

2010 FAFR

COMPREHENSIVE ANNUAL FINANCIAL REPORT
JULY 1, 2009 TO JUNE 30, 2010

city of albuquerque

Richard J. BERRY - Mayor



CITY OF ALBUQUERQUE, NEW MEXICO

Comprehensive Annual Financial Report

Year ended June 30, 2010

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INTRODUCTORY SECTION



June 1, 2011

Honorable Mayor and City Council
City of Albuquerque, New Mexico

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for the City of Albuquerque, New Mexico, (City), for the fiscal year ended June 30, 2010. New Mexico State Statute 12-6-3, NMSA 1978 mandates that the financial affairs of the City's records be thoroughly examined and audited each year by independent public accountants. Federal law also requires that a single audit be performed for federal grant funds in conformance with the provisions of the Single Audit Act of 1984 and OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". All information related to the single audit, including the schedule of expenditures of federal awards, findings and recommendations, and the independent auditors' reports on the internal control structure and compliance with applicable laws and regulations are included in the Single Audit Section.

This report was prepared by the Department of Finance and Administrative Services with the assistance of various other City departments. City management assumes full responsibility for the accuracy of the data presented and the completeness and fairness of presentation, including all disclosures, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. Moss Adams, Certified Public Accountants, have issued an unqualified opinion on the City's CAFR for the year ended June 30, 2010. As indicated by the opinion of our independent auditors, the report fairly presents the financial position and the results of operations of the City as measured by the financial activity of its various funds. The report has been set forth in a manner that will give the reader a broad understanding of the City's financial affairs. It includes disclosures necessary for the reader to gain an understanding of the City's financial activities. The independent auditors' report is located at the front of the financial statements.

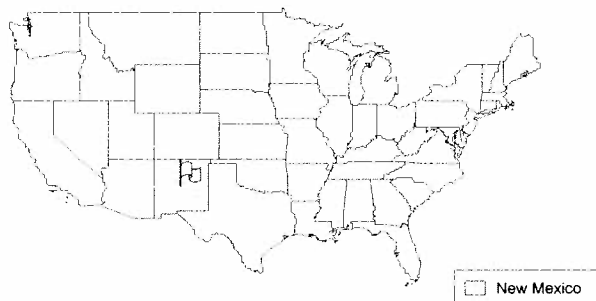
Management's Discussion & Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the City

Albuquerque, New Mexico is located in the central region of the state and is the economic and population hub of New Mexico. With an estimated population of 543,000 in 2010, Albuquerque ranks 33rd in population of the nation's cities and is the largest city in New Mexico with roughly one-fourth of the state's population. The City was founded in 1706, chartered as a town in 1885, and organized under territorial law as a city in 1891. The City became a charter city in 1917 and the voters approved a home rule amendment to the charter in 1971. In 1974, the electorate voted to establish a mayor-council form of government; the City Council consists of nine council members elected from districts. As a governmental entity, the City is not subject to Federal or State income taxes. The City provides traditional services such as public safety, culture and recreation, public works, highways and streets, storm drainage, and refuse collection. In addition, the City operates parking facilities, a transit system, an international airport, and a housing authority.

The CAFR of the City includes all government activities, organizations and functions for which the City is financially accountable. The criteria used to determine financial accountability are based on, and consistent with, the pronouncements of the Governmental Accounting Standards Board which sets criteria for defining the financial reporting entity. Effective July 1,

2003, water and sewer services that used to be provided by the City are now provided by the Albuquerque-Bernalillo County Water Utility Authority, which is operated by the City under the terms of a Memorandum of Understanding with the Authority. The City does not have relationships with any other organizations not included in this CAFR of such nature and significance that exclusion would render the City's financial statements incomplete or misleading.



Summary of Local Economy

Albuquerque is the major commercial, trade, service and financial center of the state. It is located in the central part of the state, at the intersection of two major interstate highways, and served by both rail and air. The Albuquerque Metropolitan Statistical Area (MSA) includes Bernalillo, Sandoval, Torrance and Valencia Counties. The City has a population of approximately 543,000 and the MSA as of the 2010 census has a population of 887,000. The largest employers in the Albuquerque area are the University of New Mexico, Albuquerque Public Schools, Sandia National Labs (SNL), and Kirtland Air Force Base.

The Albuquerque economy has an industry composition not unlike that of the U.S. as a whole. Manufacturing, makes up a smaller part of the Albuquerque economy, and has declined in employment in the past 10 years.

Albuquerque MSA Employment in Thousands

	<i>Employment FY/10</i>	<i>Share of FY/10 Employment</i>	<i>Growth FY/09 to FY/10</i>	<i>Compound Annual Average FY/05 to FY/10</i>
NAICS CATEGORY				
Total Nonfarm Employment (does not include military)	373.97	100%	-3.4%	0.0%
Natural Resources and Mining and Construction	22.48	6%	-13.3%	-3.7%
Manufacturing	17.50	5%	-13.5%	-5.1%
Trade, Transportation, and Utilities	62.73	17%	-4.4%	-1.1%
Information	9.01	2%	-1.6%	0.0%
Financial Activities	18.16	5%	-1.2%	-1.1%
Aggregate of Services	160.97	43%	-2.8%	1.0%
Professional and Business Services	57.88	15%	-7.7%	-0.7%
Educational and Health Services	54.08	14%	2.7%	3.4%
Leisure and Hospitality	37.20	10%	-2.0%	0.6%
Other Services	11.81	3%	-3.7%	0.0%
Government	83.13	22%	1.1%	2.0%
MILITARY	6.272	NA	5.6%	-0.3%

While the U.S. has shown some gains in employment the Albuquerque MSA continues to lose jobs. Construction, particularly single family construction, has fallen off dramatically. The unemployment rate increased from 5.4% in FY/09 to an average of 8.3% in FY/10, with June of 2010 being at 8.9%. Employment declined and average of 3.4% in FY/10 with construction and manufacturing declining 13.3% and 13.5% respectively. Both these sectors declined in FY/09 and layoffs continue. The only sectors that had increases in employment are government and educational and health services. One of the strengths for the Albuquerque economy is the national labs. Sandia National Laboratories (SNL) has devoted a great deal of research to

terrorism and homeland security and the mission to protect the nuclear weapons arsenal. The micro-systems technology, or nano-technology, for which SNL is well known, may provide many novel and inexpensive answers to medical and materials sciences. The labs expertise and technology is also becoming more readily available to the private sector.

Additional historic economic information is presented in the statistical section of this report.

Long-term financial planning

As a matter of City policy, the General Fund is required to maintain an operating reserve equal to one-twelfth of the total annual appropriation level. This standard is more conservative than the State's standard as it includes transfers and nonrecurring appropriations. This reserve is "funded" annually as part of the annual budget process and is modified as necessary, if material, throughout the year to reflect changes in appropriations. Annually, the budget process begins with the development and publication of a Five-Year Forecast which estimates future revenues and expenditures for the General Fund and the general fund subsidized funds. The purpose of this report is to identify key trends in revenues and expenditures and to provide information about the financial challenges anticipated over the next few years. The City's Forecasting Advisory Committee, including experts from within and outside government, reviews the forecasts and revenue projections prepared by City staff. Revenues are monitored monthly and expenditures are reviewed quarterly.

The City also develops a Decade Plan that guides the capital improvements program (CIP) and forms the basis for the general obligation bond program which is presented to and voted on by the public in odd-numbered years. This process allows for long-term planning for both initial construction costs as well as additional operating costs to staff, operate and maintain new facilities required in the community.

The City is committed to performance-based budgeting which drives the development of both operating and capital budgets.

Relevant Financial Policies

The City has a well developed system of program performance budgeting. Program strategies are developed to impact the defined and monitored community conditions which move the City towards achieving its goals. Each program strategy is a collection of specific service activities that are monitored for financial and performance management. Department directors are held responsible for the fiscal performance of their units as well as the programmatic performance of their units. The City has adopted the practice of not "cleaning-up" program over-expenditures, but rather reporting them in the comprehensive annual financial report as budget overspent. This practice provides necessary information for future budget cycles and brings attention to the reasons for the budget overage. The City does "clean-up" funds in the event that they are overspent. In most cases when funds require "clean-up", there is sufficient fund balance to make the appropriation.

Historically, the City has been conservative in its approach to financial matters, minimizing long-term debt cycles to control interest costs and stringently monitoring and controlling the use of both recurring and non-recurring operating revenues.

Major Initiatives

The Administration put a \$19 million savings plan in place for Fiscal Year 2010 compensating for a 5% decline in Gross Receipts Tax. As revenues continued to decline, additional steps were taken. The City instituted a mid-year cost reduction plan for fiscal year 2010. The City directed Administration to find cost reductions that would save on average 2% of their General Fund budget and the City eliminated many appointed positions. The police force remained at 1,100 officers. The addition of 100 police officers was not financially feasible. The Administration monitored vacant positions only filling those that were critical to City core functions.

The city engaged a consultant to provide an independent assessment of its PeopleSoft Enterprise Resource Planning (ERP) Program, which it has been using since January of 2009. The purpose of this report was to assess the strengths and weaknesses, develop associated recommendations, and create an overall plan for implementation of the ERP Program. Additionally, an ERP support organization was established as a separate division in an effort to generate greater business ownership for the application. The city has established a governance model for the ERP Program with the formation of the ERP Steering Committee and the Business Alignment Committee (BAC) that includes representation from the City Council. Finally, the city's efforts to revitalize ERP have been given visibility at the highest levels of the organization. Executive sponsorship and

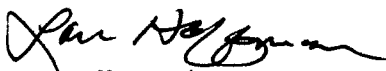
leadership is essential for any major change effort, and this plan proposes significant levels of change to city business processes and the manner in which customer service and application support is provided.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) of the United States and Canada presented the City of Albuquerque a Distinguished Budget Presentation Award for its annual appropriated budget for the fiscal year beginning July 1, 2009. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan, and a communications medium.

The preparation of this report could not have been accomplished without the dedicated services of the staff of the Department of Finance and Administrative Services. We wish to express our sincere appreciation to all members of the Department who contributed to its preparation and recognize the major effort of the Accounting Division and its Financial Reporting Section in administering the City's accounting system and in preparing this report. We also wish to thank each of you for your interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Lou Hoffman", with a stylized flourish at the end.

Lou Hoffman, Director
Department of Finance & Administrative Services



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

City of Albuquerque
New Mexico

Special Performance Measures Recognition

For the Fiscal Year Beginning

July 1, 2009

President

Executive Director

The Government Finance Officers Association Of The United States And Canada (GFOA) Presented A Distinguished Budget Presentation Award To The **City Of Albuquerque, New Mexico** For Its Annual Budget For The Fiscal Year Beginning **July 1, 2009**. In Order To Receive This Award, A Governmental Unit Must Publish A Budget Document That Meets Program Criteria As A Policy Document, As A Financial Plan, As An Operations Guide, And As A Communications Device.

CITY OF ALBUQUERQUE

PRINCIPAL OFFICIALS

June 30, 2010

MAYOR

RICHARD J. BERRY

CITY COUNCIL

KEN SANCHEZ, PRESIDENT	District 1
DEBBIE O'MALLEY	District 2
ISAAC BENTON	District 3
BRAD WINTER	District 4
DAN LEWIS	District 5
REY GARDUÑO	District 6
MICHAEL COOK	District 7
TRUDY JONES, VICE PRESIDENT	District 8
DON HARRIS	District 9

CHIEF ADMINISTRATIVE OFFICER

DAVID S. CAMPBELL

DEPUTY CHIEF ADMINISTRATIVE OFFICERS

DARREN P. WHITE, CHIEF PUBLIC SAFETY OFFICER

DEPARTMENT OF FINANCE AND ADMINISTRATIVE SERVICES

LOU HOFFMAN, DIRECTOR



City of Albuquerque

The People of
Albuquerque

Mayor
Richard J. Berry

City Council
Director of Council Services
Laura Mason

DST. 1 Ken Sanchez
DST. 2 Debbie O'Malley
DST. 3 Isaac Benton
DST. 4 Brad Winter
DST. 5 Dan Lewis
DST. 6 Rey Garduño
DST. 7 Michael Cook
DST. 8 Trudy Jones
DST. 9 Don Harris

Office of Internal Audit
& Investigations
Carmen Kavelman
Director

Chief Administrative Officer
David S. Campbell

Director of Public Safety
Darren P. White

Office of Police Oversight
William W. Deaton

Administrative Hearing
Office
Roberto Albertorio

Police
Raymond Schultz

Fire
James Breen

Emergency Preparedness
Sal Baragiola

Finance & Administrative
Services
Lou Hoffman

Human Resources
Eugene Moser

Animal Welfare
Barbara Bruin

Aviation
James Hinde

Cultural Services
Beatriz (Betty) Rivera

Economic Development
John Garcia

Environmental Health
Mary Lou Leonard

Family & Community Svcs
Robin Dozier Otten

Municipal Development
Michael Riordan, Acting

Legal
Robert J. Perry

Office of the City Clerk
Amy Bailey

Parks & Recreation
Barbara Baca

Planning
Deborah Stover

Senior Affairs
Jorja Armijo-Brasher

Solid Waste
John Soladay

Transit
Bruce Rizzieri

Signature:

David S. Campbell, Chief Administrative Officer

05/25/10

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CITY OF ALBUQUERQUE, NEW MEXICO

CONTRIBUTORS

June 30, 2010

Lou Hoffman, Director
Department of Finance & Administrative Services

Accounting Division Personnel

Pamela Berry, CMA
Accounting Officer
Stephanie Yara, CPA, CGFM, MBA
Assistant Accounting Officer
Mari Hughes, MACC
Accounting Manager
Terry Suarez, MAOM, CPA
Grant Administrator
Nela Wilkinson, CPA
Accounting Systems Coordinator
B. Jesse Muniz
Accounting Systems Coordinator
Garick Maez
Accounting Systems Coordinator
Michelle Hayden
Principal Accountant
Joseph Griego
Principal Accountant
Yu Liang
Principal Accountant
V. O. Shynkar, CPA
Principal Accountant
Amanda Vigil, MBA
Principal Accountant
Tracy Milman
Principal Accountant
Denise Ortiz, CPA
Principal Accountant
Enrique Vargas
Principal Accountant
Marie Lee
Principal Accountant

Office of Management Budget

Mark Sandoval
Budget Officer
Jacques Blair, PhD
City Economist
Patsy Pino
Executive Budget Analyst
Jane Aranda
Executive Budget Analyst
Kari Powles, CGFM
Executive Budget Analyst
Dee Dickson
Executive Budget Analyst

City Fiscal Personnel

Steve Falk, CPA
Solid Waste Management
Debbie Dombroski, CPA, MBA
Aviation Department
Pam White, CM
Aviation Department
Phyllis Keller, CPA
Aviation Department
Aubrey Thompson, CPA
Police Department
Thomas Torres, CPA
Risk Management
Elaine Padilla
Dept. of Family & Community Services
Conni Jones-Vigil
Transit Department

Albuquerque Bernalillo County Water Authority

Stan Allred
Chief Finance Officer
Cliff Wintrobe, CPA
Budget Analyst

Treasury Division Personnel

Cilia E. Aglialoro, CTP
Treasurer
Susan H. Biernacki
Assistant Treasurer

FINANCIAL SECTION

Report of Independent Auditors

The Honorable Richard J. Berry, Mayor and
Members of the City Council and
Mr. Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of the City of Albuquerque, New Mexico (City), as of and for the year ended June 30, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service funds, fiduciary fund and the budgetary comparisons for the major capital project funds, debt service funds, permanent funds and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service, and fiduciary funds of the City as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the nonmajor governmental funds, major debt service fund, major capital projects funds, major enterprise funds, non-major enterprise funds, and internal service funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Honorable Richard J. Berry, Mayor and
Members of the City Council and
Mr. Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico

In accordance with *Government Auditing Standards*, we have also issued our report dated July 8, 2011 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 12 through 23 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and we express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statements. The accompanying Financial Data Schedule, as required by the U.S. Department of Housing and Urban Development, Guidelines for Public Housing Authorities and Independent Auditors under Uniform Financial Reporting Standards for Public Housing Authorities, and the other additional schedules listed as "other supplementary information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Handwritten signature of Moss Adams LLP in black ink.

Albuquerque, New Mexico
July 8, 2011

CITY OF ALBUQUERQUE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2010

This section of the City of Albuquerque's (City) Comprehensive Annual Financial Report (CAFR) presents a narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

FINANCIAL HIGHLIGHTS

- The City's total net assets increased by \$29.4 million during the year. The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$3.8 billion (net assets). Of this amount, \$250.6 million (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors in subsequent accounting periods.
- As of June 30, 2010, the City's governmental funds reported combined ending fund balances of \$325.1 million. Approximately 77.3% of this amount, \$251.3 million, is unreserved fund balance available for spending at the government's discretion. Included in this amount is approximately \$117.8 million in the Capital Acquisition Fund.
- At the close of the current fiscal year, unreserved fund balance for the general fund was \$44.1 million or 10.4% of the total general fund expenditures of \$422.6 million. \$38.4 million or 9.1% of the total general fund expenditures is unreserved designated for subsequent years' operations.
- The City's governmental activities long-term obligations decreased by \$33.4 million during the current year. The key factors in this change were decreases in long term debt of \$51.6 million and an increase in accrued vacation and sick leave pay, and claims totaling \$18.2 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements contain three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The *statement of net assets* presents information on all of the City's assets and liabilities, with the differences between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating, absent extraordinary events. The *statement of activities* presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as revenues pertaining to uncollected taxes and expenses pertaining to earned but unused vacation and sick leave.

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include public safety and protection, culture and recreation, public works, public health, human services, housing, highways and streets, and special assessments. The business-type activities of the City include an airport, apartments, a baseball stadium, refuse disposal services, golf courses, parking facilities, housing authority, and a transit system.

The City has determined that the Albuquerque Bernalillo County Water Utility Authority (Authority), created with an effective date of July 1, 2003, is a component unit of the City. The City does, however, provide certain administrative services to the Authority under the terms of a Memorandum of Understanding that will expire on June 30, 2012. The City does not have a relationship with any other government that would cause that government to be considered a component unit of the City. The Authority's Comprehensive Annual Financial Report as of and for the year ended June 30, 2010 is available by contacting the Authority at the following address: Fifth floor, P.O. Box 1293, Albuquerque, NM 87103.

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Fund Financial Statements.

The fund financial statements are designed to report information about groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into the following three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements – i.e. most of the City's basic services are reported in governmental funds. These statements, however, focus on (1) how cash and other financial assets can readily be converted to available resources and (2) the balances left at year-end that are available for spending. Such information may be useful in determining what financial resources are available in the near future to finance the City's programs. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The City maintains several individual governmental funds organized according to their type (special revenue, debt service, capital projects and permanent funds). Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, General Obligations Debt Service, Infrastructure Tax, and the Capital Acquisition funds, all of which are considered major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for the General Fund. A budgetary comparison statement for the General Fund is presented in the Basic Financial Statements section of this report. A budgetary comparison statement for the General Obligation Debt Service Fund, a major fund, is presented in the Supplementary Information section. In addition, the City adopts an annual appropriated budget for other nonmajor governmental funds. Budgetary comparison statements for those funds are also presented in the Supplementary Information section.

Proprietary funds. Proprietary funds are generally used to account for services for which the City charges customers – either outside customers, or internal units or departments of the City. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The City maintains the following two types of proprietary funds:

- Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for the operations of the Albuquerque International Airport, Refuse Disposal, and Transit, which are considered major funds of the City. In addition the following nonmajor funds are reported: Apartments; Golf Course; Parking; Stadium; and Housing Authority.
- Internal Service funds are used to report activities that provide supplies and services for certain City programs and activities. These funds account for inventory warehousing and stock issues; workers' compensation, tort and other claims insurance coverage; vehicle maintenance and motor pool services; and communication services to City departments. In addition, these funds provide health insurance coverage to City employees. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the City. The City's Trust and Agency Fund is reported under the fiduciary funds. Since the resources of this fund are not available to support the City's own programs, it is not reflected in the government-wide financial statements. The accounting used for fiduciary funds is much like that used for proprietary funds.

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Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information (RSI)

The required budgetary comparison statement for the General Fund and the Schedule of Funding Progress for Basic Life is presented separately and in the basic financial statements. The City is not required to provide other information in the RSI and, therefore, no additional information is presented there.

Combining Statements

The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor proprietary funds, internal service funds, and fiduciary funds are presented immediately following the Notes to the Financial Statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Below is a comparative analysis of government-wide data for the most recently completed fiscal year and the prior fiscal year:

NET ASSETS (in millions)							
	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2010	2009	2010	2009	2010	2009	
Assets:							
Current and other assets	\$ 599.5	\$ 703.3	\$205.6	\$210.4	\$ 805.2	\$ 913.7	-11.9%
Capital Assets	3,280.7	3,235.2	540.9	554.4	3,821.6	3,789.60	0.8%
Total assets	<u>\$3,880.2</u>	<u>\$3,938.5</u>	<u>\$746.5</u>	<u>\$764.8</u>	<u>\$4,626.8</u>	<u>\$4,703.3</u>	-1.6%
Liabilities:							
Long-term liabilities outstanding	\$ 370.5	\$ 403.9	\$190.4	\$217.1	\$ 560.8	\$ 621.0	-9.7%
Other liabilities	180.2	218.4	58.5	66.1	238.8	284.5	-16.1%
Total Liabilities	<u>\$ 550.7</u>	<u>\$ 622.3</u>	<u>\$248.9</u>	<u>\$283.2</u>	<u>\$ 799.6</u>	<u>\$ 905.5</u>	-11.7%
Net assets:							
Invested in capital assets,							
Net of related debt	\$2,955.8	\$2,654.5	\$334.2	\$315.7	\$3,290.0	\$2,970.2	10.8%
Restricted	180.7	241.6	105.8	107.0	286.6	348.6	-17.8%
Unrestricted	193.1	420.1	57.5	58.9	250.6	479.0	-47.7%
Total net assets	<u>\$3,329.6</u>	<u>\$3,316.2</u>	<u>\$497.6</u>	<u>\$481.6</u>	<u>\$3,827.2</u>	<u>\$3,797.8</u>	0.8%

As noted earlier, net assets may serve as a useful indicator of a government's financial position. For the City, assets exceeded liabilities by \$3.8 billion at the close of the year. The largest portion of the City's net assets (86%) reflects its investment of \$3.3 billion in capital assets (i.e. land, buildings, infrastructure, and equipment less any related outstanding debt used to acquire these assets.) The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that resources needed to pay this debt must come from other sources since capital assets cannot be liquidated for these liabilities. Restricted net assets in the amount of \$286.6 million represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$250.6 million, may be used to meet the City's ongoing obligations to its citizens and creditors. At the end of the

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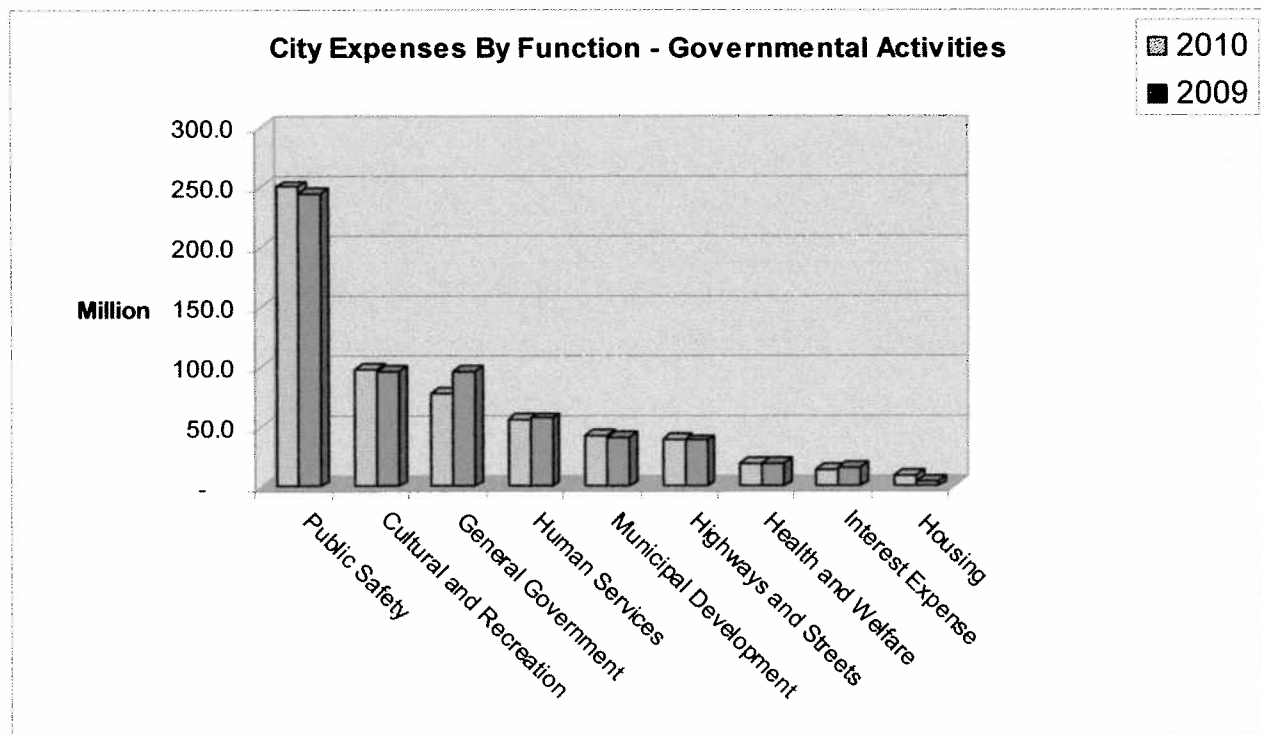
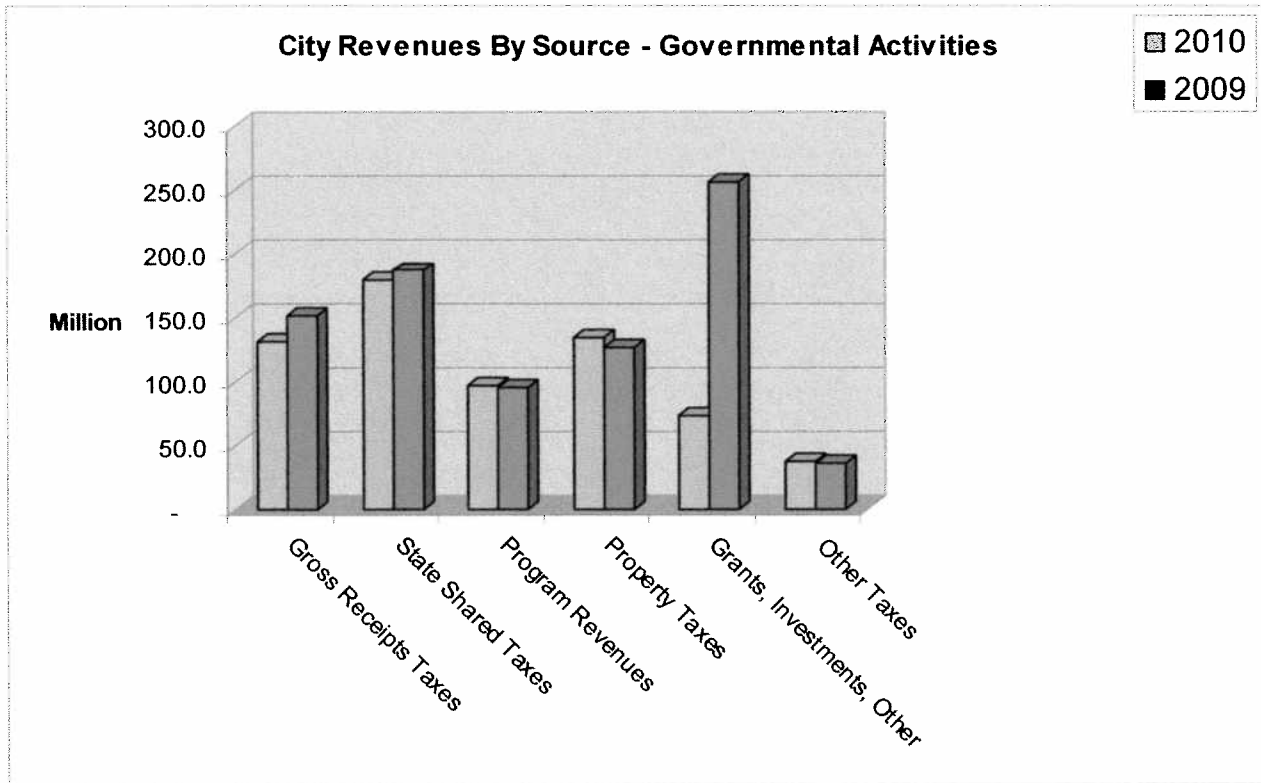
current fiscal year, the City has positive balances in all three categories of net assets for the government as a whole, as well as for both the governmental and business-type activities.

The City's overall net assets increased by \$29.4 million during the current fiscal year. The increase in net assets is explained in the governmental and business-type activities discussion.

CHANGE IN NET ASSETS
(in millions of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2010	2009	2010	2009	2010	2009	
Revenues:							
Program revenues:							
Charges for services	\$ 62.3	\$ 64.0	\$144.0	\$146.2	\$206.2	\$210.2	-1.89%
Operating grants and contributions	34.0	31.9	28.5	27.1	62.6	59.0	6.07%
Capital grants and contributions	-	-	20.5	40.1	20.5	40.1	-48.94%
General revenues:	-	-	-	-	-	-	
Gross receipts taxes	131.4	151.3	-	-	131.4	151.3	-13.18%
Property taxes	133.7	127.0	-	-	133.7	127.0	5.31%
Other taxes	37.7	36.6	-	-	37.7	36.6	2.97%
State shared taxes and fees	179.8	186.6	-	-	179.8	186.7	-3.70%
Grants, investment income, and other	74.0	255.6	4.8	6.5	78.8	262.1	-69.94%
Total revenues	\$ 652.9	\$ 853.1	\$197.8	\$219.9	\$ 850.7	\$1,073.0	-20.72%
Expenses:							
General government	\$ 77.4	\$ 95.4	\$ -	-	\$ 77.4	\$ 95.3	-18.73%
Public safety	250.1	244.2	-	-	250.1	244.3	2.36%
Cultural and recreation	98.1	95.9	-	-	98.1	95.9	2.33%
Municipal Development	42.4	41.4	-	-	42.4	41.4	2.34%
Health and welfare	19.3	19.5	-	-	19.3	19.5	-0.98%
Human services	56.4	56.5	-	-	56.4	56.6	-0.41%
Housing	9.5	4.3	-	-	9.5	4.3	121.31%
Highways and streets	39.7	38.4	-	-	39.7	38.4	3.48%
Interest expense	14.2	15.8	-	-	14.2	15.8	-10.17%
Airport	-	-	63.5	66.1	63.4	66.1	-4.07%
Refuse disposal	-	-	48.7	51.8	48.7	51.8	-5.95%
Transit	-	-	53.8	55.9	53.8	55.9	-3.72%
Non major enterprise funds	-	-	48.2	49.3	48.2	49.3	-2.22%
Total expenses	\$ 607.1	\$ 611.5	\$214.2	\$223.1	\$ 821.3	\$ 834.6	-1.59%
Excess (deficiency) before transfers	\$ 45.8	\$ 241.6	\$ (16.4)	\$ (3.2)	\$ 29.4	\$ 238.4	-87.68%
Transfers	\$ (32.4)	\$ (38.5)	\$ 32.4	\$ 38.5	\$ -	\$ -	
Increase (decrease) in net assets	\$ 13.4	\$ 203.1	\$ 16.0	\$ 35.3	\$ 29.4	\$ 238.4	-87.68%
Net Assets July 1	\$3,316.2	\$3,113.1	\$481.6	\$446.4	\$3,797.8	\$3,559.4	6.70%
Net Assets June 30	\$3,329.6	\$3,316.2	\$497.6	\$481.6	\$3,827.2	\$3,797.8	0.77%

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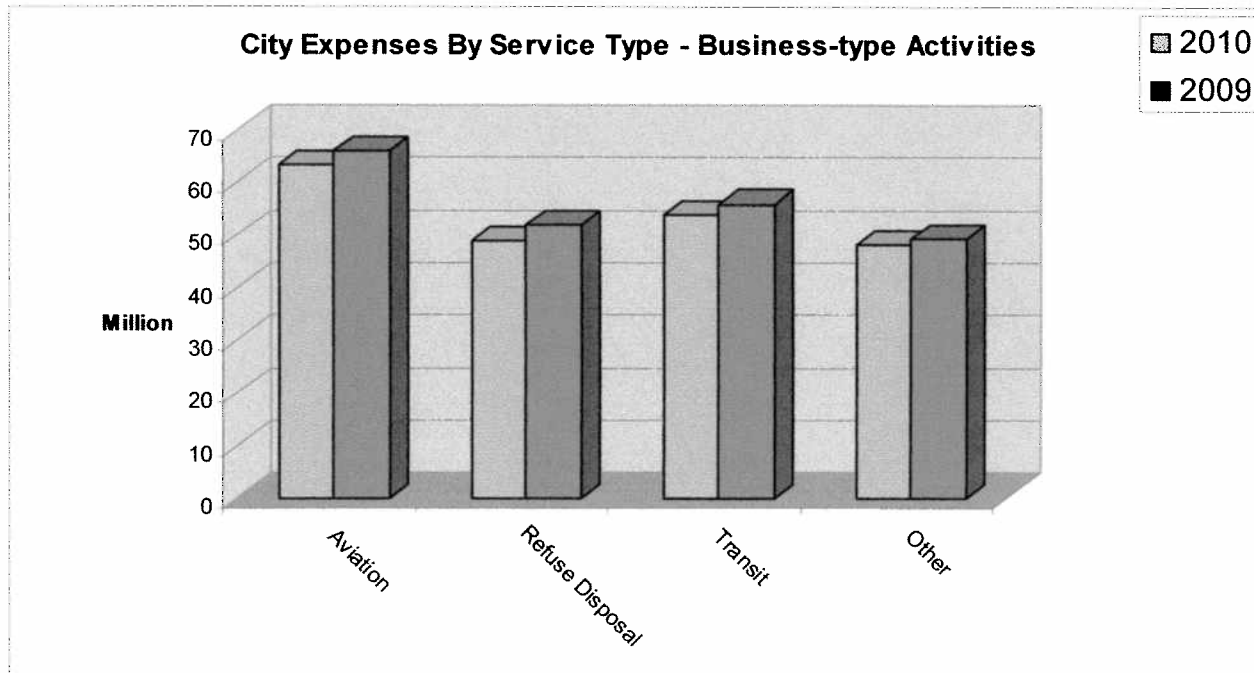
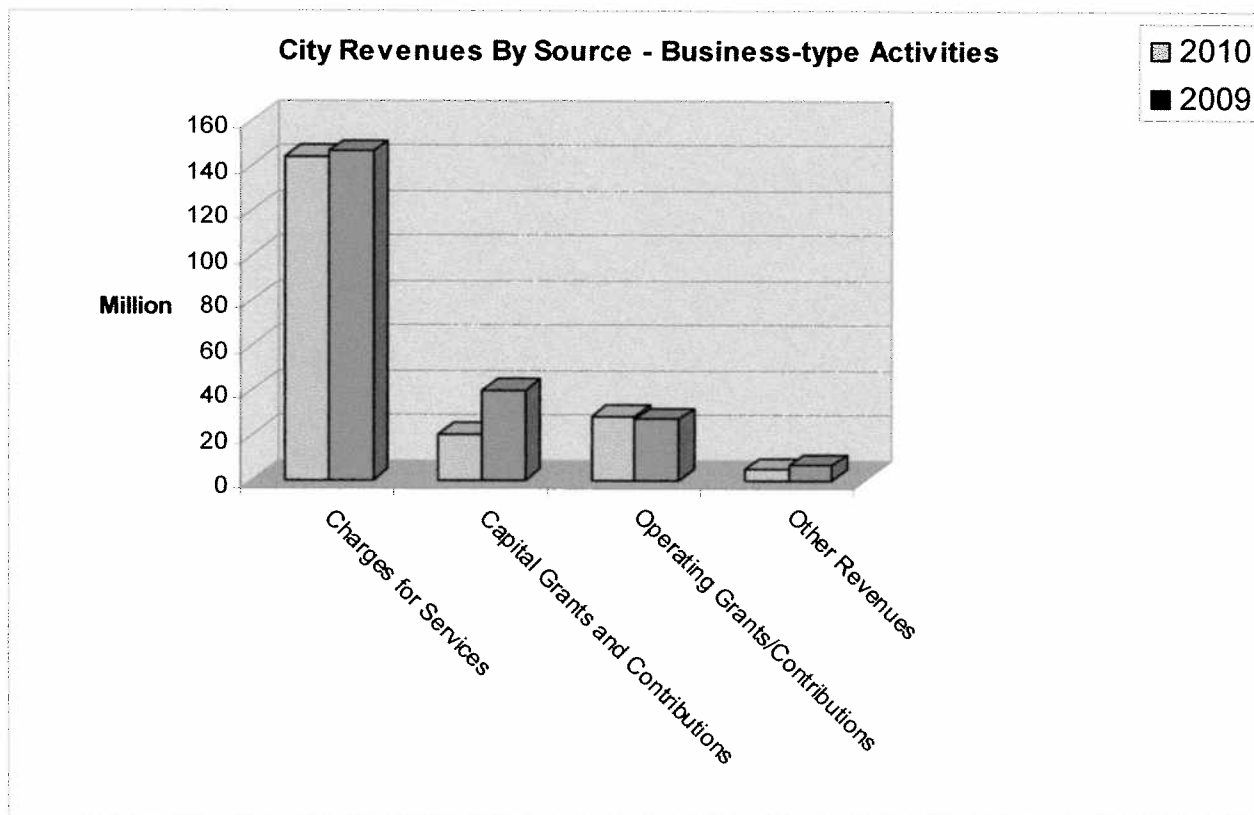


Governmental activities. Governmental activities increased the City's net assets by \$13.4 million. Governmental activities revenue decreased by \$200.2 million, or 23.5% from \$853.1 million in fiscal year 2009 to \$652.9 million in fiscal year 2010. Key elements in the change of the City's governmental activities revenues are as follows:

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- Gross receipts tax revenue and state shared taxes and fees, which together account for approximately 48% of the City's governmental activities revenue, decreased by \$26.8 million, from \$338.0 million to \$311.2 million, or by 7.9% from prior year. Construction in the Albuquerque area has declined rapidly from the very high level it had attained in fiscal year 2007. In fiscal year 2008, construction gross receipts tax declined almost 20%. Fiscal year 2009 decreased by 7.5%. 2010 construction gross receipts tax declined another 26%. Taxable gross receipts reported by businesses within the City declined by 5.85% between fiscal years 2009 and 2010, a decline from \$14.4 billion to \$13.5 in taxable gross receipts as reported by the New Mexico Department of Taxation and Revenue.
- Program revenues consisting of charges for services, operating grants, capital grants, and contributions, which account for approximately 14.8% of the City's governmental activities revenues, were slightly higher than the previous year and increased by \$356 thousand from \$95.9 million to \$96.3 million, or by .4%. Due to the drastic downturn in the number of single family homes permitted, building permit revenues declined 24.1% in fiscal year 2008, 37.6% in fiscal year 2009 and another 14.7% in 2010.
- Property taxes, which account for approximately 20.5% of the City's governmental activities revenues, increased by \$6.8 million from \$127.0 million to \$133.7 million, or by 5.3%. In fiscal year 2010 (tax year 2009) taxable assessed property valuations within the City increased \$718 million from \$11.6 billion to \$12.3 billion, or by 6.2%. This increase reflects the County Assessor's reassessments and new additions to the tax base and adjustments for yield control. The City's direct property tax mill levy rate increased slightly from 11.113 in fiscal year 2009 to 11.180 in fiscal year 2010.
- Grants, Investments, and Other Revenues, which account for approximately 11.3% of the City's governmental activities revenues, decreased by \$181.6 million from \$255.6 million in fiscal 2009 to \$74.0 million in fiscal year 2010, or by (71%). Fiscal year 2009 included \$207.3 million in donated infrastructure from developers.
- Other taxes such as Franchise, Hospitality, Lodgers, and Payments in Lieu of Taxes increased by \$1.08 million from \$36.6 million in fiscal year 2009 to \$37.7 million in fiscal year 2010, or by 2.9%. Lodgers and Hospitality taxes fell 2.1% in fiscal year 2010. More detail comparison of other taxes can be found on Schedule 3 in the Statistical Section of this report.

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Business-type activities. Business-type activities decreased the City's net assets by (\$16.4) million in fiscal year 2010 before operating transfers of \$32.4 million. Business-type activities revenues decreased \$22.1 million from \$219.9 in fiscal year 2009 to \$197.8 million in fiscal year 2010, or by (10.1%). Key factors for the increases in the Charges for Services category are on the following page:

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- The Airport fund had an increase in net assets of \$17.1 million in fiscal year 2010 compared to a \$15.4 million increase in 2009. The charges for services decreased from \$63.5 million in fiscal year 2009 to \$63.0 million in fiscal year 2010. Passenger facilities charges (PFCs) increased slightly from \$7.4 million to \$7.44 million in fiscal year 2010, operating expenses decreased from \$58.2 million in fiscal year 2009 to \$58.1 in fiscal year 2010, and capital contributions decreased from \$10 million in fiscal year 2009 to \$9.7 million in fiscal year 2010.
- The reported change in net assets of \$3.2 million was slightly lower than the increase of \$3.4 million in fiscal year 2009 for the Refuse Disposal fund. Charges for services decreased \$.61 million during the year while operating cost decreased by \$2.9 million.
- For the Transit Fund, the current year change in net assets decreased \$4.0 million compared to a \$ 18.0 million increase for the prior year. The decrease was primarily attributed to a decrease in contributed capital from \$30.0 million in fiscal year 2009 to \$10.6 million in fiscal year 2010, and a decrease in transfers from \$38.1 in fiscal year 2009 to \$34.0 in fiscal year 2010.

The changes in the net assets of the other business-type activities were not significant.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of governmental funds reported by the City include the General Fund, Special Revenue Funds, Debt Service Funds, Capital Project Funds, and Permanent Funds. At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$325.0 million, a decrease of \$92.8 million in comparison with the prior year. Approximately 77.3% or \$251.3 million, is unreserved fund balance available for spending at the government's discretion of which \$212.9 million is unreserved, undesignated and \$38.4 million is unreserved, designated for subsequent years' operations. Included in unreserved fund balance is \$117.8 million in the Capital Acquisition Fund. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed: 1) \$17.7 million to pay debt service; 2) \$21.2 million for acquisition and management of open space and urban enhancement; and 3) \$34.9 million for various other restricted purposes.

Revenues for governmental funds overall totaled approximately \$630.1 million in the fiscal year ended June 30, 2010, which represents a decrease of \$23.5 million from the previous year total of \$653.7 million. The major cause is the gross receipts taxes local option revenues decreased by \$22.2 million, intergovernmental revenues decreased by \$3.8 million of which \$10.3 million was attributed to a decrease in the General Fund and an increase in the Capital Acquisition fund of \$4.2 million. Miscellaneous revenue decreased by \$1.6 million. The City's governmental funds expenditures of \$720.8 million increased by \$4.5 million from the previous year's total of \$716.3 million. The primary cause of the increase is attributed to an increase in debt service payments of \$7.3 million, public safety expenditures of \$6.6 million, and housing expenditures of \$5.5 million. This was partially offset by a reduction in spending in general government expenditures from \$80.1 million to \$75.3 million or by (\$4.9) million, and a decrease in capital outlay expenditures from \$146.5 million to \$138.0 million or by (\$8.6) million.

General Fund. This is the City's chief operating fund. At the end of the current fiscal year, the total fund balance was \$45.2 million, of which \$5.7 million is available as an unreserved fund balance and \$38.4 million is designated for subsequent years' operations. The remaining fund balance is reserved to indicate that non-current financial resource assets of \$1.0 million are unavailable to spend or already are committed for spending. The net change in fund balance for the current fiscal year was an increase of \$2.0 million. The total revenues of \$438.5 million for the current fiscal year were \$10.9 million more than the previous fiscal year. The increase was primarily due to a change the operational Mil Levy from 4.1 points to 6.3 points resulting in an increase in the allocation of property taxes going to the General Fund of \$26.1 million. There were offsetting decreases in the local gross receipt tax revenue of \$6.9 million and a decrease in intergovernmental revenue of approximately \$10.3 million. Total expenditures of \$422.6 million represent an increase of \$4.5 million over the previous fiscal year. Increases in expenditures were attributed to Public Safety of \$9.2 million, Culture and Recreation of \$2.4 million and municipal development/public works of \$ 1.6 million. The increases were offset by decreases in Capital Outlay of \$5.9 million and Human Services of \$2.2 million. See the General Fund budgetary highlights for an analysis with respect to budgets.

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General Obligation Bond Debt Service Fund (GO Bonds). This fund is used to accumulate resources for the repayment of the City's GO Bonds. GO Bonds are backed by the full faith and credit of the City and may be used to finance any capital improvement approved by the voters. GO bonds may be redeemed by any regular City funding, but by policy, are generally redeemed by property taxes paid to the City. Fund balance in the City's General Obligation Debt Service fund decreased by \$19.2 million from \$21.5 million in fiscal year 2009 to \$2.3 million in fiscal year 2010 as a result of a reduction of the allocation of Property taxes from debt service to the General Fund. Property tax revenues dedicated to the repayment of GO Bonds decreased by \$19.1 million from \$78.8 million in fiscal year 2009 to \$59.7 million in fiscal year 2010, or by 24.3%. In fiscal year 2010, property tax revenue increased by 5.3%. Taxable assessed property valuations increased 7.1% for fiscal year 2010. The City's property tax rates have remained constant for well over a decade and no tax rate increase has been required to fund the GO Bond program of capital improvements.

Capital Acquisition Fund. This fund is used to accumulate resources for the acquisition of Capital. Capital is defined as tangible property with a life beyond a one year budget cycle. Land, infrastructure, equipment, buildings as well as the services required to build or install these assets may be classified as capital. Capital acquisition is primarily funded by bond proceeds, but recurring and non-recurring revenue may be used. Major capital improvements for the City are funded primarily with general obligation and enterprise fund revenue bonds. In many cases, these bond funds are matched with Federal and/or State contributions and private assessments. During the 2010 fiscal year, the Capital Acquisition Fund unreserved fund balance decreased by \$39.3 million from \$156.6 million in fiscal year 2009 to \$117.3 million. The decrease in fund balance during the year is attributed to capital outlay of \$100.4 million exceeding new bond proceeds of \$24.9 million, revenues of \$29.0 million, and net transfers of \$7.7 million.

Proprietary funds. The City's proprietary funds provide the same type of information presented in the government-wide financial statements Business-type Activities, but in more detail. At the end of the fiscal year, the unrestricted net assets (in millions) were as follows:

Airport Fund	\$	34.5
Refuse Disposal Fund		15.3
Transit Fund		(12.5)
Nonmajor enterprise funds		20.3
Total	\$	<u>57.6</u>

Internal Service Funds. Internal Service Funds are used to account for certain governmental activities and had unrestricted net assets of \$17.6 million in fiscal 2010 as compared to unrestricted net assets of \$25.4 million in fiscal year 2009. In fiscal year 2010, the Employee Insurance fund had unrestricted fund balance of \$5.1 million which decreased from \$10.2 million in fiscal year 2009. The Employee Insurance fund decrease of \$5.1 million is due in part to the recording of inter-agency basic life OPEB annual required contribution (ARC), less net employer contributions. All internal service funds had positive unrestricted net assets as of June 30, 2010.

Fiduciary Funds. The only fund in this category is the City's Trust and Agency fund. This fund is used by the City to account for funds held for third parties. There were no significant changes during the year.

Budgetary Highlights. The original approved FY/10 General Fund budget had an appropriation of slightly under \$475 million with the assumption of revenues of \$472 million. As the year progressed it became apparent that economic conditions were continuing to decline and revenue estimates were revised downward to \$456 million along with an institution of a mid-year savings plan. The savings plan included a 2% required department savings, CAO discretion for filling vacant positions, and legislation reducing appropriations by \$3 million. Actual General Fund expenditures for FY/10 were \$455 million. Other appropriation adjustments to the General Fund include \$1.1 million for FY/09 encumbrances carried into FY/10, \$635 thousand for Police associated with security at the Metro Court and \$380 thousand for the establishment of a rescue unit at Fire Station 8. There were also significant appropriations in other funds including a \$6.6 million transfer from the Photo Enforcement Fund to the Capital Fund for police vehicles and fire station rehabilitation. The restructuring of debt also required appropriation adjustments within General Obligation, Sales Tax Revenue and Aviation Debt Service Funds. The economic downturn had a significant impact on General Fund revenues particularly in Gross Receipts Tax, Building Permits and Interest Earnings from the original approved budget with a decline in these revenue sources of almost \$25 million. This shortfall was partially offset by \$10 million with adjustments associated with the mid-year savings plan and increases in other revenue sources. The mid-year savings plan and discretion in filling vacant positions also resulted in overall reduced expenditures in the General Fund. All departments ended the fiscal year with expenditures within available appropriations. Due to a realignment of staff, the Police Department did have over-expenditures in Family Advocacy Center, Professional Standards and Officer and Department Support. These were offset by savings within Communications and Records, Investigative Services,

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Neighborhood Policing and other Police programs. The General Fund had an ending fund balance of \$45 million for FY/10.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The City's capital assets for governmental and business-type activities as of June 30, 2010, amount to \$3.8 billion (net of accumulated depreciation.) Capital assets include land, buildings, infrastructure, improvements other than buildings, and equipment. The total increase in the City's capital assets for the current fiscal year was \$31.7 million or .84% from fiscal year 2009.

CAPITAL ASSETS
(net of depreciation, in millions of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2010	2009	2010	2009	2010	2009	
Land	\$ 286.5	\$ 273.0	\$ 62.4	\$ 61.7	\$ 348.9	\$ 334.7	4.0%
Right of way	1,145.2	1,145.2	-	-	1,145.2	1,145.2	0.0%
Other	0.1	0.1	1.0	1.0	1.1	1.1	1.1%
Buildings and improvements	286.4	266.1	228.0	235.4	514.5	501.5	2.6%
Runways and improvements	-	-	82.0	77.2	82.0	77.2	6.2%
Improvements other than buildings and runways	271.4	252.8	69.0	74.6	340.4	327.4	4.0%
Equipment	28.9	34.7	66.7	78.2	95.6	112.9	-15.3%
Infrastructure	1,193.2	1,117.9	3.0	3.2	1,196.2	1,121.1	6.7%
Construction in progress	69.0	145.5	29.0	23.0	98.1	168.5	-41.8%
Total	<u>\$ 3,280.7</u>	<u>\$3,235.2</u>	<u>\$541.2</u>	<u>\$554.4</u>	<u>\$3,822.0</u>	<u>\$3,789.6</u>	0.8%

Governmental activities. In fiscal year 2010, \$71 million of street infrastructure was placed into service along with \$33.7 million of storm infrastructure, of this amount \$9.8 was dedicated street infrastructure and \$5.5 million was dedicated storm infrastructure. The construction work in progress consists of expenditures made in connection with the Capital Acquisition, Infrastructure Tax, and Quality of Life Funds. The construction work in progress decreased by \$105 million. The following was placed in service: \$28.9 million buildings, \$38 million non-structural, \$13.8 million land, and \$2 million of infrastructure. Equipment purchases totaled \$9 million of which \$5.6 million was for Public Safety, and \$1.6 million was for Highways and Streets.

Business-type activities. In 2010, the Aviation fund placed into service \$16 million in runways and apron. On February 1, 2010, Eclipse Aerospace, Inc. transferred to Aviation a tract of real property consisting of approximately 5 acres of land and a 41,600 square foot building located adjacent to the Double Eagle Airport. The property placed in service is valued at \$450,000 for land, and \$2.5 million for the building. The Refuse fund placed into service \$2.1 million in vehicles. The Transit fund placed into service \$3.1 million for Transit facilities. More detailed information may be found in Section IV Note C. Capital Assets of the accompanying financial statements. The business-type funds have uncompleted construction and other commitments in the amount of \$97.8 million that will be paid from assets restricted for construction, improvements and replacements or from operating revenues. More detailed information may be found in Section IV Note P. Commitments and contingencies of the accompanying financial statements.

Debt Administration. At the end of the current fiscal year, the City's Governmental Activities had total long-term obligations of \$461.4 million, of which \$91.1 million is due or payable within the next fiscal year. The total bonded debt, net of unamortized discounts (\$1.1 million) and deferred amounts on refunding (\$4.3 million) and including unamortized premiums of \$7.6 million, is \$353.5 million. The remaining debt is for loans, accrued vacation and sick leave pay, and claims payable. During the fiscal year ended June 30, 2010, the City issued short-term GO Bonds in the amount of \$24.940 million. The short-term GO Bonds were issued to finance projects relating to senior, family, community centers, and community enhancement: \$1.00 million; energy conservation, public facilities, and system modernization and housing: \$10.1 million; and storm sewer systems: \$13.84 million.

The City's Business-type Activities had long-term obligations of \$219.8 million, of which \$29.9 million is due or payable within the next fiscal year. The ratio of net general obligation bonded debt to taxable valuation and the amount of bonded debt per capita are useful indicators to management, citizens and investors of the City's debt position. The

CITY OF ALBUQUERQUE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2010

State's Constitution provides for a legal debt limit of 4% of taxable valuation. The percentage for the City of Albuquerque is 2.10% of the \$12.2 billion taxable value of property within the City's boundaries. The City currently may issue up to an additional \$234.1 million of general obligation bonds and has \$257.880 million of general obligation debt outstanding subject to the legal debt limit at June 30, 2010. The net general bonded debt per capita is \$475. The highest per capita amount in the last ten fiscal years was \$598 in the fiscal year ended June 30, 2005 and the lowest per capita amount was \$258 in the fiscal year ended June 20, 2001. The City's ratings on uninsured general obligation bonds and gross receipts tax bonds for FY 2010 are as follows:

Credit	Bond Ratings		
	Moody's	S & P	Fitch
General Obligation Bonds	Aa1	AAA	AA+
Gross Receipts Tax Revenue Bonds	Aa2	AAA	AA+

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The City's elected and appointed officials considered many factors when developing the fiscal year 2011 budget. Many of the City's revenues are influenced by the economy. The gross receipts tax revenue forecast, particularly, is highly influenced by economic conditions. The budget anticipated growth of 3.5% in GRT following a decline of 6.5% in fiscal year 2010.

Property tax revenue growth was expected to be limited to 1% due to the limitation of yield control due to low inflation. The two mill shift of property taxes from debt service to general fund operations in fiscal year 2010 makes the property tax a more important source of revenue to the general fund. The general fund share of revenue from property taxes has increased from 8% in fiscal year 2008 to 16% in fiscal year 2011.

CITY OF ALBUQUERQUE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2010

The following table presents the underlying assumptions used in the budget process:

Economic Variables Underlying the Forecast

	2009	2010	2011
National Variables			
Real GDP Growth	-2.2%	0.4%	2.3%
Federal Funds Rate	0.7%	0.1%	0.8%
10 U.S. Bonds	3.3%	3.4%	3.7%
CPI U	1.4%	0.7%	1.6%
Unemployment Rate(U.S.)	7.6%	9.9%	9.7%
Total Non-Farm Employment	-2.3%	-2.9%	1.0%
Manufacturing Employment	-7.2%	-9.0%	-1.4%
Consumer sentiment index--University of Michigan	62.2	69.6	75.1
Exchange Rates	0.9	0.9	0.9
Current Trade Account (billions of \$)	(542.3)	(515.7)	(569.3)
change in output per hour	1.3%	3.5%	0.7%
Natural Gas-Henry Hub \$ per MCF	6.0	3.3	4.7
West TX Intermediate (dollars per bbl)	70.1	66.8	71.5
wage growth	2.3%	1.0%	1.3%
Albuquerque Variables			
Employment Growth and Unemployment in Albuquerque MSA			
Total Non-Ag ABQ	-2.2%	-2.7%	2.0%
Private-Non Construction	-2.4%	-3.0%	2.4%
Construction Employment (growth)	-12.1%	-9.3%	2.8%
Manufacturing(ABQ)	-10.5%	-9.2%	-0.2%
Unemployment Rate (Alb.)	5.4%	8.1%	7.9%
Construction Units Permitted in City of Albuquerque			
Single-Family Permits	435	1,041	1,951
Multi-Family Permits	180	255	386
Total Residential Permits	615	1,296	2,337

Source Global Insight and FOR-UNM October 2009 Baseline Forecasts

In the October 2009 municipal election, the voters passed a general obligation bond issue of \$159.9 million. The infrastructure program is expected to have only a modest impact on the City's operating budget.

The total original General Fund appropriation for fiscal year 2011 is \$455.3 million. This is a decline of \$19.3 million from the original fiscal year 2010 budget of \$474.9 million. The recession has had impacts on revenue forcing these reductions in appropriations. As the recession continues the City continues to diligently monitor expenditures along with revenues so that it can respond quickly should changes be required.

Request for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Director's office for the Department of Finance and Administrative Services of the City at Director's Office, DFAS, Room 11015, One Civic Plaza N.W., Albuquerque, New Mexico 87103.

FINANCIAL SECTION
BASIC FINANCIAL STATEMENTS

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CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF NET ASSETS

JUNE 30, 2010

Page 1 of 2

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Current Assets:				
Cash, investments, and accrued interest	\$ 280,004,541	\$ 50,320,893	\$ 330,325,434	\$ 2,919,291
Cash with fiscal agents held for debt service	85,970,525	30,300,749	116,271,274	34,368,648
Cash held by others	-	277,206	277,206	-
Taxes receivable	65,826,014	-	65,826,014	-
Accounts receivable, net of allowance for uncollectibles	6,232,853	8,906,578	15,139,431	11,921,552
Notes receivable, current portion	-	-	-	996,841
Due from other governments	27,653,843	2,690,906	30,344,749	3,704,003
Deposits	100,000	-	100,000	-
Internal balances	32,349,181	(32,349,181)	-	-
Inventories	3,161,825	3,817,797	6,979,622	-
Prepaid expenses	826,316	290,365	1,116,681	-
Total current assets	502,125,098	64,255,313	566,380,411	53,910,335
Noncurrent Assets:				
Long-term accounts and notes receivable	12,585,555	-	12,585,555	5,373,172
Restricted assets:				
Cash, investments and accrued interest	56,193,427	136,914,962	193,108,389	80,606,014
Investment with fiscal agents	18,637,262	-	18,637,262	6,703
Accounts receivable - developers	-	2,817,061	2,817,061	-
Accounts receivable from bond escrow agent	-	125,378	125,378	-
Escrow deposits	-	389,369	389,369	-
Total restricted assets:	74,830,689	140,246,770	215,077,459	80,612,717
Capital assets:				
Land and construction in progress	1,500,886,203	92,035,586	1,592,921,789	63,127,005
Capital assets depreciated and amortized	2,798,700,436	1,081,736,497	3,880,436,933	2,058,593,761
Accumulated depreciation and amortization	(1,018,845,819)	(632,889,531)	(1,651,735,350)	(772,781,311)
Capital assets, net of depreciation and amortization	3,280,740,820	540,882,552	3,821,623,372	1,348,939,455
Other:				
Capitalized bond issue costs	2,080,442	1,142,498	3,222,940	4,096,379
Other assets	7,886,398	-	7,886,398	-
Total other	9,966,840	1,142,498	11,109,338	4,096,379
Total noncurrent assets	3,378,123,904	682,271,820	4,060,395,724	1,439,021,723
Total assets	3,880,249,002	746,527,133	4,626,776,135	1,492,932,058

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF NET ASSETS
JUNE 30, 2010

Page 2 of 2

	Primary Government		Component Unit
	Governmental Activities	Business-type Activities	
			Total
LIABILITIES AND NET ASSETS			
Current liabilities:			
Accounts payable	31,394,693	5,604,573	36,999,266
Accrued employee compensation and benefits	14,462,557	2,361,578	16,824,135
Accrued vacation and sick leave	21,877,733	4,857,002	26,734,735
Accrued interest payable	7,851,902	-	7,851,902
Deposits	2,110,528	1,097,581	3,208,109
Water rights contract	-	-	-
Unearned revenue	4,466,022	2,904,810	7,370,832
Due to other governments	1,285,886	37,904	1,323,790
Payable from restricted assets:			
Contracts, claims, and other payable	2,795,308	2,598,442	5,393,750
Current portion:			
Claims payable	20,440,000	-	20,440,000
Bonds, notes payable, and capital leases	73,535,000	34,252,123	107,787,123
Loan agreements and lines of credit	-	-	-
Accrued interest	-	4,827,807	4,827,807
Total current liabilities	180,219,629	58,541,820	238,761,449
Noncurrent liabilities:			
Liabilities payable from restricted assets:			
Landfill closure costs	-	1,805,109	1,805,109
Other	-	472,602	472,602
Total liabilities payable from restricted assets	-	2,277,711	2,277,711
Long-term payable:			
Bonds, notes payable, and capital leases, net of current portion, discounts and premiums	310,406,982	186,876,998	497,283,980
Water rights contract and loan agreements	-	-	-
Total long-term payable	310,406,982	186,876,998	497,283,980
Other:			
Accrued vacation, sick leave and claims	52,976,882	1,220,035	54,196,917
Other post employment benefit obligation	5,989,231	-	5,989,231
Deferred credits and other liabilities	1,094,060	-	1,094,060
Total other	60,060,173	1,220,035	61,280,208
Total noncurrent liabilities	370,467,155	190,374,744	560,841,899
Total liabilities	550,686,784	248,916,564	799,603,348
NET ASSETS			
Invested in capital assets, net of related debt	2,955,769,681	334,240,885	3,290,010,566
Restricted for:			
Debt service	17,693,769	11,004,406	28,698,175
Construction	123,170,066	94,837,231	218,007,297
Housing & economic development	5,932,932	-	5,932,932
Federal & state funded programs	4,809,863	-	4,809,863
Open space and urban enhancement			
Expendable	2,971,182	-	2,971,182
Nonexpendable	26,150,050	-	26,150,050
Unrestricted	193,064,675	57,528,047	250,592,722
Total net assets	\$ 3,329,562,218	\$ 497,610,569	\$ 3,827,172,787
			\$ 734,868,698

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2010

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues	
			Charges for Services	Operating Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 77,446,298	\$ (2,903,896)	\$ 33,487,741	\$ 175,579
Public safety	250,073,745	899,385	14,047,361	6,379,621
Culture and recreation	98,138,890	395,299	8,171,973	-
Public works/Municipal Development	42,369,643	622,121	-	319,245
Health and welfare	19,308,860	275,595	3,864,182	1,118,134
Human services	56,368,816	462,769	463,513	23,277,039
Housing	9,516,515	248,727	-	-
Highways and streets	39,736,171	-	2,234,794	2,775,422
Interest and other charges	14,192,497	-	-	-
Total governmental activities	<u>607,151,435</u>	<u>-</u>	<u>62,269,564</u>	<u>34,045,040</u>
Business-like activities:				
Airport	63,408,983	-	70,434,129	-
Refuse disposal	48,717,084	-	52,345,632	-
Transit	53,820,695	-	5,465,261	-
Golf course	3,963,775	-	4,059,075	-
Apartments	3,247,384	-	3,202,770	-
Housing authority	32,823,808	-	2,067,818	28,538,994
Parking facilities	5,734,333	-	4,536,248	-
Stadium	2,437,148	-	1,852,831	-
Total business-like activities	<u>214,153,210</u>	<u>-</u>	<u>143,963,764</u>	<u>28,538,994</u>
Total primary government	<u>\$ 821,304,645</u>	<u>\$ -</u>	<u>\$ 206,233,328</u>	<u>\$ 62,584,034</u>
Component Unit:				
Albuquerque Bernalillo County				
Water Utility Authority	<u>\$ 202,329,676</u>	<u>\$ -</u>	<u>\$ 161,514,158</u>	<u>\$ -</u>

General Revenues:

Taxes:

Property taxes
 Franchise taxes
 Hospitality taxes
 Lodgers' taxes
 Gross receipts taxes, local option
 Payments in lieu of taxes
 NM shared taxes and fees not restricted to specific programs
 Grants and contributions not restricted to specific programs
 Miscellaneous revenue
 Unrestricted investment earnings

Transfers

Total general revenues and transfers

Change in net assets

Net assets, July 1

Net assets, June 30

The accompanying notes are an integral part of these financial statements

Program Revenues, cont. Capital Grants and Contributions	Net (Expenses) Revenue and Changes in Net Assets			
	Governmental Activities	Business-type Activities	Total	Component Unit
\$ -	\$ (40,879,082)	\$ -	\$ (40,879,082)	
-	(230,546,148)	-	(230,546,148)	
-	(90,362,216)	-	(90,362,216)	
-	(42,672,519)	-	(42,672,519)	
-	(14,602,139)	-	(14,602,139)	
-	(33,091,033)	-	(33,091,033)	
-	(9,765,242)	-	(9,765,242)	
-	(34,725,955)	-	(34,725,955)	
-	(14,192,497)	-	(14,192,497)	
-	(510,836,831)	-	(510,836,831)	
9,725,453	-	16,750,599	16,750,599	
-	-	3,628,548	3,628,548	
10,639,499	-	(37,715,935)	(37,715,935)	
6,087	-	101,387	101,387	
-	-	(44,614)	(44,614)	
-	-	(2,216,996)	(2,216,996)	
103,994	-	(1,094,091)	(1,094,091)	
-	-	(584,317)	(584,317)	
20,475,033	-	(21,175,419)	(21,175,419)	
\$ 20,475,033	\$ (510,836,831)	\$ (21,175,419)	\$ (532,012,250)	
\$ 18,917,211				\$ (21,898,307)
	133,748,091	-	133,748,091	-
	20,510,529	-	20,510,529	-
	1,999,261	-	1,999,261	-
	9,994,707	-	9,994,707	-
	131,356,792	-	131,356,792	-
	5,182,185	-	5,182,185	-
	179,798,473	-	179,798,473	-
	23,653,996	-	23,653,996	-
	40,495,040	4,266,761	44,761,801	-
	9,813,405	554,815	10,368,220	865,763
	(32,354,648)	32,354,648	-	-
	524,197,831	37,176,224	561,374,055	865,763
	13,361,000	16,000,805	29,361,805	(21,032,544)
	3,316,201,218	481,609,764	3,797,810,982	755,901,242
	\$ 3,329,562,218	\$ 497,610,569	\$ 3,827,172,787	\$ 734,868,698

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO

BALANCE SHEET GOVERNMENTAL FUNDS

June 30, 2010

	General Fund	GO Bond Debt Service Fund
	<u>Fund</u>	<u>Fund</u>
ASSETS		
Cash, investments, and accrued interest	\$ 30,254,009	\$ 1,386,480
Cash with fiscal agents	-	73,850,710
Investments with fiscal agents	-	-
Taxes receivable, net of allowance for uncollectible:	60,044,703	4,014,141
Other receivables, net of allowance for uncollectible	1,208,451	-
Due from other governments	1,435,390	-
Due from other funds	6,260,250	-
Advances to other funds	-	-
Prepaid items	46,563	-
Land held for sale	-	-
Total assets	<u>\$ 99,249,366</u>	<u>\$ 79,251,331</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 5,997,073	\$ 12,614
Contracts and retainage payable	-	-
Accrued employee compensation and benefits	13,357,979	-
Due to other funds	1,877,351	-
Due to other governments	-	-
Advances from other funds	-	-
Deferred revenue	31,221,546	3,046,667
Deposits	1,631,028	-
Matured bonds and interest payable	-	73,850,710
Total Liabilities	<u>54,084,977</u>	<u>76,909,991</u>
Fund Balances:		
Reserved for:		
Encumbrances	1,019,224	-
Reserved for budgeted local matching funds	-	-
Land held for resale	-	-
Acquisition and management of open space land	-	-
Urban enhancement	-	-
Debt service funds	-	2,341,340
Unreserved, designated for		
Subsequent years' operations	38,414,000	-
Unreserved undesignated report in:		
General Fund	5,731,165	-
Special Revenue funds	-	-
Capital projects funds	-	-
Total fund balances	<u>45,164,389</u>	<u>2,341,340</u>
Total liabilities and fund balances	<u>\$ 99,249,366</u>	<u>\$ 79,251,331</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO

BALANCE SHEET GOVERNMENTAL FUNDS

June 30, 2010

Capital Acquisition Fund	Infrastructure Tax Fund	Nonmajor Funds	Total
\$ 98,945,123	\$ 65,223,362	\$ 58,274,485	\$ 254,083,459
-	-	9,640,783	83,491,493
-	-	21,116,294	21,116,294
-	-	1,767,170	65,826,014
1,480,231	-	16,093,837	18,782,519
15,080,168	-	11,138,286	27,653,844
18,886,449	-	408,517	25,555,216
-	-	11,595,000	11,595,000
-	-	-	46,563
-	-	7,886,396	7,886,396
<u>\$ 134,391,971</u>	<u>\$ 65,223,362</u>	<u>\$ 137,920,768</u>	<u>\$ 516,036,798</u>
\$ 10,635,156	\$ 3,494,090	\$ 8,016,475	\$ 28,155,408
2,505,633	-	289,675	2,795,308
132,769	-	753,098	14,243,846
2,561,150	-	2,239,886	6,678,387
-	-	1,285,886	1,285,886
721,000	-	-	721,000
3,736	-	17,212,912	51,484,861
-	-	479,500	2,110,528
-	-	9,633,927	83,484,637
<u>16,559,444</u>	<u>3,494,090</u>	<u>39,911,359</u>	<u>190,959,861</u>
-	-	23,106,851	24,126,075
-	-	2,853,822	2,853,822
-	-	7,886,396	7,886,396
-	-	11,608,264	11,608,264
-	-	9,626,572	9,626,572
-	-	15,352,429	17,693,769
-	-	-	38,414,000
-	-	-	5,731,165
-	-	27,773,381	27,773,381
117,832,527	61,729,272	(198,306)	179,363,493
<u>117,832,527</u>	<u>61,729,272</u>	<u>98,009,409</u>	<u>325,076,937</u>
<u>\$ 134,391,971</u>	<u>\$ 65,223,362</u>	<u>\$ 137,920,768</u>	<u>\$ 516,036,798</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2010

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets:

Total Fund Balance Governmental Funds (page 28)	\$ 325,076,937
Capital assets used in governmental activities (except for internal service funds) are not financial resources and, therefore, are not reported in the funds.	3,280,043,848
Long-term obligations applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditures when due. All liabilities are reported in the statement of net assets. (Note II.A)	(340,904,142)
Internal service funds are used by the City to charge the cost of tort liability, workers compensation and employee health insurance to other individual funds. In additions, the cost of providing communications, fleet maintenance and supplies warehousing services are also charged. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	18,326,735
Some of the City's taxes will be collected after year-end and amounts due on real estate contracts are not available soon enough to pay for the current period's expenditures, and therefore, are reported as deferred revenue in the funds. (Note II.A)	<u>47,018,840</u>
Total net assets of governmental activities (page 24)	\$ <u>3,329,562,218</u>

The accompanying notes are an integral part of these financial statements

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CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	General Fund	GO Bond Debt Service Fund
Revenues:		
Taxes:		
Gross receipts taxes, local option	\$ 113,181,420	\$ -
Property taxes	72,628,303	59,720,924
Lodgers' and hospitality taxes	-	-
Franchise taxes	18,745,619	-
Payment in lieu of taxes	5,182,185	-
Licenses and permits	7,654,379	-
Intergovernmental	174,112,395	-
Charges for services	43,200,708	-
Fines and forfeits	66,630	-
Interest on investments	268,470	371,023
Special Assessments	-	-
Miscellaneous	3,476,350	-
Total revenues	<u>438,516,459</u>	<u>60,091,947</u>
Expenditures:		
Current		
General Government	64,953,128	-
Public safety	214,440,739	-
Culture and recreation	67,951,540	-
Municipal Development\Public works	24,724,073	-
Highways and streets	-	-
Health	15,249,789	-
Human services	29,275,268	-
Housing	-	-
Debt service		
Principal	-	69,075,000
Interest	-	9,583,809
Fiscal agent fees and other fees	-	600,580
Capital Outlay	5,957,090	-
Total expenditures	<u>422,551,627</u>	<u>79,259,389</u>
Excess (deficiency) of revenues over expenditures	<u>15,964,832</u>	<u>(19,167,442)</u>
Other financing sources (uses):		
Transfers in	18,653,595	-
Transfers out	(32,585,644)	-
Payments to refunded bond escrow agent	-	-
Payments from refunding bonds	-	-
Bond issued	-	-
Total other financing sources (uses)	<u>(13,932,049)</u>	<u>-</u>
Net change in fund balances	2,032,783	(19,167,442)
Fund balances , July 1	<u>43,131,606</u>	<u>21,508,782</u>
Fund balances, June 30	<u>\$ 45,164,389</u>	<u>\$ 2,341,340</u>

The accompanying notes are an integral part of these financial statements

Capital Acquisition Fund	Infrastructure Tax Fund	Nonmajor Funds	Total
\$ -	\$ 19,666,401	\$ -	\$ 132,847,821
-	-	224,562	132,573,789
-	-	11,993,968	11,993,968
538,428	-	-	19,284,047
-	-	-	5,182,185
-	-	2,383,251	10,037,630
23,653,996	-	38,699,595	236,465,986
-	-	6,695,846	49,896,554
-	-	8,950,874	9,017,504
1,640,416	776,719	5,740,849	8,797,477
-	-	907,732	907,732
3,131,179	-	6,530,672	13,138,201
28,964,019	20,443,120	82,127,349	630,142,894
-	-	10,340,257	75,293,385
-	-	14,699,666	229,140,405
-	-	6,035,757	73,987,297
-	-	862,493	25,586,566
-	-	5,955,703	5,955,703
-	-	2,758,719	18,008,508
-	-	21,542,483	50,817,751
-	-	9,765,242	9,765,242
-	-	8,449,093	77,524,093
-	-	5,884,636	15,468,445
-	-	614,686	1,215,266
100,379,652	19,881,391	11,799,772	138,017,905
100,379,652	19,881,391	98,708,507	720,780,566
(71,415,633)	561,729	(16,581,158)	(90,637,672)
7,746,225	-	26,165,150	52,564,970
(69,464)	(10,642,020)	(37,104,490)	(80,401,618)
-	-	(40,535,000)	(40,535,000)
-	-	41,273,823	41,273,823
24,940,000	-	-	24,940,000
32,616,761	(10,642,020)	(10,200,517)	(2,157,825)
(38,798,872)	(10,080,291)	(26,781,675)	(92,795,497)
156,631,399	71,809,563	124,791,084	417,872,434
\$ 117,832,527	\$ 61,729,272	\$ 98,009,409	\$ 325,076,937

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the year ended June 30, 2010

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and
Changes in Fund Balance to the Statement of Net Activities:

Net change in fund balances – total governmental funds (page 31)	\$ (92,795,497)
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation in the current period. This is the amount by which capital outlays exceeded depreciation in the current period. (Note II.B)	45,628,171
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transactions, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. (Note II.B)	53,986,315
Internal service funds are used by the City to charge the cost of tort liability, workers compensation and employee health insurance to other individual funds. In addition, the cost of providing communications, fleet maintenance and supplies warehousing services are also charged. The net revenue of the internal service funds is reported with governmental activities.	(7,841,107)
Under the modified accrual basis of accounting used in the governmental funds, revenue is recognized when available to provide financing resources for the current period. Likewise, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, revenues and related receivable and expenses and related liabilities are reported regardless of when financial resources are available. This adjustment combines the net change of balances.	13,914,333
Interest earned on loans receivable are not available for collections and are not included in the governmental fund financial statements. However, the accrued interest is reported in the governmental-wide financial statements.	3,833
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	<u>464,952</u>
Change in net assets of governmental activities (page 26)	\$ <u>13,361,000</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes:				
Gross receipts tax-local option	\$ 123,232,000	\$ 112,285,000	\$ 113,181,420	\$ 896,420
Current property tax	71,479,000	73,400,000	71,226,049	(2,173,951)
Delinquent property tax	1,238,000	900,000	1,402,254	502,254
Franchise taxes:				
Electric	7,489,000	7,200,000	7,273,109	73,109
Gas	5,084,000	3,700,000	4,751,625	1,051,625
Cable television	4,016,000	4,300,000	4,187,318	(112,682)
Telephone	2,624,000	2,300,000	2,269,155	(30,845)
Telecommunications	635,000	635,000	264,412	(370,588)
New Mexico Utility	231,000	231,000	-	(231,000)
Payments in lieu of Taxes	5,293,000	5,229,000	5,182,185	(46,815)
Total taxes	<u>221,321,000</u>	<u>210,180,000</u>	<u>209,737,527</u>	<u>(442,473)</u>
Licenses and permits:				
Building permits	3,068,000	1,682,000	1,891,701	209,701
Plan checking permits	1,735,000	1,226,000	1,318,974	92,974
Business registration fees	1,325,000	1,235,000	1,242,609	7,609
Plumbing/mechanical permits	826,000	624,000	707,890	83,890
Restaurant inspections	600,000	650,000	633,401	(16,599)
Electrical/refrigeration permits	617,000	481,000	552,843	71,843
Other licenses and permits	207,000	202,000	202,767	767
Right of way usage permits	178,000	244,000	206,789	(37,211)
Liquor licenses	210,000	210,000	210,976	976
Animal licenses	209,000	250,000	265,292	15,292
Food retailers inspections	163,000.00	163,000	163,473	473
Swimming pool inspections	125,000	124,000	135,246	11,246
Flood plan certification	42,000	65,000	62,971	(2,029)
Reroofing permits	41,000	36,000	40,409	4,409
Loading zone permits	5,000	5,000	9,594	4,594
Solicitation permits	6,000	6,000	9,444	3,444
Total licenses and permits	<u>9,357,000</u>	<u>7,203,000</u>	<u>7,654,379</u>	<u>451,379</u>
Intergovernmental:				
State shared:				
Gross receipts tax	179,738,000	166,299,000	167,037,290	738,290
Municipal road - gas tax	2,700,000	2,825,000	2,762,434	(62,566)
Motor vehicle license distribution	1,623,000	1,623,000	1,660,624	37,624
Municipal comp tax	-	1,500,000	1,448,884	(51,116)
Cigarette tax	460,000	400,000	382,998	(17,002)
DWI Fines	370,000	320,000	308,794	(11,206)
Grants:				
Other	194,000	99,000	164,126	65,126
Bernalillo County-shared operations	283,000	331,000	347,245	16,245
Total intergovernmental	<u>185,368,000</u>	<u>173,397,000</u>	<u>174,112,395</u>	<u>715,395</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues (continued):				
Charges for services:				
General government:				
Administrative charges to other funds	25,020,000	24,264,000	23,544,007	(719,993)
Legal services	1,875,000	1,944,000	1,496,182	(447,818)
Grounds maintenance	989,000	989,000	989,000	-
Engineering fees	1,076,000	485,000	436,584	(48,416)
Engineering inspections	280,000	289,000	320,223	31,223
Shooting range fees	240,000	243,000	270,085	27,085
Records search fees	325,000	275,000	285,472	10,472
Filing of plats and subdivisions	223,000	100,000	128,554	28,554
Administrative fees	155,000	120,000	73,041	(46,959)
Photocopying	54,000	54,000	91,733	37,733
Legal services- special council	140,000	131,000	99,561	(31,439)
Hearing officer charges	-	90,000.00	81,847	(8,153)
Sign fees	76,000.00	66,000	71,165	5,165
Zoning fence permit fees	76,000	71,000	73,100	2,100
Office services	45,000	45,000	36,083	(8,917)
Planning services	32,000	23,000.00	22,633	(367)
Land mediation charges	-	-	12,318	12,318
Industrial revenue bond services	2,000	2,000	-	(2,000)
Jury duty and witness fees	2,000	2,000	2,523	523
Sale of maps and publications	-	-	1,428	1,428
AGIS services	-	-	783	783
Other	-	-	-	-
Engineering surveying	1,000	-	-	-
Real property services	40,000	-	-	-
Public safety:				
Police services	2,856,000	3,491,000	3,198,203	(292,797)
Fire services	598,000	588,000	940,339	352,339
Culture and recreation:				
Zoo admissions	2,100,000	2,100,000	1,918,363	(181,637)
Cultural affairs	1,366,000	1,326,000	1,301,055	(24,945)
Albuquerque aquarium and gardens	1,100,000	1,400,000	1,321,619	(78,381)
Latch key program	700,000	650,000	723,001	73,001
Swimming pools	650,000	500,000	612,786	112,786
Sports programs	439,000	435,000	446,131	11,131
Other recreation charges	331,000	326,000	344,902	18,902
Museum charges	204,000	178,000	163,616	(14,384)
Other zoo charges	101,000	101,000	106,042	5,042
Community centers	100,000	100,000	119,242	19,242
Tournament/field rental	38,000	53,000	76,096	23,096
Outdoor recreation fees	1,000	-	-	-

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues (continued):				
Charges for services:				
Highways and streets:				
Other street division charges	900,000	1,403,000	1,742,888	339,888
Excavation permits	300,000	310,000	285,117	(24,883)
Health:				
Animal control charges	991,000	897,000	617,427	(279,573)
Human services:				
Childcare services	800,000	800,000	784,046	(15,954)
Senior center memberships	149,000	149,000	194,365	45,365
Senior meal programs	166,000	166,000	148,337	(17,663)
Other	31,000	31,000	40,386	9,386
Senior dances	42,000	42,000	44,060	2,060
DSA Route #2	16,000	16,000	19,762	3,762
Senior coffee	14,000	14,000	16,603	2,603
Total charges for services	44,644,000	44,269,000	43,200,708	(1,068,292)
Fines and forfeits:				
Air quality penalties	120,000	150,000	66,630	(83,370)
Total fines and forfeits	120,000	150,000	66,630	(83,370)
Interest:				
Interest on investments	1,300,000	750,000	268,470	(481,530)
Total interest	1,300,000	750,000	268,470	(481,530)
Miscellaneous:				
Community center rentals	278,000	315,000	323,579	8,579
Revenue sharing agreement	-	-	0	-
Rental of City property	265,000	146,000	134,819	(11,181)
Other miscellaneous	510,000	3,244,000	2,952,015	(291,985)
Sales of real property	-	-	48,101	48,101
Collections from property damage	-	-	212	212
Contributions and donations	20,000	20,000	17,624	(2,376)
Cash discounts earned	-	-	-	-
Total miscellaneous	1,073,000	3,725,000	3,476,350	(248,650)
Total revenues	463,183,000	439,674,000	438,516,459	(1,157,541)

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures:				
Current:				
General Government:				
Accounting	2,993,000	3,011,000	2,848,153	162,847
Administrative hearing office	-	-	-	-
Chief Administrative Officer	1,857,000	1,857,000	1,596,550	260,450
Citizen Services	4,080,000	4,080,000	3,707,398	372,602
City/County building rental	0	0	0	-
Citywide financial support	1,020,000	1,020,000	934,877	85,123
Community revitalization	1,437,000	1,666,000	1,332,019	333,981
Compensation in lieu of sick leave	350,000	350,000	-	350,000
Council services	3,792,000	3,740,000	3,217,428	522,572
DFAS - strategic support	333,000	333,000	345,403	(12,403)
Dues and memberships	422,000	422,000	408,156	13,844
Early retirement	6,000,000	6,000,000	5,904,464	95,536
Economic development	1,269,000	1,319,000	1,046,585	272,415
ERP	989,223	1,079,223	903,943	175,280
FA Admin Hearing Office	969,000	969,000	1,004,717	(35,717)
Facilities	8,232,000	8,234,000	7,439,816	794,184
Information services	7,737,777	7,792,777	7,022,215	770,562
International trade	75,000	75,000	40,338	34,662
Joint committee- intergov. legislation	252,000	252,000	130,125	121,875
Legal services	5,512,858	5,526,858	5,126,279	400,579
Mayor's office	967,000	984,000	877,465	106,535
Office of Internal Audit	1,271,000	1,273,000	978,072	294,928
Office of Management and Budget	1,454,000	1,454,000	1,250,333	203,667
Office of the City Clerk	1,403,142	1,403,142	1,328,143	74,999
Personnel services	2,237,000	2,237,000	1,854,972	382,028
Planning - development process and policy	6,205,000	6,205,000	6,089,037	115,963
Planning - long range	1,497,000	1,497,000	1,377,424	119,576
Planning - strategic support	1,022,000	1,022,000	1,008,089	13,911
Plaza del Sol building	0	0	0	-
Purchasing and office supply	1,025,000	1,025,000	980,061	44,939
Real property	579,000	579,000	425,209	153,791
Safe city strike force	846,000	846,000	782,614	63,386
Treasury	1,320,000	1,320,000	1,293,095	26,905
Total general government	<u>67,147,000</u>	<u>67,572,000</u>	<u>61,252,980</u>	<u>6,319,020</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (continued):				
Current:				
Public safety:				
Police Department:				
Communications & records	13,391,000	13,395,000	12,763,084	631,916
Family advocacy center	5,237,000	5,238,000	8,465,833	(3,227,833)
Investigative services	21,167,000	21,169,000	19,246,522	1,922,478
Law enforcement protection	431,000	431,000	431,000	-
Neighborhood Policing	88,450,000	89,381,000	88,939,387	441,613
Off duty police overtime	1,825,000	1,825,000	1,035,151	789,849
Officer & department support	15,699,000	15,705,000	15,737,479	(32,479)
Prisoner transport	2,076,000	2,076,000	1,588,657	487,343
Professional standards	996,000	996,000	1,449,939	(453,939)
Fire Department:				
AFD headquarters	2,670,000	2,672,000	2,687,350	(15,350)
Dispatch	3,537,000	3,537,000	3,409,854	127,146
Emergency response	53,791,000	53,602,000	53,413,887	188,113
Fire prevention	3,905,000	3,905,000	3,773,197	131,803
Logistics	2,144,000	2,144,000	1,721,691	422,309
Technical services	724,000	724,000	692,006	31,994
Training and safety	2,183,000	2,185,000	2,095,028	89,972
Total public safety	218,226,000	218,985,000	217,450,065	1,534,935
Culture and recreation:				
Aquatics	4,018,000	4,018,000	3,642,141	375,859
Aviation landscape	926,000	926,000	790,319	135,681
Balloon museum	933,000	933,000	914,590	18,410
Biopark	12,379,000	12,382,000	12,368,712	13,288
CIP Biopark	2,335,000	2,335,000	2,566,456	(231,456)
CIP library	63,000	63,000	57,730	5,270
CIP parks	402,000	402,000	262,093	139,907
Community events	2,615,000	2,626,000	2,608,969	17,031
Community recreation	8,181,000	8,181,000	7,766,305	414,695
Cultural services- strategic support	1,406,000	1,406,000	1,403,169	2,831
Explora	1,500,000	1,500,000	1,496,345	3,655
Library	10,500,000	10,506,000	10,526,580	(20,580)
Museum	2,925,000	2,925,000	2,916,410	8,590
Parks and recreation- strategic support	998,000	998,000	804,106	193,894
Parks management	16,505,000	16,566,000	15,012,399	1,553,601
Promote safe use of firearms	424,000	424,000	369,566	54,434
Quality recreation	2,326,000	2,326,000	2,206,084	119,916
Senior affairs- strategic support	1,648,000	1,648,000	1,381,271	266,729
Special events parking	19,000	19,000	19,000	-
Tourism	1,558,000	1,558,000	1,503,842	54,158
Urban forest management	97,000	97,000	98,684	(1,684)
Total culture and recreation	71,758,000	71,839,000	68,714,771	3,124,229

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (continued):				
Current:				
Municipal Development				
Construction	1,810,000	1,812,000	1,647,881	164,119
Design recovered parks & CIP	3,643,000	3,643,000	3,271,966	371,034
Design recovered storm drain	2,234,000	2,234,000	2,187,257	46,743
Storm drainage	2,718,000	2,736,000	2,538,066	197,934
Strategic support	2,164,000	2,164,000	1,957,942	206,058
Street CIP	3,208,000	3,208,000	3,205,776	2,224
Street services	11,890,000	11,890,000	11,691,986	198,014
Total municipal development	<u>27,667,000</u>	<u>27,687,000</u>	<u>26,500,874</u>	<u>1,186,126</u>
Health:				
Animal care and control	9,885,000	10,001,000	9,500,998	500,002
Code enforcement	2,664,000	2,664,000	2,301,283	362,717
Consumer health protection	1,162,000	1,162,000	1,039,496	122,504
Environmental services	1,481,000	1,481,000	1,327,510	153,490
Strategic support	896,000	905,000	813,491	91,509
Vector born & zoonotic disease	546,000	546,000	397,822	148,178
Total health	<u>16,634,000</u>	<u>16,759,000</u>	<u>15,380,600</u>	<u>1,378,400</u>
Human services:				
Access to basic services- seniors	94,000	94,000	13,454	80,546
Develop affordable housing	216,000	216,000	244,607	(28,607)
Early childhood education	5,481,000	5,481,000	5,024,785	456,215
Emergency shelter	1,032,000	1,032,000	960,450	71,550
Health & social services	3,529,000	3,570,000	3,399,214	170,786
Mental health services	3,263,000	3,304,000	3,219,570	84,430
Partner with public education	5,580,000	5,580,000	4,454,792	1,125,208
Plan and coordinate	1,907,000	1,911,000	1,534,669	376,331
Reduce youth gangs	1,239,000	1,239,000	1,249,745	(10,745)
Substance abuse treatment and prevention	6,407,000	6,410,000	5,526,791	883,209
Supportive services to homeless	231,000	231,000	231,129	(129)
Provide transitional housing	163,000	163,000	163,000	-
Well being- seniors	3,812,000	3,812,000	3,465,130	346,870
Total human services	<u>32,954,000</u>	<u>33,043,000</u>	<u>29,487,336</u>	<u>3,555,664</u>
Total expenditures	<u>434,386,000</u>	<u>435,885,000</u>	<u>418,786,626</u>	<u>17,098,374</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Excess of revenues over expenditures	<u>28,797,000</u>	<u>3,789,000</u>	<u>19,729,833</u>	<u>15,940,833</u>
Other financing sources (uses):				
Transfers in	9,089,000	15,834,000	18,653,595	2,819,595
Transfers out	<u>(40,487,000)</u>	<u>(37,033,000)</u>	<u>(36,350,644)</u>	<u>682,356</u>
Total other financing sources and uses	<u>(31,398,000)</u>	<u>(21,199,000)</u>	<u>(17,697,049)</u>	<u>3,501,951</u>
Net change in fund balance	(2,601,000)	(17,410,000)	2,032,784	19,442,784
Fund balance, July 1	<u>43,131,606</u>	<u>43,131,606</u>	<u>43,131,606</u>	<u>-</u>
Fund balance, June 30	<u>\$ 40,530,606</u>	<u>\$ 25,721,606</u>	<u>\$ 45,164,390</u>	<u>\$ 19,442,784</u>

CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF NET ASSETS

PROPRIETARY FUNDS

June 30, 2010

ASSETS	Airport Fund	Refuse Disposal Fund
Current assets:		
Cash, investments, and accrued interest	\$ 10,722,799	\$ 10,217,435
Cash with fiscal agents held for debt service	22,544,765	4,614,112
Cash held by others	-	-
Accounts receivable, net of allowance for uncollectible accounts	4,973,151	3,168,862
Due from other funds	-	-
Prepaid expenses	243,891	19,050
Due from other governments	219,411	-
Deposits	-	-
Inventories of supplies	411,182	866,926
Total current assets	39,115,199	18,886,385
Noncurrent assets:		
Restricted assets:		
Cash, investments, and accrued interest	106,577,685	9,691,317
Account receivable from bond escrow agent	125,378	-
Grant receivables	-	-
Escrow deposits	-	-
Total restricted assets	106,703,063	9,691,317
Capital assets:		
Land	35,777,744	5,165,506
Land and improvements acquired from U.S. Air Force	7,630,077	-
Buildings and improvements	186,656,887	42,400,507
Runways and other improvements	286,233,519	-
Infrastructure	-	3,452,744
Improvements other than buildings	183,614,482	-
Machinery and equipment	10,160,147	42,110,583
Other	854,296	-
Total	710,927,152	93,129,340
Less accumulated depreciation and amortization	434,053,219	44,408,402
Capital assets, net of depreciation	276,873,933	48,720,938
Construction work in progress	23,400,500	2,640,029
Total capital assets	300,274,433	51,360,967
Other:		
Capitalized bond issuance costs	697,162	47,899
Advance to other funds	-	-
Total other assets	697,162	47,899
Total noncurrent assets	407,674,658	61,100,183
Total assets	\$ 446,789,857	\$ 79,986,568

The accompanying notes are an integral part of these financial statements

Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
Transit Fund	Other Enterprise Funds	Totals	
\$ 4,772,110	\$ 24,608,549	\$ 50,320,893	\$ 82,114,509
2,003,709	1,138,163	30,300,749	-
-	277,206	277,206	-
163,453	601,112	8,906,578	35,889
-	-	-	1,877,351
-	27,424	290,365	779,753
2,471,495	-	2,690,906	-
-	-	-	100,000
2,367,420	172,269	3,817,797	3,161,825
11,778,187	26,824,723	96,604,494	88,069,327
16,133,404	4,512,556	136,914,962	-
-	-	125,378	-
-	2,817,061	2,817,061	-
-	389,369	389,369	-
16,133,404	7,718,986	140,246,770	-
4,930,660	8,875,432	54,749,342	283,842
-	-	7,630,077	-
75,127,877	142,945,278	447,130,549	406,002
-	-	286,233,519	-
-	-	3,452,744	-
-	-	183,614,482	872,229
103,514,620	5,519,853	161,305,203	1,658,366
-	100,904	955,200	-
183,573,157	157,441,467	1,145,071,116	3,220,439
64,287,304	90,140,606	632,889,531	2,523,465
119,285,853	67,300,861	512,181,585	696,974
393,894	2,266,544	28,700,967	-
119,679,747	69,567,405	540,882,552	696,974
22,167	375,270	1,142,498	-
-	-	-	721,000
22,167	375,270	1,142,498	721,000
135,835,318	77,661,661	682,271,820	1,417,974
\$ 147,613,505	\$ 104,486,384	\$ 778,876,314	\$ 89,487,301

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2010

	Airport Fund	Refuse Disposal Fund
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 3,144,539	\$ 886,951
Accrued payroll	522,406	764,807
Accrued vacation and sick leave pay	1,414,519	1,791,285
Accrued fuel cleanup costs	-	-
Fare tokens outstanding	-	-
Deposits	850,824	62,100
Due to other funds	-	-
Due to other governments	-	-
Current portion of claims and judgments payable	-	-
Liabilities payable from restricted assets:		
Construction contracts and miscellaneous payable	1,936,910	303,424
Deferred revenue	2,588,834	-
Current portion - revenue bonds and notes payable	27,778,000	4,244,528
Accrued interest	3,766,578	432,039
Total current liabilities	<u>42,002,610</u>	<u>8,485,134</u>
Noncurrent liabilities:		
Liabilities payable from restricted assets:		
Accrued landfill closure costs	-	1,805,109
Other	-	-
Total	<u>-</u>	<u>1,805,109</u>
Revenue bonds, notes payable and capital leases, net of current portion and unamortized discounts	<u>137,711,598</u>	<u>12,491,471</u>
Other:		
Claims and judgments payable	-	-
Accrued vacation and sick leave pay	206,268	450,363
Other post employment benefit obligation	-	-
Advances from other funds	-	-
Total	<u>206,268</u>	<u>450,363</u>
Total noncurrent liabilities:	<u>137,917,866</u>	<u>14,746,943</u>
Total liabilities	<u>179,920,476</u>	<u>23,232,077</u>
NET ASSETS		
Invested in capital assets, net of related debt	157,720,658	37,373,144
Restricted for:		
Debt service	8,102,675	227,547
Construction	66,591,429	3,849,003
Unrestricted (deficit)	34,454,619	15,304,797
Total net assets	<u>\$ 266,869,381</u>	<u>\$ 56,754,491</u>

The accompanying notes are an integral part of these financial statements

Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
Transit Fund	Other Enterprise Funds	Totals	
\$ 820,737	\$ 752,346	\$ 5,604,573	\$ 3,239,285
799,544	274,821	2,361,578	218,711
1,256,172	395,026	4,857,002	491,853
-	-	-	141,358
163,098	-	163,098	-
-	21,559	934,483	-
16,325,300	4,428,881	20,754,181	-
-	37,904	37,904	-
-	-	-	20,440,000
358,108	-	2,598,442	-
315,976	-	2,904,810	-
1,047,963	1,181,632	34,252,123	-
-	629,190	4,827,807	-
<u>21,086,898</u>	<u>7,721,359</u>	<u>79,296,001</u>	<u>24,531,207</u>
-	-	1,805,109	-
-	472,602	472,602	-
<u>-</u>	<u>472,602</u>	<u>2,277,711</u>	<u>-</u>
<u>13,106,626</u>	<u>23,567,303</u>	<u>186,876,998</u>	<u>-</u>
-	-	-	40,523,311
367,168	196,236	1,220,035	116,817
-	-	-	5,989,231
-	11,595,000	11,595,000	-
<u>367,168</u>	<u>11,791,236</u>	<u>12,815,035</u>	<u>46,629,359</u>
<u>13,473,794</u>	<u>35,831,141</u>	<u>201,969,744</u>	<u>46,629,359</u>
<u>34,560,692</u>	<u>43,552,500</u>	<u>281,265,745</u>	<u>71,160,566</u>
105,548,343	33,598,740	334,240,885	696,974
15,550	2,658,634	11,004,406	-
20,026,034	4,370,765	94,837,231	-
(12,537,114)	20,305,745	57,528,047	17,629,761
<u>\$ 113,052,813</u>	<u>\$ 60,933,884</u>	<u>\$ 497,610,569</u>	<u>\$ 18,326,735</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
Year ended June 30, 2010

	Airport Fund	Refuse Disposal Fund
Operating revenues:		
Charges for services	\$ 62,990,314	\$ 52,345,632
Operating expenses:		
Salaries and fringe benefits	\$ 15,658,773	\$ 24,053,517
Professional services	514,906	329,949
Utilities	2,923,897	382,807
Supplies	425,482	1,476,484
Travel	22,651	54
Fuels, repairs and maintenance	3,576,359	8,235,857
Contractual services	4,626,402	2,752,924
Claims and judgments	-	-
Insurance premiums	-	-
Other operating expenses	2,363,152	5,079,155
Depreciation	27,999,210	5,197,602
Bad debt expense	-	368,642
Total operating expenses	58,110,832	47,876,991
Operating income (loss)	4,879,482	4,468,641
Non-operating revenues (expenses):		
Interest on investments	321,698	165,097
Federal housing grants	-	-
Housing assistance payments	-	-
Passenger facilities charges	7,443,815	-
Gain (loss) on disposition of property and equipment	19,012	(476,990)
Interest and other debt service expenses	(2,837,684)	(360,802)
Bond issue costs	(2,479,479)	(2,301)
Other	-	1,767,454
Total non-operating revenues (expenses)	2,467,362	1,092,458
Income (loss) before capital contributions and transfers	7,346,844	5,561,099
Capital contributions	9,725,453	-
Transfers in	-	-
Transfers out	-	(2,363,433)
Change in net assets	17,072,297	3,197,666
Net assets, July 1	249,797,084	53,556,825
Net assets, June 30	\$ 266,869,381	\$ 56,754,491

The accompanying notes are an integral part of these financial statements

Business-type Activities - Enterprise Funds

Transit Fund	Other Enterprise Funds	Totals	Governmental Activities - Internal Service Funds
<u>\$ 5,465,261</u>	<u>\$ 15,718,742</u>	<u>\$ 136,519,949</u>	<u>\$ 102,907,178</u>
24,830,340	7,869,473	72,412,103	6,819,627
87,335	77,804	1,009,994	1,063,783
1,335,426	2,916,658	7,558,788	205,487
581,267	141,360	2,624,593	1,121,724
7,092	-	29,797	8,311
6,611,451	7,363,642	25,787,309	8,443,818
1,483,007	557,565	9,419,898	989,145
-	-	-	27,977,251
-	-	-	58,600,931
5,517,165	1,525,598	14,485,070	1,896,809
12,981,369	4,535,056	50,713,237	147,487
-	1,691	370,333	-
<u>53,434,452</u>	<u>24,988,847</u>	<u>184,411,122</u>	<u>107,274,373</u>
<u>(47,969,191)</u>	<u>(9,270,105)</u>	<u>(47,891,173)</u>	<u>(4,367,195)</u>
(13,053)	81,073	554,815	1,012,095
-	28,538,994	28,538,994	-
-	(21,147,263)	(21,147,263)	-
-	-	7,443,815	-
287,154	(801)	(171,625)	1,045
(666,534)	(1,973,171)	(5,838,191)	-
(6,863)	(96,366)	(2,585,009)	-
-	2,499,307	4,266,761	30,948
<u>(399,296)</u>	<u>7,901,773</u>	<u>11,062,297</u>	<u>1,044,088</u>
<u>(48,368,487)</u>	<u>(1,368,332)</u>	<u>(36,828,876)</u>	<u>(3,323,107)</u>
10,639,499	110,081	20,475,033	-
34,034,484	3,846,000	37,880,484	-
<u>(329,555)</u>	<u>(2,832,848)</u>	<u>(5,525,836)</u>	<u>(4,518,000)</u>
(4,024,059)	(245,099)	16,000,805	(7,841,107)
<u>117,076,872</u>	<u>61,178,983</u>	<u>481,609,764</u>	<u>26,167,842</u>
<u>\$ 113,052,813</u>	<u>\$ 60,933,884</u>	<u>\$ 497,610,569</u>	<u>\$ 18,326,735</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

Year ended June 30, 2010

	Airport Fund	Refuse Disposal Fund
Cash flows from operating activities:		
Cash received from customers	\$ 63,064,287	\$ 52,855,209
Cash received from other funds for goods and services	-	-
Cash payments to employees for services	(15,362,611)	(24,038,372)
Cash payments to suppliers for goods and services	(11,662,202)	(18,387,100)
Cash payments to other funds for goods and services	(2,923,897)	(382,807)
Cash payments to claimants and beneficiaries	-	-
Miscellaneous cash received	36,884	-
Miscellaneous cash paid	-	-
Net cash provided by (used for) operating activities	<u>33,152,461</u>	<u>10,046,930</u>
Cash flow from noncapital financing activities:		
Operating grants received	9,725,453	-
Housing assistance payments	-	-
Principal paid on advance from other funds	-	-
Interest paid on advance from other funds	-	-
Other income (expense)	-	1,767,454
Transfers-in from other funds	-	-
Transfers-out to other funds	-	(2,363,433)
Net cash provided by (used for) noncapital financing activities	<u>9,725,453</u>	<u>(595,979)</u>
Cash flows from capital and related financing activities:		
Proceeds from notes payable	26,080,000	-
Principal paid on revenue bond maturities and refunded bonds	(51,623,000)	(4,102,644)
Interest and other expenses paid on revenue bond maturities	(2,389,661)	(444,429)
Acquisition and construction of capital assets	(25,691,814)	(5,824,037)
Capital grants received	-	-
Passenger facilities charges	7,443,815	-
Proceeds from sale (retirement) of property and equipment	-	2,925,862
Net cash provided by (used for) capital and related financing activities	<u>(46,180,660)</u>	<u>(7,445,248)</u>
Cash flows from investing activities:		
Interest received on investments	<u>321,698</u>	<u>165,097</u>
Net cash provided by investing activities	<u>321,698</u>	<u>165,097</u>
Net increase (decrease) in cash and cash equivalents	(2,981,048)	2,170,800
Cash and cash equivalents, July 1	<u>142,826,297</u>	<u>22,352,064</u>
Cash and cash equivalents, June 30	<u>\$ 139,845,249</u>	<u>\$ 24,522,864</u>

The accompanying notes are an integral part of these financial statements

Transit Fund	Other Enterprise Funds	Totals	Internal Service Funds
\$ 3,422,804	\$ 15,822,309	\$ 135,164,609	\$ (584,654)
-	-	\$ -	101,229,827
(24,655,506)	(7,802,099)	(71,858,588)	(6,726,055)
(17,967,823)	(9,952,831)	(57,969,956)	(70,549,349)
(1,335,426)	(787,296)	(5,429,426)	(462,814)
-	-	\$ -	(34,255,331)
-	297,622	334,506	128,366
-	-	-	-
(40,535,951)	(2,422,295)	241,145	(11,220,010)
-	28,538,994	38,264,447	-
-	(21,147,263)	(21,147,263)	-
-	(2,605,000)	(2,605,000)	-
-	(657,000)	(657,000)	-
-	2,201,682	3,969,136	1,363
34,034,484	3,846,000	37,880,484	-
(329,555)	(2,832,848)	(5,525,836)	(4,518,000)
33,704,929	7,344,565	50,178,968	(4,516,637)
-	-	26,080,000	-
(2,030,962)	(1,006,839)	(58,763,445)	-
(666,534)	(1,362,438)	(4,863,062)	-
(4,664,824)	(1,022,353)	(37,203,028)	(65,789)
32,606,970	100,027	32,706,997	-
-	-	7,443,815	-
-	-	2,925,862	1,046
25,244,650	(3,291,603)	(31,672,861)	(64,743)
(13,053)	81,073	554,815	1,012,094
(13,053)	81,073	554,815	1,012,094
18,400,575	1,711,740	19,302,067	(14,789,296)
4,508,648	29,214,103	198,901,112	96,903,805
\$ 22,909,223	\$ 30,925,843	\$ 218,203,179	\$ 82,114,509

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

Year ended June 30, 2010

	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:		
Operating income (loss)	\$ 4,879,482	\$ 4,468,641
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	27,999,210	5,197,602
Miscellaneous income (expense)	(1,000,222)	-
Bad debt expense	-	368,642
Provision for landfill liability	-	144,590
Corrections	-	-
Decrease (increase) in assets:		
Receivables	(1,072,468)	513,379
Due from other governments	3,512,082	-
Due from other funds	-	-
Inventories of supplies	59,591	(36,851)
Prepaid expenses	(243,891)	(19,050)
Increase (decrease) in liabilities:		
Accounts payable	1,804,671	(536,798)
Customer deposits	29,485	(3,802)
Accrued landfill closure costs and fuels cleanup	-	-
Accrued employee compensation and benefits	296,162	15,145
Fare tokens outstanding and deposits	-	-
Due to other funds	-	-
Construction and miscellaneous accounts payable	(1,646,252)	(64,568)
Claims and judgements payable	-	-
Other liability	-	-
Deferred revenue	(1,358,020)	-
Due to other governments	(107,369)	-
Net cash provided by (used for) operating activities	<u>\$ 33,152,461</u>	<u>\$ 10,046,930</u>
Cash and cash equivalents at June 30 consist of:		
Current assets:		
Cash, investments, and accrued interest	\$ 10,722,799	\$ 10,217,435
Cash with fiscal agents	22,544,765	4,614,112
Cash held by others	-	-
Restricted assets:		
Cash, investments, and accrued interest	106,577,685	9,691,317
Escrow deposits	-	-
Total cash and cash equivalents, June 30	<u>\$ 139,845,249</u>	<u>\$ 24,522,864</u>
Non cash transactions:		
Unrealized gains (losses) on investments	\$ (8,511)	\$ 1,767
Transfer of capital assets from the other funds	\$ -	\$ -
Amortization of bond issue costs	\$ (2,479,479)	\$ -
Amortization of bond discounts/premiums	\$ -	\$ -
(Loss) on disposition of fixed assets	\$ (17,872)	\$ (476,990)
Increase in accrued land fill closure liability	\$ -	\$ 144,590

The accompanying notes are an integral part of these financial statements

Transit Fund	Other Enterprise Funds	Totals	Internal Service Funds
\$ (47,969,191)	\$ (9,270,105)	\$ (47,891,173)	\$ (4,367,195)
12,981,369	4,535,056	50,713,237	147,487
-	297,622	(702,600)	29,585
-	1,691	370,333	-
-	-	144,590	-
-	51,215	51,215	-
1,280,934	34,438	756,283	(32,058)
(3,431,621)	20,644	101,105	98,781
-	-	-	(1,677,351)
(685,844)	(1,754)	(664,858)	(337,318)
-	1,795	(261,146)	(202,665)
-	-	-	-
421,093	191,912	1,880,878	(191,203)
-	45,262	70,945	-
174,834	-	174,834	-
-	67,374	378,681	93,572
20,524	-	20,524	-
-	2,129,362	2,129,362	-
(3,415,755)	(550,953)	(5,677,528)	-
-	-	-	(6,278,080)
-	-	-	2,049,031
87,706	3,223	(1,267,091)	(552,596)
-	20,923	(86,446)	-
<u>\$ (40,535,951)</u>	<u>\$ (2,422,295)</u>	<u>\$ 241,145</u>	<u>\$ (11,220,010)</u>
\$ 4,772,110	\$ 24,608,549	\$ 50,320,893	\$ 82,114,509
2,003,709	1,138,163	30,300,749	-
-	277,206	277,206	-
16,133,404	4,512,556	136,914,962	-
-	389,369	389,369	-
<u>\$ 22,909,223</u>	<u>\$ 30,925,843</u>	<u>\$ 218,203,179</u>	<u>\$ 82,114,509</u>
\$ (12,616)	\$ (269)	\$ (19,629)	\$ (14,985)
\$ 182,805	\$ 3,967	\$ 186,772	\$ -
\$ -	\$ (33,515)	\$ (2,512,994)	\$ -
\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ (494,862)	\$ -
\$ -	\$ -	\$ 144,590	\$ -

The accompanying notes are an integral part of these financial statements

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CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2010

	Agency Funds
	<hr/>
ASSETS	
Cash, investments, and accrued interest	\$ 4,989,636
Receivables	<hr/> 95,562
Total assets	<hr/> <hr/> \$ 5,085,198
 LIABILITIES	
Accounts payable	\$ 319,762
Funds held for others	<hr/> 4,765,436
Total liabilities	<hr/> <hr/> \$ 5,085,198

The accompanying notes are an integral part of these financial statements

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CITY OF ALBUQUERQUE, NEW MEXICO
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JUNE 30, 2010

I. Summary of significant accounting policies

The financial statements of the City of Albuquerque, New Mexico (City) have been prepared in conformity with generally accepted accounting principles as applied to governmental entities. The significant governmental accounting policies are described below.

A. Reporting entity

The City of Albuquerque, New Mexico (City), was founded in 1706, chartered as a town in 1885, and organized under territorial law as a city in 1891. The City became a charter city in 1917, and the voters approved a home rule amendment to the charter in 1971. In 1974, the electorate voted to establish a mayor-council form of government; the City Council consists of nine council members elected from districts. As a governmental entity, the City is not subject to Federal or State income taxes.

The City provides traditional services such as public safety, culture and recreation, public works, highways and streets, water and sewer services, and refuse collection. In addition, the City operates parking facilities, a transit system, an international airport, and a housing authority.

The City of Albuquerque (the primary government) for financial reporting purposes consists of funds, departments, and programs for which the City is financially accountable.

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body, and either it is able to impose its will on that organization, or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens, on the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects, activities, or level of services performed or provided by the organization. A financial benefit or burden relationship exists if the primary government (a) is entitled to the organization's resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization.

Some organizations are included as component units because of their fiscal dependency on the primary government if they are unable to adopt a budget, levy taxes or set rates or charges, or issue bonded debt without approval by the primary government. The City has determined that Albuquerque Bernalillo County Water Utility Authority (Authority), created with an effective date of July 1, 2003, is a component unit of the City and is discretely presented in the component unit column of the government-wide financial statements. The Authority's governing board is composed of three members of the City Council, three members of the County of Bernalillo Commission and the Mayor of the City. The Authority uses a simple majority to adopt a budget, set rates, and issue bonded debt, therefore the City has the potential to impose its will. The Authority's Comprehensive Annual Financial Report as of and for the year ended June 30, 2010 is available by contacting the Authority at the following address; Fifth floor, P.O. Box 1293, Albuquerque, NM 87103. See Note IV O.

The City has determined that it does have relationships with other organizations that are considered to be component units of the City. However, those organizations, not included herein, are of such nature and significance that exclusion would not render the City's financial statements incomplete or misleading.

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B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Internal Service Fund activity is eliminated to the extent of the net income/loss. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or a segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. All remaining governmental and business-type (enterprise) funds are aggregated and reported as non-major funds.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. The agency fund is reported on the *accrual basis of accounting* and has no measurement focus. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include gross receipts and property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes, net of estimated refunds and uncollectible amounts, is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collectible within the current period or within one month following the year-end. Revenues not considered available are recorded as deferred revenues.

Property taxes, gross receipts taxes, motor vehicle taxes, cigarette taxes, gasoline taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Derived gross receipts tax revenue is recognized when the underlying exchange transaction takes place. A small portion of the gross receipts tax revenue is derived from an estimate of delinquent taxes not yet collected and available. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

Expenditures are recorded when the related fund liability is incurred, except for a) principal and interest payments on general long-term debt which are recorded when amounts have been accumulated in the debt service funds for the current debt service payments on July 1 in the following year and b) vacation and sick leave pay, which are recognized as expenditures only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources. Indirect expense allocations that have been made in the funds are shown in a separate column and are not included in the expenses column. The allocation of indirect expenses is based on the relative usage by the function charged to all functions for services rendered by all central

CITY OF ALBUQUERQUE, NEW MEXICO
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service activities of the general government such as Accounting, Information Services, Treasury, Budgeting, and other central services.

The City reports the following major governmental funds:

General Fund. This fund is the City's primary operating fund and is used to account for the general operations of the City and for all financial resources except those that are required to be accounted for in another fund.

General Obligations Bond Debt Service Fund. This fund accounts for the monies set aside for the payment of principal and interest of all general obligation bonds. The principal source of revenue is from property taxes.

Capital Acquisition Fund. This fund accounts for capital projects for which financing is provided by the sale of general obligation and revenue bonds, miscellaneous revenues and various grants.

Infrastructure Tax Fund. This fund accounts for capital projects for which financing is provided by the municipal infrastructure gross receipts tax, grants and other miscellaneous revenues.

The City reports the following major proprietary (enterprise) funds:

Airport Fund. This fund accounts for the operations of the Albuquerque International Sunport.

Refuse Disposal Fund. This fund accounts for the general operations of providing refuse removal services.

Transit Fund. This fund accounts for the operations of the City's Sun Tran bus system.

The City reports the following fund types:

Special Revenue Funds. To account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Debt Service Funds. To account for the accumulation of resources for, and the payment of, general and special assessment long-term principal, interest, and related costs.

Capital Projects Funds. To account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds.

Enterprise Funds. These funds account for resources generally through services for which the City charges customers – either outside, or internal units or departments of the City. These funds report on the full accrual basis of accounting.

Permanent Funds. These funds account for resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support specific programs. The expendable trust funds account for the investment earnings from proceeds of the sale of certain properties.

Internal Service Funds. These funds account for inventory warehousing and issues; worker's compensation, tort and other claims insurance coverage; vehicle maintenance and motor pool services; and communication services to City departments. In addition, these funds provide health insurance coverage to City employees.

Agency Fund. This fund accounts for monies held by the City in a custodial capacity on behalf of third parties or other agencies.

CITY OF ALBUQUERQUE, NEW MEXICO
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Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). All governmental and business-type activities of the City follow the Financial Accounting Standards Board (FASB) Statements and interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow FASB Statements and interpretations issued after November 30, 1989.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's risk management and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating revenues and expenses. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues, such as charges for services, result from exchange transactions in which each party receives and gives up essentially equal values. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues or expenses. These include operating subsidies, investment earnings, interest expense, and transactions that result from non-exchange transactions or ancillary activities.

The modified accrual basis of accounting is followed by the governmental fund types for financial statement purposes. Under the modified accrual basis of accounting, revenues and other governmental fund financial resource increments are recognized in the accounting period in which they become measurable and available to pay liabilities of the current period. The City considers revenue available if amounts are collected within one month after year-end.

Those revenues susceptible to accrual are property taxes, gross receipts taxes, investment income and charges for services. Grant revenues are recognized as revenues when the related costs are incurred. All other revenues are recognized when they are received and are not susceptible to accrual, because they are usually not measurable until payment is actually received. Expenditures are recorded as liabilities when they are incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

The accrual basis of accounting is utilized by proprietary and agency fund types. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The City reports unearned revenue on its combined balance sheet. Unearned revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the City before it has legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods when both revenue recognition criteria methods are met or when the City has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as needed.

CITY OF ALBUQUERQUE, NEW MEXICO
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D. Assets, liabilities, and net assets or equity

1. Deposits and investments

A significant portion of the cash and investments of funds of the City is pooled for investment purposes. The pooled cash investment program of the City is operated under the provisions of City ordinance and a specific City investment policy. The policy states that the City shall invest cash balances over the anticipated amount needed to meet operating requirements. Investments are recorded at fair value. The balance reported for each participating fund as "Cash, Investments, and Accrued Interest" represents the equity of that fund in the pooled cash, investments, and accrued interest. Interest earnings on pooled investments are allocated to the participating funds based on average daily balances.

The investment policy states that the City will not commit any funds invested in the pool to maturities longer than three years from the date of purchase, except investments held to meet legal reserve requirements on bond indebtedness. The maturity date of these investments will not exceed the final maturity date of the bond issue to which they are pledged. Funds are invested on the basis of a minimum of three bids and/or offers. Certificates of deposit are based on competitive rates for specified maturities.

All investments are valued at quoted market prices except for the investment in Special Assessments District bonds and in State of New Mexico Mortgage Finance Authority bonds that are computed at amortized cost approximating market value.

The investment in the State of New Mexico local government investment pool (LGIP) are valued at fair value based on quoted market prices as of the valuation date in accordance with GASB Statement No. 31. The State Treasurer LGIP is not SEC registered. The State Treasurer is authorized to invest the short-term investment funds, with the advice and consent of the State Board of Finance, in accordance with Sections 6-10-10 I through 6-10-10 P and Sections 6-10-10.1A and E, NMSA 1978. The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the LGIP is voluntary. This pool is subject to the standards set forth in the State Treasurer's Local Government Investment Policy document incorporated in and made a part of the State Treasurer's Investment Policy document. The Independent Auditors' Report, together with the Financial Statements, the accompanying Notes to the Financial Statements and the Independent Auditors' Report on Compliance and Internal Controls are available from the State Investment Council, 2055 South Pacheco Street, Suite 100, Santa Fe, New Mexico 87505, upon written request.

The following categories of investments are specifically authorized by the policy:

Repurchase Agreements - secured by collateral, which is delivered to a third-party safekeeping institution, with a market value equal to or greater than the value of the agreement.

U.S. Treasury Obligations - bills, notes, and bonds.

Obligations of Federal Agencies or Instrumentalities - interest bearing or discount form.

Municipal Bonds - rated in any of the three highest major rating categories by one or more nationally recognized rating agencies.

The following categories of deposits are specifically authorized by the policy:

Checking accounts - at insured financial institutions.

Certificates of Deposit - subject to restrictions set forth in the City's Fiscal Agent Ordinance (City policy requires a minimum of 50% security consisting of insurance and/or collateral).

CITY OF ALBUQUERQUE, NEW MEXICO
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2. *Receivables and payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year that are expected to be paid back within the year are referred to as "due to/from other funds." Lending/borrowing arrangements not expected to be paid back within the year are referred to as "advances to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances." Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. Proprietary fund receivables are recorded as revenue when earned including services earned but not billed. The City Refuse services are not recorded until billed. See Note I. D. 17. of the Notes to the Financial Statements. The receivables of proprietary funds include billing for residential and commercial customers for City refuse services, consignment sales of bus tokens for transit services, space rental fees from commercial customer at the airport and baseball stadium, and from tenant rental fees for City Housing services. The allowance for doubtful accounts is based on management's assessment of the collectibility of specific customer accounts, the aging of the accounts receivables, and historical experience. All property tax receivables are shown net of an allowance for uncollectibles.

3. *Inventories and prepaid items*

The inventories in the general fund consist of fuel, vehicle parts, and fluids. Inventories of supplies are valued at average cost. Expenditures in governmental funds and expenses in proprietary funds are recorded as inventory items and expensed when consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. *Land held for sale*

Land held for sale, which consists primarily of approximately 4,357 acres located throughout the State of New Mexico obtained by trade with the federal government in July 1982, as part of the Acquisition and Management of Open Space Permanent Fund. Upon sale of these properties, a portion of the gain, if any, as defined in an agreement, is payable to a third party. Other land was obtained through foreclosure proceedings required by special assessment bond ordinances. The land for sale is valued at fair market value, based on appraisals completed near the date of acquisition.

For the government-wide financial statements, the City recognizes income on real estate transactions by recording the entire gross profit on sales that meet the requirements for the accrual method. Transactions that do not meet the requirements for the accrual method are recorded using the deposit method or installment method until such time as the requirements for the accrual method are met. Under the deposit method, cash received is recorded as a deposit. Under the installment method, the City records the entire contract price and the related costs at the time the transaction is recognized as a sale. Concurrently, the gross profit on the sale is deferred and is subsequently recognized as revenue as payments of principal are received on the related contract receivable. In the financial statements for the governmental funds, the City recognizes income from the sale of real estate when the principal on mortgage contracts are collected. At the time of the sale, the principal on the real estate contracts are recorded as deferred revenue.

5. *Capital assets*

Capital assets, which include land, buildings and improvements, machinery and equipment, and infrastructure assets, are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. State of New Mexico Administrative Code requires state and local governmental agencies to capitalize fixed assets costing in excess of \$5,000. Currently, the City defines capital assets as assets with an initial, individual cost of more than \$5,000 and estimated useful life in excess of one year. The City implemented the new \$5,000 capitalization threshold in fiscal year 2007 for items purchased during the fiscal year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Works of art and historical treasures are not capitalized because those are: 1) held for public exhibition rather than for financial gain, 2) protected, kept unencumbered, cared for, and preserved, and 3) all proceeds from the sale of collection items are required to be used to acquire other items for collections. Software is capitalized when acquired while library books are not capitalized because the aggregated cost of books is considered immaterial. Donated capital assets are recorded at estimated fair market value at the date of donation.

CITY OF ALBUQUERQUE, NEW MEXICO
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Capital outlay is recorded as expenditures of the General, Special Revenue, and Capital Projects Funds and as assets in the government-wide financial statements to the extent the City's capitalization threshold is met. Interest incurred during the construction phase of capital assets of the business-type activities is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

Infrastructure assets consist of the streets network: landscaped medians, roadways, right of ways, bridges, signals, beacons, trails, and trail bridges; and the storm network: easements, drainage pipes, lift stations, bridges, dams, detention basins right of ways, and arroyo easements right of ways. Streetlights managed by the local electric utility, sidewalks, traffic signs, dirt roads and milling roads are not considered infrastructure.

Capital assets, which are financed by general obligation bonds (to be repaid solely from property tax levies) for use by a proprietary fund, are reported as construction in progress in the government-wide financial statements during construction. The asset, when placed in service, is transferred at historical cost to the proprietary fund as a capital contribution from the City.

Buildings and improvements, infrastructure, and machinery and equipment are depreciated using the straight-line method over the following estimated useful lives:

Buildings and improvements	15- 50 years
Runways and other improvements	15-25 years
General infrastructure assets	35-50 years
Improvements other than buildings and runways	15-20 years
Machinery and equipment	3-13 years

6. *Deferred charges and other assets*

Costs incurred in connection with the issuance of bonds are capitalized and are reported as deferred bond issuance costs. These costs are amortized over the remaining maturity period of the related bond issues under a method that approximates the level interest rate method.

7. *Claims and judgments*

Liabilities for workers' compensation, tort and other claims as of June 30, 2010 were accrued based on actuarial estimates of the City's self-insurance programs. At June 30, 2010 liabilities were based on a case-by-case evaluation of the probable outcome of claims filed against the City, as well as an estimate of claims incurred but not reported. The long-term portion of the liability is discounted at 3.0% at June 30, 2010, and 3.0% for 2009, over the estimated payment period. Revenues consist primarily of charges to other funds, the amounts of which approximate the cost of claims and other risk management costs arising from the activities of those funds.

8. *Compensated absences*

City employees may accumulate limited amounts of vacation pay that are payable to the employee upon termination or retirement. For governmental funds, expenditures are recognized during the period in which vacation costs become payable from available, expendable resources. A liability for amounts earned but not payable from available, expendable resources is reported in the government-wide financial statements. For proprietary funds, vacation costs are recognized as a liability when incurred.

City employees may also accumulate limited amounts of sick leave that are payable to the employee upon termination or retirement. For governmental funds, expenditures are recognized during the period in which sick leave costs become payable from available, expendable resources. A liability for vested amounts, due to employees meeting the termination or retirement requirements, but not payable from available, expendable resources is reported in the government-wide financial statements. For proprietary funds, accumulated sick leave pay is recognized when vested or taken whichever occurs first.

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9. *Deferred revenue*

The City defers revenue from non-exchange transactions. The amount deferred results from the difference between the receivable recognized on an accrual basis and the related revenue recognized on the modified accrual basis. The City also defers revenue on rehabilitation loans, construction loans, economic development loans and special assessments. Revenue is recognized as the receivables are collected. In addition, deferred revenue includes moneys collected for food service and license fees, not yet earned.

10. *Special assessments*

Special assessment receivables are recorded upon approval of the assessment roll by the City Council, and the related revenues, interest, and penalties are recognized when due. City participation revenues are recorded at the time of receipt.

11. *Long-term obligations*

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Long-term obligations used to finance proprietary fund capital acquisitions and payable from revenue of proprietary funds are recorded in the applicable proprietary fund. Long-term obligations of governmental funds payable from general revenues of the City and special assessment levies are reported in the government-wide financial statements.

Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

12. *Net assets*

The government-wide and business-type activities fund financial statements utilize a net assets presentation. Net assets are categorized as follows:

Investment in capital assets, net of related debt – This category reflects the portion of net assets that are associated with capital assets less outstanding capital asset related debt.

Restricted net assets – Restricted net assets result from constraints placed on the use of net assets when externally imposed by creditors, grantors, laws and regulations of other governments and imposed by law through constitutional provisions or enabling legislation. The restricted net assets are restricted for debt service, construction, housing and economic development, federal and state funded programs, and open space and urban enhancement. The government-wide statement of net assets reports \$286,569,499 of restricted net assets, of which \$27,441,237 are restricted by enabling legislation.

Unrestricted net assets – This category reflects net assets of the City, not restricted for any project or other purpose.

13. *Fund equity reservation and designations*

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted. Designations represent tentative managerial plans that are subject to change. The City records reserves to indicate that a portion of fund balance is legally restricted for a specific future use or is not available for appropriation and/or expenditure.

CITY OF ALBUQUERQUE, NEW MEXICO
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Encumbrances - the estimated amount of unperformed contracts and outstanding purchase orders that will be re-appropriated in the subsequent fiscal year.

Prepaid items - the amount reserved for operating costs paid in advance not available for appropriation.

Land held for resale - the amount of fund balance representing the cost of land held for resale and not available for appropriation and/or expenditure.

Advances to other funds - the amount of advances to other funds not available for appropriation and/or expenditure.

Transfer to capital acquisition fund - the amount of unencumbered fund balance in the False Alarm and Education Fund that is available for transfer to the Capital Acquisition Fund in the ensuing fiscal year.

Acquisition and management of open space land – the fund balance of permanent funds legally restricted for this purpose.

Urban enhancement – the fund balance of permanent funds legally restricted for this purpose.

Debt service – amounts legally restricted for the payment of debt.

Operations – a portion of the fund balance of the General Fund designated by Administrative Instruction No. 2-13-1A (Revised) from expenditure, except by specific appropriation, for the purpose of maintaining existing levels of government services to the public.

Unreserved, undesignated – Amounts, which have not been reserved or designated for any purpose. These funds are available for unrestricted usage by the City.

14. *Statement of cash flows*

For purposes of the statement of cash flows, all pooled cash and investments (including restricted assets) of the City are considered to be cash equivalents although there are investments with a maturity in excess of three months when purchased because they have the characteristics of demand deposits for each individual fund. Non-pooled investments with original maturities of three months or more are deducted from cash, investments, and accrued interest and changes therein are reported as cash flows from investing activities.

15. *Estimated amounts reported in financial statements*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting year. Actual results could differ from those estimates.

16. *Bond premiums/issuance costs*

In governmental fund types, bond premiums and issuance costs are recognized in the current period. Bond premiums are presented, separately as other financing sources.

17. *Unbilled revenues*

Refuse services are billed on a cycle basis; therefore, amounts for services provided but unbilled as of June 30, 2008 are not included in receivables or revenue of the enterprise fund. Such unbilled amounts are not material to the financial position and results of operations of the Refuse Disposal Fund.

CITY OF ALBUQUERQUE, NEW MEXICO
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18. Inter-fund transactions

Transactions that would be recorded as revenues, expenditures, or expenses if they involved organizations external to the City are similarly treated when involving other funds of the City. These transactions include charges for administrative services, building rental, risk management services, vehicle maintenance and motor pool services, inventory and office services, retirees' health care, and payments in lieu of taxes. Other authorized transfers between funds are recorded as operating transfers and are included in the determination of the results of operations in the governmental, proprietary, and fiduciary funds.

19. New accounting pronouncements

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2010:

- GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.
- GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*.
- GASB Statement No. 59, *Financial Instruments Omnibus*
- GASB Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*
- GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*
- GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA pronouncements*

The City will implement the new GASB pronouncements in the fiscal year no later than the required effective date. The City believes that the above listed new GASB pronouncements will not have a significant financial impact to the City or in ability to issue its financial statements.

20. Reclassifications

Certain reclassifications of prior year information have been made to conform to the current period.

II. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental fund balance sheet and the government –wide statement of net assets

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net assets –governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this difference are as follows:

Bonds and bond anticipation notes payable	\$ (188,805,000)
Sales tax revenue bonds and notes payable	(117,165,000)
Deferred refunding costs	4,306,173
Unamortized bond discounts	1,132,430
Unamortized bond premiums	(7,636,493)
Deferred bond issue costs	2,080,442
Accrued rebatable arbitrage payable reported as deferred credit	(1,094,060)
Compensated absences	(33,722,634)
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	<u>\$ (340,904,142)</u>

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Some of the City's taxes will be collected after year-end and amounts due on real estate contracts are not available soon enough to pay for the current period's expenditures, and are reported as deferred revenue in the funds as follows:

Gross receipts tax	\$ 26,936,061
Property taxes	5,570,327
Franchise taxes	1,226,482
Gasoline taxes	669,901
Motor Vehicle taxes	127,090
Cigarette taxes	57,261
Rehab and Developer loans	8,999,695
Special Assessments	1,966,523
Amounts due on real estate contracts	1,271,330
Miscellaneous revenue	<u>194,170</u>
Net adjustment to increase fund balance – total	
Governmental funds to arrive at net assets – governmental activities	<u>\$ 47,018,840</u>

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that, "Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference (except for internal service funds) are as follows:

Capital additions, depreciated and non-depreciated	\$ 188,301,233
Construction work in process and other reclassified to fixed assets	(60,074,725)
Depreciation expense	(81,981,401)
Net gain (loss) on disposition of capital assets	<u>(616,936)</u>
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of Governmental activities	<u>\$ 45,628,171</u>

Another element of that reconciliation states that, "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds." Neither transaction, however, has any effect on net assets. The details of this difference are as follows:

Debt issued or incurred:	
Issuance of general obligation bonds	\$ (66,213,823)
Deferred bond issue costs	453,708
Amortization:	
Deferred refunding costs	(202,939)
Bond discount	(190,572)
Bond premium	2,434,252
Bond issue costs	(353,404)
Principal repayments:	
General obligation bonds	69,075,000
Gross receipts tax revenue bonds	5,670,000
Gross receipts tax revenue note	540,000
Payment to refunded bond agent escrow	40,535,000
Special assessment district bonds and notes	<u>2,239,093</u>
Net adjustment to decrease net changes in fund balances –	
Total governmental funds to arrive at changes in net assets of governmental activities	<u>53,986,315</u>

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Under the modified accrual basis of accounting used in the governmental funds, revenue is recognized when available to provide financing resources for the current period. Likewise, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, which is presented on the accrual basis, revenues and related receivable and expenses and related liabilities are reported regardless of when financial resources are available.

Gross receipts taxes	\$ (394,967)
Franchise taxes	1,226,482
Property taxes	1,174,302
Gasoline taxes	5,282
Motor vehicle taxes	127,090
Cigarette taxes	(4,700)
Collections on real estate contracts, Rehab and Developer loans, net of deferred gains	9,010,106
Special Assessments	1,966,858
Other deferred revenues	803,880
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of Governmental activities	\$ <u>13,914,333</u>

III. Stewardship, compliance and accountability

A. Budgetary information

Budgetary information Annual budgets for the General Fund, the following Special Revenue Funds: Community Development; Fire; Recreation; Lodger's Tax; Hospitality Tax; Culture and Recreation Projects; Open and Ethical Elections; Albuquerque Biological Park; City Housing; Air Quality; Heart Ordinance; Corrections and Detention; Operating Grants; Metropolitan Redevelopment; Housing and Neighborhood Economic Development; Law Enforcement Protection; Photo Enforcement Red Light; Gas Tax Road; City/County Facilities; Plaza Del Sol; Acquisition and Management of Open Space Expenditures; and Urban Enhancement Expenditures; and certain Debt Service Funds are departmental appropriations by program, the level at which expenditures may not legally exceed appropriations. The annual budget approved by the City Council also includes proprietary funds. The budgetary data is prepared consistent with the basis of accounting described in Note I. C. As required by the home rule City charter, the annual budget is formulated by the Mayor and submitted to the City Council by April 1 for the fiscal year commencing July 1. When there is a proposal for a change in rates or fees, City ordinances provide that the Mayor shall submit the operating budget for the Refuse Disposal, Golf, and Aviation enterprise funds to the City Council no later than March 1. Public hearings are conducted to obtain citizen comments on the proposed budget. By June 1, the budget is legally adopted through passage of an appropriation resolution by the City Council.

The Mayor has the authority to change individual program appropriations by the lesser of five percent of the original appropriation or \$100,000, provided that the total amount of appropriations for the fund as approved by the City Council does not change. Approved appropriations lapse at the end of the fiscal year to the extent that they have not been expended or encumbered except any appropriation continued by ordinance. During fiscal year 2010, several supplemental appropriations were necessary. An annual budget, which is not legally adopted, for the City of Albuquerque Housing Authority is prepared in accordance with the Department of Housing and Urban Development regulations on an accrual basis and includes both operating and debt service activities as a single budget. The Special Assessments Debt Service Fund spending is controlled primarily through bond indenture provisions and the Capital Projects Funds do not have annual budgets.

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B. Deficit fund equity

Capital Projects Funds

While the total unreserved fund balance is not in a deficit position, deficit unreserved fund balances for certain purposes result because capital expenditures and encumbrances are made in anticipation of additional revenues and transfers. The resulting deficit fund balance of various purposes at June 30, 2010 is as follows:

Capital Acquisition Fund	
Police Facilities	999,866
Street Improvements	5,404,551
Convention Center	24,021
Community Services Building	674,387
Rio Grande Zoo	5,474,620
Transit	3,807,054
Planning	152,850
	<u>\$ 16,537,349</u>
 Quality of Life Fund	
Balloon Science Museum	70,309
Quarter Cent Storm Drain	109
Rio Grande Bosque RR	260
	<u>\$ 70,678</u>
 Transportation Infrastructure Tax Fund	
Maintenance	\$ 315,731
Trails	343,526
Unallocated	29,541,700
	<u>\$ 30,200,957</u>

Special Revenue Funds

As of June 30, 2010, the Community Development Fund is in deficit by \$149,207. The deficit will be eliminated in future years though collection of rehabilitation loan receivables that are currently recognized as deferred revenues.

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IV. Detailed notes on all funds

A. Cash and investments

The total cash, investments, accrued interest and cash with fiscal agents, net of cash overdrafts of the City at June 30, 2010, consist of the following:

	(In thousands of dollars)				
	Gov- ern- men- tal Acti- vities	Busi- ness- type Acti- vities	Fiduciary Funds	Total	Component Unit
Cash, investments accrued interest and cash with fiscal agents, net of unamortized discounts and premiums:					
Repurchase agreements	\$ 85,967	\$ 48,634	\$ 801	\$ 135,402	\$ 20,943
Obligations of federal agencies or instrumentalities	258,918	121,343	2,411	382,672	63,077
State of New Mexico investment council	17,861	-	-	17,861	-
State of New Mexico local government investment pool	619	8,309	6	8,934	151
Held in trust by New Mexico Bank and Trust U.S. Treasury Fund	-	-	-	-	-
Held in trust by NM FA in State of New Mexico local government investment pool	-	-	-	-	7
Held in trust by Wells Fargo Bank in U.S. Treasury Fund	111	2,168	-	2,279	-
Held in trust by Bank of Albuquerque in U.S. Treasury Fund	981	1,583	-	2,564	-
Total investments	364,457	182,037	3,218	549,712	84,178
Certificates of deposit	63,314	29,672	590	93,576	15,424
Bank accounts at book balances	12,366	5,815	1,176	19,357	18,156
Total bank balances	75,680	35,487	1,766	112,933	33,580
Accrued interest receivable	583	274	5	862	143
Imprest cash funds	86	16	-	102	-
Escrow deposits	-	389	-	389	-
Total other	669	679	5	1,353	143
Total cash, investments, accrued interest and cash with fiscal agents	\$ 440,806	\$ 218,203	\$ 4,989	\$ 663,998	\$ 117,901
Current cash, investments and accrued interest:					
Cash, investments and accrued interest	\$ 280,005	\$ 50,321	\$ 3,164	\$ 333,490	\$ 2,919
Cash, investments with fiscal agents	85,971	30,301	-	116,272	34,369
Cash held by others	-	277	-	277	-
Total current cash, investments and accrued interest	365,976	80,899	3,164	450,039	37,288
Restricted noncurrent cash, investments and accrued interest:					
Cash, investments and accrued interest	56,193	136,915	1,825	194,933	80,606
Cash and investments with fiscal agents	18,637	-	-	18,637	7
Escrow deposits	-	389	-	389	-
Total noncurrent cash, investments, accrued interest	74,830	137,304	1,825	213,959	80,613
Total cash, investments, accrued interest and cash with fiscal agents	\$ 440,806	\$ 218,203	\$ 4,989	\$ 663,998	\$ 117,901

Custodial credit risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's funds may not be returned to it. The City is required to obtain from each bank that is a depository for public funds pledged collateral in an aggregate amount equal to one half of the public money in each account (Section 6-10-17 NMSA 1978). No security is required for the deposit of public money that is insured by the Federal Deposit Insurance Corporation (FDIC). At June 30, 2010, none of the City's bank balances of \$147,999,000 was exposed to custodial credit risk.

Custodial credit risk – Investments. Custodial credit risk with respect to investments is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that all security transactions, including collateral for repurchase agreements, entered into by the City shall be conducted on a delivery-versus-payment basis. The investment policy further requires that all collateral securities held by a third party custodian, designated by the City Treasurer, shall be held in the City's name and evidenced by a safekeeping receipt or Federal Reserve book-entry reporting.

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Credit risk. Credit risk is the risk that in the event an issuer or other counterparty to an investment does not fulfill its obligations, the City will not be able to recover the value of its principal. As a home rule city, the City's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital and, in general, avoid speculative investments. The City's Investment Committee annually reviews its asset allocation strategies and guidelines for the percentage of its total portfolio that may be invested in securities other than repurchase agreements, U.S. Treasury bills and notes or insured/collateralized certificates of deposit. As part of the City's allocation evaluation, these guidelines are reviewed periodically, considering the probability of market and default risk in various investment sectors. The City's investment policy describes permitted investments as those permitted for municipalities with a population in excess of 65,000 per Section 10-10-10 of the Statutes of the State of New Mexico. Among permitted investments, the investment policy requires that 1) repurchase agreements have a collateralized value of 102% of the par value of the agreement, and 2) certificates of deposit with local banks be fully insured by the FDIC. Investments in direct obligations of the U.S. Treasury are permitted as are securities of the U.S. Government agencies denoted in Section 6-10-10 F (2) of the State Statutes. At June 30, 2010, the City's internal investment pool held investments in fully-collateralized overnight repurchase agreements (repos), fully-insured certificates of deposit and money market accounts, U.S. Treasury Securities, and U.S. Government agency notes.

During the previous fiscal year, the City's internal investment pool liquidated its position in the New Mexico State Treasurers Office (STO) Local Government Investment Pool (LGIP). However, at June 30, 2010 \$1,060,105 of the City's LGIP position was not returned, but held on the STO's ledger in a "Reserve Contingency Fund." This amount represents the City's portion of the LGIP's un-returned investment in the Reserve Primary Money Market Fund (Reserve). The Reserve Contingency Fund balance represents to LGIP investors a loss of principal if no further recoveries are received by the STO from Reserve. At June 30, 2010 the City expects its loss upon full liquidation of Reserve to be approximately \$803,000, and as such has accrued a loss. The City's Housing Authority continued to hold a non-pooled position in the STO LGIP Fund of \$7,987,986 and a balance in the Reserve Contingency Fund of \$30,623.

Concentration of credit risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy states the City will develop diversification strategies to avoid incurring concentration risk. The following general policies and constraints shall apply: With the exception of collateralized repos, U.S. Treasury securities, and authorized pools (comprising the "liquidity segment" of the portfolio), no more than 50% of the residual investment portfolio (the "core segment") will be invested in a single issue or at a single maturity. At June 30, 2010, the City's core segment is invested in debt securities issued by four Government Sponsored Entities (GSEs): the Federal Home Loan Bank, the Federal National Mortgage Association, the Federal Farm Credit Bank and the Federal Home Loan Mortgage Corporation. These investments comprise 38%, 33%, 7%, and 22% respectively, of the core segment (excluding core segment Treasury securities). Portfolio maturities shall be staggered to avoid undue concentration of assets in a specific maturity range. At June 30, 2010, core segment maturities are allocated as follows: 0-12 months – 7%; 1-2 years – 46%; 3-5 years – 47%.

Summarized information concerning the GSE investments is as follows:

U.S. Agency Investments (summarized by GSE)	Wtd. Avg. Days to Maturity	Weighted Average Days to Call	Standard & Poors Rating	Moody's Rating
Federal Home Loan Banks	783	174	AAA	Aaa
Federal National Mortgage Association	747	229	AAA	Aaa
Federal Home Loan Mortgage Corporation	737	234	AAA	Aaa
Federal Farm Credit Bank	665	72	AAA	Aaa

Repo holdings (collateral) consisted of U.S. Agency securities permitted under Section 6-10-10 N.M.S.A. 1978, and by the City's investment policy.

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The City's investments held outside of its internal investment pool in the State of New Mexico Investment Council Core Bond Pool were not rated.

Interest rate risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of the City's investments. The City's investment policy limits the City's exposure to interest rate risk by requiring that no less than 80% of the funds invested in the core segment of the internal investment pool or in other discretionary funds be in maturities of no more than three years from date of purchase. No more than 20% of the funds may be invested in maturities between three and five years. Investment of non-discretionary assets, including funds to be held in trust, may be committed to maturities up to ten years from the date of purchase. The weighted average maturity of the investments in the internal investment pool's core segment at June 30, 2010 was 715 days. The weighted average days to call of the core segment was 178 days.

Pledged Collateral by Bank. The City is required to obtain from each bank that is a depository for public funds pledged collateral in an aggregate amount equal to one half of the public money in each account (Section 6-10-17 NMSA 1978). No security is required for the deposit of public money that is insured by the Federal Deposit Insurance Corporation (FDIC). The U.S. Congress has increased FDIC deposit insurance from \$100,000 to \$250,000 per depositor. In addition, under the Temporary Liquidity Guarantee Program, the FDIC is currently insuring all Negotiable Order of Withdrawal (NOW) accounts in full, if the interest rate does not exceed 0.5 percent. The pledged collateral by bank (in thousands) at June 30, 2010 consists of the following:

	First Community	Bank of America	Bank of the West	Wells Fargo Bank	NM Bank & Trust
Total amount on deposit	\$ 2,362	\$ 33,638	\$ 109,055	\$ 2,030	\$ 914
Less FDIC coverage	2,362	250	250	250	250
Total uninsured public funds	-	33,388	108,805	1,780	664
50% collateral requirement	-	16,694	54,402	890	332
Pledged securities, fair value	-	33,123	200,534	1,533	401
Pledged in excess of Requirement	\$ -	\$ 16,429	\$ 146,132	\$ 643	\$ 69

B. Receivables

Taxes receivable at June 30, 2010 are from the following sources:

Gross receipts tax	\$ 52,373,025
Property tax	7,572,501
Lodgers tax	1,522,944
Hospitality tax	206,226
Other taxes	4,141,318
Total	\$ <u>65,816,014</u>

The property taxes above include a receivable of \$4,004,141 in the General Obligation Debt Service Fund and \$3,568,360 in the General Fund.

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied each year on July 1 on the taxable valuation of property located in the City as of the preceding January 1. The Bernalillo County Assessor and the State of New Mexico Department of Taxation and Revenue determine the taxable valuations for the various classes of property at one-third of assessed valuation. Property in the City for the fiscal year 2010 tax levy had a taxable value of \$12,299,076,660. The State Constitution limits the rate of taxes for operating purposes for all taxing jurisdictions to 20 mills (\$20 per \$1000 assessed valuation), of which the City's portion, by state regulation, is limited to 7.650 mills for operations and 12.0 mills for each debt service obligation. The general obligation bond debt service levy for Tax Year 2009 (Fiscal Year 2010) is 4.976 mills and the operational levy is 6.072 mills on residential property and 6.544 mills on

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commercial property. Taxes are payable in two equal installments on November 10 and April 10 and become delinquent after 30 days.

Accounts receivable and Allowance for uncollectible accounts

Included on page 24, "Statement of Net Assets", are balances of receivables which are reported net of allowances for uncollectible accounts. The amounts of these receivables and allowances as of June 30, 2010, are as follows:

Current Portion of Accounts and Notes Receivable:

	<u>Total Receivables</u>	<u>Allowance for Uncollectible Accounts</u>	<u>Net Receivables</u>
Governmental activities:			
Major funds:			
General Fund	\$ 1,686,974	\$ 478,523	\$ 1,208,451
Capital Acquisition Fund	1,480,231	-	1,480,231
Nonmajor government activity funds	17,937,126	14,428,844	3,508,282
Internal Service Funds	87,312	51,423	35,889
Total governmental activities	<u>\$ 21,191,643</u>	<u>\$ 14,958,790</u>	<u>\$ 6,232,853</u>
Business-type activities:			
Major funds:			
Airport	\$ 5,983,314	\$ 1,010,164	\$ 4,973,150
Refuse Disposal	4,359,033	1,190,171	3,168,862
Transit	358,906	195,452	163,454
Nonmajor enterprise funds	1,275,221	674,109	601,112
Total business-type activities	<u>\$ 11,976,474</u>	<u>\$ 3,069,896</u>	<u>\$ 8,906,578</u>

Long-term Accounts and Notes Receivable:

	<u>Total Receivables</u>	<u>Allowance for Uncollectible Accounts</u>	<u>Net Receivables</u>
Governmental activities:			
Nonmajor funds:			
Rehabilitation loans	\$ 2,041,637	\$ 36,891	\$ 2,004,746
Notes receivable	-	-	-
Developer loans	9,743,138	2,801,691	6,941,447
Special assessments debt service	2,368,032	-	2,368,032
Real estate contracts	1,271,330	-	1,271,330
Total governmental activities	<u>\$ 15,424,137</u>	<u>\$ 2,838,582</u>	<u>\$ 12,585,555</u>
Business-type activities:			
Nonmajor funds:			
Developer loans	\$ 5,059,437	\$ 2,242,376	\$ 2,817,061
Total business-type activity funds	<u>\$ 5,059,437</u>	<u>\$ 2,242,376</u>	<u>\$ 2,817,061</u>

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C. Capital assets

Capital asset activity for the year ended June 30, 2010, was as follows:

Primary Government

<u>Governmental Activities*</u>	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets not being depreciated:				
Land	\$ 272,953,042	\$ 13,846,955	\$ 292,318	\$ 286,507,679
Construction work in progress	145,456,267	28,702,300	105,114,519	69,044,048
Right of way	1,145,191,667	-	-	1,145,191,667
Other	131,107	11,702	-	142,809
	<u>1,563,732,083</u>	<u>42,560,957</u>	<u>105,406,837</u>	<u>1,500,886,203</u>
Assets being depreciated:				
Buildings	331,800,803	28,992,322	-	360,793,125
Infrastructure	1,648,037,637	117,581,015	-	1,765,618,652
Improvements	487,359,056	35,219,160	-	522,578,216
Equipment	148,286,590	9,149,837	7,725,984	149,710,443
	<u>2,615,484,086</u>	<u>190,942,334</u>	<u>7,725,984</u>	<u>2,798,700,436</u>
Less accumulated depreciation:				
Buildings	65,707,842	8,642,629	-	74,350,471
Infrastructure	530,112,139	42,319,933	-	572,432,072
Improvements	234,568,297	16,657,345	-	251,225,642
Equipment	113,633,545	14,605,457	7,401,368	120,837,634
	<u>944,021,823</u>	<u>82,225,364</u>	<u>7,401,368</u>	<u>1,018,845,819</u>
Capital assets being depreciated, net	<u>1,671,462,263</u>	<u>108,716,970</u>	<u>324,616</u>	<u>1,779,854,617</u>
Total capital assets, net	<u>\$ 3,235,194,346</u>	<u>\$ 151,277,927</u>	<u>\$ 105,731,453</u>	<u>\$ 3,280,740,820</u>

*** Includes Internal Service Funds**

In fiscal year 2010, \$71 million of street infrastructure was placed into service along with \$33.7 million of storm infrastructure, of this amount \$9.8 was dedicated street infrastructure and \$5.5 million was dedicated storm infrastructure. The construction work in progress consists of expenditures made in connection with the Capital Acquisition, Infrastructure Tax, and Quality of Life Funds. The construction work in progress decreased by \$105 million. The following was placed in service: \$28.9 million buildings, \$38 million non-structural, \$13.8 million land, and \$2 million of infrastructure. Equipment purchases totaled \$9 million of which \$5.6 million was for Public Safety, and \$1.6 million was for Highways and Streets.

Business-type activities

In 2010, the Aviation fund placed into service \$16 million in runways and apron. On February 1, 2010, Eclipse Aerospace, Inc. transferred to Aviation a tract of real property consisting of approximately 5 acres of land and a 41,600 square foot building located adjacent to the Double Eagle Airport. The property placed in service is valued at \$450,000 for land, and \$2.5 million for the building. The Refuse fund placed into service \$2.1 million in vehicles. The Transit fund placed into service \$3.1 million for Park and Ride facilities.

The construction work in progress increased by \$5.6 million. The construction work in progress consists of expenditures made in connection with the Aviation Fund, Refuse Disposal Fund, Transit Fund, Parking, and the Housing Authority Fund. Costs associated with projects were completed and are listed in the appropriate categories in the above paragraph.

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	Balance July 1, 2009	Increases	Decreases	Balance June 30, 2010
Assets not being depreciated:				
Land	\$ 54,137,342	\$ 612,002	\$ -	\$ 54,749,344
Land and improvements acquired from the U.S Air Force	7,630,077	-	-	7,630,077
Other	955,200	-	-	955,200
Construction work in progress	23,044,581	28,575,468	22,919,084	28,700,965
Total assets, not being depreciated	<u>85,767,200</u>	<u>29,187,470</u>	<u>22,919,084</u>	<u>92,035,586</u>
Assets being depreciated:				
Buildings and improvements	440,899,158	5,721,529	-	446,620,687
Runways and improvements	269,912,353	16,321,164	-	286,233,517
Infrastructure	3,452,744	-	-	3,452,744
Improvements other than buildings and runways	179,775,774	4,348,573	-	184,124,347
Equipment	161,381,364	5,353,956	5,430,118	161,305,202
Total assets, being depreciated	<u>1,055,421,393</u>	<u>31,745,222</u>	<u>5,430,118</u>	<u>1,081,736,497</u>
Less accumulated depreciation:				
Buildings and improvements	205,482,144	13,101,406	-	218,583,550
Runways and improvements	192,699,075	11,502,165	-	204,201,240
Infrastructure	305,893	103,582	-	409,475
Improvements other than buildings and runways	105,164,993	9,944,169	-	115,109,162
Equipment	83,150,948	16,061,920	4,626,764	94,586,104
Total accumulated depreciation	<u>586,803,051</u>	<u>50,713,242</u>	<u>4,626,764</u>	<u>632,889,531</u>
Capital assets being depreciated, net	<u>468,618,342</u>	<u>(18,968,020)</u>	<u>803,354</u>	<u>448,846,966</u>
Total capital assets, net	<u>\$ 554,385,542</u>	<u>\$ 10,219,450</u>	<u>\$ 23,722,438</u>	<u>\$ 540,882,552</u>

Depreciation expense was charged to functions/programs of the City as follows:

<u>Governmental activities:</u>	
General government	\$ 3,348,743
Public Safety:	
Corrections	76,784
Fire protection	3,082,356
Police protection	7,986,501
Culture and recreation	19,251,933
Public works	247,471
Highways and streets	27,882,083
Health	587,915
Human services	2,701,537
Municipal Development	16,816,079
Capital assets held by the City's internal service funds charged to the various functions on a prorated basis based on their usage of the assets	243,962
Total depreciation expense – governmental activities	<u>\$ 82,225,364</u>
<u>Business-type activities:</u>	
Major funds:	
Airport	\$ 27,999,210
Refuse Disposal	5,197,602
Transit	12,981,369
Nonmajor funds:	4,535,061
Total depreciation expense – business-type activities	<u>\$ 50,713,242</u>

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Capitalized interest

Changes to the capital assets for the business-type activities for 2010 include the following amounts of capitalized interest:

	<u>Total Interest</u>	<u>Interest Related to Tax-Exempt Borrowing</u>	<u>Net</u>
Interest expense	\$ 10,268,250	\$ 4,462,687	\$ 5,805,563
Interest income	1,740,495	1,185,680	554,815
Capitalized interest		<u>\$ 3,277,007</u>	

Discretely Presented Component Unit

Capital asset activity of the Authority for the year ended June 30, 2010, was as follows:

	<u>Balance July 1</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30</u>
Assets not being depreciated:				
Land	\$ 23,548,127	\$ 2,096,684	\$ -	\$ 25,644,811
Construction work in progress	34,077,876	36,557,672	33,153,354	37,482,194
Total assets, not being depreciated	<u>57,626,003</u>	<u>38,654,356</u>	<u>33,153,354</u>	<u>63,127,005</u>
Assets being depreciated:				
Buildings	2,210,836	-	-	2,210,836
Improvements other than buildings	2,182,523,178	66,627,105	286,193,686	1,962,956,597
Equipment	59,869,486	6,049,467	12,454,742	53,464,211
Total assets, being depreciated	<u>2,244,603,500</u>	<u>72,676,572</u>	<u>298,648,428</u>	<u>2,018,631,644</u>
Less accumulated depreciation:				
Buildings	1,621,770	44,371	-	1,666,141
Improvements other than buildings	943,656,273	75,815,244	286,193,686	733,277,831
Equipment	33,594,336	5,583,417	12,440,301	26,737,452
Total accumulated depreciation	<u>978,872,379</u>	<u>81,443,032</u>	<u>298,633,987</u>	<u>761,681,424</u>
Capital assets being depreciated, net	<u>1,265,731,121</u>	<u>(8,766,460)</u>	<u>14,441</u>	<u>1,256,950,220</u>
Assets being amortized:				
Purchased water rights	39,943,365	18,752	-	39,962,117
Less amortization	10,703,332	396,555	-	11,099,887
Capital assets being amortized, net	<u>29,240,033</u>	<u>(377,803)</u>	<u>-</u>	<u>28,862,230</u>
Total capital assets, net	<u>\$ 1,352,597,157</u>	<u>\$ 29,510,093</u>	<u>\$ 33,167,795</u>	<u>\$ 1,348,939,455</u>

CITY OF ALBUQUERQUE, NEW MEXICO
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Changes to capital assets of the Authority for the fiscal year ended June 30, 2010, include the following amounts of capitalized interest:

	<u>Total Interest</u>	<u>Interest Related to Tax-Exempt Borrowing</u>	<u>Net</u>
Interest expense	\$ 29,446,746	\$ 4,469,085	\$ 24,977,661
Interest income	1,661,561	795,798	865,763
Capitalized interest		<u>\$ 3,673,287</u>	

D. Interfund receivables, payables, and transfers

The interfund receivable and payable accounts have primarily been recorded when funds overdraw their share of pooled cash. The composition of interfund balances as of June 30, 2010, consists of the following:

	<u>Due from other funds</u>	<u>Due to other funds</u>
Major governmental funds	\$ 25,146,700	\$ 4,438,501
Nonmajor governmental funds	408,517	2,239,886
Major proprietary funds	-	16,325,300
Nonmajor proprietary funds	-	4,428,881
Internal Service Funds	1,877,351	-
Total	<u>\$ 27,432,568</u>	<u>\$ 27,432,568</u>

Interfund advances not expected to be repaid within one year are to be repaid from revenues or proceeds from the sale of assets are as follows as of June 30, 2010:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Risk Management Fund	Capital Acquisition Fund	\$ 721,000
Nonmajor governmental fund*	Nonmajor proprietary fund*	11,595,000
Total advances		<u>\$ 12,316,000</u>

* Revenue bonds payable solely from gross receipts tax revenues were issued in fiscal year 2000. The proceeds of these bonds were advanced by the Sales Tax Refunding Debt Service Fund to the Parking Facilities Fund and are being used to construct, acquire or improve capital assets.

CITY OF ALBUQUERQUE, NEW MEXICO
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Interfund transfers for the year ended June 30, 2010, were as follows:

From	To	Amount
General Fund	Capital Acquisition Fund	170,000
General Fund	Transit Fund	23,323,000
General Fund	Nonmajor Proprietary Funds	1,347,000
General Fund	Nonmajor Governmental Funds	7,745,643
Capital Acquisition Fund	Transit Fund	69,464
Transportation Infrastructure Tax Fund	Transit Fund	10,642,020
Refuse Disposal Fund	General Fund	2,363,433
Transit Fund	General Fund	329,555
Nonmajor Governmental Funds	General Fund	11,199,597
Nonmajor Governmental Funds	Capital Acquisition Fund	7,576,226
Nonmajor Governmental Funds	Nonmajor Governmental Funds	18,328,667
Nonmajor Proprietary Funds	General Fund	243,009
Nonmajor Proprietary Funds	Nonmajor Governmental Funds	2,589,839
Internal Service Funds	General Fund	4,518,000
Total transfers		<u>\$ 90,445,454</u>

	<u>Transfers In</u>	<u>Transfers Out</u>
“Statement of Revenues, Expenditures, and Changes in Fund Balances – All Governmental Funds”	\$ 52,564,970	\$ 80,401,618
“Statement of Revenues, Expenses, and Changes in Net Assets – All Proprietary Funds”		
Enterprise funds	37,880,484	5,525,836
Internal Service funds	-	4,518,000
Total transfers	<u>\$ 90,445,454</u>	<u>\$ 90,445,454</u>

The transfers from the General Fund to the other funds are for the purpose of: 1) providing a subsidy for the operations of the Transit and Refuse Disposal funds, 2) providing the City's local match for operating grants from federal and state agencies, 3) funding the purchase of police and fire vehicles, and various construction projects, and 4) transferring resources to debt service funds for the retirement of General Obligations and Sales Tax Refunding bonds.

The transfers to the General Fund from the major and nonmajor enterprise funds are primarily for payments in lieu of taxes.

Other transfers relating to funds within the nonmajor governmental funds type are: 1) for debt retirement and various other purposes, and 2) from permanent funds to the related expenditures governmental special revenue funds. The transfers from the nonmajor governmental fund to the nonmajor proprietary funds are for the transfer of a portion of the Infrastructure Tax Revenues to the Transit fund to be used for improvements to the local bus service.

CITY OF ALBUQUERQUE, NEW MEXICO
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E. Leases

The City has various lease commitments for real property. The lease commitments are for one to ten years, with most leases being for five years. About half of the leases have renewal options; the others do not. Lease expenses of \$3,916,145 were incurred for the year ended June 30, 2010. Lease commitments for future years are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2011	\$ 3,860,778
2012	3,103,625
2013	2,597,583
2014	2,278,651
2015	1,891,446
2016-2020	5,022,997
2021-2025	5,001,100
2026-2030	5,000,739
2031-2035	3,958,333
Total	\$ <u>32,715,252</u>

The Housing Authority has also entered into a lease agreement as lessee for financing the acquisition of equipment and improvements. This lease agreement is treated as a capital lease for accounting purposes and, therefore, has been reported at the present value of the future minimum lease payments as of the inception date in the basic financial statements. At June 30, 2010, the outstanding balance of the capital lease is \$492,260. Amortization expense is included with depreciation expense on the Statement of Revenues, Expenses and Changes in Fund Net Assets.

The assets acquired through capital leases are as follows:

Equipment and Improvements	\$ 944,458
Less: Accumulated amortizations	<u>(518,737)</u>
Total	\$ <u>425,721</u>

The future minimum lease obligations and the net present value of the minimum lease payments as of June 30, 2010 are as follows:

<u>Year Ending June 30</u>	<u>Principal and Interest</u>
2011	\$ 107,106
2012	116,842
2013	116,842
2014	116,842
2015	<u>87,632</u>
Total minimum lease payment	545,264
Less amount representing interest	<u>(53,004)</u>
Present value of minimum lease payments	\$ <u>492,260</u>

CITY OF ALBUQUERQUE, NEW MEXICO
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F. Restricted assets

Restricted assets arise principally from legal restrictions on expenditures of proceeds from general obligations bonds or sales tax revenue bonds in the governmental activities, or on expenditures of proceeds from revenue bonds of the enterprise funds. Restricted assets also include the investments restricted for use held in the City's permanent funds. The amount of restricted assets reported in the statement of net assets at June 30, 2010 is as follows:

Primary Government

<u>Governmental Activities</u>	
Capital Acquisition Fund	\$ 56,193,427
Permanent Funds	18,637,262
	<u>\$ 74,830,689</u>
<u>Business-type activities</u>	
Airport Fund	\$ 106,703,063
Refuse Disposal Fund	9,691,317
Transit Fund	16,133,404
Non-major Enterprise Funds	7,718,986
Totals	<u>\$ 140,246,770</u>

Discretely Presented Component Unit:

Albuquerque Bernalillo County Water Utility Authority	\$ <u>80,612,717</u>
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G. Short-term and long term obligations

Governmental activities of the primary government:

Short Term: On June 30, 2010, the City issued \$24,940,000 Short Term General Obligation Bonds, Series 2010A and Series 2010B. The Series 2010 Bonds bear interest at the daily rate on the date of issuance applicable to the Local Government Investment Pool administered by the State Treasurer of New Mexico. The interest rate in effect was 0.389%. The proceeds of these bonds were used for various construction projects and storm sewer rehabilitation. The bonds mature on July 1, 2010. The changes in the short-term obligations of the governmental activities for the year ended June 30, 2010, are as follows:

	Balance June 30, 2009	Additions	Deletions	Balance June 30, 2010
Short-term General Obligation Bonds	\$25,003,000	\$24,940,000	\$25,003,000	\$24,940,000

CITY OF ALBUQUERQUE, NEW MEXICO
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Long Term: Bonded obligations of the City consist of various issues of general obligation, revenue, and special assessment bonds. Also included in long-term obligations are notes payable, claims and judgments, deferred credits, other post employment benefits, and accrued vacation and sick leave pay. The City has complied with all revenue bond ordinances and bond covenants requirements for maintaining specific reserves for future debt service as of June 30, 2010.

The changes in the long-term obligations of the governmental activities for the year ended June 30, 2010, are as follows:

	Outstanding				Payable in
	July 1	Increases	Decreases	June 30	one year
General Obligation Bonds	\$ 272,965,000	\$ -	\$ 40,025,000	\$ 232,940,000	\$ 44,135,000
Sales Tax Revenue Bonds	125,500,000	38,840,000	45,960,000	118,380,000	3,920,000
Sales Tax Revenue Notes	3,765,000	-	520,000	3,245,000	540,000
Special Assessment Bonds and Notes With Governmental Commitment	2,239,093	-	-	2,239,093	-
Accrued vacation and sick leave pay	34,749,794	23,065,138	23,483,628	34,331,304	21,877,733
Accrued claims payable	67,372,880	27,977,251	34,386,820	60,963,311	20,440,000
Other post employment obligation	3,969,105	2,020,126		5,989,231	-
Deferred credits and other liabilities	1,897,937	-	803,877	1,094,060	-
Less deferred amounts:					
Deferred refunding costs	(4,509,112)	-	(202,939)	(4,306,173)	-
Unamortized bond discounts	(1,323,002)	-	(190,572)	(1,132,430)	-
Unamortized bond premiums	7,636,921	2,433,824	2,434,252	7,636,493	-
	514,263,616	94,336,339	147,220,066	461,379,889	90,912,733
Current portion of long-term obligations	(110,396,679)	-	(19,483,946)	(90,912,733)	-
Total	<u>\$ 403,866,937</u>	<u>\$ 94,336,339</u>	<u>\$ 127,736,120</u>	<u>\$ 370,467,156</u>	<u>\$ 90,912,733</u>

Total interest cost incurred for governmental activities for the year ended June 30, 2010 was \$15,468,446, all of which was charged to expense.

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General Obligation bonds are direct obligations of the City for which its full faith and credit are pledged and are payable from taxes levied on property located within the City. The sick leave and vacation pay obligations are being liquidated primarily by the following funds: General, Air Quality, Operating Grants, and Gas Tax Road. Limited amounts are being liquidated by other funds. The City's Risk Management Fund (an internal service fund) liquidates all claims payable. General obligation bonds outstanding at June 30, 2010, are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provisions
July 1, 2000 Storm Sewer	1,200,000	5.00%	July 1, 2010	100% beginning July 1, 2008
September 1, 2001 General Purpose	4,110,000	4.00/5.00%	July 1, 2010	100% beginning July 1, 2009
September 1, 2001 Storm Sewer	4,510,000	4.375%	July 1, 2011	100% beginning July 1, 2009
December 1, 2001 Taxable Baseball Stadium	1,000,000	4.00/5.60%	July 1, 2010	Not callable
February 1, 2002 Storm Sewer	5,400,000	4.50%	July 1, 2011	100% beginning July 1, 2010
July 1, 2004 General Purpose	19,900,000	2.50/5.00%	July 1, 2012	100% beginning July 1, 2011
July 1, 2004 Storm Sewer	9,440,000	3.00/4.50%	July 1, 2013	100% beginning July 1, 2011
June 30, 2005 General Purpose	45,185,000	4.00/5.00%	July 1, 2013	Not callable
June 30, 2005 Storm Sewer	11,575,000	4.00/4.25%	July 1, 2014	100% beginning July 1, 2013
September 11, 2007 General Purpose	32,345,000	4.50/5.00%	July 1, 2016	Not callable
September 11, 2007 Storm Sewer	5,080,000	4.25/5.00%	July 1, 2016	100% beginning July 1, 2015
June 26, 2008 General Purpose	34,225,000	3.25/4.00%	July 1, 2017	100% beginning July 1, 2016
June 26, 2008 Storm Sewer	4,000,000	4.50%	July 1, 2017	100% beginning July 1, 2016
June 24, 2009 General Purpose	54,970,000	2.00/4.00%	July 1, 2018	Not callable
June 30, 2010 General Purpose ST	11,103,000	0.38894%	July 1, 2010	Not callable
June 30, 2010 Storm Sewer ST	13,837,000	0.38894%	July 1, 2010	Not callable
	<u>\$257,880,000</u>			

The Constitution of the State of New Mexico limits the amount of general-purpose general obligation bonds that may be issued by a municipality to four percent of the taxable valuation of property located within the City. At June 30, 2010 based on the most recent assessed taxable valuation of \$12,299,076,660, the City may issue an additional \$255,843,034 of general-purpose general obligation bonds. Included in the general obligation bonds outstanding at June 30, 2010 are Storm Sewer bonds in the amount of \$48,908,000 that are not subject to the legal debt limit.

Sales Tax Revenue Bonds and Notes of the City are secured by a pledge of gross receipts tax (sales tax) revenues. In addition, the 1996 Refunding issue is secured by limited amounts of parking and airport revenues. Sales tax revenue bonds and notes outstanding at June 30, 2010, are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provisions
November 18, 1991 B Refunding and Improvement	\$ 3,970,000	6.60/7.10%	July 1, 2019	103% beginning July 1, 2011
October 15, 1996 Refunding	1,445,000	5.00%	July 1, 2011	100% beginning July 1, 2007
October 6, 2004 A Refunding	31,965,000	4.75%	July 1, 2037	100% beginning July 1, 2014
October 6, 2004 B Refunding	27,960,000	2.39/4.90%	July 1, 2014	100% beginning October 6, 2004
September 9, 2004, Note	3,245,000	1.26/3.67%	July 1, 2014	None
June 4, 2008 A Refunding	14,200,000	3.74/4.99%	July 1, 2014	Not callable
July 22, 2009 A Refunding	10,535,000	3.00/5.00%	July 1, 2025	100% beginning July 1, 2019
July 22, 2009 B Refunding	28,305,000	3.00/5.00%	July 1, 2022	100% beginning July 1, 2019
	<u>\$ 121,625,000</u>			

CITY OF ALBUQUERQUE, NEW MEXICO
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Special Assessment Debt and Notes Payable with Governmental Commitment are secured by pledges of revenues from special assessments levied. Outstanding bonds and notes of paving and sidewalk improvement districts are additionally secured by pledges of one-half of motor fuel tax revenues of the City, to be used only in the event that revenues from assessments and interest levied are not sufficient to meet debt service requirements. All Special Assessment debt is callable at 100% on any semi-annual interest payment date. Special Assessment debt and notes in the amount of \$2,239,093 are outstanding at June 30, 2010. Interest rates range from 1.15% to 4.47%, and maturities extend through July 1, 2014.

Business-type activities of the primary government

Short-term- Commercial Paper: On April 22, 2009 the City issued Third Lien Airport Revenue Commercial Paper Notes, Series A for \$5,778,000 and Series B for \$9,183,000. The Series A are governmental notes and the Series B are private activity notes. These are junior lien notes and were issued for 267 days with a 0.75% interest rate. The proceeds were used for the communication center, fire alarms, and the terminal optimization project. On January 14, 2010 the City paid off the Series A notes in the amount of \$5,778,000. No payments had been made on the Series B notes as of June 30, 2010.

Long-term: The changes in the Business-type activities obligations for the year ended June 30, 2010, are as follows:

	Outstanding				Payable in
	July 1	Increases	Decreases	June 30	One Year
Revenue bonds	\$ 203,070,000	\$ 26,080,000	\$ 49,465,000	\$ 179,685,000	\$ 22,535,000
Loans and notes payable	35,403,976	-	3,381,683	32,022,293	2,445,200
Accrued vacation and sick leave pay	5,981,202	4,694,128	4,598,293	6,077,037	4,857,002
Landfill closure costs	1,660,518	144,591	-	1,805,109	-
Other	427,340	144,947	99,685	472,602	-
Less deferred amounts:					
Deferred refunding costs	(2,425,910)	(1,610,661)	(1,694,975)	(2,341,596)	-
Unamortized bond premiums	1,361,722	1,229,591	492,684	2,098,629	-
Unamortized bond discounts	(154,695)	(6,212)	(150,442)	(10,465)	-
	245,324,153	30,676,384	56,191,928	219,808,609	29,837,202
Capitalized leases	592,851	-	100,591	492,260	88,923
Subtotal	245,917,004	30,676,384	56,292,519	220,300,869	29,926,125
Current portion	(29,383,099)	-	543,026	(29,926,125)	-
Business-type activity					
long-term obligations	<u>\$ 216,533,905</u>	<u>\$ 30,676,384</u>	<u>\$ 56,835,545</u>	<u>\$ 190,374,744</u>	<u>\$ 29,926,125</u>

Total interest cost incurred for business-type activities for the year ended June 30, 2010 was \$10,268,250 of which \$4,462,687 was capitalized and \$5,805,563 was charged to expense. The sick leave and vacation pay obligations are being liquidated primarily by the following funds: Airport, Refuse Disposal, Housing Authority, and Parking Facilities.

CITY OF ALBUQUERQUE, NEW MEXICO
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Airport Revenue Bonds are secured by pledges of net revenues of the airport. Airport Revenue bonds outstanding at June 30, 2010, are as follows:

Issue Dated	Amount	Interest Rate	Final Maturity	Call Provisions
April 3, 1997, Refunding	\$ 5,440,000	6.25% to 6.75%	July 1, 2012	100% beginning July 1, 2009
August 1, 2001	22,840,000	3.20% to 4.75%	July 1, 2016	100% beginning July 1, 2012
March 23, 2004A, Refunding	15,600,000	1.63% to 5.11%	July 1, 2018	100% beginning July 1, 2005
March 23, 2004B	24,990,000	2.00% to 4.50%	July 1, 2024	100% beginning July 1, 2007
March 11, 2008A, Refunding	13,320,000	3.00% to 5.00%	July 1, 2018	Not callable
May 14, 2008B, Refunding	13,770,000	3.445% to 4.905%	July 1, 2015	Not callable
May 14, 2008C, Refunding	4,830,000	3.50% to 4.375%	July 1, 2020	100% beginning July 1, 2018
November 19, 2008D, Refunding	4,210,000	4.38%	July 1, 2010	Not callable
November 19, 2008E, Refunding	25,520,000	3.50% to 5.50%	July 1, 2014	Not callable
April 22, 2009B Commercial Paper	9,183,000	0.75%	January 14, 2014	May be remarketed
November 12, 2009A, Refunding	26,080,000	3.00% to 4.50%	July 1, 2019	Not callable
Total outstanding	165,783,000			
Unamortized:				
Premiums (discounts)	2,048,195			
Deferred refunding costs	(2,341,595)			
Net outstanding	<u>\$165,489,600</u>			

On November 12, 2009, the City issued \$26,080,000 of Airport Refunding Revenue Bonds, Series 2009A. Total proceeds were \$27,234,590, which included a reoffering premium on the Series 2009A of \$1,229,590. The Series 2009A bonds have an average interest rate of 3.7% with maturities extending to July 1, 2019. The bonds were issued to provide for the current refunding of the Series 1998 bonds. The Series 1998 bonds had a balance due of \$27,680,000 on November 12, 2009.

The Series 2009A refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$1,610,661. This difference, reported in the accompanying financial statements as a deduction from bonds payable, has been deferred and will be amortized over the life of the new bonds using the effective interest method. The current refunding was undertaken to reduce high variable interest rate payments to a fixed rate in line with current economic conditions.

The Apartments Revenue Bonds are secured by pledges of net revenues of the apartments. On July 20, 2000, the City, pursuant to a mortgage and indenture of trust, issued its Affordable Housing Projects Refunding Revenue Bonds Series 2000 (Series 2000) in the aggregate principal amount of \$15,080,000 for the purpose of refunding and defeasing three bond issues of the City: 1) its Multifamily Mortgage Revenue Bonds (Beach Apartments Project), Series 1991, 2) its Multifamily Mortgage Revenue Bonds (Manzano Vista, formerly Dorado Village Apartments Project), Series 1994, and 3) its Affordable Housing Project/Gross Receipts Tax Subordinate Lien Revenue Bonds, Series 1996. The Series 2000 bonds consist of debt issued by three City owned trusts; Beach, Bluewater Village and Manzano Vista Apartments. The debt constitutes a limited obligation of the City and is payable solely from the resources of these trusts. The respective facilities and the revenues derived from these facilities are pledged for the repayment of the bonds. The mortgage and indenture of trust contain significant requirements for annual debt service and use of project revenues and resources. Required funds include escrow and expense funds, a debt service fund, use of project reserve funds (debt service, retained earnings coverage and sinking fund installment accounts) and restricted property reserve funds (rehabilitation, renovation, repair and replacement accounts).

In December of 2008, the City, issued \$11,275,000 Gross Receipts Tax Revenue Bonds (Series 2008B) to refund the Series 2000 Bonds. The City pursuant to a mortgage and indenture of trust issued the Series 2008B bonds as described above. The Series 2008B bonds consist of debt issued by the City owned trusts, and the Apartments. This debt constitutes

CITY OF ALBUQUERQUE, NEW MEXICO
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a limited obligation of the City and is payable solely from the resources for three trusts. Respective facilities and revenues derived from them are pledge for the repayment of these bonds. The mortgage and indenture of trust contains significant requirements for annual debt service and use of project revenues and resources. Required funds include a debt service fund, a net project revenue service fund, a property reserve fund and a stabilization fund. The Series 2008B Gross Receipts Revenue Bonds mature July 1, 2030 and bear an initial 4% coupon interest rate, increasing to 5.375% coupon rate at maturity. Interest is paid semi annually on January 1 and July 1. The initial payment is due July 1, 2009. Principal payment is due annually on July 1. The Series 2008B bonds are subject to optional and mandatory redemptions generally at par (unless long term interest rates are in effect) as required by the mortgage and indenture of trust. The mortgage and indenture of trust requires a cumulative sinking fund redemption commencing January 1, 2010. The Apartments debt in the amount of \$11,105,000 is outstanding at June 30, 2010 and maturities extend through July 1, 2030.

Golf Course Revenue Bonds are secured by a pledge of net golf course revenues and a pledge of revenues received by the City from gross receipts tax revenues. Golf Course Revenue bonds outstanding at June 30, 2010 are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
February 1, 2001	\$ 625,000	5.70/6.70%	July 1, 2011	100% beginning July 1, 2007
Unamortized discounts	(223)			
	<u>\$ 624,777</u>			

Refuse Disposal Revenue Bonds are secured by a pledge of net revenues from refuse disposal operations. Refuse Disposal Revenue Bonds outstanding at June 30, 2010, are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
February 1, 1998	3,395,000	4.20/5.00%	July 1, 2013	100% July 1, 2007
May 1, 2001 B	7,960,000	3.63/5.25%	July 1, 2012	Not callable
Total outstanding	11,355,000			
Unamortized premiums	40,193			
Net outstanding	<u>\$ 11,395,193</u>			

Refuse Loans. On July 9, 2004 the City entered into a tax-exempt loan agreement with New Mexico Finance Authority for \$5,800,000 with an average interest rate of 2.87%. Final payment is due on July 1, 2014. The balance due on June 30, 2010 was \$3,074,866. On March 16, 2008 the City entered into a tax-exempt loan agreement with New Mexico Finance Authority for \$2,600,000 with an average interest rate of 3.31%. Final payment is due on July 1, 2015. The balance due on June 30, 2010 was \$2,265,940.

Stadium Loans are secured by pledges of net revenues of the Albuquerque baseball stadium. On October 4, 2002, the City entered into a Taxable Stadium Lease loan agreement with the New Mexico Finance Authority in the amount of \$6,000,000 with an average interest rate of 5.2%. Final payment is due on July 1, 2026. The balance due on June 30, 2010 was \$5,071,258. On December 27, 2002, the City entered into a Taxable Surcharge loan agreement with the New Mexico Finance Authority in the amount of \$9,000,000 with an average interest rate of 4.2%. Final payment is due on July 1, 2026. The balance due on June 30, 2010 was \$7,455,640. Both loans were used to finance reconstruction of the existing baseball stadium.

Transit Loans. On July 25, 2006 the City entered into a tax-exempt lease-purchase agreement with SunTrust Leasing Corporation for \$20,000,000 with an average interest rate of 4.3%. Final payment is due on July 1, 2016. The principal balance outstanding at June 30, 2010 was \$14,154,588.

Housing Authority Debt. The U.S. Housing and Urban Development Department (HUD) guaranteed third party debt consisting of new Housing Authority (HA) revenue bonds and permanent notes, payable to the Federal Financing Bank, were issued to provide for the development and modernization of low rent housing units. These bonds and notes are payable by HUD and secured by annual contributions to the HA. HUD regulations state that the bonds and notes do not constitute a debt of the HA and, accordingly, these have not been reported in the accompanying financial statements. At

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June 30, 2010, the outstanding balance of the revenue bonds was \$380,000 with annual payments required through 2013 and the outstanding balance of the permanent notes was \$4,406,575 with annual payments required through 2017.

Summary of Annual Debt Service Requirements. The annual debt service requirements on the obligations outstanding at June 30, 2010 are as follows:

Year ending June 30	Governmental activities		Business-type activities	
	Principal	Interest	Principal	Interest
2010	\$ 73,535,000	\$ 14,425,902	\$ 25,069,123	\$ 8,037,077
2011	46,756,082	12,429,377	26,812,588	8,940,392
2012	40,196,949	10,623,102	27,765,493	6,833,988
2013	40,847,658	8,942,633	25,376,765	5,593,929
2014	34,143,404	7,375,973	25,517,101	4,414,389
2015 - 2019	73,500,000	24,770,162	59,114,517	11,227,684
2020 - 2024	18,025,000	16,115,472	15,995,270	3,699,017
2025 - 2029	13,800,000	12,685,480	6,548,695	623,059
2030 - 2034	22,975,000	7,676,846	-	-
2035 - 2038	17,965,000	1,418,014	-	-
Total	<u>\$ 381,744,093</u>	<u>\$ 116,462,961</u>	<u>\$ 212,199,552</u>	<u>\$ 49,369,535</u>

Arbitrage

Section 148 of the Internal Revenue Code provides generally that bonds issued by a municipality will be "arbitrage bonds", if any portion of the proceeds of the bonds are reasonably expected to be invested in obligations with a yield that is "materially higher" than the yield on the bonds. While municipalities are entitled to earn a certain amount of positive arbitrage during the period the bonds are outstanding, Section 148(f) generally requires that these earnings be paid to the Internal Revenue Service (IRS) at least every five years. As of June 30, 2010, the City has set aside an amount of \$1,094,060 in arbitrage interest due the IRS in connection with future filings and payments to the IRS. This amount is reported as a deferred credit in the statement of net assets.

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Discretely presented component unit

The change in the short-term and long-term obligations of the Authority for the year ended June 30, 2010, are as follows:

	Outstanding				Payable in
	June 30, 2009	Increases	Decreases	June 30, 2010	one year
Parity Obligations:					
Revenue Bonds	\$ 515,345,000	\$ -	\$ 26,135,000	\$ 489,210,000	\$ 22,065,000
Loan Agreements - NMFA	194,938,370	-	11,097,637	183,840,733	11,778,128
Line of Credit - NMFA	-	687,072	-	687,072	-
Subordinate Obligations:					
Loan Agreements - NMED	14,645,696	-	2,319,269	12,326,427	415,377
Loan Agreements - NMFA	-	10,426,232	-	10,426,232	218,951
Line of Credit - NMFA	3,524,340	6,977,110	10,426,232	75,218	-
Junior Obligations:					
Loan Agreements - NMFA	-	50,000	1,445	48,555	2,498
Line of Credit - NMFA	-	-	2,745	(2,745)	14,769
Water rights contract	15,778,921	-	920,608	14,858,313	948,650
Accrued vacation and sick leave payable	3,268,790	2,855,169	2,944,471	3,179,488	3,086,228
Less deferred amounts:					
Unamortized bond premiums	18,105,065	-	2,945,759	15,159,306	-
Bond refunding costs	(708,400)	-	(402,362)	(306,038)	-
	764,897,782	20,995,583	56,390,804	729,502,561	38,529,601
Current portion of long-term obligations	(41,789,765)	-	(3,260,164)	(38,529,601)	-
Total	<u>\$ 723,108,017</u>	<u>\$ 20,995,583</u>	<u>\$ 53,130,640</u>	<u>\$ 690,972,960</u>	<u>\$ 38,529,601</u>

Parity Obligations – Revenue Bonds, Loan Agreements, and Lines of Credit:

Authority parity obligations are secured by a pledge of net revenues derived from the operations of the Authority's water and sewer system. In ordinances pursuant to the issuance of these bonds, the Authority has agreed to charge all users of the system such reasonable rates as are sufficient to produce net revenues annually to pay 133% of the annual debt service requirements on all outstanding system obligations. The Authority did not meet those requirements at the end of the fiscal year.

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Authority parity obligations outstanding at June 30, 2010, are as follows:

<u>Revenue Bonds Issued</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Final Maturity</u>	<u>Call Provisions</u>
January 1, 1999A	23,230,000	3.80% to 5.25%	July 1, 2011	Not callable
October 25, 2005	127,840,000	3.50% to 5.00%	July 1, 2025	100% beginning July 1, 2015
July 12, 2006	132,145,000	4.25% to 5.165%	July 1, 2026	100% beginning July 1, 2016
April 9, 2008	55,630,000	5.00%	July 1, 2033	100% beginning July 1, 2018
April 8, 2009	135,990,000	3.00% to 5.50%	July 1, 2029	100% beginning July 1, 2019
April 8, 2009, Refunding	14,375,000	3.00% to 5.00%	July 1, 2013	Not callable
Total outstanding	489,210,000			
Unamortized:				
Premiums	15,159,306			
Deferred refunding costs	(306,038)			
Net outstanding	<u>\$504,063,268</u>			

<u>Loan Agreements Issued</u>	<u>Current Loan Balance</u>	<u>Original Loan Amount</u>	<u>Interest Rate</u>	<u>Final Maturity</u>
May 10, 2002	\$ 438,660	\$ 2,450,000	2.75%	July 1, 2012
April 11, 2003	1,907,073	3,600,000	2.00%	January 1, 2016
October 13, 2004	93,995,000	118,415,000	1.32% to 4.16%	May 1, 2024
October 28, 2005	19,000,000	20,000,000	2.93% to 4.01%	May 1, 2025
September 26, 2007	68,500,000	77,005,000	4.00% to 5.0%	May 1, 2025
Total outstanding	<u>\$183,840,733</u>			

The Authority entered into a line of credit agreement on January 18, 2010 with the New Mexico Finance Authority (NMFA) whereby the Authority can draw up to \$2,000,000. The agreement is partially funded with federal grants received by the NMFA through the American Recovery and Reinvestment Act. If the Authority complies with the terms of the agreement, then \$1,000,000 will be subsidized by the grant and therefore not repayable. The purpose of the project is to upgrade and improve the water utility system, including, but not limited to construction of a water line extension to serve the community of Carnuel in Bernalillo County. The Authority must complete the project by January 8, 2012. Upon completion of the project, the line of credit will be resized to a loan for the actual cost incurred. The interest rate is .75% , with an administrative fee of .25%. At June 30, 2010, the Authority had drawn \$1,374,144 (\$687,072 loan and \$687,072 subsidy).

Subordinate Obligations – Loan Agreements and Lines of Credit:

On October 1, 1994, the Authority executed a promissory note with the New Mexico Environment Department (NMED) that converted an existing line of credit agreement of \$7,907,582 to a long-term notes payable with an interest rate of 5%. On March 12, 2001, the Authority refinanced the note payable, which lowered the interest rate to 3%. Annual payments are \$567,926, with a final payment due on July 1, 2013. The balance due at June 30, 2010, is \$1,606,442.

On June 14, 2000, the Authority executed a promissory note with the New Mexico Environment Department that converted an existing line of credit agreement of \$15,000,000 to a long-term note payable with an interest rate of 4% with annual payments of \$1,587,627. Final payment is due on July 1, 2012. The balance due at June 30, 2010, is \$2,994,415.

On May 20, 2005, the Authority executed a promissory note with the New Mexico Environment Department that converted an existing \$12,000,000 line of credit agreement. The note payable of \$9,627,877 (total draws on the line of

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credit plus accrued interest of \$242,655) has an interest rate of 3%. The note requires annual payments of \$647,145, due on May 20th each year. Final payment is due May 20, 2025. The balance due at June 30, 2010, is \$7,725,570.

On November 17, 2008 the Authority entered into a line of credit agreement with the New Mexico Finance Authority. The agreement provided that the Authority could draw a total of \$12,000,000. Construction of the project was completed in FY 2010 for a total cost of \$10,426,232. This credit line was converted to a long-term subordinate loan agreement on November 11, 2010 at an interest rate of 1.75% with annual payments due beginning May 1 2011 and maturing on May 1, 2030. The balance due at June 30, 2010, is \$10,426,232.

The Authority entered into a line of credit agreement on January 22, 2010 with the New Mexico Finance Authority (NMFA) whereby the Authority can draw up to \$200,000. The agreement is partially funded with federal grants received by the NMFA through the American Recovery and Reinvestment Act. If the Authority complies with the terms of the agreement, then \$140,000 will be subsidized by the grant and therefore not repayable. The purpose of the project is to upgrade and improve the water utility system, including, but not limited to, expansion of the leak detection system to cover an additional 5% of the distribution system.. The Authority must complete the project by January 22, 2012. Upon completion, the line of credit will be resized to a loan for the actual cost incurred. The interest rate is .75% , with an administrative fee of .25%. At June 30, 2010, the Authority had drawn \$199,873 (\$59,873 loan and \$140,000 subsidy). Subsequent to FY 2010, this project was completed for a total cost of \$199,873, of which \$140,000 was forgiven and a new loan created for \$59,873. The close occurred August 11, 2010. Payments begin May 1, 2011 and final maturity is May 1, 2030.

The Authority entered into a line of credit agreement on January 22, 2010 with the New Mexico Finance Authority (NMFA) whereby the Authority can draw up to \$156,826. The agreement is partially funded with federal grants received by the NMFA through the American Recovery and Reinvestment Act. If the Authority complies with the terms of the agreement, then \$109,778 will be subsidized by the grant and therefore not repayable. The purpose of the project is to upgrade and improve the water utility system, including, but not limited to, the replacement of approximately 1,086 high flow urinals with high efficiency fixtures in City of Albuquerque facilities. The Authority must complete the project by January 22, 2012. Upon completion, the line of credit will be resized to a loan for the actual cost incurred. The interest rate is .75% , with an administrative fee of .25%. At June 30, 2010, the Authority had not taken any draws on this credit line.

Also on January 22, 2010, the Authority entered into a line of credit agreement with the New Mexico Finance Authority (NMFA) whereby the Authority can draw up to \$414,036. The agreement is partially funded with federal grants received by the NMFA through the American Recovery and Reinvestment Act. If the Authority complies with the terms of the agreement, then \$289,825 will be subsidized by the grant and therefore not repayable. The purpose of the project is to upgrade and improve the water utility system, including, but not limited to, a water use efficiency retrofit analysis. The Authority must complete the project by January 22, 2012. Upon completion, the line of credit will be resized to a loan for the actual cost incurred. The interest rate is .75% , with an administrative fee of .25%. At June 30, 2010, the Authority had drawn \$51,151 (\$15,345 loan and \$35,806 subsidy).

Junior Obligations – Loan Agreements and Lines of Credit:

On November 13, 2009, the Authority entered into a loan agreement with New Mexico Water Trust Board and New Mexico Finance Authority for \$50,000 with 0% interest and an administrative fee of .25%. The agreement includes a \$450,000 grant funded through the State of New Mexico. The grant amount is not repayable. The project is for the benefit of the Carnuel Mutual Domestic Water and Wastewater Consumers Association. It will extend water lines to the community of Carnuel (an unincorporated city) just east of Albuquerque. The loan payments began June 1, 2010 and extend until June 1, 2029. The balance due at June 30, 2010 is \$48,555. Drawdowns on the grant at June 30, 2010 were \$343,703.

Also on November 13, 2009 the Authority entered into a loan agreement with New Mexico Water Trust Board and New Mexico Finance Authority for \$100,000 with 0% interest and an administrative fee of .25%. The agreement includes a \$400,000 grant funded through the State of New Mexico. The grant amount is not repayable. The project is for the benefit of the Carnuel Mutual Domestic Water and Wastewater Consumers Association. It will extend water lines to the

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community of Carnuel (an unincorporated city) just east of Albuquerque. The loan payments began June 1, 2010 and extend until June 1, 2029. Since the Authority has not drawn any monies on the loan or grant, the Authority considers it to be a line of credit. On June 1, 2010, the Authority made a \$2,745 prepayment.

On May 28, 2010, the Authority entered into a loan agreement with New Mexico Water Trust Board and New Mexico Finance Authority for \$200,000 with 0% interest and an administrative fee of .25%. The agreement includes an \$800,000 grant funded through the State of New Mexico. The grant amount is not repayable. The project is for the benefit of the Carnuel Mutual Domestic Water and Wastewater Consumers Association. It will extend water lines to the community of Carnuel (an unincorporated city) just east of Albuquerque. Loan payments are to begin June 1, 2011 and extend until June 1, 2030. Since the Authority has not drawn any monies on the loan or grant, the Authority considers it to be a line of credit at June 30, 2010.

Water Rights Contract

A Water Rights Contract with the United States Government was entered into by the Authority during the fiscal year ended June 30, 1963, to pay a portion of the construction, operation, and maintenance costs of the San Juan Chama diversion project in return for a portion of the water rights resulting from the project. The contract provides for payment in fifty annual installments with final maturity in 2022, and has an interest rate of 3.046%. The amount of the contract outstanding at June 30, 2010, is \$14,858,313.

The annual debt service requirements on the revenue bonds, loan agreements and the water rights contract payable outstanding of the Authority at June 30, 2010, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 35,443,373	\$ 31,651,234	\$ 67,094,607
2012	41,171,032	30,343,511	71,514,543
2013	40,699,842	28,630,742	69,330,584
2014	40,541,406	26,844,154	67,385,560
2015	39,136,014	25,123,028	64,259,042
2016 - 2020	199,302,124	98,761,257	298,063,381
2021 - 2025	177,021,208	55,049,027	232,070,235
2026 - 2030	79,605,030	23,107,461	102,712,491
2031 - 2035	57,805,000	6,871,828	64,676,828
	<u>\$ 710,725,029</u>	<u>\$ 326,382,242</u>	<u>\$ 1,037,107,271</u>

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H. Refunded bonds

The City has refunded various bond issues by issuing refunding bonds, the proceeds of which have been placed in escrow and used to purchase securities of the United States Government and related agencies at various interest rates and maturities sufficient to meet all debt service requirements of the refunded debt. These assets are administered by trustees and are restricted to use for retirement of the refunded debt. The liability for the refunded bonds and the related securities and escrow accounts are not included in the accompanying general purpose financial statements as the City satisfied its obligation for payment of the refunded debt upon completion of the refunding transactions. Refunded debt outstanding at June 30, 2010, is as follows:

Sales Tax Revenue Bonds	<u>\$45,395,692</u>
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I. Conduit bonds

The City has acted from time to time as the issuer of conduit bonds, the proceeds of which have been immediately loaned to a private borrower. Such bonds are payable by the City only from amounts paid to the City by such conduit borrowers pursuant to a lease, loan or other agreement. The City has assigned its rights with respect to such bonds to various trustees that monitor amounts due by the borrowers and pay the principal and interest as due on such conduit bonds from the borrowers' payments. The City has no obligation to repay all or any portion of such bonds in the event the private borrowers fail to make their payments when due.

Industrial Revenue Bonds. As of June 30, 2010, there were forty-six series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the thirty-one series issued after July 1, 1995, is \$790.8 million. The aggregate principal amount payable for the fifteen series issued prior to July 1, 1995, could not be determined; however, the original amount issued totaled \$372.9 million.

Metropolitan Redevelopment Bonds. As of June 30, 2010, there were three series of Metropolitan Redevelopment Bonds outstanding. The aggregate principal amount payable for the one series issued after July 1, 1995, is \$4.0 million. The aggregate principal amount payable for the three series issued prior to July 1, 1995, could not be determined; however, the original amount issued totaled \$15.1 million.

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J. Segment information

Significant financial data for identifiable activities of major enterprise funds are reported in the statements for proprietary funds in the basic financial statements section. Significant financial data for identifiable activities of nonmajor enterprise funds as of and for the year ended June 30, 2010 is as follows:

	(in thousands of dollars)				
	Golf Course Fund	Apartment- ments Fund	Stadium Fund	Housing Fund	Total
CONDENSED STATEMENT OF NET ASSETS					
Assets:					
Current assets	\$ 709	\$ 321	\$ 1,389	\$ 23,557	\$ 25,976
Restricted assets	89	2,739	86	292	3,206
Capital assets	5,961	12,637	16,713	11,503	46,814
Other assets	2	233	37	-	272
Total assets	6,761	15,930	18,225	35,352	76,268
Liabilities:					
Current liabilities	741	651	886	5,127	7,405
Liabilities payable from restricted assets	-	131	-	342	473
Bonds, notes payable, and other long-term liabilities	325	10,785	12,054	403	23,567
Accrued vacation and sick leave	45	-	12	139	196
Advance from other funds	-	-	-	-	-
Total liabilities	1,111	11,567	12,952	6,011	31,641
Net assets:					
Invested in capital assets, net of related debt	5,338	1,765	4,222	11,011	22,336
Net assets restricted for:					
Debt service	22	2362	87	-	2,471
Construction	47	-	-	-	47
Unrestricted net assets (deficit)	243	236	964	18,330	19,773
Total net assets	\$ 5,650	\$ 4,363	\$ 5,273	\$ 29,341	\$ 44,627
CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS					
Operating revenues	\$ 4,059	\$ 3,203	\$ 1,853	\$ 2,068	\$ 11,183
Depreciation	(260)	(517)	(937)	(1,451)	(3,165)
Other operating expenses	(3,658)	(2,160)	(793)	(10,200)	(16,811)
Operating income (loss)	141	526	123	(9,583)	(8,793)
Nonoperating revenues (expenses):					
Investment earnings	6	2	8	29	45
Interest and other debt related expenses	(46)	(570)	(707)	(26)	(1,349)
Federal housing grants	-	-	-	28,539	28,539
Housing assistance payments	-	-	-	(21,147)	(21,147)
Other	159	298	-	2047	2,504
Capital contributions	6	-	112	-	118
Transfers in	-	-	-	-	-
Transfers out	(85)	(91)	-	-	(176)
Change in net assets	181	165	(464)	(141)	(259)
Beginning net assets	5,469	4,198	5,737	29,482	44,886
Ending net assets	\$ 5,650	\$ 4,363	\$ 5,273	\$ 29,341	\$ 44,627
CONDENSED STATEMENT OF CASH FLOWS					
Net cash provided (used) by:					
Operating activities	\$ 401	\$ 1,314	\$ 1,166	\$ (5,802)	\$ (2,921)
Noncapital financing activities	73	(91)	112	9,438	9,532
Capital and related financing activities	(336)	(850)	(1,151)	(565)	(2,902)
Investing activities	6	3	8	30	47
Net increase (decrease)	144	376	135	3,101	3,756
Beginning cash and cash equivalents	575	2,640	1,087	20,342	24,644
Ending cash and cash equivalents	\$ 719	\$ 3,016	\$ 1,222	\$ 23,443	\$ 28,400

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Golf Course Fund. This fund charges a greens fee for the use of the City's golf courses.

Apartments Fund. This fund charges rental on housing for persons who meet eligibility requirements based on the level of income earned.

Stadium Fund. This fund provides a baseball stadium that is being used by an AAA class baseball team.

Housing Fund. This fund provides housing or rental assistance to low income City residents.

K. Defined benefit pension plan

Plan Description. Substantially all of the City's full-time employees participate in a public employee retirement system authorized under the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). The Public Employees Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members and beneficiaries. PERA issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to PERA, P.O. Box 2123, Santa Fe, NM 87504-2123. The report is also available on PERA's website at www.pera.state.nm.us.

Funding Policy. Plan members are required to contribute between 7.00%-16.65% of their gross salary, depending on the specific plan type. The City is required to contribute between 7.00%-16.65% of the gross covered salary, depending on the specific plan type.

The following are the plans covered by the City, contribution requirements, and contributions actually made (in thousands of dollars) for the year ended June 30, 2010:

Group Covered	Employee		Employer	
	Percent	Amount	Percent	Amount
General, Management, and Bus Drivers	13.15%	\$ 20,805	9.15%	\$ 14,940
Temporary Employees	7.00%	359	7.00%	370
J-Series 20 Year	16.65%	114	16.65%	114
Police	16.30%	9,097	18.50%	12,779
Fire	16.20%	6,207	21.25%	8,141
		<u>\$ 36,582</u>		<u>\$ 36,344</u>

The contribution requirements of plan members and the City are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. In accordance with Chapter 10, Article 11, Section 5 NMSA 1978, the City has elected to make a percentage of the employee's contributions. The percentage of the employee's contribution paid by the City varies according to the specific plan type. The City's contributions to PERA for the years ending June 30, 2010, 2009, and 2008 were \$36,343,828, \$34,709,132, and \$32,287,682, respectively, which equal the amount of required contributions for each fiscal year.

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L. Post employment benefits

In addition to providing pension benefits described in Note K, the City provides certain health care and life insurance benefits for retired employees. Substantially all of the City's employees may become eligible for those benefits if they reach the normal retirement eligibility conditions while working for the City.

Postemployment Life Insurance Benefits.

Plan Description. The City's Life Insurance Benefit Plan (Plan) is a single employer defined benefit plan administered by the City; the plan also includes coverage for the employees of the Albuquerque Bernalillo County Water Authority (a separate legal entity, although a component unit of the City). Insurance benefits are authorized by the City's Merit System Ordinance and Personnel Rules and Regulations. Upon retirement an employee will continue to be covered by the City's plan at no cost to the employee. Coverage will be one-half of the coverage reflected on the most recent annual life insurance adjustment report immediately prior to retirement up to a maximum of \$25,000. Effective July 1, 2008 the minimum amount of coverage per retiree will be \$12,500. The number of retired employees covered under the life insurance benefit was 3,854 at June 30, 2010, and the amount of life insurance coverage for these retired employees was \$80,679,900.

Funding Policy. The City recognizes the cost of providing the life insurance benefits by charging the insurance premiums to expenditures. Life insurance benefits are paid through premiums to an insurance company under an indemnity plan. The insurance company has the right to adjust the premiums based on claims paid. Historically, the claims paid in any one year have not exceeded the premiums. The required contribution is based on projected pay-as-you-go financing requirements. The current rate is .28 per \$1,000 face value of life insurance for actives and retirees. The life insurance premium costs for the City's retirees for the years ending June 30, 2010, 2009, and 2008 were \$262,030, \$247,265, and \$242,940, respectively. The life insurance and accidental death and dismemberment premium costs for the City's active employees for the years ending June 30, 2010, 2009, and 2008, were \$1,178,243, \$1,170,789, and \$1,074,508, respectively.

Annual OPEB Cost and Net OPEB Obligation. The City's annual postemployment benefit (OPEB) cost is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and the changes in the City's net OPEB obligation to the Life Insurance Benefit plan.

Net OPEB Obligation at beginning of year	\$ 3,969,105
<i>Plus</i> Projected Annual OPEB Cost:	
Interest on Net OPEB Obligation at beginning of year	158,764
Annual Required Contribution (ARC) for current fiscal year	3,466,815
ARC Adjustment for current fiscal year	(167,453)
	<u>3,458,126</u>
<i>Less</i> Net Employer Contribution	<u>(1,438,000)</u>
Expected Net OPEB Obligation at end of year	<u>\$ 5,989,231</u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2010 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/08	\$ 3,183,763	37.6%	\$ 1,985,159
6/30/09	\$ 3,348,091	40.7%	\$ 3,969,105
6/30/10	\$ 3,458,126	41.6%	\$ 5,989,231

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Funding Status and Funding Progress. As of June 30, 2010, the most recent actuarial valuation date, the plan was 0% percent funded using the criteria established by GASBS 45. The actuarial accrued liability for benefits was \$55,613,436 (\$15,740,818 for active employees and \$39,872,618 for retired employees). There are no plan assets; however, the City has earmarked \$4,762,233 in the City's Internal Service Employee Insurance Fund for future plan costs. The covered payroll (annual payroll of active employees covered by the plan) was \$289,604,610 and the ratio of the UAAL to the covered payroll was 19.2%. The ARC as a percent of payroll is 1.2% of which .4% is the normal cost as a percent of payroll. The ARC per active employee is \$471. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and changes in life expectancies. Amounts determined regarding the funded status of the plan and the annual required contributions of the City are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress is presented as required supplementary information following the notes to the financial statements.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the Life Insurance Benefit plan as understood by the City and the plan members and include the types of benefits provided at the time of each valuation and the City's historical pattern of paying for the plan. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In the June 30, 2010, actuarial valuation, the Entry Age Normal (EAN) funding method was used where, for each plan member, the actuarial present value of benefits is levelly spread over the plan member's earnings or service from entry age to assumed exit age. The EAN cost method is generally regarded by actuaries as the most stable of the funding methods. The goal of GASBS 45 is to match recognition of retiree life expense with the periods during which the benefit is earned and the City's actuary believe that EAN funding method effectively meets that goal in most circumstances. Another important issue in these calculations is the treatment of implicit subsidies where retiree coverage is subsidized by active employee costs. The City pays the same insurance premium rates for both active and retired employees, because the retired employees are on average older than active employees, there is an implicit subsidy of retiree coverage by active employee costs, which GASBS 45 generally requires be attributed to the retiree liability. The actuarial assumptions included a 4.0 percent investment rate of return on expected long-term returns on the City's own investments calculated on the funded level of the plan at the valuation date. As of June 30, 2010, the plan has not been funded and no interest was earned on the plan assets during the year. The City intends to amortize the UAAL over a thirty-year period under the level percentage of pay method, beginning in the next fiscal year. The remaining amortization period at June 30, 2010, was 28 years. The ARC was based on a 4.0 percent discount rate, funding will be based on an 8.0 percent discount rate.

Retiree Health Care Act Contributions.

Plan Description. The City contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

Funding Policy. The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an

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additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. Through fiscal year ended June 30, 2010, the statute required each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee was required to contribute .65% of their salary. In the fiscal years ending June 30, 2011 through June 30, 2013 the contribution rates for employees and employers will rise as follows:

For employees who are not members of an enhanced retirement plan the contribution rates will be:

<u>Fiscal</u>	<u>Employer Contribution</u>	<u>Employee Contribution</u>
<u>Year</u>	<u>Rate</u>	<u>Rate</u>
FY11	1.666%	.833%
FY12	1.834%	.917%
FY13	2.000%	1.000%

For employees who are members of an enhanced retirement plan (state police and adult correctional officer coverage plan 1; municipal police member coverage plans 3, 4 and 5; municipal fire member coverage plan 3, 4 and 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act [10-12B-1 NMSA 1978]) the contribution rates will be:

<u>Fiscal</u>	<u>Employer Contribution</u>	<u>Employee Contribution</u>
<u>Year</u>	<u>Rate</u>	<u>Rate</u>
FY11	2.084%	1.042%
FY12	2.292%	1.146%
FY13	2.500%	1.250%

Also, employers joining the program after 1/1/98 are required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

The RHCA plan is financed on a pay-as-you-go basis. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the contributions can be changed by the New Mexico State Legislature.

The City's contributions to the RHCA for the years ended June 30, 2010, 2009, and 2008 were \$3,478,108, \$3,434,816, \$3,298,559 and, respectively, which equal the required contributions for each year.

M. Landfill closure and postclosure care cost

Federal laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the City reports a portion of these closure and post-closure care costs in the Refuse Disposal Fund (Enterprise) as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$1,805,109 reported as other liabilities payable from restricted assets at June 30, 2010, represents the cumulative amount reported to date based on the use of 24.6% of the estimated capacity of the Cerro Colorado and South Broadway Landfills.

The City will recognize the remaining estimated cost of closure and post-closure care of \$5,293,252 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2010. The City expects to close the landfill in the year 2038. Actual cost may be higher due to inflation, change in technology, or change in regulations. The City has set aside \$2,265,175 for future post-closure costs. This amount is reported as a restricted asset on the balance sheet. The City expects that future inflation costs will be paid from interest

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earnings on these annual contributions. However, if interest earnings are inadequate, or additional post-closure care requirements are determined (due to change in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or from future tax revenue.

N. Risk management

The City is exposed to various risks of loss related to torts and civil rights claims (including law enforcement and employment related exposures); theft, damage and destruction of its real and personal assets; workers compensation losses; errors and omissions of City officers and officials; and natural disasters. The City uses the Risk Management Fund (an internal service fund) to account for and finance its uninsured risks of loss. Under this program, the Risk Management Fund provides coverage for up to a maximum of \$1,000,000 for each workers' compensation incident, \$1,050,000 for each tort liability claim, and \$50,000 for each City real and contents damage claim. Losses in other categories and catastrophic losses in the mentioned categories are the subject of insurance and/or actuarially reviewed retentions. Whenever a risk exposure is insured, the City continues to benefit from case coverage on claims that were incurred during the insured claim year.

The Risk Management Fund tracks claims on a fund by fund basis and assesses charges to each fund based on historical claims experience and the need to establish a reserve for unanticipated catastrophic losses. That reserve was \$1,000,000 at June 30, 2010, and is included in the unrestricted net assets (deficit) of the Risk Management Fund. The claims liabilities reported in the Risk Management Fund are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic factors. The estimate of the claims liability also includes amounts for incremental claim adjustments expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. Based on historical data, the City believes the Risk Management Fund (an internal service fund) is adequately funded. During Fiscal Year 2007, a comprehensive actuarial review was done to gauge the adequacy of the reserves for both the Workers' Compensation and Tort Liability programs. The actuarial review validated that the current reserves are adequate for reserves in anticipation of adverse developments in reported cases and for claims which may have occurred but have not yet been reported. The cash balance decreased by \$ 9,291,908 during Fiscal Year 2010. Moreover, pursuant to Section 41-4-25(B) NMSA 1978, in the event of a judgment against the City in excess of \$1,000,000 the City, with Council approval, may levy a tax on real property to provide for the payment of catastrophic losses. In addition, the City started Fiscal Year 2010 with \$ 5,731,166 available in the General Fund balance.

Finally, the City has reserve amounts created by the City's policy to reserve one-twelfth of the General Fund budgeted amount. The amounts and change in the Fund's claims liability in fiscal year 2010 and 2009 were:

	2010	2009
Claims liability at July 1	\$ 67,372,880	\$ 60,096,704
Current year claims and change in estimates	27,977,251	29,676,042
Claims liquidated	(34,386,820)	(22,399,866)
Claims liability at June 30	<u>\$ 60,963,311</u>	<u>\$ 67,372,880</u>
The components of the claims liability at June 30 are:		
Current portion	\$ 20,440,000	\$ 40,654,800
Noncurrent portion	40,523,311	26,718,080
Total claims liability	<u>\$ 60,963,311</u>	<u>\$ 67,372,880</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
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O. Albuquerque Bernalillo County Water Utility Authority – Component Unit

In 2003, the New Mexico Legislature adopted Senate Bill 887 (Laws 2003, Chapter 437, codified as Section 72-1-10, NMSA 1978) creating the Albuquerque Bernalillo County Water Utility Authority (Authority) and transferred all functions, appropriations, money, records, equipment and other real and personal property of the City's Joint Water and Sewer Fund (Fund) to the Authority. The Authority is comprised of a board of three City Councilors, three County of Bernalillo Commissioners, and the Mayor of the City. Under the provisions of the legislation, the Water/Wastewater System transferred to the Authority on December 17, 2003, after completion of an audit as of June 30, 2003 of the Water/Wastewater System by the New Mexico Public Regulation Commission. Accordingly, as of July 1, 2003 the Authority reports all transactions of the Water/Wastewater System. To facilitate the Water/Wastewater System transfer, the City, County of Bernalillo, and the Authority entered into a joint powers agreement governing policy matters and a memorandum of understanding governing operational matters. Both of these documents provide a framework for the Authority to operate successfully and without interruption in services provided to the community. The current memorandum of understanding (MOU) was executed on March 21st, 2007: effective July 1, 2007. The MOU runs through June 30, 2012. City water and wastewater utility employees are no longer considered City employees and all managerial, operations and maintenance responsibilities associated with the utility are fully assumed by the Authority; however, the City still provides certain administrative services to the Authority.

In accordance with those documents, the City provides accounting and other services for the Authority as well as receiving water and wastewater services from the Authority. The City and the Authority engaged in transactions that are summarized below: The Authority paid the City for the following services:

Franchise fees	\$ 5,141,465
Risk management services	4,149,164
Administrative indirect overhead, including accounting and other central services	2,036,594
Warehouse supplies	3,210,931
Fleet management services	1,292,963
Barricading and street sweeping	545,710
Telephone	<u>466,000</u>
Total	<u>\$ 16,842,827</u>

The City paid the Authority for water and sewer services in the amount of:	<u>\$ 5,978,064</u>
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CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

P. Commitments and contingencies

Encumbrances for purchase orders, contracts, and other commitments for expenditures are recorded in memorandum accounts of the City's governmental funds. Encumbrances lapse for budgetary purposes at the end of each fiscal year and the subsequent year's appropriations provide authority to complete these transactions. Accordingly, no reservation of fund balance has been created except in limited instances. These typically are for property purchases and will be re-appropriated in the ensuing year. Encumbrances that are outstanding, but not re-appropriated, are a commitment of the City and the outstanding amount is reported in the table below.

Government activities:

Major Funds: General Fund	\$ 1,019,224
Non-major Government Funds	<u>23,106,851</u>
Total Governmental Funds	<u>\$ 24,126,075</u>

In addition, the business-type funds have uncompleted construction and other commitments that will be paid from assets restricted for construction, improvements and replacements or from operating revenues:

Business-type activities:

Major Funds:

Airport Fund	\$ 66,591,429
Refuse Disposal Fund	3,849,003
Transit Operating Fund	22,957,402
Non-major Business-type Funds	<u>4,370,765</u>
Total Business-type Funds	<u>\$ 97,768,599</u>

In the normal course of business, the City is subject to certain contingent liabilities and unasserted claims. These contingencies are evaluated in light of their probability of being asserted and the estimatability of the claims. Those claims that are probable and estimable have been accrued in the accompanying financial statements. Claims that are possible and/or not estimable are disclosed herein. Remote claims are monitored until such time as they are resolved, disclosed, or accrued. Except as discussed in the following paragraphs, it is the opinion of City management that the ultimate resolution of other litigation will not have a material effect on the financial position of the City.

The City is a defendant in a legal proceeding that does not fall under the New Mexico Tort Claims Act; this legal proceeding alleges that certain time incurred by some of the City of Albuquerque's Fire Department, Transit Department and other employees are subject to overtime compensation. The ultimate outcome of these legal proceedings cannot presently be determined; the case is currently awaiting the Courts consideration on how the calculations are to be determined. Accordingly, no provision for any additional liability that may result upon the ultimate outcome has been recognized in the accompanying general-purpose financial statements and schedules.

The City has received a number of Federal and State grants for specific purposes. These grants are subject to audit and may result in discrepancies between the expenditures reported on the general ledger and requests for reimbursements to granting agencies that may not comply with the terms of the respective grant agreements. Based on prior experience, City management believes that such discrepancies, if any, will not be material.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

Q. Budget violation

In violation of City ordinance Section 2-11-12 ROA 1994, the City overspent the budget at the following program and fund levels. The City produces quarterly expenditure reports and provides this information to City Departments in an effort to prevent future violations.

Fund/Program	Final Budget	Actual	Variance
General Fund – Develop Affordable Housing	\$ 216,000	\$ 244,607	\$ (28,607)
General Fund – Reduce Youth Gangs	1,239,000	1,249,745	(10,745)
General Fund – Supportive Services to Homeless	231,000	231,129	(129)
General Fund – DFAS Strategic Support	333,000	345,403	(12,403)
General Fund – FA Admin Hearing Office	969,000	1,004,717	(35,717)
General Fund – Family Advocacy Center	5,238,000	8,465,833	(3,227,833)
General Fund – Officer and Department Support	15,705,000	15,737,749	(32,479)
General Fund – Professional Standards	996,000	1,449,939	(453,939)
General Fund – AFD Headquarters	2,672,000	2,687,350	(15,350)
General Fund – CIP Bio Park	2,335,000	2,566,456	(231,456)
General Fund – Library	10,506,000	10,526,580	(20,580)
General Fund – Urban Forest Management	97,000	98,684	(1,684)
Biological Park Projects Fund	1,331,140	1,646,695	(315,555)
Housing & Neighborhood Economic Development Fund	12,423,517	13,844,226	(1,420,709)

R. Financial Data Schedule reconciliation

The differences that exist between the amounts shown on the financial statements for the Housing Authority Fund and the amounts shown on the Financial Data Schedule (FDS) are due to the recognition in the financial statements of: the market value of pooled cash and investments, timing differences for the accrual of expenses paid by the City General Fund on behalf of the Housing Authority, and FDS prior period adjustments recognized as current year revenues/expenditures. A reconciliation of the change in net assets and ending net asset balance is as follows:

Reconciliation of the Change in Net Assets:

Change in Net Assets per FDS	\$ 177,874
Current year change in market value of pooled cash and investments	2,110
Adjustments to expenses accrued by the City General Fund	(220,380)
Prior Period Adjustments, Equity Transfers and Correction of Errors per FDS	(100,163)
Change in Net Assets per FDS	<u>\$ (140,559)</u>

Reconciliation of Ending Net Assets:

Ending Net Assets per FDS	\$29,759,574
Cumulative changes in market value of pooled cash and investments	4,643
Adjustments to amounts due to City general fund	(323,076)
Prior Period Adjustments, Equity Transfers and Correction of Errors per FDS	(100,163)
Ending Net Assets per Financial Statements	<u>\$29,340,978</u>

V. Significant effects of subsequent events

Bonds

On February 24, 2011, the City issued Series 2011A General Obligation Bonds for \$135,000,000. The proceeds of these bonds will be used to finance certain City projects relating to public safety, citizens' centers, parks and recreation facilities, facilities and equipment, libraries, transit, cultural facilities and streets. The new bonds have interest rates ranging from 3.0% to 4.375%, and maturities through July 1, 2023.

CITY OF ALBUQUERQUE, NEW MEXICO
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On May 19, 2011, the City issued \$15,375,000 of Airport Refunding Bonds, Series 2011A, through the New Mexico Finance Authority. The bonds were secured by pledges of net revenues from Aviation and will mature on July 1, 2016 with interest rates of 2.0% to 4.0%.

Effective July 1, 2011, Albuquerque Housing Services (AHS), a department of the City, will become the Albuquerque Housing Authority (AHA), a component unit of the City, per Council Resolution R-10-97 enacted December 22, 2010. AHS is currently presented as the Housing Authority Fund in the City's non-major proprietary fund financial statements. Resolution R-10-97 also established a Board of Housing Commissioners, whose members and chairperson will be appointed by the Mayor with the advice and consent of the City Council. The Board will assume responsibility for the operations of the AHA on July 1, 2011 and all of the assets, debts and employees of AHS will be transferred to the AHA at that time.

CITY OF ALBUQUERQUE, NEW MEXICO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS FOR LIFE INSURANCE BENEFIT PLAN
Year ended June 30, 2010

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability Entry Age Normal	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL Percentage of Covered Payroll
6/30/2008	-	51,179,469	51,179,469	0.00%	275,105,270	18.60%
6/30/2009	-	51,179,469	51,179,469	0.00%	275,105,270	18.60%
6/30/2010	-	55,613,436	55,613,436	0.00%	289,604,610	19.20%

FINANCIAL SECTION

COMBINING FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL OBLIGATION BOND DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes:				
Current property taxes	\$ 57,386,000	\$ 57,386,000	\$ 57,097,191	\$ (288,809)
Delinquent property taxes	3,076,000	3,076,000	2,623,733	(452,267)
Charges for services	-	-	-	-
Interest:				
Interest on investments	462,000	462,000	371,023	(90,977)
Miscellaneous	-	-	-	-
Total revenues	60,924,000	60,924,000	60,091,947	(832,053)
Expenditures:				
Debt service:				
Principal	50,800,000	69,086,000	69,075,000	11,000
Interest	11,444,000	9,584,000	9,583,809	191
Bond issue costs	100,000	610,000	600,580	9,420
Commitment and other fees	-	-	-	-
Total expenditures	62,344,000	79,280,000	79,259,389	20,611
Excess (deficiency) of revenues over expenditures	(1,420,000)	(18,356,000)	(19,167,442)	(811,442)
Other financing sources (uses):				
Premiums on bonds sold	-	-	-	-
Bond proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(1,420,000)	(18,356,000)	(19,167,442)	(811,442)
Fund balance, July 1	21,508,782	21,508,782	21,508,782	-
Fund balance, June 30	\$ 20,088,782	\$ 3,152,782	\$ 2,341,340	\$ (811,442)

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE
BUDGET AND ACTUAL - CAPITAL ACQUISITION FUND NON-ARRA GRANTS
YEAR ENDED JUNE 30, 2010

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
<u>Capital Acquisition Fund</u>					
Capital Outlay and Other:					
Bosque	\$ 2,836,907	\$ 1,214,032	\$ 1,622,875	\$ 42,544	\$ 1,580,331
City building	-	3,452,674	(3,452,674)	-	(3,452,674)
Community services building	66,643,032	24,913,568	41,729,464	7,231,066	34,498,398
Convention Center	5,884,454	899,943	4,984,511	4,065	4,980,446
Environmental improvements	1,287,479	1,483,200	(195,721)	185,596	(381,317)
Facilities and Equipment	81,111,387	56,681,297	24,430,090	9,784,166	14,645,924
Fire protection	22,159,061	33,002,692	(10,843,631)	581,583	(11,425,214)
Libraries	19,818,796	14,875,308	4,943,488	1,771,822	3,171,666
Miscellaneous capital projects	16,324,354	7,083,471	9,240,883	(1,040,306)	10,281,189
Museum	28,919,286	26,138,984	2,780,302	497,913	2,282,389
Open Space	41,179,125	11,249,195	29,929,930	628,131	29,301,799
Parks and recreation	240,428,540	196,487,850	43,940,690	14,792,189	29,148,501
Planning	1,415,092	353,826	1,061,266	137,256	924,010
Police facilities	50,627,703	28,613,545	22,014,158	6,897,497	15,116,661
Rio Grande Zoo	32,471,418	16,614,709	15,856,709	5,871,896	9,984,813
Senior citizens facility	47,969,814	18,105,057	29,864,757	4,961,055	24,903,702
Storm Sewer	79,126,110	62,983,256	16,142,854	3,464,521	12,678,333
Street improvements	373,067,899	244,967,559	128,100,340	36,292,896	91,807,444
Transit	30,466,363	15,841,296	14,625,067	1,737,609	12,887,458
Total Capital Acquisition Fund	<u>\$ 1,141,736,820</u>	<u>\$ 764,961,462</u>	<u>\$ 376,775,358</u>	<u>\$ 93,841,499</u>	<u>\$ 282,933,859</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE
BUDGET AND ACTUAL - ARRA CAPITAL GRANTS
YEAR ENDED JUNE 30, 2010

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
<u>Capital Acquisition Fund</u>					
Capital Outlay and Other:					
Community Services	\$ 1,181,843	\$ -	\$ 1,181,843	\$ 1,023,130	\$ 158,713
Energy Cons, Public Fac, & Sys Mod	5,051,200	-	5,051,200	644	5,050,556
Miscellaneous	583,125	-	583,125	-	583,125
Streets	8,009,958	-	8,009,958	5,514,380	2,495,578
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Capital Acquisition Fund	<u>\$ 14,826,126</u>	<u>\$ -</u>	<u>\$ 14,826,126</u>	<u>\$ 6,538,154</u>	<u>\$ 8,287,972</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE
CAPITAL ACQUISITION FUND
Year Ended June 30, 2010

	Police Facilities	Fire Protection	Public Libraries
Revenues:			
Taxes			
Franchise taxes	\$ -	\$ -	\$ -
Intergovernmental:			
Grants:			
Federal Highway Administration	-	-	-
State Envir Imp Agency	-	-	-
State Department of Energy and Minerals	-	-	-
State Highway Department	-	-	-
State Agency of Aging	-	-	-
State NM Library	-	-	262,771
State Dept of Finance & Administration	403,525	127,970	70,630
Bernalillo County Shared Construction	-	-	-
EPA	-	-	-
NM Dept of Education	-	-	-
NM Dept of Public Safety	-	-	-
NM Dept of Economic Development	-	-	-
Housing and Urban Development	-	-	-
NM Arts Commission	-	-	-
Total intergovernmental	403,525	127,970	333,401
Interest on investments	98,726	6,351	21,486
Miscellaneous:			
Sales of real property	-	-	-
Contributions in aid of construction	-	-	25
Other revenue (expenditure)	-	-	-
Total miscellaneous	-	-	25
Total revenues	502,251	134,321	354,912
Expenditures:			
Capital outlay	6,897,497	581,583	1,771,822
Total expenditures	6,897,497	581,583	1,771,822
Excess (deficiency) of revenues over expenditures	(6,395,246)	(447,262)	(1,416,910)
Other financing sources (uses):			
Transfers in from other funds	6,578,226	-	-
Transfers out to other funds	-	-	-
Internal transfers in (out)	-	-	-
Proceeds of notes payable and bonds issued	-	-	-
Total other financing sources (uses)	6,578,226	-	-
Net change in fund balances	182,980	(447,262)	(1,416,910)
Fund balances (deficit), July 1	5,452,924	33,459,161	20,894,819
Fund balances (deficit), June 30	\$ 5,635,904	\$ 33,011,899	\$ 19,477,909

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE
CAPITAL ACQUISITION FUND
Year Ended June 30, 2010

Storm Sewer	Street Improvements	Parks and Recreation	Open Space	Convention Center	Community Services Building	Rio Grande Zoo
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,007,414	\$ -
-	-	-	-	-	-	-
-	-	(200,000)	-	-	-	-
-	-	-	-	-	-	-
15,134	12,939,042	5,533	-	-	-	-
-	-	-	-	-	-	-
-	-	229,396	-	-	-	-
-	136,215	880,958	203,621	-	504,784	60,280
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	55,240	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
15,134	13,075,257	915,887	203,621	-	560,024	60,280
54,557	484,685	237,287	(3,281)	229	94,780	107,589
-	845,881	-	-	-	-	-
2,425,104	(156,604)	535	-	-	-	-
-	34,083	86,298	-	-	1	-
2,425,104	723,360	86,833	-	-	1	-
2,494,795	14,283,302	1,240,007	200,340	229	1,662,219	167,869
3,464,521	36,292,896	14,792,189	628,131	4,065	8,254,196	5,871,896
3,464,521	36,292,896	14,792,189	628,131	4,065	8,254,196	5,871,896
(969,726)	(22,009,594)	(13,552,182)	(427,791)	(3,836)	(6,591,977)	(5,704,027)
-	-	203,479	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
13,837,000	-	-	-	-	11,100,000	-
13,837,000	-	203,479	-	-	11,100,000	-
12,867,274	(22,009,594)	(13,348,703)	(427,791)	(3,836)	4,508,023	(5,704,027)
7,012,166	16,875,179	14,333,886	2,465,311	(20,185)	(5,248,160)	245,157
\$ 19,879,440	\$ (5,134,415)	\$ 985,183	\$ 2,037,520	\$ (24,021)	\$ (740,137)	\$ (5,458,870)

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE
CAPITAL ACQUISITION FUND
Year Ended June 30, 2010

	Senior Citizens Facility	Museum	Transit	Miscellaneous Capital Projects
Revenues:				
Taxes				
Franchise taxes	\$ -	\$ -	\$ -	\$ 6,051,189
Intergovernmental:				
Grants:				
Federal Highway Administration	-	-	-	-
State Envir Imp Agency	-	-	-	-
State Department of Energy and Minerals	-	-	-	-
State Highway Department	-	-	70,212	-
State Agency of Aging	406,342	-	-	-
State NM Library	-	-	-	-
State Dept of Finance & Administration	351,306	430,447	-	-
Bernalillo County Shared Construction	-	-	-	(2,291)
EPA	-	-	-	-
NM Dept of Education	-	-	-	-
NM Dept of Public Safety	-	-	-	-
NM Dept of Economic Development	-	-	-	-
Housing and Urban Development	-	-	-	-
NM Arts Commission	-	-	-	-
Total intergovernmental	757,648	430,447	70,212	(2,291)
Interest on investments	14,386	36,449	58,178	287,433
Miscellaneous:				
Sales of real property	-	-	-	-
Contributions in aid of construction	-	-	-	-
Other	2,457	-	-	(252,612)
Total miscellaneous	2,457	-	-	(252,612)
Total revenues	774,491	466,896	128,390	6,083,719
Expenditures:				
Capital outlay	4,961,055	497,913	1,737,609	4,474,074
Total expenditures	4,961,055	497,913	1,737,609	4,474,074
Excess (deficiency) of revenues over expenditures	(4,186,564)	(31,017)	(1,609,219)	1,609,645
Other financing sources (uses):				
Transfers in from other funds	-	-	-	(33,480)
Transfers out to other funds	-	-	(69,464)	-
Internal transfers in (out)	-	-	-	-
Proceeds of notes payable and bonds issued	-	-	-	-
Total other financing sources (uses)	-	-	(69,464)	(33,480)
Net change in fund balances	(4,186,564)	(31,017)	(1,678,683)	1,576,165
Fund balances (deficit), July 1	15,200,833	7,371,730	(2,267,580)	23,163,639
Fund balances (deficit), June 30	\$ 11,014,269	\$ 7,340,713	\$ (3,946,263)	\$ 24,739,804

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE
CAPITAL ACQUISITION FUND
Year Ended June 30, 2010

Environmental Improvements	Facilities and Equipment	City Building	Planning	Bosque	Total
<u>\$ -</u>	<u>\$ 644</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,059,247</u>
-	-	-	-	-	-
-	(2,584)	-	-	-	(202,584)
-	-	-	-	-	-
-	-	-	-	-	13,029,921
-	-	-	-	-	406,342
-	-	-	-	-	492,167
108,731	82,415	-	(6,499)	-	3,354,383
-	-	-	-	-	(2,291)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	55,240
-	-	-	-	-	-
-	-	-	-	-	-
<u>108,731</u>	<u>79,831</u>	<u>-</u>	<u>(6,499)</u>	<u>-</u>	<u>17,133,178</u>
<u>(84)</u>	<u>141,728</u>	<u>-</u>	<u>6</u>	<u>(89)</u>	<u>1,640,416</u>
-	-	-	-	-	845,881
-	14,294	-	-	-	2,283,354
-	131,718	-	-	-	1,945
<u>-</u>	<u>146,012</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,131,180</u>
<u>108,647</u>	<u>368,215</u>	<u>-</u>	<u>(6,493)</u>	<u>(90)</u>	<u>28,964,019</u>
<u>185,596</u>	<u>9,784,810</u>	<u>-</u>	<u>137,256</u>	<u>42,543</u>	<u>100,379,652</u>
<u>185,596</u>	<u>9,784,810</u>	<u>-</u>	<u>137,256</u>	<u>42,543</u>	<u>100,379,652</u>
<u>(76,949)</u>	<u>(9,416,595)</u>	<u>-</u>	<u>(143,749)</u>	<u>(42,633)</u>	<u>(71,415,633)</u>
-	998,000	-	-	-	7,746,225
-	-	-	-	-	(69,464)
-	-	-	-	-	-
-	3,000	-	-	-	24,940,000
<u>-</u>	<u>1,001,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,616,761</u>
<u>(76,949)</u>	<u>(8,415,595)</u>	<u>-</u>	<u>(143,749)</u>	<u>(42,633)</u>	<u>(38,798,872)</u>
<u>328,690</u>	<u>15,749,538</u>	<u>1,468,365</u>	<u>(9,101)</u>	<u>155,027</u>	<u>156,631,399</u>
<u>\$ 251,741</u>	<u>\$ 7,333,943</u>	<u>\$ 1,468,365</u>	<u>\$ (152,850)</u>	<u>\$ 112,394</u>	<u>\$ 117,832,527</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE
BUDGET AND ACTUAL - INFRASTRUCTURE TAX FUND
YEAR ENDED JUNE 30, 2010

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
<u>Infrastructure Tax Fund</u>					
Capital Outlay and Other:					
Streets	\$ 3,700,000	\$ 16,416,569	\$ (12,716,569)	\$ 1,165,579	\$ (13,882,148)
Maintenance	305,287,989	142,708,356	162,579,633	16,151,751	146,427,882
Trails	12,864,499	11,160,059	1,704,440	2,564,060	(859,620)
Transit	-	51,549,560	(51,549,560)	10,642,020	(62,191,580)
Total Infrastructure Tax Fund	<u>\$ 321,852,488</u>	<u>\$ 221,834,544</u>	<u>\$ 100,017,944</u>	<u>\$ 30,523,410</u>	<u>\$ 69,494,534</u>

CITY OF ALBUQUERQUE, NEW MEXICO

DESCRIPTION OF NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

COMMUNITY DEVELOPMENT FUND—To account for the sources and uses of Development Block Grants. (7-1-6.11 NMSA 1978)

FIRE FUND—To account for the proceeds of the City's share of taxes on fire insurance premiums collected by the state, which are required to be used for equipment, maintenance of equipment, or training. (59A-53-5 NMSA 1978)

RECREATION FUND—To account for the proceeds from the City's share of the state cigarette tax which is required to be used for juvenile recreation purposes. (7-12-15 NMSA 1978)

LODGERS' TAX FUND—To account for the proceeds of the Lodger's Tax which are required to be used for promotional activities and the acquisition or construction of certain facilities. (3-38-21 NMSA 1978)

HOSPITALITY TAX FUND—To account for the proceeds of the Hospitality Tax of which fifty percent are required to be used for the purpose of purchasing advertising to publicize and promote tourist-related attractions, facilities and events. The other fifty percent are required to be used to equip and furnish the City of Albuquerque Convention Center.

CULTURE AND RECREATION PROJECTS FUND—To account for contributions and donations earmarked for specific projects of Culture and Recreation Department. (Enactment No. 51-1997)

OPEN AND ETHICAL ELECTIONS FUND—To account for contributions and donations made for the purpose of financing the campaigns of Participating Candidates for Covered Offices and for expenditures related to the enforcement of the Open and Ethical Elections Code. (Enactment No. 35-2007)

ALBUQUERQUE BIOLOGICAL PARK PROJECTS FUND—To account for contributions and donations earmarked for specific projects of the Biological Park. (Enactment No. 51-1997)

CITY HOUSING FUND—To account for the revenues and expenditures incurred for the repair and replacement of the City operated subsidized housing. (Enactment No. 110-1984)

AIR QUALITY FUND—To account for the operation of the City's Air Pollution Control Program. (9-5-1-13 RO 1994)

HEART ORDINANCE FUND—To account for license and permit fees dedicated exclusively to programs for free microchipping and free spay and neutering of Companion Animals for Low Income Persons, moderate income persons, seniors, and when possible, the general public. (Enactment No. 18-2006)

CORRECTIONS AND DETENTION FUND—To account for the operations of the joint City/Bernalillo County Corrections and Detentions facilities.

OPERATING GRANTS FUND—To account for various grants from federal and state agencies and other sources which are restricted by the granting agency to expenditures for specified purposes. (Enactment No. 51-1979)

AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) OPERATING GRANTS FUND—To account for various ARRA grants from federal and state agencies and other sources which are restricted by the granting agency to expenditures for specified purposes.

METROPOLITAN REDEVELOPMENT FUND – To account for the revenues and expenditures incurred in connection with the rehabilitation of historical buildings. Financing is provided by certain property taxes in accordance with the State of New Mexico Metropolitan Redevelopment Code. (14-8-4 NMSA 1978)

HOUSING AND NEIGHBORHOOD ECONOMIC DEVELOPMENT FUND—To account for the use of proceeds from repayment of Urban Development Action Grant loans. The proceeds will be used for housing and economic development in poverty regions within the City. (4-2-2 RO 1994)

LAW ENFORCEMENT PROTECTION FUND—To account for certain state taxes and fees required to be used for law enforcement services. (29-13-6 NMSA 1978)

GAS TAX ROAD FUND—To account for the proceeds of the City's share of the state shared Gas Tax revenues required to be used for street maintenance. (7-1-6.9 NMSA 1978)

CITY OF ALBUQUERQUE, NEW MEXICO

DESCRIPTION OF NON-MAJOR GOVERNMENTAL FUNDS

CITY/COUNTY PROJECTS FUND—To account for revenues received from the County for services provided by the City. (1984 Joint Powers Agreement.

FALSE ALARM ENFORCEMENT AND EDUCATION FUND—To account for the income and expenditures associated with enforcement of the False Alarm ordinance. (Enactment No. 8-2003)

SPECIAL REVENUE FUNDS

PHOTO ENFORCEMENT FUND—To account for revenues and expenditures associated with the photo enforcement program. (Enactment No. 95-2003)

CITY/COUNTY FACILITIES FUND—To account for rental income and costs of operating City/County facilities. (1984 Joint Powers Agreement)

PLAZA DEL SOL BUILDING FUND—To account for rental income and costs of operating the Plaza Del Sol Building. (Enactment No. 29-1995)

ACQUISITION AND MANAGEMENT OF OPEN SPACE EXPENDITURES FUND—To account for the investment earnings of the Acquisition and Management of Open Space Permanent Fund that is transferred to this fund and the related expenditures. (Enactment NO. 41-1982)

URBAN ENHANCEMENT EXPENDITURES FUND—To account for the investment earnings of the Urban Enhancement Permanent Fund that is transferred to this fund and the related expenditures. (Enactment No. 69-1983)

CAPITAL PROJECTS FUNDS

SPECIAL ASSESSMENTS CAPITAL FUND—To account for capital projects financed by sale of special assessment bonds.

QUALITY OF LIFE FUND—To account for capital projects for which financing is provided by the Quality of Life gross receipts tax, grants, and other miscellaneous revenues.

IMPACT FEES – To account for the fees received from builders of new commercial and residential building restricted for funding of critical major infrastructure.

VEHICLE & EQUIPMENT REPLACEMENT FUND—To segregate funds for planned purchases of vehicles and equipment for City departments.

DEBT SERVICE FUNDS

SALES TAX REFUNDING DEBT SERVICE FUND—To accumulate monies for payment of principal and interest of revenue bonds secured by pledges of Gross Receipts Tax (sales tax) and certain Lodgers' Tax revenues.

SPECIAL ASSESSMENTS DEBT SERVICE FUND—To accumulate monies for payment of principal and interest of bonds secured by pledges of revenues from assessments levied against benefited properties.

PERMANENT FUNDS

ACQUISITION AND MANAGEMENT OF OPEN SPACE PERMANENT FUND—To account for proceeds from the sale of certain properties. The principal of this fund is to be retained intact. The investment earnings are to be used for the acquisition and management of open space land. (Enactment NO. 41-1982)

URBAN ENHANCEMENT PERMANENT FUND—To account for the principal of the Urban Enhancement Fund. The principal of the fund is to remain intact. The investment earnings are to be used to enhance or enrich the appearance and culture of the City. (Enactment No. 69-1983)

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2010

Page 1 of 6

	Special Revenue					
	COMMUNITY DEVELOPMENT	FIRE	RECREATION	LODGERS' TAX	HOSPITALITY TAX	CULTURE AND RECREATION PROJECTS
ASSETS						
Cash, investments and accrued interest	\$ -	\$ 1,317,096	\$ 10,298	\$ 266,599	\$ 170	\$ 1,937,050
Cash with fiscal agents	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes	-	-	38,000	1,522,944	206,226	-
Accounts	165,776	-	-	-	-	130
Rehabilitation loans	1,517,041	-	-	-	-	-
Notes	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-
Due from other governments	2,210,448	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Total assets	\$ 3,893,265	\$ 1,317,096	\$ 48,298	\$ 1,789,543	\$ 206,396	\$ 1,937,180
LIABILITIES						
Accounts payable	\$ 721,701	\$ 159,599	\$ -	-	\$ -	\$ 174,655
Contracts and retainage payable	-	-	-	-	-	-
Accrued employee compensation and benefits	33,141	-	-	-	-	3,877
Due to other funds	1,717,087	-	-	-	40,827	-
Due to other governments	-	-	-	-	-	-
Deferred revenues	1,570,543	-	19,133	491,816	-	-
Deposits	-	-	-	-	-	3,500
Matured principal payable	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
Total liabilities	\$ 4,042,472	\$ 159,599	\$ 19,133	\$ 491,816	\$ 40,827	\$ 182,032
FUND BALANCES						
Reserved for:						
Encumbrances	-	-	-	-	-	-
Reserved for budgeted local matching funds	-	-	-	-	-	-
Acquisition and management of open space land	-	-	-	-	-	-
Urban enhancement	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Transfer to capital acquisition fund	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Unreserved	(149,207)	1,157,497	29,165	1,297,727	165,569	1,755,148
Total fund balances	(149,207)	1,157,497	29,165	1,297,727	165,569	1,755,148
Total liabilities and fund balances	\$ 3,893,265	\$ 1,317,096	\$ 48,298	\$ 1,789,543	\$ 206,396	\$ 1,937,180

The notes to the financial statements are an integral part of this statement.

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2010
Special Revenue

	OPEN AND ETHICAL ELECTIONS	ALBUQUERQUE BIOLOGICAL PARKS PROJECTS	CITY HOUSING	AIR QUALITY	HEART ORDINANCE	CORRECTIONS AND DETENTION
ASSETS						
Cash, investments and accrued interest	\$ 1,100,224	\$ 921,227	\$ 8,379,343	\$ (48,569)	\$ -	\$ 1,285,886
Cash with fiscal agents	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes	-	-	-	-	-	-
Accounts	-	725	-	145,149	-	-
Rehabilitation loans	-	-	-	-	-	-
Notes	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	-	-	408,517	-	-	-
Advances to other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Total assets	\$ 1,100,224	\$ 921,952	\$ 8,787,860	\$ 96,580	\$ -	\$ 1,285,886
LIABILITIES						
Accounts payable	\$ -	\$ 320,257	\$ 171,717	\$ 12,380	\$ -	\$ -
Contracts and retainage payable	-	-	-	-	-	-
Accrued employee compensation and benefits	-	-	597	65,334	-	-
Due to other funds	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	1,285,886
Deferred revenues	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Matured principal payable	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
Total liabilities	-	320,257	172,314	77,714	-	1,285,886
FUND BALANCES						
Reserved for:						
Encumbrances	-	-	-	-	-	-
Reserved for budgeted local matching funds	-	-	-	-	-	-
Acquisition and management of open space land	-	-	-	-	-	-
Urban enhancement	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Transfer to capital acquisition fund	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Unreserved	1,100,224	601,695	8,615,546	18,866	-	-
Total fund balances	1,100,224	601,695	8,615,546	18,866	-	-
Total liabilities and fund balances	\$ 1,100,224	\$ 921,952	\$ 8,787,860	\$ 96,580	\$ -	\$ 1,285,886

The notes to the financial statements are an integral part of this statement.

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2010

Special Revenue						
	OPERATING GRANTS	METROPOLITAN REDEVELOPMENT	HOUSING AND NEIGHBORHOOD ECONOMIC DEVELOPMENT	LAW ENFORCEMENT PROTECTION	GAS ROAD TAX	CITY/COUNTY PROJECTS
ASSETS						
Cash, investments and accrued interest	\$ 3,425,949	\$ 3,832,143	\$ 2,986,844	\$ 3,107,033	\$ 478,351	\$ 58,219
Cash with fiscal agents	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes	-	-	-	-	-	-
Accounts	-	-	-	-	-	2,861
Rehabilitation loans	487,705	-	-	-	-	-
Notes	-	-	-	-	-	-
Developer loans	386,428	1,304,309	5,250,710	-	-	-
Special Assessments	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-
Due from other governments	7,996,118	-	-	-	931,720	-
Due from other funds	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Total assets	\$ 12,296,200	\$ 5,136,452	\$ 8,237,554	\$ 3,107,033	\$ 1,410,071	\$ 61,080
LIABILITIES						
Accounts payable	\$ 2,347,779	\$ 27,633	\$ -	\$ 152,864	\$ 47,478	\$ 1,627
Contracts and retainage payable	-	-	-	-	-	-
Accrued employee compensation and benefits	421,009	-	-	4,783	112,042	-
Due to other funds	-	-	408,517	-	-	-
Due to other governments	-	-	-	-	-	-
Deferred revenues	4,882,181	1,304,309	5,250,710	-	446,395	-
Deposits	-	-	-	-	-	-
Matured principal payable	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
Total liabilities	\$ 7,650,969	\$ 1,331,942	\$ 5,659,227	\$ 157,647	\$ 605,915	\$ 1,627
FUND BALANCES						
Reserved for:						
Encumbrances	288,135	337,705	-	-	-	-
Reserved for budgeted local matching funds	2,853,822	-	-	-	-	-
Acquisition and management of open space land	-	-	-	-	-	-
Urban enhancement	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Transfer to capital acquisition fund	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Unreserved	1,503,274	3,466,805	2,578,327	2,949,386	804,156	59,453
Total fund balances	\$ 4,645,231	\$ 3,804,510	\$ 2,578,327	\$ 2,949,386	\$ 804,156	\$ 59,453
Total liabilities and fund balances	\$ 12,296,200	\$ 5,136,452	\$ 8,237,554	\$ 3,107,033	\$ 1,410,071	\$ 61,080

The notes to the financial statements are an integral part of this statement

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2010

Special Revenue

	FALSE ALARM ENFORCEMENT AND EDUCATION	PHOTO ENFORCEMENT RED LIGHT	CITY/COUNTY FACILITIES	PLAZA DEL SOL BUILDING	ACQUISITION & MANAGEMENT OF OPEN SPACE EXPENDITURES	URBAN ENHANCEMENT EXPENDITURES	SPECIAL REVENUE TOTAL
ASSETS							
Cash, investments and accrued interest	\$ 468,435	\$ 2,508,866	\$ -	\$ 252,502	\$ (2,689)	\$ 1,810,960	\$ 34,095,937
Cash with fiscal agents	-	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	1,315,315	-	1,315,315
Receivables, net of allowance for uncollectible:							
Taxes	-	-	-	-	-	-	-
Accounts	125,125	459,328	2,608,188	-	1,000	-	1,767,170
Rehabilitation loans	-	-	-	-	-	-	3,508,282
Notes	-	-	-	-	-	-	2,004,746
Developer loans	-	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-	6,941,447
Real estate contracts receivable	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	11,138,286
Advances to other funds	-	-	-	-	-	-	408,517
Land held for resale	-	-	-	-	-	-	-
Total assets	\$ 593,560	\$ 2,968,194	\$ 2,608,188	\$ 252,502	\$ 1,313,626	\$ 1,810,960	\$ 61,179,700
LIABILITIES							
Accounts payable	\$ -	\$ 1,470,655	\$ 1,611,752	\$ 15,758	\$ 18,098	\$ 62,549	\$ 7,316,502
Contracts and retainage payable	-	6,866	-	-	-	-	6,866
Accrued employee compensation and benefits	9,831	-	31,388	7,976	63,120	-	753,098
Due to other funds	-	-	73,455	-	-	-	2,239,886
Due to other governments	-	-	-	-	-	-	1,285,886
Deferred revenues	-	-	-	-	9,637	-	13,974,724
Deposits	-	-	-	-	-	-	3,500
Matured principal payable	-	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-	-
Total liabilities	\$ 9,831	\$ 1,477,521	\$ 1,716,595	\$ 23,734	\$ 90,855	\$ 62,549	\$ 25,580,462
FUND BALANCES							
Reserved for:							
Encumbrances	-	-	1,386,191	(11,178)	-	-	2,000,853
Reserved for budgeted local matching funds	-	-	-	-	-	-	2,853,822
Acquisition and management of open space land	-	-	-	-	1,222,771	-	1,222,771
Urban enhancement	-	-	-	-	-	1,748,411	1,748,411
Land held for resale	-	-	-	-	-	-	-
Transfer to capital acquisition fund	-	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Unreserved	583,729	1,490,673	(494,598)	239,946	-	-	27,773,381
Total fund balances	\$ 583,729	\$ 1,490,673	\$ 891,593	\$ 228,768	\$ 1,222,771	\$ 1,748,411	\$ 35,599,238
Total liabilities and fund balances	\$ 593,560	\$ 2,968,194	\$ 2,608,188	\$ 252,502	\$ 1,313,626	\$ 1,810,960	\$ 61,179,700

The notes to the financial statements are an integral part of this statement.

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2010
Capital Projects

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	SPECIAL ASSESSMENTS CAPITAL	QUALITY OF LIFE	IMPACT FEES	VEHICLE AND EQUIPMENT REPLACEMENT	CAPITAL PROJECTS TOTAL
ASSETS					
Cash, investments and accrued interest	\$ 2,667,525	\$ 78,127	\$ 17,178,599	\$ 1,959,367	\$ 21,883,618
Cash with fiscal agents	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-
Receivables, net of allowance for uncollectible:					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Rehabilitation loans	-	-	-	-	-
Notes	-	-	-	-	-
Developer loans	-	-	-	-	-
Special Assessments	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-
Due from other governments	-	-	-	-	-
Due from other funds	-	-	-	-	-
Advances to other funds	-	-	-	-	-
Land held for resale	-	-	-	-	-
Total assets	\$ 2,667,525	\$ 78,127	\$ 17,178,599	\$ 1,959,367	\$ 21,883,618
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ 692,873	\$ 244	\$ 693,117
Contracts and retainage payable	-	-	282,809	-	282,809
Accrued employee compensation and benefits	-	-	-	-	-
Due to other funds	-	-	-	-	-
Due to other governments	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Deposits	-	-	-	-	-
Matured principal payable	-	-	-	-	-
Matured interest payable	-	-	-	-	-
Total liabilities	-	-	975,682	244	975,926
FUND BALANCES					
Reserved for:					
Encumbrances	-	(77,377)	21,183,375	-	21,105,998
Reserved for budgeted local matching funds	-	-	-	-	-
Acquisition and management of open space land	-	-	-	-	-
Urban enhancement	-	-	-	-	-
Land held for resale	-	-	-	-	-
Transfer to capital acquisition fund	-	-	-	-	-
Advances to other funds	-	-	-	-	-
Debt service	-	-	-	-	-
Unreserved	2,667,525	155,504	(4,980,458)	1,959,123	(198,306)
Total fund balances	2,667,525	78,127	16,202,917	1,959,123	20,907,692
Total liabilities and fund balances	\$ 2,667,525	\$ 78,127	\$ 17,178,599	\$ 1,959,367	\$ 21,883,618

The notes to the financial statements are an integral part of this statement.
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CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2010

	Debt Service			Permanent Funds			TOTAL NONMAJOR GOVERNMENTAL FUNDS
	SALES TAX REFUNDING	SPECIAL ASSESSMENTS	DEBT SERVICE TOTAL	ACQUISITION AND MANAGEMENT OF OPEN SPACE	URBAN ENHANCEMENT	PERMANENT FUND TOTAL	
ASSETS							
Cash, investments and accrued interest	\$ 1,477,658	\$ 714,880	\$ 2,192,538	\$ -	\$ 102,392	\$ 102,392	\$ 58,274,485
Cash with fiscal agents	7,359,036	2,281,747	9,640,783	-	-	-	9,640,783
Investments with fiscal agents	1,163,717	-	1,163,717	10,861,493	7,775,769	18,637,262	21,116,294
Receivables, net of allowance for uncollectible:							
Taxes	-	-	-	-	-	-	1,767,170
Accounts	-	-	-	-	-	-	3,508,282
Rehabilitation loans	-	-	-	-	-	-	2,004,746
Notes	-	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-	6,941,447
Special Assessments	-	2,368,032	2,368,032	-	-	-	2,368,032
Real estate contracts receivable	-	-	-	1,271,330	-	1,271,330	11,138,286
Due from other governments	-	-	-	-	-	-	408,517
Due from other funds	-	-	-	-	-	-	11,595,000
Advances to other funds	11,595,000	-	11,595,000	-	-	-	7,886,396
Land held for resale	-	-	-	7,886,396	-	7,886,396	137,920,768
Total assets	\$ 21,595,411	\$ 5,364,659	\$ 26,960,070	\$ 20,019,219	\$ 7,878,161	\$ 27,897,380	
LIABILITIES							
Accounts payable	\$ 4,056	\$ 2,800	\$ 6,856	\$ -	\$ -	\$ -	\$ 8,016,475
Contracts and retainage payable	-	-	-	-	-	-	289,675
Accrued employee compensation and benefits	-	-	-	-	-	-	753,098
Due to other funds	-	-	-	-	-	-	2,239,886
Due to other governments	-	-	-	-	-	-	1,285,886
Deferred revenues	-	1,966,858	1,966,858	1,271,330	-	1,271,330	17,212,912
Deposits	-	-	-	476,000	-	476,000	479,500
Matured principal payable	4,460,000	2,239,093	6,699,093	-	-	-	6,699,093
Matured interest payable	2,894,979	39,855	2,934,834	-	-	-	2,934,834
Total liabilities	7,359,035	4,248,606	11,607,641	1,747,330	-	1,747,330	39,911,359
FUND BALANCES							
Reserved for:							
Encumbrances	-	-	-	-	-	-	23,106,851
Reserved for budgeted local matching funds	-	-	-	-	-	-	2,853,822
Acquisition and management of open space land	-	-	-	10,385,493	-	10,385,493	11,608,264
Urban enhancement	-	-	-	-	7,878,161	7,878,161	9,626,572
Land held for resale	-	-	-	7,886,396	-	7,886,396	7,886,396
Transfer to capital acquisition fund	-	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-	-
Debt service	14,236,376	1,116,053	15,352,429	-	-	-	15,352,429
Unreserved	-	-	-	-	-	-	27,575,075
Total fund balances	14,236,376	1,116,053	15,352,429	18,271,889	7,878,161	26,150,050	98,009,409
Total liabilities and fund balances	\$ 21,595,411	\$ 5,364,659	\$ 26,960,070	\$ 20,019,219	\$ 7,878,161	\$ 27,897,380	\$ 137,920,768

The notes to the financial statements are an integral part of this statement.

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year ended June 30, 2010

	Special Revenue					
	COMMUNITY DEVELOPMENT	FIRE	RECREATION	LODGERS' TAX	HOSPITALITY TAX	CULTURE AND RECREATION PROJECTS
REVENUES						
Taxes:						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	9,994,707	1,999,261	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	7,121,419	1,673,646	192,211	-	-	-
Charges for services	-	-	-	-	-	540,690
Fines and forfeitures	-	-	-	-	-	-
Interest on investments	-	25,597	276	1,224	1,116	20,124
Special assessments	-	-	-	-	-	-
Collections on real estate contracts:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Miscellaneous	433,865	7,314	-	-	-	421,338
Total revenues	7,555,284	1,706,557	192,487	9,995,931	2,000,377	982,152
EXPENDITURES						
Current:						
General government	-	-	-	4,779,576	963,999	-
Public safety	-	1,640,417	-	-	-	-
Culture and recreation	-	-	-	-	-	1,102,234
Public works	332,460	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health	-	-	-	-	-	-
Human services	1,812,836	-	-	-	-	-
Housing	5,270,907	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-
Capital outlay	309,897	73,165	-	-	-	-
Total expenditures	7,726,100	1,713,582	-	4,779,576	963,999	1,102,234
Excess (deficiency) of revenues over (under) expenditures	(170,816)	(7,025)	192,487	5,216,355	1,036,378	(120,082)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(200,000)	(4,787,000)	(964,000)	-
Payment to refunded bond escrow agents	-	-	-	-	-	-
Special assessment bonds issued	-	-	-	-	-	-
Capital leases	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Proceeds of refunding bonds	-	-	-	-	-	-
Payment to refunded bond escrow agents	-	-	-	-	-	-
Total other financing sources and (uses)	-	-	(200,000)	(4,787,000)	(964,000)	-
Net change in fund balance	(170,816)	(7,025)	(7,513)	429,355	72,378	(120,082)
Fund balance (deficit), July 1	21,609	1,164,522	36,678	868,372	93,191	1,875,230
Fund balance (deficit), June 30	\$ (149,207)	\$ 1,157,497	\$ 29,165	\$ 1,297,727	\$ 165,569	\$ 1,755,148

The notes to the financial statements are an integral part of this statement.

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year ended June 30, 2010

	Special Revenue					
	OPEN AND ETHICAL ELECTIONS	ALBUQUERQUE BIOLOGICAL PARKS PROJECTS	CITY HOUSING	AIR QUALITY	HEART ORDINANCE	CORRECTIONS AND DETENTION
REVENUES						
Taxes:						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	2,325,687	57,564	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	235,005	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Interest on investments	9,825	10,084	92,165	2,814	392	14,416
Special assessments	-	-	-	-	-	-
Collections on real estate contracts:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Miscellaneous	32,457	1,628,100	168,961	18	-	-
Total revenues	42,282	1,873,189	261,126	2,328,519	57,956	14,416
EXPENDITURES						
Current:						
General government	37,000	-	-	-	7,000	-
Public safety	-	-	-	-	-	-
Culture and recreation	-	1,646,695	-	-	-	-
Public works	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health	-	-	-	2,707,763	50,956	-
Human services	-	-	-	-	-	-
Housing	-	-	446,525	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	37,000	1,646,695	446,525	2,707,763	57,956	-
Excess (deficiency) of revenues over (under) expenditures	5,282	226,494	(185,399)	(379,244)	-	14,416
OTHER FINANCING SOURCES (USES)						
Transfers in	475,000	-	90,839	-	-	-
Transfers out	-	-	-	-	-	(14,416)
Payment to refunded bond escrow agents	-	-	-	-	-	-
Special assessment bonds issued	-	-	-	-	-	-
Capital leases	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Proceeds of refunding bonds	-	-	-	-	-	-
Payment to refunded bond escrow agents	-	-	-	-	-	-
Total other financing sources and (uses)	475,000	-	90,839	-	-	(14,416)
Net change in fund balance	480,282	226,494	(94,560)	(379,244)	-	-
Fund balance (deficit), July 1	619,942	375,201	8,710,106	398,110	-	-
Fund balance (deficit), June 30	\$ 1,100,224	\$ 601,695	\$ 8,615,546	\$ 18,866	\$ -	\$ -

The notes to the financial statements are an integral part of this statement

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year ended June 30, 2010

	Special Revenue					CITY/ COUNTY PROJECTS
	OPERATING GRANTS	METROPOLITAN REDEVELOPMENT	HOUSING AND NEIGHBORHOOD ECONOMIC DEVELOPMENT	LAW ENFORCEMENT PROTECTION	GAS ROAD TAX	
REVENUES						
Taxes:						
Property taxes	\$ -	\$ 224,562	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	24,072,804	-	-	665,800	4,973,715	-
Charges for services	-	-	-	149,083	-	28,800
Fines and forfeitures	-	-	-	2,279,812	-	-
Interest on investments	(18,864)	64,227	37,351	26,580	5,958	2,473
Special assessments	-	-	-	-	-	-
Collections on real estate contracts:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Miscellaneous	410,882	74,075	83,512	652,467	16,961	-
Total revenues	24,464,822	362,864	120,863	3,773,742	4,996,634	31,273
EXPENDITURES						
Current:						
General government	406,844	707,305	-	-	-	45,834
Public safety	5,403,999	-	-	2,046,423	-	-
Culture and recreation	188,403	-	-	-	-	-
Public works	-	(222,360)	-	-	-	-
Highways and streets	1,142,816	-	-	-	4,812,887	-
Health	-	-	-	-	-	-
Human services	19,729,647	-	-	-	-	-
Housing	2,545,554	-	1,502,256	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-
Capital outlay	832,535	222,360	-	256,951	-	-
Total expenditures	30,249,798	707,305	1,502,256	2,303,374	4,812,887	45,834
Excess (deficiency) of revenues over (under) expenditures	(5,784,976)	(344,441)	(1,381,393)	1,470,368	183,747	(14,561)
OTHER FINANCING SOURCES (USES)						
Transfers in	4,814,644	-	-	-	-	-
Transfers out	166	-	-	(389,000)	-	(145,000)
Payment to refunded bond escrow agents	-	-	-	-	-	-
Special assessment bonds issued	-	-	-	-	-	-
Capital leases	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Proceeds of refunding bonds	-	-	-	-	-	-
Payment to refunded bond escrow agents	-	-	-	-	-	-
Total other financing sources and (uses)	4,814,810	-	-	(389,000)	-	(145,000)
Net change in fund balance	(970,166)	(344,441)	(1,381,393)	1,081,368	183,747	(159,561)
Fund balance (deficit), July 1	5,615,397	4,148,951	3,959,720	1,868,018	620,409	219,014
Fund balance (deficit), June 30	\$ 4,645,231	\$ 3,804,510	\$ 2,578,327	\$ 2,949,386	\$ 804,156	\$ 59,453

The notes to the financial statements are an integral part of this statement
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CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year ended June 30, 2010

Special Revenue							
	FALSE ALARM ENFORCEMENT AND EDUCATION	PHOTO ENFORCEMENT RED LIGHT	CITY/COUNTY FACILITIES	PLAZA DEL SOL BUILDING	ACQUISITION & MANAGEMENT OF OPEN SPACE EXPENDITURES	URBAN ENHANCEMENT EXPENDITURES	SPECIAL REVENUE TOTAL
REVENUES							
Taxes:							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 224,562
Lodgers' and hospitality taxes	-	-	-	-	-	-	11,993,968
Licenses and permits	-	-	-	-	-	-	2,383,251
Intergovernmental	-	-	-	-	-	-	38,699,595
Charges for services	808,863	-	3,466,126	1,395,000	72,279	-	6,695,846
Fines and forfeitures	-	6,671,062	-	-	-	-	8,950,874
Interest on investments	6,172	120,153	(1,397)	2,122	14,566	17,432	454,806
Special assessments	-	-	-	-	-	-	-
Collections on real estate contracts:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	3,205	-	3,933,155
Total revenues	815,035	6,791,215	3,464,729	1,397,122	90,050	17,432	73,336,057
EXPENDITURES							
Current:							
General government	411,408	-	2,961,949	-	-	-	10,320,915
Public safety	-	5,608,827	-	-	-	-	14,699,666
Culture and recreation	-	-	-	-	2,571,735	466,878	5,975,945
Public works	-	-	-	752,393	-	-	862,493
Highways and streets	-	-	-	-	-	-	5,955,703
Health	-	-	-	-	-	-	2,758,719
Human services	-	-	-	-	-	-	21,542,483
Housing	-	-	-	-	-	-	9,765,242
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-	-
Capital outlay	-	1,758,510	-	-	-	-	3,453,418
Total expenditures	411,408	7,367,337	2,961,949	752,393	2,571,735	466,878	75,334,584
Excess (deficiency) of revenues over (under) expenditures	403,627	(576,122)	502,780	644,729	(2,481,685)	(449,446)	(1,998,527)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	2,398,605	940,026	8,719,114
Transfers out	(407,226)	(8,225,000)	-	(539,000)	-	-	(15,670,476)
Payment to refunded bond escrow agents	-	-	-	-	-	-	-
Special assessment bonds issued	-	-	-	-	-	-	-
Capital leases	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Proceeds of refunding bonds	-	-	-	-	-	-	-
Payment to refunded bond escrow agents	-	-	-	-	-	-	-
Total other financing sources and (uses)	(407,226)	(8,225,000)	-	(539,000)	2,398,605	940,026	(6,951,362)
Net change in fund balance	(3,599)	(8,801,122)	502,780	105,729	(83,080)	490,580	(8,949,889)
Fund balance (deficit), July 1	587,328	10,291,795	388,813	123,039	1,305,851	1,257,831	44,549,127
Fund balance (deficit), June 30	\$ 583,729	\$ 1,490,673	\$ 891,593	\$ 228,768	\$ 1,222,771	\$ 1,748,411	\$ 35,599,238

The notes to the financial statements are an integral part of this statement.

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

Year ended June 30, 2010

	Capital Projects				
	SPECIAL ASSESSMENTS CAPITAL	QUALITY OF LIFE	IMPACT FEES	VEHICLE AND EQUIPMENT REPLACEMENT	CAPITAL PROJECTS TOTAL
REVENUES					
Taxes:	\$	\$	\$	\$	\$
Property taxes	-	-	-	-	-
Lodgers' and hospitality taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Interest on investments	29,031	750	228,685	36,824	295,290
Special assessments	-	-	-	-	-
Collections on real estate contracts:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Miscellaneous	-	-	2,235,428	323,778	2,559,206
Total revenues	<u>29,031</u>	<u>750</u>	<u>2,464,113</u>	<u>360,602</u>	<u>2,854,496</u>
EXPENDITURES					
Current:					
General government	19,342	-	-	-	19,342
Public safety	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Public works	-	-	-	-	-
Highways and streets	-	-	-	-	-
Health	-	-	-	-	-
Human services	-	-	-	-	-
Housing	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-
Capital outlay	-	-	8,344,072	2,282	8,346,354
Total expenditures	<u>19,342</u>	<u>0</u>	<u>8,344,072</u>	<u>2,282</u>	<u>8,365,696</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,689</u>	<u>750</u>	<u>(5,879,959)</u>	<u>358,320</u>	<u>(5,511,200)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	(1,500,000)	(1,500,000)
Payment to refunded bond escrow agents	-	-	-	-	-
Special assessment bonds issued	-	-	-	-	-
Capital leases	-	-	-	-	-
Sale of capital assets	-	-	-	-	-
Proceeds of refunding bonds	-	-	-	-	-
Payment to refunded bond escrow agents	-	-	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,500,000)</u>	<u>(1,500,000)</u>
Net change in fund balance	<u>9,689</u>	<u>750</u>	<u>(5,879,959)</u>	<u>(1,141,680)</u>	<u>(7,011,200)</u>
Fund balance (deficit), July 1	<u>2,657,836</u>	<u>77,377</u>	<u>22,082,876</u>	<u>3,100,803</u>	<u>27,918,892</u>
Fund balance (deficit), June 30	<u>\$ 2,667,525</u>	<u>\$ 78,127</u>	<u>\$ 16,202,917</u>	<u>\$ 1,959,123</u>	<u>\$ 20,907,692</u>

The notes to the financial statements are an integral part of this statement.

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year ended June 30, 2010

	Debt Service			Permanent Funds			TOTAL NONMAJOR GOVERNMENTAL FUNDS
	SALES TAX REFUNDING	SPECIAL ASSESSMENTS	DEBT SERVICE TOTAL	ACQUISITION AND MANAGEMENT OF OPEN SPACE	URBAN ENHANCEMENT	PERMANENT FUND TOTAL	
REVENUES							
Taxes:							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 224,562
Lodgers' and hospitality taxes	-	-	-	-	-	-	11,993,968
Licenses and permits	-	-	-	-	-	-	2,383,251
Intergovernmental	-	-	-	-	-	-	38,699,595
Charges for services	-	-	-	-	-	-	6,695,846
Fines and forfeitures	-	-	-	-	-	-	8,950,874
Interest on investments	710,472	100,009	810,481	3,136,701	1,043,571	4,180,272	5,740,849
Special assessments	-	907,732	907,732	-	-	-	907,732
Collections on real estate contracts:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Miscellaneous	-	38,311	38,311	-	-	-	-
Total revenues	710,472	1,046,052	1,756,524	3,136,701	1,043,571	4,180,272	6,530,672
EXPENDITURES							
Current:							
General government	-	-	-	-	-	-	10,340,257
Public safety	-	-	-	-	-	-	14,699,666
Culture and recreation	-	-	-	59,812	-	59,812	6,035,757
Public works	-	-	-	-	-	-	862,493
Highways and streets	-	-	-	-	-	-	5,955,703
Health	-	-	-	-	-	-	2,758,719
Human services	-	-	-	-	-	-	21,542,483
Housing	-	-	-	-	-	-	9,765,242
Debt service:							
Principal retirement	6,210,000	2,239,093	8,449,093	-	-	-	8,449,093
Interest	5,804,926	79,710	5,884,636	-	-	-	5,884,636
Fiscal agent fees and other fees	609,088	5,598	614,686	-	-	-	614,686
Capital outlay	-	-	-	-	-	-	11,799,772
Total expenditures	12,624,014	2,324,401	14,948,415	59,812	-	59,812	98,708,507
Excess (deficiency) of revenues over (under) expenditures	(11,913,542)	(1,278,349)	(13,191,891)	3,076,889	1,043,571	4,120,460	(16,581,158)
OTHER FINANCING SOURCES (USES)							
Transfers in	7,354,000	10,092,036	17,446,036	-	-	-	26,165,150
Transfers out	-	(17,864,383)	(17,864,383)	(1,129,605)	(940,026)	(2,069,631)	(37,104,490)
Payment to refunded bond escrow agents	-	-	-	-	-	-	-
Special assessment bonds issued	-	-	-	-	-	-	-
Capital leases	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Proceeds of refunding bonds	41,273,823	-	41,273,823	-	-	-	41,273,823
Payment to refunded bond escrow agents	(40,535,000)	-	(40,535,000)	-	-	-	(40,535,000)
Total other financing sources and (uses)	8,092,823	(7,772,347)	320,476	(1,129,605)	(940,026)	(2,069,631)	(10,200,517)
Net change in fund balance	(3,820,719)	(9,050,696)	(12,871,415)	1,947,284	103,545	2,050,829	(26,781,675)
Fund balance (deficit), July 1	18,057,095	10,166,749	28,223,844	16,324,605	7,774,616	24,099,221	124,791,084
Fund balance (deficit), June 30	\$ 14,236,376	\$ 1,116,053	\$ 15,352,429	\$ 18,271,889	\$ 7,878,161	\$ 26,150,050	\$ 98,009,409

The notes to the financial statements are an integral part of this statement
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CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT FUND
YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2009</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2010</u>
Revenues:					
U.S. Dept. of Housing and Urban Development	\$ 32,890,963	\$ 12,300,238	\$ 20,590,725	\$ 7,121,419	\$ 13,469,306
Miscellaneous:					
Rehabilitation loan repayments	1,499,254	1,369,144	130,110	433,865	(303,755)
Other miscellaneous	-	837,154	(837,154)	-	(837,154)
Total miscellaneous	<u>1,499,254</u>	<u>2,206,298</u>	<u>(707,044)</u>	<u>433,865</u>	<u>(1,140,909)</u>
Total revenues	<u>34,390,217</u>	<u>14,506,536</u>	<u>19,883,681</u>	<u>7,555,284</u>	<u>12,328,397</u>
Expenditures:					
Current:					
General Government					
Community Development	<u>9,186,342</u>	<u>5,912,534</u>	<u>3,273,808</u>	<u>341,386</u>	<u>2,932,422</u>
Human services:					
Mayor's office for senior citizens	1,653,226	975,522	677,704	1,172,436	(494,732)
Community development administration	2,755,668	1,676,474	1,079,194	765,756	313,438
Outside operating agencies	<u>1,457,181</u>	<u>1,413,975</u>	<u>43,206</u>	<u>175,615</u>	<u>(132,409)</u>
Total human services	<u>5,866,075</u>	<u>4,065,971</u>	<u>1,800,104</u>	<u>2,113,807</u>	<u>(313,703)</u>
Housing	<u>19,332,748</u>	<u>4,603,935</u>	<u>14,728,813</u>	<u>5,270,907</u>	<u>9,457,906</u>
Total expenditures	<u>34,385,165</u>	<u>14,582,440</u>	<u>19,802,725</u>	<u>7,726,100</u>	<u>12,076,625</u>
Deficiency of revenues over expenditures	5,052	(75,904)	80,956	(170,816)	251,772
Other financing sources:					
Operating transfers (out)	<u>61,823</u>	-	<u>61,823</u>	-	<u>61,823</u>
Total other financing sources	<u>61,823</u>	-	<u>61,823</u>	-	<u>61,823</u>
Net change in fund balance	<u>\$ 66,875</u>	<u>\$ (75,904)</u>	<u>\$ 142,779</u>	<u>(170,816)</u>	<u>\$ 313,595</u>
Fund balance, July 1				<u>21,609</u>	
Fund balance, June 30				<u>\$ (149,207)</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - FIRE FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Intergovernmental	\$ 1,382,000	\$ 1,384,000	\$ 1,673,646	\$ 289,646
Grants - State Fire Marshall				
Charges for services	-	-	-	-
Interest:				
Interest on investments	15,000	15,000	25,597	10,597
Miscellaneous	-	-	7,314	7,314
Total revenues	<u>1,397,000</u>	<u>1,399,000</u>	<u>1,706,557</u>	<u>307,557</u>
Expenditures:				
Current:				
Public safety:				
Fire special improvements	<u>1,382,000</u>	<u>2,169,000</u>	<u>1,713,582</u>	<u>455,418</u>
Total expenditures	<u>1,382,000</u>	<u>2,169,000</u>	<u>1,713,582</u>	<u>455,418</u>
Excess (deficiency) of revenues over expenditures	<u>15,000</u>	<u>(770,000)</u>	<u>(7,025)</u>	<u>762,975</u>
Net change in fund balance	15,000	(770,000)	(7,025)	762,975
Fund balance, July 1	<u>1,164,522</u>	<u>1,164,522</u>	<u>1,164,522</u>	<u>-</u>
Fund balance, June 30	<u>\$ 1,179,522</u>	<u>\$ 394,522</u>	<u>\$ 1,157,497</u>	<u>\$ 762,975</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - RECREATION FUND
YEAR ENDED JUNE 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:				
Intergovernmental:				
State cigarette tax	\$ 200,000	\$ 200,000	\$ 192,211	\$ (7,789)
Interest:				
Interest on investments	<u>-</u>	<u>-</u>	<u>276</u>	<u>276</u>
Total revenues	200,000	200,000	192,487	(7,513)
Other financing uses:				
Transfers out	(200,000)	(200,000)	(200,000)	-
Bond proceeds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	(7,513)	(7,513)
Fund balance, July 1	<u>-</u>	<u>-</u>	<u>36,678</u>	<u>36,678</u>
Fund balance, June 30	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 29,165</u></u>	<u><u>\$ 29,165</u></u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGET AND ACTUAL - LODGERS' TAX FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes:				
Lodgers' tax	\$ 10,763,000	\$ 11,837,000	\$ 9,994,707	\$ (1,842,293)
Interest:				
Interest on investments	50,000	50,000	1,224	(48,776)
Total revenues	<u>10,813,000</u>	<u>11,887,000</u>	<u>9,995,931</u>	<u>(1,891,069)</u>
Expenditures:				
Current:				
General Government:				
Lodger's promotion	5,324,000	4,787,000	4,779,576	7,424
Total expenditures	<u>5,324,000</u>	<u>4,787,000</u>	<u>4,779,576</u>	<u>7,424</u>
Excess (deficiency) of revenues over expenditures	<u>5,489,000</u>	<u>7,100,000</u>	<u>5,216,355</u>	<u>(1,883,645)</u>
Other financing uses:				
Transfer to Sales Tax Debt Service Fund	(5,324,000)	(4,787,000)	(4,787,000)	-
Transfer to the General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing uses:	<u>(5,324,000)</u>	<u>(4,787,000)</u>	<u>(4,787,000)</u>	<u>-</u>
Net change in fund balance	165,000	2,313,000	429,355	(1,883,645)
Fund balance, July 1	868,372	868,372	868,372	-
Fund balance, June 30	<u>\$ 1,033,372</u>	<u>\$ 3,181,372</u>	<u>\$ 1,297,727</u>	<u>\$ (1,883,645)</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - HOSPITALITY TAX FUND
YEAR ENDED JUNE 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:				
Taxes:				
Hospitality tax	\$ 2,153,000	\$ 2,367,000	\$ 1,999,261	\$ (367,739)
Interest:				
Interest on investments	<u>10,000</u>	<u>10,000</u>	<u>1,116</u>	<u>(8,884)</u>
Miscellaneous				-
Total revenues	<u>2,163,000</u>	<u>2,377,000</u>	<u>2,000,377</u>	<u>(376,623)</u>
Expenditures:				
Current:				
General government:				
Lodger's promotion	<u>1,071,000</u>	<u>964,000</u>	<u>963,999</u>	<u>1</u>
Total expenditures	<u>1,071,000</u>	<u>964,000</u>	<u>963,999</u>	<u>1</u>
Excess of revenues over expenditures	1,092,000	1,413,000	1,036,378	(376,622)
Other financing uses:				
Operating transfers out	<u>(1,071,000)</u>	<u>(964,000)</u>	<u>(964,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,071,000)</u>	<u>(964,000)</u>	<u>(964,000)</u>	<u>-</u>
Net change in fund balance	21,000	449,000	72,378	(376,622)
Fund balance, July 1	<u>93,191</u>	<u>93,191</u>	<u>93,191</u>	<u>-</u>
Fund balance, June 30	<u>\$ 114,191</u>	<u>\$ 542,191</u>	<u>\$ 165,569</u>	<u>\$ (376,622)</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CULTURE AND RECREATION PROJECTS FUND
YEAR ENDED JUNE 30, 2010

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
Revenues:					
Culture and recreation:					
Library charges	\$ 655,000	\$ 895,505	\$ (240,505)	\$ 150,319	\$ (390,824)
Museum charges	1,934,000	1,455,800	478,200	388,698	89,502
Other	-	5,205	(5,205)	1,673	(6,878)
Total charges for services	<u>2,589,000</u>	<u>2,356,510</u>	<u>232,490</u>	<u>540,690</u>	<u>(308,200)</u>
Interest on investments	<u>277,950</u>	<u>485,001</u>	<u>(207,051)</u>	<u>20,124</u>	<u>(227,175)</u>
Other:					
Miscellaneous revenue	4,071,700	3,341,242	730,458	385,268	345,190
Contributions and donations	<u>1,326,817</u>	<u>1,805,625</u>	<u>(478,808)</u>	<u>36,070</u>	<u>(514,878)</u>
Total other revenues	<u>5,398,517</u>	<u>5,146,867</u>	<u>251,650</u>	<u>421,338</u>	<u>(169,688)</u>
Total revenues	<u>8,265,467</u>	<u>7,988,378</u>	<u>277,089</u>	<u>982,152</u>	<u>(705,063)</u>
Expenditures:					
Current:					
Culture and recreation	<u>8,563,467</u>	<u>6,113,148</u>	<u>2,450,319</u>	<u>1,102,234</u>	<u>1,348,085</u>
Excess (deficiency) of revenues over expenditures	<u>(298,000)</u>	<u>1,875,230</u>	<u>(2,173,230)</u>	<u>(120,082)</u>	<u>(2,053,148)</u>
Other financing sources:					
Transfers in	<u>355,000</u>	<u>-</u>	<u>355,000</u>	<u>-</u>	<u>355,000</u>
Total other financing sources (uses)	<u>355,000</u>	<u>-</u>	<u>355,000</u>	<u>-</u>	<u>355,000</u>
Net change in fund balance	<u>\$ 57,000</u>	<u>\$ 1,875,230</u>	<u>\$ (1,818,230)</u>	<u>(120,082)</u>	<u>\$ (1,698,148)</u>
Fund balance, July 1				<u>1,875,230</u>	
Fund balance, June 30				<u>\$ 1,755,148</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - OPEN AND ETHICAL ELECTIONS FUND
YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2009</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2010</u>
Revenues:					
Other:					
Contributions and Donations	\$ -	\$ 144,021	\$ (144,021)	\$ 32,457	\$ (176,478)
Interest on investments	-	45,556	(45,556)	9,825	(55,381)
Total other revenues	-	189,577	(189,577)	42,282	(231,859)
Total revenues	-	189,577	(189,577)	42,282	(231,859)
Expenditures:					
Current:					
Contractual Services	2,161,000	1,292,549	868,451	-	868,451
Indirect Overhead	146,000	109,000	37,000	37,000	-
Other	-	86	(86)	-	(86)
Total expenditures	2,307,000	1,401,635	905,365	37,000	868,365
Deficiency of revenues over expenditures	(2,307,000)	(1,212,058)	(1,094,942)	5,282	(1,100,224)
Other financing sources:					
Operating transfers in	2,307,000	1,832,000	475,000	475,000	-
Total other financing sources	2,307,000	1,832,000	475,000	475,000	-
Net change in fund balance	<u>\$ -</u>	<u>\$ 619,942</u>	<u>\$ (619,942)</u>	480,282	<u>\$ (1,100,224)</u>
Fund balance, July 1				<u>619,942</u>	
Fund balance, June 30				<u>\$ 1,100,224</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ALBUQUERQUE BIOLOGICAL PARK PROJECTS FUND
YEAR ENDED JUNE 30, 2010

	Project Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
Revenues:					
Zoo and park admissions	\$ 450,000	\$ 902,625	\$ (452,625)	\$ 235,005	\$ (687,630)
Collecting trips	300,000	7,602	292,398	-	292,398
Total charges for services	750,000	910,227	(160,227)	235,005	(395,232)
Interest on investments	1,982,500	189,252	1,793,248	10,084	1,783,164
Other:					
Miscellaneous revenue	2,096,000	50,924	2,045,076	11,883	2,033,193
Contributions and donations	8,607,755	11,200,816	(2,593,061)	1,574,037	(4,167,098)
Sales of other property	100,000	199,097	(99,097)	42,180	(141,277)
Total other	10,803,755	11,450,837	(647,082)	1,628,100	(2,275,182)
Total revenues	13,536,255	12,550,316	985,939	1,873,189	(887,250)
Expenditures:					
Current:					
General Government	-	-	-	-	-
Public safety	-	-	-	-	-
Culture and recreation	11,984,255	10,653,115	1,331,140	1,646,695	(315,555)
Total Expenditures	11,984,255	10,653,115	1,331,140	1,646,695	(315,555)
Excess (deficiency) of revenues over expenditures	1,552,000	1,897,201	(345,201)	226,494	(571,695)
Other financing uses:					
Transfers to capital acquisitions	(1,522,000)	(1,522,000)	-	-	-
Total other financing uses	(1,522,000)	(1,522,000)	-	-	-
Net change in fund balance	\$ 30,000	\$ 375,201	\$ (345,201)	226,494	\$ (571,695)
Fund balance, July 1				375,201	
Fund balance, June 30				\$ 601,695	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CITY HOUSING FUND
YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2009</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2010</u>
Revenues:					
Interest:					
Interest on investments	\$ 1,364,507	\$ 1,081,203	\$ 283,304	\$ 92,165	\$ 191,139
Charges for services	-	-	-	-	-
Miscellaneous:					
CMO bond loan repayments	405,156	3,779,639	(3,374,483)	168,961	(3,543,444)
Affordable Housing Trust Fund	1,000,000	1,000,000	-	-	-
Proceeds from land sales	8,312,804	8,312,804	-	-	-
Total revenues	<u>11,082,467</u>	<u>14,173,646</u>	<u>(3,091,179)</u>	<u>261,126</u>	<u>(3,352,305)</u>
Expenditures:					
Current:					
Housing	<u>10,916,069</u>	<u>6,344,688</u>	<u>4,571,381</u>	<u>446,525</u>	<u>4,124,856</u>
Total expenditures	<u>10,916,069</u>	<u>6,344,688</u>	<u>4,571,381</u>	<u>446,525</u>	<u>4,124,856</u>
Excess (deficiency) of revenues over expenditures	<u>166,398</u>	<u>7,828,958</u>	<u>(7,662,560)</u>	<u>(185,399)</u>	<u>(7,477,161)</u>
Other financing sources (uses):					
Operating transfers in (out)	<u>(166,398)</u>	<u>(164,633)</u>	<u>(1,765)</u>	<u>90,839</u>	<u>(92,604)</u>
Total other financing sources (uses)	<u>(166,398)</u>	<u>(164,633)</u>	<u>(1,765)</u>	<u>90,839</u>	<u>(92,604)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 7,664,325</u>	<u>\$ (7,664,325)</u>	<u>(94,560)</u>	<u>\$ (7,569,765)</u>
Fund balance, July 1				<u>8,710,106</u>	
Fund balance, June 30				<u>\$ 8,615,546</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - AIR QUALITY FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Licenses and permits:				
Authorized vehicle inspection fees	\$ 25,000	\$ 25,000	\$ 29,200	\$ 4,200
Certified vehicle inspection fees	10,000	10,000	15,036	5,036
Certified vehicle paper sales	1,250,000	1,250,000	1,231,946	(18,054)
Dust permits	325,000	325,000	215,973	(109,027)
Title V operating permits	940,000	940,000	790,335	(149,665)
Asbestos notification	95,000	95,000	43,197	(51,803)
Total licenses and permits	<u>2,645,000</u>	<u>2,645,000</u>	<u>2,325,687</u>	<u>(319,313)</u>
Interest:				
Interest on investments	50,000	50,000	2,814	(47,186)
Miscellaneous	<u>-</u>	<u>-</u>	<u>18</u>	<u>18</u>
Total revenues	<u>2,695,000</u>	<u>2,695,000</u>	<u>2,328,519</u>	<u>(366,481)</u>
Expenditures:				
Environmental Health:				
Title V operating permits	1,594,000	1,647,000	1,390,463	256,537
Vehicle inspections	1,272,000	1,271,000	1,188,717	82,283
Indirect overhead	134,000	134,000	128,583	5,417
Total expenditures	<u>3,000,000</u>	<u>3,052,000</u>	<u>2,707,763</u>	<u>344,237</u>
Excess (deficiency) of revenues over expenditures	<u>(305,000)</u>	<u>(357,000)</u>	<u>(379,244)</u>	<u>(22,244)</u>
Net change in fund balance	(305,000)	(357,000)	(379,244)	(22,244)
Fund balance, July 1	<u>-</u>	<u>-</u>	<u>398,110</u>	<u>398,110</u>
Fund balance, June 30	<u>\$ (305,000)</u>	<u>\$ (357,000)</u>	<u>\$ 18,866</u>	<u>\$ (22,244)</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - HEART ORDINANCE FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Grants - State Fire Marshall				
Licenses and permits	87,000	87,000	57,565	(29,435)
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Interest:				
Interest on investments	-	-	392	392
Total revenues	87,000	87,000	57,957	(29,043)
Expenditures:				
Current:				
Health and Welfare	80,000	80,000	50,957	29,043
Indirect overhead	7,000	7,000	7,000	-
Total expenditures	87,000	87,000	57,957	29,043
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources (uses):				
Operating transfers in (out)	-	-	-	-
Bond proceeds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balance, July 1	-	-	-	-
Fund balance (deficit), June 30	\$ -	\$ -	\$ -	\$ -

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CORRECTIONS AND DETENTION FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Interest on investments	\$ -	\$ 14,416	\$ 14,416	\$ -
Total revenues	-	14,416	14,416	-
Expenditures:				
Current:				
Public safety:				
Correction and detention	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	14,416	14,416	-
Other financing uses:				
Transfers in	-	-	-	-
Transfers out	-	(14,416)	(14,416)	-
Total other financing uses	-	(14,416)	(14,416)	-
Net change in fund balance	-	-	-	-
Fund balance, July 1	-	-	-	-
Fund balance (deficit), June 30	\$ -	\$ -	\$ -	\$ -

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CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE

BUDGET AND ACTUAL - OPERATING GRANTS FUND

YEAR ENDED JUNE 30, 2010

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
Revenues:					
Intergovernmental:					
Grants:					
Corporation for National and Community Services	\$ 3,452,345	\$ 3,430,336	\$ 22,009	\$ 301,751	\$ (279,742)
U.S. Department of Agriculture	-	1,716,574	(1,716,574)	-	(1,716,574)
U.S. Department of Housing and Urban development	51,354,400	48,272,235	3,082,165	3,002,091	80,074
U.S. Department of Labor	3,888,864	3,395,005	493,859	(132)	493,991
U.S. Environmental Protection Agency	11,605,721	10,745,422	860,299	598,639	261,660
Federal Aviation Administration	440,000	440,000	-	-	-
U.S. Department of Energy	-	387,106	(387,106)	-	(387,106)
U.S. Department of Energy - UCETC	-	110,198	(110,198)	-	(110,198)
U.S. Dept. Health and Human Services	28,314,006	31,589,821	(3,275,815)	3,548,890	(6,824,705)
U.S. Department of Homeland Security	-	1,074,553	(1,074,553)	78,376	(1,152,929)
U.S. Department of the Treasury	427,169	385,994	41,175	-	41,175
U.S. Department of Justice	31,339,390	24,142,828	7,196,562	1,159,264	6,037,298
U.S. Department of Education	-	106,805	(106,805)	-	(106,805)
Federal Emergency Management Agency	2,255,765	2,041,442	214,323	(78,376)	292,699
N.M. Dept. of Health - Social Services	6,479,583	1,055,754	5,423,829	515,838	4,907,991
N.M. Department of Public Safety	8,795,949	8,013,249	782,700	1,505,091	(722,391)
N.M. Arts Commission	-	-	-	-	-
N.M. State Library	336,075	467,310	(131,235)	60,138	(191,373)
N.M. State Highway Department	16,641,133	15,476,312	1,164,821	743,825	420,996
N.M. Department of Transportation	10,029,741	5,710,434	4,319,307	2,031,597	2,287,710
N.M. State Office on Aging	51,223,927	48,939,254	2,284,673	5,210,235	(2,925,562)
N.M. Board of Finance	257,969	88,262	169,707	(82,966)	252,673
N.M. Dept. of Economic Development	2,950,000	3,258,754	(308,754)	-	(308,754)
N.M. Energy and Minerals Dept.	249,800	212,739	37,061	26,803	10,258
N.M. Local government Division	17,734,938	21,390,168	(3,655,230)	(9,599)	(3,645,631)
N.M. Office Cultural Office	35,744	75,647	(39,903)	(92)	(39,811)
N.M. Dept. of Health - Public Health	6,000	6,000	-	-	-
N.M. Dept. of Health - Substance Abuse	6,000	10,000	(4,000)	-	(4,000)
N.M. Children, Youth & Families Dept.	24,350,179	21,145,519	3,204,660	2,682,876	521,784
N.M. Youth Conservation Corp. Comm.	479,139	576,389	(97,250)	-	(97,250)
City of Rio Rancho	60,000	33,436	26,564	-	26,564
County Other	2,621,736	962,165	1,659,571	(137,025)	1,796,596
County Aging	4,004,900	3,978,187	26,713	345,900	(319,187)
Total intergovernmental	279,340,473	259,237,898	20,102,575	21,503,124	(1,400,549)
Interest:					
Interest - Police Block Grant	458,138	716,928	(258,790)	(18,864)	(239,926)
Miscellaneous:					
Other miscellaneous	13,609,064	15,289,270	(1,680,206)	364,830	(2,045,036)
Rehabilitation loan repayments	1,311,385	1,607,366	(295,981)	145,530	(441,511)
Contributions and donations	516,636	402,909	113,727	46,052	67,675
Total miscellaneous	15,437,085	17,299,545	(1,862,460)	556,412	(2,418,872)
Total revenues	295,235,696	277,254,371	17,981,325	22,040,672	(4,059,347)

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - OPERATING GRANTS FUND
YEAR ENDED JUNE 30, 2010

	Project Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
Expenditures:					
General government:					
Aviation	440,000	440,000	-	-	-
Planning-redevelopment	1,157,838	1,031,392	126,446	13,983	112,463
Planning-Mayor	-	341,984	(341,984)	-	(341,984)
Planning-Chief Administrative Officer	5,652,736	1,656,412	3,996,324	-	3,996,324
Council Services	45,000	11,482	33,518	29,163	4,355
General Services	-	2	(2)	-	(2)
Finance and Administrative Services	73,890	177,386	(103,496)	92,303	(195,799)
Legal	-	37,404	(37,404)	-	(37,404)
Solid waste	4,836,495	4,777,806	58,689	423,875	(365,186)
Economic Development	182,800	355,000	(172,200)	-	(172,200)
Total general government	<u>12,388,759</u>	<u>8,828,868</u>	<u>3,559,891</u>	<u>559,324</u>	<u>3,000,567</u>
Public Safety:					
Fire	2,981,901	2,783,425	198,476	-	198,476
CAO - Emergency Management	6,297,569	8,097,298	(1,799,729)	1,393,944	(3,193,673)
Police	51,091,460	44,771,110	6,320,350	3,669,929	2,650,421
Total public safety	<u>60,370,930</u>	<u>55,651,833</u>	<u>4,719,097</u>	<u>5,063,873</u>	<u>(344,776)</u>
Culture and recreation:					
Library	351,025	680,460	(329,435)	62,512	(391,947)
Parks and Recreation	1,558,494	1,376,054	182,440	125,891	56,549
Total culture and recreation	<u>1,909,519</u>	<u>2,056,514</u>	<u>(146,995)</u>	<u>188,403</u>	<u>(335,398)</u>
Highways and streets	<u>12,776,800</u>	<u>9,645,500</u>	<u>3,131,300</u>	<u>1,142,816</u>	<u>1,988,484</u>
Environmental health	<u>24,751,893</u>	<u>21,910,800</u>	<u>2,841,093</u>	<u>2,026,059</u>	<u>815,034</u>
Human services	<u>234,541,121</u>	<u>215,765,942</u>	<u>18,775,179</u>	<u>18,832,841</u>	<u>(57,662)</u>
Total expenditures	<u>346,739,022</u>	<u>313,859,457</u>	<u>32,879,565</u>	<u>27,813,316</u>	<u>5,066,249</u>
Excess (deficiency) of revenues over expenditures	<u>(51,503,326)</u>	<u>(36,605,086)</u>	<u>(14,898,240)</u>	<u>(5,772,644)</u>	<u>(9,125,596)</u>
Other financing sources (uses):					
Transfers in	50,869,227	40,152,018	10,717,209	4,804,558	5,912,651
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>50,869,227</u>	<u>40,152,018</u>	<u>10,717,209</u>	<u>4,804,558</u>	<u>5,912,651</u>
Net change in fund balances	<u>\$ (634,099)</u>	<u>\$ 3,546,932</u>	<u>\$ (4,181,031)</u>	<u>(968,086)</u>	<u>\$ (3,212,945)</u>
Fund balances, July 1				<u>5,615,397</u>	
Fund balances, June 30				<u>\$ 4,647,311</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ARRA OPERATING GRANTS FUND
YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2009</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2010</u>
Revenues:					
Intergovernmental:					
Grants:					
U.S. Department of Housing and Urban development	\$ 1,807,256	\$ -	\$ 1,807,256	\$ 813,469	\$ 993,787
U.S. Dept. Health and Human Services	-	-	-	40,998	(40,998)
U.S. Department of Justice	907,248	-	907,248	862,819	44,429
N.M. State Office on Aging	187,369	-	187,369	187,369	-
N.M. Dept. of Health - Public Health	-	-	-	519,495	(519,495)
Total revenues	<u>2,901,873</u>	<u>-</u>	<u>2,901,873</u>	<u>2,424,150</u>	<u>477,723</u>
Expenditures:					
Public Safety:					
Police	<u>934,920</u>	<u>-</u>	<u>934,920</u>	<u>874,985</u>	<u>59,935</u>
Total public safety	<u>934,920</u>	<u>-</u>	<u>934,920</u>	<u>874,985</u>	<u>59,935</u>
Environmental health	<u>-</u>	<u>-</u>	<u>-</u>	<u>519,495</u>	<u>(519,495)</u>
Human services	<u>1,994,625</u>	<u>-</u>	<u>1,994,625</u>	<u>1,041,836</u>	<u>952,789</u>
Total expenditures	<u>2,929,545</u>	<u>-</u>	<u>2,929,545</u>	<u>2,436,316</u>	<u>493,229</u>
Excess (deficiency) of revenues over expenditures	<u>(27,672)</u>	<u>-</u>	<u>(27,672)</u>	<u>(12,166)</u>	<u>(15,506)</u>
Other financing sources (uses):					
Transfers in	<u>27,672</u>	<u>-</u>	<u>27,672</u>	<u>10,086</u>	<u>17,586</u>
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>27,672</u>	<u>-</u>	<u>27,672</u>	<u>10,086</u>	<u>17,586</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(2,080)</u>	<u>\$ 2,080</u>
Fund balances, July 1				<u>-</u>	
Fund balances, June 30				<u>\$ (2,080)</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - METROPOLITAN REDEVELOPMENT FUND
YEAR ENDED JUNE 30, 2010

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2009</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2010</u>
Revenues:					
Taxes:					
Current property tax	<u>\$ 6,247,297</u>	<u>\$ 6,681,023</u>	<u>\$ (433,726)</u>	<u>\$ 224,562</u>	<u>\$ (658,288)</u>
Charges for services					
Intergovernmental:					
Grants:					
US Economic Development Administration	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Interest:					
Interest on investments	<u>2,606,668</u>	<u>2,776,189</u>	<u>(169,521)</u>	<u>64,227</u>	<u>(233,748)</u>
Miscellaneous:					
Rental of city property	702,355	758,197	(55,842)	5,000	(60,842)
Sale of real property	2,199,173	2,346,281	(147,108)	-	(147,108)
Miscellaneous parking revenue	31,898	31,898	-	-	-
Other miscellaneous	<u>266,837</u>	<u>896,926</u>	<u>(630,089)</u>	<u>69,075</u>	<u>(699,164)</u>
Total miscellaneous	<u>3,200,263</u>	<u>4,033,302</u>	<u>(833,039)</u>	<u>74,075</u>	<u>(907,114)</u>
Total revenues	<u>13,054,228</u>	<u>14,490,514</u>	<u>(1,436,286)</u>	<u>362,864</u>	<u>(1,799,150)</u>
Expenditures:					
Current:					
General Government	<u>13,809,202</u>	<u>11,130,563</u>	<u>2,678,639</u>	<u>707,305</u>	<u>1,971,334</u>
Excess (deficiency) of revenues over expenditures	<u>(754,974)</u>	<u>3,359,951</u>	<u>(4,114,925)</u>	<u>(344,441)</u>	<u>(3,770,484)</u>
Other financing sources:					
Operating transfers in	<u>425,000</u>	<u>425,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>425,000</u>	<u>425,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u><u>\$ (329,974)</u></u>	<u><u>\$ 3,784,951</u></u>	<u><u>\$ (4,114,925)</u></u>	<u>(344,441)</u>	<u><u>\$ (3,770,484)</u></u>
Fund balance, July 1				<u>4,148,951</u>	
Fund balance, June 30				<u><u>\$ 3,804,510</u></u>	

CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE

BUDGET AND ACTUAL - HOUSING & NEIGHBORHOOD ECONOMIC DEVELOPMENT FUND

YEAR ENDED JUNE 30, 2010

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
Revenues:					
Interest:					
Interest	\$ 200,000	\$ 5,529,395	\$ (5,329,395)	\$ 37,351	\$ (5,366,746)
Miscellaneous:					
Housing and development	12,223,517	11,508,099	715,418	83,512	631,906
Total revenues	12,423,517	17,037,494	(4,613,977)	120,863	(4,734,840)
Expenditures:					
Current:					
Housing and development	12,423,517	12,341,970	81,547	1,502,256	(1,420,709)
Net change in fund balance	<u>\$ -</u>	<u>\$ 4,695,524</u>	<u>\$ (4,695,524)</u>	(1,381,393)	<u>\$ (3,314,131)</u>
Fund balance, July 1				<u>3,959,720</u>	
Fund balance, June 30				<u>\$ 2,578,327</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - LAW ENFORCEMENT PROTECTION FUND
YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2009</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2010</u>
Revenues:					
Intergovernmental:					
Insurance debt collections	<u>\$ 4,204,200</u>	<u>\$ 3,335,747</u>	<u>\$ 868,453</u>	<u>\$ 665,800</u>	<u>\$ 202,653</u>
Charges for services:					
Crime laboratory-Controlled substances and DWI tests	<u>960,000</u>	<u>901,127</u>	<u>58,873</u>	<u>149,083</u>	<u>(90,210)</u>
Fines and forfeits:					
Police-forfeited funds	<u>7,925,000</u>	<u>7,442,765</u>	<u>482,235</u>	<u>2,279,812</u>	<u>(1,797,577)</u>
Interest:					
Interest on Investments	<u>-</u>	<u>782,026</u>	<u>(782,026)</u>	<u>26,580</u>	<u>(808,606)</u>
Other:					
Miscellaneous	<u>4,231,000</u>	<u>3,521,203</u>	<u>709,797</u>	<u>652,468</u>	<u>57,329</u>
Total revenues	<u>17,320,200</u>	<u>15,982,868</u>	<u>1,337,332</u>	<u>3,773,743</u>	<u>(2,436,411)</u>
Expenditures:					
Current:					
General Government					
Public safety:					
Law enforcement protection funds act	4,204,200	2,960,345	1,243,855	623,425	620,430
Federal forfeitures program	5,743,000	5,080,460	662,540	863,516	(200,976)
Crime lab program	765,000	440,694	324,306	60,513	263,793
DWI forfeitures program	<u>6,013,000</u>	<u>5,562,942</u>	<u>450,058</u>	<u>755,921</u>	<u>(305,863)</u>
Total expenditures	<u>16,725,200</u>	<u>14,044,441</u>	<u>2,680,759</u>	<u>2,303,375</u>	<u>377,384</u>
Excess (deficiency) of revenues over expenditures	<u>595,000</u>	<u>1,938,427</u>	<u>(1,343,427)</u>	<u>1,470,368</u>	<u>(2,813,795)</u>
Other financing sources (uses):					
Operating transfers in	862,000	1,000,508	(138,508)	-	(138,508)
Operating transfers out	<u>(1,457,000)</u>	<u>(1,070,917)</u>	<u>(386,083)</u>	<u>(389,000)</u>	<u>2,917</u>
Total other financing sources (uses)	<u>(595,000)</u>	<u>(70,409)</u>	<u>(524,591)</u>	<u>(389,000)</u>	<u>(135,591)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 1,868,018</u>	<u>\$ (1,868,018)</u>	<u>1,081,368</u>	<u>\$ (2,949,386)</u>
Fund balance, July 1				1,868,018	
Fund balance, June 30				<u>\$ 2,949,386</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GAS TAX ROAD FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Intergovernmental:				
State gasoline tax	\$ 5,200,000	\$ 5,200,000	\$ 4,973,715	\$ (226,285)
Interest on investments:				
Interest	-	-	5,958	5,958
Miscellaneous	-	-	16,961	16,961
Total revenues	<u>5,200,000</u>	<u>5,200,000</u>	<u>4,996,634</u>	<u>(203,366)</u>
Expenditures:				
Current:				
Highways and streets	5,104,000	5,076,000	4,575,134	500,866
Payments to General Fund for services	<u>256,000</u>	<u>256,000</u>	<u>237,753</u>	<u>18,247</u>
Total expenditures	<u>5,360,000</u>	<u>5,332,000</u>	<u>4,812,887</u>	<u>519,113</u>
Excess (deficiency) of revenues over expenditures	(160,000)	(132,000)	183,747	315,747
Other financing sources:				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(160,000)	(132,000)	183,747	315,747
Fund balance, July 1	<u>620,409</u>	<u>620,409</u>	<u>620,409</u>	<u>-</u>
Fund balance, June 30	<u>\$ 460,409</u>	<u>\$ 488,409</u>	<u>\$ 804,156</u>	<u>\$ 315,747</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CITY/COUNTY PROJECTS FUND
YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2009</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2010</u>
Revenues:					
Charges for services:					
Information System Services	\$ 1,292,000	\$ 1,138,934	\$ 153,066	\$ 28,800	\$ 124,266
Interest:					
Interest on investments	155,000	61,568	93,432	2,473	90,959
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>1,447,000</u>	<u>1,200,502</u>	<u>246,498</u>	<u>31,273</u>	<u>215,225</u>
Expenditures:					
Current					
General Government	<u>710,000</u>	<u>594,237</u>	<u>115,763</u>	<u>45,834</u>	<u>69,929</u>
Total expenditures	<u>710,000</u>	<u>594,237</u>	<u>115,763</u>	<u>45,834</u>	<u>69,929</u>
Excess (deficiency) of revenues over expenditures	737,000	606,265	130,735	(14,561)	145,296
Other financing (uses):					
Transfers (out)	(737,000)	(592,000)	(145,000)	(145,000)	-
Bond proceeds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(737,000)</u>	<u>(592,000)</u>	<u>(145,000)</u>	<u>(145,000)</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 14,265</u>	<u>\$ (14,265)</u>	(159,561)	<u>\$ 145,296</u>
Fund balance, July 1				<u>219,014</u>	
Fund balance, June 30				<u>\$ 59,453</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - FALSE ALARM ENFORCEMENT AND EDUCATION FUND
YEAR ENDED JUNE 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:				
Licenses and permits:				
Alarm permit fees	\$ 726,000	\$ 726,000	\$ 808,863	\$ 82,863
Interest on investments:				
Interest	<u>10,000</u>	<u>10,000</u>	<u>6,172</u>	<u>(3,828)</u>
Total revenues	<u>736,000</u>	<u>736,000</u>	<u>815,035</u>	<u>79,035</u>
Expenditures:				
Current:				
General government	523,000	525,000	399,841	125,159
Indirect overhead	<u>10,000</u>	<u>10,000</u>	<u>11,567</u>	<u>(1,567)</u>
Total expenditures	<u>533,000</u>	<u>535,000</u>	<u>411,408</u>	<u>123,592</u>
Excess of revenues over expenditures	<u>203,000</u>	<u>201,000</u>	<u>403,627</u>	<u>202,627</u>
Other financing uses:				
Transfers out	<u>(375,000)</u>	<u>(375,000)</u>	<u>(407,226)</u>	<u>(32,226)</u>
Net change in fund balance	(172,000)	(174,000)	(3,599)	170,401
Fund balance, July 1	<u>587,328</u>	<u>587,328</u>	<u>587,328</u>	<u>-</u>
Fund balance, June 30	<u>\$ 415,328</u>	<u>\$ 413,328</u>	<u>\$ 583,729</u>	<u>\$ 170,401</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - PHOTO ENFORCEMENT RED LIGHT FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Licenses and permits:				
Photo Enforcement Revenues	\$ 5,800,000	\$ 5,800,000	\$ 6,671,062	\$ 871,062
Interest	300,000	300,000	120,153	(179,847)
Total revenues	6,100,000	6,100,000	6,791,215	691,215
Expenditures:				
Current:				
Public Safety	7,514,000	8,139,000	7,353,191	785,809
Indirect overhead	16,000	16,000	14,146	1,854
Total expenditures	7,530,000	8,155,000	7,367,337	787,663
Excess of revenues over expenditures	(1,430,000)	(2,055,000)	(576,122)	1,478,878
Other financing uses:				
Transfers out	(832,000)	(8,225,000)	(8,225,000)	-
Total other financing sources (uses)	(832,000)	(8,225,000)	(8,225,000)	-
Net change in fund balance	(2,262,000)	(10,280,000)	(8,801,122)	1,478,878
Fund balance, July 1	10,291,795	10,291,795	10,291,795	-
Fund balance, June 30	\$ 8,029,795	\$ 11,795	\$ 1,490,673	\$ 1,478,878

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CITY/COUNTY FACILITIES FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services:				
Charges for building rental	\$ 3,377,000	\$ 3,377,000	\$ 3,466,126	\$ 89,126
Interest	-	-	(1,397)	(1,397)
Miscellaneous	-	-	-	-
Total revenues	<u>3,377,000</u>	<u>3,377,000</u>	<u>3,464,729</u>	<u>87,729</u>
Expenditures:				
Current:				
General Government:				
City/County building	3,190,000	3,169,000	2,875,949	293,051
Indirect overhead	<u>86,000</u>	<u>86,000</u>	<u>86,000</u>	<u>-</u>
Total expenditures	<u>3,276,000</u>	<u>3,255,000</u>	<u>2,961,949</u>	<u>293,051</u>
Excess of revenues over expenditures	<u>101,000</u>	<u>122,000</u>	<u>502,780</u>	<u>380,780</u>
Other financing uses:				
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	101,000	122,000	502,780	380,780
Fund balance, July 1	<u>388,813</u>	<u>388,813</u>	<u>388,813</u>	<u>-</u>
Fund balance, June 30	<u>\$ 489,813</u>	<u>\$ 510,813</u>	<u>\$ 891,593</u>	<u>\$ 380,780</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - PLAZA DEL SOL BUILDING FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services:				
Charges for building rental	\$ 1,444,000	\$ 1,412,000	\$ 1,395,000	\$ (17,000)
Interest:				
Interest on investments	-	-	2,122	2,122
Total revenues	<u>1,444,000</u>	<u>1,412,000</u>	<u>1,397,122</u>	<u>(14,878)</u>
Expenditures:				
Current:				
General Government				
Building operations	<u>885,000</u>	<u>885,000</u>	<u>752,393</u>	<u>132,607</u>
Total expenditures	<u>885,000</u>	<u>885,000</u>	<u>752,393</u>	<u>132,607</u>
Excess of revenues over expenditures	559,000	527,000	644,729	117,729
Other financing uses:				
Operating transfers out	<u>(571,000)</u>	<u>(539,000)</u>	<u>(539,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(571,000)</u>	<u>(539,000)</u>	<u>(539,000)</u>	<u>-</u>
Net change in fund balance	(12,000)	(12,000)	105,729	117,729
Fund balance, July 1	<u>123,039</u>	<u>123,039</u>	<u>123,039</u>	<u>-</u>
Fund balance, June 30	<u>\$ 111,039</u>	<u>\$ 111,039</u>	<u>\$ 228,768</u>	<u>\$ 117,729</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ACQUISITION AND MANAGEMENT OF OPEN SPACE EXPENDITURES FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services	75,000	75,000	72,279	(2,721)
Interest	15,000	15,000	14,566	(434)
Misc income	-	-	3,205	3,205
Total revenues	90,000	90,000	90,050	50
Expenditures:				
Current				
Culture and recreation	2,771,000	2,771,000	2,571,735	199,265
Total expenditures	2,771,000	2,771,000	2,571,735	199,265
Excess (deficiency) of revenues over expenditures	(2,681,000)	(2,681,000)	(2,481,685)	199,315
Other financing sources:				
Operating transfers in	2,069,000	2,069,000	2,398,605	329,605
Total other financing sources (uses)	2,069,000	2,069,000	2,398,605	329,605
Net change in fund balance	(612,000)	(612,000)	(83,080)	528,920
Fund balance, July 1	1,305,851	1,305,851	1,305,851	-
Fund balance, June 30	<u>\$ 693,851</u>	<u>\$ 693,851</u>	<u>\$ 1,222,771</u>	<u>\$ 528,920</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - URBAN ENHANCEMENT EXPENDITURES FUND
YEAR ENDED JUNE 30, 2010

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
Revenues:					
Interest:					
Interest on investments	\$ 344,975	\$ 565,000	\$ (220,025)	\$ 17,432	\$ (237,457)
Miscellaneous:					
Other miscellaneous revenue	-	18,818	(18,818)	-	(18,818)
Total revenues	<u>344,975</u>	<u>583,818</u>	<u>(238,843)</u>	<u>17,432</u>	<u>(256,275)</u>
Expenditures:					
Current:					
Culture and recreation	<u>2,705,876</u>	<u>1,565,291</u>	<u>1,140,585</u>	<u>466,878</u>	<u>673,707</u>
Total expenditures	<u>2,705,876</u>	<u>1,565,291</u>	<u>1,140,585</u>	<u>466,878</u>	<u>673,707</u>
Excess (deficiency) of revenues over expenditures	<u>(2,360,901)</u>	<u>(981,473)</u>	<u>(1,379,428)</u>	<u>(449,446)</u>	<u>(929,982)</u>
Other financing sources:					
Operating transfers in	2,350,901	1,585,781	765,120	940,026	(174,906)
Operating transfers out	<u>-</u>	<u>(141,727)</u>	<u>141,727</u>	<u>-</u>	<u>141,727</u>
Total other financing sources (uses)	<u>2,350,901</u>	<u>1,444,054</u>	<u>906,847</u>	<u>940,026</u>	<u>(33,179)</u>
Net change in fund balance	<u>(10,000)</u>	<u>\$ 462,581</u>	<u>\$ (472,581)</u>	<u>490,580</u>	<u>\$ (963,161)</u>
Fund balance, July 1				<u>1,257,831</u>	
Fund balance, June 30				<u><u>\$ 1,748,411</u></u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - SALES TAX REFUNDING DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Interest on investments	\$ 100,000	\$ 100,000	\$ 53,470	\$ (46,530)
Interest on advance	-	-	657,000	657,000
Total revenues	<u>100,000</u>	<u>100,000</u>	<u>710,470</u>	<u>610,470</u>
Expenditures:				
Debt service:				
Principal	4,455,000	6,205,000	6,210,000	(5,000)
Interest	6,046,547	6,082,073	5,804,926	277,147
Bond issuance costs and other fees	<u>108,453</u>	<u>724,786</u>	<u>609,088</u>	<u>115,698</u>
Total expenditures	<u>10,610,000</u>	<u>13,011,859</u>	<u>12,624,014</u>	<u>387,845</u>
Excess (deficiency) of revenues over expenditures	(10,510,000)	(12,911,859)	(11,913,544)	998,315
Other financing sources:				
Proceeds of refunding bonds	-	41,273,825	41,273,823	(2)
Payment to refunded bond escrow agent	-	(40,621,967)	(40,535,000)	86,967
Operating transfers in	<u>11,354,000</u>	<u>11,153,000</u>	<u>7,354,000</u>	<u>(3,799,000)</u>
Total other financing sources (uses)	<u>11,354,000</u>	<u>11,804,858</u>	<u>8,092,823</u>	<u>(3,712,035)</u>
Net change in fund balance	844,000	(1,107,001)	(3,820,721)	(2,713,720)
Fund balance, July 1	<u>18,057,097</u>	<u>18,057,097</u>	<u>18,057,097</u>	<u>-</u>
Fund balance, June 30	<u>\$ 18,901,097</u>	<u>\$ 16,950,096</u>	<u>\$ 14,236,376</u>	<u>\$ (2,713,720)</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE
BUDGET AND ACTUAL - QUALITY OF LIFE FUND
YEAR ENDED JUNE 30, 2010

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
<u>Quality of Life Fund</u>					
Capital Outlay and Other:					
Balloon/Science Museum	\$ 25,005,700	\$ 24,974,882	\$ 30,818	\$ -	\$ 30,818
Tingley Aqua Park /Botanical	36,620,000	36,595,631	24,369	-	24,369
Quarter cent - streets	-	-	-	-	-
Quarter cent - storm drain	-	-	-	-	-
Rio Grande Bosque RR	-	-	-	-	-
Total Quality of Life Fund	<u>\$ 61,625,700</u>	<u>\$ 61,570,513</u>	<u>\$ 55,187</u>	<u>\$ -</u>	<u>\$ 55,187</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE
QUALITY OF LIFE FUND
Year ended June 30, 2010

	Balloon Science Museum	Tingley Aqua Park Botanical	Sworn Police Personnel Program	Quarter-Cent Streets
Revenues:				
Interest on investments	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-
Total revenues	-	-	-	-
Expenditures:				
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Other financing uses:				
Intra-Fund transfers out	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances (deficit), July 1	(70,309)	24,367	2,243	10,105
Fund balances (deficit), June 30	<u>\$ (70,309)</u>	<u>\$ 24,367</u>	<u>\$ 2,243</u>	<u>\$ 10,105</u>

Quarter Cent Storm Drain	Rio Grande Bosque RR	Miscellaneous	Intra-Fund Eliminations	Total
\$ -	\$ -	\$ (750)	\$ -	\$ (750)
-	-	-	-	\$ -
-	-	(750)	-	\$ (750)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	(750)	-	(750)
(109)	(260)	111,340	-	77,377
<u>\$ (109)</u>	<u>\$ (260)</u>	<u>\$ 110,590</u>	<u>\$ -</u>	<u>\$ 76,627</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - IMPACT FEES CAPITAL PROJECT FUND
YEAR ENDED JUNE 30, 2010

	Project Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
Revenues:					
Charges for services	\$ 26,796,159	\$ 26,180,172	\$ 615,987	\$ 2,235,428	\$ (1,619,441)
Interest	\$ 1,341,933	\$ 1,700,437	(358,504)	\$ 228,685	(587,189)
Total revenues	<u>28,138,092</u>	<u>27,880,609</u>	<u>257,483</u>	<u>2,464,113</u>	<u>(2,206,630)</u>
Expenditures:					
Current					
Capital Outlay	<u>28,138,092</u>	<u>5,797,733</u>	<u>22,340,359</u>	<u>8,344,072</u>	<u>13,996,287</u>
Total expenditures	<u>28,138,092</u>	<u>5,797,733</u>	<u>22,340,359</u>	<u>8,344,072</u>	<u>13,996,287</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>22,082,876</u>	<u>(22,082,876)</u>	<u>(5,879,959)</u>	<u>(16,202,917)</u>
Other financing sources (uses):					
Operating transfers in (out)	-	-	-	-	-
Bond proceeds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ 22,082,876</u>	<u>\$ (22,082,876)</u>	<u>(5,879,959)</u>	<u>\$ (16,202,917)</u>
Fund balances, July 1				22,082,876	
Fund balances, June 30				<u>\$ 16,202,917</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - VEHICLE AND EQUIPMENT REPLACEMENT FUND
YEAR ENDED JUNE 30, 2010

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2009	Current Year Actual	Project Budget Remaining June 30, 2010
Revenues:					
Interest on investments	\$ 1,524,744	\$ 1,511,244	\$ 13,500	\$ 36,824	\$ (23,324)
Other:					
Vehicle and equipment replacement charges	-	-	-	-	-
Sales of property and equipment	1,099,500	1,110,378	(10,878)	-	(10,878)
Recoveries on damaged vehicles	345,582	337,791	7,791	10,500	(2,709)
Fines and forfeits	-	-	-	-	-
Miscellaneous revenues	830,174	532,640	297,534	313,278	(15,744)
Total other revenues	2,275,256	1,980,809	294,447	323,778	(29,331)
Total revenues	3,800,000	3,492,053	307,947	360,602	(52,655)
Expenditures:					
Current					
Capital outlay:					
Vehicles and equipment	5,256,000	4,956,495	299,505	-	299,505
Computers	8,800,000	7,190,755	1,609,245	2,282	1,606,963
Total expenditures	14,056,000	12,147,250	1,908,750	2,282	1,906,468
Deficiency of revenues over expenditures	(10,256,000)	(8,655,197)	(1,600,803)	358,320	(1,959,123)
Other financing sources:					
Operating transfers in	15,262,000	15,262,000	-	-	-
Operating transfers out	(5,006,000)	(3,506,000)	(1,500,000)	(1,500,000)	-
Bond proceeds	-	-	-	-	-
Total other financing sources (uses)	10,256,000	11,756,000	(1,500,000)	(1,500,000)	-
Net change in fund balance	\$ -	\$ 3,100,803	\$ (3,100,803)	(1,141,680)	\$ (1,959,123)
Fund balance, July 1				3,100,803	
Fund balance, June 30				\$ 1,959,123	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - AIRPORT FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:				
Charges for services	\$ 60,081,800	\$ 60,081,800	\$ 62,990,314	\$ 2,908,514
Passenger Facility Charge	7,266,000	7,266,000	7,443,815	177,815
Miscellaneous revenue	-	-	-	-
Interest on investments	770,000	770,000	405,880	(364,120)
Proceeds of refunding bonds	-	27,309,000	27,309,591	591
Transfer from non-restricted cash to cash restricted for debt service	31,700,000.00	31,700,000	31,700,000	-
Total revenues	<u>99,817,800</u>	<u>127,126,800</u>	<u>129,849,600</u>	<u>2,722,800</u>
Expenses:				
Aviation management and professional support	3,685,000	3,690,000	3,375,765	314,235
Aviation operation, maintenance and security	26,081,000	25,920,000	24,816,239	1,103,761
Airport capital and deferred maintenance	10,000,000	10,000,000	10,000,000	-
Miscellaneous expense	700,000	700,000	(582,225)	1,282,225
Payments for General Fund services	1,460,000	1,460,000	1,348,685	111,315
Transfer from non-restricted cash to cash restricted for debt service	31,700,000	31,700,000	31,700,000	-
Debt service	31,366,000	58,675,000	55,642,100	3,032,900
Payment to refunded bond escrow agent	-	-	-	-
Total expenses	<u>104,992,000</u>	<u>132,145,000</u>	<u>126,300,564</u>	<u>5,844,436</u>
Excess of revenues over (under) expenses	<u>\$ (5,174,200)</u>	<u>\$ (5,018,200)</u>	3,549,036	<u>\$ 8,567,236</u>
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			(84,181)	
Depreciation			(27,999,210)	
Amortization			(2,479,479)	
Loss on disposition of property and equipment			19,012	
Miscellaneous revenue				
Capital fund non-capitalized items			(511,016)	
Charges to conform to generally accepted accounting principles:				
Principal payment on bonds			24,573,833	
Payment to refund bond			28,170,667	
Proceeds of refund bond			(27,309,591)	
Transfer from non-restricted cash to cash restricted for acquisition of property and equipment			10,000,000	
Capital contributions			9,143,226	
Change in net assets			<u>\$ 17,072,297</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE
BUDGET AND ACTUAL - REFUSE DISPOSAL FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services	\$ 50,530,185	\$ 50,530,185	\$ 52,345,632	\$ 1,815,447
Interest on investments	209,227	209,227	171,713	(37,514)
Miscellaneous revenue	1,209,529	1,323,529	1,844,067	520,538
Transfer from General Fund	1,000,000	-	-	-
Transfer from non-restricted cash to cash restricted for debt service	4,999,000	4,999,000	4,999,000	-
Total revenues	<u>57,947,941</u>	<u>57,061,941</u>	<u>59,360,412</u>	<u>2,298,471</u>
Expenses:				
Administrative services	7,883,000	7,812,000	7,661,354	150,646
Collections	17,857,000	17,494,000	16,114,670	1,379,330
Disposal	6,175,000	6,102,000	5,907,780	194,220
Recycling	3,533,000	3,628,000	4,399,843	(771,843)
Clean City	5,741,000	5,664,000	4,894,443	769,557
Transfer from non-restricted cash to cash:				
restricted for debt service	4,999,000	4,999,000	4,999,000	-
restricted for capital acquisition	4,686,000	4,686,000	4,686,000	-
Payment for General Fund services	4,107,000	4,107,000	3,948,222	158,778
Billings expense-Albuquerque Bernalillo County				
Water Utility Authority	997,000	997,000	1,000,506	(3,506)
Capital Expenditures	-	5,104,001	770,072	4,333,929
Debt service	4,999,000	4,999,000	4,605,330	393,670
Total expenses	<u>60,977,000</u>	<u>65,592,001</u>	<u>58,987,220</u>	<u>6,604,781</u>
Excess of revenues over (under) expenses	<u>\$ (3,029,059)</u>	<u>\$ (8,530,060)</u>	373,192	<u>\$ 8,903,252</u>
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			(6,616)	
Gain or loss on disposition of property and equipment			(476,990)	
Capital contributions			-	
Depreciation			(5,197,602)	
Amortization			(2,301)	
Bad Debt			(368,642)	
Transfers			(53,903)	
Unrealized gain on investments			-	
Changes to conform to generally accepted accounting principles:				
Principal payment on bonds			4,244,528	
Transfer from non-restricted cash to cash restricted for capital acquisition			4,686,000	
Capitalized interest on long-term debt			-	
Capital outlay			-	
Change in net assets			<u>\$ 3,197,666</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE
BUDGET AND ACTUAL - TRANSIT FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Passenger revenues	\$ 6,070,500	\$ 6,070,500	\$ 5,465,261	\$ (605,239)
Interest on investments	30,000	30,000	38,999	8,999
General operating assistance	24,573,000	23,323,000	23,323,000	-
Transfer from Transportation Infrastructure Tax Fu	10,941,000	10,941,000	10,642,020	(298,980)
Debt service transfer	2,698,000	2,698,000	2,697,498	(502)
State of New Mexico- Department of Transportati	-	-	906,021	906,021
County- shared operations	1,600,000	1,600,000	1,779,846	179,846
Total revenues	45,912,500	44,662,500	44,852,645	190,145
Expenses:				
ABQ ride	29,612,000	29,612,000	25,957,975	3,654,025
Paratransit services	5,125,000	5,125,000	5,486,384	(361,384)
Special events	251,000	251,000	282,498	(31,498)
Strategic support	3,613,000	3,613,000	3,190,300	422,700
Facility maintenance	2,025,000	2,025,000	2,182,235	(157,235)
Transfer from non-restricted cash to cash restricted for operating grants	536,000	536,000	-	536,000
Payment for General Fund services	2,334,000	2,334,000	2,116,149	217,851
Debt service	2,698,000	2,698,000	666,534	2,031,466
Total expenses	46,194,000	46,194,000	39,882,076	6,311,924
Excess of revenues over (under) expenses	\$ (281,500)	\$ (1,531,500)	4,970,569	\$ 6,502,069
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			(52,052)	
Depreciation			(12,988,232)	
Bad debt expense			-	
Miscellaneous income/ (Cash over and short)			(111,676)	
Operating grant revenue			-	
Operating grant expenses			(2,848,379)	
Loss on disposition of capital assets			398,829	
Transfer from Capital Acquisition Fund			69,464	
Transfer to other funds			(2,697,491)	
Payment for General Fund services			(9,338)	
Other expenses			-	
Unrealized gains on investments			-	
Changes to conform to generally accepted accounting principles:				
Capital Contributions			7,872,780	
Transfer from non-restricted cash to cash restricted for operating grants			-	
Principal payment on debt, not reported				
Capital Outlay			1,371,466	
Change in net assets			\$ (4,024,060)	

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
AIRPORT FUND
June 30, 2010

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Revenue Bonds			
2011	\$ 18,795,833	\$ 6,714,074	\$ 25,509,907
2012	18,754,167	5,907,508	24,661,675
2013	19,910,000	5,022,723	24,932,723
2014	20,085,000	4,072,761	24,157,761
2015	20,975,000	3,102,995	24,077,995
2016 - 2020	49,275,000	6,638,066	55,913,066
2021 - 2025	<u>8,805,000</u>	<u>928,332</u>	<u>9,733,332</u>
Total bonds	<u>\$ 156,600,000</u>	<u>\$ 32,386,459</u>	<u>\$ 188,986,459</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
REFUSE DISPOSAL FUND
June 30, 2010

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Revenue Bonds			
2011	3,320,000	478,528	3,798,528
2012	3,485,000	312,863	3,797,863
2013	3,645,000	134,834	3,779,834
2014	905,000	20,928	925,928
2015 - 2019	-	-	-
Total Bonds	<u>\$ 11,355,000</u>	<u>\$ 947,153</u>	<u>\$ 12,302,153</u>
Notes Payable			
2011	924,528	165,964	1,090,492
2012	952,720	136,611	1,089,331
2013	983,381	104,785	1,088,166
2014	1,016,534	70,603	1,087,137
2015	1,051,913	34,076	1,085,989
2016- 2021	<u>411,730</u>	<u>7,596</u>	<u>419,326</u>
Total notes payable	<u>\$ 5,340,806</u>	<u>\$ 519,635</u>	<u>\$ 5,860,441</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
TRANSIT FUND
June 30, 2010

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Notes payable			
2011	\$ 1,047,963	\$ 300,785	\$ 1,348,748
2012	2,163,208	534,289	2,697,497
2013	2,256,121	441,376	2,697,497
2014	2,353,024	344,472	2,697,496
2015	2,454,090	243,406	2,697,496
2016 - 2020	<u>3,880,182</u>	<u>166,063</u>	<u>4,046,245</u>
	<u>\$ 14,154,588</u>	<u>\$ 2,030,391</u>	<u>\$ 16,184,979</u>

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CITY OF ALBUQUERQUE, NEW MEXICO
DESCRIPTION OF NONMAJOR ENTERPRISE FUNDS

GOLF COURSE FUND—To account for the operations of City-owned golf courses.

APARTMENTS FUND—To account for the operations of the City-owned apartments for low income persons.

HOUSING AUTHORITY FUND—To account for the operations of the City-owned houses for low income persons.

PARKING FACILITIES FUND—To account for the operations of the parking facilities owned by the City.

STADIUM FUND—To account for the operations of the City-owned baseball stadium.

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS - ENTERPRISE FUNDS
JUNE 30, 2010

	Golf Course Fund	Apartments Fund
ASSETS		
Current assets:		
Cash, investments, and accrued interest	\$ 308,443	\$ -
Cash with fiscal agents held for debt service	320,825	-
Cash held by others	-	277,206
Accounts receivable, net of allowance for uncollectible accounts	79,343	16,469
Prepaid expenses	-	27,424
Inventories of supplies	-	-
Total current assets	708,611	321,099
Noncurrent assets:		
Restricted assets:		
Cash, investments, and accrued interest restricted for construction and debt service	89,553	2,641,018
Accounts receivable-developers	-	-
Escrow deposits	-	97,398
Total restricted assets	89,553	2,738,416
Capital Assets		
Land	828,330	2,042,705
Buildings and improvements	8,366,374	18,402,607
Machinery and equipment	2,101,553	586,248
Other	-	-
Total capital assets before depreciation	11,296,257	21,031,560
Less accumulated depreciation and amortization	5,335,359	8,394,353
Capital assets, net of depreciation	5,960,898	12,637,207
Construction work in progress	-	-
Total capital assets	5,960,898	12,637,207
Deferred Charges		
Capitalized bond issuance costs	2,015	232,808
Total deferred charges	2,015	232,808
Total noncurrent assets	6,052,466	15,608,431
Total assets	\$ 6,761,077	\$ 15,929,530

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Total
\$ 23,151,313	\$ 830,323	\$ 318,470	\$ 24,608,549
-	-	817,338	1,138,163
-	-	-	277,206
233,474	18,592	253,234	601,112
-	-	-	27,424
172,269	-	-	172,269
<u>23,557,056</u>	<u>848,915</u>	<u>1,389,042</u>	<u>26,824,723</u>
-	1,695,565	86,420	4,512,556
-	2,817,061	-	2,817,061
291,971	-	-	389,369
<u>291,971</u>	<u>4,512,626</u>	<u>86,420</u>	<u>7,718,986</u>
3,767,389	2,237,008	-	8,875,432
52,270,889	39,701,375	24,204,033	142,945,278
1,246,310	1,575,524	10,218	5,519,853
-	-	100,904	100,904
57,284,588	43,513,907	24,315,155	157,441,467
46,135,091	22,673,352	7,602,451	90,140,606
11,149,497	20,840,555	16,712,704	67,300,861
353,473	1,913,071	-	2,266,544
<u>11,502,970</u>	<u>22,753,626</u>	<u>16,712,704</u>	<u>69,567,405</u>
-	104,012	36,435	375,270
-	104,012	36,435	375,270
<u>11,794,941</u>	<u>27,370,264</u>	<u>16,835,559</u>	<u>77,661,661</u>
<u>\$ 35,351,997</u>	<u>\$ 28,219,179</u>	<u>\$ 18,224,601</u>	<u>\$ 104,486,384</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS-ENTERPRISE FUNDS
JUNE 30, 2010

	Golf Course Fund	Apartment Fund
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 203,763	\$ 30,259
Accrued payroll	61,360	-
Accrued vacation and sick leave pay	155,077	-
Deposits and prepaid rents	-	21,559
Due to other funds	-	-
Due to other governments	-	-
Payable out of restricted assets:		
Current portion of bonds, notes payable and capital leases	300,000	320,000
Accrued interest	20,825	279,394
Total current liabilities	<u>741,025</u>	<u>651,212</u>
Noncurrent liabilities		
Liabilities payable from restricted assets:		
Tenant security deposits	<u>-</u>	<u>130,419</u>
Total liabilities payable from restricted assets	<u>-</u>	<u>130,419</u>
Long-term debt, excluding current portion:		
Revenue bonds (net of unamortized discounts), notes payable, and capital leases	<u>324,777</u>	<u>10,785,000</u>
Total long-term debt	<u>324,777</u>	<u>10,785,000</u>
Other:		
Accrued vacation and sick leave pay	45,224	-
Advances from other funds	<u>-</u>	<u>-</u>
Total other liabilities	<u>45,224</u>	<u>-</u>
Total noncurrent liabilities	<u>370,001</u>	<u>10,915,419</u>
Total liabilities	<u>1,111,026</u>	<u>11,566,631</u>
NET ASSETS		
Invested in capital assets, net of related debt	5,338,136	1,765,015
Restricted:		
Debt Service	21,539	2,361,624
Construction	47,189	-
Unrestricted (deficit)	<u>243,187</u>	<u>236,260</u>
Total net assets	<u>\$ 5,650,051</u>	<u>\$ 4,362,899</u>

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Total
\$ 390,625	\$ 56,641	\$ 71,058	\$ 752,346
132,469	76,612	4,380	274,821
47,879	183,817	8,253	395,026
-	-	-	21,559
4,428,881	-	-	4,428,881
37,904	-	-	37,904
88,923	-	472,709	1,181,632
-	-	328,971	629,190
5,126,681	317,070	885,371	7,721,359
342,183	-	-	472,602
342,183	-	-	472,602
403,337	-	12,054,189	23,567,303
403,337	-	12,054,189	23,567,303
138,818	-	12,194	196,236
-	11,595,000	-	11,595,000
138,818	11,595,000	12,194	11,791,236
884,338	11,595,000	12,066,383	35,831,141
6,011,019	11,912,070	12,951,754	43,552,500
11,010,710	11,262,638	4,222,241	33,598,740
-	189,050	86,421	2,658,634
-	4,323,576	-	4,370,765
18,330,268	531,845	964,185	20,305,745
\$ 29,340,978	\$ 16,307,109	\$ 5,272,847	\$ 60,933,884

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
NONMAJOR PROPRIETARY FUNDS - ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2010

	Golf Course Fund	Apartments Fund
Operating revenues:		
Charges for services	\$ 4,059,075	\$ 3,202,770
Operating Expenses:		
Salaries and fringe benefits	1,863,418	-
Professional services	12,000	-
Utilities	982,506	479,016
Supplies	56,266	-
Fuels, repairs and maintenance	497,270	717,236
Contractual services	52,361	205,108
Other operating expenses	193,924	758,845
Depreciation	260,027	516,751
Bad Debt expense	-	-
Total operating expenses	3,917,772	2,676,956
Operating income (loss)	141,303	525,814
Non-operating revenues (expenses):		
Interest on investments	5,688	2,604
Gain (loss) on disposition of property and equipment	-	-
Federal housing grants	-	-
Housing assistance payments	-	-
Interest expense	(42,136)	(558,788)
Bond issue costs	(3,867)	(11,640)
Fiscal agent fees	-	-
Other	159,077	297,622
Total non-operating revenues (expenses)	118,762	(270,202)
Income (loss) before capital contributions and transfers	260,065	255,612
Capital contributions	6,087	-
Transfers in	-	-
Transfers out	(85,294)	(90,839)
Change in net assets	180,858	164,773
Net assets, July 1	5,469,193	4,198,126
Net assets, June 30	\$ 5,650,051	\$ 4,362,899

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Total
<u>\$ 2,067,818</u>	<u>\$ 4,536,248</u>	<u>\$ 1,852,831</u>	<u>\$ 15,718,742</u>
3,652,589	2,226,168	127,298	7,869,473
12,000	78	53,726	77,804
693,776	342,248	419,112	2,916,658
-	76,451	8,643	141,360
5,839,582	176,516	133,038	7,363,642
-	300,056	40	557,565
-	521,302	51,527	1,525,598
1,450,919	1,370,706	936,653	4,535,056
1,691	-	-	1,691
<u>11,650,557</u>	<u>5,013,525</u>	<u>1,730,037</u>	<u>24,988,847</u>
<u>(9,582,739)</u>	<u>(477,277)</u>	<u>122,794</u>	<u>(9,270,105)</u>
29,563	35,035	8,183	81,073
-	(801)	-	(801)
28,538,994	-	-	28,538,994
(21,147,263)	-	-	(21,147,263)
(25,988)	(657,000)	(689,259)	(1,973,171)
-	(63,007)	(17,852)	(96,366)
-	-	-	-
2,046,874	(4,266)	-	2,499,307
<u>9,442,180</u>	<u>(690,039)</u>	<u>(698,928)</u>	<u>7,901,773</u>
<u>(140,559)</u>	<u>(1,167,316)</u>	<u>(576,134)</u>	<u>(1,368,332)</u>
-	103,994	-	110,081
-	3,734,000	112,000	3,846,000
-	(2,656,715)	-	(2,832,848)
<u>(140,559)</u>	<u>13,963</u>	<u>(464,134)</u>	<u>(245,099)</u>
<u>29,481,537</u>	<u>16,293,146</u>	<u>5,736,981</u>	<u>61,178,983</u>
<u>\$ 29,340,978</u>	<u>\$ 16,307,109</u>	<u>\$ 5,272,847</u>	<u>\$ 60,933,884</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS - ENTERPRISE FUNDS
Year ended June 30, 2010

	Golf Course Fund	Apartments Fund
Cash flows from operating activities:		
Cash received from customers	\$ 3,988,159	\$ 3,231,786
Cash received from other funds for goods and services	-	-
Cash payments to employees for services	(1,882,368)	-
Cash payments to suppliers for goods and services	(722,599)	(1,736,651)
Cash payments to other funds for goods and services	(982,506)	(479,016)
Miscellaneous cash received	-	297,622
Miscellaneous cash paid	-	-
Net cash provided by (used for) operating activities	<u>400,686</u>	<u>1,313,741</u>
Cash flow from noncapital financing activities:		
Operating grants received	-	-
Housing assistance payments	-	-
Principal paid on advance from other funds	-	-
Interest paid on advance from other funds	-	-
Other income (expense)	159,075	-
Transfers-in from other funds	-	-
Transfers-out to other funds	(85,294)	(90,839)
Net cash provided by (used for) noncapital financing activities	<u>73,781</u>	<u>(90,839)</u>
Cash flows from capital and related financing activities:		
Principal paid on revenue bond maturities and refunded bonds	(284,514)	(170,000)
Interest and other expenses paid	-	-
on revenue bond maturities	(51,541)	(585,754)
Acquisition and construction of capital assets	-	(93,942)
Capital grants received	-	-
Net cash used for capital and related financing activities	<u>(336,055)</u>	<u>(849,696)</u>
Cash flows from investing activities:		
Interest received on investments	<u>5,688</u>	<u>2,604</u>
Net cash provided by investing activities	<u>5,688</u>	<u>2,604</u>
Net increase (decrease) in cash and cash equivalents	144,100	375,810
Cash and cash equivalents, July 1	<u>574,721</u>	<u>2,639,812</u>
Cash and cash equivalents, June 30	<u>\$ 718,821</u>	<u>\$ 3,015,622</u>

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Totals
\$ 2,045,189	\$ 4,625,975	\$ 1,931,200	\$ 15,822,309
-	-	-	-
(3,639,504)	(2,154,965)	(125,262)	(7,802,099)
(5,643,372)	(1,629,287)	(220,922)	(9,952,831)
1,435,586	(342,248)	(419,112)	(787,296)
-	-	-	297,622
-	-	-	-
(5,802,101)	499,475	1,165,904	(2,422,295)
28,538,994	-	-	28,538,994
(21,147,263)	-	-	(21,147,263)
-	(2,605,000)	-	(2,605,000)
-	(657,000)	-	(657,000)
2,046,873	(4,266)	-	2,201,682
-	3,734,000	112,000	3,846,000
-	(2,656,715)	-	(2,832,848)
9,438,604	(2,188,981)	112,000	7,344,565
(100,590)	-	(451,735)	(1,006,839)
-	-	-	-
(25,988)	-	(699,155)	(1,362,438)
(438,754)	(489,657)	-	(1,022,353)
-	100,027	-	100,027
(565,332)	(389,630)	(1,150,890)	(3,291,603)
29,563	35,035	8,183	81,073
29,563	35,035	8,183	81,073
3,100,734	(2,044,101)	135,197	1,711,740
20,342,550	4,569,989	1,087,031	29,214,103
\$ 23,443,284	\$ 2,525,888	\$ 1,222,228	\$ 30,925,843

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS - ENTERPRISE FUNDS
Year ended June 30, 2010

	Golf Course Fund	Apartments Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:		
Operating income (loss)	\$ 141,303	\$ 525,814
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	260,027	516,751
Miscellaneous income (expense)	-	297,622
Fiscal agent fees	-	-
Bad debt expense	-	-
Loss on adjustment of assets		
Corrections		
Decrease (increase) in assets:		
Receivables	(70,916)	(1,950)
Due from other governments	-	-
Inventories of supplies	-	-
Prepaid expenses	-	1,795
Increase (decrease) in liabilities:		
Accounts payable	89,222	(57,257)
Accrued employee compensation and benefits	(18,950)	-
Construction contracts and miscellaneous payables		
Deposits and prepaid rents	-	27,743
Due to other governments	-	-
Deferred revenue	-	3,223
Due to other funds	-	-
Escrow liability	-	-
Net cash provided by (used for) operating activities	<u>\$ 400,686</u>	<u>\$ 1,313,741</u>
Cash and cash equivalents at June 30 consist of:		
Current assets:		
Cash, investments, and accrued interest	\$ 308,443	\$ -
Cash and investments with fiscal agents	320,825	-
Cash held by others	-	277,206
Restricted assets:		
Cash, investments, and accrued interest	89,553	2,641,018
Escrow deposits	-	97,398
Total cash and cash equivalents, June 30	<u>\$ 718,821</u>	<u>\$ 3,015,622</u>
Non cash transactions:		
Unrealized gains (losses) on investments	\$ (238)	\$ (1)
Transfer of fixed assets from other funds	\$ -	\$ -
HUD payment of third party guaranteed debt	\$ -	\$ -
Amortization of debt issuance costs	\$ -	\$ 11,640
Issuance of new bonds	\$ -	\$ -
Payment of bonds by issuance of new bonds	\$ -	\$ -
Bond issuance costs paid by issuance of new bonds	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

<u>Housing Authority Fund</u>	<u>Parking Facilities Fund</u>	<u>Stadium Fund</u>	<u>Totals</u>
\$ (9,582,739)	\$ (477,277)	\$ 122,794	\$ (9,270,105)
1,450,919	1,370,706	936,653	4,535,056
-	-	-	297,622
-	-	-	-
1,691	-	-	1,691
-	-	-	-
51,215			51,215
(60,792)	89,727	78,369	34,438
20,644	-	-	20,644
(1,754)	-	-	(1,754)
-	-	-	1,795
137,826	(3,931)	26,052	191,912
13,085	71,203	2,036	67,374
	(550,953)		(550,953)
17,519	-	-	45,262
20,923	-	-	20,923
-	-	-	3,223
2,129,362	-	-	2,129,362
-	-	-	-
<u>\$ (5,802,101)</u>	<u>\$ 499,475</u>	<u>\$ 1,165,904</u>	<u>\$ (2,422,295)</u>
\$ 23,151,313	\$ 830,323	\$ 318,470	\$ 24,608,549
-	-	817,338	1,138,163
-	-	-	277,206
-	1,695,565	86,420	4,512,556
291,971	-	-	389,369
<u>\$ 23,443,284</u>	<u>\$ 2,525,888</u>	<u>\$ 1,222,228</u>	<u>\$ 30,925,843</u>
\$ 2,110	\$ (2,073)	\$ (67)	\$ (269)
\$ -	\$ 3,967	\$ -	\$ 3,967
\$ -	\$ -	\$ -	\$ -
\$ -	\$ (63,007)	\$ 17,852	\$ (33,515)
\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - GOLF COURSE FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services	\$ 4,825,802	\$ 4,825,802	\$ 4,059,075	\$ (766,727)
Transfer from non-restricted cash to cash restricted for debt service	343,000	343,000	343,000	-
Interest on Investments	-	-	5,688	5,688
Miscellaneous	53,000	53,000	152,973	99,973
Total revenues	5,221,802	5,221,802	4,560,736	(661,066)
Expenses:				
Affordable and quality golf	3,956,000	3,940,000	3,524,447	415,553
Debt service	343,000	343,000	342,136	864
Payment for General Fund services	263,000	263,000	218,592	44,408
Transfer from non-restricted cash to cash restricted for debt service	343,000	343,000	343,000	-
Total expenses	4,905,000	4,889,000	4,428,175	460,825
Excess of revenues under expenses	\$ 316,802	\$ 332,802	132,561	\$ (200,241)
Revenues (expenses) not budgeted:				
Depreciation			(260,027)	
Amortization of bond issue costs and discounts			(3,867)	
Capital fund non-capitalized items			6,103	
Changes to conform to generally accepted accounting principles:				
Principal payments on bonds			300,000	
Contributed Capital			6,088	
Change in net assets			\$ 180,858	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - APARTMENTS FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services:				
Apartment rents and fees	\$ 3,459,785	\$ 3,459,785	\$ 3,500,392	\$ 40,607
Interest on investments	-	-	2,604	2,604
Transfer from non-restricted cash to cash restricted for debt service	1,002,000	1,002,000	1,002,000	-
Total revenues	4,461,785	4,461,785	4,504,996	43,211
Expenses:				
Apartment operations	2,324,000	2,324,000	2,160,205	163,795
Transfer from non-restricted cash to cash restricted for debt service	1,002,000	1,002,000	1,002,000	-
Transfer to City Housing Fund	40,000	40,000	90,839	(50,839)
Debt Service	559,000	559,000	558,788	212
Fiscal agent fees	443,000	443,000	-	443,000
Total expenses	4,368,000	4,368,000	3,811,832	556,168
Excess of revenues over (under) expenses	\$ 93,785	\$ 93,785	693,164	\$ 599,379
Revenues (expenses) not budgeted:				
Amortized bond issue costs			(11,640)	
Depreciation expense			(516,751)	
Changes to conform to generally accepted accounting principles:				
Principal payment on bonds not reported			-	
Capital Outlay			-	
Change in net assets			\$ 164,773	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - PARKING FACILITIES FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services:				
Parking facilities	2,752,000	2,752,000	\$ 2,890,421	\$ 138,421
Parking meter collection	1,000,000	1,000,000	943,291	(56,709)
Parking fines	710,000	710,000	696,799	(13,201)
Rental of city property	6,000	6,000	5,738	(262)
Interest on investments	30,000	30,000	5,302	(24,698)
Miscellaneous revenue	-	-	(4,266)	(4,266)
Transfer from General Fund	1,515,000	1,235,000	1,235,000	-
Transfers from non-restricted cash to cash restricted for debt service	2,499,000	2,299,000	2,299,000	-
Total revenues	8,512,000	8,032,000	8,071,285	39,285
Expenses:				
Parking services	3,520,000	3,520,000	3,297,670	222,330
Transfer from non-restricted cash to cash restricted for debt service	2,499,000	2,299,000	2,299,000	-
Transfer to General Fund	511,000	511,000	508,089	2,911
Transfer to Sales Tax Refunding Debt Service Fund	3,262,000	3,262,000	3,262,000	-
Total expenses	9,792,000	9,592,000	9,366,759	225,241
Excess of revenues over (under) expenses	\$ (1,280,000)	\$ (1,560,000)	(1,295,474)	\$ 264,526
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			29,731	
Depreciation			(1,370,706)	
Debt service			(63,007)	
Gain on disposition of property and equipment			(801)	
Transfers from capital fund cash to to cash restricted for debt service			200,000	
Transfers to cash restricted for debt service from capital fund cash			(200,000)	
Changes to conform to generally accepted accounting principles:				
Capital contributions			103,994	
Capital outlay			5,226	
Principal payment on advance			2,605,000	
Change in net assets			\$ 13,963	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - STADIUM FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services:				
Surcharge revenues	\$ 1,000,000	\$ 1,000,000	\$ 1,101,590	\$ 101,590
Stadium lease revenues	666,000	666,000	739,557	73,557
Rental of city property	7,000	7,000	11,684	4,684
Interest on investments	-	-	3,345	3,345
Transfers from General Fund	112,000	112,000	112,000	-
Transfers from non-restricted cash to cash restricted for debt service	1,163,000	1,163,000	1,163,000	-
Total revenues	<u>2,948,000</u>	<u>2,948,000</u>	<u>3,131,176</u>	<u>183,176</u>
Expenses:				
Stadium services	783,000	782,000	772,811	9,189
Payment for General Fund services	20,000	20,000	20,573	(573)
Transfer from non-restricted cash to cash restricted for debt service	1,163,000	1,163,000	1,163,000	-
Debt service	<u>1,163,000</u>	<u>1,163,000</u>	<u>1,161,968</u>	<u>1,032</u>
Total expenses	<u>3,129,000</u>	<u>3,128,000</u>	<u>3,118,352</u>	<u>9,648</u>
Excess (deficiency) of revenues over expenses	<u>\$ (181,000)</u>	<u>\$ (180,000)</u>	12,824	<u>\$ 192,824</u>
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			4,838	
Depreciation			(936,653)	
Amortization of bond issuance costs			(17,852)	
Changes to conform to generally accepted accounting principles:				
Capital contributions			-	
Capital outlay			-	
Principal paid on long term debt			<u>472,709</u>	
Change in net assets			<u>\$ (464,134)</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
NONMAJOR PROPRIETARY FUNDS- ENTERPRISE FUNDS
June 30, 2010

<u>Year ending June 30</u>	<u>Golf</u>		<u>Apartments</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
Revenue bonds, loans, and capital lease				
2011	\$ 300,000	\$ 31,713	\$ 320,000	\$ 545,988
2012	325,000	10,888	335,000	532,588
2013	-	-	345,000	518,788
2014	-	-	360,000	504,388
2015	-	-	375,000	485,638
2016 - 2020	-	-	2,180,000	2,166,188
2021 - 2025	-	-	2,780,000	1,546,838
2026 - 2030	<u>-</u>	<u>-</u>	<u>4,410,000</u>	<u>502,366</u>
Total bonds, loans, and capital lease	<u>\$ 625,000</u>	<u>\$ 42,601</u>	<u>\$ 11,105,000</u>	<u>\$ 6,802,782</u>

Housing Authority		Stadium		Combined		
Principal	Interest	Principal	Interest	Principal	Interest	Total
\$ 88,923	\$ 18,182	\$ 472,709	\$ 647,168	\$ 1,181,632	\$ 1,243,051	\$ 2,424,683
101,166	15,677	495,494	624,643	1,256,660	1,183,796	2,440,456
105,694	11,148	520,297	600,334	970,991	1,130,270	2,101,261
110,427	6,416	546,780	574,361	1,017,207	1,085,165	2,102,372
86,050	1,582	575,048	546,692	1,036,098	1,033,912	2,070,010
-	-	3,367,605	2,249,771	5,547,605	4,415,959	9,963,564
-	-	4,410,270	1,223,847	7,190,270	2,770,685	9,960,955
-	-	2,138,695	120,693	6,548,695	623,059	7,171,754
<u>\$ 492,260</u>	<u>\$ 53,005</u>	<u>\$ 12,526,898</u>	<u>\$ 6,587,509</u>	<u>\$ 24,749,158</u>	<u>\$ 13,485,897</u>	<u>\$ 38,235,055</u>

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CITY OF ALBUQUERQUE, NEW MEXICO
DESCRIPTION OF INTERNAL SERVICE FUNDS

COMMUNICATIONS FUND—To account for the cost of providing communication services to City departments.

EMPLOYEE INSURANCE FUND—To account for the cost of providing group health insurance to City employees.

FLEET MANAGEMENT FUND—To account for the cost of providing vehicle maintenance and motor pool services to City departments.

RISK MANAGEMENT FUND—To account for the cost of providing Workers' Compensation, tort, and other claims insurance coverage to City departments.

SUPPLIES INVENTORY MANAGEMENT FUND—To account for the cost of providing supplies, warehousing and inventory issuance services to City departments.

CITY OF ALBUQUERQUE, NEW MEXICO

COMBINING STATEMENT OF NET ASSETS

INTERNAL SERVICE FUNDS

JUNE 30, 2010

	Communications Fund	Employee Insurance Fund
ASSETS		
Current assets:		
Cash, investments, and accrued interest	\$ 963,931	\$ 10,301,982
Accounts receivable, net of allowance for uncollectibles	-	35,889
Prepaid expenses	779,753	-
Deposits	-	100,000
Due from other funds	-	1,877,351
Inventories of supplies	27,021	-
	<u>1,770,705</u>	<u>12,315,222</u>
Total current assets		
Capital Assets		
Land	-	-
Buildings	-	-
Improvements	-	-
Equipment	300,883	13,001
Total capital assets before depreciation	300,883	13,001
Less accumulated depreciation	204,920	12,246
Net property and equipment	95,963	755
Other assets:		
Advance to other funds	-	-
Total other assets	-	-
Total assets	<u>1,866,668</u>	<u>12,315,977</u>
LIABILITIES		
Current liabilities:		
Accounts payable	619,053	1,095,748
Accrued employee compensation	43,563	25,368
Accrued vacation and sick leave pay	92,835	41,286
Accrued fuel cleanup costs	-	-
Current portion of claims and judgments payable	-	-
Total current liabilities	755,451	1,162,402
Long-term obligations:		
Claims and judgments payable excluding current portion	-	-
Other post employment benefit obligation	-	5,989,231
Accrued vacation and sick leave pay	40,344	35,778
Total long-term obligations	40,344	6,025,009
Total liabilities	795,795	7,187,411
NET ASSETS		
Invested in capital assets, net of related debt	95,963	755
Unrestricted	974,910	5,127,811
Total net assets	<u>\$ 1,070,873</u>	<u>\$ 5,128,566</u>

The accompanying notes are an integral part of these financial statements

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Total
\$ 2,592,235	\$ 66,889,146	\$ 1,367,215	\$ 82,114,509
-	-	-	35,889
-	-	-	779,753
-	-	-	100,000
-	-	-	1,877,351
489,673	-	2,645,131	3,161,825
<u>3,081,908</u>	<u>66,889,146</u>	<u>4,012,346</u>	<u>88,069,327</u>
255,472	-	28,370	283,842
-	-	406,002	406,002
825,763	46,466	-	872,229
1,047,329	54,657	242,496	1,658,366
<u>2,128,564</u>	<u>101,123</u>	<u>676,868</u>	<u>3,220,439</u>
1,672,316	83,459	550,524	2,523,465
<u>456,248</u>	<u>17,664</u>	<u>126,344</u>	<u>696,974</u>
-	721,000	-	721,000
-	<u>721,000</u>	-	<u>721,000</u>
<u>3,538,156</u>	<u>67,627,810</u>	<u>4,138,690</u>	<u>89,487,301</u>
625,383	354,825	544,276	3,239,285
69,229	65,997	14,554	218,711
162,853	167,215	27,664	491,853
141,358	-	-	141,358
-	20,440,000	-	20,440,000
<u>998,823</u>	<u>21,028,037</u>	<u>586,494</u>	<u>24,531,207</u>
-	40,523,311	-	40,523,311
-	-	-	5,989,231
40,695	-	-	116,817
<u>40,695</u>	<u>40,523,311</u>	<u>-</u>	<u>46,629,359</u>
<u>1,039,518</u>	<u>61,551,348</u>	<u>586,494</u>	<u>71,160,566</u>
456,248	17,664	126,344	696,974
<u>2,042,390</u>	<u>6,058,798</u>	<u>3,425,852</u>	<u>17,629,761</u>
<u>\$ 2,498,638</u>	<u>\$ 6,076,462</u>	<u>\$ 3,552,196</u>	<u>\$ 18,326,735</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2010

	Communications Fund	Employee Insurance Fund
Operating revenues:		
Charges for services	\$ 1,692,538	\$ 53,281,904
Operating expenses		
Salaries and fringe benefits	1,325,618	718,457
Professional services	-	-
Utilities	57,965	6,961
Supplies	95,422	16,005
Travel	5,505	1,125
Fuels, repairs and maintenance	237,053	5,470
Contractual services	41,901	502,630
Claims and judgements	-	-
Insurance premiums	-	57,098,737
Other operating expenses	308,105	164,472
Depreciation	23,219	1,702
Total operating expenses	2,094,788	58,515,559
Operating income (loss)	(402,250)	(5,233,655)
Non-operating revenues (expenses):		
Interest on investments	10,020	137,039
Gain (loss) on disposition of equipment	-	-
Other	1,363	20,921
Total non-operating revenues (expenses)	11,383	157,960
Income before transfers	(390,867)	(5,075,695)
Transfers out	-	-
Change in net assets	(390,867)	(5,075,695)
Net assets, July 1	1,461,740	10,204,261
Net assets, June 30	\$ 1,070,873	\$ 5,128,566

The accompanying notes are an integral part of these financial statements

<u>Fleet Management Fund</u>	<u>Risk Management Fund</u>	<u>Supplies Inventory Management Fund</u>	<u>Total</u>
\$ 12,258,074	\$ 33,974,937	\$ 1,699,725	\$ 102,907,178
2,269,711	2,052,044	453,797	6,819,627
-	1,063,783	-	1,063,783
109,301	24,486	6,774	205,487
964,574	41,450	4,273	1,121,724
-	1,681	-	8,311
8,039,213	143,171	18,911	8,443,818
188,594	39,561	216,459	989,145
-	27,977,251	-	27,977,251
-	1,502,194	-	58,600,931
575,793	518,854	329,585	1,896,809
93,805	5,811	22,950	147,487
<u>12,240,991</u>	<u>33,370,286</u>	<u>1,052,749</u>	<u>107,274,373</u>
<u>17,083</u>	<u>604,651</u>	<u>646,976</u>	<u>(4,367,195)</u>
22,253	827,292	15,491	1,012,095
1,045	-	-	1,045
-	362	8,302	30,948
<u>23,298</u>	<u>827,654</u>	<u>23,793</u>	<u>1,044,088</u>
40,381	1,432,305	670,769	(3,323,107)
-	(4,518,000)	-	(4,518,000)
40,381	(3,085,695)	670,769	(7,841,107)
<u>2,458,257</u>	<u>9,162,157</u>	<u>2,881,427</u>	<u>26,167,842</u>
<u>\$ 2,498,638</u>	<u>\$ 6,076,462</u>	<u>\$ 3,552,196</u>	<u>\$ 18,326,735</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF CASH FLOWS - INTERNAL SERVICE FUNDS
Year Ended June 30, 2010

	Communications Fund	Employee Insurance Fund
Cash flows from operating activities:		
Cash received from customers	\$ -	\$ (452,551)
Cash received from other funds for goods and services	1,692,538	51,404,553
Cash payments to employees for services	(1,303,148)	(665,082)
Cash payments to suppliers for goods and services	(594,799)	(54,868,596)
Cash payments to other funds for goods and services	(315,292)	(6,961)
Cash payments to claimants and beneficiaries	-	-
Miscellaneous cash received	98,781	20,921
Net cash provided by (used for) operating activities	<u>(421,920)</u>	<u>(4,567,716)</u>
Cash flows from noncapital financing activities:		
Operating transfers from other funds	-	-
Miscellaneous income	1,363	-
Net cash provided by (used for) noncapital financing activities	<u>1,363</u>	<u>-</u>
Cash flows from capital financing activities:		
Acquisition and construction of capital assets	(65,789)	-
Proceeds from sale of property and equipment	-	-
Net cash provided by (used for) capital financing	<u>(65,789)</u>	<u>-</u>
Cash flows from investing activities:		
Interest on investments	10,020	137,040
Net increase (decrease) in cash and cash equivalents	(476,326)	(4,430,676)
Cash and cash equivalents, July 1	1,440,257	14,732,658
Cash and cash equivalents, June 30	<u>\$ 963,931</u>	<u>\$ 10,301,982</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:		
Operating income (loss)	\$ (402,250)	\$ (5,233,655)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	23,219	1,702
Miscellaneous income (expense)	-	20,921
Changes in assets and liabilities:		
Decrease (increase) in assets:		
Accounts receivable	-	(31,444)
Due from other governments	98,781	-
Due from other funds	-	(1,877,351)
Inventories of supplies	(3,461)	-
Prepaid expenses	(202,665)	-
Increase (decrease) in liabilities:		
Accounts payable	41,986	899,605
Accrued employee compensation and benefits	22,470	53,375
Claims and judgements payable	-	-
Other post employment benefit obligations	-	2,020,238
Deferred Revenue	-	(421,107)
Accrued fuel cleanup costs	-	-
Net cash provided by (used for) operating activities	<u>\$ (421,920)</u>	<u>\$ (4,567,716)</u>
Non cash transactions:		
Unrealized gains (losses) on investments	\$ (292)	\$ (3,453)
Change in post employment benefit obligation		\$ 2,020,126

The accompanying notes are an integral part of these financial statements

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Totals
\$ -	\$ (131,489)	\$ (614)	\$ (584,654)
12,258,074	34,174,937	1,699,725	101,229,827
(2,251,029)	(2,057,875)	(448,921)	(6,726,055)
(9,921,204)	(3,307,317)	(1,857,433)	(70,549,349)
(109,301)	(24,486)	(6,774)	(462,814)
-	(34,255,331)	-	(34,255,331)
-	362	8,302	128,366
<u>(23,460)</u>	<u>(5,601,199)</u>	<u>(605,715)</u>	<u>(11,220,010)</u>
	(4,518,000)		(4,518,000)
-	-	-	1,363
<u>-</u>	<u>(4,518,000)</u>	<u>-</u>	<u>(4,516,637)</u>
-	-	-	(65,789)
<u>1,046</u>	<u>-</u>	<u>-</u>	<u>1,046</u>
<u>1,046</u>	<u>-</u>	<u>-</u>	<u>(64,743)</u>
22,253	827,291	15,490	1,012,094
(161)	(9,291,908)	(590,225)	(14,789,296)
<u>2,592,396</u>	<u>76,181,054</u>	<u>1,957,440</u>	<u>96,903,805</u>
\$ <u>2,592,235</u>	\$ <u>66,889,146</u>	\$ <u>1,367,215</u>	\$ <u>82,114,509</u>
\$ 17,083	\$ 604,651	\$ 646,976	\$ (4,367,195)
93,805	5,811	22,950	147,487
-	362	8,302	29,585
-	-	(614)	(32,058)
-	-	-	98,781
-	200,000	-	(1,677,351)
(83,549)	-	(250,308)	(337,318)
-	-	-	(202,665)
(98,274)	3,377	(1,037,897)	(191,203)
18,682	(5,831)	4,876	93,572
-	(6,278,080)	-	(6,278,080)
	(131,489)		2,020,238
<u>28,793</u>	<u>-</u>	<u>-</u>	<u>(552,596)</u>
\$ <u>(23,460)</u>	\$ <u>(5,601,199)</u>	\$ <u>(605,715)</u>	\$ <u>(11,220,010)</u>
\$ 234	\$ (10,556)	\$ (918)	\$ (14,985)

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - COMMUNICATIONS FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for services	\$ 2,095,000	\$ 2,095,000	\$ 1,692,538	\$ (402,462)
Interest on investments	-	-	10,020	10,020
Total revenues	2,095,000	2,095,000	1,702,558	(392,442)
Expenses:				
City Communications	1,957,000	2,022,000	1,894,127	127,873
Payment for General Fund Services	286,000	286,000	273,049	12,951
Total expenses	2,243,000	2,308,000	2,167,176	140,824
Excess of revenues over (under) expenses	\$ (148,000)	\$ (213,000)	(464,618)	\$ (251,618)
Revenues (expenses) not budgeted:				
Depreciation expense			(23,219)	
Miscellaneous income			1,363	
Change to conform to generally accepted accounting principles:				
Capital outlay			95,607	
Change in net assets			\$ (390,867)	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - EMPLOYEE INSURANCE FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services	\$ 50,753,000	\$ 50,753,000	\$ 53,132,284	\$ 2,379,284
Charges for services- other local governments	115,000	115,000	149,620	34,620
Miscellaneous	13,000	13,000	20,921	7,921
Interest on investments	50,000	50,000	137,039	87,039
Total revenues	<u>50,931,000</u>	<u>50,931,000</u>	<u>53,439,864</u>	<u>2,508,864</u>
Expenses:				
Insurances and Administration	55,960,000	56,358,000	56,346,382	11,618
Payment for General Fund Services	<u>156,000</u>	<u>156,000</u>	<u>147,349</u>	<u>8,651</u>
Total expenses	<u>56,116,000</u>	<u>56,514,000</u>	<u>56,493,731</u>	<u>20,269</u>
Excess of revenues over (under) expenses	<u>\$ (5,185,000)</u>	<u>\$ (5,583,000)</u>	<u>(3,053,867)</u>	<u>\$ 2,529,133</u>
Expenses not budgeted:				
Depreciation			(1,702)	
Change to conform to generally accepted accounting principles:				
Other employee benefits			<u>(2,020,126)</u>	
Change in net assets			<u>\$ (5,075,695)</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - FLEET MANAGEMENT FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services	\$ 13,349,397	\$ 13,349,397	\$ 12,258,074	\$ (1,091,323)
Interest on investments	50,000	50,000	22,253	(27,747)
Total revenues	<u>13,399,397</u>	<u>13,399,397</u>	<u>12,280,327</u>	<u>(1,119,070)</u>
Expenses:				
Fleet management	12,407,000	12,368,000	11,672,780	695,220
Payments for general fund services	<u>533,000</u>	<u>533,000</u>	<u>474,406</u>	<u>58,594</u>
Total expenses	<u>12,940,000</u>	<u>12,901,000</u>	<u>12,147,186</u>	<u>753,814</u>
Excess of revenues over (under) expenses	<u>\$ 459,397</u>	<u>\$ 498,397</u>	133,141	<u>\$ (365,256)</u>
Expenses not budgeted:				
Depreciation			(93,805)	
Gain (Loss) on disposition of other property			1,045	
Change to conform to generally accepted accounting principles:				
Capital outlay			-	
Capital contributions			<u>-</u>	
Change in net assets			<u>\$ 40,381</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - RISK MANAGEMENT FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services	\$ 35,733,000	\$ 34,001,000	\$ 33,974,937	\$ (26,063)
Interest on investments	1,800,000	1,800,000	827,654	(972,346)
Total revenues	<u>37,533,000</u>	<u>35,801,000</u>	<u>34,802,591</u>	<u>(998,409)</u>
Expenses:				
Safety office	1,725,000	1,725,000	1,378,931	346,069
Tort and other claims	18,403,000	29,408,000	29,404,090	3,910
Workers' compensation claims	10,894,000	10,894,000	7,236,954	3,657,046
Transfer to general fund	777,000	5,045,000	4,993,098	51,902
Unemployment compensation	695,000	1,285,000	1,271,151	13,849
Employee equity	94,000	94,000	7,820	86,180
Total expenses	<u>32,588,000</u>	<u>48,451,000</u>	<u>44,292,044</u>	<u>4,158,956</u>
Excess of revenues over expenses	<u>\$ 4,945,000</u>	<u>\$ (12,650,000)</u>	<u>(9,489,453)</u>	<u>\$ 3,160,547</u>
Expenses not budgeted:				
Depreciation			(5,811)	
Tort and other claims - reserve adjustment			5,679,431	
Worker's compensation claims - reserve adjustment			<u>730,138</u>	
Change in net assets			<u>\$ (3,085,695)</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - SUPPLIES INVENTORY MANAGEMENT FUND
YEAR ENDED JUNE 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services	\$ 950,000	\$ 950,000	\$ 1,699,725	\$ 749,725
Interest on investments	34,000	34,000	15,491	(18,509)
Miscellaneous	1,000	1,000	8,302	7,302
Total revenues	<u>985,000</u>	<u>985,000</u>	<u>1,723,518</u>	<u>738,518</u>
Expenses:				
Materials management	783,000	780,000	704,601	75,399
Payment for General Fund Services	<u>360,000</u>	<u>360,000</u>	<u>325,198</u>	<u>34,802</u>
Total expenses	<u>1,143,000</u>	<u>1,140,000</u>	<u>1,029,799</u>	<u>110,201</u>
Excess of revenues over (under) expenses	<u>\$ (158,000)</u>	<u>\$ (155,000)</u>	693,719	<u>\$ 848,719</u>
Revenues (expenses) not budgeted:				
Depreciation expense			<u>(22,950)</u>	
Change in net assets			<u>\$ 670,769</u>	

CITY OF ALBUQUERQUE, NEW MEXICO AGENCY FUND

The City's Agency fund accounts for monies held by the City in a custodial capacity on behalf of third parties or other agencies.

Otter Exhibit – to account for gift received for the construction of the otter exhibit at the Rio Grande Zoological Park.

Museum – to account for donations received for the purchase of Museum artifacts.

NM Regional PPC Shooting – to account for monies received for the use of the shooting range.

Business Improvement District – to account for monies received from the assessment on properties located within the Downtown Albuquerque Business Improvement District established by City Ordinance No. 38-2000. Monies are to be spent in accordance with Management Committee improvement district plan.

Q13 Fire Fund – to account for monies received for the purchase of Thermo Imaging Camera for the AFD.

ABEC Philips Clawback – to account for Philips Corporation Industrial Revenue Bond clawback monies dedicated to the ABEC – Education Program.

Summer Arts Institute – to account for monies received for the SAI program.

Summer Hire Program – to account for monies received from businesses to employ youth for the summer through the Mayor's Summer Youth Jobs Initiative.

Community Centers – to account for monies received from the New Mexico Athletic Commission for the Jack Candelaria Boxing Ring and equipment.

Bear Canyon Senior Center – to account for monies received to sponsor senior citizens instate trips and events.

North Valley Senior Center – to account for monies received to sponsor senior citizens instate trips and events.

Highland Senior Center – to account for monies received to sponsor senior citizens instate trips and events.

Senior Multi-service Center – to account for monies received to sponsor senior citizens instate trips and events.

Los Volcanes Senior Center – to account for monies received to sponsor senior citizens instate trips and events.

Palo Duro Senior Center – to account for monies received to sponsor senior citizens instate trips and events.

Manzano Mesa Senior Center – to account for monies received to sponsor senior citizens instate trips and events.

Albuquerque Conference on Aging – to account for monies received for the Senior Companion program.

DSA Advisory Council/Adult Fitness – to account for monies received to promote adult fitness events.

Bosque Restoration – to account for monies received for the restoration of the Rio Grande Bosque.

Energy Conference – to account for monies received to sponsor an energy conference.

Special Events Mayor – to account for monies generated from sponsorships at special events for the purpose of promoting community family event outings.

Veterans Advisory Mayor – to account for monies received for the cost to construct and install various separate memorials or monuments at the New Mexico Veterans Memorial park.

Mayor's Charity Ball (Chavez) – to account for monies received in support of the Mayor's Charity Ball.

Walmart Bag Recycle Program – to account for monies received for the Re-usable Bag Recycle Program.

Mayor's Charity Ball-2010+(Berry) - to account for monies received in support of the Mayor's Charity Ball.

Adopt A Park – to account for monies received for the purpose of landscape beautification of parks and medians.

Trees and Shrubs – to account for monies received from individuals or groups for the purchase of trees and shrubs as memorials.

Outdoor Recreation – to account for monies received for the purchase of equipment for the maintenance of out door recreation facilities.

New Mexico Games – to account for monies received for the New Mexico Games events sponsored by the City Parks and Recreation Department.

Basic Life – to account for monies held for the City Life Insurance Benefit Program.

Unemployment Deduction – to account for monies received for unemployment compensation insurance costs.

D.A.R.E. – to account for donations received for the Drug Abuse Resistance Education project.

Police Evidence Unit – to account for the recording of funds deposited in the Albuquerque Police Department evidence room.

Recycle Coupons – to account for monies received paid by the Office of Senior Affairs from the City Solid Waste Department for distribution of trash bags.

Transit Department – to account for monies received for the Uptown Sector Plan project and to assist the Uptown Transportation Management Organization.

Miscellaneous – to account for monies received for various miscellaneous purposes.

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2010

	Balance June 30, 2009	Additions	Deletions	Balance
ASSETS				
Cash, investments, and accrued interest	4,913,317	4,506,673	(4,430,353)	4,989,637
Receivables	155,515	1,111,240	(1,171,194)	95,561
Total assets	<u>5,068,832</u>	<u>5,617,913</u>	<u>(5,601,547)</u>	<u>5,085,198</u>
LIABILITIES				
Accounts payable	289,743	1,480,191	(1,450,172)	319,762
Funds held for others	4,779,089	2,394,954	(2,408,607)	4,765,436
Total liabilities	<u>5,068,832</u>	<u>3,875,145</u>	<u>(3,858,779)</u>	<u>5,085,198</u>

The accompanying notes are an integral part of these financial statements.

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CHANGES IN FUNDS HELD FOR OTHERS
AGENCY FUND
YEAR ENDED JUNE 30, 2010

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Otter Exhibit	\$ 45,818.0	\$ -	\$ -	\$ 45,818
Museum	197,417	6,140	68,731	134,826
NM Regional PPC Shooting	517	17,942	3,850	14,609
Business Improvement District #1	(8,095)	673,890	680,010	(14,215)
Miscellaneous	6,964	-	-	6,964
Q13 Fire Fund	10,782	-	-	10,782
ABEC-Phillips Clawback	1,561,775	-	-	1,561,775
Summer Arts Institute	2,896	-	-	2,896
Summer Hire Program	5,026	-	-	5,026
Community Centers	6,973	-	-	6,973
Bear Canyon Senior Center	10,756	19,897	28,229	2,424
North Valley Senior Center	9,667	784	36	10,415
Highland Senior Center	3,907	4,543	2,943	5,507
Senior Multi-service Center	16,990	1,371	325	18,036
Los Volcanes Senior Center	2,617	1,557	331	3,843
Palo Duro Senior Center	15,996	5,454	4,106	17,344
Manzano Mesa Senior Center	14,323	1,688	3,570	12,441
ABQ Conf on Aging Trust	10,587	-	-	10,587
DSA Advisory Council	44,593	1,623	1,901	44,315
Bosque Restoration	283	-	-	283
Energy Conference	450	-	-	450
Special Events - Mayor	6,099	-	-	6,099
Veterans Advisory-Mayor	369	-	-	369
Mayor's Charity Ball (Chavez)	73,783	173,179	241,066	5,896
Walmart Bag Recycle Program	-	20,000	20,000	-
Mayor's Charity Ball - 2010+ (Berry)	-	221,340	99,193	122,147
Adopt-A-Park	61,697	-	-	61,697
Trees and Shrubs	26,980	14,006	6,830	34,156
Outdoor Recreation	79,792	9,153	5,205	83,740
New Mexico Games	379	-	-	379
Basic Life	-	1,203,387	1,203,164	223
Unemployment Deduction	742,618	-	-	742,618
D.A.R.E.	7,170	-	-	7,170
Police Evidence Unit	1,774,011	-	22,273	1,751,738
Recycle Coupons	1,707	-	-	1,707
Transit Department	44,242	19,000	16,844	46,398
Total agency funds	<u>4,779,089</u>	<u>2,394,954</u>	<u>2,408,607</u>	<u>4,765,436</u>

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FINANCIAL SECTION

OTHER SUPPLEMENTARY SCHEDULES

Capital Assets Used in the Operation of Governmental Funds

Schedule of Transfers between Funds

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CAPITAL ASSETS AT COST - BY FUND
June 30, 2010

	<u>2010</u>
General Fixed Assets:	
Land	\$ 286,223,839
Right of Way	1,145,191,666
Buildings	360,387,123
InfraStructure	1,765,618,652
Improvements other than buildings	521,705,988
Equipment	148,052,071
Other	142,809
Construction work in progress	<u>69,044,048</u>
Total General Fixed Assets	<u>\$ 4,296,366,196</u>
Investment in General Fixed Assets from:	
Acquisitions prior to July 1, 1978	\$ 58,979,231
Acquisitions after July 1, 1978:	
General Fund	(11,780,742)
Special Revenue Funds	249,865,629
Acquisition and Management of	
Open Space Nonexpendable Trust Fund	7,146,278
Investments from earnings of the	
Urban Enhancement Expendable Trust Fund	76,049
Capital Projects Funds	3,991,394,329
Net transfers from Enterprise Funds	1,556,210
Net transfers to Internal Service Funds	<u>(867,788)</u>
Total investment in General Fixed Assets	<u>\$ 4,296,369,196</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
June 30, 2010

Function and Activity	Land	Right of Way	Infra- Structure	Buildings	Improvements Other Than Buildings	Equipment	Total
Acquisitions prior to July 1, 1985	\$ 48,694,532	\$ 642,294,313	\$ 343,942,123	\$ 30,104,221	\$ 92,799,538	\$ 6,531,496	\$ 1,164,366,223
Total unidentified purposes	50,000	-	2,413,864	6,905,035	2,639,122	(13,427,725)	(1,419,704)
Acquisitions after June 30, 1985:							
General government:							
City clerk/records	-	-	-	-	-	33,515	33,515
City council	-	-	-	-	3,950	191,918	195,868
Finance and management	-	-	-	-	2,349,248	7,359,423	9,708,671
Legal services	2,886	-	-	-	-	188,075	190,961
Mayor/CAO	-	-	-	-	2,233	1,071,237	1,073,470
Internal audit	-	-	-	-	-	38,160	38,160
Personnel	-	-	-	-	-	3,029	3,029
Labor management	-	-	-	-	-	33,875	33,875
Open space	881,926	-	-	-	-	80,517	962,443
Planning	586,238	-	-	95	-	1,984,233	2,570,566
General services	6,040,108	-	1,114,797	22,351,061	24,341,142	13,473,702	67,320,810
City/county building	-	-	-	9,593,549	6,058,247	222,570	15,874,366
Central telephone system	-	-	-	-	-	1,258,415	1,258,415
Total general government	7,511,158	-	1,114,797	31,944,705	32,754,820	25,938,669	99,264,149
Public safety:							
Fire	983,265	-	12,168	24,102,466	4,851,744	24,032,987	53,982,630
Police	4,318,253	-	-	28,003,128	14,593,675	53,424,594	100,339,650
Corrections	-	-	-	2,670,006	175,602	718,393	3,564,001
Police/Fire	-	-	-	3,873,032	168,696	811,636	4,853,364
Total public safety	5,301,518	-	12,168	58,648,632	19,789,717	78,987,610	162,739,645
Culture and recreation:							
Library	1,995,085	-	7,861,497	12,629,274	31,116,173	4,363,181	57,965,210
Museum	10,544,588	-	2,680,703	38,390,259	16,230,607	1,189,638	69,035,795
Parks and recreation	96,296,468	-	10,543,922	77,942,135	196,856,516	14,286,220	395,925,261
Open space	38,775,845	-	1,177,999	-	4,380,137	1,349,037	45,683,018
Zoo/BioPark	1,006,059	-	689,845	9,557,113	28,120,410	1,834,180	41,207,607
Convention center	5,029,268	-	-	19,899,342	49,521,098	814,876	75,264,584
Total culture and recreation	153,647,313	-	22,953,966	158,418,123	326,224,941	23,837,132	685,081,475
Public works:							
Housing code administration	-	-	-	-	-	4,040	4,040
Redevelopment	265,366	-	-	-	-	4,918	270,284
Municipal development	-	-	-	-	2,199	1,732,060	1,734,259
Engineering	1,192,212	-	-	-	-	113,922	1,306,134
Planning	4,473	-	-	-	-	76,821	81,294
Storm drainage/maintenance	7,788,181	95,279,003	625,654,034	5,903,963	2,500,484	702,938	737,828,603
Geographic information system	-	-	-	-	173,441	34,300	207,741
Total public works	9,250,232	95,279,003	625,654,034	5,903,963	2,676,124	2,668,999	741,432,355

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
June 30, 2010

Function and Activity	Land	Right of Way	Infra- Structure	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Total
Highways and streets:							
Transportation/Street maint.	44,290,289	407,618,351	764,276,467	6,606,449	25,688,356	10,509,673	1,258,989,585
Traffic engineering	293,676	-	-	-	6,357,317	173,098	6,824,091
Total highways and streets	44,583,965	407,618,351	764,276,467	6,606,449	32,045,673	10,682,771	1,265,813,676
Health:							
Consumer protection	-	-	-	-	-	59,413	59,413
Environmental services	-	-	178,594	3,570,121	388,200	2,869,623	7,006,538
Animal control services	96,243	-	-	1,374,241	440,866	480,206	2,391,556
Environmental health admin.	-	-	-	6,820	196,662	1,712,608	1,916,090
Resources management	-	-	-	-	-	16,404	16,404
Total health	96,243	-	178,594	4,951,182	1,025,728	5,138,254	11,390,001
Human services:							
Human rights	-	-	-	40,370	1,000	(2,103)	39,267
Human services	5,962,428	-	497,629	20,358,055	2,992,299	4,898,003	34,708,414
Office of senior affairs	1,481,146	-	(13,294)	31,980,771	5,042,187	2,075,147	40,565,957
Housing/community development	9,645,304	-	4,588,304	4,525,617	3,714,839	723,817	23,197,881
Total human services	17,088,878	-	5,072,639	56,904,813	11,750,325	7,694,864	98,511,519
Total general fixed assets allocated to functions	237,479,307	502,897,354	1,419,262,665	323,377,867	426,267,328	154,948,299	3,064,232,819
Total general fixed assets in service	\$ 286,223,839	\$ 1,145,191,667	\$ 1,765,618,652	\$ 360,387,123	\$ 521,705,988	\$ 148,052,070	4,227,179,338
Construction work in progress							69,044,048
Other							142,809
Total general fixed assets							\$ 4,296,366,195

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST- BY FUNCTION AND ACTIVITY
Year ended June 30, 2010

Function and Activity	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Acquisitions prior to July 1, 1985	\$ 1,164,366,223	\$ -	\$ -	\$ 1,164,366,223
Total unidentified purposes	(2,315,225)	895,521	-	(1,419,704)
Acquisitions after June 30, 1985:				
General government:				
City clerk/records	33,515	-	-	33,515
City council	197,008	(1,140)	-	195,868
Finance and management	9,918,665	65,991	275,985	9,708,671
Legal services	190,961	-	-	190,961
Mayor/CAO	949,987	123,483	-	1,073,470
Internal audit	38,160	-	-	38,160
Personnel	3,029	-	-	3,029
Labor management	33,875	-	-	33,875
Open space	962,443	-	-	962,443
Planning	2,570,471	95	-	2,570,566
General services	54,907,926	12,412,884	-	67,320,810
City/county building	15,874,366	-	-	15,874,366
Central telephone system	1,258,415	-	-	1,258,415
Total general government	86,938,821	12,601,313	275,985	99,264,149
Public safety:				
Fire	53,019,704	2,200,345	1,237,419	53,982,630
Police	97,364,591	6,311,606	3,336,547	100,339,650
Corrections	3,564,001	-	-	3,564,001
Police/Fire	1,016,971	3,836,393	-	4,853,364
Total public safety	154,965,267	12,348,344	4,573,966	162,739,645
Culture and recreation:				
Library	50,843,818	7,208,748	87,356	57,965,210
Museum	63,317,158	5,734,891	16,254	69,035,795
Parks and recreation	374,805,417	22,046,683	926,839	395,925,261
Open space	44,775,754	1,245,693	338,429	45,683,018
Zoo/BioPark	40,037,691	1,263,432	93,516	41,207,607
Convention center	75,260,592	3,992	-	75,264,584
Total culture and recreation	649,040,430	37,503,439	1,462,394	685,081,475
Public works:				
Housing code administration	4,040	-	-	4,040
Redevelopment	340,242	222,360	292,318	270,284
Municipal development	2,412,855	9,000	687,596	1,734,259
Engineering	1,306,134	-	-	1,306,134
Planning	(23,757)	131,232	26,181	81,294
Storm drainage/maintenance	702,312,679	35,528,145	12,221	737,828,603
Geographic information system	207,741	-	-	207,741
Total public works	706,559,934	35,890,737	1,018,316	741,432,355

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
Year ended June 30, 2010

Function and Activity	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Highways and streets:				
Transportation/Street maintenance	1,172,536,337	86,712,831	259,582	1,258,989,586
Traffic engineering	<u>5,372,103</u>	<u>1,451,988</u>	<u>-</u>	<u>6,824,091</u>
Total highways and streets	<u>1,177,908,440</u>	<u>88,164,819</u>	<u>259,582</u>	<u>1,265,813,677</u>
Health:				
Consumer protection	59,413	-	-	59,413
Environmental services	6,301,279	792,170	86,911	7,006,538
Animal control services	2,461,708	6,150	76,302	2,391,556
Environmental health and administration	1,865,727	124,661	74,298	1,916,090
Resources management	<u>16,404</u>	<u>-</u>	<u>-</u>	<u>16,404</u>
Total health	<u>10,704,531</u>	<u>922,981</u>	<u>237,511</u>	<u>11,390,001</u>
Human services:				
Human rights	39,267	-	-	39,267
Human services	23,995,876	10,862,152	149,615	34,708,413
Office of senior affairs	39,861,177	709,903	5,123	40,565,957
Housing/community development	<u>18,470,067</u>	<u>4,727,814</u>	<u>-</u>	<u>23,197,881</u>
Total human services	<u>82,366,387</u>	<u>16,299,869</u>	<u>154,738</u>	<u>98,511,518</u>
Construction work in progress	<u>145,456,267</u>	<u>28,702,300</u>	<u>105,114,519</u>	<u>69,044,048</u>
Other	<u>131,107</u>	<u>11,702</u>	<u>-</u>	<u>142,809</u>
Total general fixed assets	<u>\$ 4,176,122,182</u>	<u>\$ 233,341,025</u>	<u>\$ 113,097,011</u>	<u>\$ 4,296,366,196</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF TRANSFERS BETWEEN FUNDS
For the year ended June 30, 2010

Interfund transfers were as follows:

From	To	
General Fund	Open and Ethical Elections Fund	\$ 475,000
General Fund	Operating Grants Fund	4,814,644
General Fund	Capital Acquisitions Fund	170,000
General Fund	Sales Tax Refunding Debt Service Fund	1,187,000
General Fund	Parking Facilities Operating Fund	1,235,000
General Fund	Transit Operating Fund	23,323,000
General Fund	Stadium Operating Fund	112,000
General Fund	Open Space- Acq & Mgmt - Income Fund	1,269,000
Recreation Fund	General Fund	200,000
Lodgers Tax Fund	Sales Tax Refunding Debt Service Fund	4,787,000
Hospitality Tax Fund	Capital Acquisitions Fund	123,000
Hospitality Tax Fund	Sales Tax Refunding Debt Service Fund	841,000
Corrections & Detention Fund	General Fund	14,416
Operating Grants Fund	General Fund	(166)
Law Enforcement Protection Fund	General Fund	389,000
City/County Projects Fund	General Fund	145,000
False Alarm Enforcement and Education Fund	Capital Acquisitions Fund	407,226
Photo Enforcement Fund	General Fund	1,679,000
Photo Enforcement Fund	Capital Acquisitions Fund	6,546,000
Plaza del Sol Fund	Sales Tax Refunding Debt Service Fund	539,000
Capital Acquisitions Fund	Transit Capital Grants Fund	69,464
Transportation Infrastructure Tax Fund	Transit Operating Fund	10,642,020
Special Assessment Districts D/S Fund	General Fund	7,272,347
Special Assessment Districts D/S Fund	Capital Acquisitions Fund	500,000
Special Assessment Districts D/S Fund	Special Assessment Districts D/S Fund	10,092,036
Parking Facilities Capital Fund	General Fund	157,715
Parking Facilities Capital Fund	Parking Facilities Revenue Bond Debt Service Fund	2,499,000
Refuse Disposal Operating Fund	General Fund	2,058,553
Refuse Disposal Revenue Bond Capital Fund	General Fund	304,880
Transit Operating Fund	General Fund	329,555
Apartments Operating Fund	City Housing Fund	90,839
Golf Operating Fund	General Fund	85,294
Risk Management Fund	General Fund	4,518,000
Vehicle/Equipment Replacement Fund	General Fund	1,500,000
Open Space- Acq & Mgmt - Principal Fund	Open Space- Acq & Mgmt - Income Fund	1,129,605
Urban Enhancement Trust - Principal Fund	Urban Enhancement Trust - Income Fund	940,026
Total transfers		<u>\$ 90,445,454</u>

* Major fund, all others are nonmajor funds

	<u>Transfers Out</u>	<u>Transfers In</u>
Exhibit A-4, "Statement of Revenues, Expenditures, and Changes in Fund Balances		
All Governmental Funds"	\$ (80,401,618)	\$ 52,564,970
Exhibit A-8, "Statement of Revenues, Expenses, and Changes in Net Assets		
All Proprietary Funds"		
Enterprise funds	(5,525,836)	37,880,484
Internal Service funds	(4,518,000)	-
Total transfers	<u>\$ (90,445,454)</u>	<u>\$ 90,445,454</u>

Included in the above transfers are Payments in Lieu of Taxes (PILOT) to the General Fund from the following funds:

Parking Facilities Fund	\$ 157,716
Refuse Disposal Fund	927,553
Transit Fund	329,555
Golf Course Fund	85,294
Total PILOT	<u>\$ 1,500,118</u>

STATISTICAL INFORMATION

CITY OF ALBUQUERQUE, NEW MEXICO
STATISTICAL SECTION

This part of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Page

Financial Trends – These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

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Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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City of Albuquerque, New Mexico
Net Assets by Component
Last Eight Fiscal Years
(accrual basis of accounting)

Schedule 1

	Fiscal Years							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities								
Invested in capital assets, net of related debt	\$ 504,054,856	\$ 557,927,627	\$ 2,411,458,952	\$ 2,634,062,347	\$ 2,624,259,680	\$ 2,653,410,465	\$ 2,886,536,263	\$ 2,955,769,681
Restricted	192,032,124	211,593,171	181,042,023	166,750,878	172,430,062	254,250,734	241,549,703	180,727,862
Unrestricted	50,236,928	76,175,065	103,128,677	33,578,099	187,943,375	205,403,368	188,115,252	193,064,675
Total governmental activities net assets	\$ 746,323,908	\$ 845,695,863	\$ 2,695,629,652	\$ 2,834,391,324	\$ 2,984,633,117	\$ 3,113,064,567	\$ 3,316,201,218	\$ 3,329,562,218
Business-type activities								
Invested in capital assets, net of related debt	\$ 651,138,659	\$ 197,589,791	\$ 237,142,685	\$ 296,141,191	\$ 297,136,715	\$ 319,277,730	\$ 315,727,828	\$ 334,240,885
Restricted	76,854,521	77,463,968	82,966,714	71,543,791	70,846,509	99,633,119	107,027,280	105,841,637
Unrestricted	87,987,411	36,600,635	35,122,994	25,461,317	45,545,113	27,456,585	58,854,656	57,528,047
Total business-type activities net assets	\$ 815,980,591	\$ 311,654,394	\$ 355,232,393	\$ 393,146,299	\$ 413,528,337	\$ 446,367,434	\$ 481,609,764	\$ 497,610,569
Primary government								
Invested in capital assets, net of related debt	\$ 1,155,193,515	\$ 755,517,418	\$ 2,648,601,637	\$ 2,930,203,538	\$ 2,921,396,395	\$ 2,972,688,195	\$ 3,202,264,091	\$ 3,290,010,566
Restricted	268,886,645	289,057,139	264,008,737	238,294,669	243,276,571	353,883,853	348,576,983	286,569,499
Unrestricted	138,224,339	112,775,700	138,251,671	59,039,416	233,488,488	232,859,953	246,969,908	250,592,722
Total primary government net assets	\$ 1,562,304,499	\$ 1,157,350,257	\$ 3,050,862,045	\$ 3,227,537,623	\$ 3,398,161,454	\$ 3,559,432,001	\$ 3,797,810,982	\$ 3,827,172,787

Note: The City implemented GASB 34 as of Fiscal Year 2002.

City of Albuquerque, New Mexico
Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)

Schedule 2

	2003	2004	2005	2006	2007	2008	2009	2010
Expenses								
Governmental activities:								
General government	\$ 53,021,966	\$ 65,199,614	\$ 67,551,970	\$ 77,107,681	\$ 83,362,320	\$ 88,046,445	\$ 95,379,281	\$ 77,446,298
Public Safety	186,205,866	196,502,048	209,967,573	233,410,622	213,014,961	231,394,560	244,206,961	250,073,745
Culture and recreation	71,782,754	66,765,905	82,108,879	77,297,628	83,397,788	101,823,409	95,918,979	98,138,890
Public works/Municipal Development	9,857,177	15,949,001	13,680,172	37,768,785	41,735,871	45,546,687	41,421,571	42,369,643
Health and human services	61,943,139	59,675,888	63,942,585	63,902,932	70,592,142	75,159,649	76,066,790	75,677,676
Housing and community development	3,994,279	3,394,615	6,198,786	3,071,733	5,330,345	6,285,536	4,285,536	9,516,515
Highways and streets	22,197,881	18,252,379	11,985,023	22,803,534	23,875,925	37,234,930	38,416,273	39,736,171
Interest on long-term debt	15,275,693	15,949,492	13,815,019	18,970,735	17,329,247	17,504,836	15,775,006	14,192,497
Total governmental activities expenses	424,278,755	441,688,942	469,250,007	534,333,650	538,638,599	602,994,577	611,470,397	607,151,435
Business-type activities:								
Airport	60,643,039	60,846,366	54,644,728	59,904,463	62,265,198	63,872,083	66,059,318	63,408,983
Refuse disposal	37,131,656	39,444,987	41,369,980	45,080,158	47,897,085	53,557,483	51,775,307	48,717,084
Housing Authority	25,796,567	-	-	-	-	30,591,486	33,493,993	32,823,808
Transit	-	31,401,160	37,958,533	40,960,678	47,972,405	49,530,565	55,936,200	53,820,695
Joint water and sewer (1)	109,545,515	-	-	-	-	-	-	-
Other non-major business-type activities	44,107,381	40,724,540	41,878,871	42,721,505	43,868,850	16,104,553	15,859,656	15,382,640
Total business-type activities expenses	277,224,158	172,417,053	175,852,112	188,666,804	202,003,538	213,656,170	223,124,474	214,153,210
Total primary government expenses	\$ 701,502,913	\$ 614,105,995	\$ 645,102,119	\$ 723,000,454	\$ 740,642,137	\$ 816,650,747	\$ 834,594,871	\$ 821,304,645
Program Revenues								
Governmental activities:								
Charges for services								
General government	\$ 35,131,516	\$ 42,675,819	\$ 42,536,261	\$ 42,539,075	\$ 39,930,676	\$ 35,997,143	\$ 33,706,139	\$ 33,487,741
Public Safety	26,358,911	25,956,317	29,652,627	29,001,098	5,356,710	17,633,271	14,670,095	14,047,361
Other	14,291,111	15,229,558	14,921,613	15,040,659	22,251,900	14,531,275	15,648,299	14,734,462
Operating grants and contributions	28,728,252	32,925,778	29,915,795	37,115,148	32,039,118	33,841,812	31,933,150	34,045,040
Capital grants and contributions	9,930,175	2,381,212	1,026,552	1,097,787	216,178	8,603,682	-	-
Total governmental activities program revenues	114,439,965	119,168,684	118,052,848	124,793,767	99,794,582	110,607,183	95,957,683	96,314,604
Business-type activities:								
Charges for services								
Airport	59,325,022	60,664,848	64,046,597	68,416,707	68,214,647	74,229,742	70,916,909	70,434,129
Refuse	41,182,770	44,248,388	45,551,715	46,541,085	50,430,182	52,489,420	52,955,760	52,345,632
Other	154,697,701	20,084,614	19,498,189	18,744,313	19,621,912	21,211,082	22,312,992	21,184,003
Operating grants and contributions	24,770,592	25,249,911	24,750,772	24,348,775	26,027,625	29,081,729	27,118,913	28,538,994
Capital grants and contributions	38,909,321	12,802,142	29,891,981	30,407,851	20,552,706	25,520,864	40,122,835	20,475,033
Total business-type activities program revenues	318,885,406	163,049,903	183,739,254	188,438,731	184,847,072	202,532,837	213,427,409	192,977,791
Total primary government program revenues	\$ 433,325,371	\$ 282,218,587	\$ 301,792,102	\$ 313,232,498	\$ 284,641,654	\$ 313,140,020	\$ 309,385,092	\$ 289,292,395

City of Albuquerque, New Mexico
Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)

	Fiscal Years							
	2003	2004	2005	2006	2007	2008	2009	2010
Net (Expense)/Revenue								
Governmental activities	\$ (309,838,790)	\$ (322,520,258)	\$ (351,197,159)	\$ (409,539,883)	\$ (438,844,017)	\$ (492,387,394)	\$ (515,512,714)	\$ (510,836,831)
Business-type activities	41,661,248	(9,367,150)	7,887,142	(208,073)	(17,156,466)	(11,123,333)	(9,697,065)	(21,175,419)
Total primary government net (expense)/revenue	\$ (268,177,542)	\$ (331,887,408)	\$ (343,310,017)	\$ (409,747,956)	\$ (456,000,483)	\$ (503,510,727)	\$ (525,209,779)	\$ (532,012,250)
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Taxes								
Property taxes	\$ 86,393,546	\$ 88,253,706	\$ 92,546,664	\$ 101,600,383	\$ 108,690,517	122,348,148	126,974,613	133,748,091
Franchise taxes	18,119,767	18,449,049	20,138,467	19,290,495	19,439,256	20,035,776	19,436,954	20,510,529
Sales taxes	121,984,293	132,257,178	163,250,264	187,323,240	187,007,560	179,652,214	151,311,541	131,356,792
Other taxes	8,326,069	8,730,347	9,019,206	11,991,553	12,959,738	13,802,819	12,252,706	11,993,968
Unrestricted NM shared taxes and fees	152,505,829	161,755,908	167,875,410	180,991,062	197,343,767	198,743,231	186,640,709	179,798,473
Unrestricted grants and contributions	11,471,037	15,281,939	29,230,347	34,041,732	38,863,931	45,241,380	19,485,714	23,653,996
Payments in lieu of taxes	-	5,110,928	4,769,764	5,202,860	5,111,853	5,018,751	4,921,566	5,182,185
Investment earnings	8,594,542	4,253,858	12,469,788	14,039,015	19,994,223	20,565,992	11,793,621	9,813,405
Miscellaneous	15,559,876	13,917,869	15,759,659	27,167,544	30,737,892	50,543,429	224,307,828	40,495,040
Transfers between gov't and business type	(15,943,671)	(25,625,107)	(25,933,600)	(33,346,329)	(31,062,927)	(35,132,896)	(38,475,887)	(32,354,648)
Gain(loss) on disposition of capital assets	-	-	(45,363,094)	-	-	-	-	-
Total governmental activities	407,011,288	422,385,675	443,762,875	548,301,555	589,085,810	620,818,844	718,649,365	524,197,831
Business-type activities:								
Investment earnings	2,506,826	124,945	1,697,541	3,051,453	4,022,531	3,937,365	1,188,169	554,815
Miscellaneous	-	-	-	1,724,197	2,453,046	4,892,169	5,275,339	4,266,761
Transfers between gov't and business type	15,943,671	25,625,107	25,933,600	33,346,329	31,062,927	35,132,896	38,475,887	32,354,648
Gain(loss) on disposition of capital assets	-	(538,744,820)	(1,267,740)	-	-	-	-	-
Total business-type activities	18,450,497	(512,994,768)	26,363,401	38,121,979	37,538,504	43,962,430	44,939,395	37,176,224
Total primary government	\$ 425,461,785	\$ (90,609,093)	\$ 470,126,276	\$ 586,423,534	\$ 626,624,314	\$ 664,781,274	\$ 763,588,760	\$ 561,374,055
Changes in Net Assets								
Governmental activities	97,172,498	99,865,417	92,565,716	138,761,672	150,241,793	128,431,450	203,136,651	13,361,000
Business-type activities	60,111,745	(522,361,918)	34,250,543	37,913,906	20,382,038	32,839,097	35,242,330	16,000,805
Total primary government	\$ 157,284,243	\$ (422,496,501)	\$ 126,816,259	\$ 176,675,578	\$ 170,623,831	\$ 161,270,547	\$ 238,378,981	\$ 29,361,805

(1) In Fiscal Year 2004 Joint Water and Sewer became the Albuquerque Bernalillo County Water Utility Authority a Component Unit of the City.

(2) In Fiscal Year 2007 the City turned over operation of the Metropolitan Detention Center to Bernalillo County.

Note: The City implemented GASB 34 as of Fiscal Year 2002.

City of Albuquerque, New Mexico
 Governmental Activities
 Tax Revenues by Source
 Last Ten Fiscal Years

Schedule 3

Fiscal Year	State Shared Gross Receipt Tax	Gasoline Tax	State Shared Cigarette Tax	State Shared Motor Vehicle Tax	Local Option Gross Receipt Tax	Property Tax	Franchise Tax	Hospitality Tax	Lodgers' Tax	Total
2010	\$ 168,133,352	\$ 7,741,431	\$ 378,298	\$ 1,787,714	\$131,356,792	\$ 133,748,091	\$ 20,510,529	\$ 1,999,261	\$ 9,994,707	\$ 475,650,175
2009	\$ 175,737,324	\$ 7,897,649	\$ 422,616	\$ 1,562,016	\$151,311,541	\$ 126,974,613	\$ 19,436,954	\$ 2,042,117	\$ 10,210,589	\$ 495,595,419
2008	\$ 188,764,768	\$ 7,808,161	\$ 471,844	\$ 1,698,458	\$179,652,214	\$ 122,348,148	\$ 20,035,776	\$ 2,300,469	\$ 11,502,350	\$ 534,582,188
2007	\$ 187,215,960	\$ 8,150,721	\$ 453,447	\$ 1,523,639	\$187,007,560	\$ 108,690,517	\$ 19,439,256	\$ 2,162,060	\$ 10,797,678	\$ 525,440,838
2006	\$ 176,647,546	\$ 7,274,479	\$ 504,955	\$ 1,397,094	\$184,643,805	\$ 101,600,383	\$ 19,290,495	\$ 1,995,823	\$ 9,995,729	\$ 503,350,309
2005	\$ 162,685,510	\$ 7,024,191	\$ 542,098	\$ 1,426,523	\$163,250,264	\$ 92,546,664	\$ 18,353,990	\$ 1,784,477	\$ 9,019,206	\$ 456,632,923
2004	\$ 156,188,748	\$ 6,761,988	\$ 604,817	\$ 1,267,037	\$132,257,178	\$ 88,253,706	\$ 18,449,049	\$ -	\$ 8,730,347	\$ 412,512,870
2003	\$ 143,950,677	\$ 6,744,579	\$ 587,209	\$ 1,106,151	\$121,984,293	\$ 86,393,546	\$ 18,119,767	\$ -	\$ 8,326,069	\$ 387,212,291
2002	\$ 137,385,362	\$ 6,933,815	\$ 590,261	\$ 1,371,390	\$116,252,287	\$ 72,151,496	\$ 15,368,751	\$ -	\$ 8,319,032	\$ 358,372,394
2001	\$ 135,830,834	\$ 6,998,370	\$ 607,493	\$ 967,264	\$114,839,392	\$ 79,102,344	\$ 15,625,873	\$ -	\$ 8,488,118	\$ 362,459,688

(1) The City implemented the Hospitality tax in fiscal year 2005.

City of Albuquerque, New Mexico
Fund Balances of Governmental Funds
 Last Ten Fiscal Years

	Fiscal Years				
	2001	2002	2003	2004	2005
General Fund					
Reserved	\$ 18,829,144	\$ 16,781,809	\$ 28,163,764	\$ 30,741,358	\$ 42,706,312
Unreserved	21,353,520	19,817,655	14,961,437	33,737,288	42,717,703
Total general fund	\$ 40,182,664	\$ 36,599,464	\$ 43,125,201	\$ 64,478,646	\$ 85,424,015
All Other Governmental Funds					
Reserved	\$ 106,269,951	\$ 81,007,719	\$ 64,982,499	\$ 62,655,779	\$ 55,841,404
Unreserved reported in:					
Special revenue funds	\$ 8,764,539	\$ 3,913,646	\$ 19,120,526	\$ 21,466,100	\$ 25,522,271
Debt service funds	29,663,267	15,998,712	5,013,003	4,042,465	3,406,977
Capital projects funds	50,000,403	67,295,182	16,991,567	27,703,336	32,575,154
Total all other governmental funds	\$ 194,698,160	\$ 168,215,259	\$ 106,107,595	\$ 115,867,680	\$ 117,345,806
General Fund					
Reserved	\$ 5,644,988	\$ 8,402,072	\$ 4,696,560	\$ 1,079,693	1,019,224
Unreserved	81,705,583	76,244,763	53,989,007	42,051,913	44,145,165
Total general fund	\$ 87,350,571	\$ 84,646,835	\$ 58,685,567	\$ 43,131,606	\$ 45,164,389
All Other Governmental Funds					
Reserved	\$ 63,006,291	\$ 57,381,957	78,199,524	\$ 100,340,946	72,775,674
Unreserved reported in:					
Special revenue funds	\$ 26,911,919	\$ 38,795,673	\$ 42,728,336	\$ 40,939,933	27,773,381
Debt service funds	-	-	-	-	-
Capital projects funds	151,940,533	149,976,227	256,465,833	233,459,949	179,363,493
Total all other governmental funds	\$ 241,858,743	\$ 246,153,857	\$ 377,393,693	\$ 374,740,828	\$ 279,912,548

City of Albuquerque, New Mexico
Changes in Fund Balances of Governmental Funds
 Last Ten Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues										
Taxes	\$ 228,910	\$ 218,303	\$ 232,317	\$ 252,644	\$ 289,570	\$ 323,403	\$ 336,354	\$ 339,487	\$ 317,507	\$ 301,882
Licenses, fees and permits	10,275	10,396	14,436	16,026	17,801	17,768	16,027	13,455	10,442	10,038
Fines and penalties	458	669	715	901	1,157	1,374	10,719	13,341	10,663	9,018
Charges for services	44,132	43,745	45,683	51,428	51,414	54,219	47,381	47,932	48,526	49,897
Special Assessments	4,823	10,277	7,163	5,871	5,148	3,818	2,429	1,926	1,912	908
Intergovernmental	209,617	209,422	216,174	229,799	251,326	272,027	269,415	277,794	240,261	236,466
Interest earnings	20,504	10,411	7,946	4,082	12,297	10,390	15,667	15,940	8,797	8,797
Other revenues	11,592	11,520	15,709	15,056	11,263	23,757	28,612	25,777	14,813	13,138
Total revenues	530,311	514,743	540,143	575,807	639,976	706,756	726,604	735,652	653,662	630,143
Expenditures										
General government	52,359	53,055	54,193	67,988	68,849	71,552	97,887	90,803	80,192	75,293
Public safety	165,804	172,368	178,933	191,486	216,212	228,853	189,609	214,301	222,609	229,141
Cultural and recreation	54,248	53,316	52,891	8,208	63,385	68,451	68,479	71,449	72,487	73,987
Public works/Municipal development	15,385	11,277	6,385	54,925	9,190	30,817	34,230	36,831	31,040	31,542
Housing and community development	21,352	21,463	22,074	17,292	21,765	3,074	5,330	6,366	4,299	9,765
Health and human services	62,654	60,943	61,230	59,237	65,940	65,971	69,390	71,627	72,031	68,826
Capital outlay	140,853	110,038	112,738	132,615	174,569	181,778	168,185	139,951	146,583	138,018
Debt service										
Principal	95,325	60,058	44,764	67,896	95,492	84,621	80,400	78,752	70,246	77,524
Interest		14,829	13,582	14,781	13,907	17,744	15,785	15,796	15,999	15,469
Fees and other charges		2,764	1,427	2,085	2,306	889	924	1,335	814	1,215
Total expenditures	607,980	560,111	548,217	616,513	731,615	753,750	730,219	727,211	716,300	720,781
Excess of revenues under expenditures	(77,669)	(45,368)	(8,074)	(40,706)	(91,639)	(46,994)	(3,615)	8,441	(62,638)	(90,638)
Other Financing Sources/(Uses)										
Proceeds from borrowing	68,008	99,103	16,522	149,719	133,350	37,000	36,000	131,249	82,657	24,940
Proceeds from refunding	-	-	-	-	61,147	-	-	16,655	-	41,274
Payments to escrow agent	-	-	-	-	(61,023)	-	-	(16,183)	-	(40,535)
Transfers in	43,465	47,096	51,176	48,713	54,088	60,167	50,785	49,658	31,832	52,565
Transfers out	(63,334)	(68,011)	(66,850)	(74,143)	(79,753)	(93,244)	(81,579)	(84,541)	(70,058)	(80,402)
Total other financing sources/(uses)	48,139	78,188	848	124,289	107,809	3,923	5,206	96,838	44,431	(2,158)
Net change in fund balances	\$ (29,530)	\$ 32,820	\$ (7,226)	\$ 83,583	\$ 16,170	\$ (43,071)	\$ 1,591	\$ 105,279	\$ (18,207)	\$ (92,796)
Debt service as a percentage of noncapital expenditures	20.41%	17.25%	13.73%	17.52%	20.05%	18.05%	17.28%	16.33%	15.28%	16.34%

Note: Prior to 2002 debt service expenditures were not reported as principal or interest, therefore a breakdown is not available.
 Note: Expenditures in FY2006 and FY2007 were changed to agree to the final Statement of Revenues, Expenditures, and Changes in Fund Balance Governmental Funds

City of Albuquerque, New Mexico
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Real Property		Other Property		Exemptions		Total Taxable		Total Direct Tax Rate (1)	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Centrally Assessed	Personal/ Livestock	Residential Property (2)	Commercial Property (3)	Assessed Value	Value			
2001	4,889,334,382	2,656,130,415	310,904,220	403,869,906	(232,987,561)	(1,126,355,395)	6,900,895,967	24,805,522,291	11.166		27.82%
2002	5,268,673,417	2,732,952,651	347,857,674	413,820,240	(241,603,430)	(1,102,570,602)	7,419,129,950	26,316,228,174	11.161		28.19%
2003	5,527,990,929	2,679,078,770	361,189,032	378,159,626	(249,209,374)	(1,077,788,203)	7,619,420,780	26,866,121,192	11.153		28.36%
2004	5,779,478,341	2,764,775,655	332,740,564	419,066,231	(290,547,121)	(1,121,680,068)	7,883,833,602	27,916,098,471	11.154		28.24%
2005	6,182,702,442	2,883,665,171	314,998,373	387,884,498	(324,693,906)	(1,159,063,422)	8,285,493,156	29,337,088,541	11.149		28.59%
2006	6,645,055,388	3,490,233,530	324,655,661	380,585,156	(354,473,556)	(1,178,475,587)	9,307,580,592	32,554,143,348	11.080		28.67%
2007	7,269,163,333	3,455,322,706	342,401,308	382,554,459	(375,626,598)	(1,215,646,430)	9,858,168,778	34,382,708,126	11.148		28.36%
2008	8,015,865,525	4,041,061,548	367,219,331	434,366,502	(392,119,005)	(1,516,627,863)	10,949,766,038	38,614,152,871	11.113		28.40%
2009	8,635,943,668	4,129,499,573	374,068,647	439,060,732	(406,557,331)	(1,591,003,466)	11,581,011,823	40,776,494,354	11.180		
2010	9,036,506,588	4,557,471,140	325,907,636	437,683,730	(423,100,409)	(1,635,392,025)	12,299,076,660	43,115,823,105			

Source: Bernalillo County Abstract of Property Reported For Taxation

Note: Bernalillo County assesses property at 33.3% of assessed valuation in accordance with Sections 7-37-7 and 7-37-7.1 NMSA 1978.

Estimated actual value is calculated by dividing assessed value by those percentages. Tax rates are per \$1,000 of assessed value.

(1) Weighted average of residential rate and non-residential (commercial) rate based on percentage of each type to total assessed value.

(2) Residential exemptions are Head of Household (\$2,000) and Veteran (\$4,000) and low income/age (65 years old with less than \$18,500 in income).

(3) Non-residential exemptions are granted for agriculture property and for Industrial and Municipal Revenue Bonds.

City of Albuquerque, New Mexico
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy (1)
2001	76,698,781	70,662,827	92.13%	5,766,474	76,429,301	99.65%
2002	81,970,773	78,096,507	95.27%	3,575,227	81,671,734	99.64%
2003	85,059,627	81,327,454	95.61%	3,378,905	84,706,359	99.58%
2004	87,872,587	84,534,872	96.20%	2,910,509	87,445,381	99.51%
2005	92,507,491	89,148,702	96.37%	2,340,605	91,489,307	98.90%
2006	102,290,447	99,100,903	96.88%	3,210,398	102,311,300	100.02%
2007	109,792,820	106,845,546	97.32%	2,374,766	109,220,312	99.48%
2008	121,750,532	117,075,560	96.16%	4,107,019	121,182,579	99.53%
2009	128,698,136	122,483,590	95.17%	3,188,928	125,672,518	97.65%
2010	137,620,118	128,323,241	93.24%	4,025,478	132,348,718	96.17%

Source: Bernalillo County Treasurer's Reports for the Year ended June 30 and Bernalillo County Tax Calculation Certification by tax year.

(1) Percentage of Levy collected to date is based on the revised taxes levied for each fiscal year based on adjustments made to the property tax rolls by the Bernalillo County Assessor's Office.

City of Albuquerque, New Mexico
Taxable Sales by Category
Current Year and Ten Years Ago

Schedule 8

Tax Remitter	2000			2010		
	Tax Liability	Rank	Percentage of Total	Tax Liability	Rank	Percentage of Total
Retail Trade (1)	\$ 4,158,678,644	1	39.42%	\$ 5,078,387,083		37.48%
All Other Sectors	4,075,122,403	2	38.63%	6,401,808,392		47.25%
Construction	1,098,693,027	3	10.42%	1,080,426,869		7.97%
Wholesale Trade	604,817,959	4	5.73%	484,064,083		3.57%
Manufacturing	319,361,107	5	3.03%	217,951,383		1.61%
Finances, Insurance and Real Estate	292,175,381	6	2.77%	285,364,074		2.11%
Total Taxable Gross Receipts	<u>\$ 10,548,848,521</u>		<u>100%</u>	<u>\$ 13,548,001,883</u>		<u>100%</u>

(1) Retail Trade includes Eating and Drinking Establishments

City of Albuquerque, New Mexico
Direct and Overlapping Tax Rates
Last Ten Fiscal Years

Schedule 9

Fiscal Year	Total Tax Levy(1)	City	Bernalillo County	State of New Mexico	Schools	Central NM Community College(2)	Flood Control Authority	Hospital	Conservancy District
2001	42.499	11.080	8.270	1.482	8.505	2.578	0.939	4.016	5.629
2002	43.701	11.166	8.558	1.529	8.527	3.179	0.962	4.184	5.596
2003	45.571	11.161	8.635	1.765	8.503	2.628	0.943	6.500	5.436
2004	44.701	11.153	8.532	1.123	7.883	3.174	0.937	6.500	5.399
2005	46.668	11.154	9.549	1.520	8.497	3.175	0.936	6.500	5.337
2006	46.160	11.149	9.536	1.028	8.493	3.174	0.934	6.500	5.346
2007	44.367	11.080	8.369	1.234	8.415	3.069	0.920	6.317	4.963
2008	44.766	11.148	8.575	1.291	8.489	3.184	0.936	6.487	4.655
2009	46.170	11.113	8.464	1.250	10.582	3.151	0.926	6.429	4.255
2010	46.535	11.180	8.697	1.150	10.637	3.187	0.937	6.500	4.247

Source: Bernalillo County Treasurer's Office

(1) Weighted average residential and non-residential property.

(2) Previously Technical Vocational Institute

City of Albuquerque, New Mexico
Direct and Overlapping Gross Receipts (Sales) Tax Rates
Last Ten Fiscal Years

Schedule 10

Fiscal Year	Tax Rate Imposed on City Residents by:				Total Rate in City	Effective City Rate ³
	State	Less: State Credit	City	County		
2001						
7/1/00-12/31/00	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
1/1/01-6/30/01	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
2002						
7/1/01-12/31/01	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
1/1/02-6/30/02	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
2003						
7/1/02-12/31/02	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
1/1/03-6/30/03	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
2004						
7/1/03-12/31/03	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
1/1/04-6/30/04	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
2005						
7/1/04-12/31/04	5.0000	(0.5000)	1.3125	0.2500	6.0625	2.5375
1/1/05-6/30/05	5.0000	--	1.3125	0.4375	6.7500	2.5375
2006						
7/1/05-12/31/05	5.0000	--	1.3125	0.4375	6.7500	2.5375
1/1/06-6/30/06	5.0000	--	1.3125	0.4375	6.7500	2.5375
2007						
7/1/06-12/31/06	5.0000	--	1.3125	0.5625	6.8750	2.5375
1/1/07-6/30/07	5.0000	--	1.1875	0.6875	6.8750	2.4125
2008						
7/1/07-12/31/07	5.0000	--	1.1875	0.6875	6.8750	2.4125
1/1/08-6/30/08	5.0000	--	1.1875	0.6875	6.8750	2.4125
2009						
7/1/08-12/31/08	5.0000	--	1.0625	0.6875	6.7500	2.2875
1/1/09-6/30/09	5.0000	--	1.0625	0.6875	6.7500	2.2875
2010						
7/1/09-12/31/09	5.0000	--	1.0625	0.8125	6.8750	2.2875
1/1/10-6/30/10	5.0000	--	0.8125	0.8125	6.6250	2.0375

Source: New Mexico Taxation & Revenue Department

Notes:

1. City and County local option gross receipts tax rates can be changed only on January 1 and July 1 each year.
2. Some County local option gross receipts tax rates can be imposed County-wide within the City limits.
3. From the state rate, 1.225% of the taxable gross receipts within a municipality is distributed to the municipality.

City of Albuquerque, New Mexico
Principal Property Tax Payers
Current Year and Nine Years Ago

Schedule 11

Name of Taxpayer	2010 (Tax Year 2009)				2001			
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation		Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation	
Qwest (US West)	\$ 83,386,020	1		0.720%	\$ 92,792,984	1		1.34%
PNM Electric	83,585,450	2		0.722%	65,419,389	2		0.95%
PNM Gas Services	26,148,288	3		0.226%	20,081,828	3		0.29%
Southwest Airlines	23,890,766	4		0.206%	20,125,475	5		0.29%
Mesa Del Sol LLC	23,040,098	5		0.199%	-	-		-
Comcast Cablevision of New Mexico	17,498,511	6		0.151%	-	-		-
Simon Property Group Ltd (Cottonwood Mall)	15,960,737	7		0.138%	17,689,498	4		0.26%
HUB Albuquerque LLC/HRPT Properties	14,261,573	8		0.123%	-	-		-
Verizon Wireless (VAW) LLC	14,771,926	9		0.128%	-	-		-
Coronado Center LLC	13,946,530	10		0.120%	18,497,917	6		0.27%
Ardent Health Services Inc.	13,823,319	11		0.119%	-	-		-
T-Mobile Texas LP	13,622,457	12		0.118%	-	-		-
Pacific Mesa Studios	12,147,972	13		0.105%	-	-		-
AHS Albuquerque Regional Medical Center	12,049,803	14		0.104%	-	-		-
GEM Lobos LLC	10,932,490	15		0.094%	-	-		-
Crescent Real Estate (Hyatt Hotel)				-	20,904,443	8		0.30%
Winrock Property (Winrock Mall)				-	12,406,360	10		0.18%
AT&T Communications				-	15,518,310	7		0.22%
Southwestco Wireless				-	12,808,309	9		0.19%
Total	\$ 379,065,940			3.273%	\$ 296,244,513			4.29%
Total taxable valuation	11,581,605,255				6,900,667,082			4.29%

Sources: Bernalillo County Treasurer's Office

Note: The City implemented GASB 34 as of Fiscal Year 2002.

City of Albuquerque, New Mexico
Ratio of Outstanding Debt
Last Nine Fiscal Years

Schedule 12

<u>Governmental Activities</u>				<u>Business Type Activities</u>			
Fiscal Year	General Obligation Bonds	Sales Tax	Special Assessment	Airport Revenue Bonds	Refuse Revenue	Transit	Non-Major Bonds/Notes
		Bonds	Bonds		Bonds/Notes	Loan	
2002	\$ 160,055,000	\$ 140,580,349	\$ 18,051,511	\$ 225,335,000	\$ 33,635,000	\$ -	\$ 27,895,000
2003	160,055,000	156,478,688	13,421,510	211,750,000	33,635,000	-	55,975,000
2004	262,605,000	153,172,800	16,680,492	233,660,000	30,795,000	-	54,675,000
2005	296,560,917	147,252,116	12,655,943	226,030,000	27,820,000	-	53,504,263
2006	276,205,000	141,556,299	7,674,819	216,220,000	24,710,000	-	50,417,914
2007	235,765,000	137,405,000	5,413,784	205,070,000	26,180,627	20,000,000	49,199,311
2008	292,620,000	130,900,000	3,738,005	210,865,000	24,822,636	19,076,252	44,403,086
2009	297,968,000	129,265,000	2,239,093	176,365,000	20,759,792	16,185,551	25,756,484
2010	257,880,000	118,380,000	2,239,093	156,600,000	16,695,806	14,154,588	24,749,158
Fiscal Year	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)	Population (2)	Personal Income (3)		
2002	\$ 605,551,860	2.91%	1,302	465,263	\$20,793,000,000		
2003	631,315,198	2.96%	1,332	474,070	21,311,000,000		
2004	751,588,292	3.37%	1,551	484,643	22,279,000,000		
2005	763,823,239	3.20%	1,541	495,531	23,857,000,000		
2006	716,784,032	2.78%	1,415	506,384	25,814,000,000		
2007	679,033,722	2.45%	1,317	515,396	27,679,000,000		
2008	726,424,979	2.48%	1,392	521,999	29,307,000,000		
2009	668,538,920	2.21%	1,265	528,687	30,247,000,000		
2010	590,698,645	1.88%	1,087	543,302	31,450,000,000		

- (1) Population and personal income data used to calculate Per Capita and % of Personal Income are from Bureau of Business & Economic Research, UNM (BBER).
 (2) 2009 Population is an estimate based on a BBER projected annual growth rate of 1.7%.
 (3) Personal Income for Fiscal Years 2010 is estimated by BBER

Note: The City implemented GASB 34 as of Fiscal Year 2002.

City of Albuquerque, New Mexico
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>General Obligation Bonds Outstanding</u>	<u>Actual Taxable Value</u>	<u>Percentage of Actual Taxable Value of Property to Bonds Outstanding</u>	<u>G.O. Bonds Per Capita</u>	<u>Population (1)</u>
2001	117,440,000	6,900,700,986	1.70%	257.95	455,282
2002	209,865,000	7,419,129,910	2.83%	451.07	465,263
2003	160,055,000	7,619,420,780	2.10%	337.62	474,070
2004	262,605,000	7,883,833,602	3.33%	541.85	484,643
2005	296,555,000	8,285,493,156	3.58%	598.46	495,531
2006	276,205,000	9,307,580,592	2.97%	545.45	506,384
2007	235,765,000	9,858,168,778	2.39%	457.44	515,396
2008	292,620,000	10,949,766,038	2.67%	560.58	521,999
2009	297,968,000	11,581,011,823	2.57%	563.60	528,687
2010	257,880,000	12,299,076,660	2.10%	474.65	543,302

(1) Population data used to calculate Per Capita is from Bureau of Business & Economic Research, UNM (BBER).

City of Albuquerque, New Mexico
Direct and Overlapping Governmental Activities Debt

Governmental Agency	G.O. Debt	Tax Year 2009 Assessed Valuation	Percent Applicable to City	Net Overlapping
City of Albuquerque	\$255,843,034	\$12,299,076,660	100.00%	\$255,843,034
Albuquerque Public Schools	412,075,000	14,592,436,772	84.28%	347,312,933
Albuquerque Metropolitan Arroyo Flood Control Authority	33,825,000	14,233,345,747	86.41%	29,228,284
Central New Mexico Community College	52,825,000	17,315,713,663	71.03%	37,520,759
Bernalillo County	85,949,000	14,823,104,676	82.97%	71,313,896
State of New Mexico	398,580,000	54,399,590,794	22.61%	90,114,023
Total Direct & Overlapping General Obligation (G.O.) Bond Debt				\$831,332,929
 Gross G.O. Bonded Debt (includes general purpose & water, sewer, & stormsewer)				\$257,880,000
Less G.O. Sinking Fund June 30, 2010 Balance				(2,036,966)
Net G.O. Bonded Debt				\$255,843,034

Source: City of Albuquerque Treasury Dept.

City of Albuquerque, New Mexico
Legal Debt Margin
Last Ten Fiscal Years

	Fiscal Years				
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Debt Limit					
Total net debt applicable to limit	\$ 276,026,000	\$ 296,765,196	\$ 304,953,000	\$ 315,502,000	\$ 331,571,000
Legal Debt Margin	205,241,000	127,140,000	112,885,000	214,995,000	230,903,034
	<u>\$ 70,785,000</u>	<u>\$ 169,625,196</u>	<u>\$ 192,068,000</u>	<u>\$ 100,507,000</u>	<u>\$ 100,667,966</u>

Total net debt applicable to the
limit as a percentage of debt limit

74% 43% 37% 68% 70%

	Fiscal Years			
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Debt Limit				
Total net debt applicable to limit	\$ 372,303,224	\$ 394,326,751	\$ 437,990,642	\$ 463,240,473
Legal Debt Margin	223,770,000	266,936,751	246,435,000	249,060,000
	<u>\$ 148,533,224</u>	<u>\$ 127,390,000</u>	<u>\$ 191,555,642</u>	<u>\$ 214,180,473</u>

Total net debt applicable to the
limit as a percentage of debt limit

60% 68% 56% 54% 48%

Legal Debt Margin Calculation for Fiscal Year 2010:

Assessed Value	\$ 12,299,076,660
Debt Limit (1)	491,963,066
Debt applicable to limit: General Obligation Bonds - General Purpose Only	236,120,032
Legal debt margin	<u>\$ 255,843,034</u>

(1) The State of New Mexico limits the amount of general purpose obligation indebtedness of the City to 4% of the assessed value of taxable property within the City.

City of Albuquerque, New Mexico
Pledged Revenue Coverage
Last Ten Fiscal Years

Schedule 16

Airport Bonds

Refuse Bonds

Fiscal Year

		Less:	Net						
	<u>Revenues</u>	<u>Operating Expenses</u>	<u>Available Revenue</u>	<u>Debt Service</u>	<u>Coverage</u>				
2001	58,011	20,136	37,875	21,261	1.78	38,997	28,465	10,532	3,913
2002	59,494	21,437	38,057	14,840	2.56	39,191	29,638	9,553	4,496
2003	59,604	22,059	37,545	18,940	2.01	41,001	31,166	9,835	4,326
2004	60,891	24,288	36,603	16,091	2.30	43,521	33,263	10,258	4,390
2005	64,287	24,616	39,671	18,750	2.14	44,888	34,227	10,661	5,122
2006	66,397	25,600	40,797	21,166	1.96	48,144	28,805	19,339	5,134
2007	67,969	27,618	40,351	25,257	1.63	54,143	42,013	12,130	5,131
2008	75,256	29,846	45,410	25,875	1.78	57,088	46,595	10,493	5,090
2009	65,997	30,195	35,802	26,855	1.33	57,163	44,943	12,220	4,981
2010	67,824	29,541	38,284	26,649	1.44	54,068	43,329	10,738	4,945

	<u>Revenues</u>	<u>Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>	<u>Coverage</u>				
	38,997	28,465	10,532	3,913	2.69				
	39,191	29,638	9,553	4,496	2.12				
	41,001	31,166	9,835	4,326	2.27				
	43,521	33,263	10,258	4,390	2.34				
	44,888	34,227	10,661	5,122	2.08				
	48,144	28,805	19,339	5,134	3.77				
	54,143	42,013	12,130	5,131	2.36				
	57,088	46,595	10,493	5,090	2.06				
	57,163	44,943	12,220	4,981	2.45				
	54,068	43,329	10,738	4,945	2.17				

Sales Tax Revenue Bonds

Golf Course Revenue Bonds

Fiscal Year

		Less:	Net						
	<u>Revenues</u>	<u>Operating Expenses</u>	<u>Available Revenue</u>	<u>Debt Service</u>	<u>Coverage</u>				
2001	168,269		168,269	10,226	16.46	NA	NA	NA	NA
2002	169,909		169,909	8,920	19.05	\$4,111	\$3,621	\$490	\$343
2003	177,634		177,634	9,802	18.12	3,980	3,435	545	347
2004	193,783		193,783	9,549	20.29	3,820	3,594	226	345
2005	201,610		201,610	10,658	18.92	3,938	3,499	439	348
2006	216,205		216,205	11,764	18.38	4,234	3,485	749	348
2007	234,161		234,161	13,105	17.87	3,979	4,001	(22)	344
2008	234,503		234,503	10,226	22.93	4,285	4,143	142	343
2009	222,477		222,477	10,472	21.24	4,688	3,788	900	345
2010	210,663		210,663	12,624	16.69	4,218	3,694	524	342

	<u>Revenues</u>	<u>Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>	<u>Coverage</u>				
	NA	NA	NA	NA	NA				
	\$4,111	\$3,621	\$490	\$343	1.43				
	3,980	3,435	545	347	1.57				
	3,820	3,594	226	345	0.66				
	3,938	3,499	439	348	1.26				
	4,234	3,485	749	348	2.15				
	3,979	4,001	(22)	344	(0.06)				
	4,285	4,143	142	343	0.41				
	4,688	3,788	900	345	2.61				
	4,218	3,694	524	342	1.53				

The City has issued the above revenue bonds in the past, where the City pledges income derived from certain assets or operating income to pay debt service.

City of Albuquerque, New Mexico
Principal Employers
Current Year and Ten Years Ago

Schedule 17

2010			2000		
Employer	Percentage of Total Albuquerque MSA		Employer	Percentage of Total Albuquerque MSA	
	Employees	Rank		Employees	Rank
University of New Mexico	15,435	1	Albuquerque Public Schools	11,800	1
Albuquerque Public Schools	14,000	2	University of New Mexico	6,822	2
Sandia National Labs	8,730	3	Sandia National Labs	6,800	4
Kirtland Air Force Base (Civilian)*	10,823	4	City of Albuquerque	6,600	3
Presbyterian	7,315	5	Presbyterian Health Care Services	5,800	5
City of Albuquerque	6,072	6	Intel	5,000	6
State of New Mexico	5,605	7	Kirtland Air Force Base (Military)	4,855	7
UNM Hospital	4,595	8	State of New Mexico	4,026	8
Lovelace	3,400	9	Kirtland Air Force Base (Civilian)	3,898	9
Intel Corporation	3,300	10	Lovelace Medical Center	3,300	10
Total	79,275			58,901	

Source: Albuquerque Economic Development, Sandia National Labs, City of Albuquerque Annual Information Statement 1998, and NM Department of Labor

City of Albuquerque, New Mexico
Economic Statistics
Last Ten Fiscal Years

Schedule 18

Metropolitan Statistical Area									
Fiscal Year	City of Albuquerque Population	MSA Population	Personal Income Billions \$(2)	Per Capita Personal Income(1)	Civilian Labor Force		Civilian Employment	Average Wage/Salary Per Job	Unemployment Rate*
2001	455,961	739,531	21.19	28,649	374,600	359,375	31,678	4.1%	
2002	466,455	753,670	21.49	28,520	375,725	357,817	32,609	4.8%	
2003	475,511	766,154	22.24	29,025	378,128	358,021	33,799	5.3%	
2004	486,319	780,865	23.66	30,303	381,897	360,884	34,955	5.5%	
2005	497,543	798,722	25.34	31,723	389,003	368,649	36,423	5.2%	
2006	508,486	817,973	27.38	33,469	397,947	380,099	37,687	4.5%	
2007	517,162	834,685	28.88	34,604	405,756	390,917	38,990	3.7%	
2008	523,240	846,582	29.98	35,415	408,867	394,423	40,059	3.5%	
2009	529,219	857,903	30.17	35,165	410,746	387,477	NA	5.7%	
2010	543,302	887,077	(3)	35,450	411,550	377,227	NA	8.3%	

Sources:

Income and wage/salary from Bureau of Economic Analysis-except where noted
Population from Census Bureau
Average Wage/Salary per Job- from Bureau of Economic Analysis
Bureau of Business and Economic Research University of New Mexico, BBER.

* Albuquerque Metropolitan Statistical Area. Includes Bernalillo, Sandoval, and Valencia counties prior to 2004. As of 2004, it also includes Torrance County.

(1) Calculated: Personal income divided by MSA population.

(2) Personal Income for Fiscal Years 2010 is estimated by BBER

(3) April 2010 Census

(4) Estimated at 82% of Bernalillo County Census Count

NA - Not Available

City of Albuquerque, New Mexico
Demographic Statistics

Schedule 19

<u>Education (1) -</u>	<u>Number</u>	<u>Percent</u>
Adequate Yearly Progress and Designations Under No Child Left Behind		
<u>Statewide</u>		
Total Schools received AYP status and designation	827	100%
Total number of schools that made Adequate Yearly Progress	193	23.3%
Elementary Schools (includes K-5, K-6, K-8)	85	10.3%
Middle Schools	7	0.8%
High Schools	21	2.5%
Alternative Schools	80	9.7%
Total number of schools that did not make Adequate Yearly Progress	634	76.7%
Elementary Schools (includes K-5, K-6, K-8)	220	26.6%
Middle Schools	102	12.3%
High Schools	135	16.3%
Alternative Schools	177	21.4%

<u>School Enrollment (1)</u>	<u>Enrollment</u>	
<u>Albuquerque School District</u>		
Person enrolled in school	167,580	100.00%
Elementary schools (including Kindergarten)	45,522	27.16%
Mid-high schools	20,829	12.43%
High schools	28,134	16.79%
Private, alternative, and parochial schools	17,792	10.62%
Community College of New Mexico - Central NM Community College	27,999	16.71%
University of New Mexico - Albuquerque Campus	27,304	16.29%
Percent completed High School	65.1%	

<u>Household by Type (3)</u>		
<u>Albuquerque City</u>		
Total households	217,353	100.0%
Family households	130,876	60.2%
with children under 18 years	64,581	29.7%
Married-couple family	87,321	40.2%
with children under 18 years	37,602	17.3%
Female householder, no husband present	30,487	14.0%
with children under 18 years	19,553	9.0%
Nonfamily households	86,477	39.8%
Average household size	2.41	
Average family size	3.07	

<u>Housing Characteristics (2)</u>		
<u>Albuquerque City</u>		
Total housing units	236,065	
Occupied housing units	217,353	92.1%
Owner-occupied housing units	130,154	59.9%
Renter-occupied housing units	87,199	40.1%
Vacant housing units	18,712	7.9%

<u>Medians (2)</u>	
<u>Albuquerque City</u>	
Population age	34
Family income	\$54,819
Monthly housing cost - mortgage	\$1,292
Monthly housing cost - renting	\$717

<u>National Comparison of Selected Characteristics (3)</u>	<u>National Rank</u>	<u>Poverty Rate</u>
<u>Statewide comparing to nationwide</u>		
Population living below the poverty level	4	18.2%
Children under 18 years below poverty level	4	25.8%
Households with one or more people under 18	14	34.5%
Population 18 years and older who are veterans	13	12.0%
Population 25 years and older who have completed high school	42	81.5%
Population 25 years and over how have completed a Bachelor's degree	33	25.1%
Percent of People 25 Years and Over Who Have Completed an Advanced Degree	16	10.6%

(1) New Mexico Department of Education

(2) 2009 American Community Survey 1-year Estimates (U.S. Census Bureau)

(3) 2009 SAIPE Program Estimates (U.S. Census Bureau)

City of Albuquerque, New Mexico
Full-time Equivalent City Employees by Function/Program
Last Nine Fiscal Years

Schedule 20

Function/Program	Full-time Equivalent Employees as of June 30								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Animal Welfare	0	0	0	0	0	0	142 (14)	141	135
Aviation	254	254	261	260	262	269	275	276	276
Chief Administrative Officer Depau	78	47	55	57	59	40	35	33	33
Convention Center	50	46	37	0 (2)	0	0	0	0	0
Council Services	18	18	18	21	21	27	27	28	28
Cultural Services	378	375	322	362	390	400	411	376	349
Economic Development	0	0	0	0	0	10 (7)	11	11	8
Environmental Health	174	171	163	185	196	237	96	88	88
Family and Community Services	429	379	369	416	429	428	444	416	402
Finance and Administrative Servic	330	306	190 (1)	230	328 (4)	343 (8)	343	311	301
Fire	602	602	604	665	675	692 (9)	692	708	707
Human Resources	42	42	41	41	42	45	45	39	36
Legal	71	63	73	77	80	107 (10)	110	106	85
Mayor Department	9	9	7	7	7	7	7	7	7
Metropolitan Detention Center	494	485	495	510	503	0 (11)	0	0	0
Municipal Development	0	0	201 (5)	278	524 (5)	543	541	526	511
Office of Internal Audit	11	11	11	12	14	14	14	14	12
Parks and Recreation	305	300	285	273	264	296 (12)	297	292	282
Planning	143	161	168	182	182	191	191	180	156
Police	1,308	1,311	1,330	1,363	1,488	1,566	1,566	1,564	1,537
Public Works	968	841	792	282 (3)	0 (6)	0	0	0	0
Senior Affairs	107	92	92	93	95	99	99	102	102
Solid Waste	409	403	405	414	418	432	445	450	427
Transit Operations	536	512	476	528	531	589 (13)	591	584	595
Total	6,716	6,428	6,395	6,256	6,508	6,335	6,382	6,252	6,077

- (1) Twenty-nine Capital Implementation Program FTEs, 62 Buildings FTEs, and 20 City/County Building FTEs were transferred to the Municipal Development Category.
- (2) Effective February 1, 2004 management of the Convention Center was awarded to an individual firm and the oversight of the management contract was transferred to the Department of Finance and Administrative Services.
- (3) The New Mexico Legislature adopted legislation creating the Albuquerque Bernalillo County Water Utility Authority (ABWUA). In FY 2005 the City transferred all functions, appropriations, money, records, equipment, property, and personnel to the ABWUA.
- (4) Twenty-nine FTEs were added for the new City 311 call center and 54 Fleet management FTEs were transferred from Public Works to DFAS.
- (5) The Department of Municipal Development was created by the passage of R-03-304 to assure that capital projects would be completed efficiently and in a timely manner.
- (6) The remaining functions of the Public Works Department was transferred to the Municipal Development Department. Public Works is no longer a City Department.
- (7) Economic Development is new department
- (8) Fifteen Finance & Administrative Services FTEs were added for the implementation of the Enterprise Resource Planning (ERP)/E-government system.
- (9) Seventeen Finance & Administrative Services FTEs were added for the implementation of the Enterprise Resource Planning (ERP)/E-government system.
- (10) Ten FTEs from the City Clerk Division moved from CAO's office to Legal
- (11) The operations of the Metropolitan Detention Center were transferred to Bernalillo County
- (12) Parks & Recreation was approved and budgeted additional FTE for new park acreage and medians coming on line, for the new median activity, Abq Golf Training Center that was purchased in FY/07, and for dog parks.
- (13) Fifty-eight FTEs increase expanded Rapid Ride motorcoach and security personnel
- (14) Creation of Animal Welfare Department

Note: The City implemented GASB 34 as of Fiscal Year 2002.

City of Albuquerque, New Mexico
Operating Indicators by Function/Program
Last Nine Fiscal Years

Schedule 21

Fiscal Years

Function/Program	2002	2003	2004	2005	2006	2007	2008	2009	2010
Aviation									
Passengers enplaned/deplaned	6,311,000	6,007,000	6,228,000	6,466,435	6,563,579	6,489,548	6,600,000	5,955,000	5,762,000
Number of flights	122,096	130,475	121,511	124,465	120,150	115,749	130,000	107,711	100,143
Cultural and Recreation									
Library materials in collection	1,326,008	1,378,532	1,304,108	1,326,486	1,341,547	1,391,687	1,300,000	1,316,061	1,338,475
Library materials borrowed	3,150,628	3,404,772	3,620,494	4,178,204	4,326,904	4,422,245	4,990,000	4,862,599	4,945,413
Library visits	1,587,510	1,767,502	1,705,622	2,089,730	2,154,040	2,324,698	2,590,000	2,498,927	2,745,930
BioPark annual attendance	953,585	957,321	973,407	1,039,513	1,111,893	1,048,067	1,123,000	1,172,547	1,176,353
Explora annual attendance	47,000	60,820	219,378	214,977	190,485	205,055	195,700	221,478	222,315
Albuquerque Museum attendance	102,460	104,595	170,072	99,473	147,159	112,359	140,000	111,503	124,848
Park acres maintained	2,359	2,408	2,468	2,514	2,661	2,722	2,776	2,856	2,921
Open space acres	31,515	26,786	27,513	28,056	28,223	28,373	28,486	28,803	28,812
Municipal Development									
Street miles maintained	4,058	4,141	4,102	4,118	4,318	4,437	4,450	4,525	4,579
Street miles resurfaced/crack-seal	300	297	248	303	291	385	285	189	188
Potholes repaired	3,000	1,280	2,741	3,528	5,889	3,499	3,500	2,476	3,360
Curb miles swept	36,000	51,925	19,764	58,471	49,616	51,823	50,000	50,251	40,946
Facility maintained	128	130	133	145	145	168	172	193	179
Facility sq. ft. area maintained (mil.)	1.90	1.94	1.98	2.00	2.00	2.23	2.32	2.41	2.15
Planning									
Inspections - code compliance	31,165	37,758	35,973	63,933	51,566	52,511	70,000	68,808	61,462
Inspections - permits	164,079	192,020	201,932	236,052	244,117	182,438	211,140	72,477	70,616
Business registrations	6,831	6,501	6,683	7,495	5,862	6,979	6,500	6,657	6,587
Plans reviewed	10,220	11,492	11,803	9,370	7,707	7,416	7,500	2,656	3,009
Public Safety - Fire									
Emergency responses	65,387	69,170	68,271	69,877	73,242	76,171	76,171	81,060	76,219
Fires extinguished (residential)	*	*	201	99	136	138	128	146	129
Fires extinguished (non-residential)	*	*	191	114	127	115	114	70	92
Fires extinguished (wildland)	*	*	36	11	21	6	2	6	2
Hazardous materials incidents	863	1,496	1,002	884	952	1,071	1,184	919	809
Rescue calls	*	68	43	46	69	74	70	59	30
Code enforcement inspections	10,837	11,027	11,135	11,200	11,500	3,662	4,200	4,203	5,019
Public Safety - Police									
Offense reports processed	124,040	79,009	94,406	111,796	120,565	101,560	102,000	67,058	55,874
Accident reports processed	31,270	25,736	29,330	33,892	32,556	30,556	32,000	24,748	23,456
Calls received	*	1,284,531	1,176,022	1,156,696	1,130,979	911,071	1,157,416	1,411,816	1,405,290
Felony arrests	*	*	8,216	10,451	10,501	11,326	10,794	14,325	15,836
Misdemeanor arrests	*	*	12,195	24,379	19,773	24,179	22,778	14,705	14,705
Solid Waste									
Refuse collected (tons)	381,548	406,827	423,640	440,541	439,359	452,097	484,964	402,692	392,491
Recyclables collected (tons)	7,348	12,392	7,046	7,367	9,161	9,750	11,152	11,029	11,583
Miles litter/weeds cleaned	16,718	17,665	20,014	72,507	80,657	75,317	75,000	18,020	28,463
Graffiti sites cleaned	19,142	33,367	30,939	33,424	38,230	41,588	40,051	73,571	67,083
Transit - Bus									
Passenger miles	*	19,621,375	19,631,700	25,046,000	28,300,000	31,163,000	32,000,000	36,011,000	37,406,594
ABQRide ridership	7,435,000	6,834,508	6,863,216	7,249,621	8,450,000	9,386,450	9,500,000	10,760,000	11,177,000

Source: City of Albuquerque Annual Performance Plan
Note: Some data are based estimated, projected, or preliminary information
* Data not available or information was not captured or recorded in a comparable format.
Note: The City implemented GASB 34 as of Fiscal Year 2002.

City of Albuquerque, New Mexico
Capital Assets by Function
Last Nine Fiscal Years

Function/Program	Fiscal Years								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government:									
Bus Lines-minibuses	140	140	151	151	144	144	160	160	160
Landfill	1	1	1	1	1	1	1	1	1
Refuse Convenience Centers	3	3	3	3	3	3	3	3	3
Storm sewers (miles)	555	580	610	611	611	612	615	618	618
Public Safety:									
Law Enforcement Center	1	1	1	1	1	1	1	1	1
Police Area Command Centers	5	5	5	5	5	5	6	6	6
Police Substations	11	12	12	12	12	12	12	12	12
Fire Stations	23	23	23	23	23	23	23	23	23
Highways and Streets:									
Streets maintained (miles)		4,141	4,102	4,118	4,264	4,437	4,470	4,525	4,579
ROW acres	3,890	*		*	7,383	7,383	7,383	7,383	7,383
Bridges (railroad, river, roads)	31	31	31	31	31	31	150	150	150
Urban trails (miles)	54	55	59	60	66	126	128	113	117
Traffic signals	533	557	565	571	573	586	593	595	601
School flashing beacons	112	112	112	112	117	117	278	280	302
Storm lift stations	13	14	14	14	14	14	14	14	14
Storm drainage bridges	182	192	193	193	193	193	41	50	50
Dams/Detention basin	14	14	14	14	14	14	110	110	110
Cultural and Recreation:									
Open space acreage	*	26,786	27,513	28,056	28,223	28,326	28,786	28,803	28,810
Park acres	*	2,408	2,468	2,514	2,661	2,769	2,776	2,856	2,921
Playgrounds	*	138	140	143	145	145	171	160	168
Baseball/softball parks	7	7	7	7	6	6	6	7	7
Golf courses	4	4	4	4	4	4	4	4	4
Swimming pools	12	12	12	12	12	12	14	12	12
Tennis courts	32	32	32	32	32	36	136	134	134
Community centers	24	24	24	24	24	24	24	24	24
Museums/Zoos/Cultural Centers	10	10	10	10	10	10	10	10	10
Libraries	17	17	17	17	17	17	17	17	17

Source: City of Albuquerque Annual Performance Plan, department records and Infrastructure records.

Note: Some data are based on estimated, projected, or preliminary information.

* Data not available or information was not captured or was not recorded in a comparable format.

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SINGLE AUDIT INFORMATION

Schedule of Expenditures of Federal Awards

Notes to the Schedule of Expenditures of Federal Awards

**Reconciliation of Schedule of Expenditures of Federal Awards to
Financial Statements**

Financial Data Schedule – Albuquerque Public Housing Authority

**Report on Internal Control over Financial Reporting And on
Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with *Governmental
Auditing Standards***

**Report on Compliance with Requirements Applicable to each
Major Program and Internal Control over Compliance in
Accordance with OMB Circular A-133**

Schedule of Findings and Questioned Costs

Status of Prior Year Audit Recommendations

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2009 through June 30, 2010

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures/ Adjustments
			From	To	
<u>U.S. Department of Agriculture</u>					
Pass Through - New Mexico Children and Youth					
Child and Adult Care Food Program	0278	10.558	10/1/2009	9/30/2010	\$ 358,746
Child and Adult Care Food Program	0278	10.558	10/1/2008	9/30/2009	98,596
					457,342
<u>National School Lunch Program</u>					
Pass Through - New Mexico Children and Youth					
Summer Food Ser. Prog. FY09/10	3037	10.559	10/1/2009	9/30/2010	667,290
Summer Food Ser. Prog. FY08/09	3037	10.559	10/1/2008	9/30/2009	563,341
					1,230,631
Total U.S. Department of Agriculture					\$ 1,687,973
<u>U.S. Department of Commerce</u>					
<u>Economic Development Administration</u>					
Pass Through					
Research and Development Program	SSP2009-047-PP	11.312	7/1/2008	6/30/2010	\$ 156,940
Total U.S. Department of Commerce					\$ 156,940
<u>U.S. Department of Housing and Urban Development</u>					
Community Development Block Grants/Entitlement Grants					
Direct					
Community Develop. Blk Grant 2010	B-10-MC-35-0001	14.218	1/1/2010	Completion	\$ 1,300,537
Community Develop. Blk Grant 2009	B-09-MC-35-0001	14.218	1/1/2009	Completion	1,665,864
Community Develop. Blk Grant 2008	B-08-MC-35-0001	14.218	1/1/2008	Completion	1,348,466
Community Develop. Blk Grant 2007	B-07-MC-35-0001	14.218	1/1/2007	Completion	255,587
Community Develop. Blk Grant 2006	B-06-MC-35-0001	14.218	1/1/2006	Completion	-
Community Develop. Blk Grant 2005	B-05-MC-35-0001	14.218	1/1/2005	Completion	47,663
					4,618,117
Neighborhood Stabilization					
Pass Through					
Neighborhood Stabilization Program	09-NSP-2-G-03	14.228	7/29/2009	6/20/2013	2,478,737
Emergency Shelter Grants Program					
Direct					
Emergency Shelter Grant Program	S-10-MC-35-0001	14.231	1/1/2010	Completion	-
Emergency Shelter Grant Program	S-09-MC-35-0001	14.231	1/1/2008	Completion	193,745
Emergency Shelter Grant Program	S-08-MC-35-0001	14.231	1/1/2008	Completion	-
					193,745
Supportive Housing Program					
Direct					
Supportive Housing Program	Admin Component	14.235	4/1/2010	3/31/2011	2,179
Supportive Housing Program	Admin. Component	14.235	5/1/2009	4/30/2010	13,750
Supportive Housing Program	NM00118B6000802	14.235	5/1/2010	4/30/2011	23,450
Supportive Housing Program	NM00118B6000801	14.235	5/1/2009	4/30/2010	182,691
Supportive Housing Program	NM0017B6000802	14.235	5/1/2010	4/30/2011	188,324
Supportive Housing Program	NM0017B6000801	14.235	5/1/2009	4/30/2010	700,237
					1,110,631
Shelter Plus Care					
Direct					
Shelter Plus Care	Admin Component	14.238	4/1/2010	3/31/2011	5,192
Shelter Plus Care	Admin. Component	14.238	5/1/2009	4/30/2010	52,357
Shelter Plus Care	NM0014C6B000802	14.238	4/1/2010	3/31/2011	215,541
Shelter Plus Care	NM0014C6B000801	14.238	4/1/2009	3/31/2010	781,365
Shelter Plus Care	NM0015C6B000801	14.238	4/1/2010	3/31/2011	94,759
Shelter Plus Care	NM0015C6B000802	14.238	4/1/2009	3/31/2010	243,398
					1,392,612

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			From	To	
U.S. Department of Housing and Urban Development, continued					
HOME Investment Partnerships Program					
Direct					
Home	M-10-MC-35-0209	14.239	1/1/2010	Completion	111
Home	M-09-MC-35-0209	14.239	1/1/2009	Completion	249,482
Home	M-08-MC-35-0209	14.239	1/1/2008	Completion	15,360
Home	M-07-MC-35-0209	14.239	1/1/2007	Completion	654,859
Home	M-06-MC-35-0209	14.239	1/1/2006	Completion	259,992
Home	M-04-MC-35-0209	14.239	1/1/2004	Completion	-
					1,179,804
Section 8 Moderate Rehabilitation					
Single Room Occupancy					
Direct					
Section 8 Moderate Rehabilitation	NM001SR_0004	14.249	7/1/2009	6/30/2010	35,034
American Recovery and Reinvestment Act of 2009					
Direct					
Community Develop. Blk Grant Recovery	B-09-MY-MN-0001	14.253	5/22/2009	Completion	1,007,414
Homeless Prevention and Rapid Re-Housing	S-09-MY-35-0001	14.257	8/1/2009	7/31/2012	813,469
Public and Indian Housing					
Direct					
Low Rent Operating Subsidy	NM00100510D	14.850	1/1/2010	12/31/2010	1,514,626
Low Rent Operating Subsidy	NM00100509D	14.850	1/1/2009	12/31/2009	1,377,877
					2,892,503
Lower Income Housing Assistance Program					
Direct					
Section 8 Moderate Rehabilitation	NM001MR-0002	14.856	7/1/2009	6/30/2010	30,285
Resident Opportunity and Supportive Services					
Direct					
Resident OPRT & Self Sufficiency	NM001RFS124A007	14.870	4/30/2009	4/29/2010	24,358
Section 8 Housing Choice Vouchers					
Direct					
Section 8-Housing Choice Voucher	NM001VO	14.871	7/1/2009	6/30/2010	23,428,811
Section 8-Housing Choice Voucher	NM001DV0001	14.871	7/1/2009	6/30/2010	242,302
					23,671,113
Public Housing Capital Fund					
Direct					
Public Housing Capital Fund Prog.	NM02P00150109	14.872	6/13/2009	6/12/2012	284,380
Public Housing Capital Fund Prog.	NM02P00150108	14.872	6/13/2009	6/12/2012	382,985
Public Housing Capital Fund Prog.	NM02P00150107	14.872	9/13/2007	9/12/2011	375,750
Public Housing Capital Fund Prog.	NM02P00150106	14.872	7/18/2006	7/17/2010	226,234
					1,269,349
American Recovery and Reinvestment Act of 2009					
Direct					
Public Housing Capital Fund Recovery Grant	NM02S00150109	14.872	8/1/2008	8/2/2012	1,168,301
Total U.S. Department of Housing and Urban Development					\$ 41,885,472

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			<u>From</u>	<u>To</u>	
<u>U.S. Department of the Interior</u>					
Water Reclamation and Reuse Program					
Direct					
Alb. Metro Area Water Reclamation	99-FC-40-1050	15.504	6/1/1999	12/31/2009	\$ 921,188
Reclamation Project	R09AP40R06	15.504	9/30/2009	9/30/2010	2,259,619
					<u>3,180,807</u>
Fish and Wildlife Coordination Act					
Pass Through					
Interstate Stream Commission	06-FG-40-2549	15.517	3/19/2009	6/30/2010	<u>71,514</u>
Total U.S. Department of the Interior					<u>\$ 3,252,321</u>
<u>U.S. Department of Justice</u>					
Direct					
FBI Regional Computer Forensics Lab. Nat'l Prog.	A0A003628	16.301	11/1/2009	9/30/2014	<u>\$ 2,816</u>
National Institute of Justice Research,					
Evaluation and Development					
Direct					
Indian Country Crime Lab Services	2004-RC-CX-K075	16.560	5/1/2004	4/30/2009	126,246
DNA Backlog Reduction	2008-DN-BX-K056	16.560	10/1/2008	3/31/2010	15,756
DNA Backlog Reduction	2006-DN-BX-K061	16.560	10/1/2006	9/30/2008	53,943
					<u>195,945</u>
Office of Violence Against Women					
Pass through					
S.T.O.P Violence Against Women	2007-WF-AX-0020	16.588	7/1/2009	6/30/2010	<u>89,568</u>
U.S. Department of Justice Programs					
Public Safety Partnerships and Community Policing Grants					
Direct					
COPS-Technology Program Grant	2008-CK-WX-0554	16.710	12/26/2007	12/25/2010	106,710
COPS-Methamphetamine Initiative	2007-CK-WX-0235	16.710	9/1/2007	8/31/2009	172,004
					<u>278,714</u>
Office of Juvenile Justice and Delinquency Prevention					
Pass Through					
Enforcing Underage Drinking Laws	10-690-10564	16.727	7/1/2009	6/30/2010	<u>41,983</u>
Edward Byrne Memorial Justice Assistance Grant Program					
Direct					
Edward Byrne Memorial Justice Assistance	2009-DJ-BX-0267	16.738	10/1/2008	9/30/2012	373,000
Edward Byrne Memorial Justice Assistance	2008-DJ-BX-0132	16.738	10/1/2007	9/30/2011	139,966
Edward Byrne Memorial Justice Assistance	2007-DJ-BX-1100	16.738	10/1/2006	9/30/2010	37,745
					<u>550,711</u>
Pass Through					
NM Gang & Terrorism Task Force	DPSJAG-09-NMG TG	16.738	10/1/2009	9/30/2010	<u>120</u>
Paul Coverdell Forensic Sciences Improvement Grant Program					
Pass Through					
Paul Coverdell Forensic Science Improvement Grant	09-PCFSIG-MFC-FY10	16.742	10/1/2009	9/30/2010	14,762
Paul Coverdell Forensic Science Improvement Grant	08-PCFSIG-MFC-FY09	16.742	10/1/2008	9/30/2009	7,061
					<u>21,823</u>

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			From	To	
U.S. Department of Justice, continued					
2009 Congressionally Selected Award					
Direct					
FAC Forensic Interview Training and Crisis Support	2009-D1-BX-0283	16.753	10/1/2009	9/30/2012	9,515
American Recovery and Reinvestment Act of 2009					
Pass through					
2009 Recovery Stop Violence Against Women	2009-EF-56-0049	16.588	10/1/2009	12/31/2010	24,520
2009 Recovery Act Byrne Jag (NMGTF)	RA-JAG0NMGTF-SYF10	16.803	3/1/2009	12/31/2010	9,479
Direct					
2009 Recovery Act Byrne Jag Formula Grant	2009-SB-B9-1052	16.804	3/1/2009	2/28/2013	742,155
Federal Bureau of Investigation					
Direct					
HIDTA Narcotics/Gang/Enforcement	2009-SS-B9-0036	16.809	7/1/2009	6/30/2011	86,665
Total U.S. Department of Justice					\$ 2,054,014
U.S. Department of Transportation					
Direct					
VALE - Low Emission Vehicle	3-35-0003-034-2009	20.106	9/23/2009	Completion	\$ 16,043
Airport Improvement Program					
Direct					
Terminal Apron	3-35-0003-031-2005	20.106	7/6/2006	Completion	8,344
Terminal Apron	3-35-0003-031-2006	20.106	7/6/2006	Completion	-
Terminal Apron Phase II	3-35-0002-033-2008	20.106	6/25/2008	Completion	2,050,815
DEII Runway Assessment	3-35-0002-011-2005	20.106	8/1/2005	Completion	118,302
DEII 4-22	3-35-0002-013-2008	20.106	6/19/2008	Completion	211,612
DEII 4-22	3-35-0002-015-2009	20.106	6/19/2008	Completion	2,442,492
Taxiway E	3-35-0003-32-2007	20.106	6/1/2007	Completion	-
					4,831,565
American Recovery and Reinvestment Act of 2009					
Direct					
Rehabilitate Runway 4/22	3-35-0002-014-2009	20.106	6/16/2009	Completion	2,262,455
Federal Highway Administration					
Indirect - State Pass Thru					
I-25 & I-40 Landscaping	TPE-040-3(190)159	20.205	9/4/2009	9/30/2014	2,200,389
Park and Ride Facilities Development	CAQ-TPU-7600 (10)	20.205	10/1/2009	9/30/2010	200,000
Coors Blvd Intersection @ Quail	HPP-4001 (7) 02	20.205	4/2/2008	9/30/2012	74,604
Signal Control	CAQ-TPU-7601(9)	20.205	3/14/2000	9/30/2011	1,794,268
Westside/McMahon	CAQ-HPP-TPU-7601(07)	20.205	4/2/1997	6/30/2010	520,626
	SP-GA-ST-7601(261)				
2nd Street/Montano Rd Improve	TPU-4035(7)07	20.205	2/4/2004	9/30/2010	-
University/Rio Bravo/Mesa Del Sol	STP-TPU-HPP-GRIP-5260(2)	20.205	7/30/2004	6/30/2009	12,721
	SP-GA-ST-5260(269)				
Bear Canyon Arroyo Trail	CAQ-TPU-7701(51)	20.205	8/20/2004	9/30/2012	-
Bicycle Travel Demand Management Program	CAQ-7701(43)	20.205	6/12/2002	9/30/2011	83,404
Tea21 Bicycle/Pedestrian Safety	CAQ-7701(12) Contr No. 9819	20.205	6/20/2005	Completion	22,441
Mid-Block Bicycle/Pedestrian Crossings	TPZ-5096(3)04	20.205	3/17/2006	9/30/2010	-
CMAQ Fixed Route Expansion	M00977	20.205	10/1/2009	9/30/2010	471,939
CMAQ Fixed Route Expansion	M00834	20.205	10/1/2007	9/30/2009	-
Academy Road Bike Lanes	TPU-4064 (1) 00	20.205	5/8/2008	9/30/2012	192,499
Comanche Rd Bike Lanes	TPU-5016(3)02	20.205	6/11/2007	9/30/2011	-
Bus Facilities Improvements	TPU-7701(57)	20.205	10/1/2009	9/30/2010	200,000
North Diversion Channel Crossings	TPU-7701(58)	20.205	3/13/2009	9/30/2013	87,919

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			From	To	
U.S. Department of Transportation, continued					
Federal Highway Administration					
Indirect - State Pass Thru					
North Diversion Channel Bike/Ped Trail	TPU-4008 (40)	20.205	5/16/2008	9/30/2012	97,556
North Diversion Bicycle Lanes/Trails	TPE-TPU-7501(6)	20.205	5/15/2006	9/30/2010	-
Unser and Central TOD	TPU-7600 (12)	20.205	9/18/2008	9/30/2012	78,727
					6,037,093
Federal Highway Admin. Planning Construction					
Indirect - State Pass Thru					
Rideshare/TDM FY10	MOO943	20.205	7/1/2009	6/30/2010	771,104
American Recovery and Reinvestment Act of 2009					
Direct - Federal Highway Administration					
I-40 Bikeway/Trail Ride over the Rio Grande	CAQ-TPU-040-3(104)155	20.205	7/2/2009	9/30/2012	3,221,152
Signal Control	ECO-7601(9)	20.205	8/26/2009	9/30/2012	1,926,076
					5,147,228
Federal Transit Capital Investment Grants					
Direct					
Construction-Uptown Transfer Center	NM-03-0021	20.500	12/3/1998	Completion	56,263
High Capacity/Rapid Transit Project	NM-03-0025	20.500	11/23/1999	Completion	-
Solar, Buses, Westside, ATC Depot	NM-03-0029	20.500	7/1/2001	Completion	127,459
WSTF, Buses, ATC Depot	NM-03-0033	20.500	3/1/2002	Completion	119,350
Rapid Ride Earmarks - New Starts Funds	NM-03-0055	20.500	5/5/2008	Completion	252,360
CAPITAL	NM-04-0003	20.500	10/1/2006	Completion	95,600
					651,032
Federal Transit Formula Grants					
Direct					
Central and Unser PNR	NM-95-X001	20.507	7/1/2009	Completion	801,987
Capital (CMAQ) Operating 1996	NM-90-X045	20.507	7/1/1995	Completion	-
Capital Bus Planning	NM-90-X051	20.507	9/17/1998	Completion	-
Real Estate, Design, Constr. TE	NM-90-X054	20.507	9/1/2000	Completion	-
Construction 3 Facilities, Buses	NM-90-X060	20.507	7/1/2001	Completion	28,541
WSTF, Buses, Planning, Yale, Park & Ride	NM-90-X065	20.507	3/1/2002	Completion	402,346
ATC Depot, SW Mesa, PNR	NM-90-X073	20.507	7/12/2005	Completion	144,859
Buses, Technology, Planning	NM-90-X078	20.507	10/1/2006	Completion	3,844,432
					5,222,165
American Recovery and Reinvestment Act of 2009					
Direct					
ARRA Kiosks, Farebox, Bus Shelters	NM-96-X001	20.507	6/1/2009	9/15/2010	2,322,191
State and Community Highway Safety					
Pass Through					
Teen Seat Belt Demonstration Project	10-OP-TDI-002	20.600	2/22/2010	9/30/2010	5,573
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons					
Pass Through					
Selective Traffic Enforcement Program	10-PT-RF-002	20.605	10/1/2009	9/30/2010	52,879
Selective Traffic Enforcement Program	09-PT-63-002	20.605	10/1/2008	9/30/2009	42,286
					95,165
Minimum Penalties for repeat Offenders for Driving While Intoxicated					
Pass Through					
Operation DWI Bat Mobile	09-AL-64-002B	20.608	10/1/2008	9/30/2009	180,000
Drug Recognition Expert	10-AL-K8-P07	20.608	10/1/2008	9/30/2009	60,570

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			From	To	
<u>U.S. Department of Transportation, continued</u>					
Minimum Penalties for repeat Offenders for Driving While Intoxicated					
Pass Through					
Drug Recognition Expert	09-AL-64-P07	20.608	10/1/2007	9/30/2008	12,145
Operation DWI	09-AL-64-002	20.608	10/1/2008	9/30/2010	460,382
Underage Drinking	09-AL-64-P02	20.608	10/1/2008	9/30/2009	125,729
DWI Drunkbuster Overtime Enforcement	10-AF-64-P34	20.608	10/1/2009	9/30/2010	46,127
DWI Drunkbuster Overtime Enforcement	09-AL-64-P34	20.608	1/1/2009	9/30/2009	42,117
TraCS Statewide Rollout	10-HE-64-P04M	20.608	10/1/2009	9/30/2010	349,074
08 APD Traffic Statistician	08-AL-64-P29	20.608	2/22/2008	9/30/2010	15,208
Project Safe Neighborhood	08-PSN-APD-FY09	20.608	10/01/2008	9/30/2009	5,059
					<u>1,296,411</u>
Safety Belt Performance Grants					
Pass Through					
Sel. Traffic Enforc. (100 Days/Nights of Summer)	09-PT-DS-002	20.609	6/1/2008	9/30/2008	79,449
08 APD Traffic Statistician	08-PT-06-P06	20.609	2/22/2008	9/30/2010	-
					<u>79,449</u>
<u>Total U.S. Department of Transportation</u>					<u>\$ 28,737,471</u>
<u>U.S. Environmental Protection Agency</u>					
Air Pollution Control Program Support					
Direct					
FY10 Air Pollution	A-00615809-2	66.001	10/1/2009	9/30/2010	\$ 111,120
FY09 Air Pollution	A-00615809-2	66.001	10/1/2008	9/30/2009	238,193
					<u>349,313</u>
Surveys, Studies, Investigations and Special Purpose Grants					
Direct					
Air Toxics Monitoring	XA-96637901-0	66.034	10/1/2006	6/30/2009	75,969
PM Fine Monitoring	PM-9667801-0	66.034	4/1/2008	3/31/2009	169,042
					<u>245,011</u>
American Recovery and Reinvestment Act of 2009					
Pass through					
NM Clean Diesel ARRA Grant	NM-ARRA/DERA-10-01	66.039	3/3/2010	6/30/2011	519,495
American Recovery and Reinvestment Act of 2009					
Pass through - NMFA Loans/Subsidies					
Leak Detention	2379-ADW	66.468	10/1/2009	Completion	199,576
Water Use and Efficiency and Retrofit Analysis Study	2380-ADW	66.468	10/1/2009	Completion	51,151
Carnuel	2316-ADW	66.468	10/1/2009	Completion	1,374,144
					<u>1,624,871</u>
NMFA Loans/Subsidies					
Santa Barbara	1727-DW	66.468	10/1/2009	Completion	1,879,798
Domestic Water and Waste Water					
Direct					
Carnuel Mutual Domestic Water and Waste Water	XP-976582-01	66.606	3/1/2004	6/30/2010	87,300
American Recovery and Reinvestment Act of 2009					
Direct					
NM Energy Efficient and Conservation Block Grant	DE-EE0000680	81.128	10/1/2009	Completion	644
<u>Total U.S. Environmental Protection Agency</u>					<u>\$ 4,706,432</u>

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For the Period of July 1, 2009 through June 30, 2010

<u>Grantor Agency and Grant Title</u>	<u>Grant Number- Federal or State</u>	<u>Federal CFDA Number</u>	<u>Grant Period</u>		<u>Expenditures/ Adjustments</u>
			<u>From</u>	<u>To</u>	
<u>U. S. Department of Energy</u>					
Pass Through					
Solar - Photovoltaic	09-521-A083068-0062	81.105	10/30/2009	Completion	\$ 50,000
Solar - Rental Car Project	09-521-A040560-0162	81.105	12/3/2008	Completion	98,000
<u>Total U.S. Department of Energy</u>					<u>\$ 148,000</u>
<u>U.S Department of Health and Human Services</u>					
Pass Through					
Teen Parent Residency Program	07-690-1181-02	93.590	7/1/2008	6/30/2009	\$ (4,537)
Special Programs for the Aging Title III, Part D					
Disease Prevention and Health Promotion Services					
2010 Older American Program/ Title III, Part D	10-624-4000-0001	93.043	07/01/2009	6/30/2010	32,024
Special Programs for the Aging Title III, Part B					
Grants for Supportive Services and Senior Centers					
Pass Through					
2010 Older American Program/ Title III, Part B	10-624-4000-001	93.044	07/01/2009	6/30/2010	356,314
Special Programs for the Aging Title III, Part C					
Nutrition Services					
Pass Through					
2010 Older American Program/ Title III, Part C	10-624-4000-0001	93.045	07/01/2009	6/30/2010	496,308
Special Programs for the Aging Title III, Part E					
National Family Caregiver Support					
Pass Through					
2010 Older American Program/ Title III, Part E	10-624-4000-0001	93.052	07/01/2009	6/30/2010	246,892
Nutrition Services Incentive Program					
Pass Through					
Nutrition Services Incentive Prgram - CIL	10-624-4000-0004	93.053	07/01/2009	6/30/2010	188,928
American Recovery and Reinvestment Act of 2009					
Pass Through					
Nutrition Services Incentive Program	10-624-4000-0086	93.053	07/01/2009	6/30/2010	162,929
Bureau of Health Emergency Management					
Pass Through					
2009 NOVEL H1N1 Vaccine Program	66500-0000060282	93.069	10/26/2009	6/30/2010	258,829
Head Start					
Direct					
Early Head Start FY 10	06SE7016/02	93.600	7/1/2009	6/30/2010	2,596,095
Early Head Start FY 09	06CH7016/07	93.600	7/1/2008	6/30/2009	(17,496)
					2,578,599
American Recovery and Reinvestment Act of 2009					
Direct					
ARRA Early Head Start Quality Program	06SE7016/02	93.708	7/1/2009	9/30/2010	40,837
<u>Total U.S. Department of Health and Human Services</u>					<u>\$ 4,357,123</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2009 through June 30, 2010

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures/ Adjustments
			From	To	
<u>Corporation for National and Community Services</u>					
Retired and Senior Volunteer Program					
Direct					
Retired Senior Volunteer Prog.	09SR102091	94.002	7/1/2009	6/30/2010	\$ 47,778
Foster Grandparent Program					
Direct					
Foster Grandparent	09SF10259	94.011	7/1/2009	6/30/2010	154,140
Senior Companion Program					
Direct					
Senior Companion Program	09SC10046	94.016	7/1/2009	6/30/2010	99,833
<u>Total Corporation for National and Community Services</u>					<u>\$ 301,751</u>
<u>U.S. Department of Homeland Security</u>					
State and Local Government Coordination and Preparedness					
Pass Through					
ABQ Exercise Grant	2006-GE-T6-0046	97.006	1/15/2008	12/30/2010	\$ 50,500
Emergency Performance Grants					
Pass Through					
09 Emergency Mgmt Performance	2009-EMPG-Albuquerque	97.042	7/1/2009	6/30/2010	128,098
08 Emergency Mgmt Performance	2008-EMPG-Albuquerque	97.042	1/1/2008	6/30/2009	29,603
					157,701
Citizen Corps					
Pass Through					
Albuquerque Citizen Corps	2007-GE-T70023-CABQ	97.053	1/15/2008	11/15/2009	19,045
Homeland Security Grant Program					
Pass Through					
Homeland Security Grant	2008-GE-T8-0030	97.067	11/2/2008	6/30/2011	75,557
Homeland Security Grant	2007-GE-T70023-CABQ	97.067	1/15/2008	11/15/2009	4,861
Homeland Security Grant	2007-GE-T70023-CABQ	97.067	1/15/2008	11/15/2009	125,276
					205,694
State and Local Government Coordination and Preparedness					
Pass Through					
Homeland Security and Emergency Management	2007-GE-T70023-CABQ-MMR5	97.071	1/15/2008	06/30/2012	233,767
Homeland Security and Emergency Management	2006-GE-T60064-CABQ-MMR5	97.071	1/15/2008	6/30/2012	144,954
					378,721
National Explosives Detection Canine Team Program					
Direct					
TSA National Explosives Detection Canine Team	HSTS0208HCAN460	97.072	4/1/2008	3/31/2013	200,500
Law Enforcement Terrorism Prevention Program					
Pass Through					
Law Enforcement Terrorism Prevention Program	2006-GE-T60064-ABQ	97.074	12/1/2006	11/15/2009	25,677
<u>Total Department of Homeland Security</u>					<u>\$ 1,037,838</u>
TOTAL					\$ 88,325,335

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2010

NOTE A SIGNIFICANT ACCOUNTING POLICY

The accompanying schedule of federal awards is prepared on the modified accrual basis of accounting. The schedule of federal awards includes expenditures of the City of Albuquerque and the discretely presented component unit--Albuquerque Bernalillo County Water Utility Authority.

NOTE B SUBRECIPIENTS OF GRANT AWARDS

<u>Grantor Agency / Grant Title and Subrecipients</u>	<u>Grant Number- Federal or State</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grant Amount</u>
U.S. Department of Housing and Urban Development			
Community Development Block Grants/Entitlement Grants			
2010 calendar year grant			
American Red Cross	B-10-MC-35-0001	14.218	\$ 390,048
Greater Albuquerque Housing Partnership	B-10-MC-35-0001	14.218	115,838
Community Dental Services	B-10-MC-35-0001	14.218	120,000
United South Broadway Housing	B-10-MC-35-0001	14.218	108,204
Sawmill Community Land Trust	B-10-MC-35-0001	14.218	106,319
City of ABQ. Dept of Senior Affairs	B-10-MC-35-0001	14.218	74,829
AHCH Dental Services	B-10-MC-35-0001	14.218	62,000
City of ABQ. Dept of Senior Affairs	B-10-MC-35-0001	14.218	49,695
Law Access	B-10-MC-35-0001	14.218	38,438
Greater Albuquerque Housing Partnership	B-10-MC-35-0001	14.218	38,318
Youth Development Corporation	B-10-MC-35-0001	14.218	35,450
Metropolitan Homelessness Project	B-10-MC-35-0001	14.218	29,033
Southwest Creations	B-10-MC-35-0001	14.218	23,000
United South Broadway Housing	B-10-MC-35-0001	14.218	21,953
Catholic Charities	B-10-MC-35-0001	14.218	21,365
AHCH Motel Vouchers	B-10-MC-35-0001	14.218	13,235
Barrett House	B-10-MC-35-0001	14.218	12,000
Sawmill Community Land Trust	B-10-MC-35-0001	14.218	10,388
Cuidano Los Ninos	B-10-MC-35-0001	14.218	9,000
Total			<u>1,279,113</u>
2009 calendar year grant			
American Red Cross	B-09-MC-35-0001	14.218	390,537
Sawmill Community Land Trust	B-09-MC-35-0001	14.218	109,869
United South Broadway Corp.	B-09-MC-35-0001	14.218	108,435
Greater Albuquerque Housing Partnership	B-09-MC-35-0001	14.218	91,197
Department of Senior Affairs Home Retrofit	B-09-MC-35-0001	14.218	80,680
Dept. Senior Affairs Nutrition Services	B-09-MC-35-0001	14.218	49,258
Metropolitain Homelessness Project	B-09-MC-35-0001	14.218	45,000
Law Access NM	B-09-MC-35-0001	14.218	38,981
Catholic Charities	B-09-MC-35-0001	14.218	16,894
YDI Eviction Prevention	B-09-MC-35-0001	14.218	34,700
Human Rights Fair Housing	B-09-MC-35-0001	14.218	275
Total			<u>965,826</u>
Emergency Shelter Grant Program			
2009 calendar year grant			
Albuq. Rescue Mission	S-09-MC-350001	14.231	133,462
St. Martins Shelter	S-09-MC-350001	14.231	148,184
Good Shephard	S-09-MC-350001	14.231	63,000
Barrett Shelter	S-09-MC-350001	14.231	20,000
Total			<u>364,646</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2010

NOTE B SUBRECIPIENTS OF GRANT AWARDS, continued

<u>Grantor Agency / Grant Title and Subrecipients</u>	<u>Grant Number- Federal or State</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grant Amount</u>
U.S. Department of Housing and Urban Development, continued			
Supportive Housing Program			
St. Martin's Hospitality	NM0017B6B000801	14.235	214,016
Catholic Charities	NM0017B6B000801	14.235	202,741
SAFE House	NM0017B6B000801	14.235	187,026
Ciudando Los Ninos	NM0018B6B000801	14.235	182,691
Barrett Foundation	NM0017B6B000801	14.235	96,453
SAFE House	NM0017B6B000802	14.235	71,735
St. Martin's Hospitality	NM0017B6B000802	14.235	51,682
Catholic Charities	NM0017B6B000802	14.235	43,330
Ciudando Los Ninos	NM0018B6B000802	14.235	23,450
Barrett Shelter	NM0017B6B000802	14.235	21,577
Total			<u>1,094,702</u>
Shelter Plus Care			
Albuquerque Healthcare for the Homeless	NM0014C6B000801	14.238	403,506
St. Martin's Hospitality Center	NM0014C6B000801	14.238	377,859
Transitional Living Services	NM0015C6B000801	14.238	243,398
St. Martin's Hospitality Center	NM0014C6B000802	14.238	130,125
Transitional Living Services	NM0015C6B000802	14.238	94,759
Albuquerque Healthcare for the Homeless	NM0014C6B000802	14.238	85,415
Total			<u>1,335,062</u>
HOME Investment Partnerships Program			
Ed Romero Terrace Project	M-07-MC-35-0209	14.239	800,000
Sawmill Community Landtrust	M-06-MC-35-0209	14.239	407,730
United South Broadway	M-07-MC-35-0209	14.239	95,300
Greater Albuquerque Housing Project	M-07-MC-35-0209	14.239	94,816
Sawmill Community Landtrust	M-07-MC-35-0209	14.239	16,633
Total			<u>1,414,479</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 6,453,828</u>
U.S. Department of Justice			
Edward Byrne Memorial Justice Assistance Grant Program			
Edward Byrne Memorial Justice Assistance			
Bernalillo County Sheriff's Office	2008-DN-BX-0132	16.738	\$ 50,774
Bernalillo County Sheriff's Office	2007-DJ-BX-1100	16.738	<u>3,600</u>
Total			<u>54,374</u>
Total U.S. Department of Justice			<u>\$ 54,374</u>
U.S. Department of Health and Human Services			
Special Programs for the Aging Title III, Part D			
Disease Prevention and Health Promotion Services			
UNM College of Nursing-GEHM Clinic	09-624-4000-0001	93.043	\$ 25,974
Jewish Family Services	09-624-4000-0001	93.043	<u>6,050</u>
			<u>32,024</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2010

NOTE B SUBRECIPIENTS OF GRANT AWARDS, continued

<u>Grantor Agency / Grant Title and Subrecipients</u>	<u>Grant Number- Federal or State</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grant Amount</u>
U.S. Department of Health and Human Services, continued			
Special Programs for the Aging Title III, Part B, E			
Share Your Care-Adult Day Care	09-624-4000-0001	93.044	\$ 40,000
Senior Citizens Law Office	09-624-4000-0001	93.044	105,888
Outcome, Inc.	09-624-4000-0001	93.044	7,000
Premier Home Healthcare	09-624-4000-0001	93.044	6,505
La Vida Felicidad	09-624-4000-0001	93.044	6,505
Home Instead Senior Care	09-624-4000-0001	93.044	6,504
Home Care Assistance	09-624-4000-0001	93.044	6,505
Addus Healthcare	09-624-4000-0001	93.044	6,505
Jewish Family Services	09-624-4000-0001	93.044	1,631
Total			<u>187,043</u>
Special Programs for the Aging Title III, Part E			
Curtis Graff	09-624-4000-0001	93.052	45,000
Share Your Care-Adult Day Care	09-624-4000-0001	93.052	83,181
Jewish Family Services	09-624-4000-0001	93.052	17,640
Premier Home Healthcare	09-624-4000-0001	93.052	10,356
La Vida Felicidad	09-624-4000-0001	93.052	10,356
Home Instead Senior Care	09-624-4000-0001	93.052	10,356
Home Care Assistance	09-624-4000-0001	93.052	10,356
Addus Healthcare	09-624-4000-0001	93.052	10,355
Cornucopia	09-624-4000-0001	93.052	6,400
Total			<u>204,000</u>
U.S. Department of Health and Human Services			
Head Start			
Early Head Start FY 10			
Catholic Charities	06SE7016/02	93.600	173,000
Cuidando Los Ninos Day Care	06SE7016/02	93.600	207,000
Total			<u>380,000</u>
American Recovery and Reinvestment Act of 2009			
ARRA Early Head Start Quality Program			
Catholic Charities	06SE7016/02	93.708	3,830
Cuidando Los Ninos Day Care	06SE7016/02	93.708	5,519
Total			<u>9,349</u>
Total U.S. Department of Health and Human Services			<u>\$ 812,416</u>
TOTAL ALL PROGRAMS			<u>\$ 7,320,618</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2010

NOTE C NON-CASH ASSISTANCE, LOANS, AND LOAN GUARANTEES

In accordance with OMB Circular A-133, the City discloses non-cash assistance, loans, and loan guarantees. The City considers the non-cash assistance amount to be immaterial and will fully disclose amounts in subsequent years. The reported amount includes new loans made during the year, plus prior year loans for which the federal government imposes continuing compliance requirements. Accordingly, the total expenditures per the Schedule of Expenditures of Federal Awards is adjusted as follows:

Total expenditures per Schedule of Expenditures of Federal Awards		\$ 88,325,335
Loans and loan guarantees:		
Community Development Block Grant	14.218	1,734,844
HOME program	14.239	<u>524,595</u>
Adjusted total expenditures per Schedule of Expenditures of Federal Awards		<u>\$ 90,584,774</u>

CITY OF ALBUQUERQUE, NEW MEXICO
RECONCILIATION OF SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

	Expenditures		
	Federal	Non-Federal	Total
Special Revenue Funds:			
Community Development	7,096,853	629,247	7,726,100
Operating Grants Fund	17,384,115	12,865,683	30,249,798
Total Special Revenue Funds	<u>24,480,968</u>	<u>13,494,930</u>	<u>37,975,898</u>
Capital Projects Funds:			
Capital Acquisition Fund	11,297,999	89,081,653	100,379,652
Total Capital Projects Funds	<u>11,297,999</u>	<u>89,081,653</u>	<u>100,379,652</u>
Enterprise Funds:			
Airport Fund	7,615,502	55,812,493	63,427,995
Transit Fund	9,067,327	45,053,575	54,120,902
Housing Authority Fund	29,090,763	3,733,045	32,823,808
Total Enterprise Funds	<u>45,773,592</u>	<u>104,599,113</u>	<u>150,372,705</u>
Component Unit:			
Water Utility	<u>6,772,776</u>	<u>195,556,900</u>	<u>202,329,676</u>
 TOTAL	 <u>\$ 88,325,335</u>	 <u>\$ 402,732,596</u>	 <u>\$ 491,057,931</u>

CITY OF ALBUQUERQUE, NEW MEXICO
FINANCIAL DATA SCHEDULE
ALBUQUERQUE PUBLIC HOUSING AUTHORITY
Year Ended June 30, 2010

FDS Line Item No.	Project Total	14.871 Housing Choice Vouchers	14.182 N/C S/R Section 8 Programs	14.870 Resident Opportunity and Supportive Services
ASSETS				
Current assets:				
111 Cash - Unrestricted	\$ 3,821,300	\$ 6,377,289	\$ -	\$ -
113 Cash - Other Restricted	11,352	1,915,036	-	-
114 Cash- Tenant Security Deposits	177,501	-	-	-
115 Cash- Restricted for Payment of Current Liabilities	-	-	-	-
100 Total Cash	<u>4,010,153.00</u>	<u>8,292,325</u>	<u>-</u>	<u>-</u>
Accounts Receivable:				
121 PHA Projects	-	-	-	-
122 HUD Other Projects	-	-	19,410	24,358
124 Other Government	-	4,194	-	-
125 Miscellaneous	-	226,370	-	-
126 Tenants - Dwelling Rents	274,701	-	-	-
126.1 Allowance for Doubtful Accounts: Tenants	(89,338)	-	-	-
126.2 Allowance for Doubtful Accounts: Other	-	(226,370)	-	-
120 Total Receivables, net of allowances for doubtful accounts	<u>185,363</u>	<u>4,194</u>	<u>19,410</u>	<u>24,358</u>
131 Investments- Unrestricted	-	-	-	-
143 Inventories	-	-	-	-
143.1 Allowance for Obsolete Inventories	-	-	-	-
144 Inter Program Due From	-	-	7,376	-
150 Total Current Assets	<u>4,195,516</u>	<u>8,296,519</u>	<u>26,786</u>	<u>24,358</u>
Fixed Assets:				
161 Land	3,767,389	-	-	-
162 Buildings	49,635,654	-	-	-
164 Furniture, Equipment & Machinery- Administration	674,427	233,298	-	-
166 Accumulated Depreciation	(44,054,807)	(220,451)	-	-
167 Construction in Progress	353,475	-	-	-
160 Total Fixed Assets	<u>10,376,138</u>	<u>12,847</u>	<u>-</u>	<u>-</u>
180 Total Noncurrent Assets	<u>10,376,138</u>	<u>12,847</u>	<u>-</u>	<u>-</u>
190 TOTAL ASSETS	<u>\$ 14,571,654</u>	<u>\$ 8,309,366</u>	<u>\$ 26,786</u>	<u>\$ 24,358</u>

14.885 Formula Capital Fund Stimulus Grant	14.856 Lower Income Housing Assistance Program_Section8 Moderate Rehabilitat	COCC	Subtotal	ELIM	Total
\$ -	\$ 54,958	\$ 3,057,242	\$ 13,310,789	-	\$ 13,310,789
-	-	-	1,926,388	-	1,926,388
-	-	-	177,501	-	177,501
-	-	-	-	-	-
-	54,958.00	3,057,242	15,414,678	-	15,414,678
-	-	-	-	-	-
-	-	-	43,768	-	43,768
-	-	7,480	11,674	-	11,674
-	-	150	226,520	-	226,520
-	-	-	274,701	-	274,701
-	-	-	(89,338)	-	(89,338)
-	-	-	(226,370)	-	(226,370)
-	-	7,630	240,955	-	240,955
-	-	8,018,608	8,018,608	-	8,018,608
-	-	181,336	181,336	-	181,336
-	-	(9,067)	(9,067)	-	(9,067)
-	16,794	2,998,487	3,022,657	(3,022,657)	-
-	71,752	14,254,236	26,869,167	(3,022,657)	23,846,510
-	-	-	3,767,389	-	3,767,389
-	-	2,635,235	52,270,889	-	52,270,889
-	-	338,585	1,246,310	-	1,246,310
-	-	(1,859,831)	(46,135,089)	-	(46,135,089)
-	-	-	353,475	-	353,475
-	-	1,113,989	11,502,974	-	11,502,974
-	-	1,113,989	11,502,974	-	11,502,974
\$ -	\$ 71,752	\$ 15,368,225	\$ 38,372,141	(3,022,657)	\$ 35,349,484

CITY OF ALBUQUERQUE, NEW MEXICO
FINANCIAL DATA SCHEDULE
ALBUQUERQUE PUBLIC HOUSING AUTHORITY
Year Ended June 30, 2010

FDS Line Item No.	Project Total	14.871 Housing Choice Vouchers	14.182 N/C S/R Section 8 Programs	14.870 Resident Opportunity and Supportive Services
LIABILITIES AND EQUITY/NET ASSETS				
Liabilities:				
Current liabilities:				
311 Bank Overdraft	\$ -	\$ -	\$ -	\$ -
312 Accounts Payable <= 90 Days	87,108	-	-	-
321 Accrued Wage/Payroll Taxes Payable	-	-	-	21,993
322 Accrued Compensated Absences, Current	53,998	62,179	-	2,365
331 Accounts payable, HUD PHA Programs	-	23,546	-	-
341 Tenant Security Deposits	195,528	-	-	-
342 Deferred Revenue	-	-	-	-
343 Current Portion of LT Debt- Capital Projects	88,953	-	-	-
344 Current Portion of LT Debt-Operating Borrowings	-	-	-	-
345 Other Current Liabilities	5,042	3,881	-	-
346 Accrued Liabilities - Other	3,057	-	-	-
347 Interprogram Due To	-	3,022,657	-	-
348 Loan Liability- Current	-	-	-	-
310 Total Current Liabilities	<u>433,686</u>	<u>3,112,263</u>	<u>-</u>	<u>24,358</u>
351 Long-term Debt, Net of Current - Capital Projects/ Mortgage Revenue Bonds	403,306	-	-	-
353 Noncurrent liabilities - other	<u>11,352</u>	<u>93,119</u>	<u>-</u>	<u>-</u>
350 Total Noncurrent Liabilities	<u>414,658</u>	<u>93,119</u>	<u>-</u>	<u>-</u>
300 Total Liabilities	<u>848,344</u>	<u>3,205,382</u>	<u>-</u>	<u>24,358</u>
Equity/Net Assets:				
508.1 Invested in Capital Asset, Net of Related Debt	9,883,879	12,847	-	-
511.1 Restricted Net Assets	11,352	1,915,036	-	-
512.1 Unrestricted Net Assets	<u>3,828,079</u>	<u>3,176,101</u>	<u>26,786</u>	<u>-</u>
513 Total Equity/Net Assets	<u>13,723,310</u>	<u>5,103,984</u>	<u>26,786</u>	<u>-</u>
600 TOTAL LIABILITIES AND EQUITY/NET ASSETS	<u>\$ 14,571,654</u>	<u>\$ 8,309,366</u>	<u>\$ 26,786</u>	<u>\$ 24,358</u>

14.885 Formula Capital Fund Stimulus Grant	14.856 Lower Income Housing Assistance Program_Section8 Moderate Rehabilitat	COCC	Subtotal	ELIM	Total
-	\$ -	\$ -	\$ -	-	-
-	-	840,251	927,359	-	927,359
-	-	3,604,323	3,626,316	-	3,626,316
-	312	67,843	186,697	-	186,697
-	14,358	-	37,904	-	37,904
-	-	-	195,528	-	195,528
-	7,376	-	7,376	-	7,376
-	-	-	88,953	-	88,953
-	-	-	-	-	-
-	20	-	8,943	-	8,943
-	-	-	3,057	-	3,057
-	-	-	3,022,657	(3,022,657)	-
-	-	-	-	-	-
-	22,066	4,512,417	8,104,790	(3,022,657)	5,082,133
-	-	-	-	-	-
-	-	-	403,306	-	403,306
-	-	-	104,471	-	104,471
-	-	-	507,777	-	507,777
-	22,066	4,512,417	8,612,567	(3,022,657)	5,589,910
-	-	-	9,896,726	-	9,896,726
-	-	-	1,926,388	-	1,926,388
-	49,686	10,855,808	17,936,460	-	17,936,460
-	49,686	10,855,808	29,759,574	-	29,759,574
\$ -	\$ 71,752	\$ 15,368,225	\$ 38,372,141	\$ (3,022,657)	\$ 35,349,484

CITY OF ALBUQUERQUE, NEW MEXICO
FINANCIAL DATA SCHEDULE
ALBUQUERQUE PUBLIC HOUSING AUTHORITY
Year Ended June 30, 2010

FDS Line Item No.		Project Total	14.871 Housing Choice Vouchers	14.182 N/C S/R Section 8 Programs	14.870 Resident Opportunity and Supportive Services
Revenue:					
70300	Net Tenant Rental Revenue	\$ 2,067,818	\$ -	\$ -	\$ -
70500	Total Tenant Revenue	2,067,818	-	-	-
70600	HUD PHA Operating Grants	3,547,273	23,096,587	53,998	24,358
70610	Capital Grants	614,579	-	-	-
70710	Management Fee	-	-	-	-
70720	Asset Management Fee	-	-	-	-
70730	Book Keeping Fee	-	-	-	-
70700	Total Fee Revenue	-	-	-	-
71100	Investment Income- Unrestricted	16	8,400	27	-
71400	Fraud Recovery	-	41,380	-	-
71500	Other Revenue	193,624	47,155	-	-
70000	Total Revenue	6,423,310	23,193,522	54,025	24,358
91100	Administrative Salaries	419,291	983,212	3,015	15,484
91200	Auditing Fees	8,099	3,881	-	-
91300	Management Fee	513,373	539,210	-	-
91310	Book-keeping	84,272	339,187	-	-
91500	Employee Benefit Contributions - Administrative	191,693	396,021	1,241	8,874
91600	Office Expenses	99,464	25,657	-	-
91700	Legal Expenses	347	-	-	-
91800	Travel	439	496	-	-
91900	Other	-	190,807	914	-
91000	Total Operating- Administrative	1,316,978	2,478,471	5,170	24,358
92100	Tenant Services - Salaries	1,899	-	-	-
92300	Employee Benefit Contributions - Tenant Services	803	-	-	-
92400	Tenant Services - Other	-	-	-	-
92500	Total Tenant Services	2,702	-	-	-
93100	Water	378,745	-	-	-
93200	Electricity	181,488	-	-	-
93300	Gas	117,690	-	-	-
93000	Total Utilities	677,923	-	-	-
94100	Ordinary Maintenance and Ops- Labor	290,687	19,170	-	-
94200	Ordinary Maintenance and Ops- Materials and Other	367,939	-	-	-
94300	Ordinary Maintenance and Ops- Contract Costs	1,083,768	-	-	-
94500	Employee Benefit Contributions- Ordinary Maintenance	112,824	-	-	-
94000	Total Maintenance	1,855,218	19,170	-	-

14.885 Formula Capital Fund Stimulus Grant	14.856 Lower Income Housing Assistance Program_Section8 Moderate Rehabilitat	COCC	Subtotal	ELIM	Total
\$ -	\$ -	\$ -	\$ 2,067,818	-	2,067,818
-	-	-	2,067,818	-	2,067,818
1,168,300	33,899	-	27,924,415	-	27,924,415
-	-	-	614,579	-	614,579
-	-	1,194,773	1,194,773	(1,052,583)	142,190
-	-	-	-	-	-
-	-	423,458	423,458	(423,458)	-
-	-	1,618,231	1,618,231	(1,476,041)	142,190
-	18	14,568	23,029	-	23,029
-	-	-	41,380	-	41,380
-	-	8,718	249,497	-	249,497
1,168,300	33,917	1,641,517	32,538,949	(1,476,041)	31,062,908
-	2,010	860,004	2,283,016	-	2,283,016
-	8	-	11,988	-	11,988
-	-	-	1,052,583	(1,052,583)	-
-	-	-	423,459	(423,458)	1
-	833	364,418	963,080	-	963,080
-	79	74,434	199,634	-	199,634
-	-	-	347	-	347
-	2	3,438	4,375	-	4,375
-	273	-	191,994	-	191,994
-	3,205	1,302,294	5,130,476	(1,476,041)	3,654,435
-	-	-	1,899	-	1,899
-	-	-	803	-	803
-	-	-	-	-	-
-	-	-	2,702	-	2,702
-	-	1,632	380,377	-	380,377
-	-	8,689	190,177	-	190,177
-	-	5,533	123,223	-	123,223
-	-	15,854	693,777	-	693,777
-	41	-	309,898	-	309,898
-	-	-	367,939	-	367,939
-	-	-	1,083,768	-	1,083,768
-	-	-	112,824	-	112,824
-	41	-	1,874,429	-	1,874,429

CITY OF ALBUQUERQUE, NEW MEXICO
FINANCIAL DATA SCHEDULE
ALBUQUERQUE PUBLIC HOUSING AUTHORITY
Year Ended June 30, 2010

FDS Line Item No.		Project Total	14.871 Housing Choice Vouchers	14.182 N/C S/R Section 8 Programs	14.870 Resident Opportunity and Supportive Services
95100	Protective Services - Labor	-	-	-	-
95200	Protective Services - Other Contract Costs	-	-	-	-
95300	Protective Services - Other	-	-	-	-
95500	Employee Benefit Contributions - Protective Services	-	-	-	-
95000	Total Protective Services	-	-	-	-
96110	Property Insurance	176,994	-	-	-
96120	Liability Insurance	-	81,257	-	-
96130	Workmen's Compensation	-	-	-	-
96140	All Other Insurance	-	-	-	-
96100	Total Insurance Premiums	176,994	81,257	-	-
96200	Other General Expenses	994	-	-	-
96210	Compensated Absences	-	-	-	-
96600	Bad Debt - Other	-	1,691	-	-
96000	Total Operating General Expenses	994	1,691	-	-
96710	Interest of Mortgage (for Bonds) Payable	25,688	-	-	-
96700	Total Interest Expense and Amortization Cost	25,688	-	-	-
96900	Total Operating Expense	4,056,497	2,580,589	5,170	24,358
97000	Excess of Operating Revenue over Operating Expenses	2,366,813	20,612,933	48,855	-
97100	Extraordinary Maintenance	426,763	-	-	-
97300	Housing Assistance Payments	-	21,090,524	29,864	-
97400	Depreciation Expense	1,294,222	21,044	-	-
90000	Total Expenses	5,777,482	23,692,157	35,034	24,358
10010	Operating Transfer In	142,190	-	-	-
10020	Operating Transfer Out	(142,190)	-	-	-
10100	Total Other Financing Sources (uses)	-	-	-	-
10000	Excess (Deficiency) of Operating Revenues Over (Under) Expenses	\$ 645,828	\$ (498,635)	\$ 18,991	\$ -

14.885 Formula Capital Fund Stimulus Grant	14.856 Lower Income Housing Assistance Program_Section8 Moderate Rehabilitate	COCC	Total	ELIM	Total
-	-	-	-	-	-
-	-	58,823	58,823	-	58,823
-	-	-	-	-	-
-	-	-	-	-	-
-	-	58,823	58,823	-	58,823
-	-	-	-	-	-
-	-	125,769	302,763	-	302,763
-	163	-	81,420	-	81,420
-	-	-	-	-	-
-	-	-	-	-	-
-	163	125,769	384,183	-	384,183
-	-	-	994	-	994
-	-	-	-	-	-
-	-	-	1,691	-	1,691
-	-	-	2,685	-	2,685
-	-	-	25,688	-	25,688
-	-	-	25,688	-	25,688
-	3,409	1,502,740	8,172,763	(1,476,041)	6,696,722
1,168,300	30,508	138,777	24,366,186	-	24,366,186
1,168,300	-	-	1,595,063	-	1,595,063
-	26,875	-	21,147,263	-	21,147,263
-	-	130,720	1,445,986	-	1,445,986
1,168,300	30,284	1,633,460	32,361,075	(1,476,041)	30,885,034
-	-	-	142,190	-	142,190
-	-	-	(142,190)	-	(142,190)
-	-	-	-	-	-
\$ -	\$ 3,633	\$ 8,057	\$ 177,874	\$ -	\$ 177,874

CITY OF ALBUQUERQUE, NEW MEXICO
FINANCIAL DATA SCHEDULE
ALBUQUERQUE PUBLIC HOUSING AUTHORITY
Year Ended June 30, 2009

FDS Line Item No.		Project Total	14.871 Housing Choice Vouchers	14.182 N/C S/R Section 8 Programs	14.870 Resident Opportunity and Supportive Services
11020	Required Annual Debt Principal Payments	\$ 100,575	\$ -	\$ -	\$ -
11030	Beginning Equity	13,133,082	5,557,232	7,795	-
11040	Prior Period Adjustments, Equity Transfers and Correction of Errors	(55,600)	45,387	-	-
11170	Administrative Fee Equity	-	3,282,067	-	-
11180	Housing Assistance Payments Equity	-	1,682,917	-	-
11190	Unit Months Available	11,426	47,724	144	-
11210	Number of Units Month Leased	11,236	45,521	141	-
11270	Excess Cash	3,415,408	-	-	-
11610	Land Purchases	-	-	-	-
11620	Building Purchases	390,363	-	-	-
11630	Furniture & Equipment - Dwelling Purchases	-	-	-	-
11640	Furniture & Equipment - Administrative Purchases	224,126	-	-	-

14.885 Formula Capital Fund Stimulus Grant	14.856 Lower Income Housing Assistance Program_Section8 Moderate Rehabilitate	COCC	Total	ELIM	Total
\$ -	\$ -	\$ -	\$ 100,575	-	100,575
-	46,053	10,737,375	29,481,537	-	29,481,537
-	-	110,376	100,163	-	100,163
-	-	-	3,282,067	-	3,282,067
-	-	-	1,682,917	-	1,682,917
-	84	-	59,378	-	59,378
-	82	-	56,980	-	56,980
-	-	-	3,415,408	-	3,415,408
-	-	-	-	-	-
-	-	-	390,363	-	390,363
-	-	-	-	-	-
-	-	-	224,126	-	224,126

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**Report On Internal Control Over Financial Reporting And On Compliance And Other
Matters Based On An Audit Of Financial Statements Performed In Accordance With
Government Auditing Standards**

The Honorable Richard J. Berry, Mayor and
Members of the City Council and
Mr. Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, the budgetary comparison for the general fund and the combining and individual funds presented as supplemental information of the City of Albuquerque (COA) as of and for the year ended June 30, 2010, and have issued our report thereon dated July 8, 2011. We have also conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting as items 06-13, 06-16, 07-09, 08-09, 08-12, 08-13, 08-16, 09-01, 09-02, 09-04, 09-05, 09-14, 09-15, 09-20, 09-21,

The Honorable Richard J. Berry, Mayor and
Members of the City Council and
Mr. Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico

10-01, 10-02, 10-03, 10-05, 10-06, and 10-07. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 05-13, 06-16, 08-02, 08-12, and 09-18 and 10-08.

We noted certain matters that are required to be reported under *Government Auditing Standards July 2007 Revision* paragraphs 5.14 and 5.16, and Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as items 01-17, 07-10, 08-02, 08-12, and 10-04.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the City Council, the Office of the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Moss Adams LLP

Albuquerque, New Mexico
July 8, 2011

Report on Independent Auditors Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133

The Honorable Richard J. Berry, Mayor and
Members of the City Council and
Mr. Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico

Compliance

We have audited City of Albuquerque, New Mexico (City)'s compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2010. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*,¹⁵ issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 07-09, 09-23, 10-09, 10-10, 10-11, 10-12, 10-13 and 10-14.

Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major

The Honorable Richard J. Berry, Mayor and
Members of the City Council and
Mr. Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico

federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Example Entity's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 07-09, 09-23, 10-09, 10-10, 10-11, 10-12, 10-13 and 10-14. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's response and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the City Council, the Office of the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration and applicable federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Moss Adams LLP

Albuquerque, New Mexico
July 8, 2011

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? X Yes _____ None Reported

Non-compliance material to financial statements noted? X Yes _____ No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weakness(es) X Yes _____ None reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? X Yes _____ No

Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
15.504	Water Reclamation and Reuse Program
66.468	Capitalization Grants for Clean Water State Revolving Funds
20.205	Federal Highway Planning & Construction Cluster
20.500/20.507	Federal Transit Cluster
14.850	Low Rent Operating Subsidy
14.218/14.253	CDBG Entitlement Grants Cluster
14.871	Section 8 Housing Choice Voucher
20.106	Airport Improvement Program

Dollar threshold used to distinguish between type A and type B programs \$ 2,649,760

Auditee qualified as low-risk auditee? _____ Yes X No

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE

05-13 AUDIT REPORT DUE DATE (REPEATED AND MODIFIED)

Condition. The report was not submitted by the due date. It was received by the New Mexico Office of the State Auditor on July 8, 2011.

Criteria. Per section 2.2.2.9A (1) (d) NMAC Audit Rule 2009, Requirements for Contracting and Conducting Audits of Agencies, annual audit reports are to be received in the Office of the State Auditor on or before December 1st.

Effect. The City is not in compliance with the New Mexico State Auditor Rule. Also, late audit reports may affect the City's bond ratings, thereby making it more expensive for the City to issue debt.

Cause. The implementation of the new general ledger and accounting system was the cause of the delay. The City was unable to close the books in a timely manner and have the records ready for the audit due to numerous problems after the conversion, which occurred January 1, 2009.

Recommendation. The City should work to resolve these issues quickly so they do not cause any more delays.

Management Response. The City concurs with this finding and is taking actions to prevent this situation in the future.

**CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**06-13 INFRASTRUCTURE CAPITAL ASSETS VARIANCES (REPEATED AND
MODIFIED)**

Condition. The City implemented retroactive reporting of its infrastructure capital assets. The reporting of the arroyo easements, detention basins, and the storm lift stations requires additional research and possible adjustment. The arroyo differences that need additional research include approximately \$10,200,000 in unnamed arroyos and costs that need to be determined. The basins include potential additional costs of approximately \$1,600,000. Also a pump station at Alameda was included that is actually owned and maintained by Bernalillo County.

Criteria. Good accounting practice requires that capital assets are reconciled, and that proper costs and ownership be determined.

Effect. The City may be understating infrastructure capital assets.

Cause. The City had not been reconciling infrastructure capital assets on a regular basis.

Recommendation. It is recommended that the City should reconcile all infrastructure capital assets and determine ownership and estimated costs.

Management Response. The City concurs with this finding and will provide additional resources in order to more accurately record and document cost and ownership issues for arroyo easements, detention basins, and storm lift station infrastructure.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

06-16 OPERATING GRANTS FUND BALANCE

Condition. The Operating Grants Fund is used to account for various grants from federal and state agencies and other sources which are restricted by the granting agency to expenditures for specified purposes (Enactment No. 51-1979). In prior year audits, it was noted that there was a remaining fund balance in the Operating Grants fund and the City had not identified the cause and/or source of the fund balance. Approximately \$5.6 million has not been identified as of the date of the audit report.

Criteria. Generally, grant accounting recognizes revenues equal to expenditures, and that fund balance equals zero – costs in excess of receipts will be recorded as a receivable and receipts in excess of costs will be recorded as deferred revenues. However, there are occasions when grants will require the City to match expenditures. In this case, funds will be transferred from other funds into the Operating Grants Fund to meet matching requirements. However, good accounting practices require proper tracking of those matching funds or any additional revenue sources.

Effect. Grant revenues and expenditures may not be properly recorded in the financial statements and in the SEFA. Grantors may subsequently disallow costs if a proper accounting of matching funds, or identification of other sources, is not done. Also, there may be grant funding that the City could lose because it did not spend it in the required time period.

Cause. First, grant accounting is decentralized. Therefore, grants are recorded and tracked by the individual departments and accounting has to rely on the information provided by the individual departments. Accounting does not always receive timely and accurate information from the departments, because some individual departments are not properly tracking their grants in the general ledger, and reconciling grant expenditures with grant draw downs. Secondly, accounting does not have adequate resources allocated to this function nor do the department personnel assigned to this function possess the requisite training and skills.

Recommendation. First, the City should continue to research and identify the remaining fund balance. Secondly, procedures should be put into place that ensure that these funds are tracked, which would include improved tracking of revenues and expenditures by grant, and by federal and non-federal sources, in the general ledger, and periodic reconciliations of grant expenditures to receipts. The City should consider centralizing the grant accounting function so that accounting has better control over recording and reporting of grants. Finally, the appropriate number and skill level of personnel should be allocated to grant accounting.

**CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

06-16 OPERATING GRANTS FUND BALANCE (CONTINUED)

Management Response. The City concurs with the finding. The City Accounting Division is continuing to identify the grants that make up the excess fund balance in the grant fund and is working with the appropriate City departments. In addition, City match allocations are being done each year instead of the first year of the grant which will prevent the excess fund balance from accumulating going forward. However, additional resources are needed to reconcile grants on a life-to-date basis. The City has also put in controls to ensure project activity combinations are properly coded.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)

08-12 NONCOMPLIANCE WITH THE NEW MEXICO STATE PUBLIC MONEY
LAW REQUIREMENTS (MODIFIED and REPEATED)

Condition. During the fiscal year, the City Treasurer's Office processed 84,114 transactions where the City received money. The auditors selected 25 of these transactions for a test of Treasury Cash Receipts. The auditors noted that one of the items in the amounts of \$390 was not deposited to the City's treasury in a timely manner.

We reviewed a sample of 25 Transit Cash Receipts transactions totaling \$61,294 and there were two deposits that did not meet the 24 hour rule for depositing revenues collected from customer service. A deposit had cash transactions that were an accumulation of multiple days, and totaled \$3,743.25.

Criteria. The New Mexico Public Money statutes, Section 6-10-3 NMSA 1978 requires all public money to be deposited before the close of the next succeeding business day after the receipt of the money.

Effect. The City is not complying with the State's Public Money statutes. Receipts that are recorded and/or deposited in an untimely manner are susceptible to fraud and/or misuse.

Cause. It appears an oversight was made by the department due to several days of receipts were aggregated into one deposit.

Cashiers could not close out drawers because the supervisor was not present.

Recommendation. The City should deposit all receipts of the money to the City's Treasury or the bank, whichever is applicable, before the close of the next succeeding business day after the receipt of the money. Personnel in charge of such task should diligently ensure that the public monies are deposited in a timely manner.

Management Response. The City agrees with the finding. All City employees that handle cash receipts are required to attend a class on cash handling procedures where the requirement to deposit cash receipts by the next business day is discussed. The close out process at transit has been changed so that a supervisor does not need to be present when cash drawers are closed out.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

08-13 CAPITAL ASSETS ADDITIONS (MODIFIED and REPEATED)

Condition. During our test work of 25 capital asset additions we noted the following:

Two capitalized assets, with a historical cost of \$6,251.26 and \$12,882 were found not to be tagged with a City issued tag or some identifying traceable characteristics.

One capitalized asset, with a historical cost of \$9,998.98 was found not to be tagged with a City issued tag or some identifying traceable characteristics. It was also noted, that the serial number on the asset was inconsistent with the information on the City's capital asset list.

Three capitalized assets, two with a historical cost of \$20,420 and one with a historical cost of \$75,159 had an asset tag number on the vehicle which was inconsistent with the information on the City's capital asset list.

Criteria. The City's policies and procedures require the department to mark capitalized equipment with an asset number or other identifying characteristic that will allow it to be traced from the capital asset records to the physical asset. Good accounting practice requires agreement between the capital asset listing and actual physical existence and for the retention of appropriate supporting records.

Effect. Without proper recording of capital asset additions, the City's risk of asset misappropriation increases. In addition, if the asset can not be identified in the system upon disposal due to errors such as an inaccurate capital asset tag number, capital assets may be overstated.

Cause. Departments are not always diligent about tagging assets with the asset number assigned.

Recommendation. Property asset liaisons are responsible for all capital assets within their department. They must understand the importance of proper accounting for those assets from acquisition to ultimate disposition. Additional training may be necessary to ensure proper procedures are understood and followed, for example, tagging of assets.

Management Response. The City concurs with this finding. The City will review its fixed asset tagging procedures with the Department that was missing the property tag on its equipment. The Accounting Division will continue to provide training to all departments at Financial User Group Meetings on the proper accounting of fixed assets.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

08-16 BANK RECONCILIATION PROCESS (MODIFIED and REPEATED)

Condition. The City's bank reconciliations, while very complex, do not produce reconciled bank amounts which tie in readily to the general ledger. Also, the bank reconciliations are cluttered with reconciling items that should have been resolved in previous years. The Accounts Payables reconciliation involves eleven large spreadsheets to perform the reconciliation, the Payroll account reconciliation involves twenty-four spreadsheets and the Common Fund reconciliations involves 26 spreadsheets. For example, the reconciliation for the accounts payable bank account as of June 30, 2010 still has five reconciling item transactions in the amount of \$52,166 that are at least three years old. While the City has significantly reduced reconciling item transactions from the prior year more clean-up needs to be made.

Criteria. The New Mexico Local Government statutes, Section 6-6-3 A NMSA 1978 require the City to "...keep all the books, records and accounts in their respective offices in the form prescribed by the local government division." The Local Government Division of the Department of Finance and Administration has, pursuant to this statute, published the Budgeting and Accounting Manual and other guidance for New Mexico municipalities to follow. Concise, easy-to-understand bank reconciliations are part of the records that the City should be maintaining.

Effect. The City has a bank reconciliation process that is unnecessarily complex and which takes more time than it should to reconcile the bank accounts each month. Further, the current process requires City staff to develop a supplemental document at fiscal year end to "reconcile" the bank reconciliation to the general ledger. This supplemental document helps to bridge the gap between the bank reconciliation and the general ledger. When a change in staffing requires someone else to take over the reconciliation process it has taken several months for the individual to perform the reconciliation without assistance.

Cause. The present bank reconciliation template was developed on a computerized spreadsheet by a former employee of the City's Accounting Division. It was developed a number of years ago and was designed to be compatible with the general ledger software used at the time.

Recommendation. The City needs to simplify the bank reconciliation process and redesign the bank reconciliations so that it will not be necessary to create a supplemental document to "reconcile" the bank reconciliations to the general ledger produced by the City's PeopleSoft accounting software. The redesigned bank reconciliations should derive as much information as possible from the software. The City also needs to ensure that items in the reconciliation are being cleared timely.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**08-16 BANK RECONCILIATION PROCESS (MODIFIED and REPEATED)
(CONTINUED)**

Management Response. The City concurs that additional steps must be taken to research and clear out the old reconciling items. The reconciliation template was modified for compatibility with the Peoplesoft general ledger system at the point of conversion. The complexities of the process are a result of the volume and type of cash transactions processed by the City, as well as the issues related to the integration of data from various source systems (both Peoplesoft and non-Peoplesoft). The City is looking at the Peoplesoft capabilities and will make changes where possible.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**9-01 CREDIT CARD RECEIPTS (TRANSIT) –CREDIT CARD
RECONCILIATIONS (MODIFIED and REPEATED)**

Condition. We reviewed a sample of 27 Transit Cash Receipts transactions totaling \$91,752, and the following was noted.

- The credit card machine was not being properly closed out on a particular day resulting in a transaction in the amount of \$14.25 being posted to the next day the machine was closed out.
- One deposit composed of credit card transactions from Customer Service in the amount of \$24,989 contained a few days' worth of transactions. Another deposit comprised of daily credit card payments received from consignment vendors in the amount of \$160 also contained more than one day of transactions.
- Four samples were composed of American Express credit card transactions in the amount of \$765. The City of Albuquerque's Bank of America credit card statement for American Express is received separately from Transit's Bank of America credit card statement. These four items were not reconciled monthly to the City of Albuquerque's Bank of America credit card statements for American Express transactions.

Criteria. The Cash Receipts Vault position procedures Section V state that deposit slips must be reviewed and reconciled to the corresponding receipt to ensure it is accurate and all money is being deposited.

Effect. There is a risk of not capturing all credit card transactions which could result in understatement of revenues.

Cause. Customer Service was not aware that running a transaction report was not settling the credit card batch so the City could receive payment. Also, Customer Service did not follow policies and procedures for settling credit card transactions.

An accounting team member did not follow policies and procedures to settle the consignment vendor credit card transaction on the same day as the transaction.

The City was not aware that American Express credit card transactions do not appear on Transit's Bank of America Credit Card Statement. The reconciliation form for credit card transactions does not ensure that all transactions are present and accounted for.

**CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**9-01 CREDIT CARD RECEIPTS (TRANSIT) –CREDIT CARD
RECONCILIATIONS (MODIFIED and REPEATED) (CONTINUED)**

Recommendation. We recommend that management emphasize credit cards are settled in accordance with Transit's policies and procedures, and reconciliations for credit cards are performed monthly. Personnel in charge of such task should diligently ensure that all public monies collected were in fact being deposited in the City's bank account.

Management Response. The City concurs with this finding. Upon gathering the requested documents for the Audit it was discovered that Customer Service was not batching out their credit card machine on a daily basis. It was also discovered that the Finance Division (Transit) had not been doing a monthly reconciliation to the credit card statement.

New procedures have been written and adjusted daily reconciliation forms were created. Customer Service employees have been trained. In addition, Finance personnel have since reconciled all statements and assigned this task to one of the Accounting Assistants as a monthly task.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**09-02 PREMATURE PURCHASE OF AIRLINE TICKETS (MODIFIED and
REPEATED)**

Condition. There was one instance of a \$484 airline ticket being booked without prior authorization and completion of the Travel Authorization (T-01) form.

Criteria. The City's Travel Regulations, Chapter 12, Section II.A states "all individuals scheduled to travel on official City business must complete a Travel Authorization form T-01 and obtain approval by the Department/Agency Director or designee PRIOR to actual travel." The Travel Regulations in Chapter 12, Section II.K state further that a completed Travel Authorization Form T-01 must be approved prior to "booking the tickets." In other words, the tickets must not be purchased until travel is virtually a certainty and a detailed travel itinerary has been developed.

Cause. The City's travel policies and procedures were not followed by the Travel Liaison.

Effect. There is a risk of unauthorized purchases being made and an increased risk of fraud.

Recommendation. We recommend that the Department review all T-Card policies and procedures with all staff. The Travel Liaison for each department must understand the policies and procedures that are in place to conform to the Travel Regulations and the need to adhere to them.

Management Response. The City concurs with this finding. DFAS will re-communicate the City's Travel Regulations to department Directors and fiscal staff through Financial User Group Meetings, Purchasing Liaison User Group meetings, and email communications.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)

09-04 PAYROLL- LACK OF APPROVAL (MODIFIED and REPEATED)

Condition. We reviewed a sample of 25 payroll transactions totaling \$45,972 and noted the following:

- One employee's timesheet was not turned in.
- One transaction in the amount of \$1,963 required adjustments to an employee's time due to the way the payroll department is processing APD payroll. A series of entries were miscoded in the People Soft system causing an additional eight hours of regular time and reducing eight hours of holiday time.

Criteria. Section 301.17 of the City's Personnel Rules and Regulations states that timesheets are to be signed by the employee and their supervisor indicating their review and approval.

Effect. Employees may be paid for time not worked. Due to the way APD is processing payroll, adjustments were made to an employee's time in the PeopleSoft system, which caused an overpayment of \$3.

Cause. Lack of adherence to the City's policies and inadequate management oversight.

APD is unable to submit the employee's actual time worked to payroll department by the deadline, causing the payroll department to estimate employee hours worked for the 2nd week of the payroll cycle and adjusting through journal entries after the payroll has been processed.

Recommendation. We recommend the City enforce their internal policies to ensure compliance by sending electronic memorandums to employees of the City's policies.

We recommend the City ensure that the amount paid to the employee, reflects actual time worked and agrees to the employee's timesheet.

Management Response. The City concurs with this finding. The City is in the process of simplifying the time keeping process which will increase the accuracy of time entries and give supervisors more time to review and approve entries. In addition, the Personnel Rules and Regulations regarding approvals will be reviewed with City department Directors and timekeepers through Payroll User Group meetings and email communications

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**09-05 PURCHASE & TRAVEL CARD REQUEST/CARDHOLDER
AGREEMENTS- NO AUTHORIZATION (MODIFIED and REPEATED)**

Condition. The City recorded 12,662 purchase card (P-Card) and 341 travel card (T-Card) transactions during this fiscal year. We reviewed a sample of 25 P-Card transactions totaling \$4,008 and 25 T-Card transactions totaling \$8,875. There were 9 Travel Cardholders and 23 Purchase Cardholders.

The following was noted for Travel Cards: 3 out of the 9 T-Cardholders did not have an updated Training form in their file and 1 out of 9 T-Cardholders did not have a Purchasing Department representative's signature authorizing the issuance of the card to the Cardholder.

The following was noted for Travel Cards: 3 of 9 Card Request/Employee Agreement forms for Travel Cards did not have a Card/Program Administrator's signature for authorization. The resulting purchases that the cardholders procured in our sample totaled \$853.

The following was noted for Purchase Cards: 1 out of 23 P-Cardholders did not have a file in existence, 3 out of the 23 P-Cardholders did not have an existing Training form in their file and 4 out of 23 P-Cardholders did not have an existing Card Distribution form in their file.

The following was noted for Purchase Cards: 15 of 23 Card Request/Employee Agreement forms did not have a Card/Program Administrator's signature for authorization. The resulting purchases that the cardholders procured in our sample totaled \$4,819.60.

Criteria. The City's Purchasing Card Policies and Procedures require in Section 6, "Any City employee authorized and approved to use a Card shall be required to read, sign and date the Card Request/Employee Agreement form and must attend mandatory training prior to being issued the Card." In Section 12, Department Director's are responsible for the following: "Authorize issuance of cards to employees, and ensure the employee is personally informed of all terms and conditions imposed with the privilege of using a Card, including the dollar limitations and restrictions placed on the Card." Section 15: Program Administrators are responsible for: "Approve issuance and replacements of all Cards requested by a department director."

Effect. There is a potential risk that employees will not properly understand the rules and regulations prior to incurring expenses on a Purchase Card. As well as the risk that employees will obtain unauthorized Purchase Cards and not properly understand the rules and regulations prior to incurring expenses.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**09-05 PURCHASE & TRAVEL CARD REQUEST/CARDHOLDER
AGREEMENTS- NO AUTHORIZATION (MODIFIED and REPEATED)
(CONTINUED)**

Cause. It appears files are not being properly maintained to determine if a cardholder has attended the mandatory training and understands the policies and procedures governing Purchase Cards. However, the City was aware of the Purchase Card policies but failed to authorize the Purchase and Travel Card Request/Employee Agreements.

Recommendation. We recommend that records are maintained on an individual basis for each employee and have a representative from Purchasing authorize that the cardholder has attended the mandatory training in conjunction with the cardholder's signature to accept responsibility of the agreed to terms. Employees should not be able to attend the mandatory training and receive a Purchase Card until their request for card is authorized.

Management Response. The City concurs with this finding. DFAS will continue to communicate the City's Purchasing Card Policies and Procedures to department Directors and fiscal staff through Financial User Group Meetings, Purchasing Liaison User Group meetings, and email communications. There are internal procedures currently in place that prevent the P-Card Administrators from processing new travel or purchasing cardholder agreements without the proper authorization from the respective department Director, and distributing cards to new or existing cardholders without proper evidence of training/re-training. Procurement Card Training is required for new cardholders before issuance of the card. Existing cardholders must re-attend the training every two years before issuance of cards that are renewed for normal expiration.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**09-14 ACCURATE AND TIMELY BUDGET TO ACTUAL INFORMATION
(MODIFIED and REPEATED)**

Condition. Due to the untimely closing of the general ledger and reconciling of subsidiary ledgers, accurate budget to actual reports are not available timely to departments to ensure that expenditures did not exceed amounts budgeted.

Criteria. Per ordinances Section 2-11-12 ROA 1994, the City cannot overspend their budget.

Effect. There is an increased risk of overspending budgets.

Cause. The City converted to their general ledger system to PeopleSoft in January 2009. Certain aspects of the new software did not function as needed; which created a backlog of information in the system that has caused a delay in timely closing and reconciliation of subsidiary ledgers. Thus, budget to actual reports had to be generated during the trial balance close and preparation process.

Recommendation. The City should continue to work diligently to catch up the information in the new general ledger system so that timely budget to actual reports can be obtained by department and WUA management.

Management Response. The City concurs with this finding. The Accounting Division has resolved a majority of the general ledger issues that resulted from the Peoplesoft conversion and is currently working to get the general ledger expenditure information up to date. Then, going forward, the general ledger will be closed on monthly basis to ensure that City department and WUA managers have accurate and timely data for budget to actual analysis. Also, although budget to actual reports were not available, the City did continue to monitor budgets through the use of detail transaction reports to help insure City department expenditures remained within available appropriations.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**09-15 TIMELY CLOSING OF GENERAL LEDGER AND RECONCILIATION
OF SUBSIDIARY LEDGERS (MODIFIED and REPEATED)**

Condition. The general ledger for fiscal year ending June 30, 2010, was not closed until June 2011. We also noted that various subsidiary ledgers were not timely reconciled to the general ledger on a monthly or year-end basis.

Criteria. Good internal controls require timely reconciling of subsidiary ledgers and closing of the general ledger.

Effect. Reporting of the City's Comprehensive Annual Financial Report (CAFR) is late, which could affect the City's bond ratings and federal funding. Other important deadlines are missed, which places the City out of compliance with various regulations, such as the 2010 New Mexico State Auditor Rule and the Single Audit Act. When subsidiary ledgers are not timely reconciled to general ledger, there is an increased risk of errors in the general ledger not being detected and corrected in a timely manner.

Cause. The City converted to their general ledger system to PeopleSoft in January 2009. Certain aspects of the new software did not function as needed, which created a backlog of information in the system. Information in the system was not accurate, therefore creating the need of in depth review of information by accounting and many adjusting journal entries to correct the information in the system. Additionally, there are a number of standalone subsidiary ledgers in the various departments that are not interfaced with the general ledger system.

Recommendation. The City should continue to work diligently to catch up the information in the new general ledger system. The City should perform monthly reconciliations to the GL and close out each month. The City should devote appropriate resources in gaining better functionality of the new system.

All stand alone subsidiary ledgers should be interfaced with the general ledger system and reconciled timely to the general ledger.

Management Response. The City concurs with this finding. The Accounting Division has resolved a majority of the general ledger issues that resulted from the Peoplesoft conversion and is currently developing and documenting the monthly closing process. The Accounting Division has also assigned staff resources to complete monthly reconciliation of the subsidiary ledgers on a timely basis.

There are a few subsidiary systems within the City that are specific to the operations of the respective departments, such as Aviation and Housing, which cannot be interfaced to the Peoplesoft system without additional monetary and staff resources. At this time, the transactions in these systems are recorded in Peoplesoft general ledger through journal entries.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

09-20 DEVELOPMENT LOANS (MODIFIED and REPEATED)

Condition. The City provides loans for the development of residential real estate. Of the various loans the City has provided, we noted two in which the City and the developers have not come to terms on written extensions as of the date of the audit report. One of the developer's loans has a balance outstanding of \$295,216, as of June 30, 2010, and was to be completed as of December 31, 2009. The other developer's loan has an outstanding balance of \$599,995, as of June 30, 2010, and was to be completed on June 30, 2009.

Criteria. The City should review the development loans frequently and ensure the loans are either paid off as of the termination date on the agreement or agree to an amendment extending the due date.

Effect. The two developer loans are technically in default and, if the loans are not repaid, the City's financial condition could be compromised.

Cause. The depressed residential housing market has caused the developers to not recover their investment as timely as the original agreements. The City and developers have had a difficult time agreeing to new terms as a result.

Recommendation. The City should develop and implement policies and procedures to ensure all developer loan agreements are either paid off or extended prior to the termination date of the agreement.

Management Response. The City concurs with this finding. The loans provided by the City, in both instances, are secured by mortgages on the residential real estate. The development agreements are incorporated into the mortgages, by reference, and certain obligations of the developer continue as long as the mortgage remains on the residential real estate. Specifically, the developer is obligated to sell the units and remit the proceeds to the City. The City is implementing a development agreement tracking system. The tracking system will utilize a spreadsheet that will identify the agreement, the start date, end date and amount. The spreadsheet will be maintained on the departments share drive, and reviewed by management on a quarterly basis. Where appropriate, development agreements will be extended or paid off.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

09-21 REFUSE DISPOSAL FUND ACCOUNTS RECEIVABLE

Condition. The City's Refuse Department utilizes the Albuquerque Bernalillo County Water Utility Authority (Authority), a discrete component unit of the City, to process billing and collection of accounts receivable. The allowance for doubtful accounts increased from \$821,529 to \$943,101 from June 30, 2009 to June 30, 2010 in the Refuse Disposal Fund. Refuse personnel have not researched individual late accounts to determine the root cause of the increase in late accounts.

In addition, the City did not include the accounts in bankruptcy for \$247,070 in the allowance for doubtful accounts.

Criteria. The City should have an understanding for the causes of negative effects to its financial condition, including an increase in the amount of late or uncollectible accounts. In addition, the City should ensure to include accounts in bankruptcy in the allowance for doubtful accounts.

Effect. The City has not collected the full amount of amounts owed by Refuse Disposal customers. If the reason for the additional late accounts was determined, the City could implement policies to ensure a higher collectability. In addition, the allowance for doubtful accounts is understated by \$247,070.

Cause. The accounts receivable are processed by another entity, the Water Utility Authority, and it does not appear adequate communication is present between the two entities to determine the cause of the increase in collectability.

Recommendation. Management of the Refuse Department should research the causes of the increase in late and uncollectible accounts and should develop and implement policies and procedures to increase collect ability on an ongoing basis. The policies and procedures should include a more frequent analysis of late accounts to ensure the Fund maximizes its collect ability.

Management Response. The City's Solid Waste Management Department (SWMD) agrees with the finding and recommendation. SWMD has established a new *Refuse Billing Accounts Receivable and Bad Debt Write-Off Procedure*, which went into effect on February 1, 2011. SWMD is receiving monthly aging reports on all Solid Waste accounts from the Albuquerque Bernalillo Water Utility Authority. Although the ABCWUA is primarily responsible for collecting outstanding debt for the department, the report has enabled SWMD to identify some of the older debt for write off or liens, as well as those accounts that are not associated with water service in order to begin collection proceedings.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

**10-01 LACK OF SUPPORTING DOCUMENTATION FOR CASH RECEIPTS –
TREASURY/SENIOR AFFAIRS**

Condition. During the fiscal year, the City Treasurer's Office processed 84,114 transactions where the City received money. The auditors selected 25 of these transactions to test the Cash Receipts. We noted that one of the items in the amount of \$13.60 did not have a deposit ticket/slip or evidence that the deposit was reconciled to the appropriate POS. One item in the amount of \$21 could not be reconciled to the related bank statement.

Criteria. Accurate, complete records of cash received are essential for sound internal controls and to ensure that transaction are recorded properly.

Effect. Financial records necessary to track cash receipts and revenues were not available.

Cause. The department packed away documentation during their remodel and was unable to locate supporting documentation. Also, the City was unable to identify the date the credit card settlement occurred.

Recommendation. We recommend that all supporting documentation is maintained. The City should ensure that each credit card settlement can be traced to the related bank statement.

Management Response. The City concurs with the finding. The department was in the process of moving it's office and could not access the supporting information. The City will review document retention guidelines with personnel.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

10-02 IMPROPER CAPITALIZATION OF EXPENDITURES-AVIATION

Condition. During our capital asset additions testwork for Aviation we noted two out of thirty four items selected that were improperly capitalized. The expenses capitalized were related to telephone charges.

Criteria. Per the City's policy, capital assets include land, buildings and improvements, machinery and equipment and infrastructure assets over \$5,000. Telephone services are not considered a capital asset.

Effect. Overstatement of capital assets for approximately \$96,000. The City was improperly coding these expenditures and including them in capital assets.

Cause. The cell phone bill was originally coded to a work in process project for equipment. This coding was never corrected; thus all subsequent bills for fiscal year 2010 were coded to work in process.

Recommendation. Management of the Aviation department should ensure that expenditures are properly coded and in compliance with City policy.

Management Response. The City concurs with this finding. Aviation Management has taken the necessary steps to ensure all future cell phone expenditures are coded to the proper account and fund. Aviation Management has ensured City policy compliance for fiscal year 2011 and fiscal year 2012 through the journal voucher and budget process.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

10-03 INACURRATE INVENTORY RECORD KEEPING

Condition. The inventory count did not agree to the system's quantity on hand for nine of the twenty sample items for Pino Yards and six out of twenty items for 6th Street. The inventory records were not kept accurately. Bin locations were not specified on the system inventory report. Employees had to handwrite numerous inventory items on "found parts sheet" because bin locations were not specified on the system inventory report. We also noted various items were included in specific bins but were missing from the inventory list.

Criteria. Good accounting practice requires inventory be kept accurately as part of internal control.

Effect. A lack of keeping accurate inventory may lead to an inaccurate accounting of the city's personal property.

Cause. The City was not reviewing their inventory to ensure it was consistent with their listing.

Recommendation. The City needs to review their inventory system report to ensure it accurately reflects what they have in their inventory.

Management Response. The City concurs with the finding. The City implemented new Inventory Policies and Procedures in December requiring inventory reconciliations to be done every quarter. The city has also strengthened their policy on internal controls respective to inventory management.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

10-05 BANK RECONCILIATION APPROVAL PROCESS (HOUSING)

Condition. During our walk-through of the bank reconciliation process, we noted that two of the three bank reconciliations reviewed were not approved by a member of management.

Criteria. Controls over bank reconciliations include proper review and approval to ensure cash is recorded accurately.

Effect. There is an increased risk that cash accounts may not be stated properly.

Cause. Due to turnover of the Fiscal Manager, some bank reconciliations were not reviewed and approved.

Recommendation. Housing accountants in charge of bank reconciliations should ensure that a manager review and approve all bank reconciliations. If a Fiscal Manager is not available, there should be policies in place to ensure that another member of management review and approve bank reconciliations.

Management Response. The Officer concurs with this finding. The Housing Authority recently hired a Fiscal Manager and will ensure that all bank reconciliations are approved by a member of management.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

10-06 DISASTER RECOVERY PLAN

Condition. During our review, we noted that the City does not have a comprehensive written disaster recovery plan. Without a written disaster recovery plan to provide guidance, the City may be unable to effectively manage the recovery effort. A written disaster recovery plan should be comprehensive in scope covering staff roles and responsibilities, system recovery steps, data restoration procedures, and how to maintain business operations.

Criteria. The City's Security Policies (dated 3/8/2006) provide that the City is responsible to protect against disruption of the operation of its technology assets and thereby help to protect the citizens, economy, essential human and government services, and public safety of the City. Information must be protected according to its sensitivity, criticality and value, regardless of the media on which it is stored, the manual or automated systems that process it, or the methods by which it is distributed. To ensure that City business objectives are met and the confidence of our citizens, customers, taxpayers, ratepayers and bondholders is maintained, all employees have a responsibility to protect information from unauthorized access, modification, disclosure, and destruction, whether accidental or intentional.

Effect. The lack of written Disaster Recovery Plan and absence of testing may pose question as to the City's ability to respond and recover its critical data and applications in the event of an unforeseen disaster.

Cause. The City is still working on updating its Disaster Recovery Plan.

Recommendation. We recommend that the City develop its Disaster Recovery Plan. It would be prudent for the City to test the disaster recovery plan to ensure the viability of the plan and the timeliness of its execution. The City has an obligation to its residents and the people it serves to ensure that it has a plan for continued business operations. System recovery testing and backup tape restoration should be conducted periodically and the tests should be documented and formalized to be included with the City's overall business continuity planning. Doing so will prepare the City for continuing operations in the event of an unforeseen disaster.

Management's Response. The City concurs with the finding. The City has written documentation defining a disaster recovery strategy for PeopleSoft ERP which details the specific steps to perform a disaster recovery.

Components of this plan have been successfully executed. The City regularly reviews the plan to ensure currency and as noted in the cause of this finding. The plan is currently being updated.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE
(CONTINUED)**

10-07 ACCESS ADMINISTRATION

Condition. Our review of the users' roles in the PeopleSoft revealed that there were 18 and 20 users with administrative rights (super user) in the HRMPROG and FINPROG modules, respectively. A user with administrative rights can basically perform any functions in the PeopleSoft without restriction.

Criteria. The City's Security Policies (dated 3/8/2006) provide that the City is responsible to protect against disruption of the operation of its technology assets and thereby help to protect the citizens, economy, essential human and government services, and public safety of the City. Information must be protected according to its sensitivity, criticality and value, regardless of the media on which it is stored, the manual or automated systems that process it, or the methods by which it is distributed.

Effect. The current systems access security settings pose increased risk of unauthorized entry and modification in PeopleSoft.

Cause. User access controls are not reviewed on a regular basis.

Recommendation. We recommend that the City perform a comprehensive review of the users' access listing to ensure that each user's access is appropriate based on their responsibilities and functions. Administrative rights should be restricted only to employees that need them to execute their responsibilities.

Management's Response. The City agrees with the recommendation to review user access and roles to ensure alignment with appropriate need. All HR administrator users are members within the ERP Division or work closely with Division staff to support administrative functions.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT – City of Albuquerque**

See Finding 06-16 “Operating Grant Funds” in section B. which relates to all major programs -no questioned costs.

07-09 Schedule of Expenditures of Federal Awards (SEFA) (MODIFIED and REPEATED)

Questioned Costs: None

Condition. During our test work of the SEFA, it was noted that the City does not have a process in place to reconcile the general ledger to the drawdown requests. As a result, the amounts reported on the SEFA had to be adjusted.

During testwork, it was also noted that the City does not have a process in place to ensure that reimbursement requests are being completed on a timely basis, and federal expenditures being posted to incorrect project codes in the system.

In addition, we noted that some grants had deferred revenue on expense reimbursement grants. Upon testing, it was noted that some grants have a performance based measure where additional revenues would be received above the grant award. The other expense reimbursement grants with deferred revenue require further research to determine the cause.

Criteria. Good internal control procedures should include processes to verify and review the accuracy and completeness of financial information reported in the SEFA.

Effect. The City may not have drawn down on federal awards that were available causing the City to cover current year expenditures and the City could lose federal funding if reimbursement is not requested timely within the funding period.

Cause. Federal grant reporting is de-centralized. DFAS accountants rely upon the information provided by the departments and there is no process in place for DFAS to verify the accuracy of the information provided. In addition, federal and non-federal expenditures are not separately tracked in the general ledger system. There is no process in place to identify and recognize non-cash awards.

Recommendation. Processes should be in place that will ensure the accuracy and completeness of the reporting of federal expenditures. These processes should include utilizing the general ledger system as intended to allow for the separate recording and tracking of federal and non-federal expenditures, revenues, grants receivable and deferred

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

revenues. Ideally, the grant accounting function should be centralized; meaning DFAS Accounting should be provided with accurate and timely support for federal award transactions including non-cash awards such as equipment or commodities. Each department should have a life-to-date tracking of each grant to ensure expenditures are posted to the correct project ID and reimbursement requests are made timely.

Management Response. The City concurs with this finding. The new Grant Administration Section of the Accounting Division has focused their efforts in assisting City departments in the accurate recording and tracking of federal expenditures, including grants receivable and deferred revenue. The City Grant Administrator is also currently working with ERP consultants to develop processes and procedures within the new ERP system that will assist in properly identifying and monitoring grant expenditures and receipts that are managed by departments at the program level. Additional resources are needed to reconcile the grants on a life to date basis. The City is working on a plan to provide additional resources.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

**09-23 FDS REPORTING- U.S. DEPT OF HOUSING AND URBAN
DEVELOPMENT- PUBLIC HOUSING- LOW RENT OPERATING SUBSIDY
PROGRAM. CFDA #14.850 and SECTION 8 HOUSING VOUCHER PROGRAM
CFDA #14.871**

Questioned Costs: None

Condition. During single audit test work of reporting requirements for the Public Housing – Low Rent Operating Subsidy Program, CFDA 14.850 and Section 8 Housing Voucher Program, CFDA 14.871, we noted that the Financial Data Schedule (FDS) was not submitted to HUD as of date of audit field work – 11 months after year-end.

Criteria. In accordance with HUD's Uniform Financial Reporting Standards rule, annually, a Public Housing Authority (PHA) is required to submit its financial statement, prepared in accordance with generally accepted accounting principles (GAAP), in the electronic format specified by HUD. The unaudited financial statement is due 2 months after the PHA's fiscal year end and the audited financial statement is due 9 months after its fiscal year end (24 CFR section 5.801).

Effect. Late reporting increases the risk that federal funds may be delayed or sanctioned.

Cause. FDS was not submitted due to the fact that data could not be obtained from the City's accounting department as a result of the software conversion and due to turnover in the Housing Department Accounting personnel.

Recommendation. The City should continue its efforts to remedy the delays caused by the system conversion.

Management Response. The City concurs with this finding. The Accounting Division has resolved a majority of the general ledger issues that resulted from the Peoplesoft conversion and is currently is taking actions to prevent this situation in the future. Also, Housing Authority recently hired an Fiscal Officer who is familiar with the FDS submission process.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

**10-09 TIMELY SUBMISSION REPORTS –
U.S. DEPARTMENT OF TRANSPORTATION – FEDERAL TRANSIT –
CAPITAL INVESTMENT GRANTS CFDA #20.500 AND FORMULA GRANTS
(URBANIZED AREA FORMULA PROGRAM) CFDA #20.507**

Questioned Costs. None.

Condition. During our reporting test work, we noted that 2 of 4 special reports tested were not submitted timely. Per the compliance supplement, the grantee is required to submit a Report of DBE Awards on a semi-annual basis. The DBE reports are due June 1 and submitted on June 7.

Criteria. According to OMB Circular A-133, reports must be submitted timely to ensure that the funding is being used as required.

Cause. The program does not have adequate reporting policies and there may be some risk that the federal funding could have a negative impact.

Effect. Late reporting increases the risk that federal funds may be delayed or sanctioned.

Recommendation. We recommend that the City of Albuquerque create a report tracking system to identify reports required by the grants and when they are due.

Management Response. The City concurs with this finding. The City is in the process of centralizing the reporting functions and plans to create a schedule for all reporting functions by date and type.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

**10-10 HOUSING DEPOSITORY AGREEMENTS WITH FINANCIAL
INSTITUTION**

**U.S. Department of Housing and Urban Development – Public Housing – Low Rent
Operating Subsidy Program CFDA #14.850 and Section 8 Housing Voucher
Program CFDA #14.871**

Questioned Costs. None

Condition. During our single audit test work related to special tests and provisions for the Public Housing; we noted that the Housing Authority did not enter into depository agreements with their financial institutions in a form required by HUD.

Criteria. In accordance with HUD's Financial Management Handbook, there should be a general depository agreement completed with its financial institution to serve as a safeguard for federal funds and provide third-party rights to HUD (24 CFR section 982.156).

Effect. The City is not in compliance with specific HUD requirement which, increases the risk that federal funds may be delayed or sanctioned.

Cause. The Housing Authority was not aware that a specific depository agreement was required by HUD.

Recommendation. The Housing Authority should be aware of all HUD requirements by being familiar with HUD documents such as the Financial Management Handbook and Annual Contributions Contracts (ACCs).

Management Response. Management concurs with this finding. The depository agreement was executed on February 10, 2011 with Bank of America. The Housing Authority will ensure that proper procedures are followed in the future.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

10-11 PROCUREMENT FINDING - WATER UTILITY AUTHORITY

U.S. Department of the Interior – Water Reclamation and Reuse Program CFDA #15.504 and Environmental Protection Agency – Capitalization Grants For Drinking Water State Revolving Funds CFDA #66.468

Questioned Costs. Unknown

Condition. During our internal control assessment of Water Reclamation and Reuse Program, we were unable to obtain the “Certification Regarding Debarment, Suspension, and Other Responsibility Matters – Primary Covered Transactions” form that is signed by the contractor. We were also unable to determine if the Water Utility Authority personnel conducted a search on the Excluded Parties List System (EPLS) website to determine if the vendor was excluded by Federal government agencies from receiving federally funded contracts before the contract was executed.

In addition, during our testing of procurement we noted that the contract with a certain vendor expired in May 2008. However, services have been rendered and paid in fiscal years 2009 and 2010, without contract in place.

During our test work over Capitalization Grants for Drinking Water State Revolving Funds, we noted that in two out of two procurements tested, the Water Utility Authority did not obtain debarment or suspension certification or verify on the Excluded Parties List System (EPLS) if the vendors were suspended or debarred.

Criteria. According to OMB Circular A-102 Section 1.d., Debarment and Suspension, Federal agencies shall not award assistance to applicants that are debarred or suspended; or otherwise excluded from or ineligible for participation in Federal assistance programs under Executive Order 12549. Agencies shall establish procedures for the effective use of the List of Parties Excluded from Federal Procurement or Non-procurement programs to assure that they do not award assistance to listed parties in violation of the Executive Order.

43 CFR 12.946

Procurement records - Procurement records and files for purchases in excess of the small purchase threshold of \$25,000 shall include the following at a minimum:

- (a) Basis for contractor selection;
- (b) Justification for lack of competition when competitive bids or offers are not obtained;
- (c) Basis for award cost or price.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

**10-11 PROCUREMENT FINDING - WATER UTILITY AUTHORITY
(CONTINUED)**

Effect. Contracts may be awarded to persons or organizations that are suspended or debarred which could result in un-allowed expenditures.

Cause. The Water Utility Authority does not have a process in place to use the EPLS website to determine if a vendor is suspended or debarred.

Recommendation. We recommend that the Water Utility Authority establish and implement a procedure to check all vendors against the EPLS to determine if any are suspended or debarred before services are performed and will be paid with federal funds. In addition, the Authority should also ensure that all contracts are up-to-date.

Management Response. The Water Utility Authority concurs with this finding. The Authority will ensure that both the Excluded Parties List and the New Mexico website are searched prior to the recommendation of award.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

**10-12 ALLOWABLE COSTS – DOCUMENTATION OF EMPLOYEE TIME
AND EFFORT**

**U.S. Department of Housing and Urban Development – Community Development
Block Grants/Entitlement Grants CFDA #14.218 and Public Housing – Low Rent
Operating Subsidy Program CFDA #14.850**

Questioned Costs. \$10,700 for CDBG; \$600,186 for Housing Authority.

Award Year & Number. CDBG-2005, 2007, 2008, 2009, 2010; Housing-
NM00100509D, NM00100510D

Condition. During our testing of payroll we noted 6 of 10 employees tested had no certification of their level of effort on the Federal Transit Cluster grants. Additionally, we noted 9 out of 10 employees tested did not certify payroll on a monthly basis for the Community Development Block Grant. Finally, we noted that Housing Authority employees are not preparing time and effort certifications.

Criteria. According to OMB Circular A-87, “Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi annually and will be signed by the employee or supervisory official having first hand knowledge of the work performed by the employee.”

Where employees work on multiple activities or cost objectives (such as Community Development Block Grants) according to OMB Circular A-87; “Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation which meets the standards in subsection (5) Personnel activity reports or equivalent documentation must meet the following standards: (a) They must reflect an after-the-fact distribution of the actual activity of each employee, (b) They must account for the total activity for which each employee is compensated, (c) They must be prepared at least monthly and must coincide with one or more pay periods, and (d) They must be signed by the employee.”

Effect. The programs are not in compliance with grant requirements and employee’s time has the potential to be misstated which could result in unallowable expenditures.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

**10-12 ALLOWABLE COSTS – DOCUMENTATION OF EMPLOYEE TIME
AND EFFORT (CONTINUED)**

Cause. Housing Authority personnel are not aware of grant compliance requirements and do not have controls in place for Time and Effort Certifications. For Community Development Block Grant personnel, they were only preparing Time and Effort Certifications quarterly when it needs to be done at least monthly.

Recommendation. We recommend that the City develop policies and procedures to ensure Time and Effort certifications are completed and retained.

Management Response. The City concurs with the finding. The Peoplesoft conversion complicated the process. Since the conversion, the reports have been done on a quarterly basis. The department is committed to providing resources to complete the Time and Effort Certifications on a monthly basis.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

**10-13 REPORTING - U.S. DEPARTMENT OF THE INTERIOR WATER
RECLAMATION AND REUSE PROGRAM (ARRA) CFDA 15.504**

Questioned Costs. Unknown

Condition. During our reporting test work we noted that the SF-425 was not properly completed for the quarters ending March 31, 2010 and June 30, 2010. We noted the following discrepancies:

- The SF-425 report for quarter ending March 31, 2010, did not include a reporting period end date in line item #9.
- Line 10i of the SF-425 report for quarter ending June 30, 2010, reported the total recipient share required as \$7,050,000, which is the total amount of the recipient share required for the entire project period and not for the period ending June 30, 2010. The amount that should have been reported on line 10i was \$6,699,474.96. Based on the corrected amount for line 10i, the amount that should have been reported on line 10k was \$1,865,660.

The total Federal expenditures reported on the SF-425 reports for quarters ending March 31, 2010 and June 30, 2010 were correct.

In addition, during our test work over the June 30, 2010 1512 report, we noted that the amount reported in the "Total Federal Amount ARRA Funds received/Invoiced" box of \$195,552 did not agree to the accounting records. Based on review of the accounting records, it appears that a total of \$1,000,929 should have been reported.

Criteria. A-133 compliance requirements for reporting state that the SF-425 reports should be completed in full and accurate. Also, A-133 reporting compliance requirements indicate that financial data reflected in the SF-425 and 1512 ARRA reports should agree to the underlying accounting records.

Effect. The Federal government is not properly informed of the actual ARRA funds that the Water Utility Authority had received.

Cause. The Water Utility Authority used an amount on a vendor memo and not its own accounting records.

Recommendation. We recommend that the Water Utility Authority use the accounting records in their accounting system to report amounts on the 1512 report.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

**10-13 REPORTING - U.S. DEPARTMENT OF THE INTERIOR WATER
RECLAMATION AND REUSE PROGRAM (ARRA) CFDA 15.504
(CONTINUED)**

Management Response. The Water Utility Authority agrees with this finding. There were errors on the SF-425 reports. The reports were accepted by the Federal government. Management will review the instructions for filling out the report.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS
PROGRAM AUDIT (CONTINUED)**

**10-14 ELIGIBILITY, INTERNAL CONTROLS - U.S. DEPARTMENT OF
HOUSING AND URBAN DEVELOPMENT PUBLIC AND INDIAN
HOUSING, CFDA #14.850**

Questioned Costs. None

Condition. During our testing we noted that the Housing Authority does not have a quality control procedure in place to monitor the intake process. In addition, we noted that the Housing Authority did not implement their quality control process for monitoring re-examinations.

Criteria. Sound internal controls include monitoring controls to ensure all eligibility requirements are being met. 24 CFR Sections 960.253, 960.257 and 960.259.

Effect. There is increased risk that eligibility determinations are not properly executed.

Cause. The Housing Authority did not have proper staffing in order to implement the quality control process for reexaminations.

Recommendation. We recommend that the Housing Authority develop and implement a quality control review process to properly monitor the intake process. We also recommend that the Housing Authority allocate resources in order to perform their quality control review process for reexaminations.

Management Response. The City concurs with this finding. The Housing Authority plans to assign staff the responsibility to monitor the intake process and re-examination process.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE
STATUTE, SECTION 12-6-5, NMSA 1978**

01-17 BUDGET OVERSPENDING

Condition. The budget was overspent at the program level in several departments. The City has viewed this process as a means to improve long-term budgeting. The following programs/funds were overspent at June 30, 2010:

General Fund - Develop Affordable Housing	\$	28,607
General Fund - Reduce Youth Gangs		10,745
General Fund - Supportive Services to Homeless		129
General Fund - DFAS Strategic Support		12,403
General Fund - FA Admin Hearing Office		35,717
General Fund - Family Advocacy Center		3,227,833
General Fund - Officer and Department Support		32,479
General Fund - Professional Standards		453,939
General Fund - AFD Headquarters		15,350
General Fund - CIP Bio Park		231,456
General Fund - Library		20,580
General Fund - Urban Forest Management		1,684
Biological Park Projects Fund		315,555
Housing & Neighborhood Economic Development Fund		1,420,709

Criteria. Per ordinances Section 2-11-12 ROA 1994 expenditures are to be within budgeted amounts.

Effect. Overspending of the budget violates City ordinances. Also, allowing budget overages weakens the internal controls that budgets are intended to provide.

Cause. Over spending budgets is allowed and the City provides a “clean-up” resolution to rectify budget overages before the financials are closed and published. The budget adjustments for these particular programs were not included in the “clean-up” resolutions because the requests were not submitted in time.

Recommendation. Overspending of the budget should not be allowed. Approvals over budget adjustments should be done before expenditures are allowed. We recommend that all budget adjustments be approved prior to spending and budget to actual reviews be made timely.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE
STATUTE, SECTION 12-6-5, NMSA 1978 (CONTINUED)**

01-17 BUDGET OVERSPENDING

Management Response. The City has made a conscious decision to report actual program expenditures. In order to minimize and monitor overspending, the City produces quarterly expenditure reports and provides the information to the Departments and the Office of Internal Audit and Investigation. The Office of Internal Audit and Investigation uses the information to produce quarterly expenditure reports to the City Council. This process has shown a successful track record of reducing the number of programs overspent at the end of the year. The new budgeting software purchased by the City will enable the departments to manage their budgets in a timely manner.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE
STATUTE, SECTION 12-6-5, NMSA 1978 (CONTINUED)**

**07-10 PURCHASE CARDS AND TRAVEL CARDS – PURCHASE
LOG/RECONCILIATION (MODIFIED AND REPEATED)**

Condition. The City processed 12,662 purchase card (P-Card) and 341 travel card (T-Card) transactions during this fiscal year. We reviewed a sample of 25 P-Card transactions totaling \$4,008 and the following was noted: 11 transactions totaling \$1,982.12 did not have a log purchase log/reconciliation that were reviewed and signed off by the department director or designee. We reviewed a sample of 25 T-Card transactions totaling \$8,875 and the following was noted: 14 transactions totaling \$5,567 did not have a purchase log/reconciliation that was reviewed and/or signed off by the department director or designee.

Criteria. The CABQ Procurement Procedures require the Cardholder to complete the Purchasing Card Log, forward the reconciled transaction report and attach the supporting documents. The information is required to be submitted to the department director for review and approval within 5 days of the weekly transaction report distribution.

The department director or designee must (a) review the reconciled weekly activity statement for overall legitimacy and accuracy of the charges; (b) sign the purchasing card log certifying the legitimacy and accuracy of the listed transactions and (c) return to the department's Coordinator to retain the records within the department in a secure and orderly manner.

Effect. There is a risk of unauthorized purchases being made and an increased risk of fraud.

Cause. It appears there is a lack of adequate formal training dealing with P-Card use and the policies and procedures governing P-Cards are not being enforced at all levels.

Recommendation. We recommend that management emphasize that P-Card policies and procedures are to be adhered to in all cases. Management should review P-Card transactions on a periodic basis to identify patterns of reoccurring transactions that could be potentially set up as a city-wide contract.

Management Response. The city concurs with this finding. The Accounting and Purchasing P-Card Administrators will continue to communicate the reconciliation requirements of the P-Card Policy to Card Coordinators and Department Directors at Financial User Group and Purchasing Liaison Group meetings, as well as email communications.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE
STATUTE, SECTION 12-6-5, NMSA 1978 (CONTINUED)**

**08-02 MANUAL PAYROLL CHECKS HANDLING (MODIFIED AND
REPEATED)**

Condition. During our design and implementation of internal control test work, we noted that the payroll staff initiate, print and distribute manual payroll checks. This may create a lack of segregation of duties in that a payroll staff member that processes a manual check may also be the one who prints and distributes it.

Criteria. Good internal controls require segregation of duties between those who process transactions from those who handle the related assets.

Effect. There is an increased risk of theft.

Cause. The current configuration of the Peoplesoft Payroll module requires the manual checks to be printed as processed and does not allow for batch printing by the another City department.

Recommendation. Policies and procedures should be changed to provide a segregation of duties, so that payroll techs are no longer authorized to handle the checks that they process. Only personnel who do not process payroll should be authorized to distribute checks to employees.

Management Response. The City concurs with the finding. There are internal controls in place within that require the manual check amounts to be dual verified by a payroll employee other than the initiator. The checks are picked up by the respective City department person authorized to handle checks, who must review and sign a copy of the check which is retained for the Payroll Section's files.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE
STATUTE, SECTION 12-6-5, NMSA 1978 (CONTINUED)**

**09-18 ALBUQUERQUE BERNALILLO COUNTY WATER UTILITY
AUTHORITY BOND COVENANTS (MODIFIED and REPEATED)**

Condition. The Albuquerque Bernalillo County Water Utility Authority (Authority) was not in compliance with the rate covenant ratio as of June 30, 2010.

Criteria. According to the Bond Ordinance of the Series 2009A Bonds, the Authority is to ensure that rates are sufficient to produce net revenues annually to pay 133% of the annual debt service requirements.

Effect. The Authority is not maintaining the debt covenant requirements, which could cause the Authority to have to repay the bond or bond ratings to be affected.

Cause. Net revenues in 2010 were less than 133% of annual debt service requirements.

Recommendation. The Authority should implement a plan to increase net revenues.

Management Response. The Authority concurs with this finding. Due to the drastic decline in the economy the Authority's revenue declined, including the Utility Expansion Charge Revenues. Growth in the service area declined to a level to where there was no growth at all. The Authority then reduced CIP spending dramatically and has continued to do so until such time this revenue sees an upturn. Also the Authority has kept expenses down with very minimal increases in FY10 and FY11. The Authority also has approved rate increases of 5% each that are effective July 1, 2011 and July 1, 2013. During the first quarter of FY11 the Authority's revenue has shown significant increases over the 1st quarter of FY10. The Authority will continue to monitor our Net Revenues and make appropriate adjustments if needed.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE
STATUTE, SECTION 12-6-5, NMSA 1978 (CONTINUED)**

10-04 REPORTING UNCLAIMED PROPERTY

Condition. The City does not report unclaimed property to the State on a regular basis.

Criteria. The Uniform Unclaimed Property Act (1995) Article 8A states that property held by a court, government, governmental subdivision, or agency is assumed abandoned if it is unclaimed by the apparent owner one year after the property becomes distributable. Such funds must be escheated to the State of New Mexico.

Effect. Noncompliance with the Uniform Unclaimed Property Act (1995) Article 8A.

Cause. Lack of evidence that unclaimed property has been reported to the State on a yearly basis.

Recommendation. We recommend policies and procedures be implemented to ensure compliance. The City should evaluate all unclaimed property and exercise due diligence in reporting unclaimed property to the State.

Management Response. The City concurs with this finding. The Accounting department has reviewed the policy regarding reporting unclaimed property with accounting staff.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE
STATUTE, SECTION 12-6-5, NMSA 1978 (CONTINUED)**

10-08 PASSWORD POLICIES

Condition. Our review of password security settings for the accounts receivable system revealed that they don't comply with the City's password policies in terms of length, currently set at 4-8 characters.

Criteria. The City's Password Policies (dated January 21, 2010) provide for the following:

- Passwords shall contain at least eight characters including a number or special character.
- Passwords shall be set to expire in 90 days.
- Passwords shall not be reused for three cycles or one year.
- Accounts shall be locked after 5 unsuccessful attempts.
- When possible, Active Directory is to be used for system authentication.
- It is recommended that passwords should not contain words that can easily be guessed like "password", your child's name, your dog's name, etc. and should not be written down in an accessible location.

Effect. The current password settings pose unnecessary risk of data disclosure manipulation.

Cause. Members of IT were not aware that the GEAC passwords were not in compliance with the City's password policies.

Recommendation. The City needs to make sure that all its password policies are consistent for all systems to strengthen system security.

Management's Response. The City concurs with this finding. The GEAC Accounts/Receivable (AR) runs on the City's mainframe and requires access through specialized terminal emulation software to the mainframe, and then to GEAC. Access to this functionality is tightly controlled and as the only remaining non-budget ERP application on the mainframe, has a very small user community. The GEAC password setting has been in place for at least 15 years without issue. Research will need to be performed to determine if the recommended password policy can be implemented.

CITY OF ALBUQUERQUE
STATUS OF PRIOR YEAR AUDIT RECOMMENDATIONS
Year Ended June 30, 2010

FINDINGS FROM YEAR ENDED JUNE 30, 2009: CURRENT STATUS:

2001-17 Budget Overspending	Repeated
2001-18 Federal Claim Department of Justice	Resolved
2002-21 Capital Asset Inventory Deletions	Resolved
2005-10 False Alarms Service Fees	Resolved
2005-13 Audit Report Due Date	Repeated
2006-02 Citation Revenue	Resolved
2006-13 Infrastructure Capital Assets Variances	Repeated
2006-16 Operating Grants Fund Balance	Repeated
2007-02 Allowance for Uncollectible Accounts	Resolved
2007-06 Capitalization of Work in Progress	Resolved
2007-08 Uncollateralized Bank Deposits	Resolved
2007-09 SEFA Various Federal Grants	Repeated
2007-10 Purchase Cards	Repeated
2008-02 Manual Payroll Checks Handling	Repeated
2008-05 Financial Reporting	Resolved
2008-08 Transfer of Vehicles From Fleet	Resolved
2008-09 Environmental Liabilities	Resolved
2008-12 Noncompliance NM Public Money Law Requirement	Repeated
2008-13 Capital Asset Additions	Repeated
2008-16 Bank Reconciliation Process	Repeated
2009-01 Cash Receipts (Transit) Credit Card Reconciliations	Repeated
2009-02 Premature Purchase of Airline Tickets	Repeated
2009-03 Incorrect Account Classification	Resolved
2009-04 Payroll Lack of Approval	Repeated
2009-05 Purchase & Travel Card Request/Cardholder Agreements	Repeated
2009-06 Purchase Card - Technical Review Committee	Resolved
2009-07 Purchase Cards City-Wide Contracts	Resolved
2009-08 Cash Disbursements Process	Resolved
2009-09 Travel and Per Diem	Resolved
2009-10 Cash Disbursements	Resolved
2009-11 Inability to Produce Unmatched Invoice Report	Resolved
2009-12 Section 8 Housing Choice Voucher Eligibility Deviations	Resolved
2009-13 Vacation and Sick Leave Accrual Rates	Resolved
2009-14 Accurate and Timely Budget to Actual Information	Repeated
2009-15 Timely Cosing of General Ledger	Repeated
2009-16 City Not Taking Advantages of Vendor Discounts	Resolved
2009-17 Capital Projects Tracking	Resolved
2009-18 ABCWUA Bond Covenant Violation	Repeated
2009-19 Gross Payroll Clearing Account	Resolved
2009-20 Development Loans	Repeated
2009-21 Refuse Disposal Fund Accounts Receivable	Repeated
2009-22 ABCWUA Capital Assets	Resolved
2009-23 FDS Reporting-HUD-Public Housing, Low Rent	Repeated

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STATE COMPLIANCE

Schedule of Deposits And Investments By Financial Institutions

Schedule of Pledged Collateral By Financial Institutions

Joint Powers Agreements

Exit Conference

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CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEPOSITS AND INVESTMENTS BY FINANCIAL INSTITUTION
June 30, 2010

Financial Institution: Account name	Type of Account	Bank Balance	Outstanding (Checks) Deposits	Book Balance
Deposits:				
Wells Fargo Bank				
APD Evidence	Checking	\$ 1,750,671	\$ 1,068	\$ 1,751,739
Las Cruces Land	Savings	43,094	-	43,094
Library Petty Cash	Checking	1,299	(1,299)	-
Bluewater Apartments - operating and maintenance	Checking	165,522	(29,446)	136,076
Mayor and First Lady's Charity Ball account	Checking	69,512	4,138	73,650
		<u>2,030,098</u>	<u>(25,539)</u>	<u>2,004,559</u>
Bank of America				
Common Fund	Checking	26,487,779	3,810,286	30,298,065
City Payroll	Checking	-	(18,283)	(18,283)
Water Utility Authority Payroll	Checking	-	(4,929)	(4,929)
City Accounts Payable	Checking	(48,390)	(3,992,888)	(4,041,278)
Water Utility Authority Accounts Payable	Checking	(8,018)	(551,963)	(559,981)
Water Utility Authority Water Clearing	Checking	-	(3,296,481)	(3,296,481)
Real Property	Checking	358	(358)	-
Legal Department	Checking	2,056	73,482	75,538
Employee Health Services	Checking	2,922	(120)	2,802
APD Criminal Investigations	Checking	1,558	(583)	975
Housing Authority - Public Housing	Checking	7,094,899	(217,158)	6,877,741
Housing Authority - Section 8	Checking	176	(90,429)	(90,253)
Housing Authority - Modernization	Checking	-	-	-
Housing Authority - Section 8	Checking	93,119	(93,119)	-
Housing Authority - Public Housing FSS	Checking	11,352	(11,352)	-
		<u>33,637,811</u>	<u>(4,393,895)</u>	<u>29,243,916</u>
New Mexico Bank & Trust (all related to The Apartments Fund)				
Candelaria Gardens - Tenant security deposits	Checking	2,307	(2,307)	-
Santa Barbara - Tenant security deposits	Checking	1,203	(1,203)	-
Tucson - Tenant security deposits	Checking	1,196	(1,196)	-
Manzano Vista-Tenant security deposits	Checking	29,656	(29,656)	-
Glorieta-Tenant security deposits	Checking	3,117	(3,117)	-
Beach-Tenant security deposits	Checking	15,546	(15,546)	-
Bluewater-Tenant security deposits	Checking	44,373	(44,373)	-
Manzano Vista- Operating and maintenance	Checking	70,199	(41,961)	28,238
Santa Barbara - Operating and maintenance	Checking	856	(461)	395
Tucson - Operating and maintenance	Checking	53,183	(1,506)	51,677
Beach - Operating and maintenance	Checking	137,981	(15,983)	121,998
Candelaria Gardens - Operating and maintenance	Checking	135,908	(3,001)	132,907
Glorieta - Operating and maintenance	Checking	64,255	(3,348)	60,907
Candelaria Gardens - Property reserve	Checking	86,222	-	86,222
Glorieta - Property reserve	Checking	36,139	-	36,139
Tucson - Property reserve	Checking	60,930	-	60,930
Santa Barbara - Property reserve	Checking	33,521	-	33,521
FCSD property management trust	Checking	137,604	(16)	137,588
		<u>914,196</u>	<u>(163,674)</u>	<u>750,522</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEPOSITS AND INVESTMENTS BY FINANCIAL INSTITUTION
June 30, 2010

Financial Institution: Account name	Type of Account	Bank Balance	Outstanding (Checks) Deposits	Book Balance
Deposits continued:				
First Community Bank				
Common Fund	Checking	\$ 33,578	\$ -	\$ 33,578
Water Utility Authority Water Clearing	Checking	1,374,216	3,249,556	4,623,772
APD SID	Checking	97,290	(21,468)	75,822
APD SID	Checking	389,492	-	389,492
APD SID	Checking	467,663	-	467,663
		<u>2,362,239</u>	<u>3,228,088</u>	<u>5,590,327</u>
Bank of the West				
Certificate of Deposit	Investment	109,055,026	(55,026)	109,000,000
Total deposit accounts		<u>147,999,370</u>	<u>(1,410,046)</u>	<u>146,589,324</u>
Investments:				
Bank of America				
Working Capital Account	Investment	446,982,953	(1,232,883)	445,750,070
Short-Term Investment Account	Investment	148,000,000	-	148,000,000
Short-Term Investment Account	Investment	8,344,417	-	8,344,417
State of New Mexico				
Investment Council				
Core Bond Fund	Investment	10,084,817	-	10,084,817
Core Bond Fund	Investment	7,775,771	-	7,775,771
State of New Mexico				
Local Government Investment Pool				
LGIP Fund Pool-4101	Investment	7,987,986	-	7,987,986
LGIP Fund Pool-4101	Investment	5,988	-	5,988
LGIP Fund Pool-4102	Investment	1,060,105	-	1,060,105
LGIP Fund Pool-4102	Investment	30,623	-	30,623
Bank of New York Mellon Trust Company				
U.S. Treasury Money Market Fund	Investment	981,467	-	981,467
New Mexico Finance Authority				
U.S. Treasury Money Market Fund	Investment	6,698	5	6,703
Bank of Albuquerque				
U.S. Treasury Money Market Fund	Investment	1,582,521	-	1,582,521
Wells Fargo Trust in Denver, Colorado				
U.S. Treasury Money Market Fund	Investment	1,174,362	-	1,174,362
U.S. Treasury Money Market Fund	Investment	500,406	-	500,406
U.S. Treasury Money Market Fund	Investment	493,550	-	493,550
U.S. Treasury Money Market Fund	Investment	110,493	-	110,493
Total investments		<u>635,122,157</u>	<u>(1,232,878)</u>	<u>633,889,279</u>
Total cash and investments		<u>\$ 783,121,527</u>	<u>\$ (2,642,924)</u>	<u>\$ 780,478,603</u>
Imprest cash not in bank				26,800
Accrued interest investment fund				1,004,458
Escrow cash				389,369
Fiduciary cash				(4,989,636)
Cash and Investments Statement of Net Assets				<u>\$ 776,909,594</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION
June 30, 2010

The collateral for deposit accounts is as follows:

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
Wells Fargo Bank					
FNMA Pool # 831571	\$ 525,000	\$ 163,071	\$ 177,477	07/01/2036	6.00%
FNMA Pool # 867437	393,679	181,778	197,837	05/01/2036	6.00%
FNMA Pool # 888021	455,000	178,337	194,093	12/01/2036	6.00%
FNMA Pool # 915969	935,000	577,211	611,655	04/01/2037	5.00%
FNMA Pool # 983363	50,000	26,915	29,225	08/01/2038	6.00%
FNMA Pool # AA0863	500,000	304,075	322,220	01/01/2039	5.00%
	<u>\$ 2,858,679</u>	<u>\$ 1,431,387</u>	<u>\$ 1,532,507</u>		

Location of collateral: Wells Fargo Bank Northwest, N.A., Ogden, UT

New Mexico Bank & Trust					
Sandoval Cnty NM FSA Insured	\$ 400,000	\$ 400,000	\$ 401,496	08/15/2010	3.60%

Location of collateral: Heartland Financial USA, Dubuque, IA

Bank of America					
FNMA back security	\$ 11,982,427	\$ 5,801,569	\$ 6,270,548	10/01/2036	5.50%
FNMA back security	361,841	216,288	233,974	03/01/2037	5.50%
FNMA back security	673,338	541,251	603,090	07/01/2038	6.00%
FNMA back security	30,687,033	18,162,614	19,630,817	12/01/2037	5.50%
FNMA back security	458,825	312,163	338,469	08/01/2037	5.50%
FNMA back security	786,754	432,227	473,222	09/01/2037	6.00%
FNMA back security	3,001,140	1,892,243	2,071,986	11/01/2038	6.00%
FNMA back security	489,759	402,222	434,651	06/01/2039	5.50%
FNMA back security	1,987,232	1,747,278	1,891,798	08/01/2037	5.50%
FNMA back security	179,336	163,149	174,655	03/01/2037	5.50%
	<u>\$ 50,607,685</u>	<u>\$ 29,671,004</u>	<u>\$ 32,123,210</u>		

Location of collateral: Federal Reserve Bank, Richmond, VA

Bank of the West					
GNMA GNR 2010-50 GC	\$ 6,000,000	\$ 5,949,045	\$ 6,078,059	01/20/2036	3.00%
FHLMC FHR 3636 EA	1,500,000	1,364,043	1,383,033	11/15/2018	2.25%
FNMA FN 254846	25,000,000	8,678,557	9,148,793	07/01/2023	4.50%
FNMA FN 254846	25,000,000	8,678,557	9,148,793	07/01/2023	4.50%
GNMA GNR 2010-50 GC	26,000,000	25,779,193	26,338,256	01/20/2036	3.00%
FHLMC FH 1G3582	30,200,000	14,689,597	15,718,567	04/01/2037	5.62%
FNMA FN 254846	4,000,000	1,388,569	1,463,807	07/01/2023	4.50%
GNMA GNR 2009-122 DM	13,000,000	12,440,047	12,810,200	03/16/2023	3.25%
FHLMC FHR 3344 FT	16,900,000	11,731,098	11,668,290	07/15/2034	7.00%
FNMA FN 254846	32,000,000	11,108,553	11,710,455	07/01/2023	4.50%
FNMA FN 254846	43,000,000	14,927,118	15,735,924	07/01/2023	4.50%
FNMA FNR 2007-89 FW	38,500,000	22,256,382	22,251,444	09/25/2037	0.87%
FHLMC FH 1G0706	13,000,000	6,610,037	7,036,576	02/01/2036	5.47%
GNMA GNR 2010-46 GJ	50,000,000	48,855,825	50,042,298	12/20/2035	3.00%
	<u>\$ 324,100,000</u>	<u>\$ 194,456,621</u>	<u>\$ 200,534,495</u>		

Location of collateral: Bank of the West, Walnut Creek, CA

Total all banks \$ 234,591,708

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION
June 30, 2010

The collateral for the repurchase agreements:

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
Bank of America					
City of Albuquerque Common Fund continued					
FNMA backed security	\$ 48,000,000	\$ 18,280,401	\$ 19,792,406	12/01/2034	5.50%
FNMA backed security	47,361,743	11,072,491	12,123,533	05/01/2036	6.50%
FNMA backed security	47,455,000	32,696,377	35,720,452	05/01/2038	6.00%
FNMA backed security	47,312,886	16,757,715	18,479,338	08/01/2037	6.50%
FNMA backed security	46,399,000	44,103,095	44,913,643	03/01/2039	4.00%
FNMA backed security	19,726,756	19,487,094	19,931,443	05/01/2025	3.50%
	<u>\$ 256,255,385</u>	<u>\$ 142,397,173</u>	<u>\$ 150,960,815</u>		
102% collateral requirement			<u>150,960,000</u>		
Collateral in excess (deficit) of requirement			<u>\$ 815</u>		

Location of collateral: J.P. Morgan Chase Bank, New York, N.Y.

The market value shown of the pledged collateral for the common fund repurchase agreement is as of the time of purchase on 6/30/2010.

Bank of America					
Housing Authority					
Federal Home Loan Mortgage	not stated	\$ 828,402	\$ 896,091	05/01/2035	5.50%
Federal Home Loan Mortgage	not stated	6,692,709	6,798,320	12/01/2034	4.00%
Federal Home Loan Mortgage	not stated	625,007	650,007	01/01/2036	6.00%
		<u>\$ 8,146,118</u>	<u>\$ 8,344,418</u>		
100% collateral requirement			<u>8,344,417</u>		
Collateral in excess (deficit) of requirement			<u>\$ 1</u>		

Location of collateral: Bank of America, N.A, Charlotte, N.C.

Housing Authority repurchase agreements are collateralized at 100% due to the fact that the funds are held in a deposit account with a "sweep" feature. The repurchase agreement is not brokered outside the Bank of America. All pledged collateral is held in the city's name at each financial institution.

Directed trades (portfolio investment purchases) are held at the Federal Reserve Bank, Richmond, Virginia in an account separate from the account where the collateral for the common fund repurchase agreement is held.

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
June 30, 2010

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
AMAFCA / 2007-30	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for construction of the San Mateo storm drain. City maintains the completed project
AMAFCA / 2007-32	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	A.Q. Pond construction. Project also included the Odelia, Franciscan, and Kinley/Edith storm drain improvements. Mountain storm drain is final project
AMAFCA / 2007-33	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for the City to provide a Letter of Map Revision to FEMA regarding flood plains around the area of the La Cueva Crossings construction
AMAFCA / 2008-18	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for agency and area-wide flood control maintenance of El Bordo storm drain
AMAFCA / 2008-26	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement to fix leaks in the Barelbas storm drain; completion of the El Bordo Siphon design
AMAFCA / 2008-33	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for acquisition and construction of the Post Office Interim Pond
AMAFCA / 2008-38	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for construction of the Coal Avenue Phase I Storm Drain
AMAFCA / 2010	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for the Mid-Valley drainage and storm water quality management plan
AMAFCA / 2010	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for FEMA floodplain economic and fiscal impacts study
Area Agency on Aging CCN 84-0099	City of Albuquerque and the County of Bernalillo	City of Albuquerque	Provide services for older persons as outlined in the Older Americans Act
Conduct of Community Programs on Aging CCN 1995-0739	City of Albuquerque/ Village of Los Ranchos/Village of Tijeras/ and the County of Bernalillo	City of Albuquerque	Provide programs and services to older residents through a centralized system of administration
Benefits Consulting CCN 200900449	City of Albuquerque/ Human Resources/ Benefits and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	City and County have entered into an agreement to engage Aon consulting Inc., to perform specified services regarding health and dental
Health and Dental CCN 200900183	City of Albuquerque/ Human Resources/ Benefits and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Employee dental benefits program for eligible employees
Bus Services	City of Albuquerque/ Transit/and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Performing fixed route bus services
Bus Services/Sun Van	City of Albuquerque/ Transit and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Performing Para transit services to residents in the unincorporated areas of the County

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
August 31, 2007	Ongoing	\$1,500,000	\$0	AMAFCA
October 19, 2007	Upon completion of Mountain storm drain improvements	\$1,900,000	\$340,169	AMAFCA
October 19, 2007	October 10, 2010	\$700,000	\$0	AMAFCA
April 4, 2008	February 26, 2010	\$538,873	\$254,796 paid to AMAFCA	AMAFCA
July 21, 2008	Ongoing upon completion of projects	\$800,000	\$0	AMAFCA
October 28, 2008	Ongoing upon completion	\$4,000,000	\$0	AMAFCA
December 18, 2008	Ongoing upon completion	\$1,600,000	\$1,000,000	AMAFCA
December 17, 2009	Ongoing upon completion	\$250,000	\$0	AMAFCA
November 19, 2009	Ongoing upon completion	\$28,000	\$28,000 paid to AMAFCA	AMAFCA
July 1, 1984	6-month notice	Not specified	Not specified	City of Albuquerque
November 13, 1995	90-day Notice	Not specified	Unknown	City of Albuquerque
August 1, 2003	June 30, 2010	\$25,000	\$25,000	N/A
July 1, 2003	June 30, 2010	\$65,000	\$65,000	N/A
July 1, 2003	June 30, 2010. In negotiations for renewal until agreement reached	Based on Hourly Usage	\$1,527,806	N/A
July 1, 2003	June 30, 2010. In negotiations for renewal until agreement reached	Based on Per Trip Amount Incurred	\$593,675	N/A

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
June 30, 2010

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
Child Abuse Council CCN 83-0017	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Maintain Child Abuse Council
City County Building CCN 2006-0693	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Authorization for each entity to regulate construction of buildings owned by them within the jurisdiction of the other entity.
City County Building CCN 88-0161	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	For the ownership, care, control, improvement, operation and maintenance of the jointly held City/County Building.
Law Enforcement Center CCN 86-0063 & CCN 88-0161	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	For the ownership, care, control, improvement, operation and maintenance of the jointly Law Enforcement Center
City of Belen Health and Dental CCN 200900653	City of Albuquerque/ Human Resources/ Insurance and the City of Belen	City of Albuquerque and the City of Belen	Employee dental benefits program for eligible employees
County of Sandoval Health and Dental CCN 200900655	City of Albuquerque/ Human Resources/ Insurance and the County of Sandoval	City of Albuquerque and the County of Sandoval	Employee dental benefits program for eligible employees
Emergency Medical Services CCN 1991-0239	City of Albuquerque and the County of Bernalillo	City of Albuquerque/ and the County of Bernalillo	Delivery of emergency medical and ambulance services and contribute to the health and safety of county residents
Flood Damage Prevention CCN 93-0451 CCN 95-0191	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Develop and maintain a flood damage prevention plan which includes constructing, altering, installing and maintaining buildings or other improvements in a designated flood area.
Joint Metropolitan Forensic Science Center (MFSC) CCN 1999-0226, CCN 2005- 0688	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Maintain and manage a joint crime laboratory for the processing, analysis and secured storage of evidence
Metropolitan Criminal Justice / CCN 2003-0385	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Provides criminal justice services to deter, and prevent crime in the community
Rio Grande Swimming Pool CCN 76-0008	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Construction and maintenance of the Rio Grande Swimming Pool.
Middle Rio Grande Conservation CCN 200900656	City of Albuquerque/ Human Resources/ Insurance and the MRGCD	City of Albuquerque and the MRGCD	Employee health benefits program for eligible employees
Middle Rio Grande Conservation	City of Albuquerque and MRGCD	City of Albuquerque and the MRGCD	Operation and maintenance of the Alameda Drain System
Middle Rio Grande Conservation	City of Albuquerque and MRGCD	City of Albuquerque and the MRGCD	Operation and maintenance of the Riverside Drain System
SSCAFCA Health and Dental CCN 200900657	City of Albuquerque/ Human Resources/ Insurance and SSCAFCA	City of Albuquerque and the SSAFCA	Employee health benefits program for eligible employees

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
May 3, 1983	90-Day Notice	Not specified	Unknown	City of Albuquerque
2006	Indefinite	Not specified	\$1,352,756	County of Bernalillo
December 28, 1988	Indefinite	Not specified	\$1,096,126	City of Albuquerque/and the County of Bernalillo
August 5, 1986	Ongoing until terminated by a 6-month notice	Not specified	Varies yearly	City of Albuquerque/and the County of Bernalillo
July 1, 2006	June 30, 2010	\$1,837	\$1,837	N/A
July 1, 2003	June 30, 2010	\$18,368	\$18,368	N/A
July 10, 1991	Ongoing until terminated by a 180-day notice	Varies yearly	Unknown	City of Albuquerque and the County of Bernalillo
March 2, 1993	30- day notice	Not specified	Unknown	City of Albuquerque and the County of Bernalillo
1999	90-day notice	\$12,000,000	\$0	City of Albuquerque
July 1, 2003	90-day notice	Not specified	Unknown	City of Albuquerque, County of Bernalillo, DFA, State Auditor
July 1, 1976	April 6, 2051	\$680,000	\$80,826	The County of Bernalillo
July 1, 2003	June 30, 2010	\$3,674	\$3,674	N/A
April 21, 1988	Ongoing	\$111,480 per annum	\$121,315	N/A
April 21, 1988	Ongoing	\$111,480 per annum	\$83,597	N/A
July 1, 2006	June 30, 2010	\$600	\$600	N/A

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
June 30, 2010

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
South Eubank Landfill CCN 93-0367	City of Albuquerque /Commissioner of Public Lands for NM/ AMAFCA and the County of Bernalillo	Commissioner of Public Lands for NM	Land lease for the purpose of operation a sanitary landfill.
Town of Bernalillo Health and Dental CCN 200900658	City of Albuquerque/ Human Resources/ Insurance and the Town of Bernalillo	City of Albuquerque and the Town of Bernalillo	Employee health benefits program for eligible employees
Town of Cochiti Lake Health and Dental CCN 200900659	City of Albuquerque/ Human Resources/ Insurance and the Town of Cochiti Lake	City of Albuquerque and the Town of Cochiti Lake	Employee health benefits program for eligible employees
Town of Mountainair Health and Dental CCN 200900661	City of Albuquerque/ Human Resources/ Insurance and the Town of Mountainair	City of Albuquerque and the Town of Mountainair	Employee health benefits program for eligible employees
Unified Library System CCN 93-0516, 2003-0589 & 2006-0421	City of Albuquerque, the County of Bernalillo, Village of Tijeras, and Village of Los Ranchos	City of Albuquerque and the County of Bernalillo	Provide well-balanced collections of books and other media for residents
Village of Bosque Farms Health and Dental CCN 200900662	City of Albuquerque/ Human Resources/ Insurance and the Village of Bosque Farms	City of Albuquerque and the Village of Bosque Farms	Employee health benefits program for eligible employees
Village of Corrales Health and Dental CCN 200900663	City of Albuquerque/ Human Resources/ Insurance and the Village of Corrales	City of Albuquerque and the Village of Corrales	Employee health benefits program for eligible employees
Village of Cuba Health and Dental CCN 200900664	City of Albuquerque/ Human Resources/ Insurance and the Village of Cuba	City of Albuquerque and the Village of Cuba	Employee health benefits program for eligible employees
Village of Los Ranchos Health and Dental CCN 200900665	City of Albuquerque/ Human Resources/ Insurance and the Village of Los Ranchos	City of Albuquerque and the Village of Los Ranchos	Employee health benefits program for eligible employees
Village of San Ysidro Health and Dental CCN 200900666	City of Albuquerque/ Human Resources/ Insurance and Village of San Ysidro	City of Albuquerque and the Village of San Ysidro	Employee health benefits program for eligible employees
Village of Tijeras Health and Dental CCN 200900668	City of Albuquerque/ Human Resources/ Insurance and Village of Tijeras	City of Albuquerque and the Village of Tijeras	Employee health benefits program for eligible employees
N.M. State Highway & Transportation Department / Municipal Development CCN 200101280.5 / J00671	City of Albuquerque/and the NM State Highway and Transportation Department	City of Albuquerque	Bicycle Travel Demand Management Program
N.M. Department of Transportation / J00131	N.M. Department of Transportation and City of Albuquerque	N.M. Department of Transportation and City of Albuquerque	Bicycle/Pedestrian safety program
Eminent domain powers CCN 2004-0692	City of Albuquerque, Albuquerque-Bernalillo County Water Utility Authority	City of Albuquerque, Albuquerque-Bernalillo County Water Utility Authority	City, County & Authority have right-of- way eminent domain powers

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
September 16, 1993	Silent	Not to exceed \$200,000	Unknown	N/A
July 1, 2003	June 30, 2010	\$1,837	\$1,837	N/A
July 1, 2006	June 30, 2010	\$600	\$600	N/A
July 1, 2006	June 30, 2010	\$1,837	\$1,837	N/A
October 19, 1993	60-Day Notice	Not specified	\$1,138,925	City of Albuquerque and the County of Bernalillo
July 1, 2003	June 30, 2010	\$1,837	\$1,837	N/A
July 1, 2003	June 30, 2010	\$1,837	\$1,837	N/A
July 1, 2003	June 30, 2010	\$1,837	\$1,837	N/A
July 1, 2003	June 30, 2010	\$1,837	\$1,837	N/A
July 1, 2003	June 30, 2010	\$1,837	\$1,837	N/A
July 1, 2006	June 30, 2010	\$600	\$600	N/A
July 1, 2003	June 30, 2010	\$1,837	\$1,837	N/A
April 20, 2000	September 30, 2014	\$2,077,480	\$1,775,000	City of Albuquerque
May 4, 1995	September 30, 2014	\$466,666	\$97,895	N.M. Department of Transportation
September 22, 2004	Indefinite	Not specified	Unknown	All Parties

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
June 30, 2010

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
Bernalillo County CCN 2005-0117	City of Albuquerque, Bernalillo County	City of Albuquerque, Bernalillo County	Effectuate Admin. Efficiency of public buildings
Bernalillo County CCN 87-0121	City of Albuquerque, Bernalillo County	City of Albuquerque	Motor Vehicle Emissions Inspection Maintenance Program
Bernalillo County CCN 90-0207	City of Albuquerque, Bernalillo County	City of Albuquerque	Development/Maintenance of An Emergency Response Plan

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
April 12, 2005	Indefinite	Not specified	Unknown	Bernalillo County
1987	180-Day Notice	Varies yearly	20% of City's yearly project budget	Bernalillo County
1988	30-Day Notice	Varies yearly	25% of City's annual approved budget	Bernalillo County

CITY OF ALBUQUERQUE, NEW MEXICO
EXIT CONFERENCE
June 30, 2010

An exit conference was held on June 1, 2011, and attended by the following:

City Personnel:

Ken Sanchez
Finance Committee Chair, City Council

Michael Cook
City Council

Lou Hoffman
Director of Finance and Administrative Services

Pamela Berry
Accounting Officer

Stephanie Yara
Assistant Accounting Officer

Mari Hughes
Accounting Manager

Terry Suarez
Grants Administrator

Gerald Romero
Financial Analyst, City Council

Cliff Wintrobe
Albuquerque/Bernalillo County Water Utility Authority

Moss Adams, LLC Personnel:

Wayne Brown
Managing Partner

Chris Garner
Senior Audit Manager

Corrine Zajac-Clarkson
Audit Manager

Office of the State Auditor Personnel:

Carla Martinez
Deputy State Auditor

Blanca Sena
Audit Supervisor

The City of Albuquerque acknowledges its continuing commitment to protecting individuals rights and privileges. In accordance with this commitment, the City prohibits Discrimination in the operations of Government on the basis of race, color, religion, national origin or ancestry, physical/mental disability, age, gender, Vietnam era or disabled Veteran status, marital status, sexual orientation, pregnancy or medical condition.

