



**CITY OF LODI
COUNCIL COMMUNICATION**

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AGENDA TITLE: Presentation of June 30, 2007 Financial Condition for All City of Lodi Funds

MEETING DATE: December 19, 2007 City Council Meeting

PREPARED BY: James R. Krueger, Deputy City Manager

RECOMMENDED ACTION: Receive presentation of June 30, 2007 financial condition for all City of Lodi funds.

BACKGROUND INFORMATION: The annual audit of the City's fiscal year 2007/08 financial records has been completed by the audit firm of Macias Gini & O'Connell. Typically, the auditors present their audit report and the Comprehensive Annual Financial Report (CAFR) shortly after the completion of their field work. However, the audit report and the CAFR are not ready to be presented until the first City Council meeting in January, 2008. Although the audit report and the CAFR are not yet available, the basic financial information has been audited and is available for review at this time.

Attached are the primary financial statements, which will be included in the CAFR, to be presented in January. The following highlights are based on these primary financial statements:

- As of June 30, 2007 the City's financial condition continues to improve.
 - Total unrestricted cash and investments stand at \$31.1 million and have increased by \$3.5 million since June 30, 2006
 - Net Assets (term used in government accounting to measure financial condition) stands at approximately \$234 million. This is an increase of \$27.3 million from June 30, 2006.
 - Net investment in fixed assets (Buildings, major facilities and other infrastructure) stands at approximately \$205 million, an increase of about \$16.8 million from June 30, 2006
- The unreserved General Fund Balance is approximately \$5.2 million* as of June 30, 2007. Revenues were higher than budget estimates by approximately \$1.7 million. All departments were under their final budget amounts and had savings in comparison with budgets as follows:
 - General Government (City Clerk, City Manager and Internal Services) saved \$574,693
 - Police and Fire saved \$891,710
 - Public Works saved \$127,206
 - Library saved \$69,847
 - Parks and Recreation saved \$258,064

***Staff will recommend upon mid-year budget adjustment, a transfer of \$1 million to the Vehicle Replacement Fund.**

APPROVED: _____

Blair King, City Manager

- The Enterprise Funds (funds that are accounted for and operated like a business) had unreserved Fund Balances (Cash and other related amounts) as of June 30, 2007 as follows:
 - Electric Utility approximately \$5.5 million
 - Wastewater Utility approximately \$4.9 million
 - Water Utility had a deficit of approximately \$ (.5) million
 - Transit Fund approximately \$.2 million

- Special Revenue Funds (those funds which have revenues that are designated for special purposes) had unreserved fund balances as of June 30, 2007 as follows:
 - Public Safety special revenue fund \$188,675
 - Community Development Block Grant fund \$0
 - Transportation fund \$89,867
 - Community Development Fund had a deficit of \$(173,458)
 - Streets fund approximately \$6.5 million

- Capital Projects Funds (funds established for major capital facilities or equipment that are related to general government operations) had unreserved fund balances as of June 30, 2007 as follows:
 - Vehicle and equipment approximately \$1.3 million*
 - Library \$12,677
 - Subdivision capital projects \$300,339
 - Hutchins Square \$2,181
 - General Capital Outlay Fund (primarily funds paid to the City of Lodi by developers for mitigation of impacts and to be used to build major capital facilities) approximately \$ 4.5 million.
 - Lodi Lake \$46,287

- Internal Service Funds (funds which are used to account for self insurance and maintaining vehicles owned by the city) had unreserved cash deficits as of June 30, 2007 as follows:
 - Fleet services \$(104,701)
 - Claims and Benefits (workers compensation and liability self insurance costs accounted for in separate funds) deficit of \$(.8) million

- Other funds (those not accounted for in the categories already enumerated) had balances as of June 30, 2007 as follows:
 - Special assessments (amounts collected and held for use in lighting and landscape districts throughout the city \$674,686
 - Library Special Purpose Trust \$846,765
 - Hutchins Square Bequest \$1,386

A more thorough review of the results of operations will be made during the City Council meeting as part of a power point presentation to be made at that time.

***See General Fund**

FISCAL IMPACT: Not Applicable.

James R. Krueger, Deputy City Manager

June 30, 2007 Financial Report

- **Overall Financial Condition** continues to show improvement.
 - Unrestricted cash and investments increased by \$3.5 million to a balance of **\$31.1 million** as of June 30, 2007
 - Net Assets increased by **\$27.3 million**, Total Revenues + \$10.7 million, Total expenses +\$2.5 million
 - Capital assets +\$16.8 million
 - Restricted assets +\$.8 million
 - Unrestricted assets +\$9.7 million

June 30, 2007 Financial Report

■ General Fund

- Unreserved Fund Balance **\$ 5,175,522, net increase of \$1.9 million**
- Revenues of **\$40,456,199**
 - Taxes exceeded budget estimates by about \$1 million
 - Intergovernmental revenues exceeded budget estimates by about \$.9 million

June 30, 2007 Financial Report (General Fund continued)

- Actual Expenditures **\$40,041,238**, budget of \$41,962,758
 - General Government saved \$574,693
 - Public Safety saved \$891,710
 - Public Works saved \$127,206
 - Library saved \$69,847
 - Parks and Recreation saved \$258,064

- Net transfers to the General Fund of \$1,535,500, same as budgeted

June 30, 2007 Financial Report

- **Electric Utility** Unreserved Fund Balance
\$5,514,496*
 - Revenues \$65.8 million
 - Expenditures \$63.6 million
 - Net Interest income & (expense)
\$ (1.9) million
 - Cost of services transfer \$2.6 million

* Cash balance of \$5,162,284 +Advances Receivable \$3.7 million, - July 3, 2007 debt repayment of \$4.0 million + \$.7 million from unspent debt proceeds received on July 3, 2007.

June 30, 2007 Financial Report

- **Wastewater** Utility Unreserved Fund Balance
\$ 4,956,069*
 - Revenues \$8.5 million
 - Expenses \$7.3 million
 - Net interest expense \$.7 million
 - Net transfer in \$1.3 million and capital contributed of \$11.5 million

*Cash \$3,000,445 plus July 3, 2007 reimbursement from debt proceeds \$1,955,624

June 30, 2007 Financial Report

- **Water Utility Unreserved Fund Balance \$(475,262)***
 - Revenues \$10.0 million
 - Expenses \$9.8 million
 - Other income \$6.8 million
 - Capital contributions \$7.3 million
 - **Transfer to Wastewater \$2.3 million**, Cost of services transfer of 1.0 million
- * Due to other funds of \$475,262 is reflected as a negative amount of fund balance

June 30, 2007 Financial Report

- **Transit Unreserved Fund Balance**
\$213,212*
 - Revenues \$400,826
 - Expensed \$3,576,807
 - Operating Grants \$2,621,063
 - Other revenue 113,971
 - Capital Contributions \$1,142,763
- * Cash balance of \$213,212

June 30, 2007 Financial Report

- **Special Revenue Funds-Unreserved Fund Balances**
 - Public Safety Special Revenue \$188,675
 - CDBG \$0 balance
 - Transportation \$89,867
 - Community Development Fund **\$(173,458)**
 - Net deficit for 06/07 of \$245,716
 - Streets Fund **\$6,546,231**
 - Net increase \$1.3 million

June 30, 2007 Financial Report

- **Capital Projects** Unreserved Fund Balances
 - Vehicle and Equipment Replacement **\$1,291,194**
 - Library project \$12,677
 - Subdivision capital project fund \$300,339
 - Hutchins Square \$2,181
 - Capital Outlay reserve funds **\$4,547,189**
 - Primarily Impact Mitigation funds
 - Lodi Lake \$46,287

June 30, 2007 Financial Report

- Internal Service Funds-Unreserved Fund Balances
 - Fleet services \$(104,701)
 - Claims and Benefits Funds \$(813,142)
 - Primarily this fund reflects workers compensation and general liability self insurance activities and shows an improvement of \$2.2 million from the prior year

June 30, 2007 Financial Report

■ Other Funds-Balances

- Special Assessments assets and obligations = \$674,686 at June 30, 2007
- Library Special Purpose Trust Fund \$846,765
- Hutchins Square Bequest \$1,386

City of Lodi's Net Assets

	Governmental Activities		Business-type Activities		Total	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
Assets:						
Current and other assets	\$ 32,649,468	26,306,575	82,844,456	85,587,439	\$ 115,493,524	111,894,014
Capital assets	135,878,115	137,535,891	157,655,799	136,816,229	293,533,914	274,352,120
Total assets	<u>168,527,183</u>	<u>163,842,466</u>	<u>240,500,255</u>	<u>222,403,668</u>	<u>409,027,438</u>	<u>386,246,134</u>
Liabilities:						
Long-term liabilities outstanding	41,842,787	42,911,609	119,527,995	123,232,209	161,370,782	166,143,818
Other liabilities	4,793,639	3,670,776	7,882,992	8,828,157	12,676,631	12,498,933
Total liabilities	<u>46,636,426</u>	<u>46,582,385</u>	<u>127,410,987</u>	<u>132,060,366</u>	<u>174,047,413</u>	<u>178,642,751</u>
Net assets:						
Invested in capital assets, net of related debt	110,775,646	111,572,441	95,078,319	77,493,888	205,853,965	189,066,329
Restricted	15,044,403	14,525,637	11,292,585	10,969,285	26,336,988	25,494,922
Unrestricted	<u>(3,929,292)</u>	<u>(8,837,997)</u>	<u>6,718,364</u>	<u>1,880,129</u>	<u>2,789,072</u>	<u>(6,957,868)</u>
Total net assets	\$ <u>121,890,757</u>	<u>117,260,081</u>	<u>113,089,268</u>	<u>90,343,302</u>	\$ <u>234,980,025</u>	<u>207,603,383</u>

CITY OF LODI
STATEMENT OF NET ASSETS
June 30, 2007

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 22,744,481	8,375,941	\$ 31,120,422
Restricted assets	1,750,204	29,871,849	31,622,053
Accounts receivable, net	3,606,321	13,842,494	17,448,815
Property tax receivable	1,901,316		1,901,316
Interest receivable	201,303	65,597	266,900
Internal balances	(749,911)	749,911	
Due from other governmental agencies	1,911,215	970,061	2,881,276
Loan receivable	1,084,000		1,084,000
Advance receivable		4,790,663	4,790,663
Inventory	137,931	1,701,197	1,839,128
Other assets	62,924	5,627	68,551
Deferred charges		22,471,116	22,471,116
Capital assets, net:			
Nondepreciable	26,823,990	31,616,087	58,440,077
Depreciable, net	109,054,125	126,039,712	235,093,837
TOTAL ASSETS	168,527,899	240,500,255	409,028,154
LIABILITIES			
Accounts payable and accrued liabilities	3,146,437	4,295,437	7,441,874
Accrued salaries and wages	1,364,788		1,364,788
Accrued interest	283,130	2,348,162	2,631,292
Unearned revenue		1,239,393	1,239,393
Long-term liabilities:			
Due within one year	5,854,889	4,133,452	9,988,341
Due in more than one year	35,987,898	115,394,543	151,382,441
TOTAL LIABILITIES	46,637,142	127,410,987	174,048,129
NET ASSETS			
Invested in capital assets, net of related debt	110,814,721	97,960,684	208,775,405
Restricted for:			
Capital projects	13,011,928		13,011,928
Debt service	1,749,214	-	1,749,214
Other purposes	283,261	8,710,994	8,994,255
Unrestricted (deficit)	(3,968,367)	6,417,590	2,449,223
TOTAL NET ASSETS	\$ 121,890,757	113,089,268	\$ 234,980,025

City of Lodi's Changes in Net Assets

	Governmental		Business-type		Total	
	Activities		Activities			
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
Revenues						
Program revenues:						
Charges for services	\$ 4,392,227	4,717,215	84,772,926	76,768,433	\$ 89,165,153	81,485,648
Operating grants and contributions	2,588,592	2,586,677	2,621,063	3,376,995	5,209,655	5,963,672
Capital grants and contributions	6,934,023	14,630,848	19,983,760	11,145,804	26,917,783	25,776,652
General revenues:						
Property taxes	9,523,684	8,030,641			9,523,684	8,030,641
Other taxes	11,070,609	10,063,090			11,070,609	10,063,090
Grants and contributions not restricted to specific programs	14,771,545	14,214,678			14,771,545	14,214,678
Litigation - environmental lawsuits proceeds			6,222,568	6,700,399	6,222,568	6,700,399
Other	1,292,149	1,340,239	4,128,972	4,063,465	5,421,121	5,403,704
Total revenues	<u>50,572,829</u>	<u>55,583,388</u>	<u>117,729,289</u>	<u>102,055,096</u>	<u>168,302,118</u>	<u>157,638,484</u>
Expenses						
General government	7,609,063	9,746,613			7,609,063	9,746,613
Public protection	23,327,792	22,104,641			23,327,792	22,104,641
Public works	10,599,292	13,228,998			10,599,292	13,228,998
Community development	2,130,349	2,290,412			2,130,349	2,290,412
Library	1,630,145	1,484,793			1,630,145	1,484,793
Parks and recreation	4,171,750	4,113,772			4,171,750	4,113,772
Interest on long-term debt	1,201,086	1,233,982			1,201,086	1,233,982
Electric			67,533,822	63,779,870	67,533,822	63,779,870
Wastewater			9,270,667	8,574,212	9,270,667	8,574,212
Water			9,874,703	8,256,175	9,874,703	8,256,175
Transit			3,576,807	3,643,035	3,576,807	3,643,035
Total expenses	<u>50,669,477</u>	<u>54,203,211</u>	<u>90,255,999</u>	<u>84,253,292</u>	<u>140,925,476</u>	<u>138,456,503</u>
Changes in net assets before transfers	(96,648)	1,380,177	27,473,290	17,801,804	27,376,642	19,181,981
Transfers	4,727,324	4,922,835	(4,727,324)	(4,922,835)		
Changes in net assets	4,630,676	6,303,012	22,745,966	12,878,969	27,376,642	19,181,981
Net assets at beginning of year	117,260,081	110,957,069	90,343,302	77,464,333	207,603,383	188,421,402
Net assets at end of year	\$ <u>121,890,757</u>	<u>117,260,081</u>	<u>113,089,268</u>	<u>90,343,302</u>	\$ <u>234,980,025</u>	<u>207,603,383</u>

**CITY OF LODI
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2007**

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash and investments	\$ 3,981,991	13,316,450	\$ 17,298,441
Restricted assets		1,750,204	1,750,204
Receivables:			
Accounts, net	3,355,991	46,695	3,402,686
Property taxes	1,901,316		1,901,316
Interest	47,401	108,660	156,061
Due from other funds	149,568	978,064	1,127,632
Due from other governmental agencies	5,300	1,905,915	1,911,215
Loan receivable		1,084,000	1,084,000
Inventory	29,407		29,407
Advances to other funds	272,800	646,770	919,570
Other assets	59,695	508	60,203
Total assets	<u>\$ 9,803,469</u>	<u>19,837,266</u>	<u>\$ 29,640,735</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and other liabilities	\$ 2,119,279	871,580	\$ 2,990,859
Accrued salaries and wages	1,364,788		1,364,788
Due to other funds		652,370	652,370
Advances from other funds		2,144,743	2,144,743
Deferred revenue		1,443,950	1,443,950
Total liabilities	<u>3,484,067</u>	<u>5,112,643</u>	<u>8,596,710</u>
Fund balances :			
Reserved	1,143,880	1,873,441	3,017,321
Unreserved reported in:			
General Fund	5,175,522		5,175,522
Special revenue funds		6,651,315	6,651,315
Capital projects funds		6,199,867	6,199,867
Total fund balances	<u>6,319,402</u>	<u>14,724,623</u>	<u>21,044,025</u>
Total liabilities and fund balances	<u>\$ 9,803,469</u>	<u>19,837,266</u>	<u>\$ 29,640,735</u>

CITY OF LODI
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year ended June 30, 2007

	General Fund	Other Governmental Funds	Total Governmental Funds
Revenues:			
Taxes	\$ 20,594,293		\$ 20,594,293
Licenses and permits	83,964	632,820	716,784
Intergovernmental revenues	16,091,446	3,800,342	19,891,788
Charges for services	1,854,575	2,841,633	4,696,208
Fines, forfeits and penalties	1,241,051	4,225	1,245,276
Investment and rental income	380,375	617,703	998,078
Miscellaneous revenue	210,495	93,576	304,071
Total revenues	<u>40,456,199</u>	<u>7,990,299</u>	<u>48,446,498</u>
Expenditures:			
Current:			
General government	8,893,677		8,893,677
Public protection	21,775,531	435,792	22,211,323
Public works	3,871,311	1,715,482	5,586,793
Community development		2,061,706	2,061,706
Library	1,587,714		1,587,714
Parks and recreation	3,597,718		3,597,718
Capital outlay		3,526,339	3,526,339
Debt service:			
Interest and fiscal charges	41,464	1,163,635	1,205,099
Principal payments	273,823	626,233	900,056
Total expenditures	<u>40,041,238</u>	<u>9,529,187</u>	<u>49,570,425</u>
Excess (deficiency) of expenditures over (under) revenues	<u>414,961</u>	<u>(1,538,888)</u>	<u>(1,123,927)</u>
Other financing sources (uses):			
Transfers in	4,937,314	3,926,356	8,863,670
Transfers out	(3,401,814)	(734,532)	(4,136,346)
Total other financing sources (uses)	<u>1,535,500</u>	<u>3,191,824</u>	<u>4,727,324</u>
Net change in fund balances	1,950,461	1,652,936	3,603,397
Fund balances, beginning of year	<u>4,368,941</u>	<u>13,071,687</u>	<u>17,440,628</u>
Fund balances, end of year	<u>\$ 6,319,402</u>	<u>14,724,623</u>	<u>\$ 21,044,025</u>

CITY OF LODI
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
Year ended June 30, 2007

	Original	Final	Actual	Variance with Final Budget
REVENUES				
Taxes	\$ 19,641,608	19,641,608	20,594,293	\$ 952,685
Licenses and permits	80,717	80,717	83,964	3,247
Intergovernmental revenues	15,205,635	15,205,635	16,091,446	885,811
Charges for services	1,933,921	1,814,886	1,854,575	39,689
Fines, forfeits and penalties	1,380,909	1,380,909	1,241,051	(139,858)
Investment and rental income	379,863	379,863	380,375	512
Miscellaneous revenue	254,395	254,395	210,495	(43,900)
Total revenues	<u>38,877,048</u>	<u>38,758,013</u>	<u>40,456,199</u>	<u>1,698,186</u>
EXPENDITURES				
Current:				
General government:				
City Council	107,719	107,719	83,248	24,471
City Manager	835,842	835,842	788,492	47,350
City Clerk	499,846	499,846	381,870	117,976
City Attorney	465,572	514,372	495,071	19,301
Human Resources	587,333	570,636	438,185	132,451
Information Systems	1,078,143	1,092,482	1,072,088	20,394
Community Center	1,433,543	1,487,678	1,487,415	263
Finance	1,998,617	2,062,768	1,877,546	185,222
Non Departmental	2,327,951	2,297,027	2,269,762	27,265
Total general government	<u>9,334,566</u>	<u>9,468,370</u>	<u>8,893,677</u>	<u>574,693</u>
Public protection:				
Police	14,240,003	14,240,741	13,439,760	800,981
Fire	8,422,164	8,426,500	8,335,771	90,729
Total public protection	<u>22,662,167</u>	<u>22,667,241</u>	<u>21,775,531</u>	<u>891,710</u>
Public Works	1,999,710	3,998,517	3,871,311	127,206
Library	1,646,336	1,657,561	1,587,714	69,847
Parks and recreation	3,963,717	3,855,782	3,597,718	258,064
Debt service:				
Interest and fiscal charges	41,464	41,464	41,464	
Principal payments	273,823	273,823	273,823	
Total debt service	<u>315,287</u>	<u>315,287</u>	<u>315,287</u>	
Total expenditures	<u>39,921,783</u>	<u>41,962,758</u>	<u>40,041,238</u>	<u>1,921,520</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,044,735)</u>	<u>(3,204,745)</u>	<u>414,961</u>	<u>3,619,706</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	4,937,314	4,937,314	4,937,314	
Transfers out	(3,401,814)	(3,401,814)	(3,401,814)	
Total other financing sources (uses)	<u>1,535,500</u>	<u>1,535,500</u>	<u>1,535,500</u>	
NET CHANGE IN FUND BALANCE	490,765	(1,669,245)	1,950,461	3,619,706
FUND BALANCE, beginning of year	2,802,660	4,368,941	4,368,941	
FUND BALANCE, end of year	<u>3,293,425</u>	<u>2,699,696</u>	<u>6,319,402</u>	<u>3,619,706</u>

CITY OF LODI
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2007

	Business-type Activities-Enterprise Funds					Governmental Activities - Internal Service Funds
	Electric	Wastewater	Water	Nonmajor Fund Transit	Total	
ASSETS						
Current assets:						
Cash and Investments	\$ 5,162,284	3,000,445		213,212	\$ 8,375,941	\$ 5,446,040
Restricted cash and investments			8,410,994		8,410,994	
Restricted assets with fiscal agents	10,131,013	11,029,071	300,771		21,460,855	
Receivables:						
Accounts, net	4,335,315	2,620,025	6,275,419	611,735	13,842,494	203,635
Interest	37,748	5,261	20,773	1,815	65,597	45,242
Due from other governmental agencies		85,182		884,879	970,061	
Advance receivable	4,790,663				4,790,663	
Inventory	1,501,423	13,022	186,752		1,701,197	108,524
Other assets	82	4,188	1,357		5,627	2,721
Total current assets	<u>25,958,528</u>	<u>16,757,194</u>	<u>15,196,066</u>	<u>1,711,641</u>	<u>59,623,429</u>	<u>5,806,162</u>
Noncurrent assets:						
Advances to other funds			1,225,173		1,225,173	
Deferred charges and other assets	21,730,962	740,154			22,471,116	
Capital assets, net:						
Nondepreciable	4,043,564	24,146,041	1,904,656	1,521,826	31,616,087	
Depreciable, net	34,000,593	52,083,087	28,736,192	11,219,840	126,039,712	39,075
Total capital assets	<u>38,044,157</u>	<u>76,229,128</u>	<u>30,640,848</u>	<u>12,741,666</u>	<u>157,655,799</u>	<u>39,075</u>
Total noncurrent assets	<u>59,775,119</u>	<u>76,969,282</u>	<u>31,866,021</u>	<u>12,741,666</u>	<u>181,352,088</u>	<u>39,075</u>
TOTAL ASSETS	<u>85,733,647</u>	<u>93,726,476</u>	<u>47,062,087</u>	<u>14,453,307</u>	<u>240,975,517</u>	<u>5,845,237</u>
LIABILITIES						
Current liabilities:						
Accounts payable and other liabilities	696,877	1,776,967	1,556,326	265,267	4,295,437	155,578
Accrued interest	1,731,278	600,485	16,399		2,348,162	
Due to other funds			475,262		475,262	
Unearned revenue		71,175	1,168,218		1,239,393	
Self-insurance liability						2,265,383
Accrued compensated absences	280,616	231,799	6,399	976	519,790	67,293
Certificates of participation payable	2,083,948	1,365,904			3,449,852	
Water note payable			163,810		163,810	
Total current liabilities	<u>4,792,719</u>	<u>4,046,330</u>	<u>3,386,414</u>	<u>266,243</u>	<u>12,491,706</u>	<u>2,488,254</u>
Noncurrent liabilities:						
Self-insurance liability						4,130,617
Accrued compensated absences	773,402	765,357	23,108		1,561,867	105,134
Certificates of participation payable	74,672,566	37,405,504			112,078,070	
Water note payable			1,754,606		1,754,606	
Total noncurrent liabilities	<u>75,445,968</u>	<u>38,170,861</u>	<u>1,777,714</u>		<u>115,394,543</u>	<u>4,235,751</u>
TOTAL LIABILITIES	<u>80,238,687</u>	<u>42,217,191</u>	<u>5,164,128</u>	<u>266,243</u>	<u>127,886,249</u>	<u>6,724,005</u>
NET ASSETS (DEFICIT)						
Invested in capital assets, net of related debt	8,009,024	48,486,791	28,723,203	12,741,666	97,960,684	39,075
Restricted:						
Debt service			8,710,994		8,710,994	
Other purposes			4,463,762	1,445,398	6,417,590	(917,843)
Unrestricted (deficit)	(2,514,064)	3,022,494	4,463,762	1,445,398	6,417,590	(917,843)
TOTAL NET ASSETS (DEFICIT)	<u>\$ 5,494,960</u>	<u>\$ 51,509,285</u>	<u>\$ 41,897,959</u>	<u>\$ 14,187,064</u>	<u>\$ 113,089,268</u>	<u>\$ (878,768)</u>

CITY OF LODI
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
PROPRIETARY FUNDS
Year ended June 30, 2007

	Business-type Activities - Enterprise Funds				Total	Governmental Activities- Internal Service Funds
	Electric	Wastewater	Water	Nonmajor Fund Transit		
OPERATING REVENUES						
Charges for services	\$ 65,808,864	8,523,530	10,039,706	400,826	\$ 84,772,926	\$ 10,100,165
OPERATING EXPENSES						
Personnel services	4,597,337	2,289,035	1,077,002	115,746	8,079,120	1,255,538
Supplies, materials and services	8,904,769	2,314,233	6,924,896	2,810,889	20,954,787	6,003,510
Utilities	43,429,227	683,669	698,063	47,369	44,858,328	14,587
Depreciation and amortization	6,825,207	1,967,035	1,108,809	602,803	10,301,654	1,447
Claims	-	-	-	-	-	1,578,383
TOTAL OPERATING EXPENSES	<u>63,556,540</u>	<u>7,253,972</u>	<u>9,806,570</u>	<u>3,576,807</u>	<u>84,193,889</u>	<u>8,853,465</u>
OPERATING INCOME (LOSS)	<u>2,252,324</u>	<u>1,269,558</u>	<u>233,136</u>	<u>(3,175,981)</u>	<u>579,037</u>	<u>1,246,700</u>
NONOPERATING REVENUES (EXPENSES)						
Investment income	1,206,412	922,153	235,742	15,428	2,379,735	203,234
Interest expense	(3,977,282)	(2,016,697)	(68,132)	-	(6,062,111)	-
Rent	-	176,202	12,049	4,000	192,251	-
Operating grants	-	-	-	2,621,063	2,621,063	-
Litigation-environmental lawsuits proceeds	-	-	6,222,568	-	6,222,568	-
Other revenues	849,797	259,618	353,028	94,543	1,556,986	685,412
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(1,921,073)</u>	<u>(658,724)</u>	<u>6,755,255</u>	<u>2,735,034</u>	<u>6,910,492</u>	<u>888,646</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	331,251	610,834	6,988,391	(440,947)	7,489,529	2,135,346
Capital contributions	69,000	11,475,030	7,296,968	1,142,763	19,983,761	40,522
Transfers in	-	2,377,724	-	-	2,377,724	-
Transfers out	(2,702,736)	(1,062,533)	(3,339,779)	-	(7,105,048)	-
Net capital contributions and transfers	<u>(2,633,736)</u>	<u>12,790,221</u>	<u>3,957,189</u>	<u>1,142,763</u>	<u>15,256,437</u>	<u>40,522</u>
Change in net assets	(2,302,485)	13,401,055	10,945,580	701,816	22,745,966	2,175,868
NET ASSETS (DEFICIT) - BEGINNING OF YEAR	<u>7,797,445</u>	<u>38,108,230</u>	<u>30,952,379</u>	<u>13,485,248</u>	<u>90,343,302</u>	<u>(3,054,636)</u>
NET ASSETS (DEFICIT) - END OF YEAR	<u>\$ 5,494,960</u>	<u>51,509,285</u>	<u>41,897,959</u>	<u>14,187,064</u>	<u>\$ 113,089,268</u>	<u>\$ (878,768)</u>

**CITY OF LODI
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
June 30, 2007**

	<u>Public Safety</u>	<u>Community Development</u>	<u>Streets</u>	<u>Transportation</u>	<u>HOME Program & Community Development Block Grants</u>	<u>Total</u>
ASSETS						
Cash and Investments	\$ 125,584		7,357,087	92,939		\$ 7,575,610
Receivables:						
Accounts, net		19,961	26,734			46,695
Interest	1,433		63,892	778		66,103
Due from other funds			471,844			471,844
Due from other governmental agencies	70,013		857,180		471,844	1,399,037
Other assets			508			508
Loan receivable					1,084,000	1,084,000
TOTAL ASSETS	<u>\$ 197,030</u>	<u>19,961</u>	<u>8,777,245</u>	<u>93,717</u>	<u>1,555,844</u>	<u>\$ 10,643,797</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable and other liabilities	\$ 6,486	37,417	734,202	1,000		\$ 779,105
Due to other funds		149,568			471,844	621,412
Advances from other funds			646,770			646,770
Deferred revenue					1,084,000	1,084,000
TOTAL LIABILITIES	<u>6,486</u>	<u>186,985</u>	<u>1,380,972</u>	<u>1,000</u>	<u>1,555,844</u>	<u>3,131,287</u>
FUND BALANCES (DEFICIT)						
Fund balances:						
Reserved for encumbrances	1,869	6,434	850,042	2,850		861,195
Unreserved-designated for specific projects and programs	188,675	(173,458)	6,546,231	89,867		6,651,315
TOTAL FUND BALANCES (DEFICIT)	<u>190,544</u>	<u>(167,024)</u>	<u>7,396,273</u>	<u>92,717</u>		<u>7,512,510</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	<u>\$ 197,030</u>	<u>19,961</u>	<u>8,777,245</u>	<u>93,717</u>	<u>1,555,844</u>	<u>\$ 10,643,797</u>

CITY OF LODI
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year ended June 30, 2007

	Special Revenue	Debt Service	Capital Projects	Total
Revenues:				
Licenses and permits	\$ 632,820			\$ 632,820
Intergovernmental revenues	3,565,416		234,926	3,800,342
Charges for services	2,180,863		660,770	2,841,633
Fines, forfeits and penalties	4,225			4,225
Investment and rental income	301,225		316,478	617,703
Miscellaneous revenue	83,576		10,000	93,576
Total revenues	<u>6,768,125</u>		<u>1,222,174</u>	<u>7,990,299</u>
Expenditures:				
Current:				
Public protection	435,792			435,792
Public works	1,715,482			1,715,482
Community development	2,061,706			2,061,706
Parks and recreation				
Capital outlay	2,280,375		1,245,964	3,526,339
Debt service:				
Interest and fiscal charges		1,152,715	10,920	1,163,635
Principal payments		626,233		626,233
Total expenditures	<u>6,493,355</u>	<u>1,778,948</u>	<u>1,256,884</u>	<u>9,529,187</u>
Excess (deficiency) of revenues over (under) expenditures	<u>274,770</u>	<u>(1,778,948)</u>	<u>(34,710)</u>	<u>(1,538,888)</u>
Other financing sources (uses):				
Transfers in	733,912	1,778,948	1,413,496	3,926,356
Transfers out	(101,542)		(632,990)	(734,532)
Total other financing sources (uses)	<u>632,370</u>	<u>1,778,948</u>	<u>780,506</u>	<u>3,191,824</u>
Net change in fund balances	907,140		745,796	1,652,936
Fund balances, beginning of year	<u>6,605,370</u>		<u>6,466,317</u>	<u>13,071,687</u>
Fund balances, end of year	<u>\$ 7,512,510</u>		<u>\$ 7,212,113</u>	<u>\$ 14,724,623</u>

CITY OF LODI
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year ended June 30, 2007

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
Revenues:				
Licenses and permits	\$ 632,820			\$ 632,820
Intergovernmental revenues	3,565,416		234,926	3,800,342
Charges for services	2,180,863		660,770	2,841,633
Fines, forfeits and penalties	4,225			4,225
Investment and rental income	301,225		316,478	617,703
Miscellaneous revenue	83,576		10,000	93,576
Total revenues	<u>6,768,125</u>		<u>1,222,174</u>	<u>7,990,299</u>
Expenditures:				
Current:				
Public protection	435,792			435,792
Public works	1,715,482			1,715,482
Community development	2,061,706			2,061,706
Parks and recreation				
Capital outlay	2,280,375		1,245,964	3,526,339
Debt service:				
Interest and fiscal charges		1,152,715	10,920	1,163,635
Principal payments		626,233		626,233
Total expenditures	<u>6,493,355</u>	<u>1,778,948</u>	<u>1,256,884</u>	<u>9,529,187</u>
Excess (deficiency) of revenues over (under) expenditures	<u>274,770</u>	<u>(1,778,948)</u>	<u>(34,710)</u>	<u>(1,538,888)</u>
Other financing sources (uses):				
Transfers in	733,912	1,778,948	1,413,496	3,926,356
Transfers out	(101,542)		(632,990)	(734,532)
Total other financing sources (uses)	<u>632,370</u>	<u>1,778,948</u>	<u>780,506</u>	<u>3,191,824</u>
Net change in fund balances	907,140		745,796	1,652,936
Fund balances, beginning of year	<u>6,605,370</u>		<u>6,466,317</u>	<u>13,071,687</u>
Fund balances, end of year	<u>\$ 7,512,510</u>		<u>7,212,113</u>	<u>\$ 14,724,623</u>

CITY OF LODI
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year ended June 30, 2007

	Public Safety	Community Development	Streets	Transportation	HOME Program & Community Development Block Grants	Total
REVENUES						
Licenses and permits	\$	632,820				\$ 632,820
Intergovernmental revenues	221,757	23,905	3,181,427	50,350	87,977	3,565,416
Charges for services		540,525	1,640,338			2,180,863
Fines, forfeits and penalties	3,100	1,125				4,225
Investment and rental income	9,759		288,368	3,098		301,225
Miscellaneous revenue		23,051	60,525			83,576
Total revenues	<u>234,616</u>	<u>1,221,426</u>	<u>5,170,658</u>	<u>53,448</u>	<u>87,977</u>	<u>6,768,125</u>
EXPENDITURES						
Current						
Public protection	435,792					435,792
Public works			1,627,505		87,977	1,715,482
Community development		2,061,706				2,061,706
Capital outlay			2,213,916	66,459		2,280,375
Total expenditures	<u>435,792</u>	<u>2,061,706</u>	<u>3,841,421</u>	<u>66,459</u>	<u>87,977</u>	<u>6,493,355</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(201,176)</u>	<u>(840,280)</u>	<u>1,329,237</u>	<u>(13,011)</u>		<u>274,770</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	8,680	600,000	125,232			733,912
Transfers out		(5,436)	(96,106)			(101,542)
Total other financing sources (uses)	<u>8,680</u>	<u>594,564</u>	<u>29,126</u>			<u>632,370</u>
NET CHANGE IN FUND BALANCES	(192,496)	(245,716)	1,358,363	(13,011)		907,140
FUND BALANCES, beginning of year	<u>383,040</u>	<u>78,692</u>	<u>6,037,910</u>	<u>105,728</u>		<u>6,605,370</u>
FUND BALANCES (DEFICIT), end of year	<u>\$ 190,544</u>	<u>(167,024)</u>	<u>7,396,273</u>	<u>92,717</u>		<u>\$ 7,512,510</u>

CITY OF LODI
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year ended June 30, 2007

	<u>PUBLIC SAFETY</u>		
	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Intergovernmental revenues	\$ 221,757	221,757	
Fines, forfeits and penalties		3,100	3,100
Investment and rental income		9,759	9,759
Total Revenue	<u>221,757</u>	<u>234,616</u>	<u>12,859</u>
EXPENDITURES			
Current			
Public protection	<u>435,792</u>	<u>435,792</u>	
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(214,035)	(201,176)	12,859
OTHER FINANCING SOURCES			
Transfers in	<u>8,680</u>	<u>8,680</u>	
NET CHANGE IN FUND BALANCE	(205,355)	(192,496)	12,859
FUND BALANCE, BEGINNING OF YEAR	<u>383,040</u>	<u>383,040</u>	
FUND BALANCE, END OF YEAR	<u>\$ 177,685</u>	<u>190,544</u>	<u>12,859</u>

CITY OF LODI
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year ended June 30, 2007

	<u>COMMUNITY DEVELOPMENT</u>		
	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Licenses and permits	\$ 939,470	632,820	(306,650)
Intergovernmental revenues		23,905	23,905
Charges for services	735,881	540,525	(195,356)
Fines, forfeits and penalties	8,875	1,125	(7,750)
Investment and rental income	9,452		(9,452)
Miscellaneous revenue	1,008	23,051	22,043
Total Revenue	<u>1,694,686</u>	<u>1,221,426</u>	<u>(473,260)</u>
EXPENDITURES			
Current			
Community development	<u>2,175,623</u>	<u>2,061,706</u>	<u>113,917</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(480,937)</u>	<u>(840,280)</u>	<u>(359,343)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	600,000	600,000	
Transfers out	<u>(5,436)</u>	<u>(5,436)</u>	
Total other financing sources (uses)	<u>594,564</u>	<u>594,564</u>	
NET CHANGE IN FUND BALANCE	113,627	(245,716)	(359,343)
FUND BALANCE, BEGINNING OF YEAR	<u>78,692</u>	<u>78,692</u>	
FUND BALANCE (DEFICIT), END OF YEAR	<u><u>192,319</u></u>	<u><u>(167,024)</u></u>	<u><u>(359,343)</u></u>

CITY OF LODI
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
STREETS FUND
Year ended June 30, 2007

	STREETS		
	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Intergovernmental revenues	\$ 7,736,000	3,181,427	(4,554,573)
Charges for services	1,520,000	1,640,338	120,338
Investment and rental income	3,800	288,368	284,568
Miscellaneous revenue		60,525	60,525
Total Revenue	<u>9,259,800</u>	<u>5,170,658</u>	<u>(4,089,142)</u>
EXPENDITURES			
Current			
Public works	3,227,874	1,627,505	1,600,369
Capital outlay	<u>6,571,795</u>	<u>2,213,916</u>	<u>4,357,879</u>
Total Expenditures	<u>9,799,669</u>	<u>3,841,421</u>	<u>5,958,248</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(539,869)</u>	<u>1,329,237</u>	<u>1,869,106</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,139,314	125,232	(1,014,082)
Transfers out	<u>(136,984)</u>	<u>(96,106)</u>	<u>40,878</u>
Total other financing sources (uses)	<u>1,002,330</u>	<u>29,126</u>	<u>(973,204)</u>
NET CHANGE IN FUND BALANCE	462,461	1,358,363	895,902
FUND BALANCE, BEGINNING OF YEAR	<u>6,037,910</u>	<u>6,037,910</u>	
FUND BALANCE, END OF YEAR	<u>\$ <u>6,500,371</u></u>	<u>7,396,273</u>	<u>895,902</u>

**SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year ended June 30, 2007**

	TRANSPORTATION		
	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Intergovernmental revenues	\$ 174,249	50,350	(123,899)
Investment and rental income	3,000	3,098	98
Total Revenue	177,249	53,448	(123,801)
 EXPENDITURES			
Capital outlay	282,977	66,459	216,518
 NET CHANGE IN FUND BALANCE	(105,728)	(13,011)	92,717
 FUND BALANCE, BEGINNING OF YEAR	105,728	105,728	
FUND BALANCE, END OF YEAR	\$	92,717	92,717

CITY OF LODI
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year ended June 30, 2007

	HOME PROGRAM and COMMUNITY DEVELOPMENT BLOCK GRANTS		
	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES			
Intergovernmental revenues	\$ 3,347,644	87,977	(3,259,667)
EXPENDITURES			
Current			
Public works	3,347,644	87,977	3,259,667
NET CHANGE IN FUND BALANCE			
FUND BALANCE, BEGINNING OF YEAR			
FUND BALANCE, END OF YEAR	\$		

**CITY OF LODI
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECT FUNDS
June 30, 2007**

	<u>Vehicle and Equipment</u>	<u>Library</u>	<u>Subdivision</u>	<u>Hutchins Street Square</u>	<u>Capital Outlay Reserve</u>	<u>Lodi Lake</u>	<u>Total</u>
ASSETS							
Cash and investments	\$ 1,307,968	12,677	300,339	2,181	4,117,675		\$ 5,740,840
Restricted assets					1,750,204		1,750,204
Receivables:							
Interest					42,557		42,557
Due from other funds					506,220		506,220
Due from other governmental agencies					359,950	146,928	506,878
Advances to other funds					646,770		646,770
TOTAL ASSETS	<u>\$ 1,307,968</u>	<u>12,677</u>	<u>300,339</u>	<u>2,181</u>	<u>7,423,376</u>	<u>146,928</u>	<u>\$ 9,193,469</u>
LIABILITIES							
Accounts payable and other liabilities	\$ 16,774				62,577	13,124	\$ 92,475
Due to other funds						30,958	30,958
Advances from other funds					1,497,973		1,497,973
Deferred revenue					359,950		359,950
TOTAL LIABILITIES	<u>16,774</u>				<u>1,920,500</u>	<u>44,082</u>	<u>1,981,356</u>
FUND BALANCES							
Fund balances:							
Reserved for encumbrances					308,917	56,559	365,476
Reserved for advances to other funds					646,770		646,770
Unreserved-designated for specific projects and programs	1,291,194	12,677	300,339	2,181	4,547,189	46,287	6,199,867
TOTAL FUND BALANCES	<u>1,291,194</u>	<u>12,677</u>	<u>300,339</u>	<u>2,181</u>	<u>5,502,876</u>	<u>102,846</u>	<u>7,212,113</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,307,968</u>	<u>12,677</u>	<u>300,339</u>	<u>2,181</u>	<u>7,423,376</u>	<u>146,928</u>	<u>\$ 9,193,469</u>

CITY OF LODI
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECT FUNDS
Year ended June 30, 2007

	Vehicle and Equipment	Library	Subdivision	Hutchins Street Square	Capital Outlay Reserve	Lodi Lake	Total
REVENUES							
Intergovernmental revenues	\$					234,926	\$ 234,926
Charges for services					660,770		660,770
Investment and rental income					316,478		316,478
Miscellaneous revenue					10,000		10,000
Total revenues					<u>987,248</u>	<u>234,926</u>	<u>1,222,174</u>
EXPENDITURES							
Capital outlay	342,238				665,874	237,852	1,245,964
Debt service:					10,920		10,920
Interest and fiscal charges					<u>676,794</u>	<u>237,852</u>	<u>1,256,884</u>
Total expenditures							
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	<u>(342,238)</u>				310,454	(2,926)	(34,710)
OTHER FINANCING SOURCES (USES)							
Transfers in	1,342,707					70,789	1,413,496
Transfers out					<u>(632,990)</u>		<u>(632,990)</u>
Total other financing sources (uses)	<u>1,342,707</u>				<u>(632,990)</u>	<u>70,789</u>	<u>780,506</u>
NET CHANGE IN FUND BALANCES	1,000,469				(322,536)	67,863	745,796
FUND BALANCES , BEGINNING OF YEAR	<u>290,725</u>	<u>12,677</u>	<u>300,339</u>	<u>2,181</u>	<u>5,825,412</u>	<u>34,983</u>	<u>6,466,317</u>
FUND BALANCES, END OF YEAR	<u>\$ 1,291,194</u>	<u>12,677</u>	<u>300,339</u>	<u>2,181</u>	<u>5,502,876</u>	<u>102,846</u>	<u>\$ 7,212,113</u>

CITY OF LODI
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
June 30, 2007

	<u>Fleet Services Fund</u>	<u>Claims and Benefits Funds</u>	<u>Total</u>
ASSETS			
Current assets:			
Cash and investments	\$	5,446,040	\$ 5,446,040
Receivables:			
Accounts, net		203,635	203,635
Interest		45,242	45,242
Inventory	108,524		108,524
Other assets	1,886	835	2,721
Noncurrent assets:			
Capital assets (net)	39,075		39,075
Total current assets	<u>149,485</u>	<u>5,695,752</u>	<u>5,845,237</u>
 LIABILITIES			
Current liabilities:			
Accounts payable and other liabilities	42,684	112,894	155,578
Self-insurance liability		2,265,383	2,265,383
Accrued compensated absences	67,293		67,293
Noncurrent liabilities:			
Accrued compensated absences	105,134		105,134
Self-insurance liability		4,130,617	4,130,617
Total liabilities	<u>215,111</u>	<u>6,508,894</u>	<u>6,724,005</u>
 NET ASSETS (DEFICIT)			
Invested in capital assets, net of related debt	39,075		39,075
Unrestricted (deficit)	(104,701)	(813,142)	(917,843)
Total net assets (deficit)	<u>\$ (65,626)</u>	<u>(813,142)</u>	<u>\$ (878,768)</u>

CITY OF LODI
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
Year ended June 30, 2007

	Fleet Services Fund	Claims and Benefits Funds	Total
OPERATING REVENUES			
Charges for services	\$ 1,567,016	8,533,149	\$ 10,100,165
OPERATING EXPENSES			
Personnel services	929,589	325,949	1,255,538
Supplies, materials and services	727,541	5,275,969	6,003,510
Utilities	14,587		14,587
Depreciation and amortization	1,447		1,447
Claims		1,578,383	1,578,383
TOTAL OPERATING EXPENSES	1,673,164	7,180,301	8,853,465
OPERATING INCOME (LOSS)	(106,148)	1,352,848	1,246,700
NONOPERATING REVENUES			
Investment income		203,234	203,234
Other revenues		685,412	685,412
TOTAL NONOPERATING REVENUES		888,646	888,646
LOSS (INCOME) BEFORE CAPITAL CONTRIBUTION	(106,148)	2,241,494	2,135,346
Capital contribution	40,522		40,522
Change in net assets	(65,626)	2,241,494	2,175,868
NET ASSETS (DEFICIT) - BEGINNING OF YEAR		(3,054,636)	(3,054,636)
NET ASSETS (DEFICIT) - END OF YEAR	\$ (65,626)	(813,142)	\$ (878,768)

**CITY OF LODI
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 PRIVATE-PURPOSE TRUST FUNDS
 June 30, 2006**

	Private-Purpose Trust Funds		
	Library	Hutchins Street Square Bequest	Total
ASSETS			
Cash and Investments	\$ 846,765	1,386	\$ 848,151
TOTAL ASSETS	846,765	1,386	848,151
 NET ASSETS	\$ 846,765	1,386	\$ 848,151

CITY OF LODI
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
Year ended June 30, 2007

	Private-Purpose Trust Funds		Total
	Library	Hutchins Street Square Bequest	
ADDITIONS			
Investment income and donations	\$ 100,575	52	\$ 100,627
Total additions	<u>100,575</u>	<u>52</u>	<u>100,627</u>
DEDUCTIONS			
Current			
Library	11,866		11,866
Total deductions	<u>11,866</u>		<u>11,866</u>
CHANGE IN NET ASSETS	88,709	52	88,761
NET ASSETS, BEGINNING OF YEAR	<u>758,056</u>	<u>1,334</u>	<u>759,390</u>
NET ASSETS, END OF YEAR	<u>\$ 846,765</u>	<u>1,386</u>	<u>\$ 848,151</u>

CITY OF LODI
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
Year ended June 30, 2007

	Special Assessments			Balance 6/30/07
	Balance 7/1/06	Additions	Deductions	
ASSETS				
Cash and investments	\$ 453,628	739,870	603,815	\$ 589,683
Special assessment receivable	71,594	79,508	71,594	79,508
Interest receivable	2,196	5,495	2,196	5,495
TOTAL ASSETS	\$ 527,418	824,873	677,605	\$ 674,686
LIABILITIES				
Agency obligations	\$ 527,418	147,268		\$ 674,686
TOTAL LIABILITIES	\$ 527,418	147,268		\$ 674,686