

FINANCIAL CONSOLIDATIONS

The City of Albuquerque's operating budget appropriates monies in 38 funds divided into five types. In addition, estimated information on grant funds is provided although not appropriated. Appropriation bills for grants are introduced to Council as grants arise.

Individual funds are established for specific purposes and operate as separate entities. However, there are large numbers of financial transactions between these funds. Some transactions are arms length, such as the payment in lieu of taxes (PILOT) and indirect overhead, which the enterprise funds pay to the General Fund. Enterprises are expected to function like a private business requiring payment of taxes. In addition, central services such as purchasing, payroll, accounting, and computer access are provided by the General Fund to all other funds in the City. These costs are charged to the enterprise through indirect overhead.

City policy requires that all positions be funded in an operating fund. Thus, employees hired to do construction projects financed by General Obligation Bonds are funded in the General Fund and the capital program remits payment to the General Fund.

Transfers between funds occur for a wide variety of reasons. Funding is transferred from the appropriate operating fund to the corresponding debt service fund. A city match for grant funds is transferred from the General Fund. Transfers are recorded to cover subsidies for those funds that require subsidy from the General Fund to continue operations such as Transit and Parking. Some funds are set up to record financial transactions that are shared between two separate government bodies. This requires a transfer to appropriate the money in the General Fund as well as in the resident fund.

Total dollars involved in such transactions are quite

large. Because they are appropriated in more than one fund, they are counted twice inflating the total expenses and revenues of the City. Just as the expenses are counted twice, so also are revenues, since the funds receiving the transfers treat such transfers as revenue. This overstates the City's total appropriations and revenues.

There are three types of tables, (1) combined revenues by fund group, (2) combined appropriations by fund group, and (3) consolidated revenues, appropriations and fund balances.

The consolidations in the following pages prevent the distortion by eliminating interfund transactions. The first two sets of tables deal with the total city budget. The first column is the combined city total for all funds and fund groups after all eliminations. The second column shows the total amount that has been eliminated. The third column is the total as appropriated prior to eliminations.

The third table covers the different fund groups. There are six fund groups in this budget. The General Fund accounts for general government functions and is supported primarily by taxes. The two special fund tables have specific revenue sources and limitations on their use. Many of these are grants from other governmental agencies. The City budget separates them based on whether it is possible to appropriate them in this document or if they must be appropriated at a later time due to timing issues with the grantor. Debt Service funds provide for the reservation of monies for the payment of interest and principal on outstanding debt obligations. Enterprise funds account for services provided and paid for by rates and user fees. Internal service funds service the City and other governmental agencies and receive all revenue from those agencies.

Individual fund tables that support these financial consolidations are located in the department budget highlights section.

COMBINED REVENUES BY FUND GROUP AND SOURCE - PROPOSED BUDGET FY/06
(\$000's)

	TOTAL	INTERFUND ELIMINATION	COMBINED TOTAL	GENERAL FUND	SPECIAL REV FUNDS IN GENERAL APPROP ACT	SPECIAL REV FUNDS NOT IN GEN APPROP ACT	DEBT SERVICE FUNDS	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
TAXES:									
PROPERTY	83,947	0	83,947	18,082	0	0	65,865	0	0
GROSS RECEIPTS	141,364	0	141,364	141,364	0	0	0	0	0
OTHER	41,271	0	41,271	26,426	14,845	0	0	0	0
TOTAL TAXES	266,582	0	266,582	185,872	14,845	0	65,865	0	0
LICENSES & PERMITS	15,385	0	15,385	12,003	3,382	0	0	0	0
INTERGOVERNMENTAL REVENUES:									
FEDERAL GRANTS	51,826	0	51,826	0	0	22,226	0	29,600	0
COUNTY	26,742	0	26,742	264	25,473	0	0	890	115
STATE SHARED REVENUE:									
GROSS RECEIPTS	167,050	0	167,050	167,050	0	0	0	0	0
CIGARETTE	850	0	850	560	290	0	0	0	0
OTHER SHARED REVENUE	8,169	0	8,169	4,064	0	4,105	0	0	0
STATE GRANTS	7,414	0	7,414	14	1,026	6,374	0	0	0
TOTAL STATE SHARED	183,483	0	183,483	171,688	1,316	10,479	0	0	0
TOTAL INTERGOVERNMENTAL	262,051	0	262,051	171,952	26,789	32,705	0	30,490	115
CHARGES FOR SERVICES	18,497	0	18,497	17,091	1,341	0	0	0	65
FINES AND FORFEITS	125	0	125	125	0	0	0	0	0
MISCELLANEOUS	7,614	0	7,614	2,558	2,011	457	509	1,505	574
ENTERPRISE REVENUES:									
AVIATION	61,865	0	61,865	0	0	0	0	61,865	0
APARTMENTS	3,187	0	3,187	0	0	0	0	3,187	0
STADIUM	1,824	0	1,824	0	0	0	0	1,824	0
PARKING FACILITIES	3,649	0	3,649	0	0	0	0	3,649	0
REFUSE DISPOSAL	47,182	0	47,182	0	0	0	0	47,182	0
TRANSIT	3,227	0	3,227	0	0	0	0	3,227	0
GOLF	3,975	0	3,975	0	0	0	0	3,975	0
HOUSING	1,692	0	1,692	0	0	0	0	1,692	0
TOTAL ENTERPRISE	126,601	0	126,601	0	0	0	0	126,601	0
INTERFUND/INTERNAL SERVICE:									
INTERNAL SERVICE	92,663	0	92,663	921	0	0	0	0	91,742
ADMINISTRATIVE O/H (a)	14,346	(8,857)	23,203	23,203	0	0	0	0	0
TRANSFERS (a)	7,408	(77,469)	84,877	2,141	35,740	4,734	12,060	30,202	0
PILOT	5,141	(1,418)	6,559	6,559	0	0	0	0	0
TOTAL INTRFD/INT SERV	119,558	(87,744)	207,302	32,824	35,740	4,734	12,060	30,202	91,742
TOTAL CURRENT RESOURCES	816,413	(87,744)	904,157	422,425	84,108	37,896	78,434	188,798	92,496
APPROPRIATED FUND BALANCE	75,509	0	75,509	69,082	3,074	879	2,891	6,168	(6,585)
ADJUSTMENTS TO FUNDS	(44,413)	0	(44,413)	(44,844)	(741)	(529)	0	1,728	(27)
GRAND TOTAL	847,509	(87,744)	935,253	446,663	86,441	38,246	81,325	196,694	85,884

(a) Remaining administrative O/H and transfers are from capital and other funds not included in this consolidation

COMBINED APPROPRIATIONS BY FUND GROUP AND DEPARTMENT, PROPOSED BUDGET FY/06
(\$000's)

	TOTAL	INTERFUND ELIMINATION	COMBINED TOTAL	GENERAL FUND	SPECIAL FUNDS IN GENERAL APPROP ACT	SPECIAL FUNDS NOT IN GEN APPROP ACT	DEBT SERVICE FUNDS	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
AVIATION	67,428	(20,684)	88,112	0	0	0	0	88,112	0
CHIEF ADMINISTRATIVE OFFICE	6,719	(1,085)	7,804	7,623	0	181	0	0	0
CITY SUPPORT	90,849	(10,272)	101,121	19,796	0	0	81,325	0	0
COUNCIL SERVICES	2,105	0	2,105	2,105	0	0	0	0	0
CULTURAL SERVICES	36,205	0	36,205	33,859	2,299	47	0	0	0
ENVIRONMENTAL HEALTH	15,833	(130)	15,963	9,743	2,982	3,238	0	0	0
FAMILY AND COMMUNITY SERVICES	88,361	(945)	89,306	32,763	0	20,986	0	35,557	0
FINANCE AND ADMINISTRATIVE SERVICES	71,041	(7,267)	78,308	20,064	15,932	0	0	0	42,312
FIRE	64,782	0	64,782	62,984	1,100	698	0	0	0
HUMAN RESOURCES	45,712	(147)	45,859	2,287	0	0	0	0	43,572
INTERNAL AUDIT AND INVESTIGATIONS	1,203	0	1,203	1,203	0	0	0	0	0
LEGAL	6,455	0	6,455	6,455	0	0	0	0	0
MAYOR	812	0	812	812	0	0	0	0	0
METROPOLITAN DETENTION CENTER	49,095	(25,578)	74,673	24,138	49,316	1,219	0	0	0
MUNICIPAL DEVELOPMENT	51,730	(16,013)	67,743	43,424	11,148	0	0	13,171	0
PARKS AND RECREATION	24,614	(2,790)	27,404	20,087	2,900	136	0	4,281	0
PLANNING	12,557	0	12,557	12,557	0	0	0	0	0
POLICE	125,082	(145)	125,227	119,774	764	4,689	0	0	0
SENIOR AFFAIRS	10,428	0	10,428	4,889	0	5,539	0	0	0
SOLID WASTE MANAGEMENT	45,788	(8,469)	54,257	0	0	594	0	53,663	0
TRANSIT	31,379	(23,559)	54,938	22,100	0	919	0	31,919	0
INDIRECT O/H ON OPERATING GRANTS	(669)	(669)	0	0	0	0	0	0	0
TOTALS	847,509	(117,753)	965,262	446,663	86,441	38,246	81,325	226,703	85,884
ENTERPRISE INTERFUND DEBT SERVICE	0	30,009	(30,009)	0	0	0	0	(30,009)	0
GRAND TOTAL	847,509	(87,744)	935,253	446,663	86,441	38,246	81,325	196,694	85,884

CONSOLIDATED REVENUES, APPROPRIATIONS AND FUND BALANCES, PROPOSED BUDGET FY/06
(\$000's)

FUND GROUP	FUND NO	FUND	EST BALANCE JUN 30,2005	ESTIMATED REVENUE	APPRO- PRIATION	INTERFUND TRANSACTION	FUND BAL ADJUSTMENT	SURPLUS (DEFICIT)	EST BALANCE JUN 30, 2006
GENERAL	110	GENERAL	69,082	410,638	381,384	(53,492)	(44,844)	(69,082)	0
SPECIAL FUNDS INCLUDED IN GENERAL APPROPRIATION	210	FIRE	162	1,041	1,100	0	0	(59)	103
	215	RECREATION	67	290	0	(290)	0	0	67
	220	LODGER'S TAX	1,028	8,620	4,178	(4,442)	0	0	1,028
	221	HOSPITALITY FEE	134	1,722	856	(856)	0	10	144
	225	CULTURE/REC SPECIAL PROJECTS	1,257	499	499	0	0	0	1,257
	235	ALB BIOPARK PROJECTS	28	1,800	1,800	0	0	0	28
	242	AIR QUALITY	1,240	2,475	2,852	(130)	0	(507)	733
	260	CORRECTIONS AND DETENTION	458	24,913	47,876	22,963	(458)	(458)	0
	282	GAS TAX ROAD FUND	234	4,513	4,941	311	0	(117)	117
	285	CITY/COUNTY PROJECTS	184	173	215	(82)	0	(124)	60
	287	FALSE ALARM ENFORCEMENT & EDUCATION	230	917	757	(7)	(283)	(130)	100
	290	CITY/COUNTY FACILITIES	480	1,335	3,153	1,503	0	(315)	165
	292	PLAZA DEL SOL BUILDING	104	0	968	921	0	(47)	57
	730	VEHICLE/COMPUTER PROJECTS	1,283	0	5,153	3,953	0	(1,200)	83
	851	OPEN SPACE EXPENDABLE TRUST	360	720	2,610	1,763	0	(127)	233
		SUBTOTAL	7,249	49,018	76,958	25,607	(741)	(3,074)	4,175
SPECIAL FUNDS EXCLUDED IN GENERAL APPROPRIATION	205	COMMUNITY DEVELOPMENT (b)	368	5,686	5,608	(77)	0	1	369
	265	OPERATING GRANTS (b)	4,844	26,144	29,998	3,853	0	(1)	4,843
	280	LAW ENFORCEMENT PROJECTS (b)	1,368	1,544	1,756	(138)	(529)	(879)	489
		SUBTOTAL	6,580	33,374	37,362	3,638	(529)	(879)	5,701
NON-ENTERPRISE DEBT SERVICE	405	SALES TAX DEBT SERVICE	1,068	0	10,955	10,765	0	(190)	878
	415	GENERAL OBLIGATION BOND DEBT SERV	14,823	66,374	68,963	0	0	(2,589)	12,234
	435	CITY/COUNTY BUILDING DEBT SERVICE	330	0	1,407	1,295	0	(112)	218
		SUBTOTAL	16,221	66,374	81,325	12,060	0	(2,891)	13,330
ENTERPRISE FUNDS	611	AVIATION OPERATING	7,097	62,140	43,974	(20,684)	0	(2,518)	4,579
	615	AIRPORT REVENUE BOND DEBT SERVICE	6,922	270	23,454	19,600	1,228	(2,356)	4,566
	641	PARKING FACILITIES OPERATING	721	3,656	3,357	(1,345)	500	(546)	175
	645	PARKING FACILITIES DEBT SERVICE	277	0	0	(208)	0	(208)	69
	651	REFUSE DISPOSAL OPERATING	4,464	47,599	40,057	(8,469)	0	(927)	3,537
	655	REFUSE DISPOSAL SYSTEM DEBT SERV	346	50	5,137	4,934	0	(153)	193
	661	TRANSIT OPERATING	2	10,084	30,460	20,641	0	265	267
	671	APARTMENTS OPERATING FUND	514	3,192	2,528	(868)	0	(204)	310
	675	APARTMENTS DEBT SERVICE FUND	433	0	869	868	0	(1)	432
	681	GOLF OPERATING FUND	(94)	4,034	3,199	(737)	0	98	4
	685	GOLF OPERATING DEBT SERVICE	31	0	345	345	0	0	31
	691	STADIUM OPERATING FUND	876	1,846	646	(1,168)	0	32	908
	695	STADIUM OPERATING DEBT SERVICE FUND	10	0	1,162	1,162	0	0	10
	805	HOUSING AUTHORITY (b)	2,053	31,642	31,292	0	0	350	2,403
		SUBTOTAL	23,652	164,513	186,480	14,071	1,728	(6,168)	17,484
INTERNAL SERVICE	705	RISK MANAGEMENT	18,598	36,827	29,238	(740)	0	6,849	25,447
	715	MATERIALS/SUPPLIES INV MANAGEMENT	302	589	552	(194)	0	(157)	145
	725	FLEET MANAGEMENT	887	10,786	10,299	(666)	0	(179)	708
	735	EMPLOYEE INSURANCE	1,438	43,171	42,789	(147)	(27)	208	1,646
	745	COMMUNICATIONS MANAGEMENT	244	1,123	1,122	(137)	0	(136)	108
		SUBTOTAL	21,469	92,496	84,000	(1,884)	(27)	6,585	28,054
		TOTAL ALL FUNDS	144,253	816,413	847,509	0	(44,413)	(75,509)	68,744

(a) Transfers between funds have been eliminated from Estimated Revenues and Appropriations.

(b) These funds are appropriated by separate resolutions.

GENERAL FUND 110

(\$000's)	ACTUAL FY/04	ORIGINAL BUDGET FY/05	REVISED BUDGET FY/05	ESTIMATED ACTUAL FY/05	PROPOSED BUDGET FY/06	PROP 06/ EST ACT 05 CHG
RESOURCES:						
Recurring Revenue	360,542	390,438	398,036	398,311	414,176	15,865
Intra-year	<u>0</u>	<u>0</u>	<u>156</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Rrecurring Revenue	360,542	390,438	398,192	398,311	414,176	15,865
% Change Recurring Revenue	9.4%	8.3%	2.0%	0.0%	4.0%	
Non-recurring Revenue						
Miscellaneous	10,521	2,686	8,331	8,107	8,249	142
Intra-year	<u>0</u>	<u>0</u>	<u>50</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Non-recurring Revenue	<u>10,521</u>	<u>2,686</u>	<u>8,381</u>	<u>8,107</u>	<u>8,249</u>	<u>142</u>
TOTAL REVENUES	371,063	393,124	406,573	406,418	422,425	16,007
Beginning Fund Balance	<u>43,125</u>	<u>64,786</u>	<u>64,786</u>	<u>64,786</u>	<u>69,082</u>	<u>4,296</u>
TOTAL RESOURCES	<u>414,188</u>	<u>457,910</u>	<u>471,359</u>	<u>471,204</u>	<u>491,507</u>	<u>20,303</u>
EXPENDITURES/APPROPRIATIONS:						
Recurring Expenditures/Appropriations	341,032	385,768	386,322	380,985	413,929	32,944
Recurring % Change	5.0%	13.1%	0.1%	-1.4%	8.6%	
Non-recurring Expend/Appropriations	<u>8,370</u>	<u>16,035</u>	<u>21,137</u>	<u>21,137</u>	<u>32,734</u>	<u>11,597</u>
TOTAL EXPENDITURES/APPROPRIATIONS	<u>349,402</u>	<u>401,803</u>	<u>407,459</u>	<u>402,122</u>	<u>446,663</u>	<u>44,541</u>
FUND BALANCE PER CAFR	<u>64,786</u>	<u>56,107</u>	<u>63,900</u>	<u>69,082</u>	<u>44,844</u>	<u>(24,238)</u>
ADJUSTMENTS:						
Encumbrances	(1,035)	0	0	0	0	0
Unrealized Gains on Investments	375	(97)	375	375	375	0
Inventory and Other Accounting Adjustments	<u>(537)</u>	<u>(389)</u>	<u>(537)</u>	<u>(537)</u>	<u>(537)</u>	<u>0</u>
TOTAL ADJUSTMENTS	<u>(1,197)</u>	<u>(486)</u>	<u>(162)</u>	<u>(162)</u>	<u>(162)</u>	<u>0</u>
RESERVES:						
Quarter Cent - Central Processing	0	1,500	1,500	1,500	3,418	1,918
Transit Reserve - BRTS	275	0	0	0	0	0
IRB Settlement	0	1,546	1,333	1,333	1,042	(291)
Tricentennial	0	600	0	0	0	0
Nuisance Abatement Properties	0	975	275	275	0	(275)
FY05 2nd Qtr Est. Reversions Adjusted	0	0	0	3,000	3,000	0
Special Reserve	0	2,000	2,000	2,000	0	(2,000)
Reserve 1/12th Appropriations	<u>29,202</u>	<u>33,457</u>	<u>33,831</u>	<u>33,831</u>	<u>37,222</u>	<u>3,391</u>
TOTAL RESERVES	<u>29,477</u>	<u>40,078</u>	<u>38,939</u>	<u>41,939</u>	<u>44,682</u>	<u>2,743</u>
AVAILABLE FUND BALANCE	<u>34,112</u>	<u>15,543</u>	<u>24,799</u>	<u>26,981</u>	<u>0</u>	<u>(26,981)</u>