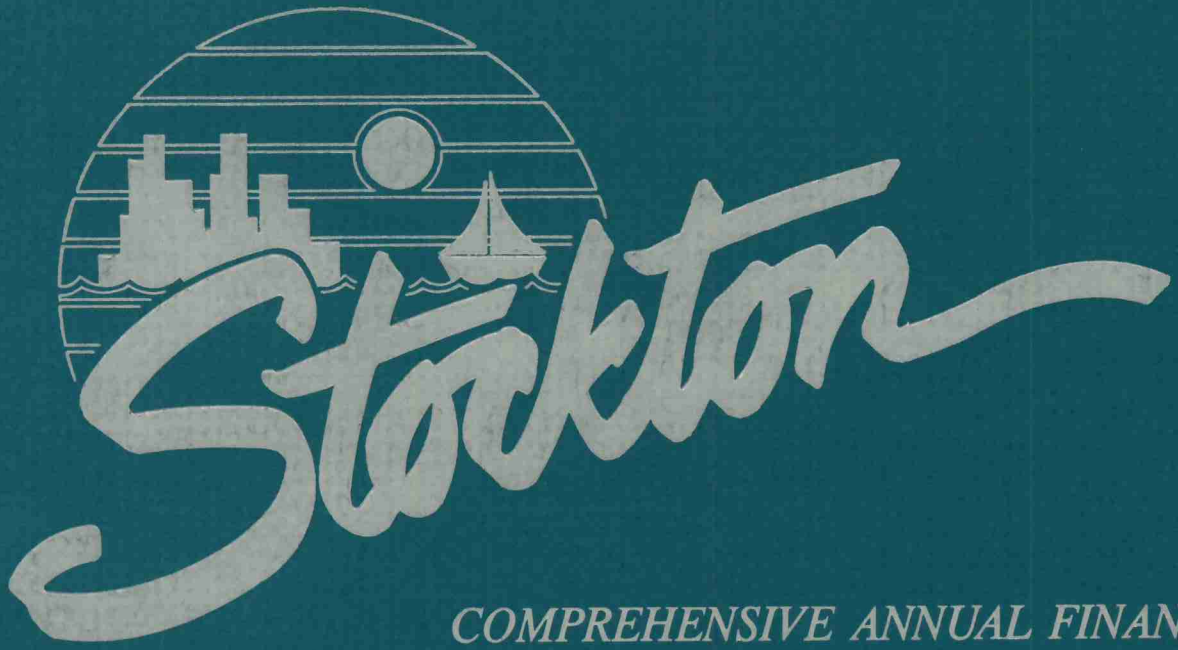


COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 1990

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CITY OF STOCKTON, CALIFORNIA

GUS VINA



COMPREHENSIVE ANNUAL FINANCIAL REPORT

of

City of Stockton, California

FOR THE FISCAL YEAR ENDED JUNE 30, 1990

Prepared and Issued by
The Finance Department

L. PATRICK SAMSELL
Finance Director

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INTRODUCTORY SECTION

CITY OF STOCKTON

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 1990

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CITY OF STOCKTON

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 1990

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CITY OF STOCKTON

CITY HALL
STOCKTON, CA 95202-1997

FINANCE DEPARTMENT

December 14, 1990

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, 1990. 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.

The comprehensive annual financial report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the government's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the auditor's report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

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) and non-expendable trust funds 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.

In addition, the government maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the government's governing body. Activities of the general fund, special revenue funds and debt service fund are included in the annual appropriated budget. Project-length financial plans are adopted for the capital projects funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by department and division within an individual fund. The government also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year end

are reported as reservation of fund balance. However, encumbrances generally are reappropriated as a part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the government continues to meet its responsibility for sound financial management. As with the financial section, all amounts presented in the remainder of this letter are expressed in thousands.

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. 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), Redevelopment Agency (Capital Projects Fund), California Public Agency Leasing Corporation (combined with Water-Enterprise Fund), Stockton-Vacaville Home Financing Authority (Enterprise Fund), and the Stockton Recreation Corporation, combined with Golf, and Ice Arena (Enterprise 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

The following schedule presents a summary of general fund and special revenue funds revenues for the fiscal year ended June 30, 1990, and the amount and percentages of increases and decreases in relation to prior year revenues.

($ in thousands)

	Amount	Percent of Total	Increase (Decrease) from 1988	Percent of Increase (Decrease)
Taxes				
Property	$14,226	15.72	$ 1,465	11.48
Sales and Use	20,258	22.46	2,119	11.68
Utility	12,459	13.76	918	7.95
Franchise	2,882	3.18	457	18.85
Business License	4,012	4.43	356	9.74
Other	1,913	2.11	392	25.77
Licenses and Permits	1,947	2.15	77	4.12
Intergovernmental	15,079	16.60	1,189	8.56
Charges for Services	10,857	12.00	1,201	12.44
Fines and Forfeitures	670	0.74	16	2.45
Use of Money and Property	3,821	4.22	356	10.27
Miscellaneous	2,380	2.63	505	26.93
	$90,504	100.00	$ 9,051	11.10

Property, sales and use, and utility taxes continue as major sources of revenue. For the general fund, compared to 1989, total taxes increased by $5,707 or 11.40 percent.

Net assessed full cash valuations of all taxable property was $5,598,818 and increased 10.64 percent over the preceding year.

Current year's secured tax collections were 94.9 percent of the tax levy, .1% less than last year. For the last ten years, percent of collections to tax levy, ranged from 92.7 percent to 96.7 percent, averaged 94.8 percent. The ratio of total collections (current and delinquent) to the current tax levy was 101.0 percent.

The following schedule presents a summary of general fund and special revenue funds expenditures for the fiscal year ended June 30, 1990, and the percentage of increase and decreases in relation to prior year amounts.

($ in thousands)

Expenditures	Amount	Percent of Total	Increase (Decrease) from 1989	Percent of Increase (Decrease)
Current:				
General Government	$ 9,138	10.77	$ 1,297	16.54
Public Safety	48,696	57.38	3,313	7.30
Public Works	9,286	10.94	(490)	5.01
Culture and Recreation	12,469	14.69	771	6.59
Capital Outlay	5,136	6.05	466	9.98
Debt Service (shown on the financial statements as operating transfer to Debt Service Fund)				
Principal	115	0.14	5	4.54
Interest and Fiscal Charges	25	0.03	(4)	(13.79)
	$84,865	100.00	$5,358	6.74

Total expenditures increased by 6.74 percent or $5,358. The cost of maintaining library services went up by $340, or 5.54 percent higher than the year before. Parks and recreation exceeded last year's expenditures by $431 or 7.76 percent.

GENERAL FUND BALANCE

The fund balance of the general fund increased by $2,650. The increase is attributed to the increase in growth of revenues versus expenditures. The unreserved fund balance of $8,246 is 10.47 percent of fiscal year 1989-90 total expenditures.

ENTERPRISE OPERATIONS (Excluding Stockton-Vacaville Home Financing)

Fiscal year 1989-90 ended with a total net increase in retained earnings of $3,330, 12.7 percent greater than last year.

Recreation funds consist of Silver Lake, Golf Courses, Civic Auditorium and Ice Arena.

Solid waste is a new fund this year. It is responsible for operation of the landfill operations which are used by private garbage companies and City operations.

($ in thousands)

Selected financial data for the current fiscal year are presented below:

	Central Parking	Water	Sewer	Solid Waste	Recre-ation
Operating Revenue	$ 1,811	$ 4,813	$15,831	$1,763	$2,194
Operating Income (Loss)	$ 1,114	(350)	2,290	880	(46)
Investment Earnings	118	1,158	797		8
Debt Service	1,566	1,248	1,176		125
Net Book Value of Fixed Assets	13,855	29,707	62,174	525	1,470
Total Assets	24,386	46,778	79,709	1,525	2,338
Fund Equity	5,156	31,957	74,568	1,444	1,577

FIDUCIARY OPERATIONS

The City contributed to the Public Employees' Retirement System (PERS) $8,937 (for employer and employees). The gross reportable payroll for employees covered by PERS was $48,644. The combined employer-employee rates as a percentage of payroll are as follows:

	1989-90	1990-91
Miscellaneous Members	13.032%	14.548%
Public Safety - Police	24.947%	24.060%
Fire	24.947%	24.060%

The contribution rates will meet all ongoing costs and fund the unfunded actuarial liabilities by the year 2000.

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 1990 were as follows:

($ in thousands)

	Amount	Percent of Net Bonded Debt to Assessed Full Cash Value	Debt Per Capita
Net Direct Bonded Debt	$510	0.008%	$2.61

Outstanding general obligation bonds at June 30, 1990 totaled $1,250, of which $740 were issued for pollution control facilities (sanitary sewer utility), considered to be self supporting. The remainder of $510 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

CASH MANAGEMENT

City of Stockton operates its temporary pooled idle cash investments under the prudent man rule (Civil Code Section 2261, et seq.). 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..."

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
- Any other instruments permitted under Section 53600 et seq. of the State of California Government Code

($ 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.

Cash, temporarily idle and under the control of the City, was pooled and invested in demand and time certificates of deposit, negotiable certificates of deposits, obligations of the U. S. Treasury including certificates of indebtedness for which the full faith and credit of the United States were pledged for the payment of principal and interest, commercial paper, bankers acceptance, state treasurer's investment pool and other forms of instruments authorized for cities by the State of California, Government Code, Section 53600 et seq. Interest earned from investments of pooled cash was $7,475. $2,604 was credited to the general fund and the balance was distributed to other funds on the basis of average monthly cash balance.

RISK MANAGEMENT

The City government is currently self-insured for health insurance, workers' compensation, general liability and and unemployment insurance. Workers compensation is self-insured to $325 with excess coverage to $10,000. The SIR was raised July 1, 1990 from $250. General liability is self-insured to $1,000 with excess coverage to $10,000.

Various risk control techniques including employee accident prevention training have also been implemented.

All of the above self-insured plans are funded through an Internal Service Fund. The Internal Service Fund charges each user department a rate equivalent to an insurance premium. Rates and fund balances are actuarially verified each year.

ECONOMIC CONDITION AND OUTLOOK

The government is located in the great Central Valley of California, approximately 80 miles east of San Francisco. Stockton is the County seat of San Joaquin County.

Population growth in Stockton and San Joaquin County continues to occur at a rapid rate when compared to corresponding state and national rates. However, the rapid growth of Stockton and San Joaquin County is quite consistent with the pace in other cities and counties of California. Many of these areas are experiencing some of the same problems of rapid growth and economic transition, which exist in Stockton and San Joaquin County.

Stockton continues its transition from being a center for agricultural products and services, to that of a major urban center providing a diverse array of goods and services. Stockton is now the 84th largest city in the United States based on 1986 national estimates.

Three key factors have contributed to the continuing growth which has occurred in Stockton and San Joaquin County:

1) Spillover Growth from the San Francisco Bay Area - Significantly lower housing costs in San Joaquin County continue to attract increasing numbers of new residents from the Bay Area. An increasing number of San Joaquin County residents commute to jobs in Livermore and the Bay Area. This trend is also reflected in extremely high rates of growth in Tracy and Manteca in the southern part of the County which has more direct access to the Bay Area.

2) Inherent Economic Growth - Stockton continues to achieve solid economic growth which is the result of a natural expansion of its existing economic base, and an aggressive and successful effort to attract new industry. Stockton's excellent location with direct access to northern and southern California via I-5 and the Bay Area has also been a key factor.

3) An Influx of Southeast Asian Refugees - Stockton continues to receive new Southeast Asian Refugees. Secondary migration from other areas of the U.S., however, has accounted for most of this growth. It is estimated that there are currently more than 32,000 refugees in San Joaquin County. Most of these are on welfare, and bring unique employment needs to Stockton and San Joaquin County.

($ in thousands)

Employment Growth and Structural Change

The Stockton/San Joaquin County regional economy continues to grow and change. Much of this change is consistent with state and national trends. At the heart of this change locally is an economic transition from being a predominantly agricultural, and agriculturally-dependent economy, to one which is more urban and diverse. This change is reflected in a net decline in the number of agricultural jobs, and a net and relative increase in the number of non-agricultural jobs in the local economy.

Employment growth rates in San Joaquin County tend to lag behind employment growth rates in other areas of California, but tend to parallel or exceed national rates of employment growth. Over the year, the Stockton wage and salary employment totals reflect continued growth and diversification of the economy. Since June of 1989, there have been 2,200 jobs added to local payrolls.

Modest employment growth occurred in manufacturing, transportation, wholesale trade and government. Significant employment growth has occurred in construction, retail trade, finance, insurance, and real estate, and services. These changes are consistent with national trends in employment growth. Increases in manufacturing employment run counter to national trends, but are consistent with manufacturing employment growth in other areas of California.

The continued growth of these sectors has contributed to a diversification of the local economy which is now less vulnerable to the dramatic seasonal employment impacts of agriculture.

New Industry

During the last year, Stockton has seen the completion of two new shopping centers, Weber Ranch and Eastland Plaza. In addition, two major retailers, two major wholesalers and two major manufacturers have relocated here in the same time period.

New Developments

Six major subdivisions and several minor ones are now in various stages of construction. The ultimate potential is for 23-25,000 new residential units in the City.

Major Projects

Water and wastewater projects tied to growth are the major projects planned for the coming years.

($ in thousands)

The Wastewater Utility has several major projects pending. Improvements or modifications to the main plant for growth capacity will cost approximately $2,000. The South Stockton Interim Sewer Plan is estimated to cost $21,300 with the City share at $5,017. This will provide growth capacity in the south Stockton area.

The water utility has budgeted for a South Stockton Aqueduct. This line will connect the Stockton East Water District treatment plant with the City and County South Stockton water service area. It will be large enough to serve other water agencies.

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.

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, especially the Accounting staff whose efforts last year made possible the GFOA Award for Excellence in Financial Reporting.

I also would like to 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

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Stockton for it comprehensive annual financial report for the fiscal year ended June 30, 1989. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to Certificate of Achievement Program requirements, and we are submitting it to GFOA.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Stockton, California

For its Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 1989

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFR's) achieve the highest standards in government accounting and financial reporting.



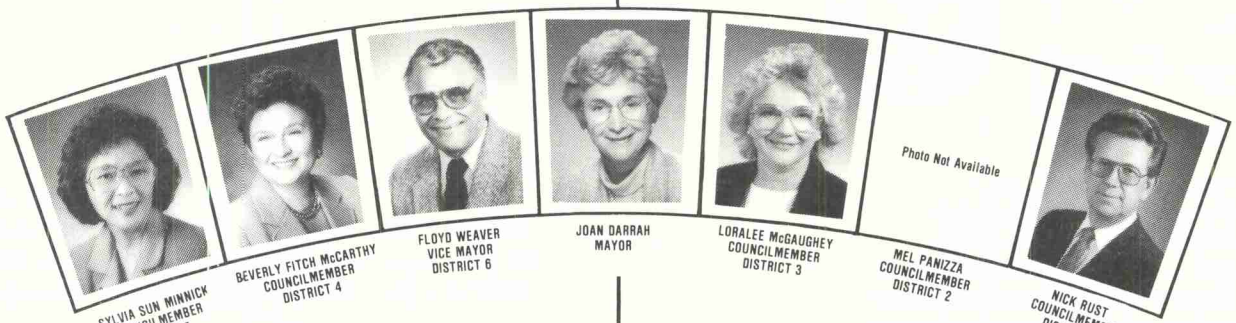
Gary R. Northam
President

Jeffrey L. Esser
Executive Director

ORGANIZATION CHART
CITY OF STOCKTON, CA
JUNE 30, 1990

PEOPLE OF STOCKTON

CITY COUNCIL



SYLVIA SUN MINNICK
COUNCILMEMBER
DISTRICT 5

BEVERLY FITCH McCARTHY
COUNCILMEMBER
DISTRICT 4

FLOYD WEAVER
VICE MAYOR
DISTRICT 6

JOAN DARRAH
MAYOR

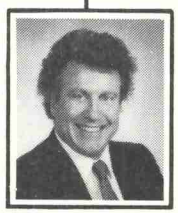
LORALEE McGAUGHEY
COUNCILMEMBER
DISTRICT 3

MEL PANIZZA
COUNCILMEMBER
DISTRICT 2

NICK RUST
COUNCILMEMBER
DISTRICT 1



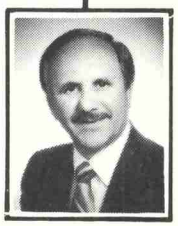
City Attorney
R. THOMAS HARRIS



City Manager
ALAN N. HARVEY



City Clerk
FRANCES HONG



Assistant City Manager
GARY INGRAHAM

Housing & Economic Development
DON LLOYD JR.
Director

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
JAMES GIOTTONINI
Director

Police
P.F. "JACK" CALKINS
Chief

Fire
DOUGLAS RATTO
Chief

Management Information Services
STEVE MATTOS
Director



FINANCIAL SECTION

Coopers
&Lybrand

certified public accountants

555 Capitol Mall
Sacramento, California 95814

telephone (916) 441-4334

in principal areas of the world

INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Stockton, California

We have audited the accompanying general purpose financial statements of the City of Stockton as of and for the year ended June 30, 1990, as listed in the table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We previously audited and reported upon the financial statements of the City for the year ended June 30, 1989, totals of which are presented for comparative purposes only.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Stockton as of June 30, 1990, 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.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplementary schedules and statistical data (pages 63 to 126) are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. The supplementary schedules (pages 63 to 106) have been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, are fairly presented in all material respects, in relation to the general purpose financial statements taken as a whole. The statistical data (pages 107 to 126) have not been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and, accordingly, we express no opinion thereon.

Coopers & Lybrand

Sacramento, California
November 30, 1990

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GENERAL PURPOSE FINANCIAL STATEMENTS

CITY OF STOCKTON

COMBINED BALANCE SHEET -- ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Account Description	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	Fixed Assets	Long-Term Debt	1990	1989 (Restated)
Assets and other debits											
Assets:											
Cash and temporary investments	$ 11,592	$ 12,490	$ 6,214	$ 62,595	$ 31,505	$ 12,621	$ 38,638	$	$	$ 175,655	$ 140,289
Cash with fiscal agents			33		29					62	99
Receivables:											
Interest	1,386			159	20					1,565	1,267
Taxes and special assessments	958	15	491		32		3			1,499	4,671
Accounts and others	1,080	874	2	30	3,377	261	19			5,643	3,885
Loans and mortgages					3,363					3,363	4,343
Allowance for uncollectibles	(217)	(7)			(168)	(14)				(406)	(641)
Due from other funds	2,209	1,559		5,011	270					9,049	6,551
Due from other governments	2,143	585		953	538	32				4,251	2,656
Inventory of supplies	464				911					1,375	1,313
Prepaid expenditures											2
Restricted assets:											
Cash and temporary investments					7,595					7,595	10,044
Cash with fiscal agents					2,479					2,479	3,258
Interest receivable					155					155	144
Deposits					155					155	570
Long-term investments							31			31	31
Deposits				52						52	54
Advances to other funds		14,249		6,843						21,092	21,113
Advances to property owners		10,118								10,118	9,271
Property held for resale		42								42	42
Property, plant and equipment					145,242	19,339		51,470		216,051	204,782
Accumulated depreciation					(37,511)	(11,412)				(48,923)	(45,566)
Deferred charges					910	88				998	1,374
Other debits:											
Amount available in the debt service and capital project funds									15,112	15,112	11,738
Amount to be provided for retirement of long-term debt									119,419	119,419	90,183
Total assets and other debits	$ 19,615	$ 39,925	$ 6,740	$ 75,643	$ 158,902	$ 20,915	$ 38,691	$ 51,470	$ 134,531	$ 546,432	$ 471,473

(Continued)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

COMBINED BALANCE SHEET -- ALL FUND TYPES AND ACCOUNT GROUPS, Continued
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Account Description	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	Fixed Assets	Long-Term Debt	1990	1989 (Restated)
Liabilities, equity and other credits:											
Liabilities:											
Accounts payable	$ 647	$ 224	$	$ 2,420	$ 852	$ 201	$ 82	$	$	$ 4,426	$ 2,082
Accrued payroll and benefits	2,501									2,501	2,290
Due to other funds		7,238		1,811						9,049	6,551
Due to other governments	55	133					642			830	490
Deposits and other liabilities	18	349		263	524		37,819			38,973	33,168
Matured bonds and interest payable			33	3	404					440	102
Long-term debt - current					1,956	5,747				7,703	5,074
Compensated absences - current	4,665				644	130				5,439	5,138
Deferred revenue			491							491	1,352
Payable from restricted assets											
Accounts payable					8					8	790
Accrued interest					431					431	427
Deferred revenue					146					146	146
Long-term debt - current					575					575	125
Compensated absences, long-term					133	26			5,742	5,901	5,872
Advances from municipality, G.O. bonds											740
Advances from other funds									21,092	21,092	21,113
Advances from other governments					1,369					1,369	1,395
Certificate of participation					10,756					10,756	10,886
Corporation bonds payable					438					438	532
Accrued interest - long-term					1,470					1,470	1,117
Lease obligation						15				15	37
Water extension agreements					77					77	77
Bonds payable and other long-term debt					23,735	9,716			107,697	141,148	109,215
Total liabilities	7,886	7,944	524	4,497	43,518	15,835	38,543	0	134,531	253,278	208,719

(Continued)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

COMBINED BALANCE SHEET -- ALL FUND TYPES AND ACCOUNT GROUPS, Continued
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Account Description	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	Fixed Assets	Long-Term Debt	1990	1989 (Restated)
Liabilities, equity and other credits:											
Equity and other credits:											
Investment in general fixed assets	$	$	$	$	$	$	$	$ 51,470	$	$ 51,470	$ 47,978
Contributed capital					85,166	10,855				96,021	88,206
Retained earnings (deficit):											
Reserved					2,011					2,011	1,440
Unreserved					28,207	(5,775)				22,432	22,780
Fund balances:											
Reserved	3,483	21,089	985	71,146			148			96,851	78,001
Unreserved											
Designated	8,246	10,291	5,231							23,768	23,733
Undesignated		601								601	616
Total equity and other credits	11,729	31,981	6,216	71,146	115,384	5,080	148	51,470	0	293,154	262,754
Total liabilities, equity and other credits	$ 19,615	$ 39,925	$ 6,740	$ 75,643	$ 158,902	$ 20,915	$ 38,691	$ 51,470	$ 134,531	$ 546,432	$ 471,473

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Account Description	Governmental Fund Types				Fiduciary Fund Type	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	1990	1989 (Restated
Revenues:							
Taxes:							
Property	$ 14,226	$	$	$ 1,072	$	$ 15,298	$ 13,815
Sales and use	20,258					20,258	18,139
Utility	12,459					12,459	11,541
Other	8,729	78	6,817	18		15,642	14,308
Licenses and permits	1,947					1,947	1,870
Federal grants and subsidies		2,827				2,827	2,626
Intergovernmental	8,355	3,897		914		13,166	11,629
Charges for services	10,698	159		5,115		15,972	12,904
Fines and forfeitures	670					670	654
Use of money and property	2,727	1,094	119	3,621	4	7,565	5,334
Miscellaneous	2,377	3	34	774	14	3,202	2,319
Total revenues	82,446	8,058	6,970	11,514	18	109,006	95,139
Expenditures:							
Current:							
General government	8,662	476				9,138	7,841
Public safety	48,696					48,696	45,383
Public works	9,159	127				9,286	9,776
Libraries	6,026	456			13	6,495	6,157
Parks and recreation	5,987					5,987	5,556
Capital outlay	245	4,891		32,704		37,840	18,072
Debt service:							
Principal retirement			4,707			4,707	2,429
Interest and fiscal charges			5,732			5,732	3,671
Total expenditures	78,775	5,950	10,439	32,704	13	127,881	98,885
Excess (deficiency) of revenues over expenditures	3,671	2,108	(3,469)	(21,190)	5	(18,875)	(3,746)

(Continued)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES, Continued
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Account Description	Governmental Fund Types				Fiduciary Fund Type	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	1990	1989 (Restated)
Other financing sources (uses):							
Operating transfers in	$ 1,486	$ 2,438	$ 2,661	$ 2,649	$	$ 9,234	$ 10,439
Operating transfers out	(2,208)	(4,023)		(2,792)		(9,023)	(10,833)
Proceeds of special assessment bonds				36,913		36,913	29,670
Proceeds of refunding bonds							2,415
Payment to refunded bond escrow agent							(2,781)
Advances from capital improvement fund				927		927	711
Total other financing sources (uses)	(722)	(1,585)	2,661	37,697	0	38,051	29,621
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	2,949	523	(808)	16,507	5	19,176	25,875
Fund balances, beginning of year (Restated)	9,079	31,458	7,024	54,647	64	102,272	76,628
Residual equity transfers in							75
Residual equity transfers out	(299)			(8)		(307)	(306)
Fund balances at end of year	$ 11,729	$ 31,981	$ 6,216	$ 71,146	$ 69	$ 121,141	$ 102,272

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES BUDGET (GAAP BASIS) AND ACTUAL
GOVERNMENTAL FUND TYPE
for the year ended June 30, 1990
(Dollar amounts in thousands)

	General Fund		
	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes:			
Property	$ 14,228	$ 14,226	$ (2)
Sales and use	19,835	20,258	423
Utility	12,447	12,459	12
Other	8,287	8,729	442
Licenses and permits	2,077	1,947	(130)
Intergovernmental	8,441	8,355	(86)
Charges for services	9,264	10,698	1,434
Fines and forfeitures	646	670	24
Use of money and property	2,512	2,727	215
Miscellaneous	1,567	2,377	810
Total revenues	79,304	82,446	3,142
Expenditures:			
Current:			
General government	9,971	8,662	1,309
Public Safety	49,800	48,696	1,104
Public works	10,450	9,159	1,291
Library	6,087	6,026	61
Parks and recreation	6,369	5,987	382
Capital outlay	301	245	56
Total expenditures	82,978	78,775	4,203
Excess (deficiency) of revenues over expenditures	(3,674)	3,671	7,345
Other financing sources(uses):			
Operating transfers in	1,486	1,486	0
Operating transfers out	(2,208)	(2,208)	0
Total other financing sources(uses)	(722)	(722)	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(4,396)	2,949	7,345
Fund balances, beginning of year	9,079	9,079	0
Residual equity transfers out	(299)	(299)	0
Fund balances at end of year	$ 4,384	$ 11,729	$ 7,345

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

COMBINED STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS (DEFICIT)/FUND BALANCES
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Account Description	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise	Internal Service	Non-Expendable Trust	1990	1989
Operating revenues:					
Charges for services	$ 26,050	$ 16,646	$	$ 42,696	$ 35,907
Loans and mortgage interest	469			469	563
Investments earnings	36			36	83
Miscellaneous	362	3	1	366	410
Total operating revenues	26,917	16,649	1	43,567	36,963
Operating expenses:					
Purchased water	1,550			1,550	545
Interest and fiscal charges	443			443	522
Operation and maintenance	14,185	16,679		30,864	25,332
General and administrative	4,038	1,978		6,016	5,532
Depreciation and amortization	2,767	1,737		4,504	4,262
Total operating expenses	22,983	20,394	0	43,377	36,193
Operating income (loss)	3,934	(3,745)	1	190	770
Nonoperating revenue (expenses):					
Investment earnings	2,081	194		2,275	1,419
Gain (loss) from disposal of property	(5)	58		53	61
Interest expense and fiscal charges	(2,249)	(2)		(2,251)	(722)
Other non-operating revenue (expenses)	(174)	344		170	42
Total nonoperating revenue (expenses)	(347)	594	0	247	800
Income (loss) before operating transfers	3,587	(3,151)	1	437	1,570
Operating transfers in	399			399	564
Operating transfers out	(610)			(610)	(170)
Net income (loss) before extraordinary loss	3,376	(3,151)	1	226	1,964
Extraordinary loss	(2)			(2)	(9)
Net income (loss)	3,374	(3,151)	1	224	1,955
Retained earnings (deficit) beginning of year	26,844	(2,624)	78	24,298	22,343
Retained earnings (deficit) end of year	$ 30,218	$ (5,775)	$ 79	$ 24,522	$ 24,298

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Account Description	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise	Internal Service	Non-Expendable Trust	1990	1989
Sources of working capital					
Operations:					
Net income (loss) before extraordinary gain (loss)	$ 3,376	$ (3,151)	$ 1	$ 226	$ 1,964
Items not requiring working capital:					
Depreciation	2,762	1,737		4,499	4,229
Amortization of bond discount	27			27	66
Loss (gain) from disposal of property	5	(58)		(53)	(61)
Working capital provided by operations before extraordinary gain (loss)	6,170	(1,472)	1	4,699	6,198
Extraordinary gain (loss)	(2)			(2)	(9)
Working capital provided by operations and extraordinary gain (loss)	6,168	(1,472)	1	4,697	6,189
Capital contribution	6,962	545		7,507	4,489
Reduction of due from other governments					793
Reduction of long-term portion of mortgages receivable	1,024			1,024	1,010
Proceeds from sale of property	17	64		81	79
Increase (decrease) in compensated absences	(17)	1		(16)	23
Residual equity transfers in		343		343	513
Total sources of working capital	14,154	(519)	1	13,636	13,096
Uses of working capital					
(Increase) decrease in long-term debt	1,933	(1,574)		359	792
Reduction of due from municipality	740			740	
Additions to property, plant and equipment	6,768	2,182		8,950	15,412
Increase (decrease) in deferred charges		(392)		(392)	38
Residual equity transfers out	36			36	282
Other					28
Total uses of working capital	9,477	216	0	9,693	16,552
Net increase (decrease) in working capital	$ 4,677	$ (735)	$ 1	$ 3,943	$ (3,456)

(Continued)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION, Continued
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Account Description	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise	Internal Service	Non-Expendable Trust	1990	1989
Elements of net increase (decrease) in working capital:					
Cash and temporary investments	$ 6,024	$ 1,502	$ 1	$ 7,527	$ 2,015
Cash with fiscal agents	(771)			(771)	(6,235)
Interest Receivable	19			19	(70)
Taxes and assessments receivable	(137)			(137)	124
Accounts and other receivables	543	142		685	319
Due from other funds					270
Due from other governments	79	18		97	84
Inventory of supplies	88			88	26
Prepaid expenses					(1)
Restricted assets - deposits	(415)			(415)	569
Accounts payable	328	(42)		286	(34)
Deposits	124			124	(69)
Matured bonds and interest payable	(386)			(386)	41
Current portion of long-term debt	(753)	(2,326)		(3,079)	(358)
Accrued payroll and compensated absences	(89)	(29)		(118)	(38)
Other liabilities/deferred revenue	23			23	(99)
Net increase (decrease) in working capital	$ 4,677	$ (735)	$ 1	$ 3,943	$ (3,456)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

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CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)

Note 1. Reporting Entity and Significant Accounting Policies

A) Reporting Entity:

The City of Stockton (the City) was incorporated on July 25, 1850 under the general laws of the State of California. The City's original charter was adopted on January 15, 1889. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: 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.

The financial statements of the City of Stockton, in accordance with governmental accounting and financial reporting standards adopted by the Governmental Accounting Standards Board, include the following entities that are controlled by or dependent on the City's executive or legislative branches. Control or dependence is determined on the basis of budget adoption, selection of governing authority and designation of management, outstanding debt secured by revenues, or general obligations of the City, and the ability to significantly influence operations.

Based upon the foregoing criteria, the following entities are included in the financial reporting of the City of Stockton:

1) The Central Parking District (CPD) is operated by an Advisory Board of Directors and submits its budget to the City Council for approval. Source of income includes ad valorem assessments on all property located within the District, charges for monthly and weekly parking privileges and other income which includes a $10 per year contribution from Business Improvement District 1-B and a $98 assignment of parking fine revenues from the City.

(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

A) Reporting Entity, Continued

1) The Central Parking District (CPD) (Continued)

CPD provides parking spaces for the public and encourages development in the central core of the City.

The District is completely self-sustaining within the framework of the revenue collected. It is not part of the operating budget of the City of Stockton, but is included in the budget document to comply with provisions of the ordinance of issue which authorized district formation.

The financial activity of CPD is included in the City's financial statements as Central Parking District Enterprise Fund.

2) Redevelopment Agency was established on August 13, 1956 and is a separate government entity as set forth in the Health and Safety Code of the State of California. The primary purpose of the Agency is to prepare and carryout plans for improvement, rehabilitation and redevelopment of blighted areas within the City. City councilmembers, in separate session, serve as governing board of the Redevelopment Agency, and all accounting and administrative functions are performed by the City.

The financial activity of the Agency is included in the City's financial statements as Redevelopment Agency Capital Projects Fund, General Long-Term Debt and Redevelopment Agency Loan Enterprise Fund.

3) Stockton-Vacaville Home Financing Authority (SVHFA) - The City of Stockton and the City of Vacaville, by agreement pursuant to Article 1 (commencing with Section 6500) of Chapter 5 of Division 7 of Title 1 of the Government Code of the State of California, created the Stockton-Vacaville Home Financing Authority on July 1, 1982. The purpose of SVHFA, a Joint Powers Agency, is to exercise the common powers of the two cities to undertake a home financing program within the incorporated areas of the two cities under Part 5 of Division 31 of the Health and Safety Code of the State of California.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

A) Reporting Entity, Continued

3) Stockton-Vacaville Home Financing Authority (SVHFA), Continued

The financial activity of the SVHFA is included in the City's financial statements as Stockton-Vacaville Home Financing Enterprise Fund.

4) Stockton Recreation Corporation (SRC) is a nonprofit corporation created in August, 1968. The only purpose for its creation was to carryout lease financing for the City of Stockton. SRC acquired, constructed, and improved the facilities at the golf courses and the ice arena. A capitalized lease agreement was entered into between SRC and the City whereby SRC leased the facilities to the City. The lease agreement also provided that the City pays semi-annual debt service requirements on the revenue bonds issued by SRC, and the related taxes, assessments and administrative cost incurred by SRC. The ownership of the facilities is transferred to the City upon expiration of the lease, on February 10, 1995.

The financial activity of SRC is included in the City's financial statements as part of Golf Courses, and Ice Arena Enterprise Fund. The only activity following the acquisition and construction of the facilities is servicing the debt and bookkeeping which are both handled by the City.

B) Basis of Presentation:

The accounts of the City are organized and operated on the basis of funds and account groups, each of which is defined as a fiscal and accounting entity with a self-balancing set of accounts established for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

In accordance with the City Charter and ordinances, several different types of funds and account groups are used to record the City's financial transactions. For financial reporting, they have been grouped and are presented in this report as follows:

(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

B) Basis of Presentation: (Continued)

Governmental Fund Types:

Governmental Funds are used to account for the City's expendable financial resources and related liabilities (except those accounted for in proprietary and similar trust funds). The measurement focus is upon determination of changes in financial position. The following are the City's governmental fund types:

General Fund - The General Fund is the general operating fund of the City. It is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for specific revenues that are restricted by law or administrative action to expenditures for particular purposes.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of interest and principal on the City's general long-term debt which is recorded in the general long term debt account groups.

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 and nonexpendable trust funds.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

B) Basis of Presentation: (Continued)

Proprietary Fund Types:

Proprietary funds are used to account for activities that are similar to those found in the private sector. The measurement focus is upon determination of net income and capital maintenance. The following are the City's proprietary fund types:

Enterprise Funds - Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the City is that the costs (expenses, including depreciation) of providing goods, or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Internal Service Funds - Internal Service Funds are established to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City and to other government units on a cost reimbursement basis.

Fiduciary Fund Types:

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The following is the City's fiduciary fund type:

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held and disbursed in the capacity of an agent for individuals, and other entities.

(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

B) Basis of Presentation: (Continued)

Account Groups:

Account groups are used to establish accounting control and accountability for the City's general fixed assets and general long-term debts. The following are the City's account groups:

General Fixed Assets - The General Fixed Assets account group is used to account for the cost of fixed assets acquired to perform general government functions other than those accounted for in the proprietary and nonexpendable trust funds.

General Long-Term Debt - The General Long-Term Debt account group is used to account for unmatured general long-term indebtedness of the City except that accounted for in the proprietary and nonexpendable trust funds.

C) Measurement Focus and Basis of Accounting:

Governmental fund types and expendable trust funds are accounted for on a "spending" measurement focus. Accordingly, only current assets and current liabilities are included on their balance sheets, and the reported fund balance provides an indication of available, spendable resources. Operating statements for governmental fund types report increases (revenues) and decreases (expenditures) in available spendable resources.

The proprietary fund types and nonexpendable trust funds are accounted for on an "income determination" or "cost of services" measurement focus. Accordingly, all assets and liabilities are included on the balance sheet, and the reported fund equity provides an indication of the economic net worth of the fund. Operating statements for proprietary fund types report increases (revenue) and decreases (expenses) in total economic net worth.

The accrual basis of accounting is used for budgeting and accounting for all funds except the governmental fund types, expendable trust types, and agency funds which use the modified accrual basis of accounting.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

C) Measurement Focus and Basis of Accounting: (Continued)

Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the the current period or soon enough thereafter to pay liabilities of the current period. Expenditures are recorded when the liability is incurred.

In applying the "susceptible to accrual" concept to inter-governmental revenues, such as grants and state subsidies, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended for a specific purpose or project before any amounts will be reimbursed for the City; therefore, revenues are recognized when the expenditures are incurred. In the other, monies are virtually unrestricted as to purpose of expenditure and nearly irrevocable. In these cases such receipts are reflected as revenues at the time of receipt or earlier if they meet the criteria of availability.

The City considers sales tax, utility users tax, federal and state grants, developer fees and investment earnings as revenues susceptible to accrual, ie., available and measurable, and therefore, recorded accordingly. Revenues received but not earned are recorded as deferred revenues. Business license, fines and penalties are recorded as revenues when received because they are generally not measurable until actually received.

Disbursements for the purchase of capital assets providing future benefits are considered expenditures in the respective governmental type and are recorded in the General Fixed Assets account group.

All Proprietary Fund types and nonexpendable trust funds are accounted for using the full-accrual basis of accounting. Under the full-accrual basis of accounting, revenues are recognized when earned, and expenses are recognized when incurred.

(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

D) Cash and Investments:

The City pools idle cash from all funds for the purpose of maximizing interest through investment activities. Investments are carried at the lower of cost, amortized cost (defined as cost net of premium or discount amortization) or 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, Central Parking District Fund, Capital Projects Funds, and Trust and Agency Funds only. Cash and temporary investments reported under Stockton-Vacaville Home Financing Authority and Deferred Compensation Plan (shown under Enterprise Funds) are not part of the pooled investments.

Interest income on investments has not been credited to the Proprietary Funds (except to the Self-Insurance Funds and to the Enterprise Funds listed above) because the General Fund has contributed funds for their 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 (general obligation bonds). The interest income on the investment of these funds is credited to the General Fund.

E) Inventories:

Inventories are physically counted annually and valued at cost, which approximates market. Inventories consist of expendable supplies held on a consumption basis, wherein the cost is recorded as an expenditure at the time an item is consumed.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

F) Property, Plant and Equipment:

Property, plant, and equipment are recorded at cost. Donated fixed assets are valued at estimated fair market value on the date received. Assets acquired prior to 1971 are recorded at estimated historical cost. During the year 1970-71, the City inventoried all land owned and appraised at current market value all such properties which had not been reflected at historical cost. The resulting appraised fair market value added to the land account was $2,659. During the year 1973-74, as the result of an equipment inventory made by an independent appraisal company, detail equipment records were revised, and the carrying value of equipment in general fixed assets was adjusted thereto, with values for the various items of equipment being reflected at estimated cost in some cases. Approximately 5% of property, plant and equipment are carried at estimated values. Gains or losses on assets at retirement or disposal are recorded in the same fiscal year.

Governmental Fund Types:

General fixed assets are recorded as expenditures in the governmental fund types at time of purchase. Such assets are accounted for in the General Fixed Assets account group except for infrastructures, which are public domain and similar assets such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems that are immovable and of value only to the City of Stockton and are not capitalized. No depreciation is provided on general fixed assets. Maintenance and repairs are charged to expense as incurred. Renewals and betterments are recorded as expenditures when purchased in the respective governmental fund type and capitalized in the General Fixed Assets account group.

(continued)

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

F) Property, Plant and Equipment: (Continued)

Proprietary Fund Types:

Property, plant, equipment, renewals and betterments are capitalized when purchased. Maintenance and repairs are charged to expense when incurred. 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	30 - 50 years
Improvements other than buildings	25 - 50 years
Machinery and equipment	5 - 30 years
Transmission and distribution plant (including infrastructure such as water and sewer mains and laterals)	60 - 100 years

G) Capitalization of Interest:

In accordance with FASB Statement 62 " Capitalization of Interest Cost in Situations Involving Certain Tax Exempt Borrowings and Certain Gifts and Grants", the City capitalizes net interest cost of funds borrowed to finance the construction of fixed assets. For the year ended June 30, 1990, net interest cost of $139 was capitalized in connection with the construction in progress reported under Enterprise Fund.

	Central Parking District
Interest expense	$ 853
Interest income	(714)
Net interest capitalized	$ 139

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

H) Revenue recognition for utility funds and developers fees:

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

On July 6, 1988, the City Council adopted (Ordinance No. 56-88C.S.) Stockton Municipal Code Sections 16-175 et seq. creating and establishing the authority for imposing and charging Public Facilities Fees. These funds are to provide for the mitigation of the impact of contemplated future development on existing public facilities and to provide for new public facilities and improvements as needed. On September 12, 1988, the City Council adopted Resolution No. 88-0616 imposing Public Facilities Fees to be paid at the time of issuance of a building permit for development. The revenue is recognized when the building permits are paid. The Building Division began collecting these fees on November 14, 1988.

I) Property tax:

Property Taxes receivable are recorded in the fiscal year for which the tax is levied. Revenue is recognized when measurable and available. Property taxes collected in advance are recorded as deferred revenue and recognized as revenue in the year they become available. Property taxes receivable that do not meet the available criteria are recorded as deferred revenue. The County of San Joaquin levies, bills and collects property taxes for the City of Stockton.

Secured and unsecured property taxes are liened based on the assessed value as of March 1 of the preceding fiscal year. Secured property tax is levied on October 1 and due in two installments, on November 1 and February 1. It becomes delinquent on December 10 and April 10, respectively. At that time, 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 levied on July 1 and due on July 31, and becomes delinquent on August 31. The penalty percentage rates are the same as secured property tax.

Property taxes are levied and collected by the County of San Joaquin for the City of Stockton. Property taxes paid to the City by the County within 60 days of the end of the fiscal year are "available" and are, therefore, recognized as revenue.

(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

J) Accumulated Unpaid Vacation and Sick Pay:

Accumulated unpaid vacation and sick pay is accrued when incurred in proprietary funds. The amount of accumulated vacation and sick pay recorded in the governmental funds is that amount, adjusted to current salary costs, which is expected to be liquidated with expendable available financial resources. Only the current portion is reflected in the applicable funds. The remainder of the liability is reported in the General Long-Term Debt Account Group.

K) 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) If the expenditures exceed the appropriations 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. Supplemental appropriations are made during the year.

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

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

K) Budgets and Budgetary Accounting: (Continued)

6) Budgets for the General Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP). Capital projects are budgeted over the life of the project. Special Revenue and Debt Service Funds do not adopt annual appropriation; therefore, are excluded from the combined budgetary operating statement.

7) There is no budget for the nonexpendable trust fund and internal service funds. These Fund types are accounted for on a cost of services (net income), or "capital maintenance" measurement focus. As a result, budget comparison is impractical. Additionally, the City is not legally mandated to report the results of operations for these Fund types on a budget comparison basis; therefore, budgetary data related to these funds has not been presented.

8) Budgets for General, Special Revenue and Capital Projects Funds are adopted on a modified accrual basis.

L) 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. Unencumbered balances at year end are closed back to fund balance in the General Fund. In the Capital Projects and Special Revenue Funds, unencumbered balances are carried forward for projects still in progress.

M) 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.

N) Totals (Memorandum only):

Columns on the accompanying general purpose financial statements captioned "Totals (Memorandum only)" do not present consolidated financial information. They are not necessary for a fair presentation of the financial statements, but are presented only to facilitate financial analysis. Comparative data for the prior year have been presented to provide an understanding of changes in the City's financial position and operations.

(continued)

(1) Reporting Entity and Significant Accounting Policies, Continued

O) Contributed Capital:

Effective July, 1988, water and sewer connection fees are recorded as addition to contributed capital in the Water Utility and Sewer Utility Enterprise Funds.

P) Reclassifications:

Certain reclassifications have been made to the 1989 financial statements to conform with the 1990 presentation.

Note 2. Restatement of Financial Statements:

The June 30, 1989 financial statements (Special Revenue Fund, Capital Projects Fund, and Long-Term Debt Account Group) were restated to include advances made by the City to the Stockton Redevelopment Agency between 1972 and 1985. The advances were made for the purpose of assisting the Agency with the redevelopment of blighted areas within the City of Stockton. The Agency shall reimburse the City for any and all advances when sufficient tax increments allocated for such purpose pursuant to Section 33570 of the Community Redevelopment Law become available. This restatement is necessary to accurately report the debt of the Redevelopment Agency as reflected on the annual statement of indebtedness submitted to the San Joaquin County Auditor. The effects of the restatement are as follows:

	Combined Balance Sheet All Fund Types and Account Groups		Special Revenue Funds		Capital Projects Funds		Long-Term Debt Account Group	
	6/30/89 Balance	6/30/89 Balance (Restated)	6/30/89 Balance	6/30/89 Balance (Restated)	6/30/89 Balance	6/30/89 Balance (Restated)	6/30/89 Balance	6/30/89 Balance (Restated)
Total assets and other debits	434,025	471,473	24,432	38,760	51,057	55,453	83,197	101,921
Total liabilities	189,995	208,719	7,302	7,302	806	806	83,197	101,921
Total equity and other credits	244,030	262,754	17,130	31,458	50,251	54,647		

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

Note 3. 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 and Stockton-Vacaville Home Financing Authority (included in Enterprise Fund Type) are separately held from 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.

The Government Code allows investments in the following instruments:

- 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 and medium term corporate notes
- Local Agency Investment Fund (State Pool) Demand Deposits
- Repurchase Agreements (Repos)
- Passbook Savings Account Demand Deposits
- Reverse Repurchase Agreements.

All city investment activities are within the State statutes and the City's investments policy.

Balance Sheet

The captions on the balance sheet related to cash and temporary investments including restricted amounts in the total (memorandum only) column at June 30, 1990 are as follows:

	Cost	Market Value
Cash and deposits (excluding deferred compensation and certificates of deposit)	$ 5,320	$ 5,320
All certificates of deposit held by and under the name of the City	32,757	32,757
Deferred compensation - Deposits	31,851	31,851
- Investments	1,759	2,454
Investment portfolio	110,271	110,284
Cash and temporary investments held by fiscal agents	2,541	2,541
Stockton-Vacaville investments	783	783
Total	$185,282	$185,990

(continued)

(3) Cash and Investments: (Continued)

Deposits

The City's pooled cash and certificates of deposit are entirely insured or collateralized. All bank and savings and loan association deposits are insured by FSLIC or FDIC up to a maximum of $100. The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities as collateral. The market value of pledged securities must equal at least 110% of a City's deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of a City's total deposits.

Each employee's deferred compensation deposit is fully insured up to $100 by FSLIC or FDIC. Individual balances that exceed $100 are collateralized in the same manner described above for the City's pooled cash deposits.

At June 30, 1990, the City's deposits consisted of the following:

	Category 1	Category 2	Category 3	Carrying Amount	Market Value
Cash and deposits (excluding deferred compensation and certificates of deposit)	$ 599	$ 4,721	$	$ 5,320	$ 5,320
All certificates of deposit held by and under the name of the City	400	32,357		32,757	32,757
Cash and temporary investments held by fiscal agent	62			62	62
Deferred compensation - deposits	30,740	1,111		31,851	31,851
	$ 31,801	$ 38,189	$ 0	$ 69,990	$ 69,990

The City's deposits are categorized as follows to give an indication of the level of risk assumed at year-end:

Category 1 - Includes balances of deposits that are insured or collateralized with securities held by the City or its agent in the City's name.

Category 2 - Includes balances of deposits that are collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

Category 3 - Includes balances of deposits that are uncollateralized.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(3) Cash and Investments: (Continued)

Temporary Investments

Carrying amount of investments includes unamortized premium or discounts. Market values do not include accrued interest.

At June 30, 1990, the City's investments consisted of the following:

	Category			Carrying Amount	Market Value
	1	2	3		
Corporate Notes	$ 13,018	$	$	$ 13,018	$ 12,963
Federal Securities	47,383			47,383	47,451
Deferred Compensation Investments					
International City Management Association					
Guaranteed Rate Fund			714	714	714
Stockton - Vacaville Home Financing Authority					
Shearson/American Express Investment Fund			778	778	778
Pacific Horizon Government Fund			5	5	5
	60,401	0	1,497	61,898	61,911
Investments in State Treasurer's Investment Pool (LAIF)				16,500	16,500
Collateralized/Insured Money Market				33,370	33,370
Cash and Temporary Investments held by Fiscal Agent				2,479	2,479
Deferred Compensation Investments					
Seligman Mutual Funds				928	1,623
International City Management Association					
Mutual Funds				117	117
Total Investments				115,292	116,000

(continued)

(3) Cash and Investments: (Continued)

Temporary Investments (Continued)

The City's investments are categorized as follows to give an indication of the level of risk assumed at year-end.

Category 1 - Includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name.

Category 2 - Includes uninsured and unregistered investments for which the securities are held by the counter party's trust department or agent in the City's name.

Category 3 - Includes uninsured and unregistered investments for which securities are held by the counter party or by its trust department or agent but not in the City's name.

At June 30, 1990, the City did not have investments in bankers acceptances, negotiable certificates of deposit or repurchase agreements. However, during the year ended June 30, 1990, the City utilized all of these for temporary investment of City funds.

Stockton-Vacaville Home Financing Authority has entered into an agreement with Shearson/American Express Investment Fund that guarantees 11% interest rate throughout the life of the mortgage revenue bonds.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(3) Cash and Investments: (Continued)

Restricted Assets:

Certain proceeds of enterprise funds, special assessment bonds and certificates of participation (COP) are classified as restricted assets on the balance sheet because their use is limited by applicable indentures or covenants. These covenants provide that these monies, in the absence of specific statutory provisions governing the issuance of bonds, certificates, or leases, may be invested in accordance with the ordinance, resolutions or indentures specifying the types of investments its trustees or fiscal agents may make. These ordinances, resolutions, and indentures are generally more restrictive than the City's general investment policy. In no instance have additional types of investments, not permitted by the City's general investment policy, been authorized. The major part of this restriction is for the construction or acquisition of facilities.

Restricted assets and current liabilities payable from restricted assets are as follows:

Enterprise Funds	Assets	Current Liabilities
Central Parking District	$ 8,144	$ 884
Water Utility	2,085	130
Sewer Utility	155	146
Total	$ 10,384	$ 1,160

Restricted assets include reserves for payment of debt service as required by the bond indenture. These reserves amount to $480 of the Central Parking District and $1,200 for the water utility.

(continued)

Note 4. Interfund Assets/Liabilities:

Interfund receivables and payables were as follows at June 30, 1990:

	Due From	Due To	Advances to	Advances From
General Fund	$ 2,209	$	$	$
Special Revenue				
Revenue Sharing		5,223		
Gas Tax	67			
Urban Development Grant		2	4,686	
Community Development Block Grant	1,492	2,013	9,563	
Capital Projects				
Capital Improvement	4,828		6,843	
Redevelopment Fund	162	1,685		
Special Assessments	21			
Public Facilities Impact Administration		126		
Enterprise Funds				
Sewer Utility	270			
General Long Term Debt Account Group				
Redevelopment Fund				21,092
Total	$ 9,049	$ 9,049	$21,092	$21,092

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

Note 5. Operating/Equity Transfers:

During the year various Interfund transfers were made to finance expenditures, subsidize operating losses and to service debt. These transfers are reflected as operating transfers. The transfers are recorded in the fiscal period in which the transactions are approved. The following schedule summarizes operating/equity transfers for the year ended June 30, 1990:

Fund	Operating Transfers In	Operating Transfers Out	Equity Transfers In	Equity Transfers Out
General Fund	$ 1,486	$ 2,208	$	$ 299
Special Revenue Funds:				
Special Purpose Grants	183			
Revenue Sharing		449		
Gas Tax		1,100		
Community Development Block Grant	79	1,905		
Community Development Loan Fund	1,906	79		
Redevelopment Agency	270	490		
Debt Service Funds:				
Debt Service	2,661			
Capital Projects Funds:				
Capital Improvement	1,996			
Redevelopment Agency	490	993		
Public Facility Administration				8
1915 Act Assessment District	163			
Mello-Roos Construction		1,799		
Enterprise Funds:				
Central Parking District	98			
Silver Lake Camp	2			
Civic Auditorium	263			
Ice Arena	36			3
Water Utility		118		11
Sewer Utility		492		15
Solid Waste				7
Internal Service Funds:				
Internal Service			343	
Total	$ 9,633	$ 9,633	$ 343	$ 343

(continued)

Note 6. Property, Plant and Equipment:

Property, plant and equipment at June 30, 1990 consist of the following:

	Enterprise Funds	Internal Service Fund	General Fixed Assets	Total
Land	$ 4,867	$ -	$ 6,907	$ 11,774
Buildings and improvements	121,489	33	36,342	157,864
Machinery and equipment	7,338	19,306	1,431	28,075
Construction in progress	11,548	-	6,790	18,338
Total	$ 145,242	$ 19,339	$ 51,470	$ 216,051
Less accumulated depreciation	37,511	11,412	-	48,923
Net	$ 107,731	$ 7,927	$ 51,470	$ 167,128

General fixed assets:

A summary of changes in general fixed assets account group is as follows:

	Balance 7-01-89	Additions	Deletions	Transfers In	Transfers Out	Balance 6-30-90
Land	$ 5,992	$ 1,015	$ 100	$ -	$ -	$ 6,907
Building and improvements	35,144	1,204	6	-	-	36,342
Machinery and equipment	1,721	161	442	79	88	1,431
Construction in progress	5,121	3,354	1,685	-	-	6,790
Total	$ 47,978	$ 5,734	$ 2,233	$ 79	$ 88	$ 51,470

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(6) Property, Plant and Equipment, Continued

Capitalized leases:

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

	Enterprise Funds	Internal Service Fund	Total
Equipment	$ 47	$ 130	$ 177
Less accumulated depreciation	14	47	61
Net	$ 33	$ 83	$ 116

Note 7. General Long-Term Debt:

The following table summarizes the changes in the City's long-term debt obligations during the year:

	Balance 7/01/89 (Restated)	Additions	Reductions	Balance 6/30/90
General Obligation Bonds	$ 625	$ -	$ 115	$ 510
1915 Act Assessment Bonds	50,223	3,128	3,889	49,462
Compensated Absences	5,696	46	-	5,742
Advance Payable to Urban Development Grant Fund	4,686	-	-	4,686
Advance Payable to Community Development Block Grant Fund	9,642	-	79	9,563
Advance Payable to Capital Improvement Fund	6,559	928	644	6,843
Mello-Roos Special Tax Revenue Bonds	24,490	33,235	-	57,725
	$ 101,921	$ 37,337	$ 4,727	$ 134,531

The 7/01/89 balances were restated for the prior period adjustment as indicated in Note 2.

(continued)

Note 8. Long-term Debt

The following tables include General obligation bonds, Sewer Utility general obligation bonds, 1915 Act Special Assessment Bonds, Mello Roos Assessment Bonds, and other general long-term account groups.

General Long-Term Debt:	Principal Amount Outstanding
General obligation bonds, Series 1968, 4.23%, issued on September 1, 1968, in the amount maturing serially to September 1, 1993, in annual principal installments of $110 to $135, total remaining debt service of $555. Remaining debt service will be made in the Debt Service Fund from future property taxes generated and credited to the General Fund.	$ 510
Sewer Utility general obligations bonds Series 1971, 4.686%, issued on April 12, 1971, in the amount of $7,600, final remaining principal installment to be paid February 1, 1991, total remaining debt service $770. Remaining debt service will be paid in the Enterprise Fund from revenues earned by the Sewer Utility Fund.	$ 740
1915 Act Special Assessment Bonds were authorized and issued to finance the improvements of special districts located within the City. Bonds authorized, issued and outstanding at June 30, 1990 with interest rates ranging from 6.00% to 11.75% and maturity dates ranging from July 1990 to September 2013. Remaining debt service will be paid from assessments to property owners.	$ 49,462
Community Facilities District No. 1 Special Tax Bonds were authorized pursuant to the Mello-Roos Community Facilities Act of 1982, and issued to provide funds to pay cost of the acquisition and construction of new roads, sewer and water facilities to serve property located within the City of Stockton. Bonds authorized, issued and outstanding at June 30, 1990 with interest rates ranging from 6.60% to 8.10% and maturity dates ranging from September 1991 to August 2015. Remaining debt service will be paid from assessments to property owners.	$ 57,725

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(8) Long-term Debt, Continued

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. The long-term portion of the 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 recorded. $ 5,742

The Advance Payable to the City of Stockton Urban Development Grant Fund represents loans from the City to the Redevelopment Agency to provide funds for the West End (Waterfront) Redevelopment Project. Funds were advanced to the Agency pursuant to the Development Agreement (Waterfront Project) authorized by the City and the Redevelopment Agency in December, 1980. The interest rate on these loans is 10%. Accumulated interest which totals $5,375 through June 30, 1990 will be recognized as an expenditure when due. These loans plus interest are to be repaid to the Urban Development Grant Fund from excess tax increment allocations as they become available. $ 4,686

The Advance Payable to the City of Stockton Community Development Block Grant Fund represents loans from the City to the Redevelopment Agency to provide funds for the McKinley, Sharps Lane Villa, and West End Redevelopment Projects. These are non-interest bearing loans that are to be repaid to the Community Development Block Grant Fund from excess tax increment allocations as they become available. $ 9,563

The Advance Payable to the City of Stockton Capital Improvement Fund represents loans to the Redevelopment Agency to provide funds for the All Nations, McKinley, West End and proposed Eastland Redevelopment Projects. These are non-interest bearing loans that are to be repaid to the Capital Improvement Fund from excess tax increment allocations as they become available. $ 6,843

(continued)

(8) Long-term Debt, Continued

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

	Principal					Interest				
Fiscal Year	General Fund	Enterprise Sewer Utility	Special Assessments	Mello Roos	Total	General Fund	Enterprise Sewer Utility	Special Assessment	Mello Roos	Total
1990-91	$ 120	$ 740	$ 2,311	$ -	$ 3,171	$ 19	$ 30	$ 3,608	$ 3,430	$ 7,087
1991-92	125	-	2,485	15	2,625	14	-	3,592	4,686	8,292
1992-93	130	-	2,520	50	2,700	9	-	3,416	4,444	7,869
1993-94	135	-	2,663	700	3,498	3	_	3,232	4,448	7,683
1994-95	-	-	2,923	780	3,703	_	_	3,030	4,398	7,428
Thereafter	-	-	36,560	56,180	92,740	-	-	26,791	58,992	85,783
Total	$ 510	$ 740	$ 49,462	$ 57,725	$108,437	$ 45	$ 30	$ 43,669	$ 80,398	$124,142

	Principal and Interest				
Fiscal Year	General Fund	Enterprise Sewer Utility	Special Assessment	Mello Roos	Total
1990-91	$ 139	$ 770	$ 5,919	$ 3,430	$ 10,258
1991-92	139	-	6,077	4,701	10,917
1992-93	139	-	5,936	4,494	10,569
1993-94	138	-	5,895	5,148	11,181
1994-95	-	-	5,953	5,178	11,131
Thereafter	-	-	63,351	115,172	178,523
Total	$ 555	$ 770	$ 93,131	$138,123	$232,579

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(8) Long-term Debt, Continued

Contingent liability

Certain general obligation bonds which pertain to the construction of fixed assets in the Sewer Utility Fund (Enterprise Fund) are being repaid by the Sewer Utility Fund. The General Fund remains contingently liable for the repayment of these bonds. These bonds total $ 740 at June 30, 1990.

Certificates of Participation

Enterprise Fund - Water Utility

California Public Agency Leasing Corporation (CPALC) (Lessor), 7.30% to 7.50% issued on August 1, 1986, in the amount of $11,210, the full amount maturing serially through July 15, 2016, in annual principal installments ranging from $130 to $1,810.

Principal amount outstanding at June 30, 1990	$ 11,085
Less issue discount	199
Total	$ 10,886

Under Lease Agreement with the City (lessee), the lessee covenanted to make all rental payments to the lessor. These rental payments will be used to service the indebtedness when they become due and payable.

On August 1, 1986, the California Public Agency Leasing Corporation (CPALC) (Lessor) issued $11,210 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 started on February 1, 1987. The City (Lessee) agreed to pay its financial obligations equal to the debt service related to the certificates. Restrictive covenants include the requirement of a reserve for debt service and a reserve for funded interest both to be funded from bond proceeds. Debt Service balance as of June 30, 1990 is $1,483 for debt service and $12 for funded interest.

The $2,479 balance of cash with fiscal agents shown on the balance sheet, enterprise fund (restricted assets) is held by a fiscal agent (trustee) in charge of investment of idle funds, and disbursements for the construction of the project. In accordance with NCGA 3, Reporting Entity, CPALC is combined with Water Utility (Enterprise Fund).

(continued)

(8) Long-term Debt, Continued

Certificates of Participation, Continued

Annual debt service requirements to maturity which corresponds to the lease obligation are as follows:

Fiscal Year	Principal	Interest	Total
1990-91	$ 130	$ 818	$ 948
1991-92	135	810	945
1992-93	145	801	946
1993-94	155	791	946
1994-95	165	780	945
Thereafter	10,355	11,214	21,569
Total	$ 11,085	$ 15,214	$ 26,299

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 for the water utility fund (enterprise fund). As of June 30, 1990, advances total $1,394. The loan will bear interest at 5% per annum and shall be for a term not to exceed 40 years.

Noncancellable Long-term Lease Payable (reported as corporation bonds 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 Enterprise 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)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(8) Long-term Debt, Continued

Noncancellable Long-term Lease Payable, (reported as corporation bonds payable) Continued

In conjunction with the facilities lease, the City 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. Payments for the entire lease are paid from the Golf Course and Ice Arena Enterprise Funds.

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

Future minimum debt service requirements which corresponds to the noncancellable long-term lease are as follows:

Fiscal Year	Enterprise Fund Buildings and Improvements Golf Courses & Ice Arena
1990-91	$ 125
1991-92	125
1992-93	125
1993-94	125
1994-95	125
	625
Less amounts representing interest	93
Present value of future minimum lease payments	$ 532
Less current portion	94
Total	$ 438

(continued)

(8) Long-term Debt, Continued

Capitalized lease payable

The City has entered into various capitalized lease agreements for office equipment. These leases expire in various years to June 1, 1992.

Future minimum lease payments under capitalized leases are as follows:

Fiscal Year	Internal Service Fund Office Equipment
1990-91	$ 26
1991-92	16
	42
Less amounts representing interest	1
Present value of future minimum lease payments	41
Less current portion	25
Total	$ 16

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(8) Long-term Debt, Continued

Special Assessment Bonds

Various special assessment bonds were issued for the enterprise funds. Debt service requirements will be paid from future revenues, mainly from users' charges, and in the case of Central Parking District, the other source of revenue is assessment on properties and businesses located within the district. The 1986 issue contains a restrictive covenant requiring a reserve for debt service of $480.

Special assessment bonds currently outstanding are as follows:

Enterprise Fund	Series	Interest Rate %	Date Issued	Date of Maturity	Authorized and Issued	Principal Amount Outstanding
Central Parking District						
Division 1	148 A	4.93	11-02-66	07-02-02	$ 2,000	$ 1,120
Division 2	148 B	5.35	02-02-68	07-02-02	1,000	540
Division 3	148 C	5.47	11-02-68	07-02-05	1,000	545
Division 4	148 D	7.00	04-02-70	07-02-05	583	578
District Bonds of 1986	148 E	8.00	08-01-86	09-02-11	16,000	16,000
Water Utility						
Service facilities	159 A	6.20	07-02-69	07-02-99	850	450
Service facilities	159 B	7.32	07-02-74	07-02-99	1,650	950
Sewer Utility						
Wastewater service facilities	181	7.19	07-02-75	07-02-00	4,700	3,145
Total						$ 23,328

(continued)

(8) Long-term Debt, Continued

Special Assessment Bonds, Continued

Annual debt service requirements to maturity for special assessment bonds, issued for enterprise funds, are as follows:

	Mature in Fiscal Year						
	1990-91	1991-92	1992-93	1993-94	1994-95	Thereafter	Total
Enterprise Funds							
Principal							
Central Parking District Funds	$ 445	$ 473	$ 495	$ 525	$ 560	$ 16,285	$ 18,783
Water Utility Fund	105	110	120	125	135	805	1,400
Sewer Utility Fund	190	205	220	240	225	2,065	3,145
	740	788	835	890	920	19,155	23,328
Interest							
Central Parking District Funds	1,418	1,385	1,349	1,313	1,274	11,766	18,505
Water Utility Fund	90	83	75	67	58	180	553
Sewer Utility Fund	214	201	186	170	153	663	1,587
	1,722	1,669	1,610	1,550	1,485	12,609	20,645
Total - principal and interest							
Central Parking District Funds	1,863	1,858	1,844	1,838	1,834	28,051	37,288
Water Utility Fund	195	193	195	192	193	985	1,953
Sewer Utility Fund	404	406	406	410	378	2,728	4,732
Total	$ 2,462	$ 2,457	$ 2,445	$ 2,440	$ 2,405	$ 31,764	$ 43,973

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(8) Long-term Debt, Continued

Self Insurance liabilities

In accordance with NCGA Statement 4 (Accounting and Financial Reporting for Claims and Judgements and Compensated Absences), liabilities have been accrued representing estimates of amounts to be paid for reported and incurred but not reported claims. The accrual is based on past experience which has been modified for current trends and information. The amount of losses incurred through June 30, 1990 is dependent on future developments. Based on information from the City Attorney, actuaries and others involved with self-insurance programs, City management believes that the aggregate accrual is adequate to cover such losses. Self-insurance liabilities are broken down as follows:

	Long-term	Current	Total
General liability	$ 1,600	$ 920	$ 2,520
Workers' compensation	8,110	3,900	12,010
Health insurance	6	902	908
Total	$ 9,716	$ 5,722	$ 15,438

(continued)

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(8) Long-term Debt, Continued

Mortgage Revenue Bonds

Stockton-Vacaville Home Financing Authority Enterprise Fund.

The following schedule sets forth the general obligation debt service requirement to maturity for deferred interest bonds.

Maturity Fiscal Year	Principal	Interest	Principal and Interest	Interest Rate - %
1990-91	785		785	10.25
1991-92	36		36	10.50
1992-93	42		42	10.75
1993-94	27		27	10.75
1994-95	0		0	10.75
Thereafter	1,089	1,470	2,559	10.75 to 11.75
Total	$ 1,979	$1,470	$ 3,449	

The bonds were originally issued at 3.19% discount that is being amortized over the life of the bonds.

Note 9. Advance Refunding Obligations: General Long-term Debt - 1915 Act Special Assessments

During the fiscal year ended June 30, 1989, the City issued $7,595 in special assessment bonds (1915 Improvement Act) with an average interest rate of 7.8 percent to advance refund $2,520 of outstanding special assessment bonds, originally issued for Stockton Airport Business Park Assessment District, Series 207, Project No. 84-1. Out of the net proceeds of $7,458, $2,751 was used to purchase U. S. Treasury Bills with a maturity value of $2,785 on December 29, 1988. These securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on bonds refunded. As a result, these bonds were considered defeased and the liability has been removed from the general long-term debt account (1915 Act Special Assessments).

The balance of the bond proceeds, $5,180, was used to acquire and construct additional improvements in the district.

In view of the dual purposes of the bond issue, the proceeds were presented in the capital projects funds (1915 Assessment Districts) instead of the debt service fund.

The City advance refunded the old, outstanding bonds to reduce its total debt service payments over the next 17 years by $183, and obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $422.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

Note 10. Nature and Purpose of Reported Reserves

A summary of reported reserves by fund at June 30, 1990 follows:

	Governmental Fund Types				Proprietary Fund Type	Fiduciary Fund Type
Account Title	General	Special Revenue	Debt Service Funds	Capital Projects	Enterprise	Trust and Agency
Encumbrances	$ 1,561	$ 561	$ -	$ 4,571	$ -	$ -
Loans and advances	-	14,249	-	6,843	-	-
Continuing Appropriations	-	6,269	-	54,455	-	-
Debt service	-	-	$ 985	-	2,011	-
Others	1,922	10	-	5,277	-	148
Total	$ 3,483	$21,089	$ 985	$ 71,146	$ 2,011	$ 148

Reserves are portions of the fund balance not appropriable for expenditures under the flow of current financial resources measurement focus or those portions of the fund balance/retained earnings legally segregated for specific future use.

Encumbrances -

Represent approved purchase orders, contracts, and other commitments not consummated at the end of the fiscal year.

(continued)

(10) Nature and Purpose of Reported Reserves, Continued

Loan and advances -
Council approved loans from Capital Improvement Fund to Redevelopment Agency Fund.

Continuing appropriations -
Special Revenue Funds - for construction and maintenance of infrastructure projects.

Capital Projects Funds - for current and future infrastructure projects.

Debt service -
For payment of long term debt principal, interest and related fiscal charges.

Others -
To offset miscellaneous assets that do not represent expendable available financial resources.

Note 11. Deficit Fund Balances

Public Facility Administrative Fund:

Funds expended or encumbered during 1988-89 to administer the new Public Facilities Fees program exceeded Administrative Fee revenue by $125. This was due to the costs associated with the analysis, justification, and implementation of this new fee collection program. Council Resolution #89-0506 authorized a loan of $126 from the Capital Improvement Project Fund to the Public Facilities Fees Administrative Fund to cover this shortage. During the year ended June 30, 1990, revenues exceeded expenditures and encumbrances, thus reducing the deficit to $105. The percentage used to calculate administrative fees is being raised from 2.5% to 3.5% for fiscal year 1990-91. The increased fee is expected to generate additional revenues that should eliminate the deficit and make funds available to repay the loan.

Internal Service Fund:

The $5,775 internal service fund deficit is due to a deficit of $12,755 resulting from the self insurance and health benefits recorded liabilities and will be funded by increasing future insurance rates billed to other City funds.

Community Development Block Grant Fund:

The deficit of $1,463 is a temporary condition that has occurred because the City has begun reprogramming the Community Development Block Grant Loan Repayment Reserve that has accumulated over many years. During 1989-90, a large operating transfer was made from the Community Development Block Grant Fund to the Community Development Block Grant Loan Fund to make funds available for various loans authorized by the City Council. At that time, the City will be able to request draw downs against their Community Development Block Grant Letter of Credit. This will result in revenue to the Community Development Block Grant Fund and will eliminate the deficit fund balance.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

Note 12. Segment Information for Enterprise Funds

The City maintained nine enterprise funds effective this fiscal year. Segment information for the year ended June 30, 1990 is as follows:

	Central Parking District	Water Utility	Sewer Utility	Solid Waste	Silver Lake	Golf Courses	Civic Auditorium	Ice Arena	Stockton Vacaville Home Financing
Operating revenue	$ 1,811	$ 4,813	$ 15,831	$ 1,763	$ 108	$ 1,544	$ 240	$ 302	$ 505
Depreciation & amortization expense	60	642	1,903	5		61	47	49	
Operating income (loss)	1,114	(350)	2,290	880	(1)	252	(265)	(32)	46
Operating transfers in	98				2		263	36	
Operating transfers out		118	492						
Net income (loss)	757	(603)	2,024	926	1	234	(2)	(7)	44
Current capital contributions		2,507	3,905	518					
Property, plant and equipment									
Additions	1,990	1,987	2,066	530		119	60	16	
Deletions									
Net working capital	9,495	15,329	14,958	919	74	419	14	96	95
Total assets	24,386	46,778	79,709	1,525	80	1,468	388	402	4,166
Bonds & other long-term liabilities:									
Payable from operating revenue	18,652	13,531	2,954			351	12	133	2,659
Total equity	$ 5,156	$ 31,957	$ 74,568	$ 1,444	$ 74	$ 974	$ 310	$ 219	$ 682

(continued)

(12) Segment Information for Enterprise Funds, Continued

Types of goods and services:

Central Parking District - The Central Parking District operates parking lots in the downtown area with spaces available at hourly and monthly rates.

Water Utility - Provides water service primarily in the north Stockton area to residential and commercial users.

Sewer Utility - Operates a regional wastewater facility for the Stockton metropolitan area. This entails operation of the treatment plant, collection system and pump stations.

Solid Waste - Operates landfill operations at Austin Road and French Camp Landfill Disposal sites.

Silver Lake - This operation is a summer camp resort located at 7,200 feet elevation in the Sierra Nevada mountains 100 miles east of Stockton. The camp is open from June to September. Facilities are available to individuals, both resident and non-resident groups.

Golf Courses - The City operates two municipal golf courses, Swenson Park and Van Buskirk. Both courses are 18 holes with Swenson also offering a 9-hole executive course.

Civic Auditorium - The Auditorium hosts athletic, cultural and other types of events and also serves as a convention center. It is open 365 days per year.

Ice Arena - The municipal ice rink is open 360 days per year and features public sessions, as well as figure skating practice sessions, hockey games and special events.

Stockton-Vacaville Home Financing Authority (SVHFA) - The purpose of SVHFA is to exercise the common powers of the two cities to undertake a home financing program.

Note 13. Deferred Compensation

The City offers its employees, with the exception of all non-management public safety employees, a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The City's contribution ranges from 2.5% to 4.5% of the employees' gross pay for management employees except for the City Manager. The City Manager receives $7.5 annually. 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 salary range. 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.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(13) Deferred Compensation, Continued

A summary of plan activity for the year follows:

Plan assets as of 6-30-89 at cost	$ 28,607
City of Stockton contributions	736
Employee contributions	2,508
Earnings on investments	2,704
	34,555
Less: withdrawals (retirements and terminations)	945
Plan assets as of 6-30-90 at cost	$ 33,610
Plan assets as of 6-30-90 at market	$ 34,305

The Plan assets remain the property of the City of Stockton, subject to the claims of the City'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 in an Agency Fund.

Deposits held by the plan administrators are reported at market in the Deferred Compensation Agency Fund. The City believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

(continued)

Note 14. Pension Plan

A) Plan Description

The City contributed to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for governmental entities in the State of California. The City's payroll for employees covered by PERS for the year ended June 30, 1990, was $48,644. The total payroll for the same period was $ 55,652.

All full-time City employees are eligible to participate in the PERS. Benefits vest after five years of service. City employees who retire at or after age 50 with five years of credited service are entitled to annual retirement benefits, payable monthly for life in an amount equal to a certain percent of their average salary during their last year of employment, for each year of credited service after five years. The percent of pay to which these members are entitled for each year of service follows:

Miscellaneous Employees - 1.092% at retirement age of 50; benefit factor increases for each quarter year of attained age to 2.418% at age 63+.

Public Safety Employees - 2.00% at retirement age of 50; benefit factor increases for each quarter of attained age to 2.70% at age 55+.

These benefit provisions and all other requirements are established by state statute. The City is required by employee benefit packages to contribute the entire amount necessary to fund the system using the actuarial basis specified by statute. Current membership information by category is as follows:

Retirees, beneficiaries & terminated employees	1,680
Active employees	1,308
Total membership	2,988

B) There are no securities of the City and related parties included in plan assets.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(14) Pension Plan, Continued

C) Funding Status and Progress

The amount shown below as the pension benefit obligation is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess the funding status of the PERS on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers. The measure is the actuarial present value of credited projected benefits and is independent of the funding method used to determine contributions to the PERS. The City's total unfunded pension benefit obligation applicable to the employees was $13,405 at June 30, 1989.

Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	$ 100,978
Current Employees:	
Accumulated employee contributions including allocated investment earnings	45,121
Employer-financed vested	64,865
Employer-financed nonvested	1,801
Total pension benefit obligation	$ 212,765
Net assets available for benefits at cost (market value - $233,650)	$ 199,360
Unfunded pension benefit obligation	13,405
Of the total change in the pension benefit obligation from last year, $ not available (N/A) from the following:	
Changes in benefit provisions	$ N/A
Changes in actuarial assumptions	N/A
Total	$ N/A

(continued)

(14) Pension Plan, Continued

C) Funding Status and Progress, Continued

Significant actuarial assumptions used to calculate the above pension benefit obligation are:

Actuarial interest rate = 8.5% per annum

Salary scale:	%
Rate of inflation	5.00
Across the board real salary increases	0.50
Merit raises	1.50
Total	7.00

D) Actuarially Determined Contribution Requirements and Contributions Made

PERS uses the Entry Age Normal Actual Cost Method which is a projected benefit cost method. That is, it takes into account those benefits that are expected to be earned in the future as well as those already accrued.

According to this cost method, the normal cost for an employee is the level amount which would fund the projected benefit if it were paid annually from the date of employment until retirement. PERS uses a modification of the Entry Cost Method in which the employer's total normal cost is expressed as a level percentage of payroll. PERS now uses the level percentage of payroll method to amortize any unfunded actuarial liabilities. The amortization period of the unfunded actuarial liability ends on June 30, 2000 for prior service benefits; in the year 2011 for current service benefits.

The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the pension benefit obligation, as previously discussed.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

(14) Pension Plan, Continued

D) Actuarially Determined Contribution Requirements and Contributions Made, Continued

As part of the City employees' benefit package, the City pays for the employees' contribution. The City's PERS reportable payroll for employees covered by PERS, the combined employee - employer rates as a percentage of covered payroll, and the amount contributed for the year ended June 30, 1990 are as follows:

Category	Gross Covered Payroll	Effective Rates @ 7-01-89 as a Percent of Payroll: Member Rate - %	Employer Rate - %	Employer Contributions Made	Employee Contributions Made
Miscellaneous Members	$ 26,842	7	6.032	$ 1,619	$ 1,879
Safety Members with benefits described under Article 21252.01					
Fire	10,248	9	15.947	1,634	922
Police	11,554	9	15.947	1,843	1,040
Total Contributions Made	$ 48,644			$ 5,096	$ 3,841

Annual Rate Components	As a Percent of Payroll Member Category - Rate: Miscellaneous	Safety	% Total	Required Contribution: Miscellaneous	Safety	Total
Normal Cost Rate	7.823	14.622	22.445	$ 2,100	$ 3,188	$ 5,288
Liability Rate - Unfunded (Over-funded)	(1.875)	1.325	(0.550)	(503)	289	(214)
Total Required Contribution	5.948	15.947	21.895	$ 1,597	$ 3,477	$ 5,074

Contributions were made in conformance with actuarial requirements.

(continued)

(14) Pension Plan, Continued

E) Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. System-wide ten year trend information is not available from the California Public Employees' Retirement System.

As required for financial statement presentation, three years of historical trend information is summarized below. This information was first provided by PERS for the years 1987-88 which reflected two years' of historical data. Current year actuarial data provided is as of June 30, 1989 and disclosed as follows:

	1988/89	1987/88	1986/87
Net assets available for benefits as a % of pension benefit obligation	93.70%	91.90%	88.87%
Unfunded pension benefit obligation expressed as a % of annual covered payroll	27.90%	35.30%	45.57%
Employee contributions expressed as a % of annual covered payroll	7.90%	7.91%	7.92%

Note 15. Self Insurance

Effective August 1, 1978, the City adopted a self-funded group health insurance program administered by a service agent. This arrangement has continued but, on May 1, 1988, participation with Blue Cross was eliminated with the City assuming direct control over the plan structure for most employee and retiree groups. Members of the Stockton Police Officers Association and its retirees elected to remain with Blue Cross and they were accounted for separately until March 1990 when they adopted the City's self-funded group health insurance program. The City is also insured for workers' compensation, unemployment and general liability insurance as indicated in Note 16. All of these plans are administered by service agents who are experts in their respective fields.

The City is self-insured for the first $250 on each workers' compensation claim and $1,000 on each general liability claim against the City. At June 30, 1990, $12,010 and $2,520 have been accrued for workers' compensation and general liability claims, respectively. These accruals represent estimates of amounts to be paid for reported claims and incurred but unreported claims based upon past experience, modified for current trends and information. While the ultimate amounts of losses incurred through June 30, 1990 are dependent on future developments, based upon information provided from the City Attorney, outside counsel and others involved with the administration of the programs, the City's management believes that the aggregate accrual is adequate to cover such losses.

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

Note 16. Joint Venture:

The City is a member of the California Joint Powers Insurance Authority (Authority). The following joint venture disclosures are made:

A. Description of Joint Powers Authority:

The Authority is comprised of 22 California member entities and is organized under a Joint Powers Agreement pursuant to the California Government Code. The purpose of the Authority is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage.

There are 10 members on the Board of Directors including one member from the City of Stockton. Officers of the Agency are elected annually by the Board members.

The participants and their percentage shares at June 30, 1990, are as follows: Alameda 4.63%, Chico 2.35%, Central San Joaquin Valley Risk Management Authority 13.16%, Fairfield 3.06%, Fremont 7.03%, Livermore 2.82%, Lodi 3.22%, Manteca 2.01%, Petaluma 2.30%, Redding 4.20%, Redwood Empire Municipal Insurance Fund 6.12%, Roseville 4.07%, San Leandro 3.03%, San Rafael 3.93%, Santa Barbara Area Joint Powers Insurance Authority 1.91%, Santa Rosa 6.46%, Small Cities Organized Risk Effort 1.91%, Stockton 7.48%, Sunnyvale 7.24%, Vacaville 1.91%, Vallejo 3.30%, and Yolo County Public Agencies Risk Management Insurance Authority 7.86%.

B. Self-Insurance Programs of the Authority:

General liability insurance: Annual deposits are paid by member entities and are adjusted retrospectively to cover costs. Members can participate with self-funded retention levels of either $250, $500, or $1,000. Stockton's self-funded retention is currently set at $1,000. Specific coverage includes comprehensive and general automotive liability, personal injury, contractual liability, errors and omissions and certain other coverages. The Authority has never purchased excess coverage for general liability due to its prohibitive cost. Separate deposits are collected from the member cities to cover claims between $250 and $10,000. These deposits are subject to retrospective adjustments.

Workers Compensation: Periodic deposits are paid by member cities and are adjusted retrospectively to cover costs. Each member city has a specific retention level. The City of Stockton has a retention level of $250 and pays 100% of all losses incurred under $250. Losses in excess of $250 are covered by excess insurance purchased by the participating cities, as a part of the pool, to a limit of $10,000.

Property Protection: The City of Stockton participates in the All Risks Property Protection Program, which is primarily underwritten by a casualty insurance company. The annual deposits paid by participating member cities are based upon deductibility levels and are not subject to retroactive adjustments.

(continued)

(16) Joint Venture, Continued

C: Condensed Financial Information of the Authority:

Noted below are condensed audited financial statements of the Authority as of June 30, 1990:

Assets		$ 39,209
Liabilities:		
Reserve for losses, loss adjustment expense and experience rating refund	$29,211	
Unearned premiums and fees	4,666	
Accrued liabilities and interfund payables	52	
Total liabilities		$ 33,929
Fund Equity:		
Co-participants and City of Stockton		5,280
Total liabilities and fund equity		$ 39,209

The Authority had no long-term debt at June 30, 1990.

Underwriting income	$ 1
Other income	2,521
General & Administrative expenses	(396)
Excess of revenues over expenditures	$ 2,126

(continued)

CITY OF STOCKTON
Year Ended June 30, 1990

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(dollar amounts in thousands)
(continued)

Note 17. 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 City is self insured so the funding of the retiree health care benefits arises as the the expense is recognized when the claims are paid. For the fiscal year ending June 30, 1990, those costs totaled $691.

Note 18. Contingent Liability

Cases amounting to approximately $1,350 represent potential contingent liability, whereby management believes the potential range of loss to be zero to $500.

Note 19. Subsequent Events

Enterprise Fund Reclassifications

On July 1, 1990, three Enterprise Funds were reclassified to the General Fund. The Civic Auditorium Fund, Ice Arena Fund and Silver Lake Fund are not primarily funded by user charges. The Funds have been subsidized by General Fund transfers and are no longer operating as stand-alone activities.

New Mello-Roos Bonds Issued

On September 1, 1990, bonds for the South Stockton Community Facilities District No. 90-1 in the amount of $16,000 were issued pursuant to the Mello-Roos Community Facilities Act of 1982, as amended. The interest rate of the bonds ranged from 6.30% to 8.125% with maturity dates from September 1992 to September 2015.

On October 15, 1990, bonds for the Community Facilities District No. 90-4 in the amount of $18,580 were issued pursuant to the Mello-Roos Community Facilities Act of 1982 as amended. The interest rate of the bonds ranged from 6.75% to 8.60% with maturity dates from September 1992 to September 2016.

Certificates of Participation Issued

On August 1, 1990, certificates of participation in the amount of $975 were issued to fund the Street Lighting Acquisition Project. The interest rate of the certificates of participation ranged from 6.125% to 6.90% with maturity dates from July 1991 to July 1996.

On September 1, 1990, certificates of participation in the amount of $16,850 were issued to fund the 1990 Wastewater System Project. The interest rate of the certificates of participation ranged from 5.90% to 7.40% with maturity dates from September 1991 to September 2010.

(continued)

Note 19. Subsequent Events, Continued

Tax Allocation Refunding Bonds Issued

On July 1, 1990, West End Urban Renewal Project No. 1 Tax Allocation Refunding Bonds in the amount of $3,125 were issued by the Redevelopment Agency of the City pursuant to the California Community Redevelopment Law in order to repay certain indebtedness owed to the City. The interest rate of the bonds ranged from 6.60% to 7.25% with maturity dates from July 1991 to July 1998.

Single Family Mortgage Revenue Bonds Issued

On August 1, 1990, Single Family Mortgage Revenue Bonds 1990 Series A in the amount of $19,820 were issued to provide funds for a program under which the City will purchase mortgage-backed securities backed by home mortgages made by a participating lender to qualified persons in order to finance the purchases of single family residential housing within the City. The interest rate of the bonds ranged from 7.40% to 7.50% with maturity dates from August 2005 to February 2023.

New 1915 Act Bonds Issued

On October 17, 1990, Limited Obligation Improvements Bonds - Phase 1 for the West Eighth Street Assesment District in the amount of $8,830 were issued pursuant to the Improvement Bond Act of 1915, constituting Division 10 of the Streets and Highways Code and the City of Stockton Improvement Procedure Code. The interest rate of the bonds ranged from 6.60% to 8.50% with maturity dates from September 1992 to September 2020.

Loan to Redevelopment Agency

On September 10, 1990, the City and the Redevelopment Agency entered into a loan agreement for $2,954. The loan will be used to repay an advance of $1,686 from the City's General Fund for the purchase of South Shore Development Company's interest in the Redevelopment Contract for the Waterfront Redevelopment Project, and for funding for completion of the next phase of the South Shore Seawall construction in the Waterfront Redevelopment Project in the amount of $1,268.

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 resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

CITY OF STOCKTON

GENERAL FUND
COMPARATIVE BALANCE SHEET
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Assets	1990	1989
Cash and temporary investments	$ 11,592	$ 9,771
Receivables:		
Interest	1,386	1,091
Taxes and special assessments	958	2,950
Accounts and others	1,080	718
Allowance for uncollectibles	(217)	(400)
Due from other funds	2,209	312
Due from other governments	2,143	1,709
Inventory of supplies	464	491
Total assets	$ 19,615	$ 16,642
Liabilities and Fund Balance		
Liabilities		
Accounts payable	$ 647	$ 721
Accrued payroll and fringe benefits	2,501	2,290
Due to other governments	55	51
Other liabilities	18	18
Compensated absences - current	4,665	4,483
Total liabilities	7,886	7,563
Fund balance		
Reserved		
Encumbrance	1,561	892
Other items	1,922	282
Unreserved		
Designated for administrative contingency	8,246	7,905
Total fund balance	11,729	9,079
Total liabilites and fund balance	$ 19,615	$ 16,642

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990			1989		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Taxes:						
Property	$ 14,228	$ 14,226	$ (2)	$ 13,025	$ 12,761	$ (264)
Sales and use	19,835	20,258	423	17,955	18,139	184
Utility	12,447	12,459	12	10,700	11,541	841
Other	8,287	8,729	442	7,355	7,523	168
Licenses and permits	2,077	1,947	(130)	2,526	1,870	(656)
Intergovernmental	8,441	8,355	(86)	7,685	8,251	566
Charges for services	9,264	10,698	1,434	7,617	9,517	1,900
Fines and forfeitures	646	670	24	710	654	(56)
Use of money and property	2,512	2,727	215	1,963	2,258	295
Miscellaneous	1,567	2,377	810	1,772	1,860	88
Total revenues	79,304	82,446	3,142	71,308	74,374	3,066
Expenditures:						
Current:						
General government:						
Council	280	234	46	263	191	72
City administration	996	995	1	890	877	13
Attorney	1,083	983	100	1,332	1,467	(135)
Clerk	768	630	138	416	353	63
Personnel	841	839	2	707	702	5
Finance						
Administration	311	282	29	295	310	(15)
Accounting	601	588	13	488	445	43
Treasury	287	250	37	253	234	19
Purchasing and Stores	453	451	2	445	445	0
Billing and Collections	82	77	5	81	69	12
Management Information Services	836	697	139	644	618	26
Community development						
Administration	422	410	12	395	375	20
Planning	1,235	774	461	946	821	125
Community Promotions	674	670	4	619	618	1
Housing and Redevelopment	486	405	81			
Other--unclassified	616	377	239	319	172	147
Total general government	9,971	8,662	1,309	8,093	7,697	396

(Continued)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL, Continued
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990			1989		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Public safety:						
Police						
Administration	$ 3,030	$ 2,971	$ 59	$ 2,337	$ 2,396	$ (59)
Emergency Services	55	51	4	67	52	15
Field Operations	14,904	14,699	205	13,896	13,804	92
Investigations	2,088	2,085	3	1,976	1,865	111
Juvenile	1,225	1,148	77	1,203	1,184	19
Vice Control	1,726	1,724	2	1,543	1,522	21
Technical Services	2,411	2,148	263	2,149	1,913	236
Telecommunications	2,323	2,129	194	2,095	2,018	77
Animal Pound	270	257	13	240	235	5
Animal Control	286	267	19	273	267	6
Fire						
Administration	1,481	1,475	6	1,452	1,724	(272)
Fire Fighting	15,938	15,883	55	14,609	14,547	62
Fire Prevention	981	929	52	835	746	89
Hydrant Maintenance	131	113	18	120	105	15
Training	387	379	8	379	374	5
Dispatch Center	757	751	6	733	720	13
Protective inspection	1,807	1,687	120	1,945	1,911	34
Total public safety	49,800	48,696	1,104	45,852	45,383	469
Public works:						
Administration	414	412	2	448	448	0
Engineering	1,578	1,472	106	1,249	1,249	0
Waste collection and streets	4,232	3,638	594	4,436	4,357	79
Traffic	1,799	1,508	291	1,605	1,365	240
General services	2,427	2,129	298	2,439	2,251	188
Total public works	10,450	9,159	1,291	10,177	9,670	507

(Continued)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL, Continued
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990			1989		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Library						
Administration	$ 942	$ 942	$ 0	$ 898	$ 946	$ (48)
Technical services	1,287	1,284	3	1,139	1,119	20
Public services	3,858	3,800	58	3,717	3,619	98
Total library	6,087	6,026	61	5,754	5,684	70
Parks and Recreation						
Administration	736	735	1	671	722	(51)
Parks	3,034	2,929	105	2,828	2,669	159
Pixie Woods	105	104	1	95	95	0
Street tree maintenance	1,058	936	122	938	895	43
Swimming pools	195	190	5	187	169	18
Recreation centers	664	624	40	633	572	61
Playgrounds	155	78	77	47	52	(5)
Sports	282	279	3	267	267	0
Special activities	78	71	7	75	78	(3)
Lincoln recreation	62	41	21	41	37	4
Total parks and recreation	6,369	5,987	382	5,782	5,556	226
Total current	82,677	78,530	4,147	75,658	73,990	1,668
Capital outlay	301	245	56	201	122	79
Total expenditures	82,978	78,775	4,203	75,859	74,112	1,747
Excess (deficiency) of revenues over expenditures	(3,674)	3,671	7,345	(4,551)	262	4,813
Other financing sources (uses):						
Operating transfers in	1,486	1,486	0	1,115	1,115	0
Operating transfers out	(2,208)	(2,208)	0	(1,295)	(1,295)	0
Total other financing sources (uses)	(722)	(722)	0	(180)	(180)	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(4,396)	2,949	7,345	(4,731)	82	4,813
Fund balance, beginning of year	9,079	9,079	0	9,303	9,303	0
Residual equity transfers out	(299)	(299)	0	(306)	(306)	0
Fund balance, end of year	$ 4,384	$ 11,729	$ 7,345	$ 4,266	$ 9,079	$ 4,813

The accompanying notes are an integral part of this statement.

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SPECIAL REVENUE FUNDS

The Funds used to account for specific revenues that are restricted by law or administrative action to expenditures for particular 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 Aid Urban Grant and SB325 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.

Special Assessments
To account for revenues (levied upon property owners) and expenditures related to special type of services - lighting and storm water drainage basic maintenance services.

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 familes.

CITY OF STOCKTON

ALL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 1990
(With comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Assets	Special Grants	Revenue Sharing	Cooperative Library	Gas Tax	Urban Development Grant	Community Development Block Grant	Special Assessments	Loan: Community Development	Loan: FACE Rehabilitation	Loan: Redevelopment Agency	Totals 1990	Totals 1989 (Restated)
Cash and temporary investments	$ 80	$ 5,824	$ 58	$ 5,907	$	$	$ 99	$ 380	$ 102	$ 40	$ 12,490	$ 14,700
Receivables:												
Taxes and special assessments							15				15	41
Accounts and others	8			866							874	
Allowance for uncollectibles							(7)				(7)	(20)
Due from other funds				67				1,492			1,559	76
Due from other governments	56		5		2	522					585	222
Property held for resale						42					42	42
Advances to other funds					4,686	9,563					14,249	14,428
Advances to property owners								9,283	4	831	10,118	9,271
Total assets	$ 144	$ 5,824	$ 63	$ 6,840	$ 4,688	$ 10,127	$ 107	$ 11,155	$ 106	$ 871	$ 39,925	$ 38,760
Liabilities and Fund Balances												
Liabilities:												
Accounts payable	$ 10	$	$	$ 164	$	$ 12	$ 7	$ 31	$	$	$ 224	$ 109
Due to other funds		5,223			2	2,013					7,238	6,551
Due to other governments	133										133	18
Advances from other funds												100
Deposits and other liabilities						2		347			349	524
Total liabilities	143	5,223	0	164	2	2,027	7	378	0	0	7,944	7,302
Fund balances:												
Reserved												
Encumbrances	38		10	513							561	500
Continuing approriations	(37)		53	6,163			90				6,269	6,176
Other items							10				10	10
Advances to Other Funds					4,686	9,563					14,249	14,328
Unreserved												
Designated for loans						(1,463)		10,777	106	871	10,291	9,828
Undesignated		601									601	616
Total fund balances	1	601	63	6,676	4,686	8,100	100	10,777	106	871	31,981	31,458
Total liabilities and fund balances	$ 144	$ 5,824	$ 63	$ 6,840	$ 4,688	$ 10,127	$ 107	$ 11,155	$ 106	$ 871	$ 39,925	$ 38,760

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

ALL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	Special Grants	Revenue Sharing	Coopera-tive Library	Gas Tax	Urban Develop-ment Grant	Community Develop-ment Block Grant	Special Assess-ment	Loan: Community Devel-opment	Loan: FACE Rehabil-itation	Loan: Redevel-opment Agency	Totals 1990	Totals 1989 (Restated)
Revenues:												
Taxes - transportation	$	$	$	$ 78	$	$	$	$	$	$	$ 78	$ 79
Federal grants and subsidies	185			866	1	1,567		208			2,827	2,626
Intergovernmental	212		276	3,409							3,897	3,013
Charges for services							159				159	139
Use of money and property		434		477	2	4		177			1,094	1,207
Miscellaneous						3					3	15
Total revenues	397	434	276	4,830	3	1,574	159	385	0	0	8,058	7,079
Expenditures												
Current:												
General government	410							66			476	144
Public works							127				127	106
Libraries	194		262								456	458
Capital outlay:												
Public works				3,598	3	1,290					4,891	4,548
Total expenditures	604	0	262	3,598	3	1,290	127	66	0	0	5,950	5,256
Excess (deficiency) of revenues over expenditures	(207)	434	14	1,232	0	284	32	319	0	0	2,108	1,823
Other financing sources (uses)												
Operating transfers in	183					79		1,906		270	2,438	2,673
Operating transfers out		(449)		(1,100)		(1,905)		(79)		(490)	(4,023)	(5,234)
Total other financing sources (uses)	183	(449)	0	(1,100)	0	(1,826)	0	1,827	0	(220)	(1,585)	(2,561)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(24)	(15)	14	132	0	(1,542)	32	2,146	0	(220)	523	(738)
Fund balances, beginning of year (Restated)	25	616	49	6,544	4,686	9,642	68	8,631	106	1,091	31,458	32,196
Fund balances, end of year	$ 1	$ 601	$ 63	$ 6,676	$ 4,686	$ 8,100	$ 100	$ 10,777	$ 106	$ 871	$ 31,981	$ 31,458

The accompanying notes are an integral part of this statement.

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DEBT SERVICE FUND

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

CITY OF STOCKTON

DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Assets	1990	1989
Cash and temporary investments	$ 6,214	$ 7,024
Cash with fiscal agent	33	78
Special assessment receivables	491	1,352
Accounts and other receivables	2	
Total assets	$ 6,740	$ 8,454
Liabilities and Fund Balances		
Liabilities:		
Matured bonds and interest payable	$ 33	$ 78
Deferred revenue	491	1,352
Total liabilities	524	1,430
Fund balances:		
Reserved		
Debt service	985	1,024
Unreserved		
Designated for debt service	5,231	6,000
Total fund balance	6,216	7,024
Total liabilities and fund balances	$ 6,740	$ 8,454

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

DEBT SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990	1989
Revenues:		
Taxes	$ 6,817	$ 6,687
Use of money and property	119	132
Miscellaneous	34	73
Total revenues	6,970	6,892
Expenditures:		
Debt service:		
Principal retirement	4,707	2,429
Interest and fiscal charges	5,732	3,671
Total expenditures	10,439	6,100
Excess of revenues over expenditures	(3,469)	792
Other financing sources (uses):		
Operating transfers in	2,661	3,628
Operating transfers out		(394)
Payment to refunded bond escrow agent		(2,781)
Total other financing sources (uses)	2,661	453
Excess (deficiency) of financing sources over expenditures and other financing uses	(808)	1,245
Fund balance, beginning of year	7,024	5,779
Fund balance, end of year	$ 6,216	$ 7,024

The accompanying notes are an integral part of this statement.

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CAPITAL PROJECTS FUNDS

The Funds 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 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.

1915 Act Special Assessments

To account for the acquisition, construction and repair of facilities in various districts. Improvement districts are financed by property owners through the issuance of special assessment bonds as provided in the Municipal Improvement Act of 1915.

Public Facilities Impact Fee

To account for the collection and expenditure of fees imposed as a condition of new development within the City. Fees are collected for the purpose of financing acquisition, construction, and improvement of Public facilities needed as a result of new development. A separate fund has been established to account for the impact of development on each of the following types of public facilities:

Traffic Signal
Street Improvement
Community Recreation Center
City Office Space
Fire Station
Library
Police Station
Parkland, Street Tree, & Street Sign
Public Facilities Fee Administration

Mello-Roos Construction

To account for the acquisition, construction, and repair of facilities in various Mello-Roos districts; financed by property owners through the issuance of special tax bonds, as provided in the 1982 Mello-Roos Community Facilities Act.

CITY OF STOCKTON

ALL CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Assets	Capital Improvement	Redevelopment	Impact Fee Fund: Traffic Signal	Street Improvement	Community Recreation Center	City Office Space	Fire Station	Library	Police Station	Park Land Street Tree/Sign	Public Facility Administration	1915 Act Assessment Districts	Mello-Roos Construction	Totals 1990	Totals 1989 (Restated)
Cash and temporary investments	$ 8,764	$ 3,766	$ 571	$ 3,378	$ 173	$ 181	$ 158	$ 635	$ 729	$ 1,180	$ 39	$ 5,881	$ 37,140	$ 62,595	$ 42,218
Interest receivable												55	104	159	165
Taxes and special assessments receivable															148
Accounts and other receivables		30												30	65
Due from other funds	4,828	162										21		5,011	5,893
Due from other governments	953													953	225
Deposits		52												52	54
Advances to other funds	6,843													6,843	6,685
Total assets	$ 21,388	$ 4,010	$ 571	$ 3,378	$ 173	$ 181	$ 158	$ 635	$ 729	$ 1,180	$ 39	$ 5,957	$ 37,244	$ 75,643	$ 55,453
Liabilities and Fund Balances															
Liabilities:															
Accounts payable	$ 456	$ 19	$	$	$	$	$	$	$	$ 897	$ 1	$ 737	$ 310	$ 2,420	$ 674
Deposits and other liabilities	259	4												263	3
Matured bonds and interest payable		3												3	3
Due to other funds		1,685									126			1,811	126
Total liabilities	715	1,711	0	0	0	0	0	0	0	897	127	737	310	4,497	806
Fund balances:															
Reserved															
Encumbrances	3,177	130		12							17	1,235		4,571	2,464
Continuing appropriations	10,653	2,117	571	3,366	173	181	158	635	729	283	(105)	3,985	31,709	54,455	45,392
Other items		52											5,225	5,277	54
Advances to other funds	6,843													6,843	6,685
Loans															52
Total fund balances	20,673	2,299	571	3,378	173	181	158	635	729	283	(88)	5,220	36,934	71,146	54,647
Total liabilities and fund balances	$ 21,388	$ 4,010	$ 571	$ 3,378	$ 173	$ 181	$ 158	$ 635	$ 729	$ 1,180	$ 39	$ 5,957	$ 37,244	$ 75,643	$ 55,453

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

ALL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

			Impact Fee Fund											Totals	
	Capital Improvement	Redevelopment	Traffic Signal	Street Improvement	Community Recreation Center	City Office Space	Fire Station	Library	Police Station	Park Land Street Tree/Sign	Public Facility Administration	1915 Act Assessment Districts	Mello-Roos Construction	1990	1989 (Restated)
Revenues:															
Taxes:															
Property	$	$ 1,072	$	$	$	$	$	$	$	$	$	$	$	$ 1,072	$ 1,054
Amusement	18													18	19
Intergovernmental	914													914	365
Charges for services	124	3	333	2,294	111	123	99	414	495	1,012	107			5,115	3,248
Use of money and property	661	271	31	180	9	10	8	33	39	70	12	513	1,784	3,621	1,730
Miscellaneous	747	27												774	361
Total revenues	2,464	1,373	364	2,474	120	133	107	447	534	1,082	119	513	1,784	11,514	6,777
Expenditures:															
Capital outlay:															
General government	155	178									108			441	427
Public safety	91													91	216
Public works	1,226	2,750		54								4,025	20,484	28,539	11,854
Sanitation and waste removal	541													541	602
Libraries	856													856	12
Parks and recreation	1,119									1,117				2,236	291
Total expenditures	3,988	2,928	0	54	0	0	0	0	0	1,117	108	4,025	20,484	32,704	13,402
Excess (deficiency) of revenues over expenditures	(1,524)	(1,555)	364	2,420	120	133	107	447	534	(35)	11	(3,512)	(18,700)	(21,190)	(6,625)
Other financing sources (uses):															
Operating transfers in	1,996	490										163		2,649	3,023
Operating transfers out		(993)											(1,799)	(2,792)	(3,910)
Proceeds of special assessment bonds												3,678	33,235	36,913	29,670
Proceeds of refunding bonds															2,415
Advance from Capital Improvement Fund		927												927	711
Total other financing sources (uses)	1,996	424	0	0	0	0	0	0	0	0	0	3,841	31,436	37,697	31,909
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	472	(1,131)	364	2,420	120	133	107	447	534	(35)	11	329	12,736	16,507	25,284
Fund balances, beginning of year (Restated)	20,201	3,430	207	958	53	48	51	188	195	318	(91)	4,891	24,198	54,647	29,288
Residual equity transfers in (out)											(8)			(8)	75
Fund balances, end of year	$ 20,673	$ 2,299	$ 571	$ 3,378	$ 173	$ 181	$ 158	$ 635	$ 729	$ 283	$ (88)	$ 5,220	$ 36,934	$ 71,146	$ 54,647

The accompanying notes are an integral part of this statement.

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ENTERPRISE FUNDS

The Funds used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the City Council is that the the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the City Council has decided that periodic determination of income is appropriate for accountability 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 sanitary and storm sewers, operation and maintenance of sewer and surface drainage, treatment and disposal of wastewater.

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.

Silver Lake
To account for all activities to the improvement, operation and maintenance of Silver Lake park and recreational facilities.

Solid Waste Fund
To account for all activities associated with the operation and maintenance of the Austin Road and French Camp Landfill Sites.

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.

Stockton-Vacaville Home Financing
To account for home mortgage loans issued to incorporated areas of two cities (Stockton and Vacaville), and the repayment of mortgage revenue bonds which were authorized and issued to finance the home mortgage loans.

CITY OF STOCKTON

ALL ENTERPRISE FUNDS
COMBINING BALANCE SHEET
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Assets	Central Parking District	Water Utility	Sewer Utility	Solid Waste	Silver Lake	Golf	Civic Auditorium	Ice Arena	Stockton Vacaville Home Financing	Totals 1990	Totals 1989
Current assets:											
Cash and temporary investments	$ 1,901	$ 13,976	$ 13,200	$ 814	$ 80	$ 534	$ 73	$ 144	$ 783	$ 31,505	$ 23,034
Cash with fiscal agent	3	11	15							29	21
Interest receivable									20	20	11
Taxes and assessments receivable	32									32	168
Accounts and other receivables	1	559	2,615	186		15	1			3,377	2,912
Loans and mortgages receivable									117	117	73
Allowance for estimated uncollectible accounts	(8)	(29)	(131)							(168)	(204)
Due from other funds			270							270	270
Due from other governments		17	110			13	6	2		148	70
Inventory of supplies			911							911	822
Prepaid expenses											2
Total current assets	1,929	14,534	16,990	1,000	80	562	80	146	920	36,241	27,179
Restricted assets:											
Cash and temporary investments	8,006	(411)								7,595	10,044
Cash with fiscal agents		2,479								2,479	3,258
Interest receivable	138	17								155	144
Deposits			155							155	570
Total restricted assets	8,144	2,085	155	0	0	0	0	0	0	10,384	14,016
Non-current assets:											
Loans and mortgages receivable									3,246	3,246	4,270
Due from other governments			390							390	416
Total non-current assets	0	0	390	0	0	0	0	0	3,246	3,636	4,686
Property, plant and equipment:											
Land	3,413	126	746	100		360	119	3		4,867	4,767
Buildings and improvements	2,228	32,171	81,778			2,700	1,793	819		121,489	111,546
Machinery and equipment	50	2,845	4,182	97		67	84	13		7,338	7,055
Construction in progress	9,186	745	1,129	418		70				11,548	15,198
	14,877	35,887	87,835	615	0	3,197	1,996	835	0	145,242	138,566
Accumulated depreciation	(1,022)	(6,180)	(25,661)	(90)		(2,291)	(1,688)	(579)		(37,511)	(34,816)
Net property, plant and equipment	13,855	29,707	62,174	525	0	906	308	256	0	107,731	103,750
Deferred charges	458	452								910	894
Total assets	$ 24,386	$ 46,778	$ 79,709	$ 1,525	$ 80	$ 1,468	$ 388	$ 402	$ 4,166	$ 158,902	$ 150,525

(Continued)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

ALL ENTERPRISE FUNDS
COMBINING BALANCE SHEET, Continued
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Liabilities and Fund Equity	Central Parking District	Water Utility	Sewer Utility	Solid Waste	Silver Lake	Golf	Civic Audi-torium	Ice Arena	Stockton Vacaville Home Financing	Totals 1990	Totals 1989
Liabilities:											
Current liabilities											
Accounts payable	$ 8	$ 67	$ 657	$ 81	$ 6	$ 13	$ 11	$ 9	$	$ 852	$ 400
Customer and other deposits		523	1							524	648
Matured bonds and interest payable		354	15						35	404	21
Deferred revenue											23
Current portion of long-term debt		141	931			66		28	790	1,956	1,653
Accrued compensated absences		75	437			64	55	13		644	554
Total current liabilities	8	1,160	2,041	81	6	143	66	50	825	4,380	3,299
Current liabilities (payable from restricted assets):											
Accounts payable	8									8	790
Accrued interest	431									431	427
Deferred revenue			146							146	146
Current portion of long-term debt	445	130								575	125
Total current liabilities (payable from restricted assets)	884	130	146	0	0	0	0	0	0	1,160	1,488
Long-term debt (less current portion)											
Compensated absences		75				42	12	4		133	151
Advances from municipality											740
Advances from other governments		1,369								1,369	1,395
Certificates of participation		10,756								10,756	10,886
Corporation bonds payable						309		129		438	532
Water extension agreements		77								77	77
Accrued interest									1,470	1,470	1,117
Bonds and other long-term debt	18,338	1,254	2,954						1,189	23,735	25,757
Total long-term debt	18,338	13,531	2,954	0	0	351	12	133	2,659	37,978	40,655
Total liabilities	19,230	14,821	5,141	81	6	494	78	183	3,484	43,518	45,442

(Continued)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

ALL ENTERPRISE FUNDS
COMBINING BALANCE SHEET, Continued
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Liabilities and Fund Equity	Central Parking District	Water Utility	Sewer Utility	Solid Waste	Silver Lake	Golf	Civic Auditorium	Ice Arena	Stockton Vacaville Home Financing	Totals 1990	Totals 1989
Fund equity:											
Contributed capital	$	$ 17,407	$ 66,385	$ 518	$	$ 307	$ 348	$ 201	$	$ 85,166	$ 78,239
Retained earnings											
Reserved	2,011									2,011	1,440
Unreserved	3,145	14,550	8,183	926	74	667	(38)	18	682	28,207	25,404
Total fund equity	5,156	31,957	74,568	1,444	74	974	310	219	682	115,384	105,083
Total liabilities and fund equity	$ 24,386	$ 46,778	$ 79,709	$ 1,525	$ 80	$ 1,468	$ 388	$ 402	$ 4,166	$ 158,902	$ 150,525

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

ALL ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)

Does not include PFF

	Central Parking District	Water Utility	Sewer Utility	Solid Waste	Silver Lake	Golf	Civic Audi-torium	Ice Arena	Stockton Vacaville Home Financing	Totals 1990	Totals 1989
Operating revenues:											
Charges for services	$ 1,807	$ 4,749	$ 15,541	$ 1,763	$ 108	$ 1,540	$ 240	$ 302	$	$ 26,050	$ 22,226
Loans and mortgage interest									469	469	563
Investment earnings									36	36	83
Miscellaneous	4	64	290			4				362	393
Total operating revenue	1,811	4,813	15,831	1,763	108	1,544	240	302	505	26,917	23,265
Operating expenses:			19,598								
Purchased water		1,550								1,550	545
Interest and fiscal charges									443	443	522
Operation and maintenance	601	1,568	9,094	878	70	1,231	458	285		14,185	12,593
General and administrative	36	1,403	2,544		39				16	4,038	3,927
Depreciation and amortization	60	642	1,903	5		61	47	49		2,767	2,608
Total operating expenses	697	5,163	13,541	883	109	1,292	505	334	459	22,983	20,195
Operating income (loss)	1,114	(350)	2,290	880	(1)	252	(265)	(32)	46	3,934	3,070
Nonoperating revenues (expenses):											
Investment earnings	118	1,158	797			8				2,081	1,348
Gain (loss) from disposal of property		(5)								(5)	3
Interest expense and fiscal charges	(583)	(1,337)	(292)			(26)		(11)		(2,249)	(720)
Other non-operating revenues (expenses)	10	49	(279)	46						(174)	(268)
Total nonoperating revenues (expenses)	(455)	(135)	226	46	0	(18)	0	(11)	0	(347)	363
Net income (loss) before operating transfers	659	(485)	2,516	926	(1)	234	(265)	(43)	46	3,587	3,433
Operating transfers in	98				2		263	36		399	564
Operating transfers out		(118)	(492)							(610)	(170)
Net income (loss) before extraordinary loss	757	(603)	2,024	926	1	234	(2)	(7)	46	3,376	3,827
Extraordinary loss									(2)	(2)	(9)
Net income (loss)	757	(603)	2,024	926	1	234	(2)	(7)	44	3,374	3,818
Retained earnings beginning of year	4,399	15,153	6,159		73	433	(36)	25	638	26,844	23,026
Retained earnings end of year	$ 5,156	$ 14,550	$ 8,183	$ 926	$ 74	$ 667	$ (38)	$ 18	$ 682	$ 30,218	$ 26,844

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

ALL ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	Central Parking District	Water Utility	Sewer Utility	Solid Waste	Silver Lake	Golf Courses	Civic Auditorium	Ice Arena	Stockton Vacaville Home Financing	Totals 1990	Totals 1989
Sources of working capital:											
Operations											
Net income (loss) before extraordinary gain (loss)	$ 757	$ (603)	$ 2,024	$ 926	$ 1	$ 234	$ (2)	$ (7)	$ 46	$ 3,376	$ 3,827
Items not requiring (providing) working capital:											
Depreciation	60	637	1,903	5		61	47	49		2,762	2,575
Amortization of bond discount	22	5								27	66
Loss (gain) from disposal of property		5								5	(3)
Working capital provided by operations before extraordinary gain (loss)	839	44	3,927	931	1	295	45	42	46	6,170	6,465
Extraordinary gain (loss)									(2)	(2)	(9)
Working capital provided by operations and extraordinary gain (loss)	839	44	3,927	931	1	295	45	42	44	6,168	6,456
Capital contribution		2,517	3,920	525						6,962	4,289
Reduction of due from other governments		(26)	26								793
Reduction of long-term portion of mortgages receivable									1,024	1,024	1,010
Proceeds from sale of property		17								17	2
Increase (decrease) in compensated absences		9	1			(13)	(17)	3		(17)	(1)
Total sources of working capital	839	2,561	7,874	1,456	1	282	28	45	1,068	14,154	12,549
Uses of working capital:											
Reduction of due from municipality			740							740	
Decrease in long-term debt	446	236	190			67		27	967	1,933	2,238
Additions to property, plant and equipment	1,990	1,987	2,066	530		119	60	16		6,768	12,927
Residual equity transfer out		11	15	7				3		36	282
Other											28
Total uses of working capital	2,436	2,234	3,011	537	0	186	60	46	967	9,477	15,475
Net increase (decrease) in working capital	$ (1,597)	$ 327	$ 4,863	$ 919	$ 1	$ 96	$ (32)	$ (1)	$ 101	$ 4,677	$ (2,926)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

ALL ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION, Continued
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	Central Parking District	Water Utility	Sewer Utility	Solid Waste	Silver Lake	Golf Courses	Civic Audi-torium	Ice Arena	Stockton Vacaville Home Financing	Totals 1990	Totals 1989
Elements of net increase (decrease) in working capital:											
Cash and temporary investments	$ (1,503)	$ 1,422	$ 4,906	$ 814	$ (20)	$ 103	$ (3)	$ (4)	$ 309	$ 6,024	$ 1,908
Cash with fiscal agent		(773)	2							(771)	(6,235)
Interest receivable	18	(8)							9	19	(70)
Taxes and assessment receivable	(137)									(137)	124
Accounts and other receivable	(24)	2	333	186		3		(1)	44	543	289
Due from other funds											270
Due from other governments		7	51			13	6	2		79	70
Inventory of supplies			89					(1)		88	26
Prepaid expense											(1)
Restricted assets - deposits	(425)		10							(415)	569
Accounts payable	789	71	(444)	(81)	(2)	(4)	(10)	9		328	(609)
Deposits		(30)							154	124	(69)
Matured bonds and interest payable		(349)	(2)						(35)	(386)	41
Current portion of long-term debt	(315)	(7)	(45)			(4)		(2)	(380)	(753)	899
Accrued payroll and compensated absences		(8)	(37)			(15)	(25)	(4)		(89)	(39)
Other liabilities/deferred revenue					23					23	(99)
Net increase (decrease) in working capital	$ (1,597)	$ 327	$ 4,863	$ 919	$ 1	$ 96	$ (32)	$ (1)	$ 101	$ 4,677	$ (2,926)

The accompanying notes are an integral part of this statement.

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INTERNAL SERVICE FUND

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

Central Services (consisting of automotive, telephone, radio, computers and other office equipment, and Risk Management (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, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990	1989
Current assets:		
Cash and temporary investments	$ 12,621	$ 11,119
Accounts and other receivables	261	122
Allowance for uncollectibles	(14)	(17)
Due from other governments	32	14
Total current assets	12,900	11,238
Property, plant and equipment		
Improvements other than buildings	33	24
Machinery and equipment	19,306	18,214
	19,339	18,238
Accumulated depreciation	(11,412)	(10,750)
Net property, plant and equipment	7,927	7,488
Deferred charges	88	480
Total assets	$ 20,915	$ 19,206
Liabilities and Fund Equity		
Liabilities:		
Current liabilities:		
Accounts payable	$ 201	$ 159
Long-term debt - current portion	5,747	3,421
Accrued compensated absences	130	101
Total current liabilities	6,078	3,681
Long-term debt (less current portion):		
Lease obligation	15	37
Self-insurance claims and judgments	9,716	8,120
Compensated absences	26	25
Total long-term debt	9,757	8,182
Total liabilities	15,835	11,863
Fund equity:		
Contributed capital	10,855	9,967
Retained earnings (deficit)		
Unreserved	(5,775)	(2,624)
Total fund equity	5,080	7,343
Total liabilities and fund equity	$ 20,915	$ 19,206

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS (DEFICIT)
for the years ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990	1989
Operating revenues:		
Charges for services	$ 16,646	$ 13,681
Miscellaneous	3	16
Total operating revenues	16,649	13,697
Operating expenses:		
Operation and maintenance	16,679	12,739
General and administrative	1,978	1,605
Depreciation	1,737	1,654
Total operating expenses	20,394	15,998
Operating income (loss)	(3,745)	(2,301)
Nonoperating revenues (expenses)		
Investment earnings	194	71
Gain (loss) from disposal of property	58	58
Interest expense and fiscal charges	(2)	(2)
Other nonoperating revenues (expenses)	344	310
Total nonoperating revenue(expenses)	594	437
Net income (loss)	(3,151)	(1,864)
Retained earnings (deficit), beginning of year	(2,624)	(760)
Retained earnings (deficit), end of year	$ (5,775)	$ (2,624)

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

INTERNAL SERVICE FUND
COMPARATIVE STATEMENT OF CHANGES IN FINANCIAL POSITION
for the years ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990	1989
Sources of working capital		
Operations:		
Net income (loss)	$ (3,151)	$ (1,864)
Items not requiring (providing) working capital:		
Depreciation	1,737	1,654
Loss (gain) from disposal of property	(58)	(58)
Working capital provided by operations	(1,472)	(268)
Capital contributions	545	200
Proceeds from sale of property	64	77
Increase in compensated absences	1	24
Increase in long-term debt	1,574	1,446
Residual equity transfers in	343	513
Total sources of working capital	1,055	1,992
Additions to property and equipment	2,182	2,485
Increase (decrease) in deposits	(392)	38
Total uses of working capital	1,790	2,523
Net increase (decrease) in working capital	$ (735)	$ (531)
Elements of net increase (decrease) in working capital:		
Cash and temporary investments	$ 1,502	$ 106
Accounts and other receivables	142	30
Due from other governments	18	14
Accounts payable	(42)	575
Current portion of long-term debt	(2,326)	(1,257)
Accrued payroll and compensated absences	(29)	1
Net increase (decrease) in working capital	$ (735)	$ (531)

The accompanying notes are an integral part of this statement.

TRUST AND AGENCY FUNDS

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

Agency 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 Fund:

Miscellaneous
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 trust agreement. The funds are accounted for on a modified accrual basis, similar to Governmental Fund Type Funds.

Nonexpendable Trust Fund:

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

CITY OF STOCKTON

ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

Assets	Agency Funds			Expendable Trust Fund	Nonexpendable Trust	Totals	
	City As Agent	Deferred Compensation plan	Holiday Park	Miscellaneous	Miscellaneous	1990	1989
Cash and temporary investments	$ 4,174	$ 34,305	$ 42	$ 69	$ 48	$ 38,638	$ 32,423
Receivables:							
Taxes and special assessments			3			3	12
Accounts and other	19					19	68
Long-term investments					31	31	31
Total assets	$ 4,193	$ 34,305	$ 45	$ 69	$ 79	$ 38,691	$ 32,534
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	$ 82	$	$	$	$	$ 82	$ 19
Due to other governments	642					642	421
Deposits and other liabilities	3,469	34,305	45			37,819	31,952
Total liabilities	4,193	34,305	45			38,543	32,392
Fund balances:							
Reserved							
Endowment				69	79	148	142
Total fund balances				69	79	148	142
Total liabilities and fund balances	$ 4,193	$ 34,305	$ 45	$ 69	$ 79	$ 38,691	$ 32,534

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

MISCELLANEOUS EXPENDABLE TRUST FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990	1989
Revenues:		
Use of money and property	$ 4	$ 7
Miscellaneous	14	10
Total revenues	18	17
Expenditures:		
Current:		
Library/education	13	15
Total expenditures	13	15
Excess (deficiency) of revenues over expenditures	5	2
Fund balances, beginning of year	64	62
Fund balances, end of year	$ 69	$ 64

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

MISCELLANEOUS NONEXPENDABLE TRUST FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990	1989
Operating revenues:		
Miscellaneous	$ 1	$ 1
Total operating revenues	1	1
Operating income	1	1
Net income	1	1
Retained earnings,beginning of year	78	77
Retained earnings, end of year	$ 79	$ 78

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

MISCELLANEOUS NONEXPENDABLE TRUST FUND
COMPARATIVE STATEMENT OF CHANGES IN FINANCIAL POSITION
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990	1989
Sources of working capital:		
Operations:		
Net income (loss)	$ 1	$ 1
Total sources of working capital	1	1
Net increase in working capital	$ 1	$ 1
Elements of net increase in working capital:		
Cash and temporary investments	$ 1	$ 1

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
for the year ended June 30, 1990
(Dollar amounts in thousands)

	City as Agent				Deferred Compensation Plan			
	Balance 07-01-89	Additions	Deductions	Balance 06-30-90	Balance 07-01-89	Additions	Deductions	Balance 06-30-90
Assets								
Cash and temporary investments	$ 3,302	$ 16,841	$ 15,969	$ 4,174	$ 28,948	$ 8,727	$ 3,370	$ 34,305
Receivables:								
Accounts and other	68	121	170	19				
Total assets	$ 3,370	$ 16,962	$ 16,139	$ 4,193	$ 28,948	$ 8,727	$ 3,370	$ 34,305
Liabilities								
Accounts payable	$ 19	$ 82	$ 19	$ 82	$	$	$	$
Due from other governments	421	9,967	9,746	642				
Deposits and other	2,930	6,913	6,374	3,469	28,948	8,727	3,370	34,305
Total liabilities	$ 3,370	$ 16,962	$ 16,139	$ 4,193	$ 28,948	$ 8,727	$ 3,370	$ 34,305

	Holiday Park				Total Agency Funds			
	Balance 07-01-90	Additions	Deductions	Balance 06-30-90	Balance 07-01-89	Additions	Deductions	Balance 06-30-90
Assets								
Cash and temporary investments	$ 62	$ 58	$ 78	$ 42	$ 32,312	$ 25,626	$ 19,417	$ 38,521
Receivables:								
Taxes and special assessments	12	62	71	3	12	62	71	3
Accounts and other					68	121	170	19
Total assets	$ 74	$ 120	$ 149	$ 45	$ 32,392	$ 25,809	$ 19,658	$ 38,543
Liabilities								
Accounts payable	$	$	$	$	$ 19	$ 82	$ 19	$ 82
Due from other governments					421	9,967	9,746	642
Deposits and other liabilities	74	120	149	45	31,952	15,760	9,893	37,819
Total liabilities	$ 74	$ 120	$ 149	$ 45	$ 32,392	$ 25,809	$ 19,658	$ 38,543

The accompanying notes are an integral part of this statement.

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets account group is set up to account for the cost of fixed assets of the City that are used in the performance of general government functions which are not accounted for in the Enterprise or Internal Service Funds. General fixed assets are not depreciated. All fixed assets are valued at historical cost or appraised historical cost. Donated fixed assets are valued at estimated fair market value on the date received. General fixed assets do not represent financial resources available for expenditure, but are items for which financial resources have been used and for which accountability should be maintained.

CITY OF STOCKTON

COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE
for the year ended June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990	1989
General fixed assets:		
Land	$ 6,907	$ 5,992
Buildings and improvements	36,342	35,144
Equipment	1,431	1,721
Construction in progress	6,790	5,121
Total	$ 51,470	$ 47,978
Investment in general fixed assets:		
From governmental fund types	$ 50,866	$ 47,374
From other sources	604	604
Total	$ 51,470	$ 47,978

The accompanying notes are integral part of this statement.

CITY OF STOCKTON

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION
June 30, 1990
(Dollar amounts in thousands)

	Total	Land	Buildings and Improvements	Equipment
General government	$ 2,404	$ 227	$ 2,113	$ 64
Public safety	6,662	842	5,170	650
Public works	8,601	437	7,964	200
Libraries	5,166	525	4,585	56
Parks and recreation	20,409	4,032	16,219	158
Other property	1,438	844	291	303
Construction in progress	6,790		6,790	
Total	$ 51,470	$ 6,907	$ 43,132	$ 1,431

The accompanying notes are an integral part of this statement.

CITY OF STOCKTON

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTION
for the year ended June 30, 1990
(Dollar amounts in thousands)

	Balance 07-01-89	Additions	Deletions	Transfers In	Transfers Out	Balance 06-30-90
General goverrment	$ 2,312	$ 145	$ 53	$ 24	$ 24	$ 2,404
Public safety	6,684	219	195		46	6,662
Public works	8,739	37	157		18	8,601
Libraries	5,226	7	67			5,166
Parks and recreation	18,473	1,972	54	18		20,409
Other property	1,423		22	37		1,438
Construction in progress	5,121	3,354	1,685			6,790
Total	$ 47,978	$ 5,734	$ 2,233	$ 79	$ 88	$ 51,470

The accompanying notes are an integral part of this statement.

GENERAL LONG TERM DEBT ACCOUNT GROUP

The General Long-Term Debt account group is set up to account for the unmatured long-term indebtedness of the City and related entities.

CITY OF STOCKTON

COMPARATIVE SCHEDULE OF GENERAL LONG-TERM DEBT
June 30, 1990
(with comparative totals for June 30, 1989)
(Dollar amounts in thousands)

	1990	1989 (Restated)
Amounts available in Debt Service and Capital Project Funds for the retirement of general long-term debt		
1915 Act special assessment bonds	$ 9,248	$ 8,562
Mello-Roos special tax rev. bonds	5,864	3,176
Amount to be provided for the retirement of general long-term debt		
1915 Act special assessment bonds	40,214	41,661
Mello-Roos special tax rev. bonds	51,861	21,314
General obligation bonds	510	625
Compensated absences	5,742	5,696
Advance - Redevelopment Agency	21,092	20,887
Total	$ 134,531	$ 101,921
General Long-term Debt		
General obligation bonds:		
1968 Police facility bonds	$ 510	$ 625
1915 Act special assessment bonds	49,462	50,223
Compensated absences	5,742	5,696
Advance payable to Urban Development Grant Fund	4,686	4,686
Advance payable to Community Development Block Grant Fund	9,563	9,642
Advance payable to Capital Improvement Fund	6,843	6,559
Mello-Roos special tax revenue bonds	57,725	24,490
Total	$ 134,531	$ 101,921

The accompanying notes are an integral part of this statement.



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	Capital Outlay	Debt Service
1980-81	75,006	23,925	23,749	6,004	3,153	4,448	12,298	1,429
1981-82	68,757	14,647	26,644	6,895	3,533	4,841	11,692	505
1982-83	69,102	10,344	28,378	7,302	3,494	5,134	13,874	576
1983-84	67,419	9,442	30,089	7,587	3,947	5,398	10,808	148
1984-85	72,461	6,588	33,693	8,074	4,359	5,876	13,720	151
1985-86	78,367	7,546	38,361	8,470	4,845	6,330	12,667	148
1986-87	81,525	8,468	41,359	8,507	4,902	4,817	13,302	170
1987-88	88,959	8,131	41,991	9,506	5,514	4,953	13,541	5,323
1988-89	98,870	7,841	45,383	9,776	6,142	5,556	18,072	6,100
1989-90	127,868	9,138	48,696	9,286	6,482	5,987	37,840	10,439

General Governmental Expenditures includes General, Special Revenue, Debt Service and Capital Projects Funds. Excludes Expendable Trusts.

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
1980-81	74,237	27,569	1,314	658	4,435	33,940	4,064
1981-82	68,375	30,771	955	654	5,182	23,097	5,443
1982-83	68,588	33,173	1,469	547	5,068	18,706	5,899
1983-84	69,851	35,920	1,630	651	5,278	16,936	7,583
1984-85	73,367	40,178	1,340	709	5,282	15,637	8,467
1985-86	77,503	42,698	1,260	843	5,948	16,116	8,877
1986-87	77,560	44,337	2,089	733	4,719	15,277	8,616
1987-88	84,803	53,154	2,351	733	4,118	13,166	8,992
1988-89	95,122	57,803	1,870	654	5,327	14,255	12,904
1989-90	108,988	63,657	1,947	670	7,561	15,993	15,972

General Governmental Revenues includes General, Special Revenue, Capital Projects and Debt Service Funds. Excludes Expendable Trusts.

SOURCE: City Finance Department

CITY OF STOCKTON
GENERAL GOVERNMENTAL 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)
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
1987-88	12,106	17,239	1,117	2,198	344	10,573	5,886	506	23	3,405	53,397
1988-89	12,761	18,139	1,150	2,425	290	11,541	6,555	461	19	3,656	56,997
1989-90	14,226	20,258	1,274	2,883	560	12,459	6,814	420	18	4,012	62,924

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

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
1980-81	6,407	6,192	96.6	194	6,386	99.7
1981-82	6,663	6,445	96.7	163	6,608	99.2
1982-83	7,322	6,919	94.5	131	7,050	96.3
1983-84	7,893	7,498	95.0	377	7,875	99.8
1984-85	8,690	8,256	95.0	436	8,692	100.0
1985-86	9,482	8,818	93.0	415	9,233	97.4
1986-87	9,992	9,263	92.7	462	9,725	97.3
1987-88	10,663	10,130	95.0	737	10,867	101.9
1988-89	10,849	10,307	95.0	338	10,645	98.3
1989-90	11,939	11,342	94.9	727	12,069	101.0

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
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
1987-88	4,710,741	11,195	277,911	455,447	5,455,294	587,347	4,867,947
1988-89	5,035,095	4,721	14,091	619,707	5,673,614	613,203	5,060,411
1989-90	5,494,755	4,406	13,826	630,184	6,143,171	544,353	5,598,818

Fiscal Year	Land	Improvements	Personal Property	Total	Less Exemptions	Net Assessed Value
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
1987-88	1,294,124	3,672,147	489,023	5,455,294	587,347	4,867,947
1988-89	1,381,723	3,658,708	633,184	5,673,614	613,203	5,060,411
1989-90	1,538,089	4,054,916	550,166	6,143,171	544,353	5,598,818

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	School (1)	All Other	Total
1980-81	1.0000	0.0278	0.1467	.0025	1.1770
1981-82	1.0000	0.0094	0.1113	.0023	1.1230
1982-83	1.0000	0.0102	0.1019	.0021	1.1142
1983-84	1.0000	0.0039	0.0907	-	1.0946
1984-85	1.0000	0.0042	0.0329	-	1.0371
1985-86	1.0000	0.0039	0.0295	-	1.0334
1986-87	1.0000	0.0038	0.0181	-	1.0219
1987-88	1.0000	0.0036	0.0162	-	1.0198
1988-89	1.0000	0.0033	0.0135	-	1.0168
1989-90	1.0000	0.0032	0.0128	-	1.0160

(1) Stockton Unified School District

SOURCE: San Joaquin County Auditor/Controller's Office

CITY OF STOCKTON

SPECIAL ASSESSMENT BILLINGS AND 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
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
1987-88	6,115	5,755	94.1	792
1988-89	6,773	5,639	83.3	2,011
1989-90	7,512	7,157	95.2	765

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(1)	Gross Assessed Value(2)	Gross Bonded Debt	Debt Payable From Enterprise Revenue	Net Bonded Debt	Percent of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1980-81	155,191	741,274	7,730	6,065	1,665	0.2246	10.7287
1981-82	162,058	3,375,628	7,025	5,580	1,445	0.0428	8.9166
1982-83	167,691	3,743,312	6,285	5,075	1,210	0.0323	7.2157
1983-84	169,147	4,034,410	5,665	4,540	1,125	0.0279	6.6510
1984-85	176,934	4,425,095	5,015	3,980	1,035	0.0234	5.8496
1985-86	181,625	4,803,537	4,335	3,395	940	0.0196	5.1754
1986-87	184,978	5,100,089	3,615	2,775	840	0.0165	4.5410
1987-88	189,192	5,455,294	2,865	2,130	735	0.0135	3.8849
1988-89	192,312	5,673,614	2,075	1,450	625	0.0110	3.2499
1989-90	195,223	6,143,171	1,250	740	510	0.0083	2.6124

1980 Federal Census Population - 149,779

(1) - Population data is provided by the State of California, Department of Finance, Demographic Research Unit. Population is not in thousands.

(2) - Due to a change in state law, starting in 1982, the County Assessor is assessing real and personal property at 100% of appraised value. For years prior to 1982, the County Assessor assessed at 25% of appraised value.

SOURCE: State Controller's Office
City Finance Department

CITY OF STOCKTON
COMPUTATION OF DIRECT AND OVERLAPPING GENERAL BONDED DEBT
JUNE 30, 1990

	Total G.O. Bond Debt	Percent Applicable	City's Share of Debt
City of Stockton	$ 1,250,000	100.000	$ 1,250,000
Stockton Unified School District	2,775,000	83.721	2,323,257
Lodi Unified School District	6,025,000	22.276	1,342,129
Total	$ 10,050,000		$ 4,915,387

DEBT RATIOS
JUNE 30, 1990

Ratio of Direct Overlapping Debt to Assessed Full Cash Values	0.08%
Direct and Overlapping Debt Per Capita	$ 25
Taxable Assessed Full Cash Values Per Capita	$ 31,467

CITY OF STOCKTON
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 1990

Assessed Full Cash Value as of June 30, 1990 (1)	$6,038,555,245
Debt Limit - 15 Percent of Assessed Full Cash Value (2)	$ 905,783,287
Amount of Debt Applicable to Debt Limit	1,250,000
LEGAL DEBT MARGIN	$ 904,533,287
Percent of Charter Debt Limit Authorized	0.14%

(1) Assessed Value before exemptions applicable to 1989-90 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
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
1987-88	105	34	139	69,592	0.20
1988-89	105	34	139	74,112	0.19
1989-90	115	25	140	78,775	0.18

(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 County Population(1)	City Population Percent of County	Rank in Size of California Cities (1)
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
1987-88	44.10	189,192	2.3	451,000	41.9	13
1988-89	53.90	192,312	1.6	460,227	41.8	13
1989-90	54.00	195,223	1.0	470,934	41.5	12

1980 Federal Census Population - City - 149,779

1980 Federal Census Population - County - 347,342

(1) SOURCE: State of California, Department of Finance, Demographic Research Unit.

CITY OF STOCKTON
CONSTRUCTION ACTIVITY AND BANK DEPOSITS
LAST TEN FISCAL YEARS

Fiscal Year	Number of Building Permits Issued (1)	Percent Change	Estimated Valuation (In Thousands)(1)	Percent Change	Deposits - Banks Savings & Loans Credit Unions (In Thousands)(2)
1980-81	3,530	(10.6)	113,150	(36.6)	2,267,326
1981-82	2,872	(18.6)	95,627	(15.5)	3,472,918
1982-83	3,549	23.6	136,494	42.7	12,022,380
1983-84	3,856	8.7	170,851	25.2	15,921,136
1984-85	3,132	(18.8)	125,625	(26.5)	8,618,980
1985-86	3,281	4.8	106,128	(15.5)	6,629,202
1986-87	4,017	22.4	196,390	85.1	5,597,019
1987-88	3,977	(1.0)	199,753	1.7	4,650,329
1988-89	4,298	8.1	193,330	(3.2)	6,267,148
1989-90	4,646	8.1	208,117	7.6	N/A

SOURCE: (1) City Community Development Department
(2) California State Department of Banking-
Licensing & Statistics Section -
Current Fiscal Year data becomes available
following year.

CITY OF STOCKTON
PRINCIPAL TAXPAYERS
JUNE 30,1990
(in thousands)

Taxpayer	Nature of Business	Net Assessed Value	Percentage of Assessed Valuation
CPC Incorporated International	Heavy Industry	$ 74,281	1.32673%
American Savings Bank	3 + Story Office Bldg	39,458	0.70476
Diamond Walnut	Fruit & Vegetable	38,869	0.69424
Newark Group Industries, Inc.	Heavy Industry	37,006	0.66096
American Honda Motor Company	Warehousing-Active	21,828	0.38987
Del Monte Manufacturing, Inc.	Fruit & Vegetable	19,620	0.35043
BPF Bridgeview Properties, Inc.	Packing Plants	15,721	0.28079
Tandy Corporation	Light Ind. & Warehsng	14,388	0.25698
Rainbo Baking Company	Other Food Processing	14,184	0.25334
Toys R Us, Incorporated	Warehousing-Active	13,650	0.24380
Sub - Total		289,005	5.16190
Other Taxpayers		5,309,813	94.83810
GRAND - TOTAL		$5,598,818	100.00000%

SOURCE: San Joaquin County Assessor
San Joaquin County Auditor/Controller

CITY OF STOCKTON
SURETY BONDS OF PRINCIPAL OFFICIALS
JUNE 30, 1990

	Amount of Surety Bond (1)
City Manager	$250,000
Assistant City Manager	250,000
City Attorney	250,000
City Clerk	250,000
Public Works Director	250,000
Police Chief	250,000
Fire Chief	250,000
Finance Director	100,000
Community Development Director	250,000
Municipal Utilities Director	250,000
City-County Library Director	250,000
Parks and Recreation Director	250,000
Personnel Services Director	250,000
Housing & Economic Development Director	250,000
Management Information Services Director	250,000

(1) City employees (except the Finance Director who has a separate surety bond) are covered by a commercial fidelity bond amounting to a maximum of $250,000 per loss with a $10,000 deductible.

SOURCE: City Finance Department

CITY OF STOCKTON
SCHEDULE OF INSURANCE IN FORCE
JUNE 30, 1990
(Continued)

Type of Coverage	Company	Policy No.	Period	Details of Coverage	Limits	Deductible	Premium
General Liability Excess	California Joint Powers Authority*	None	7-1-89 to 6-30-90	Excess Auto-Comp. General Liability, Errors and Omissions Liab. & Excess Non-Owned Aircraft Liab.	$9,000,000 XS SIR	$1,000,000 SIR	$596,484*
Worker's Comp Excess	National Union	415 2258	7-1-89 to 7-1-90	Covers Worker's Comp claims in excess of self-insured retention	$9,750,000	$ 250,000 SIR	$108,093
Property Coverage Including Library Comprehensive Business Policy	C N A	PRO-0007410746	7-1-89 to 6-30-90	Fire, Extended Coverage and Vandalism, Property, Library and contents, Agriculture Equipment. Also includes coverage for Fire, Riot, Explosion, Civil Commotion and Vandalism at eight (8) scheduled locations.	Property; Contractors/ Equip. & Radio Equip; Misc. Property; Computer Equip; Exhibition Floater; Vehicle Fleet XS; $110,000,000.	$ 25,000	$ 31,262
Boiler & Machinery Insurance	American Manufacturers	3XN02237000	4-1-90 to 4-1-91	Boilers; Compressed Air Storage Tanks	$10,000,000	$ 5,000	$ 5,003
Liability - Owned Non-owned Pools	Western Heritage	CLP0085490	5-05-90 to 9-23-90	OL&T Liability Coverage Owned, Non-owned Pools (5)	$500,000 CSL CI, PD incl. $500,000 Agg.	$ 500	$ 10,968
Master Policy Liability - Civic Auditorium	Scottsdale Union Fire Ins. Co.	GSL125670	5-6-90 to 5-6-91	Comprehensive General - Bodily Injury Liability Property Damage Liability	$500,000 Each Occurrence	$ 500 (Per Occurrence)	$ 6,336 Deposit

CITY OF STOCKTON
SCHEDULE OF INSURANCE IN FORCE
JUNE 30, 1990
(Continued)

Type of Coverage	Company	Policy No.	Period	Details of Coverage	Limits	Deductible	Premium
Liability - Non Owned Aircraft	American Eagle	AP121506280	1-5-90 to 1-5-01	Covers Leased or Rented Aircraft/Bodily Injury or Property Damage	$5,000,000	$	$ 1,818
Finance Director Bond	The Hartford	5073072	7-8-89 to 7-8-90	Bond	$100,000	-0-	$ 500
Employees Blanket Bond	Continental Insurance	BND192-77-36 BND192-77-35	9-22-87 to 9-22-90	Employee Dishonesty Forgery, FP, Theft, & Disappearance	$250,000 $ 65,000 inside premises $ 25,000 outside premises	$ 10,000 $ 2,500	$ 5,931 $ 3,714
Public Official Bond	Continental Insurance	2254384	12-31-89 to 12-31-91	Faithful Performance by Councilmembers	$ 5,000	- 0 -	$ 1,112
Medical Coverage (includes major medical & prescription)	San Joaquin Foundation for Medical Care	N/A	5-1-88 (continuing)	Medical Care Services	Various	$100-Major Medical $1.00 per prescription	Varies by Plan
Medical Coverage	Operating Engineers	3306-25-101-0	8-1-89 to 12-91	Medical Care Services Dental Care Services Optical Care Services	Various	- 0 -	$ 390
Dental Coverage (White & Blue Collar)	Delta Dental Plan	Self-funded 1776	Continuing	Dental Care Services	80% of Basic Services 50% of Prosthodontic Services $1,000 Maximum Per Person Per Year. $1,000 lifetime	- 0 -	$ 38

CITY OF STOCKTON
SCHEDULE OF INSURANCE IN FORCE
JUNE 30, 1990
(Continued)

Type of Coverage	Company	Policy No.	Period	Details of Coverage	Limits	Deductible	Premium
Dental Coverage	Health Benefits Inc.	27-06000	8-1-89 to 12-31-91	Dental Care Services	Varied Coverages with Co-Payment Including Orthodontic	Co-payment	$ 40.61
Vision Care	Vision Service Plan	0815301 Self-Funded	8-1-90 to 8-1-91	Vision Care Services	Vision Exam Every 12 months Lenses Every 12 months Frames Every 24 months	$7.50 Per Family Member	$9.70
Management Travel AD&D	American Home	GTP899 73-81	1-24-90 to 1-24-91	Coverage for Accidental Death and Dismemberment While on City Business Inc. Travel Within City Limits - Commute	$200,000 Per Employee $600,000 Aggregate	-0-	$ 2,066
Accident Travel AD&D	American Home	GTP899 75-68	3-5-90 to 3-5-91	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-	$ 732
Life, Long-Term Disability	Standard	336920	11-1-89 to 5-1-91	Life Insurance, Accidental Death and Dismemberment & Long Term Disability	Various	Various	Exceeds $20,000 Monthly
Health Coverage Stop Loss	Standard	001-604368	5-1-90 to 4-30-91	Provides specific stop-loss for self-funded group benefits.	$500,000 Lifetime Maximum	$100,000	$13.94/ month/ employee

CITY OF STOCKTON
SCHEDULE OF INSURANCE IN FORCE
JUNE 30, 1990
(Continued)

SERVICE CONTRACTS

Contractor	Services	Period	Type Contract	Service Fee
Bierly & Associates	Workers' Compensation Claims Administration	Eff. 3-1-86	Self Renews Annually	$7,600/month
San Joaquin Foundation for Medical Coverage	Health Benefits Administration	Eff. 5-1-88	Annual	$7.85 per month per employee

*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 Personnel Department

CITY OF STOCKTON
MISCELLANEOUS STATISTICS
JUNE 30, 1990

GENERAL	
Date of Incorporation	1850
City Charter Adopted	1922
Council-Management Gov't	
Area-Square Miles	54.0
Elevation	23
PUBLIC WORKS	
Miles of Streets	608.0
Miles of Storm Sewers	290.0
Miles of Sanitary Sewers	616.0
Miles of Water Lines	217.0
Traffic Signals	207.0
FIRE PROTECTION	
No. of Fire Stations	11
No. of Fire Hydrants	5,300
Personnel (Full Time)	250
No. of Firefighters	226
Paramedic	
No. of Teams	6
Personnel Per Team	2
No. of Training Facilities	1
Fire Insurance Class	1
POLICE PROTECTION	
No. of Vehicles	
Automobiles	163
Motorcycles	21
3-Wheelers	7
Patrol Wagons	4
Photography Truck	2
Bomb Disposal Truck	1
Cadet Van	1
Trainee Pick Up	2
Military 4 X 4	1
Other Mobil Units	8
Personnel:	
Sworn	268
Other	178
Training Facilities:	
Police Range	1

EMPLOYEES - ALL DEPARTMENTS	
Full Time - Civil Service	1,538
Full Time - Non Competitive	103
Sub-Total	1,641
Temporary Employees	36
Part-Time Employees	412
Total	2,089
RECREATION	
Parks and Squares (City Parks 490 Acres)	48
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	6
Swimming Pools	4
Baseball & Softball Diamonds	41
Tennis Courts	57
REGISTERED VOTERS	
City of Stockton (COS)	84,257
COS (Unincorporated Area)	11,450
LAND USE - SQUARE MILES	
Residential	12.7
Commercial	3.5
Industrial	1.5
Institutional	4.4
Vacant, Agricultural	11.8

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	49
Junior High Schools	8
High Schools	4
Continuation High Schools	7
Junior College	1
4-Year College	2
4-Year College (Off Campus)	3
LIBRARIES (Stockton/San Joaquin County)	
Stockton	
Central Library	1
Branches	6
San Joaquin County	
Branches	4
Bookmobile	1
Total Bound Volumes	796,298
BUSINESS TAX CERTIFICATES	
Retail Sales and Service	5,841
Wholesalers	223
Manufacturers & Processors	118
Professions	2,342
Miscellaneous Contractors, Peddlers, Delivery Vehicles, etc.	2,651



Location Map