
1986-87	4,417,883	15,489	281,652	385,065	5,100,089	552,592	4,547,497

Fiscal Year	Land	Improvements	Personal Property	Total	Less Exemptions	Net Assessed Value
1977-78	$ 363,576	$1,231,828	$446,968	$2,042,372	$414,440	$1,627,932
1978-79	432,552	1,509,516	464,880	2,406,948	455,084	1,951,864
1979-80	522,004	1,756,328	581,400	2,859,732	527,472	2,332,260
1980-81	643,848	2,082,820	238,428	2,965,096	381,736	2,583,360
1981-82	732,408	2,369,388	273,832	3,375,628	408,416	2,967,212
1982-83	819,106	2,604,934	319,272	3,743,312	435,171	3,308,141
1983-84	884,981	2,796,512	352,917	4,034,410	470,114	3,564,296
1984-85	999,053	3,041,813	384,229	4,425,095	498,402	3,926,693
1985-86	1,095,100	3,313,556	394,881	4,803,537	520,296	4,283,241
1986-87	1,195,680	3,483,980	420,429	5,100,089	552,592	4,547,497

SOURCE: San Joaquin County Assessor's Office

CITY OF STOCKTON

PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Fiscal Year	Basic County-Wide Levy	City	County (1)	School (2)	All Other	Total
1977-78	$ -	$1.9650	$3.7854	$5.6436	$.1600	$11.5540
1978-79	4.0000	0.1553	-	0.4775[3]	.0120	4.6448
1979-80	4.0000	0.1143	-	0.5531	.0120	4.6794
1980-81	4.0000	0.1110	-	0.5869	.0100	4.7079
1981-82	4.0000	0.0376	-	0.4452	.0092	4.4920
1982-83	4.0000	0.0408	-	0.4076	.0084	4.4568
1983-84	4.0000	0.0156	-	0.3628	-	4.3784
1984-85	4.0000	0.0168	-	0.1316	-	4.1484
1985-86	4.0000	0.0156	-	0.1180	-	4.1336
1986-87	4.0000	0.0152	-	0.0724	-	4.0876

(1) Includes San Joaquin Local Health District

(2) Includes San Joaquin Delta Junior College

(3) For San Joaquin Delta College and Stockton Unified School District

SOURCE: San Joaquin County Auditor/Controller's Office

CITY OF STOCKTON

SPECIAL ASSESSMENT COLLECTIONS
LAST TEN FISCAL YEARS
(AMOUNTS IN THOUSANDS)

Fiscal Year	Current Assessments Due	Current Assessments Collected	Total Collection As Percent of Current Assessments Due	Total Outstanding Current and Delinquent Assessments
1977-78	$ 2,093	$ 2,025	96.7	$ 186
1978-79	2,645	2,571	97.2	210
1979-80	2,543	2,400	94.4	289
1980-81	3,184	2,928	92.0	462
1981-82	3,092	2,874	92.9	527
1982-83	3,310	2,996	90.5	619
1983-84	4,490	4,236	94.3	712
1984-85	4,886	4,448	91.0	709
1985-86	6,194	5,761	93.0	746
1986-87	5,735	5,263	91.8	916

NOTE A - Includes Central Parking District; Excludes Sewer Utility

SOURCE: City Finance Department

CITY OF STOCKTON

RATIO OF NET GENERAL BONDED DEBT
TO TAXABLE ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(AMOUNTS IN THOUSANDS)

Fiscal Year	Population	Gross (1) Assessed Value	Gross Bonded Debt	Debt Payable From Enterprise Revenue	Net Bonded Debt	Percent of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1977-78	127,285 S	$ 510,593	$ 10,690	$ 7,290	$ 3,400	0.67	26.71
1978-79	131,487 S	601,737	9,750	6,960	2,790	0.46	21.22
1979-80	137,700 S	714,933	8,770	6,525	2,245	0.31	16.30
1980-81	155,191 S	741,274	7,730	6,065	1,665	0.22	10.73
1981-82	162,058 S	843,907	7,025	5,580	1,445	0.17	8.92
1982-83	167,691 S	935,828	6,285	5,075	1,210	0.13	7.22
1983-84	169,147 S	1,008,602	5,665	4,540	1,125	0.11	6.65
1984-85	176,934 S	1,106,274	5,015	3,980	1,035	0.09	5.85
1985-86	181,625 S	1,200,884	4,335	3,395	940	0.08	5.18
1986-87	184,978 S	1,275,022	3,615	2,775	840	0.07	4.54

(1) - 25% of Full Cash Value

S - Population Estimate

1980 Federal Census Population - 149,779

SOURCE: State Controller's Office
City Finance Department

CITY OF STOCKTON

COMPUTATION OF DIRECT AND OVERLAPPING GENERAL BONDED DEBT
JUNE 30, 1987

	Total G.O. Bond Debt	Percent Applicable	City's Share of Debt
City of Stockton	$ 3,615,000	100.00	$ 3,615,000
Stockton Unified School District	4,125,000	82.90	3,460,756
Lincoln Unified School District	690,000	81.99	565,733
Lodi Unified School District	8,725,000	20.87	1,820,963
Other School Districts	220,000	00.05	114
Total	$17,375,000		$ 9,462,566

DEBT RATIOS
JUNE 30, 1987

Ratio of Direct Overlapping Debt to Assessed Full Cash Values	0.19%
Direct and Overlapping Debt Per Capita	$ 51
Taxable Assessed Full Cash Values Per Capita	$ 27,571

COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 1987

Assessed Full Cash Value as of June 30, 1987 (1)	$5,011,605,208
Debt Limit - 15 Percent of Assessed Full Cash Value (2)	$ 751,740,781
Amount of Debt Applicable to Debt Limit	3,615,000
LEGAL DEBT MARGIN	$ 748,125,781
Percent of Charter Debt Limit Authorized	0.48

(1) Assessed Value before exemptions applicable to 1986-87 Tax Roll less Redevelopment Area Credits

(2) Section 43605 California Government Code

SOURCE: City Finance Department
San Joaquin County Auditor/Controller's Office

CITY OF STOCKTON

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL FUND EXPENDITURES
LAST TEN FISCAL YEARS
(AMOUNTS IN THOUSANDS)

Fiscal Year	Principal	Interest	Total (1) Debt Service	Total General Fund Expenditures	Percent of Debt Service to General Fund Expenditures
1977-78	$ 848	$ 151	$ 999	$ 30,312	3.30
1978-79	610	124	734	31,111	2.36
1979-80	545	103	648	36,409	1.78
1980-81	580	84	664	41,398	1.60
1981-82	220	63	283	46,242	0.61
1982-83	235	55	290	49,372	0.59
1983-84	85	49	134	52,462	0.26
1984-85	90	46	136	58,247	0.23
1985-86	95	42	137	65,218	0.21
1986-87	100	38	138	67,659	0.20

(1) Excludes debt service expenditures for general obligation bonds issued for City Enterprise Fund (Sewer Utility Fund)

SOURCE: City Finance Department

CITY OF STOCKTON

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Square Miles	Population (1)	Population Percent Change	San Joaquin (2) County Population	City Population Percent of County	Rank in Size of California Cities (3)
1977-78	40.38	127,285	4.3	310,674	41.0	15
1978-79	41.12	131,550	3.4	316,600	41.6	15
1979-80	41.17	137,700	4.7	325,100	42.4	13
1980-81	42.52	155,191	12.7	355,692	43.6	13
1981-82	42.56	162,058	4.4	369,300	43.9	13
1982-83	42.68	167,691	3.5	381,500	44.0	13
1983-84	42.68	169,147	0.9	390,638	43.3	13
1984-85	44.10	176,934	4.6	407,500	43.4	13
1985-86	44.10	181,625	2.7	423,154	42.9	13
1986-87	44.10	184,978	1.8	435,700	42.5	13

1980 Federal Census Population - City - 149,779

1980 Federal Census Population - County - 347,342

(1) SOURCE: State Controller's Office

(2) SOURCE: San Joaquin County Planning Department

(3) SOURCE: State Department of Finance, Population Research Unit

CITY OF STOCKTON

CONSTRUCTION ACTIVITY
LAST TEN FISCAL YEARS

Fiscal Year	Number of Building Permits Issued	Percent Change	Estimated Valuation (In Thousands)	Percent Change
1977-78	5,045	9.3	$ 162,978	13.2
1978-79	5,338	5.8	187,398	15.0
1979-80	3,947	(26.1)	178,541	(4.7)
1980-81	3,530	(10.6)	113,150	(36.6)
1981-82	2,872	(18.6)	95,627	(15.5)
1982-83	3,549	23.6	136,494	42.7
1983-84	3,856	8.7	170,851	25.2
1984-85	3,132	(18.8)	125,625	(26.5)
1985-86	3,281	4.8	106,128	(15.5)
1986-87	4,017	22.4	196,390	85.1

SOURCE: City Community Development Department

CITY OF STOCKTON

PRINCIPAL TAXPAYERS
JUNE 30, 1987

Taxpayer	Nature of Business
Pacific Bell	Utility
Pacific Gas and Electric Company	Utility
Union Pacific Corporation	Utility
Diamond Walnut	Walnut Processor
American Savings and Loan Association	Savings and Loan
Weberstown Shopping Center	Rental Properties
Del Monte	Food Cannery
American Telephone Company	Utility
Feather River	Rental Properties
Stone Brothers	Rental Properties

SOURCE: San Joaquin County Assessor, Auditor/Controller

CITY OF STOCKTON

SURETY BONDS OF PRINCIPAL OFFICIALS
JUNE 30, 1987

	Amount of Surety Bond (1)
S. Edward Griffith, City Manager	$250,000
Gary C. Ingraham, Assistant City Manager	250,000
R. Thomas Harris, City Attorney	250,000
Frances Hong, City Clerk	250,000
Harry Montgomery, Public Works Director	250,000
P.F. "Jack" Calkins, Police Chief	250,000
Donald Irvine, Fire Chief	250,000
L. Patrick Samsell, Finance Director	100,000
John Carlson, Community Development Director	250,000
Morris Allen, Municipal Utilities Director	250,000
Ursula Meyer, City-County Library Director	250,000
Emil Seifert, Parks and Recreation Director	250,000
Roger Fong, Personnel Services Director	250,000

(1) City employees (except the Finance Director who has a separate surety bond) are covered by a fidelity bond amounting to a maximum of $250,000 with $500 deductible.

SOURCE: City Finance Department

CITY OF STOCKTON

SCHEDULE OF INSURANCE IN FORCE
JUNE 30, 1987

Type of Coverage	Company	Policy No.	Period	Details of Coverage	Limits	Deductible	Premium
General Liability Excess	California Joint Powers Authority*	None	4-8-86 to 8-30-89	Excess Auto-Comp. General Liability, Errors and Omissions Liab. & Excess Non-Owned Aircraft Liab.	$9,000,000 XS SIR	$1,000,000 SIR	$468,000*
Non-Owned Aircraft	National Fire Insurance Co.	AV197-2222	4-1-87 to 4-1-88	Covers Leased or Rented Aircraft/Bodily Injury or Property Damage	$1,000,000 Single Limit		$ 5,000
Property Coverage Including Library Comprehensive Business Policy	Industrial Indemnity	SM-847-8326	1-1-87 to 1-1-88	Fire, Extended Coverage and Vandalism, Property, Library and contents Loss of Monies and Securities, Inside Outside/Depositors Forgery/ Employees Blanket Bond/ Agriculture Equipment. Also includes coverage for Fire, Riot, Explosion, Civil Commotion and Vandalism at (8) scheduled locations	Property $90,000,000 Contractors/Equip. & Radio Equip: $1,477,900 Misc. Property: $645,000 Computer Equip: $960,068 Exhibition Floater: $7,500 Vehicle Fleet XS $3,326,585 Blanket Bond: $250,000) Monies & Securities) $65,000 Inside) $25,000 Outside) $25,000 Dept. Forgery)	$10,000 $10,000 (Per Occurrence) $500	$134,319
Boiler & Machinery Insurance	Industrial Indemnity	SM-847-8326	1-1-87 to 1-1-88	Boilers; Compressed Air Storage Tanks	$500,000 Per Accident	$1,000 $ 500	Included Above
Liability - Owned Non-owned Pools	Western World	GLA-247418	5-15-87 to 9-15-87	OL&T Liability Coverage Owned, Non-owned Pools (5)	$500,000 CSL CI, PD incl. $500,000 Agg.	$500	$ 10,465
Master Policy Liability - Civic Auditorium	Scottsdale Union Fire Ins. Co.	GSL125670	5-1-87 to 5-1-88	Comprehensive General - Bodily Injury Liability Property Damage Liability	$500,000 Each Occurrence	$500 (Per Occurrence)	$ 10,322 Deposit

(Continued)

CITY OF STOCKTON

SCHEDULE OF INSURANCE IN FORCE
JUNE 30, 1987
(Continued)

Type of Coverage	Company	Policy No.	Period	Details of Coverage	Limits	Deductible	Premium
Workers' Comp Excess	General Reinsurance Co.	X06683	1-1-87 to 8-1-87	Covers Employees for Occupational Injuries Illness Above our Self-Insured Retention	$9,750,000 XS $250,000 SIR	$250,000	$ 88,250
	Fireman's Fund Insurance	XLX1655434			Statutory Limits Over $10,000,000		$ 5,512
Finance Director Bond	United Pacific	U687298	2-1-87 to 2-1-88	Bond	$100,000	-0-	$ 1,148
Medical Coverage (Cost Plus includes prescription coverage	Blue Cross	GRP 4-30694	8-1-86 to 8-1-87	Medical Care Services	Various	$100-Major Medical $1.00 per prescription	Varies by Employee Group
Medical Coverage	Operating Engineers	3306-25-101-0	8-1-86 to 8-1-87	Medical Care Services Dental Care Services Optical Care Services	Various	-0-	$ 218
Dental Coverage	Delta Dental Service	Self-funded	10-1-86 to 10-1-87	Dental Care Service	80% of Basic Services 50% of Prosthodontic Services $600 Maximum Per Person Per Year. $1,000 lifetime max. to Orthodontic care.	-0-	Varies by Employee Group
Dental Coverage	Health Benefits Inc.	Contract	7-1-86 to 6-30-87	Dental Care Service	Varied Coverages with Co-Payment Including Orthodontic	Co-Payment	Varies by Employee Group

(Continued)

CITY OF STOCKTON

SCHEDULE OF INSURANCE IN FORCE
JUNE 30, 1987
(Continued)

Type of Coverage	Company	Policy No.	Period	Details of Coverage	Limits	Deductible	Premium
Vision Care	Vision Service Plan	492-000	1-1-87 to 1-1-88	Vision Care Services	Vision Exam Every 12 months Lenses Every 12 months Frames Every 24 months	$7.50 Per Family Member	Varies by Employee Group
X.I.P. Travel AD&D	American Home	GTP899 73-81	1-24-87 to 1-24-88	Coverage for Accidental Death and Dismemberment While on City Business Inc. Travel Within City Limits - Commute	$200,000 Per Employee $600,000 Aggregate	-0-	$ 2,338
Accident Travel Aid	American Home	GTP899 75-68	3-5-87 to 3-5-88	Accidental Death and Dismemberment While on City Business, Outside City Aggregate Per Accident $600,000	Salaried Employees: Under $15,000 - $100,000 Over $15,000 - $200,000	-0-	$ 994
Life, Long-Term Disability	Standard	336920	11-1-86 to 11-1-87	Life Insurance, Accidental Death and Dismemberment & Long Term Disability	Various	Various	Exceeds $20,000 Monthly

SERVICE CONTRACTS

Contractor	Services	Period	Type Contract	Service Fee
George Hills Co., Inc.	General-Auto Liability Claims Administration	Eff. 10-1-86	Self Renews Annually	$3,600 for Administration Time & Expense for Field Work.
Bierly & Associates	Workers' Compensation Claims Administration	Eff. 3-1-86	Self Renews Annually	$5,333.33 Monthly

*Effective April 1, 1986, the City had its excess liability insurance cancelled. To replace that coverage, the City of Stockton joined the California Joint Powers Insurance Authority to have a source of funding for potential excess liability claims. A deposit based upon total payroll has been placed with the Authority to fund the City's share of claims that may exceed our self-insured retention.

SOURCE: City Finance Department

CITY OF STOCKTON

COMBINED SCHEDULE OF BONDS ISSUED AND OUTSTANDING
JUNE 30, 1987

TYPE OF DEBT	Series No.	Effective Interest Rate - %	Date of Issue	Date of Final Maturity	Amount Authorized and Issued	Paid Prior Years	Paid 1986 - 1987	Outstanding 06-30-87	Maturing 1987 - 1988
General Obligation Bonds:									
Police Facility	1968	4.23	09-01-68	09-01-93	$ 1,850,000	$ 910,000	$ 100,000	$ 840,000	$ 105,000
Pollution Control (Sewer Utility)	1971	4.686	04-12-71	02-01-92	7,600,000	4,205,000	620,000	2,775,000	645,000
Total General Obligation Bonds					9,450,000	5,115,000	720,000	3,615,000	750,000
Special Assessment Bonds:									
Subdivision Improvements - Lincoln Village West	144	5.24	11-02-66	07-02-87	812,800	691,800	62,000	59,000	59,000
Streets, Curbs, and Walks - Sherwood Plaza	147	4.78	07-25-67	07-02-92	423,490	319,490	16,000	88,000	16,000
Offstreet Parking - Central Parking District									
Division 1	148-A	4.93	09-02-67	07-02-02	2,000,000	640,000	55,000	1,305,000	60,000
Division 2	148-B	5.35	02-02-68	07-02-02	1,000,000	340,000	30,000	630,000	30,000
Division 3	148-C	5.47	11-02-68	07-02-05	1,000,000	335,000	30,000	635,000	30,000
Division 4	148-D	7.00	04-02-70	07-02-05	583,000	-	-	583,000	-
New Bond	148-E	8.00	08-01-86	09-02-11	16,000,000	-	-	16,000,000	-
Subdivision Improvements - Lincoln Village West No. 2	154	5.50	09-03-68	07-02-89	662,000	487,000	45,000	130,000	45,000
Sanitary Sewers - Sharps Lane Villas	155	5.64	10-29-68	07-02-94	172,499	123,499	4,000	45,000	3,000
Subdivision Improvements - Lincoln Village West No. 3	158	5.90	07-02-69	07-02-89	553,000	395,000	41,000	117,000	40,000
Stockton Water Service Facilities District	159-A	6.20	07-02-69	07-02-99	850,000	275,000	30,000	545,000	30,000
Stockton Water Service Facilities District	159-B	7.32	07-02-74	07-02-99	1,650,000	450,000	55,000	1,145,000	60,000
Stockton Sewers - McKinley Assessment District	160	6.17	07-02-71	07-02-96	793,792	383,792	28,000	382,000	9,000
Subdivision Improvements - Lincoln Village West No. 4	161	6.50	09-02-69	07-02-89	267,000	207,000	15,000	45,000	15,000
Subdivision Improvements - Lincoln Village West No. 11	162	7.00	09-02-70	07-02-90	343,650	238,650	19,000	86,000	17,000
Subdivision Improvements - Lincoln Village West No. 10	163	7.00	09-02-70	07-02-90	439,450	279,450	25,000	135,000	33,000
Streets, Curbs and Gutters - Stockton Unified Assessment District	164	6.84	12-22-70	07-02-86	38,859	34,859	4,000	-	-
Subdivision Improvements - Hacienda Village	165	5.16	04-12-71	07-02-86					
Subdivision Improvements - Lincoln Village West No. 16	166	6.09	07-02-71	07-02-91	170,000	153,000	17,000	-	-
Subdivision Improvements - Monte Diablo	167	6.75	10-12-71	07-02-87	303,000	169,000	23,000	111,000	20,000
Curbs Gutters and Sidewalks - Scotts-Taylor	168	6.00	02-02-72	07-02-87	41,048	33,048	4,000	4,000	4,000
Subdivision Improvements - Lincoln Village West No. 18	169	6.00	07-02-72	07-02-92	16,690	13,690	1,000	2,000	2,000
					548,000	267,000	32,000	249,000	33,000

(Continued)

CITY OF STOCKTON
COMBINED SCHEDULE OF BONDS ISSUED AND OUTSTANDING
JUNE 30, 1987
(Continued)

TYPE OF DEBT	Series No.	Effective Interest Rate - %	Date of Issue	Date of Final Maturity	Amount Authorized and Issued	Paid Prior Years	Paid 1986 - 1987	Outstanding 06-30-87	Maturing 1987 - 1988
Special Assessment Bonds (Continued):									
Subdivision Improvements - Lincoln Village West No. 23	170	6.00	07-02-73	07-02-93	$ 690,000	$ 299,000	$ 48,000	$ 343,000	$ 39,000
Subdivision Improvements - Lincoln Village West No. 28	171	5.91	07-02-74	07-02-94	390,000	145,000	25,000	220,000	20,000
Subdivision Improvements - Stockton Triangle Industrial Park	172	7.55	10-01-74	07-02-91	1,165,000	570,000	85,000	510,000	90,000
Subdivision Improvements - Quail Lakes	173	7.81	11-15-74	07-02-95	2,700,000	915,000	135,000	1,650,000	130,000
Subdivision Improvements - Porter Avenue	174	7.33	12-17-74	07-02-90	192,788	122,788	15,000	55,000	10,000
Subdivision Improvements - Oregon Avenue	175	6.79	04-02-75	04-02-90	168,950	09,950	8,000	51,000	5,000
Subdivision Improvements - Quail Lakes No. 4	176	7.15	05-02-75	07-02-95	580,000	188,000	32,000	360,000	29,000
Subdivision Improvements - River Terrace No. 2	177	6.97	05-02-75	07-02-90	160,650	106,650	5,000	49,000	7,000
Subdivision Improvements - Quail Lakes No. 1	178	7.25	05-02-75	07-02-95	570,000	279,000	29,000	262,000	23,000
Subdivision Improvements - Venetian Gardens No. 1	179	7.41	05-02-75	07-02-95	1,850,000	775,000	65,000	1,010,000	70,000
Subdivision Improvements - Stockton Unified	180	7.00	07-02-75	07-02-95	643,640	234,640	30,000	379,000	30,000
Stockton Wastewater Services Facility District	181	7.19	07-02-75	07-02-00	4,700,000	930,000	140,000	3,630,000	150,000
Subdivision Improvements - North Lake	182	7.25	05-02-76	07-02-96	433,000	123,000	20,000	290,000	20,000
Subdivision Improvements - Venetian Gardens No. 2	183	7.25	07-02-76	07-02-96	730,000	280,000	30,000	420,000	30,000
Subdivision Improvements - Quail Lakes No. 6	184	6.62	07-02-76	07-02-96	427,000	112,000	20,000	295,000	20,000
Subdivision Improvements - Lincoln Village West No. 40	185	6.62	07-02-76	07-02-96	244,000	99,000	10,000	135,000	15,000
Subdivision Improvements - Quail Lakes No. 5	186	6.62	07-02-76	07-02-96	256,000	91,000	15,000	150,000	15,000
Subdivision Improvements - El Pinal Industrial Park	187	6.68	10-12-76	07-02-97	1,460,000	361,000	60,000	1,039,000	65,000
Subdivision Improvements - Quail Lakes No. 7 and No. 8	188	6.73	07-12-76	07-02-97	552,000	146,000	25,000	381,000	25,000
Subdivision Improvements - Venetian Gardens No. 3	189	6.25	05-02-77	07-02-97	450,000	175,000	15,000	260,000	-
Subdivision Improvements - Quail Lakes No. 10	190	5.57	06-21-77	07-02-97	415,000	130,000	30,000	255,000	20,000
Sanitary Sewer - Country Club Sanitary Sewer	191	5.75	09-22-77	07-02-97	92,350	25,350	5,000	62,000	5,000
Subdivision Improvements - Coronado Commercial Complex	192	6.00	06-12-77	07-02-97	93,000	59,000	4,000	30,000	-
Subdivision Improvements - Quail Lakes No. 9 and No. 11	193	5.60	08-17-77	07-02-97	938,000	304,000	60,000	574,000	55,000
Sanitary Sewer - East Main - Burkett Community Assessment	194	7.50	07-17-78	07-02-98	310,716	85,716	15,000	210,000	15,000
Subdivision Improvements - March Brookside	195	5.25	02-15-78	07-02-98	1,620,270	410,270	75,000	1,135,000	70,000
Subdivision Improvements - Venetian Bridges No. 1	196	6.75	06-02-78	07-02-98	3,400,000	1,230,000	125,000	2,045,000	120,000
Subdivision Improvements - March Lane Da Vinci Drive	197	7.50	02-02-79	07-02-98	183,000	53,000	10,000	120,000	10,000
Subdivision Improvements - Quail Lakes #17	198	7.90	01-17-80	07-02-00	655,000	80,000	25,000	550,000	20,000

(Continued)

CITY OF STOCKTON
COMBINED SCHEDULE OF BONDS ISSUED AND OUTSTANDING
JUNE 30, 1987
(Continued)

TYPE OF DEBT	Series No.	Effective Interest Rate - %	Date of Issue	Date of Final Maturity	Amount Authorized and Issued	Paid Prior Years	Paid 1986 - 1987	Outstanding 06-30-87	Maturing 1987 - 1988
Special Assessment Bonds (Continued):									
Subdivision Improvements - Grupe Business Park	199	10.00	05-02-80	07-02-97	$ 2,510,000	$ 460,000	$ 115,000	$ 1,935,000	$ 130,000
Subdivision Improvements - Triangle Industrial Park #2	200	8.97	07-02-80	07-02-98	1,505,000	150,000	55,000	1,300,000	60,000
Subdivision Improvements - The Landing	201	11.25	11-15-82	07-02-83	5,128,000	628,000	305,000	4,195,000	185,000
Subdivision Improvements - Stockton Unified Assessment District 3	202	10.00	09-30-81	07-02-94	277,368	37,368	20,000	220,000	25,000
Subdivision Improvements - Moss Garden Stormwater District	203	10.00	11-25-81	07-02-94	206,000	26,000	15,000	165,000	15,000
Subdivision Improvements - Venetian Bridges No. 5	204	9.00	06-02-83	07-02-98	660,000	45,000	45,000	570,000	30,000
Subdivision Improvements - Western Pacific Industrial Park	205	10.50	09-20-83	07-02-09	3,800,000	5,000	3,795,000	-	-
North Stormwater Pumping Plant and Drainage - West Lane - Calaveras River	206	10.75	09-19-84	07-02-99	974,000	-	4,000	970,000	40,000
Stockton Airport Business Park	207	11.00	10-24-84	07-02-05	2,700,000	165,000	5,000	2,530,000	5,000
Arch Road Industrial Park	208	10.50	04-24-85	07-02-00	5,415,000	-	5,415,000	-	-
Arch Road Industrial Park	209	8.10	08-27-86	09-02-11	5,550,000	-	-	5,550,000	5,000
Western Pacific Industrial Park	210	7.75	08-27-86	09-02-09	4,345,000	-	-	4,345,000	5,000
Subdivision Improvements - Charter Way	211	8.00	08-27-86	09-02-06	1,206,000	-	-	1,206,000	31,000
Total Special Assessment Bonds					89,015,010	15,792,010	11,471,000	61,752,000	2,145,000
Total Bonds - General Obligation and Special Assessments					$98,465,010	$20,907,010	$12,191,000	$65,367,000	$ 2,895,000

SOURCE: City Finance Department

CITY OF STOCKTON

MISCELLANEOUS STATISTICS
JUNE 30, 1987

GENERAL

Date of Incorporation	1850
City Charter Adopted	1922
Council-Management Gov't	
Area-Square Miles	44.1
Elevation	23

PUBLIC WORKS

Miles of Streets	590.3
Miles of Storm Sewers	272.3
Miles of Sanitary Sewers	538.3
Miles of Water Lines	197.1
Traffic Signals	190.0

FIRE PROTECTION

No. of Fire Stations	12
No. of Fire Hydrants	4,500
Personnel (Full Time)	267
No. of Firefighters	247
Paramedic	
No. of Teams	5
Personnel Per Team	2
No. of Training Facilities	1
Fire Insurance Class	I

POLICE PROTECTION

No. of Vehicles	
Automobiles	142
Metro & OCIU Grant Veh.	19
Motorcycles	21
3-Wheelers	7
Patrol Wagons	4
Photography Truck	3
Bomb Disposal Truck	1
Cadet Van	1
Trainee Pick Up	2
Military 4 X 4	1
Other Mobil Units	6
Personnel:	
Sworn	260
Other	132
Training Facilities:	
Police Range	1

EMPLOYEES - ALL DEPARTMENTS

Full Time - Civil Service	1,239
Full Time - Non Competitive	104
Sub-Total	1,343
Temporary Employees	36
Part-Time Employees	211
Total	1,590

RECREATION

Parks and Squares (City Parks 490 Acres)	46
Boating Facilities - Ramps (Louis Park & Buckley Cove)	8
Municipal Golf Courses (390 Acres)	3
Family Camp - Silver Lake	1
Pioneer Museum - Victory Park	1
Pixie Woods - Louis Park	1
Auditorium - Civic Center (3500 Capacity)	1
Senior Citizens Center - Oak Park-Senior Service Agency	2
Ice Rink - Oak Park	1
Community Centers	5
Swimming Pools	4
Baseball & Softball Diamonds	39
Tennis Courts	54

REGISTERED VOTERS

City of Stockton (COS)	75,972
COS (Unincorporated Area)	35,339

LAND USE - SQUARE MILES

Residential	12.0
Commercial	2.9
Industrial	1.5
Institutional	4.3
Vacant, Agricultural	8.4

GEOGRAPHICAL LOCATION

345 Miles north of Los Angeles
78 miles east of San Francisco;
Easy access to mountains and ocean,
County seat of San Joaquin County, one of the outstanding agricultural counties of the nation.
Moderate temperature and is part of California's continuing growth.

EDUCATION FACILITIES

Elementary Schools	28
Junior High Schools	4
High Schools	3
Continuation High Schools	5
Junior College	2
4-Year College	1
4-Year College (Off Campus)	1

LIBRARIES (Stockton/San Joaquin County)

Stockton	
Central Library	1
Branches	3
San Joaquin County	
Branches	4
Stations	2
Bookmobile	1
Total Bound Volumes	707,486

BUSINESS TAX CERTIFICATES

Retail Sales and Service	5,374
Wholesalers	180
Manufacturers & Processors	115
Professions	2,060
Miscellaneous Contractors, Peddlers, Delivery Vehicles, etc.	2,345

PUBLIC LIBRARY • STOCKTON
SAN JOAQUIN COUNTY



STOCKTON, CAL.