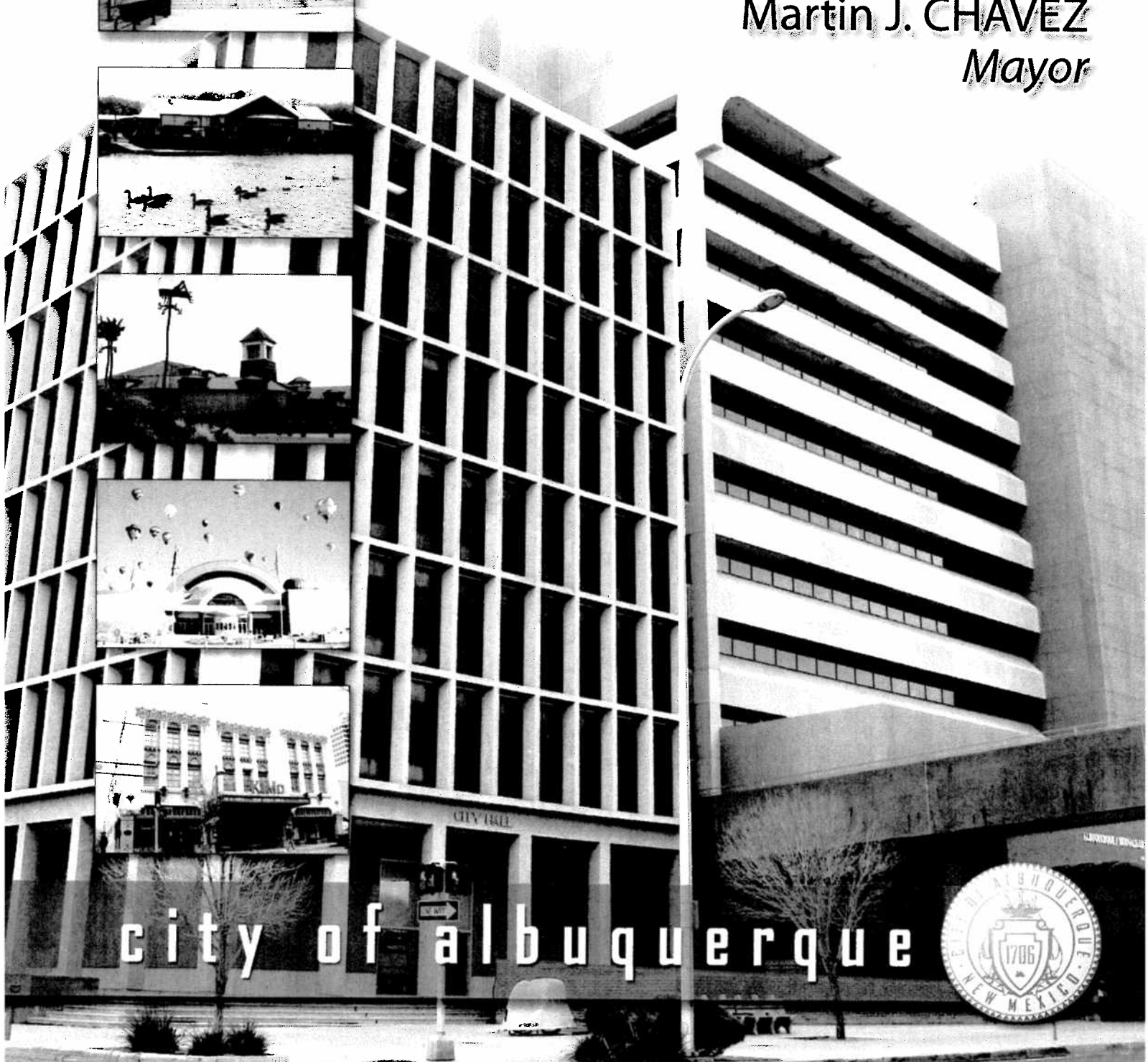
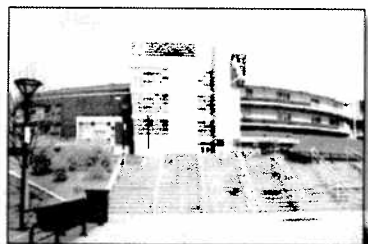


COMPREHENSIVE ANNUAL FINANCIAL REPORT

JULY 1, 2006 - JUNE 30, 2007
Albuquerque, New Mexico USA

Martin J. CHÁVEZ
Mayor



city of albuquerque



CITY OF ALBUQUERQUE, NEW MEXICO

Comprehensive Annual Financial Report

Year ended June 30, 2007

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INTRODUCTORY SECTION



April 2, 2008

Honorable Mayor and City Council
City of Albuquerque, New Mexico

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Albuquerque, New Mexico, (City), for the fiscal year ended June 30, 2007. 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, 2007. 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 complement this letter of transmittal and should be read in conjunction with it.

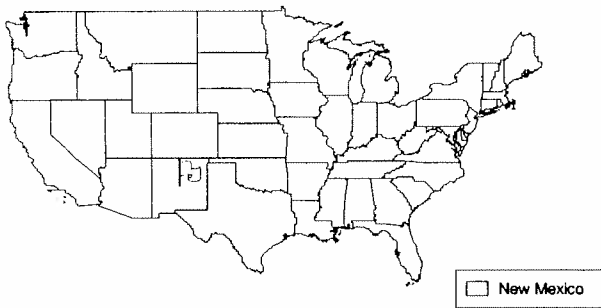
Profile of the City

The City of 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 500,000 in 2007, Albuquerque ranks 35th 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 500,000 and the MSA approximately 800,000. 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, while a smaller part of the Albuquerque economy, has not declined in importance as in the U.S. where manufacturing has declined substantially since the 1960s.

Albuquerque MSA Employment in Thousands

	Employment FY/07	Share of FY07 Employment	Growth FY/06 to FY/07	Compound Annual Average FY/02 to FY/07
NAICS CATEGORY				
Total Nonfarm Employment (does not include military)	395.27	100%	2.6%	1.8%
Natural Resources and Mining and Construction	31.05	8%	2.1%	5.2%
Manufacturing	24.11	6%	2.9%	-1.2%
Trade, Transportation, and Utilities	68.03	17%	1.2%	0.7%
Information	9.66	2%	7.2%	-3.3%
Financial Activities	19.29	5%	-0.6%	0.2%
Aggregate of Services	151.66	38%	3.5%	2.7%
Professional and Business Services	64.05	16%	3.3%	2.0%
Educational and Health Services	48.58	12%	3.1%	3.8%
Leisure and Hospitality	39.03	10%	4.4%	2.6%
Other Services	12.24	3%	2.0%	1.7%
Government	79.23	20%	2.5%	2.1%
MILITARY	6.317	NA	1%	-0.2%

In the near term, Albuquerque is benefiting from strong growth, increased tourism and a construction boom. Unemployment rates remain low and averaged 3.8% in FY/07. Several large manufacturing firms have recently moved to Albuquerque and/or expanded. The broadening of the industrial base to include aviation will help Albuquerque continue to grow and prosper. The City believes it is well positioned to attract new investment by suppliers, customers, and other producers. The national labs are another strength in the Albuquerque economy. 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

Operation of the Metropolitan Detention Center (MDC) was transferred back to Bernalillo County on July 1, 2006. The City had operated the MDC under the terms of a Joint Powers Agreement (JPA) with the County since 2002, paying 50% of the operating costs of the MDC. During the year, the City provided a significant financial subsidy to the County in the amount of \$14.3 million to support the operations the MDC.

Other initiatives of particular interest during the year included animal care funding for the first phase of a four-year plan to make Albuquerque a "live-exit" city; funding for the Fire Department to assume responsibility for conducting fire safety inspections at all Albuquerque public and private schools; funding for the development of an enhanced ADA certification process for Mini-Ride qualifications; funding to develop a four-year facilities plan with related technology for our future library system; funding for the expansion of security at the Albuquerque Sunport; funding for the implementation costs of a new core financial system for the City and for the Police interoperability system; and funding for increased staffing and contractual assistance to expedite the development and updating of area, sector and redevelopment plans.

The City has a long history of commitment to both our natural and built environment. In future years, there will be more attention and resources devoted to the creation and maintenance of a "sustainable" community. The City is in the process of converting its fleet to alternative fuels which we expect to take a number of years.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Albuquerque for its CAFR for the fiscal year ended June 30, 2006. This is the 27th consecutive year the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the City also received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget for the fiscal year beginning July 1, 2006. 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,



Tanda Meadors, Director
Department of Finance & Administrative Services

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Albuquerque
New Mexico

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

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



Oliver S. Cox

President

Jeffrey R. Enos

Executive Director



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**City of Albuquerque
New Mexico**

For the Fiscal Year Beginning

July 1, 2006

President

Executive Director

CITY OF ALBUQUERQUE

PRINCIPAL OFFICIALS

June 30, 2007

MAYOR

MARTIN J. CHÁVEZ

CITY COUNCIL

KEN SANCHEZ

DEBBIE O'MALLEY, PRESIDENT

ISAAC BENTON

BRAD WINTER,

MICHAEL J. CADIGAN

MARTIN HEINRICH

SALLY MAYER

CRAIG LOY

DON HARRIS

District 1

District 2

District 3

District 4

District 5

District 6

District 7

District 8

District 9

CHIEF ADMINISTRATIVE OFFICE

BRUCE J. PERLMAN, PhD.

DEPUTY CHIEF ADMINISTRATIVE OFFICERS

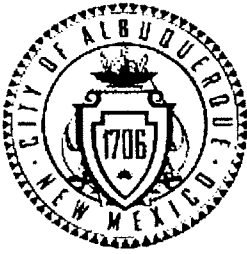
GAIL D. REESE, CHIEF FINANCIAL OFFICER

ED ADAMS, CHIEF OPERATING OFFICER

NICHOLAS S. BAKAS, CHIEF PUBLIC SAFETY OFFICER

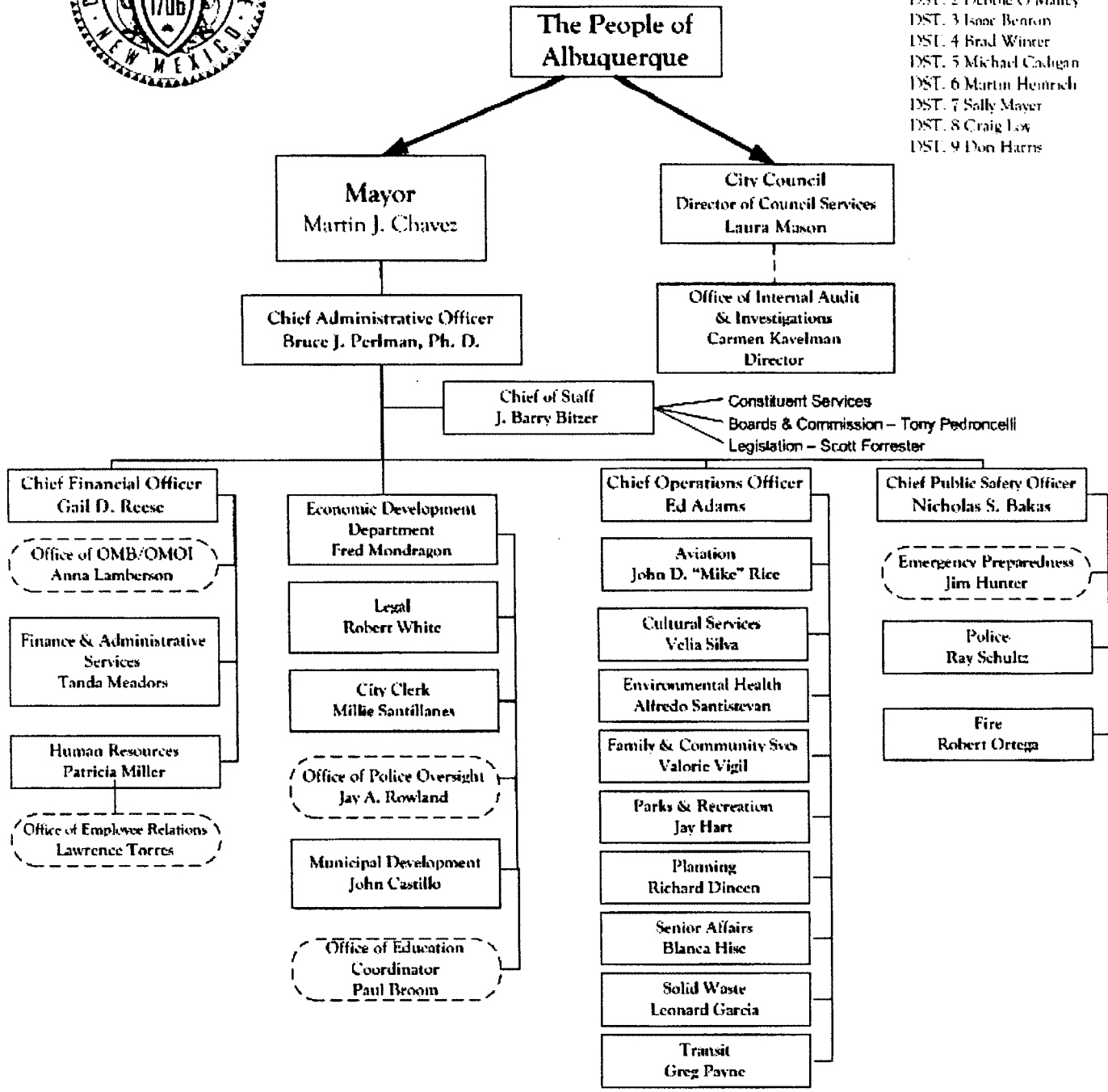
DEPARTMENT OF FINANCE AND ADMINISTRATIVE SERVICES

TANDA L. MEADORS, DIRECTOR



City of Albuquerque

- DST. 1 Ken Sanchez
- DST. 2 Debbie O'Malley
- DST. 3 Isaac Benzon
- DST. 4 Brad Winter
- DST. 5 Michael Cadogan
- DST. 6 Martin Heinrich
- DST. 7 Sally Mayer
- DST. 8 Craig Jay
- DST. 9 Don Harris



CITY OF ALBUQUERQUE, NEW MEXICO
CONTRIBUTORS
June 30, 2007

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Chief Financial Officer
Tanda L. Meadors, Director
Department of Finance & Administrative Services

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Principal Accountant
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Office of Management Budget

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Karen Lopez
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Dee Dickson
Executive Budget Analyst

Office of Management Budget (cont).

Jacques Blair
City Economist

City Fiscal Managers

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Solid Waste Management
Dolores Gomez
Department of Municipal Development
Beverly Hoover
Environmental Health Department
Gerald Romero
Family and Community Services
Terry Suarez, CPA
Dept. of Finance and Administration Svcs.
Roberta Duran
Legal Department
Patricia Latter
Fire Department
Aubrey Thompson, CPA
Police Department
Thomas Torres, CPA
Risk Management

Albuquerque Bernalillo County Water Authority

Stan Allred
Fiscal Manager
Cliff Wintrobe, CPA
Budget Analyst

Treasury Division Personnel

Cilia E. Aglialoro, CTP
Assistant Treasurer - Debt
Christopher H. Daniel, CPA, CTP
Assistant Treasurer - Cash Management

Independent Auditors' Report

The Honorable Martin Chavez, 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 general fund budgetary comparison, and the aggregate remaining fund information of the City of Albuquerque, New Mexico (City), as of and for the year ended June 30, 2007, 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, and component unit funds and all the budgetary comparisons presented as supplementary information in the accompanying combining and individual fund financial statements, as of and for the year ended June 30, 2007, 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 the 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 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, 2007, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison 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 component unit funds of the City, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, and respective budgetary comparisons presented as supplementary information for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Honorable Martin Chavez, 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 April 2, 2008, 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 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 and budgetary comparisons. 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 also not a required part of the basic financial statements of the City. 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*, the Schedule of Changes in Fiduciary Assets and Liabilities, the Schedule of Deposits and Investments By Financial Institution, the Schedule of Pledged Collateral By Financial Institution, the Schedule Of Joint Powers Agreements, and the other supplementary schedules are presented for purposes of additional analysis are not required parts of the basis financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying 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.

Albuquerque, New Mexico



April 2, 2008

FINANCIAL SECTION

CITY OF ALBUQUERQUE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2007

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, 2007. 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 \$170.6 million during the year. The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$3.4 billion (net assets). Of this amount, \$231.9 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, 2007, the City's governmental funds reported combined ending fund balances of \$330.8 million. Approximately 80.1% of this amount, \$265.0 million, is unreserved fund balance available for spending at the government's discretion. Included in this amount is approximately \$85.0 million in the Capital Acquisition Fund.
- At the close of the current fiscal year, unreserved fund balance for the general fund was \$76.2 million or 18.2% of the total general fund expenditures of \$417.3 million. \$41.9 million or 10.0% of the total general fund expenditures is unreserved designated for subsequent years' operations.
- The City's governmental activities long-term obligations decreased by \$40.0 million during the current year. The key factors in this change were additions to accrued vacation and sick leave pay and claims totaling \$52.6 million and debt reduction payments and liquidations of accrued liabilities totaling \$92.6 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.

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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, 2007 is available by contacting the Authority at the following address: Fifth floor, P.O. Box 1293, Albuquerque, NM 87103.

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, 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.

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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.

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 is presented separately and in the basic financial statements. The City is not required to provide other information in the RSI and, therefore, no 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)						Total Percent Change
	Governmental Activities		Business-type Activities		Total		
	2007	2006	2007	2006	2007	2006	
Assets:							
Current and other assets	\$ 587.6	\$ 583.0	\$193.0	\$166.5	\$ 780.6	\$ 749.5	4.1%
Capital Assets	2,931.6	2,830.2	524.5	526.3	3,456.1	3,356.5	2.9%
Total assets	<u>3,519.2</u>	<u>3,413.2</u>	<u>717.5</u>	<u>692.8</u>	<u>4,236.7</u>	<u>4,106.0</u>	3.1%
Liabilities:							
Long-term liabilities outstanding	343.4	381.2	259.8	260.1	603.2	641.3	-5.9%
Other liabilities	191.2	197.6	44.2	39.6	235.4	237.2	-.7%
Total Liabilities	<u>534.6</u>	<u>578.8</u>	<u>304.0</u>	<u>299.7</u>	<u>838.6</u>	<u>878.5</u>	-4.5%
Net assets:							
Invested in capital assets,							
Net of related debt	2,624.3	2,634.1	297.1	296.1	2,921.4	2,930.2	-.3%
Restricted	172.4	165.2	72.4	71.5	244.8	236.7	3.4%
Unrestricted	187.9	35.1	44.0	25.5	231.9	60.6	282.6%
Total net assets	<u>\$2,984.6</u>	<u>\$2,834.4</u>	<u>\$413.5</u>	<u>\$393.1</u>	<u>\$3,398.1</u>	<u>\$3,227.5</u>	5.2%

As noted earlier, net assets may serve as a useful indicator of a government's financial position. For the City, assets exceeded liabilities by \$3.4 billion at the close of the year. The largest portion of the City's net assets (86.5%) reflects its investment of \$2.9 billion in capital assets (e.g. 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 the capital assets cannot be liquidated for these liabilities. Restricted net assets in the amount of \$244.8 million represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$231.9 million, may be used to meet the City's ongoing obligations to its citizens and creditors. At the end of the 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.

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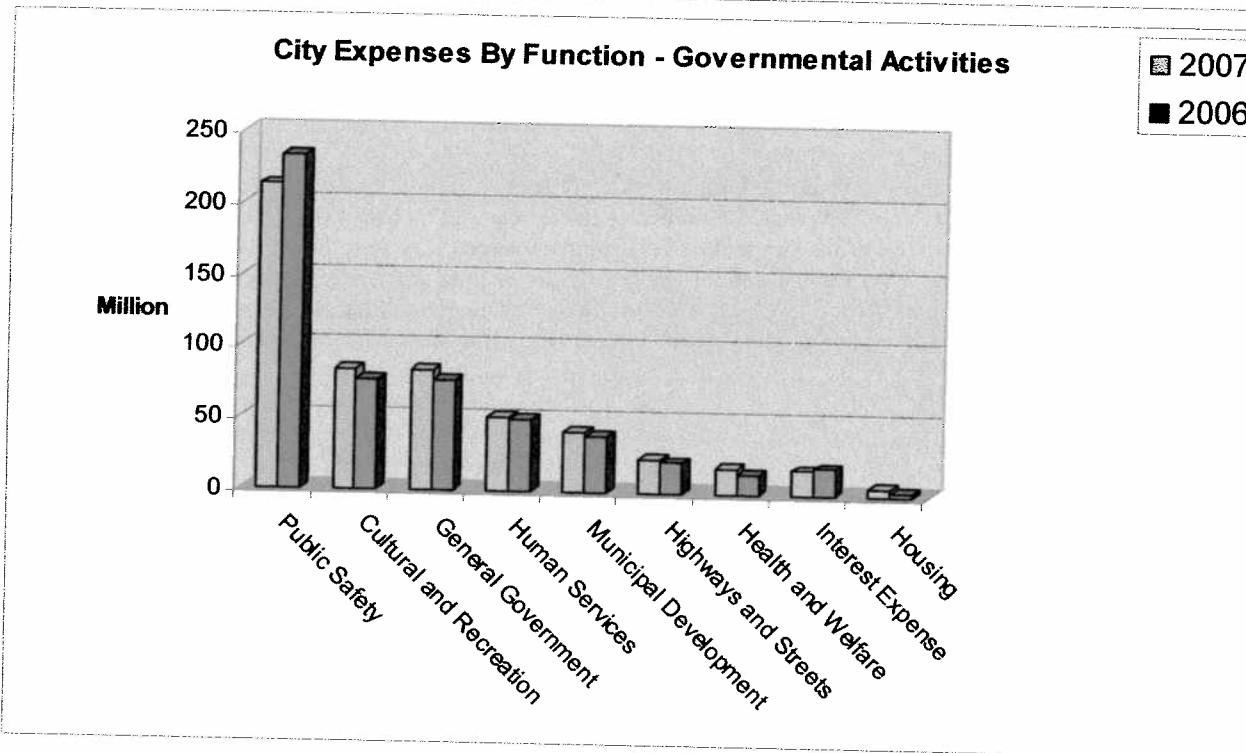
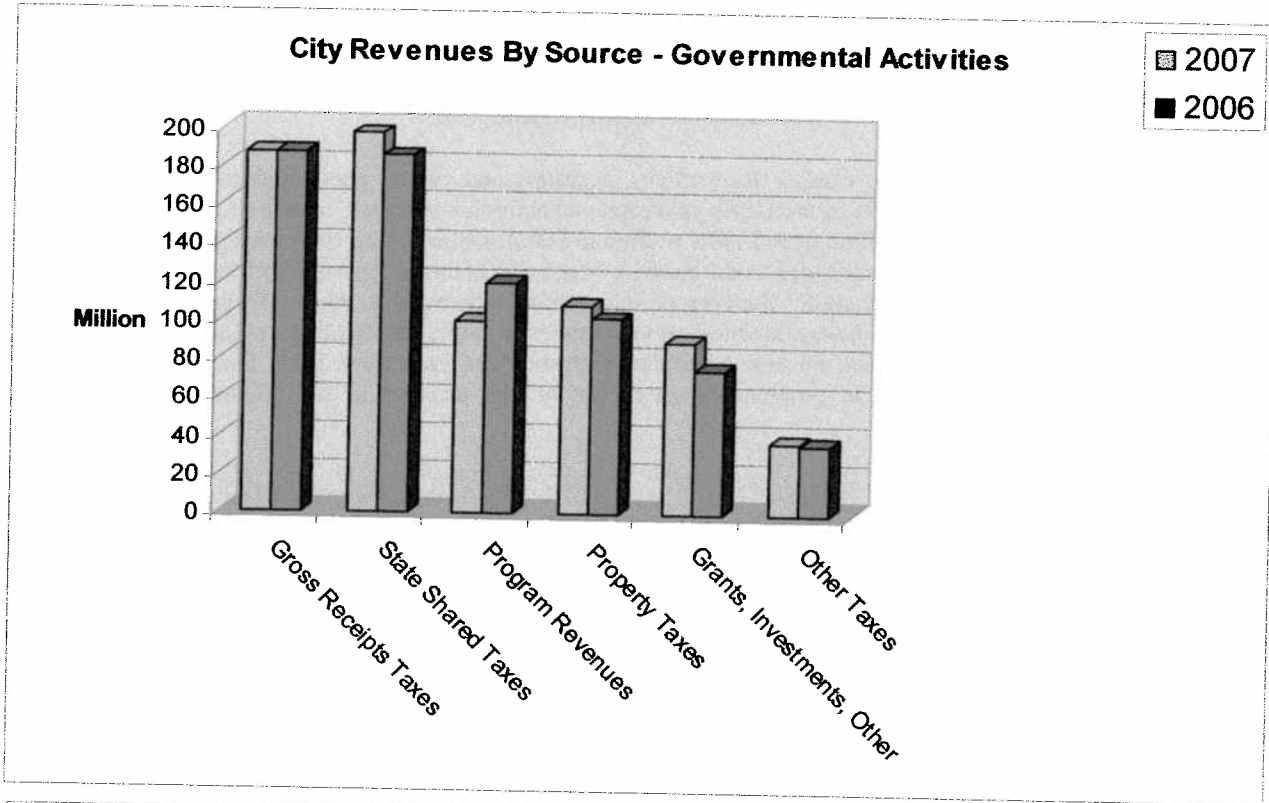
The City's overall net assets increased by \$170.6 million during the current fiscal year. The increase in net assets is explained in the governmental and business-type activities discussion.

CHANGE IN NET ASSETS
(in millions of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2007	2006	2007	2006	2007	2006	
Revenues:							
Program revenues:							
Charges for services	\$67.5	\$ 86.6	\$138.3	\$133.7	\$205.8	\$220.3	-6.6%
Operating grants and contributions *	32.0	32.2	26.0	24.4	58.0	56.6	2.5%
Capital grants and contributions	0.2	1.1	20.5	30.4	20.7	31.5	-34.2%
General revenues:							
Gross receipts taxes	187.0	184.6	-	-	187.0	184.6	1.3%
Property taxes	108.7	101.6	-	-	108.7	101.6	6.9%
Other taxes	37.6	36.5	-	-	37.6	36.5	3.0%
State shared taxes and fees	197.3	185.8	-	-	197.3	185.8	6.2%
Grants, investment income, and other	89.6	77.9	6.5	4.8	96.1	82.7	16.2%
Total revenues	<u>719.9</u>	<u>706.3</u>	<u>191.3</u>	<u>193.3</u>	<u>911.2</u>	<u>899.6</u>	1.2%
Expenses:							
General government	83.4	77.1	-	-	83.4	77.1	8.1%
Public safety	213.0	233.4	-	-	213.0	233.4	-8.7%
Cultural and recreation	83.4	77.3	-	-	83.4	77.3	7.8%
Municipal Development (Public works)	41.7	37.8	-	-	41.7	37.8	10.3%
Health and welfare	18.6	14.4	-	-	18.6	14.4	29.1%
Human services	52.0	49.5	-	-	52.0	49.5	5.0%
Housing	5.3	3.1	-	-	5.3	3.1	70.9%
Highways and streets	23.9	22.8	-	-	23.9	22.8	4.8%
Interest expense	17.3	18.9	-	-	17.3	18.9	-8.4%
Airport	-	-	62.3	59.9	62.3	59.9	4.0%
Refuse disposal	-	-	47.9	45.1	47.9	45.1	6.2%
Transit	-	-	48.0	41.0	48.0	41.0	17.1%
Non major enterprise funds	-	-	43.8	42.7	43.8	42.7	2.5%
Total expenses	<u>538.6</u>	<u>534.3</u>	<u>202.0</u>	<u>188.7</u>	<u>740.6</u>	<u>723.0</u>	2.4%
Excess (deficiency) before transfers	181.3	172.0	(10.7)	4.6	170.6	176.6	-3.3%
Write off of Capital Assets	-	-	-	-	-	-	-
Transfers	(31.1)	(33.3)	31.1	33.3	-	-	-
Increase (decrease) in net assets	<u>\$150.2</u>	<u>\$138.7</u>	<u>\$20.4</u>	<u>\$37.9</u>	<u>\$170.6</u>	<u>\$176.6</u>	-3.3%

* For comparative purposes \$4.9 million in gasoline taxes were reclassified to state shared taxes and fees for FY06.

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Governmental activities. Governmental activities increased the City's net assets by \$150.2 million. Governmental activities revenue increased by \$13.6 million, or 1.9% from \$706.3 million in fiscal year 2006 to \$719.9 million in fiscal year 2007. Key elements in the growth of the City's governmental activities revenues are as follows:

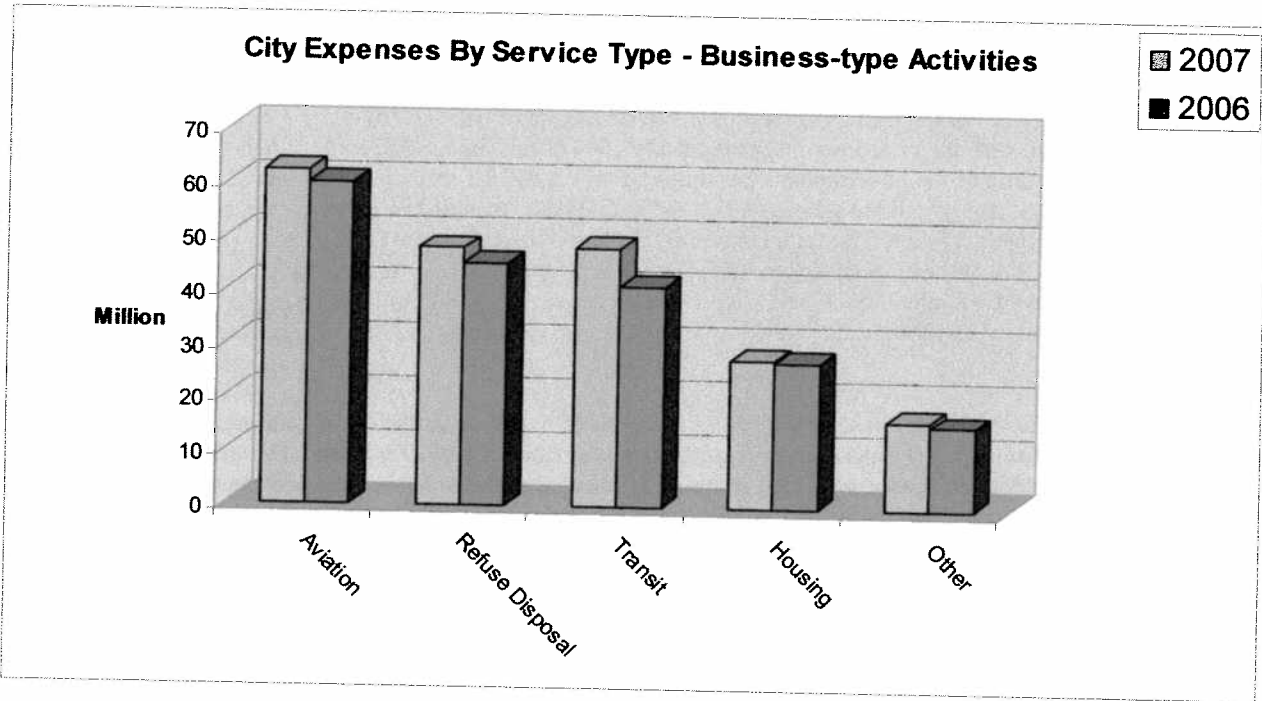
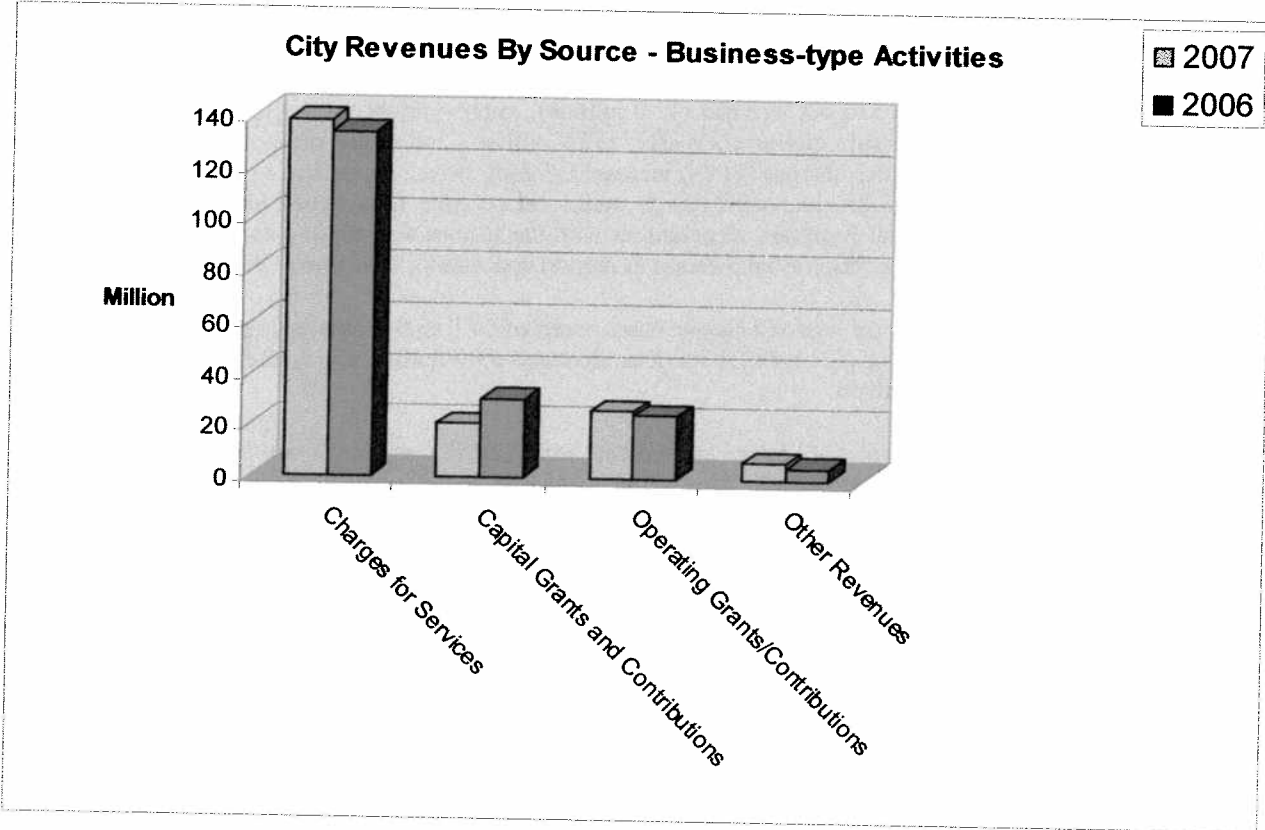
- Gross receipts tax revenue and state shared taxes and fees, which together account for approximately 53.4% of the City's governmental activities revenue, grew by \$13.9 million from \$370.4 million to \$384.3 million, or by

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3.7% from prior year. In the 2007 processing period, the New Mexico Department of Taxation and Revenue reported \$13.9 billion in taxable gross receipts for the City of Albuquerque as compared to \$13.2 billion in 2006, a 5.3% increase. In January 2007 there was a 1/8th cent reduction in GRT. During the year Construction GRT began to slow down due to the reduction in residential construction.

- Program revenues consisting of charges for services, operating and capital grants and contributions, which account for approximately 13.8% of the City's governmental activities revenues, were lower than the previous year and decreased by \$20.2 million from \$119.9 million to \$99.7 million, or by 16.8%. A significant portion of the \$19.6 million decrease was attributed to the turnover of the operations of the Metropolitan Detention Center in FY2007 to the County of Bernalillo. Building permits revenues declined to about 25% in fiscal year 2007. This decrease was based on the drastic downturn in the number of single family homes permitted in fiscal year 2007. Permit inspection revenues are also significantly lower than fiscal year 2006. Fiscal year 2007 fine revenues for the City's red-light program increased due to the increase in the number of intersections participating in the program.
- Property taxes, which account for approximately 15.1% of the City's governmental activities revenues, increased by \$7.1 million from \$101.6 million to \$108.7 million, or by 6.9%. In fiscal year 2007 (tax year 2006) property valuation within the City increased \$0.56 billion from \$9.30 billion to \$9.86 billion, or by 6.0%. This increase reflects the County Assessor's reassessments and new additions to the tax base and adjustments for yield control. The increase in property valuation was attributed in part by an increase in the City's direct property tax mill levy rate from 11.080 in fiscal year 2006 to 11.148 in fiscal year 2007. The increase in property tax rate was slightly offset by an increase in the current property tax collection rate from 96.53% in fiscal year 2006 to 96.78% in fiscal year 2007.
- Grants, Investments, and Other Revenues, which account for approximately 12.4% of the City's governmental activities revenues, increased by \$11.7 million from \$77.9 million in fiscal 2006 to \$89.6 million in fiscal year 2007, or by 15.0%. Investment earnings were increased by \$5.4 million from \$14.5 million in fiscal year ended June 30, 2006 to \$19.9 million or by 37.2% in fiscal year 2007. The increase in interest revenues reflects in part an increase in the interest rates on the City's investments. In fiscal year 2007, the City averaged a rate of return on its common investment pool 4.44% in fiscal year 2007 as compared to 3.32% in fiscal year 2006.
- Other taxes such as Franchise, Hospitality, Lodgers, and Payments in Lieu of Taxes increased by \$1.1 million from \$36.5 million in fiscal year 2006 to \$37.6 million in fiscal year 2007, or by 3.0%. Franchise taxes in fiscal year 2006 were somewhat weaker than expected. Telecommunications fees were lower than expected and the warm winter in fiscal year 2006 limited natural gas use. In fiscal year 2007 natural gas prices declined and revenues were less than expected; however, cable franchise revenues continue to be strong. 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 (\$10.7) million in fiscal year 2007 before operating transfers of \$31.1 million. Business-type activities revenues decreased \$2.0 million from \$193.3 in fiscal year 2006 to \$191.3 million in fiscal year 2007, or by 1%. Key factors for the increases in the Charges for Services category are as follows:

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- The Airport fund attributed to the largest growth in the business-type activities during the year and had an increase in net assets of \$19.2 million in fiscal year 2007 compared to a \$24.6 million increase in 2006. The significant portion in the increase in net assets was the addition of land for the Aviation Santa Fe airport hanger, improvements to the Sunport terminal (\$2.0 million), improvements to the Double Eagle II Airport buildings (\$1.7 million), extension of University Blvd (\$2.9 million), and replacement of terminal apron (\$10 million). The passenger facilities charges (PFCs) increased slightly from \$8.2 million to \$8.3 million in fiscal year 2007. Sunport revenues also increased due to additional revenue from leased sites at Double Eagle, Airport Parking and Car Rental Facilities. Negotiations with the airlines resulted in a decrease in Airfield and Airline rent revenues that were offset by an increase in Airport concessions and general aviations revenues.
- For the Refuse Disposal fund, the reported change in net assets of \$4.1 million was higher than the increased of \$2.2 million in fiscal year 2006. Charges for services increased \$3.9 million during the year while operating cost increased by only \$2.8 million.
- For the Transit Fund, the current year change in net assets decreased \$2.9 million compared to an \$11.9 million increase for the prior year. The amount of capital assets purchased or constructed decreased from \$13.4 million in fiscal year 2006 to \$6.3 million in fiscal year 2007. The additions to equipment for the Transit Fund were for buses and vans (\$5.7 million). The operating subsidy transfer from the General Fund also decreased from \$33.0 million in fiscal year 2006 to \$31.1 million in fiscal year 2007.

The changes in the net assets of the other business-type activities amount 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 \$330.8 million, an increase of \$1.6 million in comparison with the prior year. Approximately 80% of this amount, \$265.0 million, is unreserved fund balance available for spending at the government's discretion of which \$223.1 million is unreserved, undesignated and \$41.9 million is unreserved, designated for subsequent years' operations. Included in unreserved fund balance is \$85.0 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) \$11.6 million to pay debt service; 2) \$22.5 million for acquisition and management of open space and urban enhancement; 3) \$18.2 million to show the fund balance representing advances to other funds and other assets not available for spending; and 4) \$13.5 million for various other restricted purposes.

Revenues for governmental funds overall totaled approximately \$726.6 million in the fiscal year ended June 30, 2007, which represents an increase of \$19.9 million from the previous year total of \$706.7 million. The major causes for the increase were: 1) tax revenues increased by \$15.6 million; 2) intergovernmental revenues decreased by \$2.6 million caused by a loss of revenue associated with the loss of operations of the Metropolitan Detention Center (MDC) which was offset by an increase of state shared gross receipts tax; 3) charges for services decreased by \$6.8 million in part to MDC operations; 4) interest income increased by \$2.6 million; and 5) miscellaneous other revenue by \$5.2 million.

The City's governmental funds expenditures of \$730.2 million decreased by \$23.5 million from the previous year total of \$753.7 million. The primary cause of the decreased of expenditures related to the loss of operations of the Metropolitan Detention Center. As a result of this, public safety expenditures decreased by \$40.4 in total from prior year. General Government expenditures increased by \$25.7 from \$71.5 million in fiscal 2006 to \$97.3 million in fiscal year 2007. These increases in General Government expenditures generally reflect a rise in demand and need for public services and payments of \$14.2 to Bernalillo County for MDC operations.

General Fund. This is the City's chief operating fund. At the end of the current fiscal year, the total fund balance was \$84.6 million, of which \$76.2 million is available as an unreserved fund balance. \$41.9 million of the unreserved fund balance is designated for subsequent years' operations. The remaining fund balance is reserved to indicate that non-

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current financial resource assets of \$8.4 million are unavailable to spend or already are committed for spending. The net change in fund balance for the current fiscal year was a decrease of \$2.7 million. The total revenues of \$469.2 million for the current fiscal year were \$24.9 million greater than for the previous fiscal year. The increase largely resulted from an increase of \$7.4 million in tax revenues and \$13.2 million in intergovernmental revenues.

Total expenditures of \$417.3 million represent an increase of \$45.2 million over the previous fiscal year. A significant portion of this increase was \$24.2 million in general government expenditures and \$10.4 million for police and fire protection programs due to an increased emphasis on public safety. See the General Fund budgetary highlights for an analysis with respect to budgets.

G.O. Bond Debt Service Fund. This fund is used to accumulate resources for the repayment of the City's General obligation bonds. G.O. 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. G.O. bonds may be redeemed by any regular City funding, but by policy, are generally redeemed by property taxes paid to the City. The City's General Obligation Debt Service fund balance decreased \$1.8 million from \$9.9 million in fiscal year 2006 to \$8.1 million in fiscal year 2007 as the result of principal and interest debt payments exceeding dedicated revenues. Property tax revenues dedicated to the repayment of GO Bonds increased by \$4.3 million from \$73.4 million in fiscal year 2006 to \$77.7 million in fiscal year 2007, or by 5.9%. Interest earned in the GO Bond Debt Service Fund decrease to \$1.3 million from \$1.6 million in the previous year. 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 G.O. 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 2007 fiscal year, the Capital Acquisition Fund unreserved fund balance decreased by \$25.5 million from \$110.4 million in fiscal year 2006 to \$85.0 million in fiscal year 2007. The decrease in fund balance during the year is attributed to the expenditure of capital outlay in the amount of \$127.2 million exceeding new debt proceeds of \$36 million, intergovernmental revenues of \$38.2 million, net transfers in of \$19.7 million, and other revenue sources of \$7.8 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	\$ 13.4
Refuse Disposal Fund	7.3
Transit Fund	7.0
Nonmajor enterprise funds	<u>17.8</u>
Total	<u>\$ 45.5</u>

Internal Service Funds. Internal Service Funds are used to account for certain governmental activities and had unrestricted net assets of \$15.8 million in fiscal 2007 as compared to a unrestricted net assets of \$8.3 million in fiscal year 2006. In fiscal year 2007 the Risk Management fund net asset had unrestricted fund balance of \$3.1 million which decreased from \$8.3 million in fiscal year 2006. The Employee Insurance fund attributed to a significant portion of the increase in the net assets of \$4.9 million, followed by the Risk Management fund net assets which increased by \$2.3 million. All other internal service funds had positive unrestricted net assets.

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.

General Fund budgetary highlights

The City's final fiscal year 2007 budget did not differ significantly from the original budget in total, primarily because the growth in gross receipts tax revenues and other revenue sources was equal to or greater than forecasted growth. During the year, the City's General Fund original budget of \$476.7 million increased by \$21.5 million to \$498.2 or by 4.5%. Significant changes between the original budget and final amended budget are summarized as follows. A

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June 30, 2007

recurring appropriation of \$473,000 to establish new Open and Ethical Election fund. Appropriations of \$7,925,000 for non-recurring items as follows: Council Services; \$200,000 for contract on modern street car system, City Support Functions; \$4,800,000 to reserve monies for metropolitan park in downtown, \$300,000 to complete Vista de Estrella Park, \$1,050,000 for rail-yard property acquisition, Cultural Services: \$400,000 for Tri-centennial cleanup, Family and Community Services: \$400,000 development of affordable housing, \$260,000 for community recreation, Planning; \$300,000 for One Stop Shop building demolition, and various other miscellaneous changes totaling \$215,000. Appropriations of \$5,119,000 for encumbrances pending as follows: Police, \$3,200,000; Planning, \$792,000; Family and Community Services, \$368,000; Fire, \$194,000; Municipal Development, \$188,000; and various other programs totaling \$377,000. A Clean-up resolution appropriation of \$3,189,000 as follows: City Support Functions; \$466,000 to operating grant fund; Family and Community Services \$2,371,000; Human Resources, \$145,000; Police, \$180,000; and various other programs totaling \$27,000. A Budget resolution appropriation of \$3,710,000 as follows; Municipal Development, \$360,000 for street services and \$800,000 for transfer to gas tax fund; Police, \$2,000,000 for neighborhood policing and \$250,000 for officer support; Transit/Parking, \$300,000 for transfer to transit operating fund. A final budget clean-up resolution of \$1,080,000 as follows: for Police neighborhood policing, \$1,052,000 and \$28,000 City Support Functions. The City's other budgeted funds increased from \$435,493,000 original to \$451,452,000 final. During the year budget resolutions were passed totaling \$15,959,000 for the following significant areas: GO bond debt service \$3,662,000; sale tax bond debt service \$1,683,000; Refuse Disposal Operating fund \$2,190,000; Transit Operating fund \$2,542,000; Risk Management fund \$1,064,000; and various other funds totaling \$4,818,000.

All General Fund departments continue to answer the call for budgetary responsibility by carefully controlling their expenses and returning funds. These actions resulted in actual expenditures being \$21.7 million less than the final budget. Revenues continued to be difficult to predict during this fiscal year with mixed economic indicators and activities. Revenues were \$22.2 million greater than anticipated in the original budget. Gross receipts tax (local option and state shared) a major component of the City's operating revenue came in at \$13.7 million more than the original budget. Photo enforcement fines were \$7.7 million greater than anticipated in the original budget. Property tax revenues were \$1.2 million higher than expected as the result of 6.0% increase in assessed taxable property values within the City. Revenues were weaker than budgeted in indirect overhead (\$2.2 million).

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The City's capital assets for its governmental and business-type activities as of June 30, 2007, amount to \$3.5 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 \$99.6 million or 3.0% from fiscal year 2006.

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

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2007	2006	2007	2006	2007	2006	
Land	\$244.7	\$239.1	\$61.7	\$ 61.0	\$306.4	\$300.1	2.1%
Right of way	1,042.7	1,042.7	-	-	1,042.7	1,042.7	0.0%
Other	1.1	1.0	0.9	0.7	2.0	1.7	17.6%
Buildings and improvements	166.9	153.2	242.9	238.9	409.8	392.1	4.5%
Runways and improvements	-	-	89.6	89.6	89.6	89.6	0.0%
Improvements other than buildings and runways	171.0	157.5	69.3	69.3	240.3	226.8	5.9%
Equipment	40.6	42.1	35.8	42.7	76.4	84.8	-9.9%
Infrastructure	790.2	785.7	2.5	2.5	792.7	788.2	0.6%
Construction in progress	474.4	408.9	21.8	21.6	496.2	430.5	15.2%
Total	\$2,931.6	\$2,830.2	\$524.5	\$ 526.3	\$3,456.1	\$3,356.5	3.2%

Governmental activities. In Fiscal year 2007, \$29 million of street infrastructure was placed into service along with \$3.7 million of storm infrastructure, \$3.4 million for parks and recreation community centers and swimming pools, \$17.4 million of parks and recreation improvements. 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 increased by \$73 million primarily due to streets storm sewer and park development.

CITY OF ALBUQUERQUE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2007

Business-type activities. In 2007, addition to land was for the Aviation Fund Santa Fe airport hangar. Additions to buildings/improvements for the Aviation Fund include expansion of and improvements to the Sunport terminal (\$2.0 million); improvements to Double Eagle II Airport buildings (\$1.7 million); and the extension of University Blvd (\$2.9 million). The additions to runways were for the Aviation Fund replacement of terminal apron (\$10 million). The Transit Fund had improvements to various transit facilities (\$1.3 million). The additions to equipment were to the Transit Fund for buses and vans (\$5.7 million) and the Refuse Fund for heavy equipment and refuse disposal vehicles (\$0.8 million) and the Aviation Fund for heavy equipment for terminal apron maintenance (\$0.6 million). The construction work in progress had no significant increase or decrease. The construction work in progress consists of expenditures made in connection with the Airport Fund, Refuse Disposal Fund, Transit Fund, and Housing Authority Fund. The major amounts are for improvements to the Sunport. 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 \$59.3 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 Q. 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 \$343.4 million, of which \$87.3 million is due or payable within the next fiscal year. The total bonded debt (net of unamortized discounts (\$1.7 million) and deferred amounts on refunding (\$4.9 million) and including unamortized premiums of \$5.6 million) is \$234.7 million. The remaining debt is for loans, accrued vacation and sick leave pay, and claims payable. During the fiscal year ended June 30, 2007 the City issued \$36.0 million in short term general obligation bonds. Bond proceeds were deposited into the Capital Acquisition Fund to finance projects relating to fire protection (\$2,900,000), citizens' centers (\$5,725,000), parks and other recreational equipment (\$9,000,000), facilities and equipment (\$5,537,500), public library (\$1,050,000), public transit facilities (\$1,910,500), zoo (\$1,200,000), streets (\$8,077,000) and museums (\$600,000). The City's Business-type Activities had long-term obligations of \$284.5 million, of which \$23.5 million is due or payable within the next fiscal year. During the year, the City entered into a tax-exempt lease-purchase agreement for \$20 million. 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 State's Constitution provides for a legal debt limit of 4% of taxable valuation. The percentage for the City of Albuquerque is 2.72% of the \$9.8 billion taxable value of property within the City's boundaries. The City currently may issue up to an additional \$127.4 million of general obligation bonds. It has \$266.9 million of general obligation debt outstanding subject to the legal debt limit at June 30, 2007. The net general bonded debt per capita is \$461. The highest per capita amount in the last ten fiscal years was \$599 in the fiscal year ended June 30, 2005 and the lowest per capita amount was \$338 in the fiscal year ended June 20, 2003. The City's ratings on unsecured general obligation bonds remained unchanged from the prior year, and as of June 30, 2007 were:

Moody's Investors Service, Inc.	Aa3
Standard & Poor's Ratings Service	AA
Fitch, Inc.	AA

The City has authorized in October 2006 its Third Lien Airport Revenue Commercial Papers Note Series A, B and C. It is anticipated that the notes will be issued in early Spring of 2008. More detailed information may be found in Note G of the accompanying financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The City's elected and appointed officials considered many factors when setting the fiscal year 2008 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 contemplates growth in gross receipts tax revenues over the prior year, reflecting slightly weaker national economy, but a somewhat stronger local economy in terms of total employment. Construction employment in the area has remained unusually high, but is expected to slow during fiscal year 2008. This slowdown is expected to decrease the Gross Receipts Tax revenue from construction projects. Charges for entry into City venues and other fees and charges for services remained unchanged in the fiscal year 2008 budget. Property tax revenues continue to grow as the economy expands. One mill of taxing authority was converted from capital to operations during fiscal year 2004. A state imposed limitation on assessed value for residential properties is not expected to have a major fiscal impact in the near term. In the October 2005 general municipal election, the voters passed a bond issue of \$121.1 million. The infrastructure program is expected to have only modest impact on the City's operating budget.

CITY OF ALBUQUERQUE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2007

Effective July 1, 2006 the City turned over operations of the Metropolitan Detention Center to Bernalillo County. Although not included in the fiscal year 2007 budget, the City cut taxes by 0.125% effective January 1, 2007. A full year of this tax cut was included in the fiscal year 2008 budget. This was to offset the same increase in taxes imposed by Bernalillo County to operate the Detention Center. The following table presents the underlying assumptions used in the budget process:

Economic Variables Underlying the Forecast by Fiscal Year (October 2006)

	<u>2006</u>	<u>2007</u>	<u>2008</u>
National Variables			
Real GDP Growth	3.40%	2.60%	2.70%
Federal Funds Rate	4.20%	5.20%	4.50%
10 U.S. Bonds	4.60%	4.70%	4.70%
CPI U	3.80%	2.40%	2.20%
Unemployment Rate (U.S.)	4.80%	4.80%	5.00%
Total Non-Farm Employment	1.50%	1.20%	1.20%
Manufacturing Employment	-0.50%	-0.20%	-0.40%
Consumer sentiment index			
University of Michigan	85.7	87.4	88.8
Exchange Rates	83.10%	77.80%	73.20%
Current Trade Account	-838.1	-866.2	-832.8
Wage growth	2.60%	3.00%	2.80%
Change in output per hour	2.60%	1.90%	2.10%
Albuquerque Variables			
Employment Growth and Unemployment in Albuquerque MSA			
Total Non-Ag ABQ	2.50%	3.00%	1.90%
Private-Non Construction	2.00%	2.80%	2.10%
Construction Employment (growth)	8.80%	5.80%	1.60%
Manufacturing (ABQ)	1.90%	5.00%	4.20%
Unemployment Rate (ABQ)	5.50%	4.70%	4.10%
Construction Units Permitted in City of Albuquerque			
Single-Family Permits	4,331	2,965	2,958
Multi-Family Permits	269	169	205
Total Residential Permits	4,600	3,134	3,163

Source Global Insight and FOR-UNM October 2006 Baseline

The total original General Fund appropriation for fiscal year 2008 is \$496.96 million before interfund eliminations and \$452.7 million after eliminations. Total appropriation increased by \$20.3 million, which is a 4.25% increase over the original fiscal year 2007 budget. Recurring appropriations increased by 3.8%, while non-recurring appropriations increased by 8.63%, primarily due to the use of fund balances.

The international, national, state and local economies have shown modest growth following the 2001-2002 recession, but recent increases and sustained high prices of oil and natural gas, bring concern about the effects it will have on the City's 2008 budget. Costs for items such as fleet and building operations are escalating or remain high. These increased prices also may have negative impacts on revenues as consumers spend more on gasoline and fewer dollars are available to spend on items subject to the gross receipts tax. However, 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, 2007

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Current Assets:				
Cash, investments, and accrued interest	\$ 317,946,801	\$ 35,214,828	\$ 353,161,629	\$ 30,824,887
Cash with fiscal agents held for debt service	85,674,356	44,640,190	130,314,546	39,245,721
Cash held by others	-	1,765,243	1,765,243	-
Taxes receivable	70,021,614	-	70,021,614	-
Accounts receivable, net of allowance for uncollectibles	1,266,929	8,600,134	9,867,063	15,120,543
Notes receivable, current portion	-	-	-	987,306
Due from other governments	20,035,591	4,676,641	24,712,232	1,535,517
Deposits	100,000	-	100,000	-
Internal balances	19,681,313	(19,681,313)	-	-
Inventories	2,488,026	2,416,489	4,904,515	-
Prepaid expenses	351,966	30,742	382,708	-
Total current assets	517,566,596	77,662,954	595,229,550	87,713,974
Noncurrent Assets:				
Long-term accounts and notes receivable	14,791,151	-	14,791,151	5,573,221
Restricted assets:				
Cash, investments and accrued interest	49,360,233	107,100,473	156,460,706	43,956,845
Investment with fiscal agents	-	-	-	504,505
Accounts receivable - developers	-	2,242,376	2,242,376	-
Accounts receivable from bond escrow agent	-	3,788,812	3,788,812	-
Escrow deposits	-	491,802	491,802	147,161
Total restricted assets:	49,360,233	113,623,463	162,983,696	44,608,511
Capital assets:				
Land and construction in progress	1,763,007,285	80,093,900	1,843,101,185	347,402,068
Capital assets being depreciated	1,976,446,688	958,184,623	2,934,631,311	1,659,595,768
Accumulated depreciation	(807,792,573)	(513,779,642)	(1,321,572,215)	(845,903,709)
Capital assets, net of depreciation	2,931,661,400	524,498,881	3,456,160,281	1,161,094,127
Other:				
Purchased water rights, net of accumulated amortization	-	-	-	29,622,203
Capitalized bond issue costs	-	1,712,524	1,712,524	3,600,577
Deferred charges and other assets	5,868,127	-	5,868,127	-
Total other	5,868,127	1,712,524	7,580,651	33,222,780
Total noncurrent assets	3,001,680,911	639,834,868	3,641,515,779	1,244,498,639
Total assets	3,519,247,507	717,497,822	4,236,745,329	1,332,212,613

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF NET ASSETS
 JUNE 30, 2007

	Primary Government		Total	Component Unit
	Governmental Activities	Business-type Activities		
LIABILITIES AND NET ASSETS				
Current liabilities:				
Accounts payable	19,050,932	1,990,626	21,041,558	2,499,096
Accrued employee compensation and benefits	9,863,222	1,629,149	11,492,371	710,048
Accrued interest payable	7,434,525	-	7,434,525	445,206
Deposits	1,114,323	822,024	1,936,347	887,095
Water rights contract	-	-	-	866,987
Unearned revenue	16,235,763	2,126,080	18,361,843	-
Due to other governments	1,259,621	49,975	1,309,596	-
Payable from restricted assets:				
Contracts, claims, and other payable	34,244,954	7,857,611	42,102,565	26,691,750
Current portion:				
Bonds, notes payable, and capital leases	76,230,000	20,602,964	96,832,964	30,170,000
Accrued vacation and sick leave	25,735,108	4,273,417	30,008,525	2,177,292
Water rights and loan agreements	-	-	-	3,947,591
Accrued interest	-	4,823,845	4,823,845	9,363,546
Total current liabilities	191,168,448	44,175,691	235,344,139	77,758,611
Noncurrent liabilities:				
Liabilities payable from restricted assets:				
Landfill closure costs	-	1,467,001	1,467,001	-
Other	-	453,527	453,527	-
Total liabilities payable from restricted assets	-	1,920,528	1,920,528	-
Long-term payable:				
Bonds, notes payable, and capital leases, net of current portion, discounts and premiums	301,378,686	256,726,653	558,105,339	359,701,073
Water rights contract and loan agreements	-	-	-	165,253,429
Total long-term payable	301,378,686	256,726,653	558,105,339	524,954,502
Other:				
Accrued vacation, sick leave and claims	40,528,206	1,146,613	41,674,819	544,324
Deferred credits and other liabilities	1,539,050	-	1,539,050	-
Total other	42,067,256	1,146,613	43,213,869	544,324
Total noncurrent liabilities	343,445,942	259,793,794	603,239,736	525,498,826
Total liabilities	534,614,390	303,969,485	838,583,875	603,257,437
NET ASSETS				
Invested in capital assets, net of related debt	2,624,259,680	297,136,714	2,921,396,394	666,487,051
Restricted for:				
Debt service	29,739,207	12,675,329	42,414,536	6,003,021
Construction	100,615,994	59,739,312	160,355,306	-
Housing & economic development	11,900,340	-	11,900,340	-
Federal & state funded programs	5,037,957	-	5,037,957	-
Open space and urban enhancement				
Expendable	2,133,552	-	2,133,552	-
Nonexpendable	23,003,012	-	23,003,012	-
Unrestricted	187,943,375	43,976,982	231,920,357	56,465,104
Total net assets	\$ 2,984,633,117	\$ 413,528,337	\$ 3,398,161,454	\$ 728,955,176

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2007

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues	
			Charges for Services	Operating Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 83,362,320	\$ (2,443,823)	\$ 39,930,676	\$ 1,385,254
Public safety	213,014,961	775,335	5,356,710	4,269,257
Culture and recreation	83,397,788	927,452	7,281,397	31,422
Public works/Municipal Development	41,735,871	283,337	-	1,308,866
Health and welfare	18,641,757	457,699	13,435,050	1,318,648
Human services	51,950,385	-	391,686	23,725,671
Housing	5,330,345	-	-	-
Highways and streets	23,875,925	-	1,143,767	-
Interest and other charges	17,329,247	-	-	-
Total governmental activities	<u>538,638,599</u>	<u>-</u>	<u>67,539,286</u>	<u>32,039,118</u>
Business-like activities:				
Airport	62,265,198	-	68,214,647	-
Refuse disposal	47,897,085	-	50,430,182	-
Transit	47,972,405	-	4,836,148	-
Golf course	4,414,551	-	3,964,721	-
Apartments	3,406,905	-	2,894,669	-
Housing authority	27,647,669	-	1,938,691	25,822,450
Parking facilities	5,886,146	-	4,343,199	205,175
Stadium	2,513,579	-	1,644,484	-
Total business-like activities	<u>202,003,538</u>	<u>-</u>	<u>138,266,741</u>	<u>26,027,625</u>
Total primary government	<u>\$ 740,642,137</u>	<u>\$ -</u>	<u>\$ 205,806,027</u>	<u>\$ 58,066,743</u>
Component Unit:				
Albuquerque Bernalillo County				
Water Utility Authority	<u>\$ 143,266,752</u>	<u>\$ -</u>	<u>\$ 153,550,063</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
\$ -	\$ (39,602,567)	\$ -	\$ (39,602,567)	
216,178	(203,948,151)	-	(203,948,151)	
-	(77,012,421)	-	(77,012,421)	
-	(40,710,342)	-	(40,710,342)	
-	(4,345,758)	-	(4,345,758)	
-	(27,833,028)	-	(27,833,028)	
-	(5,330,345)	-	(5,330,345)	
-	(22,732,158)	-	(22,732,158)	
-	(17,329,247)	-	(17,329,247)	
<u>216,178</u>	<u>(438,844,017)</u>	<u>-</u>	<u>(438,844,017)</u>	
11,310,129	-	17,259,578	17,259,578	
-	-	2,533,097	2,533,097	
8,879,361	-	(34,256,896)	(34,256,896)	
-	-	(449,830)	(449,830)	
-	-	(512,236)	(512,236)	
-	-	113,472	113,472	
-	-	(1,337,772)	(1,337,772)	
363,216	-	(505,879)	(505,879)	
<u>20,552,706</u>	<u>-</u>	<u>(17,156,466)</u>	<u>(17,156,466)</u>	
<u>\$ 20,768,884</u>	<u>\$ (438,844,017)</u>	<u>\$ (17,156,466)</u>	<u>\$ (456,000,483)</u>	
<u>\$ 15,448,469</u>				<u>\$ 25,731,780</u>
	108,690,517	-	108,690,517	-
	19,439,256	-	19,439,256	-
	2,162,060	-	2,162,060	-
	10,797,678	-	10,797,678	-
	187,007,560	-	187,007,560	-
	5,111,853	-	5,111,853	-
	197,343,767	-	197,343,767	-
	38,863,931	-	38,863,931	-
	30,737,892	2,453,046	33,190,938	70,362
	19,994,223	4,022,531	24,016,754	8,936,303
	(31,062,927)	31,062,927	-	-
	<u>589,085,810</u>	<u>37,538,504</u>	<u>626,624,314</u>	<u>9,006,665</u>
	150,241,793	20,382,038	170,623,831	34,738,445
	<u>2,834,391,324</u>	<u>393,146,299</u>	<u>3,227,537,623</u>	<u>694,216,731</u>
	<u>\$ 2,984,633,117</u>	<u>\$ 413,528,337</u>	<u>\$ 3,398,161,454</u>	<u>\$ 728,955,176</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2007

	General Fund	GO Bond Debt Service Fund
ASSETS		
Cash, investments, and accrued interest	\$ 72,282,449	\$ 7,078,940
Cash with fiscal agents	-	75,712,733
Investments with fiscal agents	-	-
Taxes receivable, net of allowance for uncollectible:	58,675,141	2,864,619
Other receivables, net of allowance for uncollectible	1,027,143	-
Due from other governments	299,792	-
Due from other funds	2,247,080	-
Advances to other funds	-	-
Prepaid items	43,100	-
Land held for sale	-	-
Total assets	\$ 134,574,705	\$ 85,656,292
 LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 9,107,761	\$ 10,817
Contracts and retainage payable	-	-
Accrued employee compensation and benefits	9,131,757	-
Due to other funds	1,025,055	-
Due to other governments	-	-
Advances from other funds	-	-
Deferred revenue	29,744,974	1,794,174
Deposits	918,323	-
Matured bonds and interest payable	-	75,712,733
Total Liabilities	49,927,870	77,517,724
Fund Balances:		
Reserved for:		
Encumbrances	8,358,972	-
Prepaid items	43,100	-
Land held for resale	-	-
Advances to other funds	-	-
Transfer to capital acquisition fund	-	-
Acquisition and management of open space land	-	-
Urban enhancement	-	-
Debt service funds	-	8,138,568
Unreserved, designated for		
Subsequent years' operations	41,908,000	-
Unreserved undesignated report in:		
General Fund	34,336,763	-
Special Revenue funds	-	-
Capital projects funds	-	-
Total fund balances	84,646,835	8,138,568
Total liabilities and fund balances	\$ 134,574,705	\$ 85,656,292

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO

BALANCE SHEET
GOVERNMENTAL FUNDS

June 30, 2007

<u>Capital Acquisition Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
\$ 90,413,236	\$ 127,422,728	\$ 297,197,353
-	9,569,328	85,282,061
-	392,295	392,295
-	8,481,854	70,021,614
(39,885)	15,023,063	16,010,321
11,530,052	8,166,493	19,996,337
-	-	2,247,080
-	18,200,000	18,200,000
-	-	43,100
-	4,470,382	4,470,382
<u>\$ 101,903,403</u>	<u>\$ 191,726,143</u>	<u>\$ 513,860,543</u>
\$ 5,010,703	\$ 3,290,693	\$ 17,419,974
10,694,913	2,227,492	12,922,405
42,836	503,663	9,678,256
-	813,575	1,838,630
-	1,259,621	1,259,621
1,149,000	-	1,149,000
-	20,798,189	52,337,337
-	196,000	1,114,323
-	9,627,572	85,340,305
<u>16,897,452</u>	<u>38,716,805</u>	<u>183,059,851</u>
-	285,547	8,644,519
-	-	43,100
-	4,470,382	4,470,382
-	18,200,000	18,200,000
-	376,251	376,251
-	12,915,457	12,915,457
-	9,595,113	9,595,113
-	3,400,639	11,539,207
-	-	41,908,000
-	-	34,336,763
-	38,795,673	38,795,673
85,005,951	64,970,276	149,976,227
<u>85,005,951</u>	<u>153,009,338</u>	<u>330,800,692</u>
<u>\$ 101,903,403</u>	<u>\$ 191,726,143</u>	<u>\$ 513,860,543</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, 2007

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

Total Fund Balance Governmental Funds (page 29).	\$ 330,800,692
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	2,930,627,860
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.	(329,632,705)
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.	16,838,892
Other deferred and accrued charges that are not financial uses and resources and, therefore, are not reported in the funds.	(141,305)
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.	39,765
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.	<u>36,099,918</u>
Total net assets of governmental activities (page 25)	\$ <u>2,984,633,117</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, 2007

	General Fund	GO Bond Debt Service Fund
Revenues:		
Taxes:		
Gross receipts taxes, local option	\$ 152,823,499	\$ -
Property taxes	30,883,361	77,749,060
Lodgers' and hospitality taxes	-	-
Franchise taxes	18,909,478	-
Payment in lieu of taxes	5,111,853	-
Licenses and permits	13,252,662	-
Intergovernmental	193,670,852	-
Charges for services	40,436,055	-
Fines and forfeits	9,198,370	-
Interest on investments	4,049,926	1,333,943
Special Assessments	-	-
Collections on real estate contracts receivable	-	-
Miscellaneous	869,644	-
	469,205,700	79,083,003
Total revenues	469,205,700	79,083,003
Expenditures:		
Current		
General Government	84,908,083	-
Public safety	182,735,806	-
Culture and recreation	63,125,871	-
Municipal Development\Public works	25,918,029	-
Highways and streets	-	-
Health	12,805,632	-
Human services	31,558,924	-
Housing	-	-
Debt service		
Principal	-	71,270,000
Interest	-	8,869,510
Fiscal agent fees and other fees	-	782,037
Capital Outlay	16,277,428	-
	417,329,773	80,921,547
Total expenditures	417,329,773	80,921,547
Excess (deficiency) of revenues over expenditures	51,875,927	(1,838,544)
Other financing sources (uses):		
Transfers in	3,787,819	-
Transfers out	(58,367,482)	-
Bond issued	-	-
	(54,579,663)	-
Total other financing sources (uses)	(54,579,663)	-
Net change in fund balances	(2,703,736)	(1,838,544)
Fund balances , July 1	87,350,571	9,977,112
Fund balances, June 30	\$ 84,646,835	\$ 8,138,568

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

Capital Acquisition Fund	Nonmajor Funds	Total
\$ -	\$ 36,933,250	\$ 189,756,749
-	454,313	109,086,734
-	12,959,738	12,959,738
529,778	-	19,439,256
-	-	5,111,853
-	2,774,068	16,026,730
38,204,140	37,539,631	269,414,623
-	6,944,968	47,381,023
-	1,521,169	10,719,539
3,301,469	6,981,229	15,666,567
-	2,428,710	2,428,710
-	829,151	829,151
3,960,051	22,953,670	27,783,365
<u>45,995,438</u>	<u>132,319,897</u>	<u>726,604,038</u>
-	12,979,169	97,887,252
-	6,873,380	189,609,186
-	5,353,156	68,479,027
-	1,412,395	27,330,424
-	6,899,092	6,899,092
-	5,464,889	18,270,521
-	19,559,593	51,118,517
-	5,330,345	5,330,345
-	9,130,357	80,400,357
-	6,915,857	15,785,367
-	141,872	923,909
127,192,617	24,714,691	168,184,736
<u>127,192,617</u>	<u>104,774,796</u>	<u>730,218,733</u>
<u>(81,197,179)</u>	<u>27,545,101</u>	<u>(3,614,695)</u>
23,027,317	23,969,481	50,784,617
(3,299,893)	(19,911,169)	(81,578,544)
36,000,000	-	36,000,000
<u>55,727,424</u>	<u>4,058,312</u>	<u>5,206,073</u>
(25,469,755)	31,603,413	1,591,378
<u>110,475,706</u>	<u>121,405,925</u>	<u>329,209,314</u>
<u>\$ 85,005,951</u>	<u>\$ 153,009,338</u>	<u>\$ 330,800,692</u>

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, 2007

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 32)	\$ 1,591,378
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.	101,089,470
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.	45,886,210
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.	7,861,759
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.	(4,883,886)
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.	1,652
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>(1,304,790)</u>
Change in net assets of governmental activities (page 27)	\$ <u>150,241,793</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes:				
Current property tax	\$ 28,790,000	\$ 29,122,000	\$ 29,827,231	\$ 705,231
Delinquent property tax	873,000	910,000	1,056,130	146,130
Franchise taxes:				
Telephone	3,070,000	3,070,000	3,199,062	129,062
Electric	5,843,000	5,843,000	5,931,751	88,751
Gas	5,717,000	5,717,000	5,605,718	(111,282)
Cable television	3,346,000	3,599,000	3,641,706	42,706
New Mexico Utility	220,000	220,000	239,983	19,983
Telecommunications	580,000	580,000	291,258	(288,742)
Payments in lieu of Taxes	5,172,000	5,172,000	5,111,853	(60,147)
Gross receipts tax-local option	150,146,000	151,194,000	152,823,499	1,629,499
Total taxes	203,757,000	205,427,000	207,728,191	2,301,191
Licenses and permits:				
Liquor licenses	221,000	210,000	203,631	(6,369)
Building permits	4,370,000	4,600,000	4,520,768	(79,232)
Plumbing/mechanical permits	1,534,000	1,400,000	1,394,729	(5,271)
Electrical/refrigeration permits	1,028,000	1,100,000	1,003,661	(96,339)
Plan checking permits	3,000,000	3,200,000	3,092,214	(107,786)
Flood plain certification	217,000	140,000	151,650	11,650
Reroofing permits	50,000	45,000	40,866	(4,134)
Restaurant inspections	640,000	609,000	640,276	31,276
Food retailers inspections	174,000	161,000	161,643	643
Swimming pool inspections	132,000	120,000	124,350	4,350
Animal licenses	279,000	291,000	254,254	(36,746)
Right of way usage permits	161,000	145,000	136,730	(8,270)
Loading zone permits	12,000	4,000	12,016	8,016
Solicitation permits	6,000	6,000	6,685	685
Business registration fees	1,269,000	1,269,000	1,297,168	28,168
Other licenses and permits	225,000	230,000	212,021	(17,979)
Total licenses and permits	13,318,000	13,530,000	13,252,662	(277,338)
Intergovernmental:				
State shared:				
Gross receipts tax	177,242,000	187,001,000	188,323,065	1,322,065
Cigarette tax	514,000	500,000	462,357	(37,643)
Motor vehicle license distribution	1,427,000	1,399,000	1,523,639	124,639
Municipal road - gas tax	2,335,000	2,335,000	2,485,822	150,822
DWI Fines	451,000	-	275,090	275,090
Grants:				
Other	-	685,000	216,178	(468,822)
Local administered grants:				
Bernalillo County-shared operations	281,000	418,000	384,701	(33,299)
Total intergovernmental	182,250,000	192,338,000	193,670,852	1,332,852

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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues (continued):				
Charges for services:				
General government:				
Administrative charges to other funds	22,928,000	21,672,000	20,721,528	(950,472)
Administrative fees	88,000	98,000	210,107	112,107
AGIS services	5,000	3,000	3,563	563
Engineering fees	2,000,000	1,800,000	1,863,996	63,996
Engineering inspections	-	-	232,476	232,476
Engineering surveying	-	-	16,585	16,585
Filing of plats and subdivisions	300,000	296,000	316,234	20,234
Grounds maintenance	521,000	521,000	520,987	(13)
Jury duty and witness fees	13,000	4,000	13,285	9,285
Land mediation charges	20,000	20,000	18,230	(1,770)
Legal services	1,732,000	2,000,000	2,132,165	132,165
Legal services- special council	231,000	231,000	144,104	(86,896)
Material testing lab	-	-	6,554	6,554
Office services	37,000	37,000	38,970	1,970
Other	1,000	8,000	2,917	(5,083)
Photocopying	145,000	146,000	141,534	(4,466)
Planning services	32,000	29,000	30,849	1,849
Real property services	63,000	63,000	48,072	(14,928)
Records search fees	500,000	700,000	774,165	74,165
Sale of maps and publications	5,000	9,000	7,684	(1,316)
Shooting range fees	216,000	240,000	251,339	11,339
Sign fees	84,000	76,000	120,920	44,920
Zoning fence permit fees	150,000	141,000	148,150	7,150
Public safety:				
Police services	3,008,000	2,699,000	2,555,241	(143,759)
Fire services	381,000	498,000	516,698	18,698
Culture and recreation:				
Albuquerque aquarium and gardens	986,000	986,000	1,121,313	135,313
Community centers	26,000	34,000	45,959	11,959
Cultural affairs	1,601,000	1,559,000	1,400,272	(158,728)
Latch key program	770,000	560,000	549,059	(10,941)
Museum charges	178,000	180,000	175,777	(4,223)
Other recreation charges	251,000	295,000	318,477	23,477
Other zoo charges	87,000	81,000	79,452	(1,548)
Outdoor recreation fees	-	-	1,782	1,782
Sports programs	439,000	439,000	462,368	23,368
Swimming pools	630,000	630,000	562,675	(67,325)
Tournament/field rental	92,000	88,000	84,930	(3,070)
Zoo admissions	2,167,000	2,167,000	1,844,090	(322,910)

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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues (continued):				
Charges for services:				
Highways and streets:				
Compaction tests	220,000	116,000	119,848	3,848
Excavation permits	300,000	280,000	292,092	12,092
Other street division charges	392,000	498,000	595,097	97,097
Health:				
Animal control charges	1,038,000	596,000	660,693	64,693
Human services:				
Childcare services	825,000	839,000	894,132	55,132
Meal programs	160,000	145,000	142,995	(2,005)
Memberships	144,000	124,000	140,422	16,422
Coffee	14,000	15,000	15,031	31
Dances	31,000	42,000	42,982	982
DSA Route #2	28,000	16,000	21,855	5,855
Other	19,000	27,000	28,401	1,401
Total charges for services	42,858,000	41,008,000	40,436,055	(571,945)
Fines and forfeits:				
Air quality penalties	97,000	158,000	147,959	(10,041)
Photo enforcement fines	1,304,000	9,000,000	9,050,411	50,411
Total fines and forfeits	1,401,000	9,158,000	9,198,370	40,370
Interest:				
Interest on investments	2,600,000	3,025,000	4,049,926	1,024,926
Total interest	2,600,000	3,025,000	4,049,926	1,024,926
Miscellaneous:				
Rental of City property	210,000	210,000	274,775	64,775
Community center rentals	280,000	315,000	315,200	200
Revenue sharing agreement	-	-	45,237	45,237
Sales of real property	-	-	5,903	5,903
Collections from property damage	-	4,000	2,000	(2,000)
Contributions and donations	20,000	20,000	23,176	3,176
Cash discounts earned	-	-	10,532	10,532
Other miscellaneous	328,000	348,000	192,821	(155,179)
Total miscellaneous	838,000	897,000	869,644	(27,356)
Total revenues	447,022,000	465,383,000	469,205,700	3,822,700

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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures:				
Current:				
General Government:				
Accounting	3,068,000	2,923,000	2,465,436	457,564
Administrative hearing office	773,000	773,000	765,739	7,261
Chief Administrative Officer	1,849,000	1,856,000	1,642,479	213,521
Citizen Services	4,102,000	4,102,000	3,155,540	946,460
City Clerk	1,050,000	1,071,000	1,056,283	14,717
City/County building rental	2,741,000	2,741,000	2,741,000	-
Citywide financial support	705,000	705,000	704,625	375
Community revitalization	2,918,000	3,700,000	2,131,097	1,568,903
Compensation in lieu of sick leave	350,000	350,000	263,008	86,992
Council services	2,489,000	2,670,000	2,392,473	277,527
DFAS - strategic support	362,000	362,000	361,914	86
Dues and memberships	387,000	397,000	378,381	18,619
Early retirement	7,000,000	7,000,000	6,649,479	350,521
Economic development	1,460,000	1,488,000	1,471,419	16,581
Facilities	7,674,000	7,709,000	7,697,156	11,844
Information services	10,669,000	10,754,000	9,701,910	1,052,090
Information services CIP	306,000	306,000	-	306,000
International trade	310,000	310,000	310,040	(40)
Joint committee on intergov. legis. reltns.	236,000	236,000	220,167	15,833
Katrina relief	-	36,000	35,678	322
Legal services	5,479,000	5,503,000	5,445,549	57,451
Mayor's office	873,000	873,000	801,805	71,195
Office of Internal Audit	1,234,000	1,234,000	1,053,898	180,102
Office of Management and Budget	1,349,000	1,349,000	1,252,561	96,439
One stop	6,622,000	6,926,000	6,624,639	301,361
Personnel services	2,453,000	2,602,000	2,467,690	134,310
Planning - strategic support	1,027,000	1,027,000	1,026,810	190
Planning & development review	1,444,000	1,450,000	1,324,703	125,297
Plaza del Sol building	1,233,000	1,233,000	1,233,000	-
Purchasing and office supply	1,242,000	1,264,000	1,165,891	98,109
Real property	525,000	525,000	468,129	56,871
Risk recovery	1,494,000	1,494,000	1,494,000	-
Safe city strike force	1,043,000	1,043,000	857,024	185,976
Treasury	1,387,000	1,498,000	1,412,833	85,167
Total general government	<u>75,854,000</u>	<u>77,510,000</u>	<u>70,772,356</u>	<u>6,737,644</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (continued):				
Current:				
Public safety:				
Police Department:				
Communications & repairs	12,271,000	12,274,000	11,949,885	324,115
Investigative services	23,536,000	24,611,000	23,176,620	1,434,380
Metro detention center	15,429,000	15,429,000	14,300,961	1,128,039
Neighborhood Policing	73,354,000	76,570,000	74,113,372	2,456,628
Off duty police overtime	1,072,000	1,252,000	1,169,009	82,991
Officer & department support	16,795,000	19,003,000	17,656,099	1,346,901
Prisoner transport	1,525,000	1,525,000	1,422,490	102,510
Professional standards	1,519,000	1,519,000	1,358,309	160,691
Fire Department:				
AFD headquarters	2,569,000	2,731,000	2,710,330	20,670
Dispatch	3,076,000	3,076,000	3,050,034	25,966
Emergency response	48,283,000	48,310,000	48,191,510	118,490
Fire prevention/fire marshal's office	3,558,000	3,588,000	3,569,745	18,255
Logistics	2,555,000	2,560,000	2,549,472	10,528
Technical services	517,000	517,000	516,654	346
Training	1,944,000	1,954,000	1,944,770	9,230
Total public safety	<u>208,003,000</u>	<u>214,919,000</u>	<u>207,679,260</u>	<u>7,239,740</u>
Culture and recreation:				
Biopark	12,222,000	12,245,000	12,223,277	21,723
CIP Biopark	2,053,000	2,053,000	1,324,137	728,863
CIP library	54,000	54,000	55,511	(1,511)
Community events	3,858,000	4,352,000	4,092,636	259,364
Cultural services- strategic support	1,302,000	1,302,000	1,247,488	54,512
Explora	1,500,000	1,500,000	1,502,658	(2,658)
Library	11,261,000	11,261,000	11,200,290	60,710
Museum	2,948,000	2,949,000	2,948,926	74
Parks and recreation- strategic support	1,073,000	1,073,000	1,093,105	(20,105)
Parks management	14,397,000	14,397,000	14,250,517	146,483
Promote safe use of firearms	298,000	298,000	317,269	(19,269)
Quality recreation	7,200,000	7,220,000	7,304,167	(84,167)
Senior affairs- strategic support	1,397,000	1,397,000	1,307,294	89,706
Special events parking	19,000	19,000	19,000	-
Tourism	1,665,000	1,665,000	1,353,162	311,838
Total culture and recreation	<u>61,247,000</u>	<u>61,785,000</u>	<u>60,239,437</u>	<u>1,545,563</u>
Municipal Development				
Code enforcement	2,913,000	2,913,000	2,595,877	317,123
Construction	2,513,000	2,606,000	2,377,321	228,679
Design recovered storm drain	1,873,000	1,873,000	1,633,950	239,050
Design recovered parks & CIP	3,989,000	4,049,000	3,597,455	451,545
Street services	9,767,000	10,127,000	9,951,242	175,758
Strategic support	2,310,000	2,310,000	2,283,029	26,971
Street CIP/ trans infrastructure tx	2,910,000	2,910,000	2,599,438	310,562
Storm drainage	2,325,000	2,325,000	2,275,209	49,791
Total municipal development	<u>28,600,000</u>	<u>29,113,000</u>	<u>27,313,521</u>	<u>1,799,479</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (continued):				
Current:				
Health:				
Albuquerque animal care center	9,213,000	9,213,000	8,940,278	272,722
Consumer health protection	1,127,000	1,127,000	1,077,516	49,484
Environmental services	1,488,000	1,491,000	1,341,361	149,639
Strategic support	972,000	972,000	923,018	48,982
Vector born & zoonotic disease	541,000	546,000	469,090	76,910
Total health	<u>13,341,000</u>	<u>13,349,000</u>	<u>12,751,263</u>	<u>597,737</u>
Human services:				
Access to basic services	130,000	130,000	119,300	10,700
Affordable housing	74,000	474,000	91,973	382,027
Community recreation	7,167,000	7,681,000	7,527,127	153,873
Early childhood education	5,330,000	5,330,000	5,325,497	4,503
Emergency shelter	795,000	859,000	849,679	9,321
Health & social services	3,418,000	3,613,000	3,151,880	461,120
Mental health services	2,998,000	3,580,000	2,680,098	899,902
Neighborhood deterioration	142,000	142,000	134,705	7,295
Partner with public education	5,470,000	5,720,000	4,862,568	857,432
Plan and coordinate	2,310,000	2,310,000	2,041,834	268,166
Reduce youth gangs	1,317,000	1,462,000	1,349,426	112,574
Substance abuse treatment	5,690,000	7,039,000	6,645,761	393,239
Supportive services to homeless	231,000	281,000	276,125	4,875
Train lower income persons	42,000	42,000	37,257	4,743
Transitional housing	163,000	163,000	163,000	-
Well-being	3,518,000	3,545,000	3,317,706	227,294
Total human services	<u>38,795,000</u>	<u>42,371,000</u>	<u>38,573,936</u>	<u>3,797,064</u>
Total expenditures	<u>425,840,000</u>	<u>439,047,000</u>	<u>417,329,773</u>	<u>21,717,227</u>
Excess of revenues over expenditures	<u>21,182,000</u>	<u>26,336,000</u>	<u>51,875,927</u>	<u>25,539,927</u>
Other financing sources (uses):				
Transfers in	4,116,000	4,119,000	3,787,819	(331,181)
Transfers out	(50,840,000)	(59,129,000)	(58,367,482)	761,518
Total other financing sources and uses	<u>(46,724,000)</u>	<u>(55,010,000)</u>	<u>(54,579,663)</u>	<u>430,337</u>
Net change in fund balance	(25,542,000)	(28,674,000)	(2,703,736)	25,970,264
Fund balance, July 1	<u>87,350,571</u>	<u>87,350,571</u>	<u>87,350,571</u>	<u>-</u>
Fund balance, June 30	<u>\$ 61,808,571</u>	<u>\$ 58,676,571</u>	<u>\$ 84,646,835</u>	<u>\$ 25,970,264</u>

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

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CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF NET ASSETS

PROPRIETARY FUNDS

June 30, 2007

ASSETS	Airport Fund	Refuse Disposal Fund
Current assets:		
Cash, investments, and accrued interest	\$ 9,911,860	\$ 6,223,364
Cash with fiscal agents held for debt service	18,177,367	4,544,574
Cash held by others	-	-
Accounts receivable, net of allowance for uncollectible accounts	3,284,606	3,716,070
Due from other funds	-	-
Prepaid expenses	-	-
Due from other governments	-	-
Deposits	-	-
Inventories of supplies	575,648	829,915
Total current assets	31,949,481	15,313,923
Noncurrent assets:		
Restricted assets:		
Cash, investments, and accrued interest	90,325,448	8,260,591
Account receivable from bond escrow agent	3,788,812	-
Accounts receivable - developers	-	-
Escrow deposits	-	-
Total restricted assets	94,114,260	8,260,591
Capital assets:		
Land	38,479,733	5,165,504
Land and improvements acquired from U.S. Air Force	-	-
Buildings and improvements	176,744,877	40,099,860
Runways and other improvements	260,468,542	-
Infrastructure	-	2,508,663
Improvements other than buildings	158,354,278	-
Machinery and equipment	9,543,735	44,390,714
Other	854,296	-
Total	644,445,461	92,164,741
Less accumulated depreciation and amortization	354,558,231	35,935,548
Capital assets, net of depreciation	289,887,230	56,229,193
Construction work in progress	16,368,414	1,483,280
Total capital assets	306,255,644	57,712,473
Other:		
Capitalized bond issuance costs	1,053,790	46,283
Advance from other funds	-	-
Land - acquired under claim settlement	-	-
Total other assets	1,053,790	46,283
Total noncurrent assets	401,423,694	66,019,347
Total assets	\$ 433,373,175	\$ 81,333,270

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
\$ 3,035,974	\$ 16,043,630	\$ 35,214,828	\$ 70,109,681
20,832,079	1,086,170	44,640,190	-
-	1,765,243	1,765,243	-
599,975	999,483	8,600,134	9,649
-	-	-	1,025,055
-	30,742	30,742	308,866
4,644,387	32,254	4,676,641	39,254
-	-	-	100,000
864,362	146,564	2,416,489	2,488,026
<u>29,976,777</u>	<u>20,104,086</u>	<u>97,344,267</u>	<u>74,080,531</u>
2,344,326	6,170,108	107,100,473	-
-	-	3,788,812	-
-	2,242,376	2,242,376	-
-	491,802	491,802	-
<u>2,344,326</u>	<u>8,904,286</u>	<u>113,623,463</u>	<u>-</u>
4,768,660	8,875,432	57,289,329	283,842
-	-	-	-
66,892,078	140,729,979	424,466,794	406,001
-	-	260,468,542	-
-	-	2,508,663	-
-	-	158,354,278	835,107
53,494,112	4,957,785	112,386,346	1,918,347
-	100,904	955,200	-
<u>125,154,850</u>	<u>154,664,100</u>	<u>1,016,429,152</u>	<u>3,443,297</u>
<u>46,843,360</u>	<u>76,442,503</u>	<u>513,779,642</u>	<u>2,409,757</u>
<u>78,311,490</u>	<u>78,221,597</u>	<u>502,649,510</u>	<u>1,033,540</u>
<u>1,648,912</u>	<u>2,348,765</u>	<u>21,849,371</u>	<u>-</u>
<u>79,960,402</u>	<u>80,570,362</u>	<u>524,498,881</u>	<u>1,033,540</u>
48,833	563,618	1,712,524	-
-	-	-	1,196,809
-	-	-	-
<u>48,833</u>	<u>563,618</u>	<u>1,712,524</u>	<u>1,196,809</u>
<u>82,353,561</u>	<u>90,038,266</u>	<u>639,834,868</u>	<u>2,230,349</u>
<u>\$ 112,330,338</u>	<u>\$ 110,142,352</u>	<u>\$ 737,179,135</u>	<u>\$ 76,310,880</u>

The accompanying notes are an integral part of these financial statements

CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF NET ASSETS

PROPRIETARY FUNDS

JUNE 30, 2007

LIABILITIES	Airport Fund	Refuse Disposal Fund
Current liabilities:		
Accounts payable	\$ 4,973	\$ 1,168,217
Accrued payroll	313,072	527,689
Accrued vacation and sick leave pay	844,196	1,436,835
Accrued fuel cleanup costs	-	-
Fare tokens outstanding	-	-
Deposits	660,844	66,239
Due to other funds	-	-
Due to other governments	36,031	-
Current portion of claims and judgments payable	-	-
Liabilities payable from restricted assets:		
Construction contracts and miscellaneous payable	7,104,591	88,335
Deferred revenue	2,126,080	-
Current portion - revenue bonds and notes payable	14,670,000	3,957,991
Accrued interest	3,752,451	632,167
Total current liabilities	29,512,238	7,877,473
Noncurrent liabilities:		
Liabilities payable from restricted assets:		
Accrued landfill closure costs	-	1,467,001
Other	-	-
Total	-	1,467,001
Revenue bonds, notes payable and capital leases, net of current portion and unamortized discounts	187,502,816	22,301,527
Other:		
Claims and judgments payable	-	-
Accrued vacation and sick leave pay	329,063	784,897
Advances from other funds	-	47,808
Total	329,063	832,705
Total noncurrent liabilities:	187,831,879	24,601,233
Total liabilities	217,344,117	32,478,706
NET ASSETS		
Invested in capital assets, net of related debt	139,303,390	37,886,026
Restricted for:		
Debt service	10,958,074	381,313
Construction	52,305,342	3,305,188
Unrestricted	13,462,252	7,282,037
Total net assets	\$ 216,029,058	\$ 48,854,564

The accompanying notes are an integral part of these financial statements

Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
Transit Fund	Other Enterprise Funds	Totals	
\$ -	\$ 817,436	\$ 1,990,626	\$ 1,630,957
620,682	167,706	1,629,149	127,481
1,610,632	381,754	4,273,417	476,107
-	-	-	57,485
81,204	-	81,204	-
-	13,737	740,820	-
-	1,433,505	1,433,505	-
-	13,944	49,975	-
-	-	-	21,322,550
664,685	-	7,857,611	-
-	-	2,126,080	-
923,748	1,051,225	20,602,964	-
-	439,227	4,823,845	-
<u>3,900,951</u>	<u>4,318,534</u>	<u>45,609,196</u>	<u>23,614,580</u>
-	-	1,467,001	-
-	453,527	453,527	-
<u>-</u>	<u>453,527</u>	<u>1,920,528</u>	<u>-</u>
<u>19,076,252</u>	<u>27,846,058</u>	<u>256,726,653</u>	<u>-</u>
-	-	-	35,683,886
-	32,653	1,146,613	173,522
-	18,200,000	18,247,808	-
<u>-</u>	<u>18,232,653</u>	<u>19,394,421</u>	<u>35,857,408</u>
<u>19,076,252</u>	<u>46,532,238</u>	<u>278,041,602</u>	<u>35,857,408</u>
<u>22,977,203</u>	<u>50,850,772</u>	<u>323,650,798</u>	<u>59,471,988</u>
79,960,402	39,986,896	297,136,714	1,033,540
-	1,335,942	12,675,329	-
2,344,326	1,784,456	59,739,312	-
7,048,407	16,184,286	43,976,982	15,805,352
<u>\$ 89,353,135</u>	<u>\$ 59,291,580</u>	<u>\$ 413,528,337</u>	<u>\$ 16,838,892</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, 2007

	Airport Fund	Refuse Disposal Fund
Operating revenues:		
Charges for services	\$ 59,911,850	\$ 50,430,182
Operating expenses:		
Salaries and fringe benefits	14,085,081	22,417,555
Professional services	723,763	189,286
Utilities	2,385,678	400,976
Supplies	606,134	1,293,763
Travel	58,624	12,926
Fuels, repairs and maintenance	3,154,969	7,873,968
Contractual services	4,230,217	2,948,237
Claims and judgments	-	-
Insurance premiums	-	-
Other operating expenses	2,557,285	5,831,058
Depreciation	25,469,172	6,016,990
Bad debt expense	-	-
Total operating expenses	53,270,923	46,984,759
Operating income (loss)	6,640,936	3,445,423
Non-operating revenues (expenses):		
Interest on investments	1,907,209	511,676
Federal housing grants	-	-
Housing assistance payments	-	-
Passenger facilities charges	8,302,788	-
Gain (loss) on disposition of property and equipment	494,344	(123,499)
Interest and other debt service expenses	(7,861,013)	(768,570)
Bond issue costs	(93,041)	(17,631)
Capital expenditures	-	(2,626)
Other	(1,534,565)	2,343,347
Total non-operating revenues (expenses)	1,215,722	1,942,697
Income (loss) before capital contributions and transfers	7,856,658	5,388,120
Capital contributions	11,310,129	-
Transfers in	-	800,000
Transfers out	-	(2,100,530)
Change in net assets	19,166,787	4,087,590
Net assets, July 1	196,862,271	44,766,974
Net assets, June 30	\$ 216,029,058	\$ 48,854,564

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
\$ 4,836,148	\$ 14,785,764	\$ 129,963,953	\$ 97,102,090
25,110,451	6,931,247	68,544,334	5,950,412
41,374	60,673	1,015,096	1,060,658
789,614	2,754,282	6,330,550	141,710
442,807	194,490	2,537,194	1,140,898
19,093	7,762	98,405	5,235
6,265,319	3,114,068	20,408,324	6,520,881
1,822,220	901,744	9,902,418	2,553,453
-	-	-	29,078,498
-	-	-	43,932,056
5,022,107	2,672,712	16,083,162	1,749,595
6,207,574	4,946,160	42,639,896	161,598
11,633	295,412	307,045	-
45,732,192	21,878,550	167,866,424	92,294,994
(40,896,044)	(7,092,786)	(37,902,471)	4,807,096
557,201	1,046,445	4,022,531	2,840,147
-	25,822,450	25,822,450	-
-	(19,360,549)	(19,360,549)	-
-	-	8,302,788	-
(2,238,015)	-	(1,867,170)	2,436
-	(2,319,058)	(10,948,641)	-
(2,198)	(94,516)	(207,386)	-
-	-	(2,626)	-
2,578,055	(106,478)	3,280,359	481,080
895,043	4,988,294	9,041,756	3,323,663
(40,001,001)	(2,104,492)	(28,860,715)	8,130,759
6,301,306	568,391	18,179,826	-
31,079,108	1,883,000	33,762,108	-
(291,676)	(306,975)	(2,699,181)	(269,000)
(2,912,263)	39,924	20,382,038	7,861,759
92,265,398	59,251,656	393,146,299	8,977,133
\$ 89,353,135	\$ 59,291,580	\$ 413,528,337	\$ 16,838,892

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, 2007

	Airport Fund	Refuse Disposal Fund
Cash flows from operating activities:		
Cash received from customers	\$ 58,558,458	\$ 50,026,496
Cash received from other funds for goods and services	-	-
Cash payments to employees for services	(14,058,916)	(22,439,503)
Cash payments to suppliers for goods and services	(10,236,760)	(17,681,343)
Cash payments to other funds for goods and services	(2,385,678)	(400,976)
Cash payments to claimants and beneficiaries	-	-
Miscellaneous cash received	-	2,721,528
Miscellaneous cash paid	(1,710,865)	-
Net cash provided by (used for) operating activities	30,166,239	12,226,202
Cash flow from noncapital financing activities:		
Operating grants received	11,310,129	-
Housing assistance payments	-	-
Principal paid on advance from other funds	-	(261,274)
Interest paid on advance from other funds	-	-
Transfers-in from other funds	-	421,819
Transfers-out to other funds	-	(2,100,530)
Net cash provided by (used for) noncapital financing activities	11,310,129	(1,939,985)
Cash flows from capital and related financing activities:		
Proceeds from notes payable	-	-
Principal paid on revenue bond maturities and refunded bonds	(10,696,364)	(3,793,034)
Interest and other expenses paid on revenue bond maturities	(7,859,302)	(831,898)
Acquisition and construction of capital assets	(31,453,863)	(3,088,115)
Capital grants received	-	-
Passenger facilities charges	8,302,788	-
Proceeds from sale (retirement) of property and equipment	19,703	6,990
Net cash provided by (used for) capital and related financing activities	(41,687,038)	(7,706,057)
Cash flows from investing activities:		
Interest received on investments	1,907,209	511,676
Net cash provided by investing activities	1,907,209	511,676
Net increase in cash and cash equivalents	1,696,539	3,091,836
Cash and cash equivalents, July 1	116,718,136	15,936,693
Cash and cash equivalents, June 30	\$ 118,414,675	\$ 19,028,529

The accompanying notes are an integral part of these financial statements

Transit Fund	Other Enterprise Funds	Totals	Internal Service Funds
\$ 4,648,905	\$ 14,225,225	\$ 127,459,084	\$ 96,092,409
-	120,525	120,525	1,175,510
(24,756,896)	(5,988,085)	(67,243,400)	(5,863,122)
(15,104,931)	(6,746,192)	(49,769,226)	(56,798,880)
(789,614)	(2,641,762)	(6,218,030)	(141,710)
-	-	-	(23,023,053)
1,440,408	584,794	4,746,730	145,259
(809)	(10,065)	(1,721,739)	-
<u>(34,562,937)</u>	<u>(455,560)</u>	<u>7,373,944</u>	<u>11,586,413</u>
1,138,456	25,822,450	38,271,035	-
-	(19,360,549)	(19,360,549)	-
-	(2,100,000)	(2,361,274)	-
-	(1,003,536)	(1,003,536)	-
31,079,108	1,883,000	33,383,927	-
<u>(291,676)</u>	<u>(306,975)</u>	<u>(2,699,181)</u>	<u>(269,000)</u>
<u>31,925,888</u>	<u>4,934,390</u>	<u>46,230,422</u>	<u>(269,000)</u>
20,000,000	-	20,000,000	-
-	(1,217,830)	(15,707,228)	-
(797,142)	(1,332,196)	(10,820,538)	-
(7,500,025)	(1,052,950)	(43,094,953)	(228,967)
6,203,681	-	6,203,681	-
-	-	8,302,788	-
<u>95</u>	<u>-</u>	<u>26,788</u>	<u>2,436</u>
<u>17,906,609</u>	<u>(3,602,976)</u>	<u>(35,089,462)</u>	<u>(226,531)</u>
<u>1,303,312</u>	<u>1,046,445</u>	<u>4,768,642</u>	<u>2,840,147</u>
<u>1,303,312</u>	<u>1,046,445</u>	<u>4,768,642</u>	<u>2,840,147</u>
16,572,872	1,922,299	23,283,546	13,931,029
<u>9,639,507</u>	<u>23,634,654</u>	<u>165,928,990</u>	<u>56,178,652</u>
<u>\$ 26,212,379</u>	<u>\$ 25,556,953</u>	<u>\$ 189,212,536</u>	<u>\$ 70,109,681</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, 2007

	<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)	\$ 6,640,936	\$ 3,445,423
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	25,469,172	6,016,990
Miscellaneous income (expense)	(1,710,865)	2,721,528
Capital expenditures below capitalization threshold	-	(2,626)
Fiscal agent fees	-	(11,839)
Bad debt expense	-	-
Loss on adjustment of assets	-	-
Correction of accumulated depreciation balance	-	-
Decrease (increase) in assets:		
Receivables	(1,432,543)	(402,943)
Due from other governments	-	-
Due from other funds	-	-
Inventories of supplies	8,558	(171,063)
Prepaid expenses	-	-
Deposits	-	-
Land acquired under claim settlement	-	-
Increase (decrease) in liabilities:		
Accounts payable	1,937	475,846
Customer deposits	429,715	(743)
Accrued landfill closure costs and fuels cleanup	-	19,289
Accrued employee compensation and benefits	26,165	(21,948)
Fare tokens outstanding and deposits	-	-
Due to other funds	-	-
Construction and miscellaneous accounts payable	648,791	78,478
Claims and judgements payable	-	-
Other liability	-	79,810
Deferred revenue	79,142	-
Due to other governments	5,231	-
Net cash provided by (used for) operating activities	<u>\$ 30,166,239</u>	<u>\$ 12,226,202</u>
Cash and cash equivalents at June 30 consist of:		
Current assets:		
Cash, investments, and accrued interest	\$ 9,911,860	\$ 6,223,364
Cash with fiscal agents	18,177,367	4,544,574
Cash held by others	-	-
Restricted assets:		
Cash, investments, and accrued interest	90,325,448	8,260,591
Escrow deposits	-	-
Total cash and cash equivalents, June 30	<u>\$ 118,414,675</u>	<u>\$ 19,028,529</u>
Non cash transactions:		
Unrealized gains (losses) on investments	\$ 269,506	\$ 27,068
Transfer of capital assets from the other funds	-	-
HUD payment of third party guaranteed debt	-	-

The accompanying notes are an integral part of these financial statements

Transit Fund	Other Enterprise Funds	Totals	Internal Service Funds
\$ (40,896,044)	\$ (7,092,786)	\$ (37,902,471)	\$ 4,807,096
6,207,574	4,946,160	42,639,896	161,598
1,439,599	34,575	2,484,837	103,346
-	-	(2,626)	-
-	(165,186)	(177,025)	-
11,633	295,412	307,045	-
-	11,085	11,085	41,913
-	464,010	464,010	-
(184,513)	(538,455)	(2,558,454)	(9,649)
-	28,884	28,884	(1,000,032)
-	-	-	1,175,510
156,482	(18,540)	(24,563)	(320,780)
-	2,047	2,047	38,068
-	-	-	100,000
-	-	-	417,268
-	438,051	915,834	(96,305)
-	32,842	461,814	-
-	-	19,289	25,644
353,555	(15,240)	342,532	87,291
(2,730)	-	(2,730)	-
-	1,070,922	1,070,922	-
(1,648,493)	-	(921,224)	-
-	-	-	6,055,445
-	120,525	200,335	-
-	(83,810)	(4,668)	-
-	13,944	19,175	-
<u>\$ (34,562,937)</u>	<u>\$ (455,560)</u>	<u>\$ 7,373,944</u>	<u>\$ 11,586,413</u>
\$ 3,035,974	\$ 16,043,630	\$ 35,214,828	\$ 70,109,681
20,832,079	1,086,170	44,640,190	-
-	1,765,243	1,765,243	-
2,344,326	6,170,108	107,100,473	-
-	491,802	491,802	-
<u>\$ 26,212,379</u>	<u>\$ 25,556,953</u>	<u>\$ 189,212,536</u>	<u>\$ 70,109,681</u>
\$ 34,917	\$ 15,491	\$ 346,982	\$ 144,933
15,395	568,391	583,786	377,734
-	-	-	-

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, 2007

	<u>Agency Funds</u>
ASSETS	
Cash, investments, and accrued interest	\$ 12,564,144
Receivables	<u>318,815</u>
Total assets	<u><u>\$ 12,882,959</u></u>
LIABILITIES	
Accounts payable	\$ 416,728
Funds held for others	<u>12,466,231</u>
Total liabilities	<u><u>\$ 12,882,959</u></u>

The accompanying notes are an integral part of these financial statements

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CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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. Based on the foregoing criteria, 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. 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's Comprehensive Annual Financial Report as of and for the year ended June 30, 2007 is available by contacting the Authority at the following address; Fifth floor, P.O. Box 1293, Albuquerque, NM 87103. See Note IV P.

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.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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 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.

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
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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.

The City enters into interest rate swap agreements to modify interest rates on the Airport Refunding Series 95 Revenue Bond debt. Other than the net interest expenditures resulting from these agreements, no amounts are recorded in the financial statements.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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 the lower of cost or fair market value.

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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

because the aggregated cost of books is considered immaterial. Donated capital assets are recorded at estimated fair market value at the date of donation.

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, 2007 were accrued based on actuarial estimates of the City's self-insurance programs. At June 30, 2007 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, 2007, and 5.0% for 2006, 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.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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, open space and urban enhancement. The government-wide statement of net assets reports \$244,844,703 of restricted net assets, of which \$42,275,796 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.

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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.

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17. Unbilled revenues

Refuse services are billed on a cycle basis; therefore, amounts for services provided but unbilled as of June 30, 2007 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.

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, 2007.

- GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*
- GASB Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues.*
- GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations.*

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 issuing its financial statements.

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	\$ (164,495,000)
Sales tax revenue bonds and notes payable	(132,445,000)
Special assessment debt with governmental commitment	(3,738,004)
Deferred refunding costs	4,902,061
Unamortized bond premiums	1,666,610
Unamortized bond discounts	(5,593,573)
Compensated absences	<u>(29,929,799)</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	<u>\$ (329,632,705)</u>
Unamortized bond issue costs	\$ 1,397,745
Accrued rebatable arbitrage payable reported as deferred credit	(1,539,050)
	<u>\$ (141,305)</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 therefore are reported as deferred revenue in the funds. The amounts are:

Gross receipts tax	\$ 31,871,102
Property taxes	2,502,824
Gasoline taxes	645,723
Cigarette taxes	55,383
Amounts due on real estate contracts	1,024,886
Net adjustment to increase fund balance – total	
Governmental funds to arrive at net assets – governmental activities	<u>\$ 36,099,918</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 are as follows:

Capital additions depreciated and non-depreciated	\$ 199,267,234
Construction work in process and other reclassified to fixed assets	(34,515,869)
Depreciation expense	(61,984,005)
Net gain (loss) on disposition of capital assets	(1,274,704)
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of Governmental activities	<u>\$ 101,492,656</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	\$ (36,000,000)
Deferred refunding costs	(196,214)
Bond discount	(154,691)
Bond premium	1,836,758
Principal repayments:	
General obligation bonds	71,270,000
Gross receipts tax revenue bonds	4,470,000
Gross receipts tax revenue note	490,000
Special assessment district bonds and notes	<u>4,170,357</u>
Net adjustment to decrease net changes in fund balances –	
Total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 45,886,210</u>

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Another element of that reconciliation states that “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.” The details of this difference are as follows:

Compensated absences	\$	684,819
Rebatable arbitrage		462,349
Amortization of bond discounts		157,622
Net adjustment to decrease net changes in fund balances –		
Total governmental funds to arrive at changes in net assets of governmental activities	\$	1,304,790

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	\$	(3,856,294)
Property taxes		(396,217)
Gasoline taxes		164,386
Cigarette taxes		(8,910)
Collections on real estate contracts, net of deferred gains		(786,851)
Net adjustment to decrease net changes in fund balances – total		
Governmental funds to arrive at changes in net assets of Governmental activities	\$	(4,883,886)

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; 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 2007, 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, 2007 is as follows:

Capital Acquisition Fund	
Community Services Building	\$ (147,506)
Rio Grande Zoo	(722,535)
Storm Sewer	(2,364,020)
Miscellaneous Capital Projects	(839,231)
	<u>\$ (4,073,292)</u>
Quality of Life Fund	
Balloon Science Museum	\$ (65,163)
Quarter Cent Storm Drain	(109)
Rio Grande Bosque RR	(260)
	<u>\$ (65,532)</u>
Transportation Infrastructure Tax Fund	
Maintenance deficit	\$ (33,719,001)
Streets	62,928,605
Trails	5,542,003
Transit	6,277,289
Unallocated deficit	(739,205)
Total unreserved fund balance	<u>\$ 40,289,691</u>

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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, 2007, consist of the following:

	(In thousands of dollars)				
	Govern- mental Activities	Business- type Activities	Fiduciary Funds	Total	Component Unit
Cash, investments accrued interest and cash with fiscal agents, net of unamortized discounts and premiums:					
Repurchase agreements	\$ 353,985	\$ 140,173	\$ 11,348	\$ 505,506	\$ 77,516
Obligations of federal agencies or instrumentalities	76,554	28,747	2,454	107,755	16,764
State of New Mexico investment council	29,788	-	-	29,788	-
State of New Mexico local government investment pool	-	7,552	-	7,552	-
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	-	-	-	-	505
Held in trust by Wells Fargo Bank in U.S. Treasury Fund	112	2,411	-	2,523	-
Held in trust by Bank of Albuquerque in U.S. Treasury Fund	392	-	-	392	-
Total investments	460,831	178,883	13,802	653,516	94,785
Certificate of deposit	-	-	-	-	-
Bank accounts at book balances	(8,942)	9,517	(1,264)	(689)	19,570
Total bank balances	(8,942)	9,517	(1,264)	(689)	19,570
Accrued interest receivable	813	305	26	1,144	177
Imprest cash funds	279	16	-	295	-
Total other	1,092	321	26	1,439	177
Total cash, investments, accrued interest and cash with fiscal agents	\$ 452,981	\$ 188,721	\$ 12,564	\$ 654,266	\$ 114,532
Current cash, investments and accrued interest:					
Cash, investments and accrued interest	\$ 317,947	\$ 35,215	\$ 10,789	\$ 363,951	\$ 30,825
Cash, investments with fiscal agents	85,674	44,640	-	130,314	39,246
Cash held by others	-	1,765	-	1,765	-
Total current cash, investments and accrued interest	403,621	81,620	10,789	496,030	70,071
Restricted noncurrent cash, investments and accrued interest:					
Cash, investments and accrued interest	49,360	107,101	1,775	158,236	43,956
Cash and investments with fiscal agents	-	-	-	-	505
Total noncurrent cash, investments, accrued interest	49,360	107,101	1,775	158,236	44,461
Total cash, investments, accrued interest and cash with fiscal agents	\$ 452,981	\$ 188,721	\$ 12,564	\$ 654,266	\$ 114,532

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, 2007, \$1,669,000 of the City's bank balances of \$6,386,066 was exposed to custodial credit risk. It is the Bank of America's policy to only collateralize collected balances, not available balances. The collateral is held in the City's name by Bank of New York, with whom the City has entered into a tri-party collateral agreement through Bank of America

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Custodial credit risk – Investments. Custodial credit risk 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.

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. The guidelines are reviewed considering the probability of market and default risk in various investments sectors as part of its allocation evaluation. The City’s investment policy describes permitted investments in Section 7 and describes prohibited investments in Section 8. Among permitted investments, the investment policy requires that 1) repurchase agreements have a collateralized value of 102% of the par value of the agreement 2) certificates of deposit with local banks be fully insured and 3) brokered certificates of deposit be 100% collateralized. Investments in direct obligations of the U.S. Treasury are permitted as are securities of most U.S. Government agencies with the exception of Government National Mortgage Association securities. Other prohibited investments are 1) Collateralized Mortgage Obligations 2) inverse floaters and 3) reverse repurchase agreements. At June 30, 2007 all of the City’s investments in its internal investment pool other than overnight repurchase agreements were invested with U.S. Government agencies whose debt was rated AAA by Standard & Poor’s and Aaa by Moody’s Investors Service. The City’s non-pooled investments in the State of New Mexico Investment Council Core Bond Fund and the State of New Mexico Local Government Investment Pool were not rated.

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: Portfolio maturities shall be staggered to avoid undue concentration of assets in a specific maturity sector. With the exception of U.S. Treasury securities and authorized pools, no more than 50% of the total investment portfolio will be invested in a single security type or with a single financial institution or at a single maturity. All of the City’s internal investment pool other than repurchase agreements is in debt securities issued by the Federal National Mortgage Association, the Federal Home Loan Mortgage Corporation and the Federal Home Loan Bank. These investments are 19.97%, 60.06% and 19.97% respectively of the non-repurchase agreement portfolio and 3.55%, 10.69% and 3.55% of the total portfolio.

At June 30, 2007 the City held investments issued by three Government Sponsored Entities (GSEs), as well as overnight repurchase agreements (repos). 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	608	82	AAA	Aaa
Federal National Mortgage Association	492	–	AAA	Aaa
Federal Home Loan Mortgage Corporation	440	–	AAA	Aaa

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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.

At June 30, 2007, the City had funds invested in the State LGIP. As a government investment pool, the LGIP is exempt from disclosing concentration risk. Summarized information regarding the pool's credit risk and interest rate risk is as follows:

New MexiGROW LGIP AAAm rated \$7,551,573 38-day WAM

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 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 of up to 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 at June 30, 2007 was 100.11 days. The weighted average days to call of the same portfolio was 8.71 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 pledged collateral by bank (in thousands) at June 30, 2007 consists of the following:

	First Community		Bank of	Wells	Compass	NM
	(Water)	(Housing)	America	Fargo	Bank	Bank &
				Bank		Trust
Total amount on deposit	\$ 1,164	\$ 315	\$ 1,835	\$ 2,549	\$ 5	\$ 518
Less FDIC coverage	100	100	100	200	5	100
Total uninsured public funds	1,064	215	1,735	2,349	-	418
50% collateral requirement	532	108	867	1,175	-	209
Pledged securities, fair value	1,509	918	88	2,388	-	396
Pledged in excess of Requirement	\$ 977	\$ 810	\$ (779)	\$ 1,213	\$ -	\$ 187

B. Receivables

Taxes receivable at June 30, 2007 are from the following sources:

Gross receipts tax	\$ 61,218,972
Property tax	4,005,121
Lodgers tax	1,940,869
Hospitality tax	384,658
Other taxes	2,471,994
Total	\$ <u>70,021,614</u>

The property taxes above include a receivable of \$2,864,619 in the General Obligation Debt Service Fund and \$1,140,502 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

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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 2007 tax levy had a taxable value of \$9,858,168,788. 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 debt service. The general obligation bond debt service levy for Tax Year 2006 (Fiscal Year 2007) is 7.976 mills and the operational levy is 3.012 mills on residential property and 3.544 mills on 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, 2007, 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	\$ 1,392,470	\$ 365,327	\$ 1,027,143
Capital Acquisition Fund	(20,983)	18,902	(39,885)
Nonmajor government activity funds	1,655,303	1,385,281	270,022
Internal Service Funds	56,317	46,668	9,649
Total governmental activities	<u>\$ 3,083,107</u>	<u>\$ 1,816,178</u>	<u>\$ 1,266,929</u>
Business-type activities:			
Major funds:			
Airport	\$ 4,457,011	\$ 1,172,405	\$ 3,284,606
Refuse Disposal	4,002,830	286,760	3,716,070
Transit	615,621	15,646	599,975
Nonmajor enterprise funds	1,834,361	834,878	999,483
Total business-type activities	<u>\$ 10,909,823</u>	<u>\$ 2,309,689</u>	<u>\$ 8,600,134</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	\$ 2,550,406	\$ -	\$ 2,550,406
Notes receivable	15,272	-	15,272
Developer loans	4,528,770	-	4,528,770
Special assessments debt service	6,382,758	-	6,382,758
Real estate contracts	1,313,945	-	1,313,945
Total governmental activities	<u>\$ 14,791,151</u>	<u>\$ -</u>	<u>\$ 14,791,151</u>
Business-type activities:			
Nonmajor funds:			
Developer loans	\$ 2,356,938	\$ 114,562	\$ 2,242,376
Total business-type activity funds	<u>\$ 2,356,938</u>	<u>\$ 114,562</u>	<u>\$ 2,242,376</u>

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C. Capital assets

Capital asset activity for the year ended June 30, 2007, was as follows:

Primary Government

<u>Governmental Activities</u>	Balance July 1, 2006	Additions	Deductions	Balance June 30, 2007
Assets not being depreciated:				
Land	\$ 239,129,733	\$ 5,540,430	\$ -	\$ 244,670,163
Construction work in progress	408,906,596	99,631,121	34,075,184	474,462,533
Right of way	1,042,691,667	-	-	1,042,691,667
Other	983,063	640,544	440,685	1,182,922
	<u>1,691,711,059</u>	<u>105,812,095</u>	<u>34,515,869</u>	<u>1,763,007,285</u>
Assets being depreciated:				
Buildings	198,892,628	18,920,931	-	217,813,559
Infrastructure	1,210,316,774	33,433,300	-	1,243,750,074
Improvements	351,495,257	25,283,008	-	376,778,265
Equipment	134,761,048	15,817,899	12,474,157	138,104,790
	<u>1,895,465,707</u>	<u>93,455,138</u>	<u>12,474,157</u>	<u>1,976,446,688</u>
Less accumulated depreciation:				
Buildings	45,740,408	5,206,805	-	50,947,213
Infrastructure	424,572,508	29,012,006	-	453,584,514
Improvements	194,017,592	11,727,675	-	205,745,267
Equipment	92,677,513	16,037,519	11,199,453	97,515,579
	<u>757,008,021</u>	<u>61,984,005</u>	<u>11,199,453</u>	<u>807,792,573</u>
Capital assets being depreciated, net	<u>1,138,457,686</u>	<u>31,471,133</u>	<u>1,274,704</u>	<u>1,168,654,115</u>
Total capital assets, net	<u>\$ 2,830,168,745</u>	<u>\$ 137,283,228</u>	<u>\$ 35,790,573</u>	<u>\$ 2,931,661,400</u>

* Includes Internal Service Funds

In Fiscal year 2007, \$29 million of street infrastructure was placed into service along with \$3.7 million of storm infrastructure, \$3.4 million for parks and recreation community centers and swimming pools, \$17.4 million of parks and recreation improvements. 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 increased by \$73 million due to \$41.6 million in street improvements \$ 10 million in storm sewers and \$ 19.8 million in park development. Reductions in work in progress are comprised of \$16 million in streets, \$3.6 million in storm sewers and \$12.9 million in park development.

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Business-type activities

	Balance July 1, 2006	Increases	Decreases	Balance June 30, 2007
Assets not being depreciated:				
Land	\$ 53,379,766	\$ 719,563	\$ -	\$ 54,099,329
Land and improvements acquired from the U.S Air Force	7,630,077	-	-	7,630,077
Other	748,000	207,200	-	955,200
Construction work in progress	21,575,838	34,358,470	34,084,934	21,849,374
Total assets, not being depreciated	<u>83,333,681</u>	<u>35,285,233</u>	<u>34,084,934</u>	<u>84,533,980</u>
Assets being depreciated:				
Buildings and improvements	407,348,120	15,491,031	244	422,838,907
Runways and improvements	249,880,802	10,587,740	-	260,468,542
Infrastructure	2,508,663	-	-	2,508,663
Improvements other than buildings and runways	147,310,688	8,231,401	-	155,542,089
Equipment	137,755,148	8,655,974	34,024,780	112,386,342
Total assets, being depreciated	<u>944,803,421</u>	<u>42,966,146</u>	<u>34,025,024</u>	<u>953,744,543</u>
Less accumulated depreciation:				
Buildings and improvements	168,419,284	12,296,038	817,498	179,897,824
Runways and improvements	160,309,709	10,915,217	332,160	170,892,766
Infrastructure	37,630	75,260	-	112,890
Improvements other than buildings and runways	78,010,236	8,223,085	-	86,233,321
Equipment	94,997,756	11,130,296	29,485,211	76,642,841
Total accumulated depreciation	<u>501,774,615</u>	<u>42,639,896</u>	<u>30,634,869</u>	<u>513,779,642</u>
Capital assets being depreciated, net	443,028,806	326,250	3,390,155	439,964,901
Total capital assets, net	<u>\$ 526,362,487</u>	<u>\$ 35,611,483</u>	<u>\$ 37,475,089</u>	<u>\$ 524,498,881</u>

In 2007, the land addition in the Aviation Fund is for the Santa Fe airport hangar. Additions to buildings/improvements for the Aviation Fund include expansion of and improvements to the Sunport terminal (\$2.0 million); improvements to Double Eagle II Airport buildings (\$1.7 million); and the extension of University Blvd (\$2.9 million). The Transit Fund had improvements to various transit facilities (\$1.3 million). The additions to runways were for the Aviation Fund replacement of terminal apron (\$10 million). The additions to equipment were to the Transit Fund for buses and vans (\$5.7 million); the Refuse Fund for heavy equipment and refuse disposal vehicles (\$0.8 million) and the Aviation Fund for heavy equipment for terminal apron maintenance (\$0.6 million).

The construction work in progress decreased by \$.3 million. The construction work in progress consists of expenditures made in connection with the Aviation Fund, Golf Fund, Refuse Disposal Fund, Transit Fund, and the Housing Authority Fund. Costs of \$34 million associated with projects were completed and are listed in the appropriate categories in the above paragraph.

CITY OF ALBUQUERQUE, NEW MEXICO
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Depreciation expense was charged to functions/programs of the City as follows:

<u>Governmental activities:</u>		
General government	\$	2,591,873
Public Safety:		
Corrections		86,907
Fire protection		3,856,632
Police protection		8,154,322
Culture and recreation		14,529,621
Public works		189,345
Highways and streets		15,639,157
Health		822,283
Human services		1,719,918
Municipal Development		14,107,549
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		<u>286,398</u>
Total depreciation expense – governmental activities	\$	<u>61,984,005</u>
 <u>Business-type activities:</u>		
Major funds:		
Airport	\$	25,469,172
Refuse Disposal		6,016,991
Transit		6,207,574
Nonmajor funds:		<u>4,946,161</u>
Total depreciation expense – business-type activities	\$	<u>42,639,898</u>

Capitalized interest

Changes to the capital assets for the business-type activities for 2007 include the following amounts of capitalized interest:

	<u>Total Interest</u>	<u>Interest Related to Tax-Exempt Borrowing</u>	<u>Net</u>
Interest expense	\$ 15,125,520	\$ 4,350,098	\$ 10,775,422
Interest income	7,310,343	<u>3,287,812</u>	4,022,531
Capitalized interest		<u>\$ 1,062,286</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
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JUNE 30, 2007

Discretely Presented Component Unit

Capital asset activity of the Authority for the year ended June 30, 2007, was as follows:

	Balance July 1, 2006	Additions	Deductions	Balance June 30, 2007
Assets not being depreciated:				
Land	\$ 23,181,433	\$ 50,630	\$ -	\$ 23,232,063
Construction work in progress	179,561,894	184,019,952	39,411,841	324,170,005
Total assets not being depreciated	<u>202,743,327</u>	<u>184,070,582</u>	<u>39,411,841</u>	<u>347,402,068</u>
Assets being depreciated:				
Buildings	2,210,836	-	-	2,210,836
Improve. other than buildings	1,527,326,790	78,747,801	-	1,606,074,591
Equipment	46,648,479	5,148,504	486,642	51,310,341
Total assets being depreciated	<u>1,576,186,105</u>	<u>83,896,305</u>	<u>486,642</u>	<u>1,659,595,768</u>
Less accumulated depreciation:				
Buildings	1,474,809	44,217	-	1,519,026
Improve. other than buildings	768,436,456	51,757,569	-	820,194,025
Equipment	20,483,457	4,124,091	416,890	24,190,658
Total accumulated depreciation	<u>790,394,722</u>	<u>55,925,877</u>	<u>416,890</u>	<u>845,903,709</u>
Capital assets being depreciated, net	<u>785,791,383</u>	<u>27,970,428</u>	<u>69,752</u>	<u>813,692,059</u>
Total capital assets, net	<u>\$ 988,534,710</u>	<u>\$ 212,041,010</u>	<u>\$ 39,481,593</u>	<u>\$ 1,161,094,127</u>

Changes to capital assets of the Authority for the fiscal year ended June 30, 2007, include the following amounts of capitalized interest:

	Total Interest	Interest Related to Tax-Exempt Borrowing	Net
Interest expense	\$ 23,557,031	\$ 7,668,347	\$ 15,888,684
Interest income	12,464,361	3,528,058	8,936,303
Capitalized interest		<u>\$ 4,140,289</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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, 2007, consists of the following:

	Due from other funds	Due to other funds
Major governmental funds:		
General Fund	\$ 2,247,080	\$ 1,025,055
Nonmajor governmental funds	-	813,575
Nonmajor proprietary funds	-	1,433,505
Internal service funds	1,025,055	-
Total	\$ 3,272,135	\$ 3,272,135

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, 2007:

Receivable Fund	Payable Fund	Amount
Risk Management Fund	Capital Acquisition Fund	\$ 1,149,000
Risk Management Fund	Refuse Disposal Fund	47,808
Nonmajor governmental fund*	Nonmajor proprietary fund*	18,200,000
Total advances		\$ 19,396,808

* 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, 2007, were as follows:

From	To		
General Fund	Capital Acquisition Fund	\$	18,808,000
General Fund	Refuse Disposal Fund		800,000
General Fund	Transit Fund		22,815,000
General Fund	Nonmajor Proprietary Funds		1,883,000
General Fund	Nonmajor Governmental Funds		14,061,482
Capital Acquisition Fund	Capital Acquisition Fund		2,422,435
Capital Acquisition Fund	Transit Fund		877,458
Refuse Disposal Fund	General Fund		2,100,530
Transit Fund	General Fund		291,676
Nonmajor Governmental Funds	Capital Acquisition Fund		1,796,882
Nonmajor Governmental Funds	Transit Fund		7,386,650
Nonmajor Governmental Funds	General Fund		866,771
Nonmajor Governmental Funds	Nonmajor Governmental Funds		9,860,866
Nonmajor Proprietary Funds	General Fund		259,842
Nonmajor Proprietary Funds	Nonmajor Governmental Funds		47,133
Internal Service Funds	General Fund		269,000
Total transfers		\$	<u>84,546,725</u>

	Transfers In	Transfers Out
“Statement of Revenues, Expenditures, and Changes in Fund Balances – All Governmental Funds”	\$ 81,578,544	\$ 50,784,617
“Statement of Revenues, Expenses, and Changes in Net Assets – All Proprietary Funds”		
Enterprise funds	2,699,181	33,762,108
Internal Service funds	269,000	-
Total transfers	<u>\$ 84,546,725</u>	<u>\$ 84,546,725</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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JUNE 30, 2007

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 \$562,953 were incurred for the year ended June 30, 2007. Lease commitments for future years are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2008	\$ 1,087,872
2009	1,017,230
2010	963,888
2011	841,104
2012	573,861
2012-2017	828,945
Total	\$ <u>5,312,900</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, 2007 the outstanding balance of the capital lease is \$847,746. 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	\$ 847,746
Less: Accumulated amortizations	<u>(81,272)</u>
Total	\$ <u>766,474</u>

The future minimum lease obligations and the net present value of the minimum lease payments as of June 30, 2007 are as follows:

<u>Year Ending June 30</u>	<u>Principal and Interest</u>
2008	\$ 116,842
2009	116,842
2010	116,842
2011	116,842
2012-2015	<u>438,161</u>
Total minimum lease payment	905,529
Less amount representing interest	<u>(139,055)</u>
Present value of minimum lease payments	\$ <u>766,474</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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. The amount of restricted assets reported in the statement of net assets at June 30, 2007 is as follows:

Primary Government:

<u>Governmental Activities</u>	
Capital Acquisition Fund	\$ <u>49,360,233</u>
<u>Business-type activities</u>	
Airport Fund	\$ 94,114,260
Refuse Disposal Fund	8,260,591
Transit Fund	2,344,326
Non-major Enterprise Funds	<u>8,904,286</u>
Totals	\$ <u>113,623,463</u>

Discretely Presented Component Unit:

Albuquerque Bernalillo County Water Utility Authority	\$ <u>44,608,511</u>
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G. Short-term and long-term obligations

Governmental activities

Bonded obligations of the City consist of various issues of general obligation, revenue, and special assessment bonds. Also included in long-term obligations are a water rights contract, notes payable, claims and judgments, 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, 2007. All variable rate bonds are callable at 100% after 45 to 60 days notification to bondholders. The changes in the long-term obligations of the governmental activities for the year ended June 30, 2007, are as follows:

	July 1	Increases	Decreases	June 30	Payable in one year
General Obligation Bonds	\$ 239,205,000	\$ -	\$ 39,440,000	\$ 199,765,000	\$ 35,270,000
Sales Tax Revenue Bonds	136,165,000	-	3,520,000	132,645,000	4,470,000
Sales Tax Revenue Note	5,391,299	-	631,299	4,760,000	490,000
Special Assessment Bonds and Notes With Governmental Commitment	7,674,819	-	2,261,035	5,413,784	-
Accrued vacation and sick leave pay	29,821,900	23,071,925	22,314,397	30,579,428	25,735,108
Accrued claims payable	50,950,991	29,078,498	23,023,053	57,006,436	21,322,550
Deferred credits and other liabilities	1,076,701	462,349		1,539,050	
Less deferred amounts:					
Deferred refunding costs	(5,098,275)	-	(196,214)	(4,902,061)	-
Unamortized bond discounts	(1,821,301)	-	(154,691)	(1,666,610)	-
Unamortized bond premiums	7,430,331	-	1,836,758	5,593,573	-
	<u>470,796,465</u>	<u>52,612,772</u>	<u>92,675,637</u>	<u>430,733,600</u>	<u>87,287,658</u>
Current Portion of	(89,059,899)	-	(1,772,241)	(87,287,658)	-
Long-term obligations	<u>\$ 381,736,566</u>	<u>\$ 52,612,772</u>	<u>\$ 90,903,396</u>	<u>\$ 343,445,942</u>	<u>\$ 87,287,658</u>

Total interest cost incurred for governmental activities for the year ended June 30, 2007 was \$15,785,367, all of which was charged to expense.

CITY OF ALBUQUERQUE, NEW MEXICO
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Short-term debt activity for governmental activities. On June 30, 2007 the City issued \$36,000,000 in general purpose bonds. These bonds were repaid in July 2007.

	Balance June 30, 2006	Additions	Deletions	Balance June 30, 2007
Short-term General Obligation Bonds	\$37,000,000	\$36,000,000	\$37,000,000	\$36,000,000

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, 2007, are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
February 1, 1998 Storm Sewer	\$ 3,000,000	5.00%	July 1, 2007	100% beginning July 1, 2005
February 1, 1999 Storm Sewer	4,760,000	4.00/4.05%	July 1, 2008	100% beginning July 1, 2006
August 1, 1999 General Purpose	6,000,000	4.50/4.75%	July 1, 2009	100% beginning July 1, 2007
July 1, 2000 Storm Sewer	4,800,000	5.00%	July 1, 2010	100% beginning July 1, 2008
September 1, 2001 General Purpose	17,040,000	4.00/5.00%	July 1, 2010	100% beginning July 1, 2009
September 1, 2001 Storm Sewer	4,510,000	4.38%	July 1, 2011	100% beginning July 1, 2009
December 1, 2001 Taxable Baseball Stadium	4,000,000	4.00/5.60%	July 1, 2010	Not callable
February 1, 2002 General Purpose	7,900,000	2.50/5.00%	July 1, 2009	Not callable
February 1, 2002 Storm Sewer	5,600,000	4.50%	July 1, 2011	100% beginning July 1, 2010
July 1, 2004 General Purpose	41,895,000	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	79,245,000	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
June 30, 2007 General Purpose	36,000,000	5.31%	July 1, 2007	Not callable
Total Outstanding	\$ 235,765,000			

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, 2007, based on the most recent assessed taxable valuation of \$9,858,168,778, the City may issue an additional \$127,390,000 of general-purpose general obligation bonds. Included in the general obligation bonds outstanding at June 30, 2007, are Storm Sewer bonds in the amount of \$43,685,000 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, 2007, are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
November 18, 1991 B Refunding and Improvement	\$ 3,970,000	6.60/7.10%	July 1, 2019	103% beginning July 1, 2011
May 1, 1992 Refunding	1,325,000	6.00/6.30%	July 1, 2007	102% beginning July 1, 2002
October 15, 1996 Refunding	2,995,000	5.00%	July 1, 2011	100% beginning July 1, 2007
January 15, 1999 A Refunding	4,105,000	3.75/5.00%	July 1, 2015	100% beginning July 1, 2009
January 15, 1999 B Refunding	12,235,000	4.60/5.00%	July 1, 2025	100% beginning July 1, 2009
March 15, 1999 C Refunding	27,130,000	4.75/5.25%	July 1, 2022	100% beginning July 1, 2009
January 20, 2000 A	20,300,000	Adjustable	July 1, 2014	100% beginning January 20, 2000
October 6, 2004 A Refunding	31,965,000	4.75%	July 1, 2037	100% beginning July 1, 2014
October 6, 2004 B Refunding	28,620,000	2.39/4.90%	July 1, 2014	100% beginning October 6, 2004
September 9, 2004 Note	4,760,000	1.26/3.67%	July 1, 2014	None
Total Outstanding	\$ 137,405,000			

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Special Assessment Debt and Notes Payable with Governmental Commitment are secured by pledges of revenues from special assessments levied. The outstanding bonds and notes of certain water and sewer improvement districts are also secured by surplus revenues of the Albuquerque Bernalillo County Water Utility Authority (a component unit), subordinate to bonds and obligations payable solely or primarily from such revenues. 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 \$5,413,784 are outstanding at June 30, 2007. Interest rates range from .79% to 5.20%, and maturities extend through July 1, 2014.

Business-type activities of the primary government

The changes in the Business-type activities obligations for the year ended June 30, 2007, are as follows:

	Outstanding				
	July 1	Increases	Decreases	June 30	Payable in one year
Revenue bonds	\$ 255,970,000	\$ -	\$ 15,150,000	\$ 240,820,000	\$ 18,635,000
Loans and notes payable	19,500,698	20,000,000	937,234	38,563,464	1,883,053
Accrued vacation and sick leave pay	5,407,747	4,027,977	4,015,694	5,420,030	4,273,417
Landfill closure costs	1,367,903	99,098	-	1,467,001	-
Less deferred amounts:					
Deferred refunding costs	(4,204,005)	-	(683,555)	(3,520,450)	-
Unamortized bond premiums	1,141,121	-	245,263	895,858	-
Unamortized bond discounts	(218,714)	-	(22,985)	(195,729)	-
	<u>278,964,750</u>	<u>24,127,075</u>	<u>19,641,651</u>	<u>283,450,174</u>	<u>24,791,470</u>
Capitalized leases	847,746	-	81,272	766,474	84,911
Subtotal	<u>279,812,496</u>	<u>24,127,075</u>	<u>19,722,923</u>	<u>284,216,648</u>	<u>24,876,381</u>
Current Portion	<u>(19,869,106)</u>	<u>-</u>	<u>5,007,275</u>	<u>(24,876,381)</u>	<u>-</u>
Business-type activities					
Long-term obligations	<u>\$ 259,943,390</u>	<u>\$ 24,127,075</u>	<u>\$ 24,730,198</u>	<u>\$ 259,340,267</u>	<u>\$ 24,876,381</u>

Total interest cost incurred for business-type activities for the year ended June 30, 2007 was \$15,125,520, of which \$4,350,098 was capitalized and \$10,775,422 was charged to expense. The sick leave and vacation pay obligations are being liquidated primarily by the following funds: Airport, Refuse Disposal, Housing Authority, Golf Course, Transit, and Parking Facilities.

Airport Revenue Bonds are secured by pledges of net revenues of the airport. Airport Revenue bonds outstanding at June 30, 2007, are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
May 3, 1995 Refunding	\$ 40,700,000	a*	July 1, 2014	100% on any interest payment date
April 3, 1997 Refunding	24,505,000	6.25/6.75%	July 1, 2018	102% beginning July 1, 2007
September 1, 1998 Refunding	33,810,000	3.80/5.00%	July 1, 2019	100% beginning July 1, 2008
May 4, 2000 A	5,500,000	a	July 1, 2020	100% on any interest payment date
May 4, 2000 B	18,100,000	a	July 1, 2020	100% on any interest payment date
August 1, 2001	33,280,000	3.20/4.75%	July 1, 2016	100% beginning July 1, 2012
March 23, 2004 A	19,175,000	1.63/5.11%	July 1, 2018	100% beginning July 1, 2005
March 23, 2004 B	30,000,000	2.0/4.5%	July 1, 2024	100% beginning July 1, 2007
Total Outstanding	<u>205,070,000</u>			
Deferred refunding cost	(3,471,216)			
Unamortized premiums/discounts	574,032			
	<u>\$ 202,172,816</u>			

a – adjustable weekly

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* In connection with the City's Subordinate Series 1995 Bonds relating to the Airport, the City entered into an Interest Rate Swap Agreement (the "Exchange Agreement") dated as of October 1, 1992, with AIG Financial Products Corporation ("AIG-FP"). Under the Exchange Agreement, the City is obligated to pay interest at the fixed interest rate of 6.685% per annum and AIG-FP is obligated to make reciprocal floating rate payments equal to the interest rate on the Subordinate Series 1995 Bonds, subject to certain conditions. Arrangements made in respect of the Exchange Agreement do not alter the City's obligation to pay principal of and interest on the Subordinate Series 1995 Bonds from net revenues of the Airport and other amounts pledged. The Exchange Agreement does not provide a source of security or other credit for the Subordinate Series 1995 Bonds. The City's obligations under the Exchange Agreement to make monthly fixed rate of payments to AIG-FP are on a parity with the City's obligations to pay principal of and interest on the Subordinate Series 1995 Bonds. Under certain limited circumstances, the Exchange Agreement may be terminated prior to maturity of the Subordinate Series 1995 Bonds. If the Exchange Agreement is terminated under certain market conditions, the City may owe a termination payment to AIG-FP payable from net revenues of the Airport. As of June 30, 2007, the estimated mark-to-market value of the Exchange Agreement is as follows:

<u>Ref No.</u>	<u>Trade Date</u>	<u>Maturity Date</u>	<u>Notional</u>	<u>With Accruals</u>	<u>Without Accruals**</u>
57927	10/30/92	07/02/14	\$ 40,700,000	\$ 4,217,238	\$ 4,127,627

** The estimated mark-to-market values should not be taken as the price or an indication of the price at which a firm would be prepared to unwind these types of Exchange Agreements or to transact similar types of trades.

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). The Series 2000 bonds mature in staggered amounts beginning July 1, 2001 with final payment due July 1, 2030 and bear a variable interest rate based upon similar tax free obligations (BMA index). At the option of the City, interest is paid on market rates for either daily, weekly, short term, during the year ended, or long-term interest rate periods. Based on interest rate periods, interest is paid no less than monthly or in the case of Long-term periods paid semi annually each July and January. At June 30, 2007 and 2006 interest was being paid monthly. The average interest rate on the Series 2000 bonds for the years ended June 30, 2007 and 2006 was 3.94% and 2.88% respectively. The City has executed a standby bond purchase agreement, which expires July 20, 2014, to provide a liquid facility for the potential repurchase of bonds at the option of the bond owner (at par) as allowed under the terms of the mortgage and indenture of trust. The City has contracted with a remarketing agent to resell bonds purchased pursuant to the standby bond purchase agreement. The Series 2000 bonds are subject to optional and mandatory redemptions generally at par, unless Long-term rates are in effect, as required by the mortgage and indenture of trust commencing July 1, 2001. The Apartments debt in the amount of \$12,880,000 is outstanding at June 30, 2007 and maturities extend through July 1, 2030.

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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, 2007 are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
February 1, 2001	\$ 1,425,000	5.70/6.70%	July 1, 2011	100% beginning July 1, 2007
Unamortized discounts	(2,028)			
	<u>\$ 1,422,972</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, 2007, are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
July 1, 1995	\$ 4,815,000	4.90/5.30%	July 1, 2009	Not callable
February 1, 1998	5,580,000	4.20/5.00%	July 1, 2013	100% July 1, 2007
May 1, 2001 A	1,020,000	4.00/4.10%	July 1, 2008	Not callable
May 1, 2001 B	10,030,000	3.63/5.25%	July 1, 2012	Not callable
Total outstanding	21,445,000			
Deferred refunding costs	(49,234)			
Unamortized premiums	128,125			
Net outstanding	<u>\$ 21,523,891</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, 2007 was \$4,735,627.

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, 2007 was \$5,564,549. 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, 2007 was \$8,263,288. 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 balance due on June 30, 2007 was \$20,000,000.

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 June 30, 2007, the outstanding balance of the revenue bonds was \$705,000 with annual payments required through 2013 and the outstanding balance of the permanent notes was \$6,471,012 with annual payments required through 2017.

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Summary of Annual Debt Service Requirements. The annual debt service requirements on the obligations outstanding at June 30, 2007 are as follows:

Year Ending June 30	Governmental activities		Business-type activities	
	Principal	Interest	Principal	Interest
2008	\$ 76,230,000	\$ 14,958,836	\$ 20,602,964	\$ 12,586,657
2009	36,138,740	13,252,128	21,191,249	11,695,071
2010	34,021,720	11,670,236	25,498,047	10,631,226
2011	33,401,802	10,178,599	25,247,574	9,444,037
2012	31,554,027	8,684,435	25,309,917	8,279,248
2013-2017	76,132,495	28,756,205	110,440,826	24,656,351
2018-2022	27,700,000	19,887,865	35,855,272	6,900,677
2023-2027	12,200,000	14,883,597	14,024,089	1,874,055
2028-2032	18,530,000	10,844,434	1,980,000	78,800
2033-2037	26,300,000	5,193,975	-	-
2038-2042	6,375,000	157,938	-	-
	<u>\$ 378,583,784</u>	<u>\$ 138,468,248</u>	<u>\$ 280,149,938</u>	<u>\$ 86,146,122</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, 2007, the City has set aside an amount of \$1,537,348 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

Revenue bonds of the Albuquerque Bernalillo County Water Utility Authority (Authority) does not constitute debt of the City and are secured by a pledge of net revenues derived from the operations of the Authority's water and sewer system.

The change in the long-term obligations of the Authority for the year ended June 30, 2007, are as follows:

	Outstanding				Payable in one year
	July 1	Increases	Decreases	June 30	
Parity obligations:					
Revenue bonds	\$ 285,680,000	133,390,000	36,605,000	382,465,000	30,170,000
Loan agreements – NMFA	136,164,174	-	3,918,434	132,245,740	3,567,462
Subordinate obligations:					
Loan agreements - NMED	23,547,622	-	3,264,658	20,282,964	380,129
Water rights contract	18,380,662	-	841,359	17,539,303	866,987
Accrued vacation and sick leave payable	2,565,378	2,783,100	2,626,862	2,721,616	2,177,292
Less deferred amounts:					
Unamort. bond discounts	(2,275,500)	-	(1,499,271)	(776,229)	-
Unamort. bond premiums	6,930,313	3,354,412	1,336,780	8,947,945	-
Bond refunding costs	(1,121,474)	-	(355,831)	(765,643)	-
	\$ 469,871,175	\$ 139,527,512	\$ 46,737,991	\$ 562,660,696	\$ 37,161,870
Current portion of long term obligations	(37,790,196)	-	(628,326)	(37,161,870)	-
Total long term obligations	\$ <u>432,080,979</u>	\$ <u>139,527,512</u>	\$ <u>46,109,665</u>	\$ <u>525,498,826</u>	\$ <u>37,161,870</u>

Authority Revenue Bonds 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 met those requirements at the end of the fiscal year.

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, 2007, was \$17,539,303.

The annual debt service requirements on the revenue bonds, loan agreements and the water rights contract payable outstanding of the Authority at June 30, 2007, are as follows:

Year Ending June 30	Principal	Interest
2008	\$ 34,984,578	\$ 22,278,071
2009	37,797,259	21,684,966
2010	37,066,268	20,398,700
2011	33,582,382	18,784,111
2012	35,662,687	17,343,857
2013-2017	140,797,887	67,663,385
2018-2022	132,366,616	38,318,158
2023-2027	100,275,330	10,495,150
	\$ <u>552,533,007</u>	\$ <u>216,966,398</u>

CITY OF ALBUQUERQUE, NEW MEXICO
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H. Demand bonds

Included in long-term debt obligations (Note G.) is \$97,480,000 of various demand bonds, the proceeds of which were used to (a) provide funds for certain capital improvements, (b) establish bond reserve funds in accordance with the trust agreements, (c) establish a construction period interest account, and (d) pay costs incurred to issue the bonds. The bonds are included in the summary of annual debt service requirements in Note G assuming retirement in accordance with the related mandatory sinking fund redemption requirements.

The holders of the bonds may demand payment at a price equal to principal plus accrued interest upon delivery to the City's remarketing agent. The remarketing agents are authorized to use their best efforts to sell the repurchased bonds at a price equal to 100% of the principal amount by adjusting the interest rate. If a remarketing agent is unable to resell any tendered bonds, the City has a non-cancelable "take out" agreement that would be exercised. The City is required to pay an annual fee for the "take out" agreements. The remarketing agent receives a fee for their services.

At June 30, 2007, no amounts were drawn on the "take out" agreements, which are as follows:

Airport Subordinate Lien Adjustable Tender Refunding Revenue Bonds May 3, 1995

Remarketing Agent	Citigroup
Terms of "Take-Out" Agreement:	
Purchaser	Depfa Bank
Method of Purchase	Direct Pay Letter of Credit
Expiration Date	July 1, 2014
Annual Fee	0.25% on the stated amount of the letter of credit
Stated Amount at Time of Issuance	\$67,963,699 (Principal outstanding plus 35 days of interest at 15%)
Bonds Outstanding at 6/30/2007	\$40,700,000
Annual Debt Service Requirements*	Range of payment is from \$5,247,240 to \$6,824,955

Airport Subordinate Lien Adjustable Rate Revenue Bonds, Series 2000 A & B May 4, 2000

Remarketing Agent	Dain Rauscher, Inc.
Insured by	Ambac Assurance Inc.
Terms of "Take-Out" Agreement:	
Purchaser	JP Morgan Chase Bank, N.A.
Method of Purchase	Liquidity Facility
Expiration Date	May 3, 2010
Annual Fee	0.175% on the stated amount of the liquidity facility
Stated Amount at Time of Issuance	\$47,858,193 (Principal outstanding plus 35 days of interest at 12% for 2000A and 15% for Series 2000B)
Bonds Outstanding at 6/30/2007	\$23,600,000
Annual Debt Service Requirements	Range of payment is from \$464,090 to \$3,563,230

Variable Rate Taxable Gross Receipts Tax Improvement Bonds, Series 2000A, January 20, 2000

Remarketing Agent	Dain Rauscher, Inc.
Insured by	MBIA Insurance Corporation
Terms of "Take-Out" Agreement:	
Purchaser	Bank of America, N.A.
Method of Purchase	Liquidity Facility
Expiration Date	January 20, 2014
Annual Fee	0.14% on the stated amount of the liquidity facility
Stated Amount at Time of Issuance	\$27,733,333 (Principal outstanding plus 200 days of interest at 15%)
Bonds Outstanding at 6/30/2007	\$20,300,000
Annual Debt Service Requirements*	Range of payment is from \$2,568,875 to \$3,419,350

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Affordable Housing Projects Refunding Revenue Bonds, Series 2000, July 1, 2000

Remarketing Agent	Capmark Securities, Inc.
Insured by	MBIA Insurance Corporation
Terms of "Take-Out" Agreement:	
Purchaser	Bank of America, N.A.
Method of Purchase	Liquidity Facility
Expiration Date	July 20, 2010
Annual Fee	0.125% on the stated amount of the liquidity facility
Stated Amount at Time of Issuance	\$16,085,333 (Principal outstanding plus 200 days of interest at 12%)
Bonds Outstanding at 6/30/2007	\$12,880,000
Annual Debt Service Requirements*	Range of payment is from \$815,200 to \$1,412,300

* Based on interest rate in effect on June 30, 2007.

I. 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, 2007, is as follows:

Sales Tax Revenue Bonds	<u>\$53,133,489</u>
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J. 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, 2007, there were sixty-one series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the thirty-three series issued after July 1, 1995, is \$736.9 million. The aggregate principal amount payable for the twenty-eight series issued prior to July 1, 1995, could not be determined; however, the original amount issued totaled \$588.1 million.

Metropolitan Redevelopment Bonds. As of June 30, 2007, there were nine series of Metropolitan Redevelopment Bonds outstanding. The aggregate principal amount payable for the three series issued after July 1, 1995, is \$18.5 million. The aggregate principal amount payable for the six series issued prior to July 1, 1995, could not be determined; however, the original amount issued totaled \$24.8 million.

CITY OF ALBUQUERQUE, NEW MEXICO
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K. 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, 2007 is as follows:

	(in thousands of dollars)				
	Golf Course Fund	Apart- ments Fund	Stadium Fund	Housing Fund	Total
CONDENSED STATEMENT OF NET ASSETS					
Assets:					
Current assets	\$ 383	\$ 1,811	\$ 1,078	\$ 15,310	\$ 18,582
Restricted assets	81	1,453	54	397	1,985
Capital assets	6,693	13,668	19,440	16,445	56,246
Other assets	19	295	101	-	415
Total assets	7,176	17,227	20,673	32,152	77,228
Liabilities:					
Current liabilities	638	465	929	2,040	4,072
Liabilities payable from restricted assets	-	98	-	356	454
Bonds, notes payable, and other long-term liabilities	1,173	12,580	13,411	682	27,846
Accrued vacation and sick leave	31	-	-	1	32
Advance from other funds	-	-	-	-	-
Total liabilities	1,842	13,143	14,340	3,079	32,404
Net assets:					
Invested in capital assets, net of related debt	5,313	1,384	6,129	15,678	28,504
Net assets restricted for:					
Debt service	28	1,139	54	-	1,221
Construction	29	429	-	-	458
Unrestricted net assets (deficit)	(36)	1,132	150	13,395	14,641
Total net assets	\$ 5,334	\$ 4,084	\$ 6,333	\$ 29,073	\$ 44,824
CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS					
Operating revenues	\$ 3,965	\$ 2,895	\$ 1,645	\$ 1,939	\$ 10,444
Depreciation	(301)	(643)	(1,064)	(1,661)	(3,669)
Other operating expenses	(4,000)	(2,205)	(673)	(6,590)	(13,468)
Operating income (loss)	(336)	47	(92)	(6,312)	(6,693)
Nonoperating revenues (expenses):					
Investment earnings	25	111	22	602	760
Interest and other debt related expenses	(104)	(560)	(776)	(36)	(1,476)
Federal housing grants	-	-	-	25,822	25,822
Housing assistance payments	-	-	-	(19,361)	(19,361)
Other	(10)	277	-	(167)	100
Capital contributions	-	-	363	-	363
Transfers in	-	-	-	-	-
Transfers out	(87)	(47)	-	-	(134)
Change in net assets	(512)	(172)	(483)	548	(619)
Beginning net assets	5,846	4,256	6,816	28,525	45,443
Ending net assets	\$ 5,334	\$ 4,084	\$ 6,333	\$ 29,073	\$ 44,824
CONDENSED STATEMENT OF CASH FLOWS					
Net cash provided (used) by:					
Operating activities	\$ 32	\$ 922	\$ 1,009	\$ (3,331)	\$ (1,368)
Noncapital financing activities	(87)	(47)	-	6,462	6,328
Capital and related financing activities	(370)	(1,160)	(1,127)	(946)	(3,603)
Investing activities	25	110	22	602	759
Net increase (decrease)	(400)	(175)	(96)	2,787	2,116
Beginning cash and cash equivalents	779	3,393	939	12,167	17,278
Ending cash and cash equivalents	\$ 379	\$ 3,218	\$ 843	\$ 14,954	\$ 19,394

The types of services provided by each individual fund are stated below:

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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.

L. Defined benefit pension plan

Substantially all of the City of Albuquerque's full-time employees participate in a defined benefit contributory retirement plan through the Public Employees' Retirement Association (PERA) of the State of New Mexico, a cost-sharing, multiple-employer public employee retirement plan. PERA provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. A publicly available financial report that includes financial statements and required supplementary financial information for PERA can be obtained by correspondence to Comptroller, Public Employees Retirement Association, P.O. Box 2123, Santa Fe, New Mexico, 87504-2123.

Retirement Eligibility. An employee may retire when 25 or more years of service are attained at any age (20 years for Police and Fire) or under the following age options: age 60 with 20 or more years of service, age 61 with 17 or more years of service, age 62 with 14 or more years of service, age 63 with 11 or more years of service, age 64 with 8 or more years of service, or age 65 with 5 or more years of service.

Retirement Benefits. An employee's retirement benefit is based on a formula that considers credit for years of service multiplied by a percentage factor and is then applied against the employee's average highest three-year salary. Retirement benefits are vested upon reaching five years of service. The plan also provides death and disability benefits. Benefits are established by State statute.

Funding Policy. The contribution requirements of plan members and the City are established under Chapter 10, Article 11 NMSA 1978. Covered employees are required by State statute to contribute a percentage of their gross salary; the City of Albuquerque is also required by State statute to contribute a certain percent depending on the type of plan. 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, 2007:

Group Covered	Employee		Employer	
	Percent	Amount	Percent	Amount
General – Management, Blue Collar and White Collar	13.15%	\$ 20,964	9.15%	\$ 14,813
General – Bus Drivers	13.15%	976	9.15%	679
General – Other	7.00%	223	7.00%	258
Security/Animal Control	16.65%	163	16.65%	168
Police	16.30%	7,688	18.50%	9,313
Fire	16.30%	5,283	21.25%	6,931
		\$ 35,297		\$ 32,162

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 employer contribution to PERA for the years ending June 30, 2007, 2006, and 2005 were \$32,162,718, \$32,438,165, and \$30,299,240 respectively.

If a member's employment is terminated before the member is eligible for any other benefits under PERA, the member may receive a refund of the member's contribution and interest accrued based on rates established biannually by the retirement board. The payroll for employees covered by PERA for the year ended June 30, 2007, \$256,972,704; the total payroll for all employees of the City of Albuquerque was \$290,194,007.

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M. Post employment benefits

In addition to providing pension benefits described in Note L, 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.

Life Insurance Benefits. Life insurance benefits authorized by the City's Merit System Ordinance and Personnel Rules and Regulations for eligible employees are reduced by 50%, not to exceed \$25,000, upon retirement. 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 City recognizes the cost of providing the life insurance benefits by charging the insurance premiums to expenditures. The life insurance costs for the fiscal year ended June 30, 2007, were approximately \$215,577. The number of retired employees covered under the life insurance benefit was 3,516 at June 30, 2007, and the amount of life insurance coverage for these retired employees was \$70,578,400.

Retiree Health Care Act Contributions. The Retiree Health Care Act (Act) (Chapter 10, Article 7C NMSA 1978) provides comprehensive core group health insurance for persons who have retired from certain public services in New Mexico. The Retiree Health Care Authority is the administrator of the plan. The purpose is to provide eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance consisting of a plan, or optional plans, of benefits that can be purchased by funds flowing into the Retiree Health Care Fund and by co-payments or out-of-pocket payments of eligible retirees.

Monies flow to the Retiree Health Care Fund on a pay-as-you-go basis from eligible employers and eligible retirees. Eligible employers consist of institutions of higher education, school districts, or other entities participating in the Public School Insurance Authority, state agencies, state courts, magistrate courts, municipalities or counties, which are affiliated under or covered by the Educational Retirement Act, Public Employees Retirement Act, Volunteer Firefighters Retirement Act, Judicial Retirement Act, or the Magistrate Retirement Act.

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 Retiree Health Care Act on the person's behalf, unless that person retires before the employer's NMRHCA effective date, in which event the time period for contributions becomes the time between the employer's effective date and the date of retirement; or (2) retirees defined by the Act who retired prior to July 1, 1990; and former legislators who served at least two years.

Each participating employer makes contributions to the fund in the amount of 1.3 percent of each participating employee's annual salary. Each participating employee contributes to the fund an employee contribution equal to .65 percent of the employee's annual salary. Each participating retiree pays a monthly premium for the medical plus basic life plan and an additional participation fee of five dollars (\$5.00) if the eligible participant retired prior to the employer's NMRHCA effective date or is a former legislator and made no contributions to the plan.

Contributions from participating employers and participating employees become the property of the Retiree Health Care Fund and are not refundable under any circumstances, including termination of employment or termination of the participating employer's operation or participation in the Retiree Health Care Act. The employer, employee, and retiree contributions are required to be remitted to the Retiree Health Care Authority on a monthly basis.

The Retiree Health Care Authority issues a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the Retiree Health Care Authority, 4308 Carlisle Blvd, NE, Suite 104, Albuquerque, New Mexico 87109.

The City of Albuquerque remitted \$3,340,645 in employer contributions and \$1,670,323 in employee contributions in the fiscal year ended June 30, 2007.

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N. 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 \$1,467,001 reported as other liabilities payable from restricted assets at June 30, 2007, represents the cumulative amount reported to date based on the use of 20.1% 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 \$5,501,088 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 2007. The City expects to close the landfill in the year 2037. Actual cost may be higher due to inflation, change in technology, or change in regulations. The City has set aside \$1,927,068 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 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.

O. 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, 2007, 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 pay-outs), 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 grew by \$8,875,559 during Fiscal Year 2007. 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 2007 with \$34,605,686 available in the General Fund balance.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

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 2007 and 2006 were:

	2007	2006
Claims liability at July 1	\$ 50,950,991	\$ 50,378,764
Current year claims and change in estimates	29,078,498	22,684,682
Claims liquidated	(23,023,053)	(22,112,455)
Claims liability at June 30	\$ 57,006,436	\$ 50,950,991
The components of the claims liability at June 30 are:		
Current portion	\$ 21,322,550	\$ 21,916,000
Noncurrent portion	35,683,886	29,034,991
Total claims liability	\$ 57,006,436	\$ 50,950,991

P. 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 memorandum of understanding (MOU) runs through June 30, 2007. On March 21st, 2007 the City and the Authority entered into a new MOU. Effective July 1, 2007, City water and wastewater utility employees will no longer be City employees and all managerial, operations and maintenance responsibilities associated with the utility shall be fully assumed by the Authority; however, the City shall provide 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	\$ 5,111,853
Administrative indirect overhead, including accounting and other central services	7,250,334
Warehouse	2,643,353
Fleet Management Services	1,748,120
Telephone	383,797
Office services and parking	58,186
Total	\$ 17,195,643
The City paid the Authority for water and sewer services in the amount of	\$ 6,657,619

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

Q. 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	\$ 8,358,972
Non-major Government Funds	-
Total Governmental Funds	<u>\$ 8,358,972</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	\$ 52,305,342
Refuse Disposal Fund	3,305,188
Transit Operating Fund	2,344,326
Non-major Business-type Funds	<u>1,355,847</u>
Total Business-type Funds	<u>\$ 59,310,703</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 that may result in requests for reimbursements to granting agencies for expenditures disallowed under the terms of the grants. Based on prior experience, City management believes that such disallowances, if any, will not be material.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007

R. 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 - International Trade	\$ 310,000	\$ 310,040	\$ (40)
General Fund - CIP Library	54,000	55,511	(1,511)
General Fund - Explora	1,500,000	1,502,658	(2,658)
General Fund - Parks and Recreation - Strategic Support	1,073,000	1,093,105	(20,105)
General Fund - Promote Safe Use of Firearms	298,000	317,269	(19,269)
General Fund - Quality Recreation	7,220,000	7,304,167	(84,167)
Golf Course Fund	4,739,000	4,751,994	(12,994)

S. 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 allocated to the Housing Authority held by City Treasury, timing differences for the accrual of expenses paid by the City General Fund on behalf of the Housing Authority, adjustments made to the financial statements to reconcile beginning net assets and accrued compensated absences, and immaterial passed adjustments that were recognized as current year activity in the financial statements to agree with those that had already been recorded on the Housing Authority's books in prior years. Reconciliations of the net asset balances and change in net assets are as follows:

Reconciliation of the Change in Net Assets:

Change in Net Assets per FDS	\$1,038,289
Current year change in market value of pooled cash and investments	1,814
Adjustment to reconcile accrued compensated absences	7,935
Additional expenses accrued by City general fund	(114,540)
Passed adjustments in financial statements	(385,108)
Change in Net Assets per Financial Statements	<u>\$548,390</u>

Reconciliation of Ending Net Assets:

Ending Net Assets per FDS	\$29,184,280
Cumulative changes in market value of pooled cash and investments	(542)
Adjustments to reconcile beginning net assets	(3,694)
Adjustment to reconcile accrued compensated absences	7,935
Additional expenses accrued by City general fund	(114,540)
Rounding	4
Change in Net Assets per Financial Statements	<u>\$29,073,443</u>

V. Significant effects of subsequent events

Aviation

The City has authorized in October 2006 its Third Lien Airport Revenue Commercial Papers Note Series A, B and C. It is anticipated that the notes will be issued in early Spring/Summer of 2008.

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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes:				
Current property taxes	\$ 72,610,000	\$ 72,610,000	\$ 76,052,124	\$ 3,442,124
Delinquent property taxes	2,544,000	2,544,000	1,696,936	(847,064)
Interest:				
Interest on investments	1,056,000	1,056,000	1,333,943	277,943
Total revenues	<u>76,210,000</u>	<u>76,210,000</u>	<u>79,083,003</u>	<u>2,873,003</u>
Expenditures:				
Debt service:				
Principal	65,890,000	71,270,000	71,270,000	-
Interest	11,462,000	8,844,000	8,869,510	(25,510)
Commitment and other fees	100,000	1,000,000	782,037	217,963
Total expenditures	<u>77,452,000</u>	<u>81,114,000</u>	<u>80,921,547</u>	<u>192,453</u>
Excess (deficiency) of revenues over expenditures	<u>(1,242,000)</u>	<u>(4,904,000)</u>	<u>(1,838,544)</u>	<u>3,065,456</u>
Net change in fund balance	(1,242,000)	(4,904,000)	(1,838,544)	3,065,456
Fund balance, July 1	<u>9,977,112</u>	<u>9,977,112</u>	<u>9,977,112</u>	<u>-</u>
Fund balance, June 30	<u>\$ 8,735,112</u>	<u>\$ 5,073,112</u>	<u>\$ 8,138,568</u>	<u>\$ 3,065,456</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, 2007

	Police Facilities	Fire Protection	Public Libraries	Storm Sewer
Revenues:				
Taxes				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental:				
Grants:				
Federal Highway Administration	-	-	-	-
State Department of Energy and Minerals	-	-	-	-
State Highway Department	-	-	-	561
State Agency of Aging	-	-	-	-
State NM Library	-	-	771,780	-
State Dept of Finance & Administration	112,077	4,505	465,401	2,086,598
NM Dept of Public Safety	-	-	-	-
Total intergovernmental	<u>112,077</u>	<u>4,505</u>	<u>1,237,181</u>	<u>2,087,159</u>
Interest on investments	<u>100,776</u>	<u>286,278</u>	<u>165,364</u>	<u>308,238</u>
Miscellaneous:				
Sales of real property	-	76,628	-	-
Contributions in aid of construction	-	600,524	-	1,031,918
Other revenue (expenditure)	-	318,574	(7,218)	-
Total miscellaneous	<u>-</u>	<u>995,726</u>	<u>(7,218)</u>	<u>1,031,918</u>
Total revenues	<u>212,853</u>	<u>1,286,509</u>	<u>1,395,327</u>	<u>3,427,315</u>
Expenditures:				
Capital outlay	2,211,190	16,222,622	2,573,653	16,130,589
Total expenditures	<u>2,211,190</u>	<u>16,222,622</u>	<u>2,573,653</u>	<u>16,130,589</u>
Excess (deficiency) of revenues over expenditures	<u>(1,998,337)</u>	<u>(14,936,113)</u>	<u>(1,178,326)</u>	<u>(12,703,274)</u>
Other financing sources (uses):				
Transfers in from other funds	1,111,882	6,046,000	-	3,124,000
Transfers out to other funds	-	-	(877,458)	-
Internal transfers in (out)	(18,717)	545,203	(103,362)	18,920
Proceeds of notes payable and bonds issued	2,700,000	8,277,000	2,960,500	600,000
Total other financing sources (uses)	<u>3,793,165</u>	<u>14,868,203</u>	<u>1,979,680</u>	<u>3,742,920</u>
Net change in fund balances	1,794,828	(67,910)	801,354	(8,960,354)
Fund balances, July 1	<u>1,451,731</u>	<u>14,670,423</u>	<u>6,017,023</u>	<u>6,596,334</u>
Fund balances (deficit), June 30	<u>\$ 3,246,559</u>	<u>\$ 14,602,513</u>	<u>\$ 6,818,377</u>	<u>\$ (2,364,020)</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, 2007

Street Improvements	Parks and Recreation	Open Space	Convention Center	Community Services Building	Rio Grande Zoo
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,513,972	-	-	-	-	-
-	1,402,268	-	-	-	-
16,449,530	142,396	-	-	-	144,689
-	-	-	-	35,121	-
-	-	-	-	-	-
540,993	6,092,290	87,365	-	1,538,911	22,110
-	-	-	-	-	-
<u>18,504,495</u>	<u>7,636,954</u>	<u>87,365</u>	<u>-</u>	<u>1,574,032</u>	<u>166,799</u>
<u>1,126,559</u>	<u>478,315</u>	<u>48,259</u>	<u>(954)</u>	<u>3,371</u>	<u>(110,843)</u>
(8,968)	(494,472)	-	-	-	-
873,590	139,856	-	-	-	-
(65,634)	67,399	-	-	-	78,672
<u>798,988</u>	<u>(287,217)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>78,672</u>
<u>20,430,042</u>	<u>7,828,052</u>	<u>135,624</u>	<u>(954)</u>	<u>1,577,403</u>	<u>134,628</u>
41,186,893	29,143,807	854,609	-	1,689,326	2,400,002
<u>41,186,893</u>	<u>29,143,807</u>	<u>854,609</u>	<u>-</u>	<u>1,689,326</u>	<u>2,400,002</u>
<u>(20,756,851)</u>	<u>(21,315,755)</u>	<u>(718,985)</u>	<u>(954)</u>	<u>(111,923)</u>	<u>(2,265,374)</u>
2,194,000	5,335,000	-	-	-	664,730
-	-	-	-	-	-
(609,351)	(60,799)	-	-	82,664	(4,816)
-	9,020,000	-	-	-	1,200,000
<u>1,584,649</u>	<u>14,294,201</u>	<u>-</u>	<u>-</u>	<u>82,664</u>	<u>1,859,914</u>
(19,172,202)	(7,021,554)	(718,985)	(954)	(29,259)	(405,460)
<u>39,796,237</u>	<u>22,955,427</u>	<u>1,619,391</u>	<u>13,303</u>	<u>(118,247)</u>	<u>(317,075)</u>
<u>\$ 20,624,035</u>	<u>\$ 15,933,873</u>	<u>\$ 900,406</u>	<u>\$ 12,349</u>	<u>\$ (147,506)</u>	<u>\$ (722,535)</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, 2007

	Senior Citizens Facility	Museum	Transit	Miscellaneous Capital Projects
Revenues:				
Taxes				
Franchise taxes	\$ -	\$ -	\$ -	\$ 529,778
Intergovernmental:				
Grants:				
Federal Highway Administration	-	-	-	-
State Department of Energy and Minerals	-	-	-	2,965
State Highway Department	-	-	4,081,717	-
State Agency of Aging	922,161	-	-	-
State NM Library	-	32	-	-
State Dept of Finance & Administration	13,980	863,966	-	4,786
NM Dept of Public Safety	-	-	-	(35,483)
Total intergovernmental	<u>936,141</u>	<u>863,998</u>	<u>4,081,717</u>	<u>(27,732)</u>
Interest on investments	<u>156,719</u>	<u>154,435</u>	<u>46,088</u>	<u>168,173</u>
Miscellaneous:				
Sales of real property	-	-	-	-
Contributions in aid of construction	-	-	-	-
Other	-	136,576	-	434,253
Total miscellaneous	<u>-</u>	<u>136,576</u>	<u>-</u>	<u>434,253</u>
Total revenues	<u>1,092,860</u>	<u>1,155,009</u>	<u>4,127,805</u>	<u>1,104,472</u>
Expenditures:				
Capital outlay	1,596,723	1,428,130	3,592,570	565,038
Total expenditures	<u>1,596,723</u>	<u>1,428,130</u>	<u>3,592,570</u>	<u>565,038</u>
Excess (deficiency) of revenues over expenditures	<u>(503,863)</u>	<u>(273,121)</u>	<u>535,235</u>	<u>539,434</u>
Other financing sources (uses):				
Transfers in from other funds	-	520,270	-	-
Transfers out to other funds	-	-	-	-
Internal transfers in (out)	(82,664)	(16,013)	(32,242)	224,005
Proceeds of notes payable and bonds issued	-	-	-	-
Total other financing sources (uses)	<u>(82,664)</u>	<u>504,257</u>	<u>(32,242)</u>	<u>224,005</u>
Net change in fund balances	(586,527)	231,136	502,993	763,439
Fund balances (deficit), July 1	<u>2,006,118</u>	<u>3,025,014</u>	<u>2,116,529</u>	<u>(1,602,670)</u>
Fund balances (deficit), June 30	<u>\$ 1,419,591</u>	<u>\$ 3,256,150</u>	<u>\$ 2,619,522</u>	<u>\$ (839,231)</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, 2007

Environmental Improvements	Facilities and Equipment	City Building	Bosque	Total
\$ -	\$ -	\$ -	\$ -	\$ 529,778
-	-	-	-	1,513,972
-	(4,440)	100,000	(352)	1,500,441
-	18,021	-	353	20,837,267
-	-	-	-	957,282
-	-	-	-	771,812
639,245	-	183,872	2,750	12,658,849
-	-	-	-	(35,483)
<u>639,245</u>	<u>13,581</u>	<u>283,872</u>	<u>2,751</u>	<u>38,204,140</u>
<u>3,224</u>	<u>303,300</u>	<u>64,008</u>	<u>159</u>	<u>3,301,469</u>
-	494,472	-	-	67,660
-	269,563	-	-	2,915,451
7,100	7,218	-	-	976,940
<u>7,100</u>	<u>771,253</u>	<u>-</u>	<u>-</u>	<u>3,960,051</u>
<u>649,569</u>	<u>1,088,134</u>	<u>347,880</u>	<u>2,910</u>	<u>45,995,438</u>
634,035	6,751,299	190,495	21,636	127,192,617
<u>634,035</u>	<u>6,751,299</u>	<u>190,495</u>	<u>21,636</u>	<u>127,192,617</u>
15,534	(5,663,165)	157,385	(18,726)	(81,197,179)
-	1,609,000	-	-	20,604,882
-	-	-	-	(877,458)
-	293,986	(236,814)	-	-
-	13,908,500	(2,666,000)	-	36,000,000
<u>-</u>	<u>15,811,486</u>	<u>(2,902,814)</u>	<u>-</u>	<u>55,727,424</u>
15,534	10,148,321	(2,745,429)	(18,726)	(25,469,755)
<u>343,171</u>	<u>8,436,420</u>	<u>3,413,548</u>	<u>53,029</u>	<u>110,475,706</u>
<u>\$ 358,705</u>	<u>\$ 18,584,741</u>	<u>\$ 668,119</u>	<u>\$ 34,303</u>	<u>\$ 85,005,951</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE -
CAPITAL ACQUISITION FUND
Year Ended June 30, 2007

	Total Project Budget	Prior Years' Actual	Project Budget Remaining July 1, 2006	Current Year Actual	Project Budget Remaining June 30, 2007
<u>Capital Acquisition Fund</u>					
Capital Outlay and Other:					
Bosque	\$ 1,069,799	\$ 1,016,971	\$ 52,828	\$ 21,635	\$ 31,193
City building	5,353,475	3,145,700	2,207,775	190,498	2,017,277
Community services building	14,223,368	4,270,963	9,952,405	1,689,326	8,263,079
Convention Center	7,050,079	7,047,689	2,390	-	2,390
Environmental improvements	3,976,902	2,479,576	1,497,326	634,035	863,291
Facilities and Equipment	73,744,634	48,538,691	25,205,943	6,751,299	18,454,644
Fire protection	64,459,384	6,396,546	58,062,838	16,222,622	41,840,216
Libraries	24,962,027	13,585,681	11,376,346	2,573,653	8,802,693
Miscellaneous capital projects	7,127,044	40,587,939	(33,460,895)	565,039	(34,025,934)
Museum	46,068,461	32,633,161	13,435,300	1,428,130	12,007,170
Open Space	7,542,061	4,254,578	3,287,483	854,609	2,432,874
Parks and recreation	204,473,978	176,182,271	28,291,707	29,143,807	(852,100)
Police facilities	31,823,576	22,771,647	9,051,929	2,211,190	6,840,739
Rio Grande Zoo	9,872,052	10,187,495	(315,443)	2,400,002	(2,715,445)
Senior citizens facility	32,407,178	37,422,118	(5,014,940)	1,596,723	(6,611,663)
Storm Sewer	69,484,982	62,010,907	7,474,075	16,130,589	(8,656,514)
Street improvements	252,599,644	193,300,476	59,299,168	41,186,893	18,112,275
Transit	15,471,567	8,544,604	6,926,963	3,592,570	3,334,393
	<u>\$ 871,710,211</u>	<u>\$ 674,377,013</u>	<u>\$ 197,333,198</u>	<u>\$ 127,192,620</u>	<u>\$ 70,140,578</u>
Total Capital Acquisition Fund	<u>\$ 871,710,211</u>	<u>\$ 674,377,013</u>	<u>\$ 197,333,198</u>	<u>\$ 127,192,620</u>	<u>\$ 70,140,578</u>

CITY OF ALBUQUERQUE, NEW MEXICO

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)
- 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/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)

CITY OF ALBUQUERQUE, NEW MEXICO

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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.

INFRASTRUCTURE TAX FUND—To account for capital projects for which financing is provided by the municipal infrastructure 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.

CITY/COUNTY BUILDING DEBT SERVICE FUND—To accumulate monies for payment of principal and interest of revenue bonds issued to finance construction of the joint City/County office building and secured by the City's Gross Receipts 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.

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.

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2007

	Special Revenue						CULTURE AND RECREATION PROJECTS
	COMMUNITY DEVELOPMENT	FIRE	RECREATION	LODGERS' TAX	HOSPITALITY TAX	RECREATION PROJECTS	
ASSETS							
Cash, investments and accrued interest	\$ -	\$ 294,995	\$ 140	\$ 1,499,826	\$ 388,841	\$ 2,113,877	
Cash with fiscal agents	-	-	-	-	-	-	
Investments with fiscal agents	-	-	-	-	-	-	
Receivables, net of allowance for uncollectible:							
Taxes	-	-	-	1,940,869	384,658	-	
Accounts	-	-	-	-	-	-	
Rehabilitation loans	2,008,761	-	-	-	-	-	
Notes	-	-	-	-	-	-	
Developer loans	-	-	-	-	-	-	
Special Assessments	-	-	-	-	-	-	
Real estate contracts receivable	-	-	-	-	-	-	
Due from other governments	1,098,854	-	38,233	-	-	-	
Advances to other funds	-	-	-	-	-	-	
Land held for resale	-	-	-	-	-	-	
Total assets	\$ 3,107,615	\$ 294,995	\$ 38,373	\$ 3,440,695	\$ 773,499	\$ 2,113,877	
LIABILITIES							
Accounts payable	\$ 272,193	\$ 44,712	\$ -	\$ -	\$ 66,089	\$ 35,601	
Contracts and retainage payable	-	-	-	-	-	-	
Accrued employee compensation and benefits	22,570	-	-	-	-	-	
Due to other funds	801,429	-	-	-	-	-	
Due to other governments	-	-	-	-	-	-	
Deferred revenues	2,008,762	-	18,507	940,443	184,573	-	
Deposits	-	-	-	-	-	-	
Matured bonds payable	-	-	-	-	-	-	
Matured interest payable	-	-	-	-	-	-	
Total liabilities	\$ 3,104,954	\$ 44,712	\$ 18,507	\$ 940,443	\$ 250,662	\$ 35,601	
FUND BALANCES							
Reserved for:							
Encumbrances	-	-	-	-	-	-	
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	2,661	250,283	19,866	2,500,252	522,837	2,078,276	
Total fund balances	2,661	250,283	19,866	2,500,252	522,837	2,078,276	
Total liabilities and fund balances	\$ 3,107,615	\$ 294,995	\$ 38,373	\$ 3,440,695	\$ 773,499	\$ 2,113,877	

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, 2007

	Special Revenue					CORRECTIONS AND DETENTION
	OPEN AND ETHICAL ELECTIONS	ALBUQUERQUE BIOLOGICAL PARKS PROJECTS	CITY HOUSING	AIR QUALITY	HEART ORDINANCE	
ASSETS						
Cash, investments and accrued interest	\$ 286,404	\$ 217,887	\$ 10,547,445	\$ 1,270,444	\$ -	\$ 1,259,288
Cash with fiscal agents	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes	-	-	-	-	-	-
Accounts	-	-	-	125,347	-	-
Rehabilitation loans	-	-	-	-	-	-
Notes	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Total assets	\$ 286,404	\$ 217,887	\$ 10,547,445	\$ 1,395,791	\$ -	\$ 1,259,288
LIABILITIES						
Accounts payable	\$ 700	\$ 95,786	\$ 201,787	\$ 26,038	\$ -	\$ (333)
Contracts and retainage payable	-	-	-	-	-	-
Accrued employee compensation and benefits	-	-	339	46,516	-	-
Due to other funds	-	-	-	-	12,146	-
Due to other governments	-	-	-	-	-	1,259,621
Deferred revenues	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Matured bonds payable	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
Total liabilities	700	95,786	202,126	72,554	12,146	1,259,288
FUND BALANCES						
Reserved for:						
Encumbrances	-	-	-	41,883	-	-
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	285,704	122,101	10,345,319	1,281,354	(12,146)	-
	285,704	122,101	10,345,319	1,323,237	(12,146)	-
Total fund balances	285,704	122,101	10,345,319	1,323,237	(12,146)	-
Total liabilities and fund balances	\$ 286,404	\$ 217,887	\$ 10,547,445	\$ 1,395,791	\$ -	\$ 1,259,288

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, 2007

	Special Revenue						CITY / COUNTY PROJECTS
	OPERATING GRANTS	METROPOLITAN REDEVELOPMENT	HOUSING AND NEIGHBORHOOD ECONOMIC DEVELOPMENT	LAW ENFORCEMENT PROTECTION	GAS TAX ROAD		
ASSETS							
Cash, investments and accrued interest	\$ 3,868,723	\$ 5,022,445	\$ 5,884,990	\$ 2,197,184	\$ 1,063,038	\$	78,444
Cash with fiscal agents	-	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:							
Taxes	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	-	-
Rehabilitation loans	541,645	-	-	-	-	-	-
Notes	-	-	15,272	-	-	-	-
Developer loans	338,838	1,270,820	2,881,002	-	-	-	-
Special Assessments	-	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-	-
Due from other governments	6,142,728	-	-	-	886,678	-	-
Advances to other funds	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-
Total assets	\$ 10,891,934	\$ 6,293,265	\$ 8,781,264	\$ 2,197,184	\$ 1,949,716	\$	78,444
LIABILITIES							
Accounts payable	\$ 1,541,823	\$ 24,065	\$ 429,367	\$ 98,740	\$ 37,161	\$	-
Contracts and retainage payable	-	-	-	-	-	-	-
Accrued employee compensation and benefits	247,895	-	1,256	5,375	66,123	-	-
Due to other funds	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Deferred revenues	2,440,827	1,270,820	2,896,274	-	441,519	-	-
Deposits	-	-	-	-	-	-	-
Matured bonds payable	-	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-	-
Total liabilities	4,230,545	1,294,885	3,326,897	104,115	544,803	-	-
FUND BALANCES							
Reserved for:							
Encumbrances	-	-	-	-	14,189	-	-
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	6,661,389	4,998,380	5,454,367	2,093,069	1,390,724	-	78,444
Total fund balances	6,661,389	4,998,380	5,454,367	2,093,069	1,404,913	\$	78,444
Total liabilities and fund balances	\$ 10,891,934	\$ 6,293,265	\$ 8,781,264	\$ 2,197,184	\$ 1,949,716	\$	78,444

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, 2007

	Special Revenue					SPECIAL REVENUE TOTAL
	FALSE ALARM ENFORCEMENT AND EDUCATION	CITY/COUNTY FACILITIES	PLAZA DEL SOL BUILDING	ACQUISITION & MANAGEMENT OF OPEN SPACE EXPENDITURES	URBAN ENHANCEMENT EXPENDITURES	
ASSETS						
Cash, investments and accrued interest	\$ 476,048	\$ 766,502	\$ 33,797	\$ 2,261,793	\$ 1,871,743	\$ 41,403,854
Cash with fiscal agents	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes	-	-	-	-	-	2,325,527
Accounts	144,675	-	-	-	-	270,022
Rehabilitation loans	-	-	-	-	-	2,550,406
Notes	-	-	-	-	-	15,272
Developer loans	-	-	-	-	-	4,490,660
Special Assessments	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	8,166,493
Advances to other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Total assets	\$ 620,723	\$ 766,502	\$ 33,797	\$ 2,261,793	\$ 1,871,743	\$ 59,222,234
LIABILITIES						
Accounts payable	\$ 4,211	\$ 273,956	\$ 12,402	\$ 78,997	\$ 27,355	\$ 3,270,650
Contracts and retainage payable	-	-	-	-	-	-
Accrued employee compensation and benefits	6,208	17,945	7,256	39,607	-	461,090
Due to other funds	-	-	-	-	-	813,575
Due to other governments	-	-	-	-	-	1,259,621
Deferred revenues	-	-	-	9,637	-	10,211,362
Deposits	-	-	-	-	-	-
Matured bonds payable	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
Total liabilities	\$ 10,419	\$ 291,901	\$ 19,658	\$ 128,241	\$ 27,355	\$ 16,016,298
FUND BALANCES						
Reserved for:						
Encumbrances	-	-	-	-	-	56,072
Acquisition and management of open space land	-	-	-	2,133,552	-	2,133,552
Urban enhancement	-	-	-	-	1,844,388	1,844,388
Land held for resale	-	-	-	-	-	-
Transfer to capital acquisition fund	376,251	-	-	-	-	376,251
Advances to other funds	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Unreserved	234,053	474,601	14,139	-	-	38,795,673
Total fund balances	\$ 610,304	\$ 474,601	\$ 14,139	\$ 2,133,552	\$ 1,844,388	\$ 43,205,936
Total liabilities and fund balances	\$ 620,723	\$ 766,502	\$ 33,797	\$ 2,261,793	\$ 1,871,743	\$ 59,222,234

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, 2007

Capital Projects

	SPECIAL ASSESSMENTS CAPITAL	QUALITY OF LIFE	INFRASTRUCTURE TAX	IMPACT FEES	VEHICLE AND EQUIPMENT REPLACEMENT	CAPITAL PROJECTS TOTAL
ASSETS						
Cash, investments and accrued interest	\$ 7,645,025	\$ 77,901	\$ 39,566,714	\$ 12,156,012	\$ 4,844,669	\$ 64,290,321
Cash with fiscal agents	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes	-	-	6,156,327	-	-	6,156,327
Accounts	-	-	-	-	-	-
Rehabilitation loans	-	-	-	-	-	-
Notes	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Total assets	\$ 7,645,025	\$ 77,901	\$ 45,723,041	\$ 12,156,012	\$ 4,844,669	\$ 70,446,648
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contracts and retainage payable	-	-	2,226,949	-	543	2,227,492
Accrued employee compensation and benefits	-	-	94	42,479	-	42,573
Due to other funds	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-
Deferred revenues	-	-	3,206,307	-	-	3,206,307
Deposits	-	-	-	-	-	-
Matured bonds payable	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
Total liabilities	-	-	\$ 5,433,350	42,479	543	\$ 5,476,372
FUND BALANCES						
Reserved for:						
Encumbrances	-	-	-	-	-	-
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	7,645,025	77,901	40,289,691	12,113,533	4,844,126	64,970,276
Total fund balances	7,645,025	77,901	40,289,691	12,113,533	4,844,126	64,970,276
Total liabilities and fund balances	\$ 7,645,025	\$ 77,901	\$ 45,723,041	\$ 12,156,012	\$ 4,844,669	\$ 70,446,648

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, 2007

Page 6 of 6

	Debt Service				Permanent Funds			TOTAL NONMAJOR GOVERNMENTAL FUNDS
	SALES TAX REFUNDING	CITY COUNTY BUILDING	SPECIAL ASSESSMENTS	DEBT SERVICE TOTAL	ACQUISITION AND MANAGEMENT OF OPEN SPACE	URBAN ENHANCEMENT	PERMANENT FUND TOTAL	
ASSETS								
Cash, investments and accrued interest	\$ 967,003	\$ 55,488	\$ 1,977,432	\$ 2,999,923	\$ 10,977,905	\$ 7,750,725	\$ 18,728,630	\$ 127,422,728
Cash with fiscal agents	6,429,404	1,366,737	1,773,187	9,569,328	-	-	-	9,569,328
Investments with fiscal agents	392,295	-	-	392,295	-	-	-	392,295
Receivables, net of allowance for uncollectible:								
Taxes	-	-	-	-	-	-	-	8,481,854
Accounts	-	-	-	-	-	-	-	270,022
Rehabilitation loans	-	-	-	-	-	-	-	2,550,406
Notes	-	-	-	-	-	-	-	15,272
Developer loans	-	-	-	-	-	-	-	4,490,660
Special Assessments	-	-	6,382,758	6,382,758	-	-	-	6,382,758
Real estate contracts receivable	-	-	-	-	1,313,945	-	1,313,945	1,313,945
Due from other governments	-	-	-	-	-	-	-	8,166,493
Advances to other funds	18,200,000	-	-	18,200,000	-	-	-	18,200,000
Land held for resale	-	-	-	-	4,470,382	-	4,470,382	4,470,382
Total assets	\$ 25,988,702	\$ 1,422,225	\$ 10,133,377	\$ 37,544,304	\$ 16,762,232	\$ 7,750,725	\$ 24,512,957	\$ 191,726,143
LIABILITIES								
Accounts payable	\$ 324	\$ -	\$ 19,719	\$ 20,043	\$ -	\$ -	\$ -	\$ 3,290,693
Contracts and retainage payable	-	-	-	-	-	-	-	2,227,492
Accrued employee compensation and benefits	-	-	-	-	-	-	-	503,663
Due to other funds	-	-	-	-	-	-	-	813,575
Due to other governments	-	-	-	-	-	-	-	1,259,621
Deferred revenues	-	-	6,066,575	6,066,575	1,313,945	-	1,313,945	20,798,189
Deposits	-	-	-	-	196,000	-	196,000	196,000
Matured bonds payable	3,635,000	1,325,000	1,675,779	6,635,779	-	-	-	6,635,779
Matured interest payable	2,859,416	41,737	90,640	2,991,793	-	-	-	2,991,793
Total liabilities	6,494,740	1,366,737	7,852,713	15,714,190	1,509,945	-	1,509,945	38,716,805
FUND BALANCES								
Reserved for:								
Encumbrances	-	229,475	-	229,475	-	-	-	285,547
Acquisition and management of open space land	-	-	-	-	10,781,905	-	10,781,905	12,915,457
Urban enhancement	-	-	-	-	-	7,750,725	7,750,725	9,595,113
Land held for resale	-	-	-	-	4,470,382	-	4,470,382	4,470,382
Transfer to capital acquisition fund	-	-	-	-	-	-	-	376,251
Advances to other funds	18,200,000	-	-	18,200,000	-	-	-	18,200,000
Debt service	1,293,962	(173,987)	2,280,664	3,400,639	-	-	-	3,400,639
Unreserved	-	-	-	-	-	-	-	103,765,949
Total fund balances	19,493,962	55,488	2,280,664	21,830,114	15,252,287	7,750,725	23,003,012	153,009,338
Total liabilities and fund balances	\$ 25,988,702	\$ 1,422,225	\$ 10,133,377	\$ 37,544,304	\$ 16,762,232	\$ 7,750,725	\$ 24,512,957	\$ 191,726,143

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, 2007

	Special Revenue					
	COMMUNITY DEVELOPMENT	FIRE	RECREATION	LODGERS' TAX	HOSPITALITY TAX	CULTURE AND RECREATION PROJECTS
REVENUES						
Taxes:						
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-	-	-
Lodgers' and hospitality taxes	-	-	-	10,797,678	2,162,060	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	5,195,227	1,329,432	232,112	-	-	405,122
Charges for services	-	2,842	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Interest on investments	-	59,401	76	90,934	23,285	93,971
Special assessments	-	-	-	-	-	-
Collections real estate contracts:						
Principal	-	-	-	-	-	-
Miscellaneous	688,046	-	-	-	-	315,448
Total revenues	5,883,273	1,391,675	232,188	10,888,612	2,185,345	814,541
EXPENDITURES						
Current:						
General government	-	-	-	5,574,502	1,091,271	-
Public safety	-	1,242,640	-	-	-	-
Culture and recreation	-	-	-	-	-	542,752
Public works	1,412,395	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health	-	-	-	-	-	-
Human services	1,283,183	-	-	-	-	-
Housing	1,488,598	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-
Capital outlays	1,793,206	-	-	-	-	-
Total expenditures	5,977,382	1,242,640	-	5,574,502	1,091,271	542,752
Excess (deficiency) of revenues over (under) expenditures	(94,109)	149,035	232,188	5,314,110	1,094,074	271,789
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(230,000)	(5,555,000)	(1,091,000)	-
Total other financing sources and (uses)	(94,109)	149,035	2,188	(240,890)	3,074	271,789
Net change in fund balance	96,770	101,248	17,678	2,741,142	519,763	1,806,487
Fund balance, July 1	2,661	250,283	19,866	2,500,252	522,837	2,078,276
Fund balance (deficit), June 30						

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, 2007

	Special Revenue						CORRECTIONS AND DETENTION
	OPEN AND ETHICAL ELECTIONS	ALBUQUERQUE BIOLOGICAL PARKS PROJECTS	CITY HOUSING	AIR QUALITY	HEART ORDINANCE		
REVENUES							
Taxes:	\$	\$	\$	\$	\$	\$	\$
Gross receipts taxes, local option	-	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-	-
Lodgers' and hospitality taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	2,702,000	72,068	-	-
Intergovernmental	-	-	-	-	-	-	336,000
Charges for services	-	230,122	-	-	-	-	(55,418)
Fines and forfeitures	-	-	-	-	-	-	-
Interest on investments	-	35,495	136,643	82,961	-	-	100,526
Special assessments	-	-	-	-	-	-	-
Collections real estate contracts:							
Principal	-	-	-	-	-	-	-
Miscellaneous	13,867	1,741,630	8,849,365	1,504	-	-	17,710
Total revenues	<u>13,867</u>	<u>2,007,247</u>	<u>8,986,008</u>	<u>2,786,465</u>	<u>72,068</u>	<u>72,068</u>	<u>398,818</u>
EXPENDITURES							
Current:							
General government	201,163	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	473,207
Culture and recreation	-	933,178	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health	-	-	-	2,917,730	84,214	-	-
Human services	-	-	-	-	-	-	-
Housing	-	-	263,318	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-	-
Capital outlays	-	-	-	252,204	-	-	-
Total expenditures	<u>201,163</u>	<u>933,178</u>	<u>263,318</u>	<u>3,169,934</u>	<u>84,214</u>	<u>84,214</u>	<u>473,207</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(187,296)</u>	<u>1,074,069</u>	<u>8,722,690</u>	<u>(383,469)</u>	<u>(12,146)</u>	<u>(12,146)</u>	<u>(74,389)</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	473,000	-	47,133	-	-	-	-
Transfers out	-	(1,185,000)	-	-	-	-	(259,771)
Total other financing sources and (uses)	<u>473,000</u>	<u>(1,185,000)</u>	<u>47,133</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(259,771)</u>
Net change in fund balance	285,704	(110,931)	8,769,823	(383,469)	(12,146)	(12,146)	(334,160)
Fund balance, July 1	-	233,032	1,575,496	1,706,706	-	-	334,160
Fund balance (deficit), June 30	<u>\$ 285,704</u>	<u>\$ 122,101</u>	<u>\$ 10,345,319</u>	<u>\$ 1,323,237</u>	<u>\$ (12,146)</u>	<u>\$ (12,146)</u>	<u>\$ -</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, 2007

	Special Revenue						
	OPERATING GRANTS	METROPOLITAN REDEVELOPMENT	HOUSING AND NEIGHBORHOOD ECONOMIC DEVELOPMENT	LAW ENFORCEMENT PROTECTION	GAS TAX ROAD	CITY/COUNTY PROJECTS	
REVENUES							
Taxes:							
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	454,313	-	-	-	-	-
Lodgers' and hospitality taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	24,338,147	-	-	608,200	5,500,513	-	189,665
Charges for services	-	-	-	75,089	-	-	-
Fines and forfeitures	-	-	-	1,521,169	-	-	-
Interest on investments	83,354	285,351	342,799	89,809	11,513	-	18,658
Special assessments	-	-	-	-	-	-	-
Collections real estate contracts:							
Principal	-	-	-	-	-	-	-
Miscellaneous	784,472	318,682	1,091,243	71,919	-	-	-
Total revenues	25,205,973	1,058,346	1,434,042	2,366,186	5,512,026	-	208,323
EXPENDITURES							
Current:							
General government	1,861,998	(49,746)	-	-	-	-	283,059
Public safety	2,968,490	-	-	2,103,043	-	-	-
Culture and recreation	47,738	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Highways and streets	849,674	-	-	-	6,049,418	-	-
Health	2,462,945	-	-	-	-	-	-
Human services	18,276,410	-	-	-	-	-	-
Housing	-	-	3,578,429	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-	-
Capital outlays	1,259,682	70,939	-	-	-	-	-
Total expenditures	27,726,937	21,193	3,578,429	2,103,043	6,049,418	-	283,059
Excess (deficiency) of revenues over (under) expenditures	(2,520,964)	1,037,153	(2,144,387)	263,143	(537,392)	-	(74,736)
OTHER FINANCING SOURCES (USES)							
Transfers in	4,921,974	-	-	569,508	1,222,000	-	-
Transfers out	-	-	-	(155,000)	-	-	(82,000)
Total other financing sources and (uses)	4,921,974	-	-	414,508	1,222,000	-	(82,000)
Net change in fund balance	2,401,010	1,037,153	(2,144,387)	677,651	684,608	-	(156,736)
Fund balance, July 1	4,260,379	3,961,227	7,598,754	1,415,418	720,305	-	235,180
Fund balance (deficit), June 30	\$ 6,661,389	\$ 4,998,380	\$ 5,454,367	\$ 2,093,069	\$ 1,404,913	\$ -	\$ 78,444

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, 2007

	Special Revenue					SPECIAL REVENUE TOTAL
	FALSE ALARM ENFORCEMENT AND EDUCATION	CITY/COUNTY FACILITIES	PLAZA DEL SOL BUILDING	ACQUISITION AND MANAGEMENT OF OPEN SPACE EXPENDITURES	URBAN ENHANCEMENT EXPENDITURES	
REVENUES						
Taxes:	\$	\$	\$	\$	\$	\$
Gross receipts taxes, local option	-	-	-	-	-	454,313
Property taxes	-	-	-	-	-	12,959,738
Lodgers' and hospitality taxes	-	-	-	-	-	2,774,068
Licenses and permits	-	-	-	-	-	37,539,631
Intergovernmental	741,089	4,030,060	1,250,000	76,397	-	6,944,968
Charges for services	-	-	-	-	-	1,521,169
Fines and forfeitures	26,751	11,797	2,905	87,321	86,998	1,670,548
Interest on investments	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Collections real estate contracts:						
Principal	-	-	-	-	-	-
Miscellaneous	-	(100)	-	250	-	13,894,036
Total revenues	<u>767,840</u>	<u>4,041,757</u>	<u>1,252,905</u>	<u>163,968</u>	<u>86,998</u>	<u>77,758,471</u>
EXPENDITURES						
Current:						
General government	368,370	2,855,259	793,293	-	-	12,979,169
Public safety	-	86,000	-	-	-	6,873,380
Culture and recreation	-	-	-	2,639,868	364,637	4,528,173
Public works	-	-	-	-	-	1,412,395
Highways and streets	-	-	-	-	-	6,899,092
Health	-	-	-	-	-	5,464,889
Human services	-	-	-	-	-	19,559,593
Housing	-	-	-	-	-	5,330,345
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-
Capital outlays	-	-	-	-	-	3,376,031
Total expenditures	<u>368,370</u>	<u>2,941,259</u>	<u>793,293</u>	<u>2,639,868</u>	<u>364,637</u>	<u>66,423,067</u>
Excess (deficiency) of revenues over (under) expenditures	<u>399,470</u>	<u>1,100,498</u>	<u>459,612</u>	<u>(2,475,900)</u>	<u>(277,639)</u>	<u>11,335,404</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	3,270,513	364,353	10,868,481
Transfers out	(361,882)	(1,058,000)	(570,000)	-	-	(10,547,653)
Total other financing sources and (uses)	<u>(361,882)</u>	<u>(1,058,000)</u>	<u>(570,000)</u>	<u>3,270,513</u>	<u>364,353</u>	<u>320,828</u>
Net change in fund balance	37,588	42,498	(110,388)	794,613	86,714	11,656,232
Fund balance, July 1	572,716	432,103	124,527	1,338,939	1,757,674	31,549,704
Fund balance (deficit), June 30	<u>\$ 610,304</u>	<u>\$ 474,601</u>	<u>\$ 14,139</u>	<u>\$ 2,133,552</u>	<u>\$ 1,844,388</u>	<u>\$ 43,205,936</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, 2007

	Capital Projects					
	SPECIAL ASSESSMENTS CAPITAL	QUALITY OF LIFE	INFRASTRUCTURE TAX	IMPACT FEES	VEHICLE AND EQUIPMENT REPLACEMENT	CAPITAL PROJECTS TOTAL
REVENUES						
Taxes:						
Gross receipts taxes, local option	\$ -	\$ -	\$ 36,933,250	\$ -	\$ -	\$ 36,933,250
Property taxes	-	-	-	-	-	-
Lodgers' and hospitality taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Interest on investments	350,573	4,596	1,578,240	327,482	260,230	2,521,121
Special assessments	-	-	-	-	-	-
Collections real estate contracts:						
Principal	-	-	-	-	-	-
Miscellaneous	-	-	341,340	8,210,661	446,387	8,998,388
Total revenues	350,573	4,596	38,852,830	8,538,143	706,617	48,452,759
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
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 outlays	-	29,812	19,902,035	242,826	1,163,987	21,338,660
Total expenditures	-	29,812	19,902,035	242,826	1,163,987	21,338,660
Excess (deficiency) of revenues over (under) expenditures	350,573	(25,216)	18,950,795	8,295,317	(457,370)	27,114,099
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	3,778,000	3,778,000
Transfers out	-	-	(7,386,650)	-	-	(7,386,650)
Total other financing sources and (uses)	-	-	(7,386,650)	-	3,778,000	(3,608,650)
Net change in fund balance	350,573	(25,216)	11,564,145	8,295,317	3,320,630	23,505,449
Fund balance, July 1	7,294,452	103,117	28,725,546	3,818,216	1,523,496	41,464,827
Fund balance (deficit), June 30	\$ 7,645,025	\$ 77,901	\$ 40,289,691	\$ 12,113,533	\$ 4,844,126	\$ 64,970,276

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, 2007

	Debt Service				Permanent Funds			TOTAL NONMAJOR GOVERNMENTAL FUNDS
	SALES TAX REFUNDING	CITY COUNTY BUILDING	SPECIAL ASSESSMENT	DEBT SERVICE TOTAL	ACQUISITION AND MANAGEMENT OF OPEN SPACE	URBAN ENHANCEMENT	PERMANENT FUND TOTAL	
REVENUES								
Taxes:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36,933,250
Gross receipts taxes, local option	-	-	-	-	-	-	-	454,313
Property taxes	-	-	-	-	-	-	-	12,959,738
Lodgers' and hospitality taxes	-	-	-	-	-	-	-	2,774,068
Licenses and permits	-	-	-	-	-	-	-	37,539,631
Intergovernmental	-	-	-	-	-	-	-	6,944,968
Charges for services	-	-	-	-	-	-	-	1,521,169
Fines and forfeitures	-	-	-	-	-	-	-	6,981,229
Interest on investments	1,312,220	35,649	135,334	1,483,203	869,672	436,685	1,306,357	2,428,710
Special assessments	-	-	2,428,710	2,428,710	-	-	-	-
Collections real estate contracts:								
Principal	-	-	-	-	829,151	-	829,151	829,151
Miscellaneous	-	-	-	-	61,246	-	61,246	61,246
Total revenues	1,312,220	35,649	2,564,044	3,911,913	1,760,069	436,685	2,196,754	132,319,897
EXPENDITURES								
Current:								
General government	-	-	-	-	-	-	-	12,979,169
Public safety	-	-	-	-	-	-	-	6,873,380
Culture and recreation	-	-	-	-	824,983	-	824,983	5,353,156
Public works	-	-	-	-	-	-	-	1,412,395
Highways and streets	-	-	-	-	-	-	-	6,899,092
Health	-	-	-	-	-	-	-	5,464,889
Human services	-	-	-	-	-	-	-	19,559,593
Housing	-	-	-	-	-	-	-	5,330,345
Debt service:								
Principal retirement	4,935,000	1,325,000	2,870,357	9,130,357	-	-	-	9,130,357
Interest	6,635,605	83,475	196,777	6,915,857	-	-	-	6,915,857
Fiscal agent fees and other fees	126,367	-	15,505	141,872	-	-	-	141,872
Capital outlays	-	-	-	-	-	-	-	24,714,691
Total expenditures	11,696,972	1,408,475	3,082,639	16,188,086	824,983	-	824,983	104,774,796
Excess (deficiency) of revenues over (under) expenditures	(10,384,752)	(1,372,826)	(518,595)	(12,276,173)	935,086	436,685	1,371,771	27,545,101
OTHER FINANCING SOURCES (USES)								
Transfers in	8,182,000	1,141,000	-	9,323,000	-	-	-	23,969,481
Transfers out	-	-	-	-	(1,612,513)	(364,353)	(1,976,866)	(19,911,169)
Total other financing sources and (uses)	8,182,000	1,141,000	-	9,323,000	(1,612,513)	(364,353)	(1,976,866)	4,058,312
Net change in fund balance	(2,202,752)	(231,826)	(518,595)	(2,953,173)	(677,427)	72,332	(605,095)	31,603,413
Fund balance, July 1	21,696,714	287,314	2,799,259	24,783,287	15,929,714	7,678,393	23,608,107	121,405,925
Fund balance (deficit), June 30	\$ 19,493,962	\$ 55,488	\$ 2,280,664	\$ 21,830,114	\$ 15,252,287	\$ 7,750,725	\$ 23,003,012	\$ 153,009,338

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

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT FUND
Year ended June 30, 2007

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2006</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2007</u>
Revenues:					
Intergovernmental:					
Grants:					
U.S. Dept. of Housing and Urban Development	\$ 42,139,864	\$ 27,730,131	\$ 14,409,733	\$ 5,195,227	\$ 9,214,506
Miscellaneous:					
Rehabilitation loan repayments	2,423,710	1,866,649	557,061	688,046	(130,985)
Other miscellaneous	3,035,874	3,615,630	(579,756)	-	(579,756)
Total miscellaneous	5,459,584	5,482,279	(22,695)	688,046	(710,741)
Total revenues	47,599,448	33,212,410	14,387,038	5,883,273	8,503,765
Expenditures:					
Current:					
Public Works	18,474,109	6,388,118	12,085,991	1,412,395	10,673,596
Human services:					
Mayor's office for senior citizens	1,202,000	1,029,563	172,437	249,880	(77,443)
Community development administration	5,909,679	6,988,849	(1,079,170)	872,755	(1,951,925)
Outside operating agencies	4,744,026	7,018,316	(2,274,290)	160,548	(2,434,838)
Total human services	11,855,705	15,036,728	(3,181,023)	1,283,183	(4,464,206)
Housing	17,445,029	11,858,824	5,586,205	3,281,804	2,304,401
Total expenditures	47,774,843	33,283,670	14,491,173	5,977,382	8,513,791
Deficiency of revenues over expenditures	(175,395)	(71,260)	(104,135)	(94,109)	(10,026)
Other financing sources:					
Operating transfers in	75,868	75,868	-	-	-
Total other financing sources	75,868	75,868	-	-	-
Net change in fund balance	\$ (99,527)	\$ 4,608	\$ (104,135)	\$ (94,109)	\$ (10,026)
Fund balance, July 1				96,770	
Fund balance, June 30				\$ 2,661	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - FIRE FUND
YEAR ENDED JUNE 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Intergovernmental	\$ 1,260,000	\$ 1,320,000	\$ 1,329,432	\$ 9,432
Charges for services	-	-	2,842	2,842
Interest:				
Interest on investments	15,000	50,000	59,401	9,401
 Total revenues	 1,275,000	 1,370,000	 1,391,675	 21,675
Expenditures:				
Current:				
Public safety:				
Fire special improvements	1,350,000	1,608,000	1,242,640	365,360
 Total expenditures	 1,350,000	 1,608,000	 1,242,640	 365,360
 Net change in fund balance	 (75,000)	 (238,000)	 149,035	 387,035
 Fund balance, July 1	 101,248	 101,248	 101,248	 -
 Fund balance, June 30	 \$ 26,248	 \$ (136,752)	 \$ 250,283	 \$ 387,035

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - RECREATION FUND
YEAR ENDED JUNE 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Intergovernmental:				
State cigarette tax	\$ 230,000	\$ 230,000	\$ 232,112	\$ 2,112
Interest:				
Interest on investments	-	-	76	76
Total revenues	230,000	230,000	232,188	2,188
Other financing uses:				
Transfers out	(230,000)	(230,000)	(230,000)	-
Net change in fund balance	-	-	2,188	2,188
Fund balance, July 1	17,678	17,678	17,678	-
Fund balance, June 30	\$ 17,678	\$ 17,678	\$ 19,866	\$ 2,188

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - LODGERS' TAX FUND
Year ended June 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes:				
Lodgers' tax	\$ 9,699,000	\$ 10,900,000	\$ 10,797,678	\$ (102,322)
Interest:				
Interest on investments	9,000	90,000	90,934	934
Total revenues	<u>9,708,000</u>	<u>10,990,000</u>	<u>10,888,612</u>	<u>(101,388)</u>
Expenditures:				
Current:				
General Government:				
Lodger's promotion	<u>5,505,000</u>	<u>5,575,000</u>	<u>5,574,502</u>	<u>498</u>
Excess (deficiency) of revenues over expenditures	<u>4,203,000</u>	<u>5,415,000</u>	<u>5,314,110</u>	<u>(100,890)</u>
Other financing uses:				
Transfer to Sales Tax Debt Service Fund	(5,365,000)	(5,415,000)	(5,415,000)	-
Transfer to the General Fund	<u>(140,000)</u>	<u>(140,000)</u>	<u>(140,000)</u>	<u>-</u>
Total other financing uses:	<u>(5,505,000)</u>	<u>(5,555,000)</u>	<u>(5,555,000)</u>	<u>-</u>
Net change in fund balance	(1,302,000)	(140,000)	(240,890)	(100,890)
Fund balance, July 1	<u>2,741,142</u>	<u>2,741,142</u>	<u>2,741,142</u>	<u>-</u>
Fund balance, June 30	<u>\$ 1,439,142</u>	<u>\$ 2,601,142</u>	<u>\$ 2,500,252</u>	<u>\$ (100,890)</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes:				
Hospitality tax	\$ 1,938,000	\$ 2,160,000	\$ 2,162,060	\$ 2,060
Interest:				
Interest on investments	4,000	20,000	23,285	3,285
Total revenues	<u>1,942,000</u>	<u>2,180,000</u>	<u>2,185,345</u>	<u>5,345</u>
Expenditures:				
Current:				
General government:				
Lodger's promotion	<u>1,091,000</u>	<u>1,092,000</u>	<u>1,091,271</u>	<u>729</u>
Total expenditures	<u>1,091,000</u>	<u>1,092,000</u>	<u>1,091,271</u>	<u>729</u>
Excess of revenues over expenditures	851,000	1,088,000	1,094,074	6,074
Other financing uses:				
Operating transfers out	<u>(1,091,000)</u>	<u>(1,091,000)</u>	<u>(1,091,000)</u>	<u>-</u>
Net change in fund balance	(240,000)	(3,000)	3,074	6,074
Fund balance, July 1	<u>519,763</u>	<u>519,763</u>	<u>519,763</u>	<u>-</u>
Fund balance, June 30	<u>\$ 279,763</u>	<u>\$ 516,763</u>	<u>\$ 522,837</u>	<u>\$ 6,074</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, 2007

	Project Budget	Prior Years' Actual	Project Budget Remaining July 1, 2006	Current Year Actual	Project Budget Remaining June 30, 2007
Revenues:					
Charges for services:					
Culture and recreation:					
Library charges	\$ 290,000	\$ 454,630	\$ (164,630)	\$ 141,875	\$ (306,505)
Museum charges	572,000	594,640	(22,640)	263,247	(285,887)
Other	-	2,248	(2,248)	-	(2,248)
Total charges for services	<u>862,000</u>	<u>1,051,518</u>	<u>(189,518)</u>	<u>405,122</u>	<u>(594,640)</u>
Interest on investments	<u>139,950</u>	<u>226,126</u>	<u>(86,176)</u>	<u>93,971</u>	<u>(180,147)</u>
Other:					
Miscellaneous revenue	2,990,700	2,253,801	736,899	262,221	474,678
Contributions and donations	1,154,100	1,557,535	(403,435)	53,227	(456,662)
Total other revenues	<u>4,144,800</u>	<u>3,811,336</u>	<u>333,464</u>	<u>315,448</u>	<u>18,016</u>
Total revenues	<u>5,146,750</u>	<u>5,088,980</u>	<u>57,770</u>	<u>814,541</u>	<u>(756,771)</u>
Expenditures:					
Current:					
Culture and recreation	<u>5,501,750</u>	<u>3,282,493</u>	<u>2,219,257</u>	<u>542,752</u>	<u>1,676,505</u>
Excess (deficiency) of revenues over expenditures	(355,000)	1,806,487	(2,161,487)	271,789	(2,433,276)
Other financing sources:					
Transfers in	<u>355,000</u>	<u>-</u>	<u>355,000</u>	<u>-</u>	<u>355,000</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 1,806,487</u>	<u>\$ (1,806,487)</u>	271,789	<u>\$ (2,078,276)</u>
Fund balance, July 1				<u>1,806,487</u>	
Fund balance, June 30				<u>\$ 2,078,276</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, 2007

	Project Budget	Prior Years' Actual	Project Budget Remaining June 30, 2006	Current Year Actual	Project Budget Remaining June 30, 2007
Revenues:					
Contributions and Donations	-	-	-	13,867	(13,867)
Total revenues	-	-	-	13,867	(13,867)
Expenditures:					
Current:					
General Government:					
Contractual Services	437,000	-	437,000	164,569	272,431
Interest on investments	-	-	-	594	(594)
Indirect Overhead	36,000	-	36,000	36,000	-
Total expenditures	473,000	-	473,000	201,163	271,837
Deficiency of revenues over expenditures	(473,000)	-	(473,000)	(187,296)	(285,704)
Other financing sources:					
Operating transfers in	473,000	-	473,000	473,000	-
Total other financing sources	473,000	-	473,000	473,000	-
Net change in fund balance	\$ -	\$ -	\$ -	\$ 285,704	\$ (285,704)
Fund balance, July 1				-	
Fund balance, June 30				\$ 285,704	

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, 2007

	Project Budget	Prior Years' Actual	Project Budget Remaining June 30, 2006	Current Year Actual	Project Budget Remaining June 30, 2007
Revenues:					
Charges for services:					
Zoo and park admissions	\$ -	\$ 199,842	\$ (199,842)	\$ 230,122	\$ (429,964)
Collecting trips	50,000	7,602	42,398	-	42,398
Total charges for services	50,000	207,444	(157,444)	230,122	(387,566)
Interest on investments	57,000	72,882	(15,882)	35,495	(51,377)
Other:					
Miscellaneous revenue	1,706,000	46,640	1,659,360	(236)	1,659,596
Contributions and donations	6,793,255	6,478,588	314,667	1,736,237	(1,421,570)
Sales of other property	100,000	162,698	(62,698)	5,629	(68,327)
Total other	8,599,255	6,687,926	1,911,329	1,741,630	169,699
Total revenues	8,706,255	6,968,252	1,738,003	2,007,247	(269,244)
Expenditures:					
Current:					
Culture and recreation	7,521,255	6,735,220	786,035	933,178	(147,143)
Total Expenditures	7,521,255	6,735,220	786,035	933,178	(147,143)
Excess (deficiency) of revenues over expenditures	1,185,000	233,032	951,968	1,074,069	(122,101)
Other financing uses:					
Transfers to capital acquisitions	(1,185,000)	-	(1,185,000)	(1,185,000)	-
Total other financing uses	(1,185,000)	-	(1,185,000)	(1,185,000)	-
Net change in fund balance	\$ -	\$ 233,032	\$ (233,032)	(110,931)	\$ (122,101)
Fund balance, July 1				233,032	
Fund balance, June 30				\$ 122,101	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CITY HOUSING FUND
YEAR ENDED JUNE 30, 2007

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2006</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2007</u>
Revenues:					
Interest:					
Interest on investments	\$ 1,546,639	\$ 490,087	\$ 1,056,552	\$ 136,643	\$ 919,909
Miscellaneous:					
Refund of excess of mortgage holders payments over CMO bond debt service	1,894,064	1,090,137	803,927	-	803,927
Affordable Housing Trust Fund	1,000,000	1,427,691	(427,691)	-	(427,691)
FCSD Property Management Trust - NM Bank & Trust	-	47,117	(47,117)	-	(47,117)
CMO bonds project reimbursement	2,807,026	4,919,949	(2,112,923)	8,849,365	(10,962,288)
 Total revenues	 <u>7,247,729</u>	 <u>7,974,981</u>	 <u>(727,252)</u>	 <u>8,986,008</u>	 <u>(9,713,260)</u>
Expenditures:					
Current:					
Housing	6,482,032	5,788,568	693,464	263,318	430,146
Excess (deficiency) of revenues over expenditures	<u>765,697</u>	<u>2,186,413</u>	<u>(1,420,716)</u>	<u>8,722,690</u>	<u>(10,143,406)</u>
Other financing sources (uses):					
Operating transfers in (out)	<u>(765,697)</u>	<u>(832,469)</u>	<u>66,772</u>	<u>47,133</u>	<u>19,639</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 1,353,944</u>	<u>\$ (1,353,944)</u>	8,769,823	<u>\$ (10,123,767)</u>
Fund balance, July 1				<u>1,575,496</u>	
Fund balance, June 30				<u>\$ 10,345,319</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Licenses and permits:				
Authorized vehicle inspection fees	\$ 25,000	\$ 25,000	\$ 26,850	\$ 1,850
Certified vehicle inspection fees	10,000	10,000	14,585	4,585
Certified vehicle paper sales	1,250,000	1,250,000	1,346,858	96,858
Dust permits	400,000	400,000	315,632	(84,368)
Title V operating permits	890,000	890,000	896,296	6,296
Asbestos notification	30,000	30,000	101,779	71,779
Total licenses and permits	<u>2,605,000</u>	<u>2,605,000</u>	<u>2,702,000</u>	<u>97,000</u>
Interest:				
Interest on investments	-	-	82,961	82,961
Miscellaneous	<u>-</u>	<u>-</u>	<u>1,504</u>	<u>1,504</u>
Total revenues	<u>2,605,000</u>	<u>2,605,000</u>	<u>2,786,465</u>	<u>181,465</u>
Expenditures:				
Environmental Health:				
Title V operating permits	1,785,000	2,180,000	1,789,067	390,933
Vehicle inspections	1,339,000	1,424,000	1,254,268	169,732
Indirect overhead	128,000	128,000	126,599	1,401
Total expenditures	<u>3,252,000</u>	<u>3,732,000</u>	<u>3,169,934</u>	<u>562,066</u>
Net change in fund balance	(647,000)	(1,127,000)	(383,469)	743,531
Fund balance, July 1	<u>1,706,706</u>	<u>1,706,706</u>	<u>1,706,706</u>	<u>-</u>
Fund balance, June 30	<u>\$ 1,059,706</u>	<u>\$ 579,706</u>	<u>\$ 1,323,237</u>	<u>\$ 743,531</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ 90,000	\$ -	\$ (90,000)
Licenses and permits	-	-	72,068	72,068
	<u>-</u>	<u>90,000</u>	<u>72,068</u>	<u>(17,932)</u>
Total revenues	-	90,000	72,068	(17,932)
Expenditures:				
Current:				
Health and Welfare	-	90,000	84,201	5,799
Interest on investments	-	-	13	(13)
	<u>-</u>	<u>90,000</u>	<u>84,214</u>	<u>5,786</u>
Total expenditures	-	90,000	84,214	5,786
Net change in fund balance	-	-	(12,146)	(12,146)
Fund balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit), June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,146)</u>	<u>\$ (12,146)</u>

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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, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental:				
County-shared operations	\$ -	\$ -	\$ 336,000	\$ 336,000
Charges for services:				
Care of prisoners-state	-	-	(23,466)	(23,466)
Community custody program fees	-	-	8,529	8,529
CCP reimbursement	-	-	(40,481)	(40,481)
Total charges for services	-	-	(55,418)	(55,418)
Interest :				
Interest on investments	-	-	100,526	100,526
Miscellaneous:				
Other	-	-	17,710	17,710
Total revenues	-	-	398,818	398,818
Expenditures:				
Current:				
Public safety:				
Administrative support	-	3,000	2,303	697
Community custody	-	6,000	5,744	256
Correction and detention	-	206,000	205,389	611
Bernalillo county balance due	-	260,000	259,771	229
Total expenditures	-	475,000	473,207	1,793
Excess (deficiency) of revenues over expenditures	-	(475,000)	(74,389)	400,611
Other financing uses:				
Transfers out	-	(260,000)	(259,771)	229
Total other financing uses	-	(260,000)	(259,771)	229
Net change in fund balance	-	(735,000)	(334,160)	400,840
Fund balance, July 1	334,160	334,160	334,160	-
Fund balance (deficit), June 30	<u>\$ 334,160</u>	<u>\$ (400,840)</u>	<u>\$ -</u>	<u>\$ 400,840</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - OPERATING GRANTS FUND
YEAR ENDED JUNE 30, 2007

	Project Budget	Prior Years' Actual	Project Budget Remaining July 1, 2006	Current Year Actual	Project Budget Remaining June 30, 2007
Revenues:					
Intergovernmental:					
Grants:					
Corporation for National and Community Services	\$ 2,803,057	\$ 2,453,563	\$ 349,494	\$ 327,485	\$ 22,009
U.S. Department of Housing and Urban development	51,488,489	34,948,712	16,539,777	5,114,835	11,424,942
U.S. Department of Labor	3,888,864	3,395,005	493,859	-	493,859
U.S. Environmental Protection Agency	9,538,150	7,032,195	2,505,955	1,082,536	1,423,419
Federal Aviation Administration	440,000	440,000	-	-	-
U.S. Department of Energy	395,122	387,106	8,016	-	8,016
U.S. Department of Energy - UCETC	143,500	110,198	33,302	-	33,302
U.S. Dept. of Health and Human Services	24,769,047	21,657,944	3,111,103	3,777,180	(666,077)
U.S. Department of the Treasury	409,169	385,994	23,175	-	23,175
U.S. Department of Justice	27,504,700	23,256,735	4,247,965	411,904	3,836,061
U.S. Department of Education	-	106,805	(106,805)	-	(106,805)
Federal Emergency Management Agency	2,255,765	1,913,517	342,248	252,826	89,422
N.M. Dept. of Health - Social Services	5,689,704	485,015	5,204,689	371,530	4,833,159
N.M. Department of Public Safety	6,062,471	2,532,976	3,529,495	1,330,895	2,198,600
N.M. State Library	364,715	333,293	31,422	31,422	-
N.M. State Highway Department	13,461,094	10,390,036	3,071,058	1,308,866	1,762,192
N.M. Department of Transportation	3,416,138	2,489,179	926,959	579,479	347,480
N.M. State Office on Aging	39,281,941	32,157,673	7,124,268	6,251,737	872,531
N.M. Board of Finance	124,869	84,346	40,523	-	40,523
N.M. Dept. of Economic Development	3,305,000	2,903,754	401,246	355,000	46,246
N.M. Energy and Minerals Dept.	24,649	24,630	19	-	19
N.M. Local government Division	18,979,929	17,477,395	1,502,534	74,999	1,427,535
N.M. Office Cultural Office	63,272	67,441	(4,169)	-	(4,169)
N.M. Dept. of Health - Public Health	6,000	6,000	-	-	-
N.M. Children, Youth & Families Dept.	20,495,665	14,613,662	5,882,003	2,669,262	3,212,741
N.M. Youth Conservation Corp. Comm.	681,591	576,389	105,202	-	105,202
City of Rio Rancho	60,000	33,436	26,564	-	26,564
County Other	2,361,731	788,187	1,573,544	48,291	1,525,253
N.M. Dept. of Health - Substance Abuse	6,000	6,000	-	4,000	(4,000)
County Aging	3,313,100	2,967,200	345,900	345,900	-
N.M. Governors Comm on Disabilities	4,000	-	4,000	-	4,000
Total intergovernmental	241,337,732	184,024,386	57,313,346	24,338,147	32,975,199
Interest:					
Interest - Police Block Grant	423,138	531,663	(108,525)	83,354	(191,879)
Miscellaneous:					
Other miscellaneous	14,014,793	14,234,632	(219,839)	346,091	(565,930)
Rehabilitation loan repayments	986,676	678,692	307,984	432,081	(124,097)
Contributions and donations	121,830	91,500	30,330	6,300	24,030
Total miscellaneous	15,123,299	15,004,824	118,475	784,472	(665,997)
Total revenues	256,884,169	199,560,873	57,323,296	25,205,973	32,117,323

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - OPERATING GRANTS FUND
YEAR ENDED JUNE 30, 2007

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2006</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2007</u>
Expenditures:					
General government:					
Aviation	440,000	439,527	473	-	473
Planning-redevelopment	1,189,194	765,159	424,035	-	424,035
Planning-Mayor	350,000	341,984	8,016	-	8,016
Planning-Chief Administrative Officer	3,930,125	737,492	3,192,633	918,920	2,273,713
General Services	-	2	(2)	-	(2)
Finance and Administrative Services	105,000	81,556	23,444	-	23,444
Legal	37,404	37,404	-	-	-
Solid waste	3,635,836	3,064,780	571,056	588,078	(17,022)
Economic Development	355,000	-	355,000	355,000	-
Total general government	<u>10,042,559</u>	<u>5,467,904</u>	<u>4,574,655</u>	<u>1,861,998</u>	<u>2,712,657</u>
Public Safety:					
Fire	2,961,901	2,594,742	367,159	25,160	341,999
Correctitons	5,568,680	5,406,963	161,717	10,071	151,646
Police	41,132,519	32,116,359	9,016,160	2,933,259	6,082,901
Total public safety	<u>49,663,100</u>	<u>40,118,064</u>	<u>9,545,036</u>	<u>2,968,490</u>	<u>6,576,546</u>
Culture and recreation:					
Library	405,210	537,164	(131,954)	-	(131,954)
Parks and Recreation	1,236,879	1,034,325	202,554	47,738	154,816
Total culture and recreation	<u>1,642,089</u>	<u>1,571,489</u>	<u>70,600</u>	<u>47,738</u>	<u>22,862</u>
Highways and streets	<u>7,189,362</u>	<u>5,570,023</u>	<u>1,619,339</u>	<u>849,674</u>	<u>769,665</u>
Environmental health	<u>19,258,107</u>	<u>15,153,138</u>	<u>4,104,969</u>	<u>2,477,682</u>	<u>1,627,287</u>
Human services	<u>210,371,393</u>	<u>163,546,107</u>	<u>46,825,286</u>	<u>19,521,355</u>	<u>27,303,931</u>
Total expenditures	<u>298,166,610</u>	<u>231,426,725</u>	<u>66,739,885</u>	<u>27,726,937</u>	<u>39,012,948</u>
Excess (deficiency) of revenues over expenditures	<u>(41,282,441)</u>	<u>(31,865,852)</u>	<u>(9,416,589)</u>	<u>(2,520,964)</u>	<u>(6,895,625)</u>
Other financing sources (uses):					
Transfers in	40,365,471	35,230,044	5,135,427	4,921,974	213,453
Transfers out	-	-	-	-	-
Total other financing sources	<u>40,365,471</u>	<u>35,230,044</u>	<u>5,135,427</u>	<u>4,921,974</u>	<u>213,453</u>
Net change in fund balances	<u>\$ (916,970)</u>	<u>\$ 3,364,192</u>	<u>\$ (4,281,162)</u>	2,401,010	<u>\$ (6,682,172)</u>
Fund balances, July 1				<u>4,260,379</u>	
Fund balances, June 30				<u>\$ 6,661,389</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, 2007

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2006</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2007</u>
Revenues:					
Taxes:					
Current property tax	\$ 4,979,411	\$ 5,357,952	\$ (378,541)	\$ 454,313	\$ (832,854)
Intergovernmental:					
Grants:					
US Economic Development Administration	1,000,000	1,000,000	-	-	-
Interest:					
Interest on investments	1,980,742	2,126,231	(145,489)	285,351	(430,840)
Miscellaneous:					
Rental of city property	551,331	681,081	(129,750)	21,174	(150,924)
Sale of real property	2,163,800	2,163,800	-	35,373	(35,373)
Miscellaneous parking revenue	30,328	31,898	(1,570)	-	(1,570)
Other miscellaneous	1,184,466	499,887	684,579	262,135	422,444
Total miscellaneous	3,929,925	3,376,666	553,259	318,682	234,577
 Total revenues	 <u>11,890,078</u>	 <u>11,860,849</u>	 <u>29,229</u>	 <u>1,058,346</u>	 <u>(1,029,117)</u>
Expenditures:					
Current:					
General Government	12,645,052	8,688,623	3,956,429	21,193	3,935,236
Excess (deficiency) of revenues over expenditures	(754,974)	3,172,226	(3,927,200)	1,037,153	(4,964,353)
Other financing sources:					
Operating transfers in	425,000	425,000	-	-	-
Total other financing sources	425,000	425,000	-	-	-
 Net change in fund balance	 <u>\$ (329,974)</u>	 <u>\$ 3,597,226</u>	 <u>\$ (3,927,200)</u>	 1,037,153	 <u>\$ (4,964,353)</u>
 Fund balance, July 1				 <u>3,961,227</u>	
 Fund balance, June 30				 <u>\$ 4,998,380</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - HOUSING & NEIGHBORHOOD ECONOMIC DEVELOPMENT FUND
YEAR ENDED JUNE 30, 2007

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2006</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2007</u>
Revenues:					
Interest:					
Interest	\$ -	\$ 4,873,616	\$ (4,873,616)	\$ 342,799	\$ (5,216,415)
Miscellaneous:					
Housing and development	12,479,152	9,215,603	3,263,549	1,091,243	2,172,306
Total revenues	12,479,152	14,089,219	(1,610,067)	1,434,042	(3,044,109)
Expenditures:					
Current:					
Housing and development	12,479,152	6,490,465	5,988,687	3,578,429	2,410,258
Net change in fund balance	<u>\$ -</u>	<u>\$ 7,598,754</u>	<u>\$ (7,598,754)</u>	(2,144,387)	<u>\$ (5,454,367)</u>
Fund balance, July 1				<u>7,598,754</u>	
Fund balance, June 30				<u>\$ 5,454,367</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, 2007

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2006</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2007</u>
Revenues:					
Intergovernmental:					
Insurance debt collections	\$ 3,572,000	\$ 2,698,147	\$ 873,853	\$ 608,200	\$ 265,653
Charges for services:					
Crime laboratory-Controlled substances and DWI tests	960,000	958,915	1,085	75,089	(74,004)
Fines and forfeits:					
Police-forfeited funds	5,330,316	3,909,318	1,420,998	1,521,169	(100,171)
Interest:					
Interest on Investments	-	528,628	(528,628)	89,809	(618,437)
Other:					
Miscellaneous	2,769,000	2,568,066	200,934	71,919	129,015
Total revenues	<u>12,631,316</u>	<u>10,663,074</u>	<u>1,968,242</u>	<u>2,366,186</u>	<u>(397,944)</u>
Expenditures:					
Current:					
Public safety:					
Law enforcement protection funds act	3,572,000	2,450,002	1,121,998	569,694	552,304
Federal forfeitures program	4,742,795	3,568,171	1,174,624	746,055	428,569
State forfeitures program	18,852	18,005	847	-	847
Crime lab program	765,000	594,248	170,752	94,758	75,994
DWI forfeitures program	3,405,669	2,214,230	1,191,439	692,536	498,903
Total expenditures	<u>12,504,316</u>	<u>8,844,656</u>	<u>3,659,660</u>	<u>2,103,043</u>	<u>1,556,617</u>
Excess (deficiency) of revenues over expenditures	<u>127,000</u>	<u>1,818,418</u>	<u>(1,691,418)</u>	<u>263,143</u>	<u>(1,954,561)</u>
Other financing sources (uses):					
Operating transfers in	431,000	-	431,000	569,508	(138,508)
Operating transfers out	(558,000)	(403,000)	(155,000)	(155,000)	-
Total other financing sources (uses)	<u>(127,000)</u>	<u>(403,000)</u>	<u>276,000</u>	<u>414,508</u>	<u>(138,508)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 1,415,418</u>	<u>\$ (1,415,418)</u>	<u>677,651</u>	<u>\$ (2,093,069)</u>
 Fund balance, July 1				<u>1,415,418</u>	
 Fund balance, June 30				<u>\$ 2,093,069</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental:				
State gasoline tax	\$ 4,557,000	\$ 4,557,000	\$ 5,500,513	\$ 943,513
Interest on investments:				
Interest	1,000	1,000	11,513	10,513
Total revenues	<u>4,558,000</u>	<u>4,558,000</u>	<u>5,512,026</u>	<u>954,026</u>
Expenditures:				
Current:				
Highways and streets	5,080,000	5,883,000	5,817,338	65,662
Payments to General Fund for services	215,000	215,000	232,080	(17,080)
Total expenditures	<u>5,295,000</u>	<u>6,098,000</u>	<u>6,049,418</u>	<u>48,582</u>
Excess (deficiency) of revenues over expenditures	(737,000)	(1,540,000)	(537,392)	1,002,608
Other financing sources:				
Transfers in	422,000	1,222,000	1,222,000	-
Net change in fund balance	(315,000)	(318,000)	684,608	1,002,608
Fund balance, July 1	<u>720,305</u>	<u>720,305</u>	<u>720,305</u>	<u>-</u>
Fund balance, June 30	<u>\$ 405,305</u>	<u>\$ 402,305</u>	<u>\$ 1,404,913</u>	<u>\$ 1,002,608</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, 2007

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2006</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2007</u>
Revenues:					
Charges for services:					
Information System Services	\$ 916,000	\$ 567,938	\$ 348,062	\$ 189,665	\$ 158,397
Interest:					
Interest on investments	<u>40,000</u>	<u>20,174</u>	<u>19,826</u>	<u>18,658</u>	<u>1,168</u>
 Total revenues	 <u>956,000</u>	 <u>588,112</u>	 <u>367,888</u>	 <u>208,323</u>	 <u>159,565</u>
Expenditures:					
Current					
General Government	<u>528,000</u>	<u>211,681</u>	<u>316,319</u>	<u>283,059</u>	<u>33,260</u>
Excess (deficiency) of revenues over expenditures	428,000	376,431	51,569	(74,736)	126,305
Other financing (uses):					
Transfers (out)	<u>(428,000)</u>	<u>(346,000)</u>	<u>(82,000)</u>	<u>(82,000)</u>	<u>-</u>
 Net change in fund balance	 <u><u>\$ -</u></u>	 <u><u>\$ 30,431</u></u>	 <u><u>\$ (30,431)</u></u>	 <u>(156,736)</u>	 <u><u>\$ 126,305</u></u>
 Fund balance, July 1				 <u>235,180</u>	
 Fund balance, June 30				 <u><u>\$ 78,444</u></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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Licenses and permits:				
Alarm permit fees	\$ 624,000	\$ 624,000	\$ 741,089	\$ 117,089
Interest on investments:				
Interest	10,000	10,000	26,751	16,751
Total revenues	<u>634,000</u>	<u>634,000</u>	<u>767,840</u>	<u>133,840</u>
Expenditures:				
Current:				
General government	518,000	518,000	361,814	156,186
Indirect overhead	10,000	10,000	6,556	3,444
Total expenditures	<u>528,000</u>	<u>528,000</u>	<u>368,370</u>	<u>159,630</u>
Excess of revenues over expenditures	<u>106,000</u>	<u>106,000</u>	<u>399,470</u>	<u>293,470</u>
Other financing uses:				
Transfers out	(360,000)	(362,000)	(361,882)	118
Net change in fund balance	(254,000)	(256,000)	37,588	293,588
Fund balance, July 1	<u>572,716</u>	<u>572,716</u>	<u>572,716</u>	<u>-</u>
Fund balance, June 30	<u>\$ 318,716</u>	<u>\$ 316,716</u>	<u>\$ 610,304</u>	<u>\$ 293,588</u>

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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services:				
Charges for building rental	\$ 4,027,000	\$ 4,027,000	\$ 4,030,060	\$ 3,060
Interest	-	-	11,797	11,797
Miscellaneous	-	-	(100)	(100)
	<u>4,027,000</u>	<u>4,027,000</u>	<u>4,041,757</u>	<u>14,757</u>
Total revenues				
Expenditures:				
Current:				
General Government:				
City/County building	3,171,000	3,205,000	2,855,259	349,741
Indirect overhead	86,000	86,000	86,000	-
	<u>3,257,000</u>	<u>3,291,000</u>	<u>2,941,259</u>	<u>349,741</u>
Total expenditures				
Excess of revenues over expenditures	<u>770,000</u>	<u>736,000</u>	<u>1,100,498</u>	<u>364,498</u>
Other financing uses:				
Transfers out	(1,058,000)	(1,058,000)	(1,058,000)	-
Net change in fund balance	(288,000)	(322,000)	42,498	364,498
Fund balance, July 1	<u>432,103</u>	<u>432,103</u>	<u>432,103</u>	<u>-</u>
Fund balance, June 30	<u>\$ 144,103</u>	<u>\$ 110,103</u>	<u>\$ 474,601</u>	<u>\$ 364,498</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services:				
Charges for building rental	\$ 1,249,000	\$ 1,249,000	\$ 1,250,000	\$ 1,000
Interest:				
Interest on investments	-	-	2,905	2,905
Total revenues	<u>1,249,000</u>	<u>1,249,000</u>	<u>1,252,905</u>	<u>3,905</u>
Expenditures:				
Current:				
General Government				
Building operations	748,000	796,000	793,293	2,707
Total expenditures	<u>748,000</u>	<u>796,000</u>	<u>793,293</u>	<u>2,707</u>
Excess of revenues over expenditures	501,000	453,000	459,612	6,612
Other financing uses:				
Operating transfers out	(570,000)	(570,000)	(570,000)	-
Net change in fund balance	(69,000)	(117,000)	(110,388)	6,612
Fund balance, July 1	124,527	124,527	124,527	-
Fund balance, June 30	<u>\$ 55,527</u>	<u>\$ 7,527</u>	<u>\$ 14,139</u>	<u>\$ 6,612</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for services	\$ 75,000	\$ 75,000	\$ 76,397	\$ 1,397
Miscellaneous income	15,000	15,000	87,571	72,571
Total revenues	90,000	90,000	163,968	73,968
Expenditures:				
Culture and recreation	2,764,000	2,842,000	2,639,868	202,132
Excess (deficiency) of revenues over expenditures	(2,674,000)	(2,752,000)	(2,475,900)	276,100
Other financing sources:				
Operating transfers in	2,408,000	2,408,000	3,270,513	862,513
Net change in fund balance	(266,000)	(344,000)	794,613	1,138,613
Fund balance, July 1	266,000	344,000	1,338,939	994,939
Fund balance, June 30	\$ -	\$ -	\$ 2,133,552	\$ 2,133,552

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, 2007

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2006</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2007</u>
Revenues:					
Interest on investments	\$ 536,656	\$ 651,658	\$ (115,002)	\$ 86,998	\$ (202,000)
Miscellaneous:					
Other miscellaneous revenue	-	2,591	(2,591)	-	(2,591)
Total miscellaneous	-	2,591	(2,591)	-	(2,591)
Total revenues	<u>536,656</u>	<u>654,249</u>	<u>(117,593)</u>	<u>86,998</u>	<u>(204,591)</u>
Expenditures:					
Current:					
Culture and recreation	<u>2,013,282</u>	<u>1,437,778</u>	<u>575,504</u>	<u>364,637</u>	<u>210,867</u>
Total expenditures	<u>2,013,282</u>	<u>1,437,778</u>	<u>575,504</u>	<u>364,637</u>	<u>210,867</u>
Deficiency of revenues over expenditures	<u>(1,476,626)</u>	<u>(783,529)</u>	<u>(693,097)</u>	<u>(277,639)</u>	<u>(415,458)</u>
Other financing sources:					
Operating transfers in	<u>1,476,626</u>	<u>1,812,447</u>	<u>(335,821)</u>	<u>364,353</u>	<u>(700,174)</u>
Total other financing sources (uses)	<u>1,476,626</u>	<u>1,812,447</u>	<u>(335,821)</u>	<u>364,353</u>	<u>(700,174)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 1,028,918</u>	<u>\$ (1,028,918)</u>	<u>86,714</u>	<u>\$ (1,115,632)</u>
Fund balance, July 1				<u>1,757,674</u>	
Fund balance, June 30				<u>\$ 1,844,388</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - SALES TAX REFUNDING DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Interest:				
Interest on investments	\$ 100,000	\$ 100,000	\$ 209,220	\$ 109,220
Interest on advance	-	-	1,103,000	1,103,000
Total revenues	<u>100,000</u>	<u>100,000</u>	<u>1,312,220</u>	<u>1,212,220</u>
Expenditures:				
Debt service:				
Principal	3,635,000	4,935,000	4,935,000	-
Interest	6,866,249	6,866,249	6,635,605	230,644
Bond issuance costs and other fees	200,751	583,751	126,367	457,384
Total expenditures	<u>10,702,000</u>	<u>12,385,000</u>	<u>11,696,972</u>	<u>688,028</u>
Excess (deficiency) of revenues over expenditures	(10,602,000)	(12,285,000)	(10,384,752)	1,900,248
Other financing sources:				
Operating transfers in	<u>11,521,000</u>	<u>11,571,000</u>	<u>8,182,000</u>	<u>(3,389,000)</u>
Net change in fund balance	919,000	(714,000)	(2,202,752)	(1,488,752)
Fund balance, July 1	<u>21,696,714</u>	<u>21,696,714</u>	<u>21,696,714</u>	<u>-</u>
Fund balance, June 30	<u><u>\$ 22,615,714</u></u>	<u><u>\$ 20,982,714</u></u>	<u><u>\$ 19,493,962</u></u>	<u><u>\$ (1,488,752)</u></u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CITY/COUNTY BUILDING DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Investment income	\$ -	\$ -	35,649	\$ 35,649
Expenditures:				
Debt service:				
Principal	1,325,000	1,325,000	1,325,000	-
Interest	84,000	84,000	83,475	525
Total expenditures	1,409,000	1,409,000	1,408,475	525
Excess (deficiency) of revenues over expenditures	(1,409,000)	(1,409,000)	(1,372,826)	36,174
Other financing sources:				
Transfers in	1,141,000	1,141,000	1,141,000	-
Net change in fund balance	(268,000)	(268,000)	(231,826)	36,174
Fund balance, July 1	287,314	287,314	287,314	-
Fund balance, June 30	<u>\$ 19,314</u>	<u>\$ 19,314</u>	<u>\$ 55,488</u>	<u>\$ 36,174</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, 2007

	<u>Balloon Science Museum</u>	<u>Tingley Aqua Park Botanical</u>	<u>Sworn Police Personnel Program</u>	<u>Quarter-Cent Streets</u>
Revenues:				
Interest:				
Interest on investments	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Capital outlay	29,639	173	-	-
Total expenditures	<u>29,639</u>	<u>173</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(29,639)	(173)	-	-
Fund balances (deficit), July 1	<u>(35,524)</u>	<u>24,540</u>	<u>786</u>	<u>10,105</u>
Fund balances (deficit), June 30	<u><u>\$ (65,163)</u></u>	<u><u>\$ 24,367</u></u>	<u><u>\$ 786</u></u>	<u><u>\$ 10,105</u></u>

<u>Quarter Cent Storm Drain</u>	<u>Rio Grande Bosque RR</u>	<u>Miscellaneous</u>	<u>Intra-Fund Eliminations</u>	<u>Total</u>
\$ -	\$ -	\$ 4,596	\$ -	\$ 4,596
-	-	4,596	-	4,596
-	-	-	-	29,812
-	-	-	-	29,812
-	-	4,596	-	(25,216)
(109)	(260)	103,579	-	103,117
<u>\$ (109)</u>	<u>\$ (260)</u>	<u>\$ 108,175</u>	<u>\$ -</u>	<u>\$ 77,901</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE
CERTAIN CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2007

	Total Project Budget	Prior Years' Actual	Project Budget Remaining July 1, 2006	Current Year Actual	Project Budget Remaining June 30, 2007
<u>Quality of Life Fund</u>					
Capital Outlay and Other:					
Balloon/Science Museum	\$ 25,005,700	\$ 24,937,995	\$ 67,705	\$ 29,639	\$ 38,066
Tingley Aqua Park /Botanical	36,620,000	36,595,459	24,541	173	24,368
Quarter cent - streets	2,900,000	2,899,999	1	-	1
Quarter cent - storm drain	-	109	(109)	-	(109)
Rio Grande Bosque RR	-	-	-	-	-
Total Quality of Life Fund	<u>\$ 64,525,700</u>	<u>\$ 64,433,562</u>	<u>\$ 92,138</u>	<u>\$ 29,812</u>	<u>\$ 62,326</u>
<u>Transportation Infrastructure Tax Fund</u>					
Capital Outlay and Other:					
Streets	\$ 44,708,372	\$ 23,846,154	\$ 20,862,218	\$ 5,314,213	\$ 15,548,005
Maintenance	123,530,000	93,641,231	29,888,769	14,466,918	15,421,851
Trails	6,531,155	3,770,327	2,760,828	120,904	2,639,924
Transit	48,101,949	36,362,103	11,739,846	7,386,650	4,353,196
Total Transportation Infrastructure Tax Fund	<u>\$ 222,871,476</u>	<u>\$ 157,619,815</u>	<u>\$ 65,251,661</u>	<u>\$ 27,288,685</u>	<u>\$ 37,962,976</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, 2007

	Project Budget	Prior Years Actual	Project Budget Remaining June 30, 2006	Current Year Actual	Project Budget Remaining June 30, 2007
Revenues:					
Charges for services	\$ 3,787,052	\$ 3,791,948	\$ (4,896)	\$ 8,210,661	\$ (8,215,557)
Interest	-	26,268	(26,268)	327,482	(353,750)
Total revenues	3,787,052	3,818,216	(31,164)	8,538,143	(8,569,307)
Expenditures:					
Current					
Capital Outlay	3,787,052	-	3,787,052	242,826	3,544,226
Total expenditures	3,787,052	-	3,787,052	242,826	3,544,226
Excess (deficiency) of revenues over expenditures	-	3,818,216	(3,818,216)	8,295,317	(12,113,533)
Other financing sources (uses):					
Operating transfers in (out)	-	-	-	-	-
Bond proceeds	-	-	-	-	-
Total other financing sources	-	-	-	-	-
Net change in fund balances	\$ -	\$ 3,818,216	\$ (3,818,216)	8,295,317	\$ (12,113,533)
Fund balances, July 1				3,818,216	
Fund balances, June 30				<u>\$ 12,113,533</u>	

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

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE
BUDGET AND ACTUAL - VEHICLE AND EQUIPMENT REPLACEMENT FUND
YEAR ENDED JUNE 30, 2007

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2006	Current Year Actual	Project Budget Remaining June 30, 2007
Revenues:					
Interest on investments	\$ 784,744	\$ 848,644	\$ (63,900)	\$ 260,230	\$ (324,130)
Other:					
Sales of property and equipment	399,500	672,740	(273,240)	317,081	(590,321)
Recoveries on damaged vehicles	285,582	317,169	(31,587)	3,102	(34,689)
Miscellaneous revenues	30,174	107,712	(77,538)	126,204	(203,742)
Total other revenues	715,256	1,097,621	(382,365)	446,387	(828,752)
 Total revenues	 1,500,000	 1,946,265	 (446,265)	 706,617	 (1,152,882)
Expenditures:					
Capital outlay:					
Vehicles and equipment	6,784,000	4,545,262	2,238,738	338,876	1,899,862
Computers	6,200,000	3,583,507	2,616,493	825,111	1,791,382
Total expenditures	12,984,000	8,128,769	4,855,231	1,163,987	3,691,244
Deficiency of revenues over expenditures	(11,484,000)	(6,182,504)	(5,301,496)	(457,370)	(4,844,126)
Other financing sources:					
Operating transfers in	11,484,000	7,706,000	3,778,000	3,778,000	-
Net change in fund balance	\$ -	\$ 1,523,496	\$ (1,523,496)	3,320,630	\$ (4,844,126)
 Fund balance, July 1				1,523,496	
 Fund balance, June 30				\$ 4,844,126	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - AIRPORT FUND
YEAR ENDED JUNE 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:				
Charges for services	\$ 57,038,000	\$ 57,038,000	\$ 59,911,859	\$ 2,873,859
Passenger Facility Charge	8,000,000	8,000,000	8,302,788	302,788
Interest on investments	545,000	545,000	1,620,155	1,075,155
restricted for debt service	25,500,000	25,500,000	25,500,000	-
Total revenues	91,083,000	91,083,000	95,334,802	4,251,802
Expenses:				
Aviation management and professional support	3,463,000	3,467,000	3,535,232	(68,232)
Aviation operation, maintenance and security	23,204,000	23,463,000	22,866,110	596,890
Airport capital and deferred maintenance	19,000,000	19,000,000	19,000,000	-
Payments for General Fund services	1,214,000	1,214,000	1,207,123	6,877
Transfer from non-restricted cash to cash				
restricted for debt service	25,500,000	25,500,000	25,500,000	-
Debt service	25,814,000	25,832,000	25,831,248	752
Total expenses	98,195,000	98,476,000	97,939,713	536,287
Excess of revenues over (under) expenses	\$ (7,112,000)	\$ (7,393,000)	(2,604,911)	\$ 4,788,089
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			17,548	
Depreciation			(25,469,172)	
Amortization			(743,129)	
Gain on disposition of property and equipment			494,344	
Unrealized gain on investments			269,506	
Miscellaneous revenue				
Miscellaneous expense			(1,534,565)	
Capital fund non-capitalized items			(193,286)	
Charges to conform to generally accepted accounting principles:				
Principal payment on bonds			14,670,000	
Transfer from non-restricted cash to cash restricted				
for acquisition of property and equipment			19,000,000	
Capital contributions			11,310,129	
Capitalized interest on long-term debt			3,950,323	
Change in net assets			\$ 19,166,787	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - REFUSE DISPOSAL FUND
YEAR ENDED JUNE 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:				
Charges for services	\$ 48,703,515	\$ 50,103,515	\$ 50,430,182	\$ 326,667
Interest on investments	175,025	294,025	498,923	204,898
Miscellaneous revenue	1,098,276	2,041,276	2,343,347	302,071
Transfer from General Fund	800,000	800,000	800,000	-
Transfer from non-restricted cash to cash restricted for debt service	5,146,000	5,146,000	5,146,000	-
Total revenues	55,922,816	58,384,816	59,218,452	833,636
Expenses:				
Administrative services	7,813,000	7,900,000	7,621,778	278,222
Collections	15,157,000	17,097,000	17,066,245	30,755
Disposal	5,906,000	5,906,000	5,764,344	141,656
Recycling	3,017,000	3,173,000	2,975,043	197,957
Clean City	4,759,000	4,992,000	4,992,087	(87)
Transfer from non-restricted cash to cash:				
restricted for debt service	5,146,000	5,146,000	5,146,000	-
restricted for capital acquisition	4,586,000	4,702,000	4,702,000	-
Payment for General Fund services	3,796,000	3,796,000	3,885,802	(89,802)
Billings expense-Albuquerque Bernalillo County Water Utility Authority	763,000	763,000	763,000	-
Debt service	5,146,000	5,146,000	5,131,158	14,842
Total expenses	56,089,000	58,621,000	58,047,457	573,543
Excess of revenues over (under) expenses	\$ (166,184)	\$ (236,184)	1,170,995	\$ 1,407,179
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			214,345	
Gain/loss on disposition of property and equipment			(123,499)	
Capital contributions			-	
Depreciation			(6,016,990)	
Amortization			(12,809)	
Bad Debt			-	
Unrealized gain/loss on investments			9,118	
Changes to conform to generally accepted accounting principles:				
Principal payment on bonds			3,957,991	
Transfer from non-restricted cash to cash restricted for capital acquisition			4,702,000	
Capitalized interest on long-term debt			189,065	
Capital outlay			(2,626)	
Change in net assets			\$ 4,087,590	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - TRANSIT FUND
YEAR ENDED JUNE 30, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Revenues:				
Passenger revenues	\$ 3,687,000	\$ 3,687,000	\$ 4,836,148	\$ 1,149,148
Interest on investments	50,000	50,000	183,238	133,238
General operating assistance	22,515,000	22,815,000	22,815,000	-
Transfer from Transportation Infrastructure Tax Fund	6,914,000	6,914,000	7,386,650	472,650
County- shared operations	890,000	890,000	1,401,485	511,485
	<u>34,056,000</u>	<u>34,356,000</u>	<u>36,622,521</u>	<u>2,266,521</u>
Total revenues				
Expenses:				
ABQ ride	23,748,000	25,989,000	25,989,499	(499)
Paratransit services	4,669,000	4,865,000	4,864,523	477
Special events	319,000	329,000	164,835	164,165
Strategic support	3,360,000	3,582,000	3,582,420	(420)
Facility maintenance	1,215,000	1,497,000	1,497,197	(197)
Transfer from non-restricted cash to cash restricted for operating grants	406,000	406,000	406,000	-
Payment for General Fund services	2,079,000	2,109,000	2,108,710	290
Debt service	-	850,000	746,111	103,889
	<u>35,796,000</u>	<u>39,627,000</u>	<u>39,359,295</u>	<u>267,705</u>
Total expenses				
Excess of revenues over (under) expenses	<u>\$ (1,740,000)</u>	<u>\$ (5,271,000)</u>	(2,736,774)	<u>\$ 2,534,226</u>
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			1,120,074	
Depreciation			(6,209,772)	
Bad debt expense			(11,633)	
Miscellaneous income/ (Cash over and short)			38,114	
Operating grant revenue			1,138,456	
Operating grant expenses			(1,667,432)	
Gains (losses) on disposition of capital assets			(2,238,015)	
Transfer from Capital Acquisition Fund			877,458	
Unrealized gains on investments			-	
Changes to conform to generally accepted accounting principles:				
Capital Contributions			6,301,306	
Transfer from non-restricted cash to cash restricted for operating grants			406,000	
Capital Outlay			69,955	
			<u>6,777,261</u>	
Change in net assets			<u>\$ (2,912,263)</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
AIRPORT FUND
June 30, 2007

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest *</u>	<u>Total</u>
Revenue Bonds			
2008	\$ 14,670,000	\$ 9,380,077	\$ 24,050,077
2009	15,740,000	8,730,497	24,470,497
2010	17,045,000	8,023,300	25,068,300
2011	18,105,000	7,244,872	25,349,872
2012	17,745,000	6,425,945	24,170,945
2013 - 2017	87,660,000	18,548,109	106,208,109
2018 - 2022	29,210,000	3,490,288	32,700,288
2023 - 2025	<u>4,895,000</u>	<u>335,082</u>	<u>5,230,082</u>
	<u>205,070,000</u>	<u>62,178,170</u>	<u>267,248,170</u>
Total bonds	<u>\$ 205,070,000</u>	<u>\$ 62,178,170</u>	<u>\$ 267,248,170</u>

* including interest on variable rate bonds

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
REFUSE DISPOSAL FUND
June 30, 2007

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Revenue Bonds			
2008	\$ 3,415,000	\$ 896,376	\$ 4,311,376
2009	1,905,000	773,891	2,678,891
2010	4,770,000	565,021	5,335,021
2011	3,320,000	312,863	3,632,863
2012 - 2014	<u>8,035,000</u>	<u>155,762</u>	<u>8,190,762</u>
Total bonds	<u>\$ 21,445,000</u>	<u>\$ 2,703,913</u>	<u>\$ 24,148,913</u>
Notes Payable			
2008	\$ 542,991	\$ 129,801	\$ 672,792
2009	552,844	118,862	671,706
2010	564,926	105,859	670,785
2011	578,914	90,834	669,748
2012-2015	<u>2,495,952</u>	<u>174,288</u>	<u>2,670,240</u>
Total notes payable	<u>\$ 4,735,627</u>	<u>\$ 619,644</u>	<u>\$ 5,355,271</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
TRANSIT FUND
June 30, 2007

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Notes payable			
2008	\$ 923,748	\$ 850,000	\$ 1,773,748
2009	1,906,803	790,694	2,697,497
2010	1,988,703	708,794	2,697,497
2011	2,074,120	623,376	2,697,496
2012	2,163,208	534,289	2,697,497
2013-2017	<u>10,943,418</u>	<u>1,195,317</u>	<u>12,138,735</u>
	<u>20,000,000</u>	<u>4,702,470</u>	<u>24,702,470</u>
Total notes payable	<u><u>\$ 20,000,000</u></u>	<u><u>\$ 4,702,470</u></u>	<u><u>\$ 24,702,470</u></u>

CITY OF ALBUQUERQUE, NEW MEXICO

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, 2007

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
ASSETS		
Current assets:		
Cash, investments, and accrued interest	\$ 850	\$ -
Cash with fiscal agents held for debt service	297,100	-
Cash held by others	-	1,765,243
Accounts receivable, net of allowance for uncollectible accounts	85,641	14,795
Due from other governments	-	-
Prepaid expenses	-	30,742
Inventories of supplies	-	-
	<hr/>	<hr/>
Total current assets	383,591	1,810,780
Noncurrent assets:		
Restricted assets:		
Cash, investments, and accrued interest restricted for construction and debt service	80,956	1,358,053
Accounts receivable-developers	-	-
Escrow deposits	-	94,482
	<hr/>	<hr/>
Total restricted assets	80,956	1,452,535
Capital Assets		
Land	828,330	2,042,705
Buildings and improvements	8,366,376	17,654,898
Machinery and equipment	2,170,849	593,914
Other	-	-
Total capital assets before depreciation	<hr/> 11,365,555	<hr/> 20,291,517
Less accumulated depreciation and amortization	4,672,492	6,623,241
Capital assets, net of depreciation	<hr/> 6,693,063	<hr/> 13,668,276
Construction work in progress	-	-
	<hr/>	<hr/>
Total capital assets	6,693,063	13,668,276
Deferred Charges		
Capitalized bond issuance costs	18,888	295,506
Total deferred charges	<hr/> 18,888	<hr/> 295,506
Total noncurrent assets	<hr/> 6,792,907	<hr/> 15,416,317
Total assets	<hr/> \$ 7,176,498	<hr/> \$ 17,227,097

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Total
\$ 14,556,779	\$ 1,486,001	\$ -	\$ 16,043,630
-	-	789,070	1,086,170
-	-	-	1,765,243
574,725	35,011	289,311	999,483
32,254	-	-	32,254
-	-	-	30,742
146,564	-	-	146,564
<u>15,310,322</u>	<u>1,521,012</u>	<u>1,078,381</u>	<u>20,104,086</u>
-	4,677,129	53,970	6,170,108
-	2,242,376	-	2,242,376
397,320	-	-	491,802
<u>397,320</u>	<u>6,919,505</u>	<u>53,970</u>	<u>8,904,286</u>
3,767,389	2,237,008	-	8,875,432
50,950,215	39,701,373	24,057,117	140,729,979
1,132,528	1,050,276	10,218	4,957,785
-	-	100,904	100,904
55,850,132	42,988,657	24,168,239	154,664,100
41,754,178	18,663,937	4,728,655	76,442,503
14,095,954	24,324,720	19,439,584	78,221,597
2,348,765	-	-	2,348,765
<u>16,444,719</u>	<u>24,324,720</u>	<u>19,439,584</u>	<u>80,570,362</u>
-	148,034	101,190	563,618
-	148,034	101,190	563,618
<u>16,842,039</u>	<u>31,392,259</u>	<u>19,594,744</u>	<u>90,038,266</u>
<u>\$ 32,152,361</u>	<u>\$ 32,913,271</u>	<u>\$ 20,673,125</u>	<u>\$ 110,142,352</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
CITY OF ALBUQUERQUE
COMBINING STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS-ENTERPRISE FUNDS
JUNE 30, 2007

	<u>Golf Course Fund</u>	<u>Apartment Fund</u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 80,678	\$ 114,934
Accrued payroll	45,268	-
Accrued vacation and sick leave pay	94,626	-
Deposits and prepaid rents	-	13,737
Due to other funds	120,525	-
Due to other governments	-	-
Payable out of restricted assets:		
Current portion of bonds, notes payable and capital leases	250,000	300,000
Accrued interest	47,100	36,656
	<u>638,197</u>	<u>465,327</u>
Total current liabilities		
	<u>638,197</u>	<u>465,327</u>
Noncurrent liabilities		
Liabilities payable from restricted assets:		
Tenant security deposits	-	97,745
	<u>-</u>	<u>97,745</u>
Total liabilities payable from restricted assets		
	<u>-</u>	<u>97,745</u>
Long-term debt excluding current portion:		
Revenue bonds (net of unamortized discounts), notes payable, and capital leases	1,172,972	12,580,000
	<u>1,172,972</u>	<u>12,580,000</u>
Total long-term debt		
	<u>1,172,972</u>	<u>12,580,000</u>
Other:		
Accrued vacation and sick leave pay	31,324	-
Advances from other funds	-	-
	<u>31,324</u>	<u>-</u>
Total other liabilities		
	<u>31,324</u>	<u>-</u>
Total noncurrent liabilities		
	<u>1,204,296</u>	<u>12,677,745</u>
Total liabilities	<u>1,842,493</u>	<u>13,143,072</u>
NET ASSETS		
Invested in capital assets, net of related debt	5,312,819	1,383,782
Restricted:		
Debt Service	27,627	1,139,522
Construction	29,489	428,609
Unrestricted (deficit)	(35,930)	1,132,112
	<u>5,334,005</u>	<u>4,084,025</u>
Total net assets	<u>\$ 5,334,005</u>	<u>\$ 4,084,025</u>

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Total
\$ 512,403	\$ 68,859	\$ 40,562	\$ 817,436
76,900	43,098	2,440	167,706
151,626	133,926	1,576	381,754
-	-	-	13,737
1,200,460	-	112,520	1,433,505
13,944	-	-	13,944
84,911	-	416,314	1,051,225
-	-	355,471	439,227
<u>2,040,244</u>	<u>245,883</u>	<u>928,883</u>	<u>4,318,534</u>
<u>355,782</u>	<u>-</u>	<u>-</u>	<u>453,527</u>
<u>355,782</u>	<u>-</u>	<u>-</u>	<u>453,527</u>
<u>681,563</u>	<u>-</u>	<u>13,411,523</u>	<u>27,846,058</u>
<u>681,563</u>	<u>-</u>	<u>13,411,523</u>	<u>27,846,058</u>
1,329	-	-	32,653
-	18,200,000	-	18,200,000
<u>1,329</u>	<u>18,200,000</u>	<u>-</u>	<u>18,232,653</u>
<u>1,038,674</u>	<u>18,200,000</u>	<u>13,411,523</u>	<u>46,532,238</u>
<u>3,078,918</u>	<u>18,445,883</u>	<u>14,340,406</u>	<u>50,850,772</u>
15,678,246	11,899,112	5,712,937	39,986,896
-	114,823	53,970	1,335,942
-	1,326,358	-	1,784,456
<u>13,395,197</u>	<u>1,127,095</u>	<u>565,812</u>	<u>16,184,286</u>
<u>\$ 29,073,443</u>	<u>\$ 14,467,388</u>	<u>\$ 6,332,719</u>	<u>\$ 59,291,580</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
 NONMAJOR PROPRIETARY FUNDS - ENTERPRISE FUNDS
 YEAR ENDED JUNE 30, 2007

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
Operating revenues:		
Charges for services	\$ 3,964,721	\$ 2,894,669
Operating Expenses		
Salaries and fringe benefits	1,956,318	-
Professional services	1,968	-
Utilities	933,251	432,203
Supplies	92,504	-
Travel	4,829	-
Fuels, repairs and maintenance	437,956	693,097
Contractual services	67,990	238,345
Other operating expenses	505,269	792,233
Depreciation	300,521	642,491
Bad Debt expense	-	49,342
	<u>4,300,606</u>	<u>2,847,711</u>
Total operating expenses		
Operating income (loss)	<u>(335,885)</u>	<u>46,958</u>
Non-operating revenues (expenses):		
Interest on investments	25,279	110,513
Federal housing grants	-	-
Housing payments	-	-
Interest expense	(94,824)	(473,308)
Bond issue costs	(9,056)	(20,164)
Fiscal agent fees	-	(65,722)
Other	(10,065)	276,837
	<u>(88,666)</u>	<u>(171,844)</u>
Total non-operating revenues (expenses)		
Income (loss) before capital contributions and transfers	(424,551)	(124,886)
Capital contributions	-	-
Transfers in	-	-
Transfers out	(87,085)	(47,133)
	<u>(87,085)</u>	<u>(47,133)</u>
Change in net assets	(511,636)	(172,019)
Net assets, July 1	<u>5,845,641</u>	<u>4,256,044</u>
Net assets, June 30	<u>\$ 5,334,005</u>	<u>\$ 4,084,025</u>

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Total
\$ 1,938,691	\$ 4,343,199	\$ 1,644,484	\$ 14,785,764
3,002,937	1,885,439	86,553	6,931,247
17,500	-	41,205	60,673
726,015	301,435	361,378	2,754,282
-	101,986	-	194,490
-	2,933	-	7,762
1,709,281	146,939	126,795	3,114,068
-	580,422	14,987	901,744
904,954	428,178	42,078	2,672,712
1,660,506	1,278,499	1,064,143	4,946,160
229,480	16,590	-	295,412
<u>8,250,673</u>	<u>4,742,421</u>	<u>1,737,139</u>	<u>21,878,550</u>
<u>(6,311,982)</u>	<u>(399,222)</u>	<u>(92,655)</u>	<u>(7,092,786)</u>
602,056	286,432	22,165	1,046,445
25,822,450	-	-	25,822,450
(19,360,549)	-	-	(19,360,549)
(36,447)	(1,003,536)	(710,943)	(2,319,058)
-	(34,369)	(30,927)	(94,516)
-	(99,464)	(34,570)	(199,756)
<u>(167,138)</u>	<u>(6,356)</u>	<u>-</u>	<u>93,278</u>
<u>6,860,372</u>	<u>(857,293)</u>	<u>(754,275)</u>	<u>4,988,294</u>
548,390	(1,256,515)	(846,930)	(2,104,492)
-	205,175	363,216	568,391
-	1,883,000	-	1,883,000
<u>-</u>	<u>(172,757)</u>	<u>-</u>	<u>(306,975)</u>
548,390	658,903	(483,714)	39,924
<u>28,525,053</u>	<u>13,808,485</u>	<u>6,816,433</u>	<u>59,251,656</u>
<u>\$ 29,073,443</u>	<u>\$ 14,467,388</u>	<u>\$ 6,332,719</u>	<u>\$ 59,291,580</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, 2007

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
Cash flows from operating activities:		
Cash received from customers	\$ 3,895,374	\$ 2,836,305
Cash received from other funds for goods and services	120,525	-
Cash payments to employees for services	(1,989,336)	-
Cash payments to suppliers for goods and services	(1,050,958)	(1,759,396)
Cash payments to other funds for goods and services	(933,251)	(432,203)
Miscellaneous cash received	-	276,837
Miscellaneous cash paid	<u>(10,065)</u>	<u>-</u>
Net cash provided by (used for) operating activities	<u>32,289</u>	<u>921,543</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	-	-
Transfers-in from other funds	-	-
Transfers-out to other funds	<u>(87,085)</u>	<u>(47,133)</u>
Net cash provided by (used for) noncapital financing activities	<u>(87,085)</u>	<u>(47,133)</u>
Cash flows from capital and related financing activities:		
Principal paid on revenue bond maturities and refunded bonds	(234,376)	(500,000)
Interest and other expenses paid		
on revenue bond maturities	(102,168)	(476,092)
Acquisition and construction of capital assets	<u>(33,978)</u>	<u>(183,549)</u>
Net cash used for capital and related financing activities	<u>(370,522)</u>	<u>(1,159,641)</u>
Cash flows from investing activities:		
Interest received on investments	<u>25,279</u>	<u>110,513</u>
Net cash provided by investing activities	<u>25,279</u>	<u>110,513</u>
Net increase (decrease) in cash and cash equivalents	(400,039)	(174,718)
Cash and cash equivalents, July 1	<u>778,945</u>	<u>3,392,496</u>
Cash and cash equivalents, June 30	<u>\$ 378,906</u>	<u>\$ 3,217,778</u>

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Totals
\$ 1,469,229	\$ 4,433,077	\$ 1,591,240	\$ 14,225,225
-	-	-	120,525
(2,045,309)	(1,868,490)	(84,950)	(5,988,085)
(2,336,769)	(1,350,317)	(248,752)	(6,746,192)
(726,015)	(301,435)	(248,858)	(2,641,762)
307,957	-	-	584,794
-	-	-	(10,065)
<u>(3,330,907)</u>	<u>912,835</u>	<u>1,008,680</u>	<u>(455,560)</u>
25,822,450	-	-	25,822,450
(19,360,549)	-	-	(19,360,549)
-	(2,100,000)	-	(2,100,000)
-	(1,003,536)	-	(1,003,536)
-	1,883,000	-	1,883,000
-	(172,757)	-	(306,975)
<u>6,461,901</u>	<u>(1,393,293)</u>	<u>-</u>	<u>4,934,390</u>
(81,272)	-	(402,182)	(1,217,830)
(36,447)	-	(717,489)	(1,332,196)
(828,111)	-	(7,312)	(1,052,950)
<u>(945,830)</u>	<u>-</u>	<u>(1,126,983)</u>	<u>(3,602,976)</u>
<u>602,056</u>	<u>286,432</u>	<u>22,165</u>	<u>1,046,445</u>
<u>602,056</u>	<u>286,432</u>	<u>22,165</u>	<u>1,046,445</u>
2,787,220	(194,026)	(96,138)	1,922,299
<u>12,166,879</u>	<u>6,357,156</u>	<u>939,178</u>	<u>23,634,654</u>
<u>\$ 14,954,099</u>	<u>\$ 6,163,130</u>	<u>\$ 843,040</u>	<u>\$ 25,556,953</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, 2007

	Golf Course Fund	Apartments Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:		
Operating income (loss)	\$ (335,885)	\$ 46,958
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	300,521	642,491
Miscellaneous income (expense)	(10,065)	276,837
Fiscal agent fees	-	(65,722)
Bad debt expense	-	49,342
Loss on adjustment of assets		
Corrections		
Decrease (increase) in assets:		
Receivables	(69,347)	(48,686)
Due from other governments	-	-
Inventories of supplies	-	-
Prepaid expenses	-	2,047
Increase (decrease) in liabilities:		
Accounts payable	59,558	27,954
Accrued employee compensation and benefits	(33,018)	-
Deposits and prepaid rents	-	(9,678)
Due to other governments	-	-
Deferred revenue	-	-
Due to other funds	-	-
Escrow liability	120,525	-
Net cash provided by (used for) operating activities	\$ 32,289	\$ 921,543
Cash and cash equivalents at June 30 consist of:		
Current assets:		
Cash, investments, and accrued interest	\$ 850	\$ -
Cash and investments with fiscal agents	297,100	-
Cash held by others	-	1,765,243
Restricted assets:		
Cash, investments, and accrued interest	80,956	1,358,053
Escrow deposits	-	94,482
Total cash and cash equivalents, June 30	\$ 378,906	\$ 3,217,778
Non cash transactions:		
Unrealized gains on investments	\$ 1,528	1
Transfer of fixed assets from the Capital Acquisition Fund	-	-

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Totals
\$ (6,311,982)	\$ (399,222)	\$ (92,655)	\$ (7,092,786)
1,660,506	1,278,499	1,064,143	4,946,160
(167,138)	(30,489)	(34,570)	34,575
-	(99,464)	-	(165,186)
229,480	16,590	-	295,412
11,085	-	-	11,085
464,010	-	-	464,010
(457,056)	89,878	(53,244)	(538,455)
28,884	-	-	28,884
(18,540)	-	-	(18,540)
-	-	-	2,047
299,562	40,094	10,883	438,051
(774)	16,949	1,603	(15,240)
42,520	-	-	32,842
13,944	-	-	13,944
(83,810)	-	-	(83,810)
958,402	-	112,520	1,070,922
-	-	-	120,525
<u>\$ (3,330,907)</u>	<u>\$ 912,835</u>	<u>\$ 1,008,680</u>	<u>\$ (455,560)</u>
\$ 14,556,779	\$ 1,486,001	\$ -	\$ 16,043,630
-	-	789,070	1,086,170
-	-	-	1,765,243
-	4,677,129	53,970	6,170,108
397,320	-	-	491,802
<u>\$ 14,954,099</u>	<u>\$ 6,163,130</u>	<u>\$ 843,040</u>	<u>\$ 25,556,953</u>
1,814	\$ 11,744	404	15,491
-	205,175	363,216	568,391

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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for services	\$ 4,228,000	\$ 4,228,000	\$ 3,860,049	\$ (367,951)
Interest on investments	-	-	20,600	20,600
Transfer from non-restricted cash to cash restricted for debt service	320,000	320,000	320,000	0
Miscellaneous	53,000	53,000	104,672	51,672
Total revenues	4,601,000	4,601,000	4,305,321	(295,679)
Expenses:				
Affordable and quality golf	3,543,000	3,543,000	3,612,326	(69,326)
Debt service	346,000	346,000	344,824	1,176
Payment for General Fund services	504,000	504,000	474,844	29,156
Transfer from non-restricted cash to cash restricted for debt service	346,000	346,000	320,000	26,000
Total expenses	4,739,000	4,739,000	4,751,994	(12,994)
Excess of revenues under expenses	\$ (138,000)	\$ (138,000)	(446,673)	\$ (308,673)
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			3,403	
Depreciation			(300,521)	
Amortization of bond issue costs and discounts			(9,056)	
Unrealized gain on investments			1,276	
Changes to conform to generally accepted accounting principles:				
Principal payments on bonds			250,000	
Capital outlay			(10,065)	
Change in net assets			\$ (511,636)	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - APARTMENTS FUND
YEAR ENDED JUNE 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget - Positive (Negative)
Revenues:				
Charges for services:				
Apartment rents and fees	\$ 3,227,000	\$ 3,227,000	\$ 3,171,506	\$ (55,494)
Interest on investments	-	-	110,513	110,513
Transfer from non-restricted cash to cash restricted for debt service	<u>931,000</u>	<u>985,000</u>	<u>931,000</u>	<u>(54,000)</u>
Total revenues	<u>4,158,000</u>	<u>4,212,000</u>	<u>4,213,019</u>	<u>1,019</u>
Expenses:				
Apartment operations	2,302,000	2,302,000	2,155,878	146,122
Transfer from non-restricted cash to cash restricted for debt service	931,000	985,000	931,000	54,000
Transfer to City Housing Fund	48,000	48,000	47,133	867
Debt Service	931,000	985,000	973,308	11,692
Fiscal agent fees	<u>58,000</u>	<u>58,000</u>	<u>65,722</u>	<u>(7,722)</u>
Total expenses	<u>4,270,000</u>	<u>4,378,000</u>	<u>4,173,041</u>	<u>204,959</u>
Excess of revenues over (under) expenses	<u>\$ (112,000)</u>	<u>\$ (166,000)</u>	39,978	<u>\$ 205,978</u>
Revenues (expenses) not budgeted:				
Amortized bond issue costs			(20,164)	
Depreciation expense			(642,491)	
Bad debt expense			(49,342)	
Principal payment on bonds not reported			<u>500,000</u>	
Change in net assets			<u>\$ (172,019)</u>	

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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:				
Charges for services:				
Parking facilities	\$ 2,577,000	\$ 2,577,000	\$ 2,854,037	\$ 277,037
Parking meter collection	707,000	707,000	825,387	118,387
Parking fines	497,000	497,000	626,488	129,488
Rental of city property	40,000	40,000	37,287	(2,713)
Interest on investments	30,000	30,000	65,721	35,721
Miscellaneous revenue	-	-	(8,471)	(8,471)
Transfers from restricted cash				
to cash restricted for debt service	392,000	392,000	392,000	-
Transfer from General Fund	1,883,000	1,883,000	1,883,000	-
Transfers from non-restricted cash				
to cash restricted for debt service	2,058,000	2,058,000	2,058,000	-
	<u>8,184,000</u>	<u>8,184,000</u>	<u>8,733,449</u>	<u>549,449</u>
Total revenues	<u>8,184,000</u>	<u>8,184,000</u>	<u>8,733,449</u>	<u>549,449</u>
Expenses:				
Parking services	3,217,000	3,223,000	3,190,227	32,773
Transfer from non-restricted cash				
to cash restricted for debt service	2,058,000	2,058,000	2,058,000	-
Transfer to General Fund	481,000	481,000	461,962	19,038
Transfer to Sales Tax Refunding Debt Service Fund	3,389,000	3,389,000	3,203,000	186,000
	<u>9,145,000</u>	<u>9,151,000</u>	<u>8,913,189</u>	<u>237,811</u>
Total expenses	<u>9,145,000</u>	<u>9,151,000</u>	<u>8,913,189</u>	<u>237,811</u>
Excess of revenues over (under) expenses	<u>\$ (961,000)</u>	<u>\$ (967,000)</u>	<u>(179,740)</u>	<u>\$ 787,260</u>
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			319,254	
Depreciation			(1,278,499)	
Debt service			(34,369)	
Loss on disposition of property and equipment			2,115	
Bad debt expense			(16,590)	
Unrealized loss on investments			(98,543)	
Transfer from restricted cash to cash restricted for debt service			(392,000)	
Changes to conform to generally accepted accounting principles:				
Capital contributions			205,175	
Capital outlay			32,100	
Principal payment on advance			2,100,000	
			<u>2,337,275</u>	
Change in net assets			<u>\$ 658,903</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET AND ACTUAL - STADIUM FUND
YEAR ENDED JUNE 30, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Charges for services:				
Surcharge revenues	\$ 1,000,000	\$ 1,000,000	\$ 950,534	\$ (49,466)
Stadium lease revenues	706,000	706,000	684,500	(21,500)
Rental of city property	7,000	7,000	9,450	2,450
Interest on investments	16,000	16,000	5,121	(10,879)
Transfers from non-restricted cash to cash restricted for debt service	1,162,000	1,162,000	1,162,000	-
	<u>2,891,000</u>	<u>2,891,000</u>	<u>2,811,605</u>	<u>(79,395)</u>
Total revenues				
Expenses:				
Stadium services	687,000	687,000	673,861	13,139
Payment for General Fund services	6,000	6,000	6,447	(447)
Transfer from non-restricted cash to cash restricted for debt service	1,162,000	1,162,000	1,162,000	-
Debt service	1,162,000	1,162,000	1,161,827	173
	<u>3,017,000</u>	<u>3,017,000</u>	<u>3,004,135</u>	<u>12,865</u>
Total expenses				
Excess of revenues under expenses	<u>\$ (126,000)</u>	<u>\$ (126,000)</u>	(192,530)	<u>\$ (66,530)</u>
Revenues (expenses) not budgeted:				
Interest on investments of restricted assets			17,044	
Depreciation			(1,064,143)	
Amortization of bond issuance costs			(30,927)	
Changes to conform to generally accepted accounting principles:				
Capital contributions			363,216	
Capital outlay			7,312	
Principal paid on long term debt			<u>416,314</u>	
Change in net assets			<u>\$ (483,714)</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
 June 30, 2007

<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, advances, and capital lease				
2008	\$ 250,000	\$ 86,075	\$ 300,000	\$ 509,200
2009	265,000	69,205	300,000	497,200
2010	285,000	51,055	300,000	485,200
2011	300,000	31,713	300,000	473,200
2012	325,000	10,888	400,000	459,200
2013-2017	-	-	2,200,000	2,048,000
2018-2022	-	-	3,000,000	1,532,000
2023-2027	-	-	4,100,000	826,000
2028-2032	-	-	1,980,000	78,800
Total bonds, loans, advances and capital lease	<u>\$ 1,425,000</u>	<u>\$ 248,936</u>	<u>\$ 12,880,000</u>	<u>\$ 6,908,800</u>

Housing Authority		Parking		Stadium		Combined		
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Total
\$ 84,911	\$ 31,932	\$ 2,100,000	\$ 1,029,875	\$ 416,314	\$ 703,196	\$ 3,151,225	\$ 2,360,278	\$ 5,511,503
88,712	28,131	2,200,000	914,850	432,890	686,591	3,286,602	2,195,977	5,482,579
92,683	24,160	2,300,000	794,475	451,735	667,837	3,429,418	2,022,727	5,452,145
96,831	20,011	2,600,000	663,400	472,709	647,168	3,769,540	1,835,492	5,605,032
101,166	15,677	2,600,000	524,300	495,494	624,643	3,921,660	1,634,708	5,556,368
302,171	19,145	8,500,000	666,075	2,884,334	2,724,336	13,886,505	5,457,556	19,344,061
-	-	-	-	3,745,272	1,878,389	6,745,272	3,410,389	10,155,661
-	-	-	-	4,929,089	712,973	9,029,089	1,538,973	10,568,062
-	-	-	-	-	-	1,980,000	78,800	2,058,800
<u>\$ 766,474</u>	<u>\$ 139,056</u>	<u>\$ 20,300,000</u>	<u>\$ 4,592,975</u>	<u>\$ 13,827,837</u>	<u>\$ 8,645,133</u>	<u>\$ 49,199,311</u>	<u>\$ 20,534,900</u>	<u>\$ 69,734,211</u>

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CITY OF ALBUQUERQUE, NEW MEXICO

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, 2007

	Communications Fund	Employee Insurance Fund
	<u> </u>	<u> </u>
ASSETS		
Current assets:		
Cash, investments, and accrued interest	\$ 1,374,086	\$ 6,709,469
Accounts receivable, net of allowance for uncollectibles	-	9,649
Prepaid expenses	202,066	-
Deposits	-	100,000
Due from other funds	-	1,025,055
Due from other governments	39,254	-
Inventories of supplies	38,755	-
	<u> </u>	<u> </u>
Total current assets	1,654,161	7,844,173
Capital Assets		
Land	-	-
Buildings	-	-
Improvements	-	-
Equipment	261,783	13,002
Total capital assets before depreciation	261,783	13,002
Less accumulated depreciation	211,465	6,285
Net property and equipment	50,318	6,717
Other assets:		
Advance to other funds	-	-
Total other assets	-	-
Total assets	<u><u>\$ 1,704,479</u></u>	<u><u>\$ 7,850,890</u></u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 209,154	\$ 35,146
Accrued employee compensation	15,682	13,505
Accrued vacation and sick leave pay	37,175	72,149
Accrued fuel cleanup costs	-	-
Current portion of claims and judgements payable	-	-
	<u> </u>	<u> </u>
Total current liabilities	262,011	120,800
Long-term obligations:		
Claims and judgements payable excluding current portion	-	-
Accrued vacation and sick leave pay	56,209	9,601
	<u> </u>	<u> </u>
Total long-term obligations	56,209	9,601
Total liabilities	318,220	130,401
NET ASSETS		
Invested in capital assets, net of related debt	50,318	6,717
Unrestricted	1,335,941	7,713,772
	<u> </u>	<u> </u>
Total net assets	<u><u>\$ 1,386,259</u></u>	<u><u>\$ 7,720,489</u></u>

The accompanying notes are an integral part of these financial statements

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Total
\$ 1,826,015	\$ 59,210,172	\$ 989,939	\$ 70,109,681
-	-	-	9,649
-	106,800	-	308,866
-	-	-	100,000
-	-	-	1,025,055
-	-	-	39,254
<u>425,371</u>	<u>-</u>	<u>2,023,900</u>	<u>2,488,026</u>
<u>2,251,386</u>	<u>59,316,972</u>	<u>3,013,839</u>	<u>74,080,531</u>
255,472	-	28,370	283,842
-	-	406,001	406,001
788,642	46,465	-	835,107
<u>1,380,610</u>	<u>41,118</u>	<u>221,834</u>	<u>1,918,347</u>
2,424,724	87,583	656,205	3,443,297
<u>1,601,862</u>	<u>83,700</u>	<u>506,445</u>	<u>2,409,757</u>
<u>822,862</u>	<u>3,883</u>	<u>149,760</u>	<u>1,033,540</u>
-	1,196,809	-	1,196,809
-	<u>1,196,809</u>	-	<u>1,196,809</u>
<u>\$ 3,074,248</u>	<u>\$ 60,517,664</u>	<u>\$ 3,163,599</u>	<u>\$ 76,310,880</u>
\$ 734,086	\$ 158,792	\$ 493,779	\$ 1,630,957
40,954	46,542	10,798	127,481
179,950	147,372	39,461	476,107
57,485	-	-	57,485
<u>-</u>	<u>21,322,550</u>	<u>-</u>	<u>21,322,550</u>
<u>1,012,475</u>	<u>21,675,256</u>	<u>544,038</u>	<u>23,614,580</u>
-	35,683,886	-	35,683,886
<u>55,131</u>	<u>52,581</u>	<u>-</u>	<u>173,522</u>
<u>55,131</u>	<u>35,736,467</u>	<u>-</u>	<u>35,857,408</u>
<u>1,067,606</u>	<u>57,411,723</u>	<u>544,038</u>	<u>59,471,988</u>
822,862	3,883	149,760	1,033,540
<u>1,183,780</u>	<u>3,102,058</u>	<u>2,469,801</u>	<u>15,805,352</u>
<u>\$ 2,006,642</u>	<u>\$ 3,105,941</u>	<u>\$ 2,619,561</u>	<u>\$ 16,838,892</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, 2007

	<u>Communications Fund</u>	<u>Employee Insurance Fund</u>
Operating revenues:		
Charges for services	\$ 1,383,112	\$ 47,752,557
Operating expenses		
Salaries and fringe benefits	783,417	534,127
Professional services	-	-
Utilities	5,393	5,552
Supplies	127,538	23,912
Travel	886	264
Fuels, repairs and maintenance	128,397	6,795
Contractual services	30,299	66,414
Claims and judgements	-	-
Insurance premiums	-	42,222,278
Other operating expenses	165,186	116,822
Depreciation	8,632	3,933
Total operating expenses	<u>1,249,748</u>	<u>42,980,097</u>
Operating income (loss)	<u>133,364</u>	<u>4,772,460</u>
Non-operating revenues (expenses):		
Interest on investments	44,804	63,834
Gain (loss) on disposition of equipment	-	-
Other	<u>(31,695)</u>	<u>74,145</u>
Total non-operating revenues (expenses)	<u>13,109</u>	<u>137,979</u>
Income before transfers	146,473	4,910,439
Transfers out	<u>-</u>	<u>-</u>
Change in net assets	146,473	4,910,439
Net assets, July 1	<u>1,239,786</u>	<u>2,810,050</u>
Net assets, June 30	<u>\$ 1,386,259</u>	<u>\$ 7,720,489</u>

The accompanying notes are an integral part of these financial statements

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Total
\$ 12,178,181	\$ 34,807,058	\$ 981,182	\$ 97,102,090
2,060,459	2,098,055	474,354	5,950,412
-	1,060,658	-	1,060,658
103,372	22,900	4,493	141,710
990,512	(8,164)	7,100	1,140,898
1,971	2,114	-	5,235
6,216,209	150,270	19,210	6,520,881
2,409,041	22,509	25,190	2,553,453
-	29,078,498	-	29,078,498
-	1,709,778	-	43,932,056
645,851	610,682	211,054	1,749,595
124,377	5,183	19,473	161,598
<u>12,551,792</u>	<u>34,752,483</u>	<u>760,874</u>	<u>92,294,994</u>
<u>(373,611)</u>	<u>54,575</u>	<u>220,308</u>	<u>4,807,096</u>
103,666	2,587,904	39,939	2,840,147
-	-	2,436	2,436
<u>377,734</u>	<u>(1,422)</u>	<u>62,318</u>	<u>481,080</u>
<u>481,400</u>	<u>2,586,482</u>	<u>104,693</u>	<u>3,323,663</u>
107,789	2,641,057	325,001	8,130,759
-	(269,000)	-	(269,000)
107,789	2,372,057	325,001	7,861,759
<u>1,898,853</u>	<u>733,884</u>	<u>2,294,560</u>	<u>8,977,133</u>
<u>\$ 2,006,642</u>	<u>\$ 3,105,941</u>	<u>\$ 2,619,561</u>	<u>\$ 16,838,892</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, 2007

	Communications Fund	Employee Insurance Fund
Cash flows from operating activities:		
Cash received from customers	\$ 1,408,135	\$ 46,717,853
Cash received from other funds for goods and services	-	764,237
Cash payments to employees for services	(780,945)	(505,183)
Cash payments to suppliers for goods and services	(166,035)	(42,388,709)
Cash payments to other funds for goods and services	(5,393)	(5,552)
Cash payments to claimants and beneficiaries	-	-
Miscellaneous cash received	5,400	77,529
Net cash provided by (used for) operating activities	461,162	4,660,175
Cash flows from noncapital financing activities:		
Operating transfers out to other funds	-	-
Net cash provided by (used for) noncapital financing activities	-	-
Cash flows from capital financing activities:		
Acquisition and construction of capital assets	(33,620)	-
Proceeds from sale of property and equipment	-	-
Net cash provided by (used for) capital financing	(33,620)	-
Cash flows from investing activities:		
Interest on investments	44,804	63,834
Net increase (decrease) in cash and cash equivalents	472,346	4,724,009
Cash and cash equivalents, July 1	901,740	1,985,460
Cash and cash equivalents, June 30	\$ 1,374,086	\$ 6,709,469
Reconciliation of operating income (loss) to net cash provided by operating activities:		
Operating income (loss)	\$ 133,364	\$ 4,772,460
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	8,632	3,933
Miscellaneous income (expense)	(31,695)	74,145
Loss on adjustment of equipment	37,095	3,384
Changes in assets and liabilities:		
Decrease (increase) in assets:		
Accounts receivable	-	(9,649)
Due from other governments	25,023	(1,025,055)
Due from other funds	-	764,237
Inventories of supplies	(8,071)	-
Prepaid expenses	144,868	-
Deposits	-	100,000
Land acquired under claim settlement		
Increase (decrease) in liabilities:		
Accounts payable	149,474	(52,224)
Accrued employee compensation and benefits	2,472	28,944
Claims and judgements payable	-	-
Accrued fuel cleanup costs	-	-
Net cash provided by (used for) operating activities	\$ 461,162	\$ 4,660,175
Non cash transactions:		
Unrealized gains on investments	\$ 2,121	\$ 3,359
Transfer of capital assets from other funds	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Totals
\$ 12,178,181	\$ 34,807,058	\$ 981,182	\$ 96,092,409
-	411,273	-	1,175,510
(2,042,029)	(2,080,488)	(454,477)	(5,863,122)
(10,222,912)	(3,535,247)	(485,977)	(56,798,880)
(103,372)	(22,900)	(4,493)	(141,710)
-	(23,023,053)	-	(23,023,053)
-	12	62,318	145,259
<u>(190,132)</u>	<u>6,556,655</u>	<u>98,553</u>	<u>11,586,413</u>
-	(269,000)	-	(269,000)
-	(269,000)	-	(269,000)
(195,347)	-	-	(228,967)
-	-	2,436	2,436
<u>(195,347)</u>	<u>-</u>	<u>2,436</u>	<u>(226,531)</u>
103,666	2,587,904	39,939	2,840,147
(281,813)	8,875,559	140,928	13,931,029
<u>2,107,828</u>	<u>50,334,613</u>	<u>849,011</u>	<u>56,178,652</u>
<u>\$ 1,826,015</u>	<u>\$ 59,210,172</u>	<u>\$ 989,939</u>	<u>\$ 70,109,681</u>
\$ (373,611)	\$ 54,575	\$ 220,308	\$ 4,807,096
124,377	5,183	19,473	161,598
-	(1,422)	62,318	103,346
-	1,434	-	41,913
-	-	-	(9,649)
-	-	-	(1,000,032)
-	411,273	-	1,175,510
(39,101)	-	(273,608)	(320,780)
-	(106,800)	-	38,068
-	-	-	100,000
-	417,268	-	417,268
54,128	(297,868)	50,185	(96,305)
18,431	17,567	19,877	87,291
-	6,055,445	-	6,055,445
25,644	-	-	25,644
<u>\$ (190,132)</u>	<u>\$ 6,556,655</u>	<u>\$ 98,553</u>	<u>\$ 11,586,413</u>
\$ 5,184	\$ 132,120	\$ 2,149	\$ 144,933
\$ 377,734	\$ -	\$ -	\$ 377,734

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, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Charges for services	\$ 1,184,000	\$ 1,184,000	\$ 1,383,112	\$ 199,112
Interest on investments	-	-	44,804	44,804
	<u>1,184,000</u>	<u>1,184,000</u>	<u>1,427,916</u>	<u>243,916</u>
Total revenues				
Expenses:				
City Communications	1,144,000	1,179,000	1,116,603	62,397
Payment for General Fund Services	163,000	163,000	158,133	4,867
	<u>1,307,000</u>	<u>1,342,000</u>	<u>1,274,736</u>	<u>67,264</u>
Total expenses				
Excess of revenues over (under) expenses	<u>\$ (123,000)</u>	<u>\$ (158,000)</u>	153,180	<u>\$ 311,180</u>
Expenses not budgeted:				
Depreciation expense			(8,632)	
Miscellaneous income			(31,695)	
			<u>33,620</u>	
Change to conform to generally accepted accounting principles:				
Capital outlay			<u>33,620</u>	
Change in net assets			<u>\$ 146,473</u>	

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, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget - Positive (Negative)
Revenues:				
Charges for services	\$ 48,894,000	\$ 48,894,000	\$ 47,658,192	\$ (1,235,808)
Miscellaneous	128,000	128,000	168,510	40,510
Interest on investments	70,000	70,000	63,834	(6,166)
	<u>49,092,000</u>	<u>49,092,000</u>	<u>47,890,536</u>	<u>(1,201,464)</u>
Total revenues				
Expenses:				
Insurances and Administration	49,147,000	49,182,000	42,868,206	6,313,794
Payment for General Fund Services	119,000	119,000	107,958	11,042
	<u>49,266,000</u>	<u>49,301,000</u>	<u>42,976,164</u>	<u>6,324,836</u>
Total expenses				
Excess of revenues over (under) expenses	<u>\$ (174,000)</u>	<u>\$ (209,000)</u>	4,914,372	<u>\$ 5,123,372</u>
Expenses not budgeted:				
Depreciation			(3,933)	
Change in net assets			<u>\$ 4,910,439</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, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for services	\$ 12,150,000	\$ 12,150,000	\$ 12,178,181	\$ 28,181
Interest on investments	25,000	25,000	103,666	78,666
Miscellaneous revenue	<u>-</u>	<u>-</u>	<u>377,734</u>	<u>377,734</u>
 Total revenues	 <u>12,175,000</u>	 <u>12,175,000</u>	 <u>12,659,581</u>	 <u>484,581</u>
 Expenses:				
Fleet management	11,823,000	12,202,000	12,197,169	4,831
Payments for general fund services	600,000	600,000	425,593	174,407
 Total expenses	 <u>12,423,000</u>	 <u>12,802,000</u>	 <u>12,622,762</u>	 <u>179,238</u>
 Excess of revenues over (under) expenses	 <u>\$ (248,000)</u>	 <u>\$ (627,000)</u>	 36,819	 <u>\$ 663,819</u>
 Expenses not budgeted:				
Depreciation			(124,377)	
 Change to conform to generally accepted accounting principles:				
Capital outlay			<u>195,347</u>	
 Change in net assets			 <u>\$ 107,789</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, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Charges for services	\$ 35,270,000	\$ 35,319,000	\$ 34,807,058	\$ (511,942)
Interest on investments	<u>1,000,000</u>	<u>1,000,000</u>	<u>2,587,904</u>	<u>1,587,904</u>
Total revenues	<u>36,270,000</u>	<u>36,319,000</u>	<u>37,394,962</u>	<u>1,075,962</u>
Expenses:				
Safety office	1,467,000	1,518,000	1,159,965	358,035
Tort and other claims	17,747,000	18,762,000	18,759,028	2,972
Workers' compensation claims	9,504,000	9,504,000	7,618,978	1,885,022
Transfer to general fund	760,000	760,000	747,371	12,629
Unemployment compensation	605,000	654,000	653,526	474
Employee equity	<u>78,000</u>	<u>78,000</u>	<u>23,409</u>	<u>54,591</u>
Total expenses	<u>30,161,000</u>	<u>31,276,000</u>	<u>28,962,277</u>	<u>2,313,723</u>
Excess of revenues over expenses	<u>\$ 6,109,000</u>	<u>\$ 5,043,000</u>	8,432,685	<u>\$ 3,389,685</u>
Expenses not budgeted:				
Depreciation			(5,183)	
Tort and other claims - reserve adjustment			(1,246,055)	
Worker's compensation claims - reserve adjustment			(4,809,390)	
Change in net assets			<u>\$ 2,372,057</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, 2007

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:				
Charges for services	\$ 601,000	\$ 601,000	\$ 981,182	\$ 380,182
Interest on investments	18,000	18,000	39,939	21,939
Miscellaneous	1,300	1,300	62,318	61,018
	<u>620,300</u>	<u>620,300</u>	<u>1,083,439</u>	<u>463,139</u>
Total revenues				
Expenses:				
Materials management	569,000	572,000	550,749	21,251
Payment for General Fund Services	191,000	191,000	190,652	348
	<u>760,000</u>	<u>763,000</u>	<u>741,401</u>	<u>21,599</u>
Total expenses				
Excess of revenues over (under) expenses	<u>\$ (139,700)</u>	<u>\$ (142,700)</u>	342,038	<u>\$ 484,738</u>
Revenues (expenses) not budgeted:				
Depreciation expense			(19,473)	
Unrealized gain on investments			<u>2,436</u>	
Change in net assets			<u>\$ 325,001</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.

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.

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

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

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

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

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

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

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.

Contributions – Special DFAS – to account for monies received to fund transportation costs.

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

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

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

Senior Multi-service 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.

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.

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

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

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.

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.

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.

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

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

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

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

Veterans Advisory Memorials – to account for monies received in support of the construction of the New Mexico Veterans Memorial and Garden at Phil Chacon Park.

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.

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

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.

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, 2007

	<u>Balance June 30, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2007</u>
ASSETS				
Cash, investments, and accrued interest	\$ 12,662,471	\$ 3,920,415	\$ 4,018,742	\$ 12,564,144
Receivables	233,457	1,155,061	1,069,703	318,815
Total assets	<u>\$ 12,895,928</u>	<u>\$ 5,075,476</u>	<u>\$ 5,088,445</u>	<u>\$ 12,882,959</u>
LIABILITIES				
Accounts payable	\$ 401,457	\$ 1,827,312	\$ 1,812,041	\$ 416,728
Funds held for others	12,494,471	3,611,643	3,639,883	12,466,231
Total liabilities	<u>\$ 12,895,928</u>	<u>\$ 5,438,955</u>	<u>\$ 5,451,924</u>	<u>\$ 12,882,959</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, 2007

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2007</u>
Summer Arts Institute	\$ 2,896	\$ -	\$ -	\$ 2,896
Summer Hire Program	5,026	-	-	5,026
ABEC-Phillips Clawback	1,704,935	64,844	146	1,769,633
Otter Exhibit	42,369	1,611	-	43,980
Adopt-A-Park	58,707	5,450	3,250	60,907
Bear Canyon Senior Center	28,722	37,000	41,324	24,398
Museum	15,328	58,744	62,030	12,042
D.A.R.E.	7,118	52	-	7,170
NM Regional PPC Shooting	-	26,200	19,294	6,906
Business Improvement District #1	10,546	1,037,029	1,004,360	43,215
Contributions - Special DFAS	52	-	52	-
Trees and Shrubs	24,163	23,330	21,091	26,402
Community Centers	6,973	-	-	6,973
Police Evidence Unit	1,643,746	311,841	180,900	1,774,687
Senior Multi-service Center	12,814	5,609	3,080	15,343
Palo Duro Senior Center	6,460	579	1,684	5,355
North Valley Senior Center	8,900	4,370	2,634	10,636
Highland Senior Center	29	12,547	20,394	(7,818)
Los Volcanes Senior Center	2,265	10,354	9,302	3,317
Q13 Fire Fund	10,782	-	-	10,782
Basic Life	8,102,108	1,320,772	1,402,005	8,020,875
Unemployment Deduction	640,557	622,039	791,987	470,609
Recycle Coupons	1,707	-	-	1,707
Outdoor Rrecreation	53,555	12,438	10,568	55,425
New Mexico Games	379	-	-	379
DSA Advisory Council	36,863	25,404	26,014	36,253
ABQ Conf on Aging Trust	10,572	-	-	10,572
Manzano Mesa Senior Center	10,822	20,938	20,392	11,368
Transit Department	33,294	5,563	-	38,857
Veterans Advisory Mayor	(1,751)	4,929	19,376	(16,198)
Veterans Advisory Memorial	738	-	-	738
Special Events - Mayor	6,099	-	-	6,099
Bosque Restoration	283	-	-	283
Energy Conference	450	-	-	450
Miscellaneous	6,964	-	-	6,964
Total agency funds	<u>\$ 12,494,471</u>	<u>\$ 3,611,643</u>	<u>\$ 3,639,883</u>	<u>\$ 12,466,231</u>

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, 2007

	2007
General Fixed Assets:	
Land	\$ 244,386,321
Right of Way	1,042,691,667
Buildings	217,407,558
InfraStructure	1,243,750,074
Improvements other than buildings	375,943,158
Equipment	136,186,443
Other	1,182,922
Construction work in progress	474,462,533
Total General Fixed Assets	\$ 3,736,010,676
Investment in General Fixed Assets from:	
Acquisitions prior to July 1, 1978	\$ 59,288,948
Acquisitions after July 1, 1978:	
General Fund	(20,081,209)
Special Revenue Funds	102,071,425
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	3,586,715,320
Net transfers from Enterprise Funds	1,660,512
Net transfers to Internal Service Funds	(866,647)
Total investment in General Fixed Assets	\$ 3,736,010,676

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
June 30, 2007

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	\$ 6,844,213	\$ 1,164,678,940
Total unidentified purposes	-	-	-	-	-	(13,421,467)	(13,421,467)
Acquisitions after June 30, 1985:							
General government:							
City clerk/records	-	-	-	-	-	24,415	24,415
City council	-	-	-	-	3,950	139,291	143,241
Finance and management	-	-	-	-	2,318,073	6,526,774	8,844,847
Legal services	2,886	-	-	-	-	201,380	204,266
Mayor/CAO	-	-	-	-	2,233	929,608	931,841
Internal audit	-	-	-	-	-	65,269	65,269
Personnel	-	-	-	-	-	3,029	3,029
Labor management	-	-	-	-	-	36,729	36,729
Open space	881,926	-	-	-	-	80,517	962,443
Planning	586,238	-	-	-	-	2,068,119	2,654,357
General services	4,153,038	-	-	5,240,503	13,947,690	13,412,758	36,753,989
City/county building	-	-	-	8,126,856	4,423,052	205,053	12,754,961
Central telephone system	-	-	-	-	-	1,258,415	1,258,415
Total general government	5,624,088	-	-	13,367,359	20,694,998	24,951,357	64,637,802
Public safety:							
Fire	833,265	-	-	9,407,475	4,916,545	23,807,444	38,964,729
Police	4,318,253	-	-	18,873,614	13,665,611	45,942,674	82,800,152
Corrections	-	-	-	2,670,006	175,602	718,393	3,564,001
Police/Fire	-	-	-	36,639	168,696	811,636	1,016,971
Total public safety	5,151,518	-	-	30,987,734	18,926,454	71,280,147	126,345,853
Culture and recreation:							
Library	225,246	-	-	9,919,208	27,961,531	4,077,387	42,183,372
Museum	7,356,588	-	7,444,404	13,656,511	8,966,248	1,178,709	38,602,460
Parks and recreation	84,043,496	-	529,642	62,900,300	106,379,785	12,602,550	266,455,773
Open space	32,438,057	-	-	-	3,017,333	1,675,611	37,131,001
Zoo	1,006,059	-	-	2,862,480	26,245,267	1,832,117	31,945,923
Convention center	5,029,268	-	-	13,035,910	49,521,098	823,564	68,409,840
Total culture and recreation	130,098,714	-	7,974,046	102,374,409	222,091,262	22,189,938	484,728,369
Public works:							
Housing code administration	-	-	-	-	-	4,040	4,040
Redevelopment	335,324	-	-	-	-	4,918	340,242
Municipal development	-	-	-	-	2,199	1,538,472	1,540,671
Engineering	1,192,212	-	-	-	-	120,602	1,312,814
Planning	-	-	-	-	-	37,325	37,325
Storm drainage/maintenance	5,187,159	95,279,003	552,118,147	6,438,859	1,604,895	541,754	661,169,817
Geographic information system	-	-	-	-	173,441	34,300	207,741
Total public works	6,714,695	95,279,003	552,118,147	6,438,859	1,780,535	2,281,411	664,612,650

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
June 30, 2007

Function and Activity	Land	Right of Way	Infra- Structure	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Total
Highways and streets:							
Transportation/Street maint.	36,733,018	305,118,351	339,700,463	7,694,399	9,448,764	9,208,823	707,903,818
Traffic engineering	260,000	-	-	-	136,231	844,211	1,240,442
Total highways and streets	<u>36,993,018</u>	<u>305,118,351</u>	<u>339,700,463</u>	<u>7,694,399</u>	<u>9,584,995</u>	<u>10,053,034</u>	<u>709,144,260</u>
Health:							
Consumer protection	-	-	-	-	-	68,503	68,503
Environmental services	-	-	15,295	1,732,660	297,233	2,903,775	4,948,963
Animal control services	96,243	-	-	1,374,241	440,866	618,421	2,529,771
Environmental health admin.	-	-	-	6,820	196,662	1,596,595	1,800,077
Resources management	-	-	-	-	-	16,404	16,404
Total health	<u>96,243</u>	<u>-</u>	<u>15,295</u>	<u>3,113,721</u>	<u>934,761</u>	<u>5,203,698</u>	<u>9,363,718</u>
Human services:							
Human rights	-	-	-	40,370	1,000	(2,103)	39,267
Human services	557,374	-	-	2,575,047	1,434,760	3,211,672	7,778,853
Office of senior affairs	1,481,779	-	-	16,612,879	4,371,144	2,870,726	25,336,528
Housing/community development	8,974,360	-	-	4,098,560	3,323,711	723,817	17,120,448
Total human services	<u>11,013,513</u>	<u>-</u>	<u>-</u>	<u>23,326,856</u>	<u>9,130,615</u>	<u>6,804,112</u>	<u>50,275,096</u>
Total general fixed assets allocated to functions	<u>195,691,789</u>	<u>400,397,354</u>	<u>899,807,951</u>	<u>187,303,337</u>	<u>283,143,620</u>	<u>142,763,697</u>	<u>2,109,107,748</u>
Total general fixed assets in service	<u>\$ 244,386,321</u>	<u>\$ 1,042,691,667</u>	<u>\$ 1,243,750,074</u>	<u>\$ 217,407,558</u>	<u>\$ 375,943,158</u>	<u>\$ 136,186,443</u>	3,260,365,221
Construction work in progress							474,462,533
Other							<u>1,182,922</u>
Total general fixed assets							<u>\$ 3,736,010,676</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST- BY FUNCTION AND ACTIVITY
Year ended June 30, 2007

Function and Activity	Balance July 1, 2006	Additions	Deductions	Balance June 30, 2007
Acquisitions prior to July 1, 1985	\$ 1,164,678,940	\$ -	\$ -	\$ 1,164,678,940
Total unidentified purposes	(13,421,467)	-	-	(13,421,467)
Acquisitions after June 30, 1985:				
General government:				
City clerk/records	24,415	-	-	24,415
City council	164,699	5,541	26,999	143,241
Finance and management	8,669,702	618,929	443,784	8,844,847
Legal services	269,846	-	65,580	204,266
Mayor/CAO	966,259	29,625	64,043	931,841
Internal audit	89,471	-	24,202	65,269
Personnel	27,632	-	24,603	3,029
Labor management	36,729	-	-	36,729
Open space	962,443	-	-	962,443
Planning	2,777,620	-	123,263	2,654,357
General services	35,256,724	1,807,165	309,900	36,753,989
City/county building	12,569,209	231,221	45,469	12,754,961
Central telephone system	1,273,881	-	15,466	1,258,415
Total general government	<u>63,088,630</u>	<u>2,692,481</u>	<u>1,143,309</u>	<u>64,637,802</u>
Public safety:				
Fire	35,323,105	4,430,749	789,125	38,964,729
Police	80,460,516	6,859,760	4,520,124	82,800,152
Corrections	4,882,816	-	1,318,815	3,564,001
Police/Fire	1,425,899	-	408,928	1,016,971
Total public safety	<u>122,092,336</u>	<u>11,290,509</u>	<u>7,036,992</u>	<u>126,345,853</u>
Culture and recreation:				
Library	40,394,698	2,275,548	486,874	42,183,372
Museum	37,804,560	855,705	57,805	38,602,460
Parks and recreation	242,278,844	25,260,321	1,083,392	266,455,773
Open space	37,163,303	11,224	43,526	37,131,001
Zoo	31,502,720	731,808	288,605	31,945,923
Convention center	68,409,840	-	-	68,409,840
Total culture and recreation	<u>457,553,965</u>	<u>29,134,606</u>	<u>1,960,202</u>	<u>484,728,369</u>
Public works:				
Housing code administration	4,040	-	-	4,040
Redevelopment	340,242	-	-	340,242
Municipal development	664,137	898,755	22,221	1,540,671
Engineering	1,312,814	-	-	1,312,814
Planning	140,040	354,659	457,374	37,325
Storm drainage/maintenance	652,216,604	9,017,695	64,482	661,169,817
Geographic information system	207,741	-	-	207,741
Total public works	<u>654,885,618</u>	<u>10,271,109</u>	<u>544,077</u>	<u>664,612,650</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
Year ended June 30, 2007

Function and Activity	Balance June 30, 2006	Additions	Deductions	Balance June 30, 2007
Highways and streets:				
Transportation/Street maintenance	668,760,200	39,617,855	474,237	707,903,818
Traffic engineering	1,348,774	22,371	130,703	1,240,442
Total highways and streets	<u>670,108,974</u>	<u>39,640,226</u>	<u>604,940</u>	<u>709,144,260</u>
Health:				
Consumer protection	68,503	-	-	68,503
Environmental services	4,903,762	383,060	337,859	4,948,963
Animal control services	2,529,771	-	-	2,529,771
Environmental health and administration	1,605,895	194,182	-	1,800,077
Resources management	16,404	-	-	16,404
Total health	<u>9,124,335</u>	<u>577,242</u>	<u>337,859</u>	<u>9,363,718</u>
Human services:				
Human rights	40,652	-	1,385	39,267
Human services	8,058,044	376,739	655,930	7,778,853
Office of senior affairs	24,920,745	415,783	-	25,336,528
Housing/community development	13,261,644	3,902,784	43,980	17,120,448
Total human services	<u>46,281,085</u>	<u>4,695,306</u>	<u>701,295</u>	<u>50,275,096</u>
Construction work in progress	408,906,596	99,631,121	34,075,184	474,462,533
Other	983,063	640,544	440,685	1,182,922
Total general fixed assets	<u>\$ 3,584,282,075</u>	<u>\$ 198,573,144</u>	<u>\$ 46,844,543</u>	<u>\$ 3,736,010,676</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF TRANSFERS BETWEEN FUNDS
For the year ended June 30, 2007

Interfund transfers were as follows:

<u>From</u>	<u>To</u>	
General Fund *	Open and Ethical Elections Fund	\$ 473,000
General Fund *	Operating Grants Fund	4,921,974
General Fund *	Law Enforcement Protection Fund	569,508
General Fund *	Gas Tax Fund	1,222,000
General Fund *	City/County Building Operations Fund	-
General Fund *	Plaza del Sol Fund	-
General Fund *	Capital Acquisition Fund *	18,808,000
General Fund *	City/County Building Debt Service Fund	83,000
General Fund *	Sales Tax Refunding Debt Service Fund	1,356,000
General Fund *	Parking Facilities Fund	1,883,000
General Fund *	Refuse Disposal Fund	800,000
General Fund *	Transit Fund *	22,815,000
General Fund *	Vehicle/Equipment Replacement Fund	3,778,000
General Fund *	Open Space Expenditures Fund	1,658,000
Recreation Fund	General Fund *	230,000
Lodgers Tax Fund	General Fund *	140,000
Lodgers Tax Fund	Sales Tax Refunding Debt Service Fund	5,415,000
Hospitality Tax Fund	Sales Tax Refunding Debt Service Fund	841,000
Hospitality Tax Fund	Capital Acquisition Fund *	250,000
Albuquerque Bio Park Fund	Capital Acquisition Fund *	1,185,000
Corrections Fund	General Fund *	259,771
Metro Redevelopment Fund	General Fund *	-
Law Enforcement Protection Fund	General Fund *	155,000
City/County Facilities Fund	City/County Building Debt Service Fund	1,058,000
City/County Projects Fund	General Fund *	82,000
False Alarm Enforcement	Capital Acquisition Fund*	361,882
Plaza del Sol Building Fund	Sales Tax Refunding Debt Service Fund	570,000
Capital Acquisition Fund *	Capital Acquisition Fund *	2,422,435
Capital Acquisition Fund *	Transit Fund *	877,458
Infrastructure Tax Fund	Transit Fund*	7,386,650
Parking Facilities Fund	General Fund *	172,757
Refuse Disposal Fund *	General Fund *	2,100,530
Transit Fund *	General Fund *	291,676
Apartments Fund	City Housing Fund	47,133
Golf Fund	General Fund *	87,085
Risk Management Fund	General Fund *	269,000
Acquisition and Management of Open Space Permanent Fund	Acquisition and Management of Open Space Expenditures Fund	1,612,513
Urban Enhancement Permanent Fund	Urban Enhancement Expenditures Fund	<u>364,353</u>
Total transfers		<u>\$ 84,546,725</u>

* Major fund, all others are nonmajor funds

	<u>Transfers In</u>	<u>Transfers Out</u>
Exhibit A-4, "Statement of Revenues, Expenditures, and Changes in Fund Balances All Governmental Funds"	\$ 81,578,544	\$ 50,784,617
Exhibit A-8, "Statement of Revenues, Expenses, and Changes in Net Assets All Proprietary Funds"		
Enterprise funds	2,699,181	33,762,108
Internal Service funds	<u>269,000</u>	<u>-</u>
Total transfers	<u>\$ 84,546,725</u>	<u>\$ 84,546,725</u>

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

Parking Facilities Fund	\$ 172,757
Refuse Disposal Fund	1,057,530
Transit Fund	291,676
Golf Course Fund	<u>87,085</u>
Total PILOT	<u>\$ 1,609,048</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.

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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.

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

Schedule I

	Fiscal Years					
	2002	2003	2004	2005	2006	2007
Governmental activities						
Invested in capital assets, net of related debt	\$ 439,612,859	\$ 504,054,856	\$ 557,927,627	\$ 2,411,458,952	\$ 2,634,062,347	\$ 2,624,259,680
Restricted	174,750,447	192,032,124	211,593,171	181,042,023	166,750,878	172,430,062
Unrestricted	34,321,393	50,236,928	76,175,065	103,128,677	33,578,099	187,943,375
Total governmental activities net assets	\$ 648,684,699	\$ 746,323,908	\$ 845,695,863	\$ 2,695,629,652	\$ 2,834,391,324	\$ 2,984,633,117
Business-type activities						
Invested in capital assets, net of related debt	\$ 601,222,334	\$ 651,138,659	\$ 197,589,791	\$ 237,142,685	\$ 296,141,191	\$ 297,136,715
Restricted	75,008,694	76,854,521	77,463,968	82,966,714	71,543,791	70,846,509
Unrestricted	74,205,270	87,987,411	36,600,635	35,122,994	25,461,317	45,545,113
Total business-type activities net assets	\$ 750,436,298	\$ 815,980,591	\$ 311,654,394	\$ 355,232,393	\$ 393,146,299	\$ 413,528,337
Primary government						
Invested in capital assets, net of related debt	\$ 1,040,835,193	\$ 1,155,193,515	\$ 755,517,418	\$ 2,648,601,637	\$ 2,930,203,538	\$ 2,921,396,395
Restricted	249,759,141	268,886,645	289,057,139	264,008,737	238,294,669	243,276,571
Unrestricted	108,526,663	138,224,339	112,775,700	138,251,671	59,039,416	233,488,488
Total primary government net assets	\$ 1,399,120,997	\$ 1,562,304,499	\$ 1,157,350,257	\$ 3,050,862,045	\$ 3,227,537,623	\$ 3,398,161,454

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

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

Schedule 2

	Fiscal Years					
	2002	2003	2004	2005	2006	2007
Expenses						
Governmental activities:						
General government	\$ 52,802,606	\$ 53,021,966	\$ 65,199,614	\$ 67,551,970	\$ 77,107,323	\$ 83,362,320
Public Safety	180,520,033	186,205,866	196,502,048	209,967,573	233,410,622	213,014,961
Culture and recreation	64,806,137	71,782,754	66,765,905	82,108,879	77,297,628	83,397,788
Public works/Municipal Development	27,869,181	9,857,177	15,949,001	13,680,172	39,042,319	41,735,871
Health and human services	62,055,477	61,943,139	59,675,888	63,942,585	63,903,290	70,592,142
Housing and community development	29,395,412	26,192,160	21,646,994	18,183,809	24,601,733	29,206,270
Interest on long-term debt	16,796,249	15,275,693	15,949,492	13,815,019	18,970,735	17,329,247
Total governmental activities expenses	434,245,095	424,278,755	441,688,942	469,250,007	534,333,650	538,638,599
Business-type activities:						
Airport	60,524,079	60,643,039	60,846,366	54,644,728	59,904,463	62,265,198
Refuse disposal	35,836,803	37,131,656	39,444,987	41,369,980	45,080,158	47,897,085
Housing Authority	-	25,796,567	-	-	-	-
Transit	30,622,700	-	31,401,160	37,958,533	40,960,678	47,972,405
Joint water and sewer (1)	106,949,587	109,545,515	-	-	-	-
Other non-major business-type activities	32,389,529	44,107,381	40,724,540	41,878,871	42,721,505	43,868,850
Total business-type activities expenses	266,322,698	277,224,158	172,417,053	175,852,112	188,666,804	202,003,538
Total primary government expenses	\$ 700,567,793	\$ 701,502,913	\$ 614,105,995	\$ 645,102,119	\$ 723,000,454	\$ 740,642,137
Program Revenues						
Governmental activities:						
Charges for services						
General government	\$ 31,209,841	\$ 35,131,516	\$ 42,675,819	\$ 42,536,261	\$ 42,539,075	\$ 39,930,676
Public Safety	5,105,798	26,358,911	25,956,317	29,652,627	29,001,098	5,356,710 (2)
Other	26,395,321	14,291,111	15,229,558	14,921,613	15,040,659	22,251,900
Operating grants and contributions	47,497,821	28,728,252	32,925,778	29,915,795	37,115,148	37,539,631
Capital grants and contributions	5,392,337	9,930,175	2,381,212	1,026,552	1,097,787	216,178
Total governmental activities program revenues	115,601,118	114,439,965	119,168,684	118,052,848	124,793,767	105,295,095
Business-type activities:						
Charges for services						
Airport	57,549,154	59,325,022	60,664,848	64,046,597	68,416,707	68,214,647
Refuse	39,174,156	41,182,770	44,248,388	45,551,715	46,541,085	50,430,182
Other	140,012,282	154,697,701	20,084,614	19,498,189	18,744,313	19,621,912
Operating grants and contributions	21,969,722	24,770,592	25,249,911	24,750,772	24,348,775	26,027,625
Capital grants and contributions	24,539,129	38,909,321	12,802,142	29,891,981	30,407,851	20,552,706
Total business-type activities program revenues	283,244,443	318,885,406	163,049,903	183,739,254	188,458,731	184,847,072
Total primary government revenues	\$ 398,845,561	\$ 433,325,371	\$ 282,218,587	\$ 301,792,102	\$ 313,252,498	\$ 290,142,167

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

Schedule 2

	Fiscal Years					
	2002	2003	2004	2005	2006	2007
Net (Expense)/Revenue						
Governmental activities	\$ (318,643,977)	\$ (309,838,790)	\$ (322,520,258)	\$ (351,197,159)	\$ (409,539,883)	\$ (433,343,504)
Business-type activities	16,921,745	41,661,248	(9,367,150)	7,887,142	(208,073)	(17,156,466)
Total primary government net (expense)/revenue	\$ (301,722,232)	\$ (268,177,542)	\$ (331,887,408)	\$ (343,310,017)	\$ (409,747,956)	\$ (450,499,970)
General Revenues and Other Changes in Net Assets						
Governmental activities:						
Taxes						
Property taxes	\$ 72,151,496	\$ 86,393,546	\$ 88,253,706	\$ 92,546,664	\$ 101,600,383	\$ 108,690,517
Franchise taxes	15,368,751	18,119,767	18,449,049	20,138,467	19,290,495	19,439,256
Sales taxes	116,252,287	121,984,293	132,257,178	163,250,264	187,323,240	187,007,560
Other taxes	8,319,032	8,326,069	8,730,347	9,019,206	11,991,553	12,959,738
Unrestricted NM shared taxes and fees	146,338,236	152,505,829	161,755,908	167,875,410	180,991,062	191,843,254
Unrestricted grants and contributions	12,346,808	11,471,037	15,281,939	29,230,347	34,041,732	38,863,931
Payments in lieu of taxes	-	-	5,110,928	4,769,764	5,202,860	5,111,853
Investment earnings	11,324,332	8,594,542	4,253,858	12,469,788	14,039,015	19,994,223
Miscellaneous	5,179,315	15,559,876	13,917,869	15,759,659	27,167,544	30,737,892
Transfers between gov't and business type	(21,184,079)	(15,943,671)	(25,625,107)	(25,933,600)	(33,346,329)	(31,062,927)
Gain(loss) on disposition of capital assets	-	-	-	(45,363,094)	-	-
Total governmental activities	366,096,178	407,011,288	422,385,675	443,762,875	548,301,555	583,585,297
Business-type activities:						
Investment earnings	4,531,263	2,506,826	124,945	1,697,541	3,051,453	4,022,531
Miscellaneous	-	-	-	-	1,724,197	2,453,046
Transfers between gov't and business type	21,184,079	15,943,671	25,625,107	25,933,600	33,346,329	31,062,927
Gain(loss) on disposition of capital assets	-	-	(538,744,820)	(1,267,740)	-	-
Total business-type activities	25,715,342	18,450,497	(512,994,768)	26,363,401	38,121,979	37,538,504
Total primary government	\$ 391,811,520	\$ 425,461,785	\$ (90,609,093)	\$ 470,126,276	\$ 586,423,534	\$ 621,123,801
Changes in Net Assets						
Governmental activities	47,452,201	97,172,498	99,865,417	92,565,716	138,761,672	150,241,793
Business-type activities	42,637,087	60,111,745	(522,361,918)	34,250,543	37,913,906	20,382,038
Total primary government	\$ 90,089,288	\$ 157,284,243	\$ (422,496,501)	\$ 126,816,259	\$ 176,675,578	\$ 170,623,831

(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
(accrual basis of accounting)

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
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
2000	130,281,585	6,899,766	680,669	1,246,228	96,367,231	72,961,680	13,581,230	-	8,394,740	330,413,129
1999	125,538,540	6,957,554	668,494	1,219,314	104,853,765	63,661,977	14,161,396	-	8,091,811	325,152,851
1998	122,179,030	7,123,815	659,349	1,117,786	99,767,143	61,129,190	17,653,181	-	7,944,710	317,574,204

City of Albuquerque, New Mexico
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Years				
	1998	1999	2000	2001	2002
General Fund					
Reserved	\$ 20,129,058	\$ 19,476,022	\$ 18,948,761	\$ 18,829,144	\$ 16,781,809
Unreserved	24,565,861	24,665,504	24,454,124	21,353,520	19,817,655
Total general fund	<u>\$ 44,694,919</u>	<u>\$ 44,141,526</u>	<u>\$ 43,402,885</u>	<u>\$ 40,182,664</u>	<u>\$ 36,599,464</u>
All Other Governmental Funds					
Reserved	\$ 81,282,627	\$ 51,804,175	\$ 106,269,951	\$ 81,007,719	\$ 64,982,499
Unreserved reported in:					
Special revenue funds	\$ 18,316,082	\$ 19,175,941	\$ 8,764,539	\$ 3,913,646	\$ 19,120,526
Debt service funds	14,512,501	18,505,932	29,663,267	15,998,712	5,013,003
Capital projects funds	99,231,474	123,374,805	50,000,403	67,295,182	16,991,567
Total all other governmental funds	<u>\$ 213,342,684</u>	<u>\$ 212,860,853</u>	<u>\$ 194,698,160</u>	<u>\$ 168,215,259</u>	<u>\$ 106,107,595</u>
General Fund					
Reserved					
Unreserved	\$ 28,163,764	\$ 30,741,358	\$ 42,706,312	\$ 5,644,988	\$ 8,402,072
Total general fund	<u>\$ 14,961,437</u>	<u>\$ 33,737,288</u>	<u>\$ 42,717,703</u>	<u>\$ 81,705,583</u>	<u>\$ 76,244,763</u>
All Other Governmental Funds					
Reserved	\$ 43,125,201	\$ 64,478,646	\$ 85,424,015	\$ 87,350,571	\$ 84,646,835
Unreserved reported in:					
Special revenue funds	\$ 62,655,779	\$ 55,841,404	\$ 54,530,026	\$ 63,006,291	\$ 57,381,957
Debt service funds	\$ 21,466,100	\$ 25,522,271	\$ 22,674,822	\$ 26,911,919	\$ 38,795,673
Capital projects funds					
Total all other governmental funds	<u>4,042,465</u>	<u>3,406,977</u>	<u>3,992,483</u>	<u>-</u>	<u>-</u>
	<u>27,703,336</u>	<u>32,575,154</u>	<u>26,749,226</u>	<u>151,940,533</u>	<u>149,976,227</u>
	<u>\$ 115,867,680</u>	<u>\$ 117,345,806</u>	<u>\$ 107,946,557</u>	<u>\$ 241,858,743</u>	<u>\$ 246,153,857</u>

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City of Albuquerque, New Mexico
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting, in thousands of dollars)

Schedule 5

	1998	1999	2000	2001
Revenues				
Taxes	\$ 190,857	\$ 195,694	\$ 201,300	\$ 228,910
Licenses, fees and permits	9,032	9,537	9,542	10,275
Fines and penalties	677	1,035	352	458
Charges for services	46,451	42,499	40,903	44,132
Municipal development	2,335	1,251	3,412	4,823
Intergovernmental	199,174	214,533	195,209	209,617
Interest earnings	16,415	12,047	13,573	20,504
Other revenues	16,132	14,601	12,023	11,592
Total revenues	481,073	491,197	476,314	530,311
Expenditures				
General government	50,907	49,917	51,967	52,359
Public safety	142,108	144,965	154,464	165,804
Cultural and recreation	51,657	50,152	50,533	54,248
Public works/Municipal development	19,770	18,967	17,261	15,385
Housing and community development	35,533	37,321	17,523	21,352
Health and human services	52,511	57,344	61,025	62,654
Capital outlay	88,855	81,323	103,225	140,853
Debt service				
Principal	72,049	65,182	60,023	95,325
Interest				
Fees and other charges				
Total expenditures	513,390	505,171	516,021	607,980
Excess of revenues under expenditures	(32,317)	(13,974)	(39,707)	(77,669)
Other Financing Sources/(Uses)				
Proceeds from borrowing	73,312	26,940	49,708	68,008
Proceeds from refunding	-	77,601	-	-
Payments to escrow agent	-	(76,691)	-	-
Transfers in	49,566	38,839	38,672	43,465
Transfers out	(64,784)	(53,859)	(52,766)	(63,334)
Total other financing sources/(uses)	58,094	12,830	35,614	48,139
Net change in fund balances	\$ 25,777	\$ (1,144)	\$ (4,093)	\$ (29,530)
Debt service as a percentage of noncapital expenditures	16.97%	15.38%	14.54%	20.41%

Note: Prior to 2002 debt service expenditures were not reported as principal or interest, therefore a breakdown is not available.

Note: Expenditures in FY2006 were changed to agree to the Statement of Revenues, Expenditures, and Changes in Fund Balance Government Funds

City of Albuquerque, New Mexico
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting, in thousands of dollars)

Schedule 5

Fiscal Years					
2002	2003	2004	2005	2006	2007
\$ 218,303	\$ 232,317	\$ 252,644	\$ 289,570	\$ 323,403	\$ 336,354
10,396	14,436	16,026	17,801	17,768	16,027
669	715	901	1,157	1,374	10,719
43,745	45,683	51,428	51,414	54,219	47,381
10,277	7,163	5,871	5,148	3,818	2,429
209,422	216,174	229,799	251,326	272,027	269,415
10,411	7,946	4,082	12,297	10,390	15,667
11,520	15,709	15,056	11,263	23,757	28,612
<u>514,743</u>	<u>540,143</u>	<u>575,807</u>	<u>639,976</u>	<u>706,756</u>	<u>726,604</u>
53,055	54,193	67,988	68,849	71,552	97,328
172,368	178,933	191,486	216,212	228,853	188,404
53,316	52,891	8,208	63,385	68,451	67,675
11,277	6,385	54,925	9,190	30,817	27,212
21,463	22,074	17,292	21,765	3,074	12,230
60,943	61,230	59,237	65,940	65,971	67,971
110,038	112,738	132,615	174,569	181,778	172,290
60,058	44,764	67,896	95,492	84,621	80,400
14,829	13,582	14,781	13,907	17,744	15,785
2,764	1,427	2,085	2,306	889	924
<u>560,111</u>	<u>548,217</u>	<u>616,513</u>	<u>731,615</u>	<u>753,750</u>	<u>730,219</u>
(45,368)	(8,074)	(40,706)	(91,639)	(46,994)	(3,615)
99,103	16,522	149,719	133,350	37,000	36,000
-	-	-	61,147	-	-
-	-	-	(61,023)	-	-
47,096	51,176	48,713	54,088	60,167	50,785
<u>(68,011)</u>	<u>(66,850)</u>	<u>(74,143)</u>	<u>(79,753)</u>	<u>(93,244)</u>	<u>(81,579)</u>
<u>78,188</u>	<u>848</u>	<u>124,289</u>	<u>107,809</u>	<u>3,923</u>	<u>5,206</u>
\$ <u>32,820</u>	\$ <u>(7,226)</u>	\$ <u>83,583</u>	\$ <u>16,170</u>	\$ <u>(43,071)</u>	\$ <u>1,591</u>
17.25%	13.73%	17.52%	20.05%	18.05%	17.41%

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 Assessed Value	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)				
1998	\$3,848,866,893	\$1,980,843,889	\$241,257,015	\$368,481,681	(\$218,255,034)	(\$751,577,132)	\$5,469,617,312	11.362	\$19,337,686,120	28.28%
1999	3,935,196,924	2,036,146,299	263,165,055	394,438,139	(222,877,796)	(749,174,066)	5,656,894,555	11.357	19,906,745,997	28.42%
2000	4,770,611,719	2,777,089,571	281,059,652	392,176,789	(230,337,445)	(1,134,317,568)	6,856,282,718	11.080	24,687,500,694	27.77%
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	11.166	24,805,522,291	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	11.161	26,316,228,174	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	11.153	26,866,121,192	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	11.154	27,916,098,471	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	11.149	29,337,088,541	28.24%
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	11.080	32,554,143,348	28.59%
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	11.148	34,382,708,126	28.67%

Source: Bernalillo County Abstract of Property Reported For Taxation

Note: Bernalillo County assesses property at 33 and 1/3% 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,	Collected within the Fiscal Year of the Levy			Total Collections to Date		
	Taxes Levied for the Fiscal Year	Amount	Percentage of Levy	Amount	Percentage of Levy (1)	Amount
1998	\$61,648,597	\$57,085,189	92.60%	(2)	(2)	(2)
1999	64,063,064	59,698,737	93.19%	(2)	(2)	(2)
2000	73,991,401	59,460,369	80.36%	\$14,405,844	\$73,866,213	99.83%
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%

Source: Bernalillo County Treasurer's Reports for the Year ended June 30 and Bernalillo County 2006 Property Tax Schedule.

(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.

(2) In fiscal year 2000, Bernalillo County implemented a new property tax assessment and collection software system. Current total collections to date information is not available by tax year for fiscal years 1997, 1998, and 1999.

City of Albuquerque, New Mexico
 Taxable Sales By Category
 Current Year and Nine Years Ago

Tax Remitter	1998			2007		
	Tax Liability	Rank	Percentage of Total	Tax Liability	Rank	Percentage of Total
Retail Trade	\$ 3,882,400,000	1	39.49%	\$ 5,901,940,000	1	39.10%
All Other Sectors	3,794,000,000	2	38.59%	5,696,540,000	2	37.74%
Construction	1,000,800,000	3	10.18%	1,934,370,000	3	12.81%
Wholesale Trade	554,100,000	4	5.64%	857,040,000	7	5.68%
Manufacturing	320,100,000	5	3.26%	319,060,000	6	2.11%
Finances, Insurance and Real Estate	279,000,000	6	2.84%	386,690,000	5	2.56%
Total Taxable Gross Receipts	<u>\$ 9,830,400,000</u>		<u>100%</u>	<u>\$ 15,095,640,000</u>		<u>100%</u>

Source: New Mexico Taxation and Revenue Department

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

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
1998	48.132	11.362	9.070	1.347	11.888	2.935	1.050	4.565	5.915
1999	46.752	11.357	9.066	1.438	11.013	2.945	1.050	4.103	5.780
2000	42.499	11.080	8.270	1.482	8.505	2.578	0.939	4.016	5.629
2001	43.701	11.166	8.558	1.529	8.527	3.179	0.962	4.184	5.596
2002	45.571	11.161	8.635	1.765	8.503	2.628	0.943	6.500	5.436
2003	44.701	11.153	8.532	1.123	7.883	3.174	0.937	6.500	5.399
2004	46.668	11.154	9.549	1.520	8.497	3.175	0.936	6.500	5.337
2005	46.160	11.149	9.536	1.028	8.493	3.174	0.934	6.500	5.346
2006	44.367	11.080	8.369	1.234	8.415	3.069	0.920	6.317	4.963
2007	44.766	11.148	8.575	1.291	8.489	3.184	0.936	6.487	4.655

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

(2) Previously Technical Vocational Institute

Source: Bernalillo County Treasurer's Office

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		
1998						
7/1/97-12/31/97	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
1/1/98-6/30/98	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
1999						
7/1/98-12/31/98	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
1/1/99-6/30/99	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
2000						
7/1/99-12/31/99	5.0000	(0.5000)	0.8125	0.2500	5.5625	2.0375
1/1/00-6/30/00	5.0000	(0.5000)	1.0625	0.2500	5.8125	2.2875
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

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 Six Years Ago

Schedule 11

Taxpayer	2007			2001		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Qwest (US West)	\$ 98,381,250	1	1.00%	\$ 92,792,984	1	1.34%
PNM Electric	78,242,575	2	0.79%	65,419,389	2	0.95%
PNM Gas Services	21,179,074	3	0.22%	20,081,828	3	0.29%
Southwest Airlines	19,210,731	4	0.19%	20,125,475	5	0.29%
Crescent Real Estate (Hyatt Hotel)	18,726,794	5	0.19%	20,904,443	8	0.30%
Comcast Cabelvision of New Mexico	16,396,478	6	0.17%	-	-	-
Simon Property Group Ltd (Cottonwood Mall)	15,960,737	7	0.16%	17,689,498	4	0.26%
Heitman Properties of NM (part of Coronado Shopping Mall)	15,688,598	8	0.16%	18,497,917	6	0.27%
Voicestream PCS II Corporation	13,826,083	9	0.14%	-	-	-
Verizon Wireless (VAW) LLC.	11,121,035	10	0.11%	-	-	-
Altell Communications Inc.	9,788,097	11	0.10%	-	-	-
AHS Albuquerque Regional Medical Center	8,314,168	12	0.08%	-	-	-
DI Albuquerque Funding Com Inc.	6,940,973	13	0.07%	-	-	-
HUB Albuquerque LLC/HRPT Properties	6,832,950	14	0.07%	-	-	-
Winrock Property (Winrock Mall)	6,520,159	15	0.07%	12,406,360	10	0.18%
AT&T Communications	-	-	-	15,518,310	7	0.22%
Southwestco Wireless	-	-	-	12,808,309	9	0.19%
Total	\$ 347,129,702		3.52%	\$ 296,244,513		4.29%
Total taxable valuation	9,858,168,778			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
Ratios of Outstanding Debt by Type
Last Six Fiscal Years

Fiscal Year	<u>Governmental Activities</u>				<u>Business Type Activities</u>			
	General Obligation Bonds	Sales Tax Bonds	Special Assessment Bonds	Airport Revenue Bonds	Refuse Revenue Bonds	Golf Revenue Bonds		
2002	\$ 209,865,000	\$ 145,101,661	\$ 22,407,475	\$ 230,310,000	\$ 36,285,000	\$ -		
2003	160,055,000	156,775,349	13,421,511	211,750,000	33,635,000	-		
2004	262,605,000	146,145,493	16,680,463	233,660,000	30,795,000	-		
2005	296,555,000	161,723,116	12,655,943	226,030,000	27,820,000	1,885,000		
2006	276,205,000	136,165,000	5,391,299	216,220,000	24,710,000	1,660,000		
2007	235,765,000	149,411,536	5,463,784	205,070,000	26,180,627	1,425,000		

Fiscal Year	Water (1) Revenue Bonds	Total Primary Government	Percentage of Personal Income (2)	Per Capita (2)	Population (3)	Personal Income (4)
2002	\$ 271,903,400	\$ 915,872,536	4.40%	1,974	464,011	\$20,793,000,000
2003	243,479,772	819,116,632	3.84%	1,732	472,814	\$21,355,000,000
2004	218,025,705	689,885,956	3.07%	1,428	483,249	\$22,466,000,000
2005	310,594,677	726,669,059	3.04%	1,470	494,477	\$23,916,000,000
2006	415,102,899	660,351,299	2.57%	1,308	504,949	\$25,676,000,000
2007	506,761,648	623,315,947	2.27%	1,220	511,008	\$27,450,000,000

- (1) Albuquerque Bernalillo County Water Authority was created in 2004 with all assets and liabilities transferred from the City.
- (2) Population and personal income data used to calculate Per Capita and % of Personal Income are from Bureau of Business & Economic Research, UNM (BBER).
- (3) 2007 Population is an estimate based on a BBER projected annual growth rate of 1.2%.
- (4) FY 2006 and FY 2007 personal income amount is from BBER forecast for the Albuquerque MSA.

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

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

Schedule 13

General Bonded Debt Outstanding

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Actual Taxable Value</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>	<u>Population (1)</u>
1998	\$169,165,000	\$5,469,637,312	3.09%	\$401.91	420,907
1999	152,825,000	5,656,894,555	2.70%	362.67	421,384
2000	144,144,636	6,856,282,717	2.10%	320.93	449,140
2001	117,440,000	6,900,700,986	1.70%	258.51	454,291
2002	209,865,000	7,419,129,910	2.83%	452.28	464,011
2003	160,055,000	7,619,420,780	2.10%	338.52	472,814
2004	262,605,000	7,883,833,602	3.33%	543.42	483,249
2005	296,555,000	8,285,493,156	3.58%	599.73	494,477
2006	276,205,000	9,307,580,592	2.97%	547.00	504,949
2007	235,765,000	9,858,168,778	2.39%	461.37	511,008

(1) Population data used to calculate Per Capita is from Bureau of Business & Economic Research, UNM (BBER).
FY 2006 population is estimated base on a BBER projected populations growth rate of 1%.

City of Albuquerque, New Mexico
Direct and Overlapping Governmental Activities Debt
 As of June 30, 2007

<u>Governmental Agency</u>	<u>G.O. Debt</u>	<u>Tax Year 2006 Assessed Valuation</u>	<u>Percent Applicable to City</u>	<u>Net Overlapping</u>
City of Albuquerque	\$229,782,880	\$9,858,168,778	100.00%	\$229,782,880
Albuquerque Public Schools	163,490,000	13,148,008,854	74.98%	122,582,212
Albuquerque Metropolitan Arroyo Flood Control Authority	36,200,000	11,399,814,221	86.48%	31,304,520
Central New Mexico Community College	39,700,000	11,803,725,436	83.52%	33,156,422
Bernalillo County	88,580,000	11,868,673,831	83.06%	73,574,908
State of New Mexico	362,735,000	32,194,252,218	30.62%	111,072,710
Total Direct & Overlapping General Obligation (G.O.) Bond Debt				<u><u>\$601,473,653</u></u>
Gross G.O. Bonded Debt (includes general purpose & water, sewer, & stormsewer)				<u>\$235,765,000</u>
Less G.O. Sinking Fund June 30, 2007 Balance				<u>(5,982,120)</u>
Net G.O. Bonded Debt				<u><u>\$229,782,880</u></u>

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

	Fiscal Years				
	1998	1999	2000	2001	2002
Debt Limit	\$ 218,785,000	\$ 226,276,000	\$ 274,251,000	\$ 276,026,000	\$ 296,765,196
Total net debt applicable to limit	103,885,000	123,476,000	179,481,000	205,241,000	127,140,000
Legal Debt Margin	\$ 114,900,000	\$ 102,800,000	\$ 94,770,000	\$ 70,785,000	\$ 169,625,196
	47%	55%	65%	74%	43%

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

	Fiscal Years				
	2003	2004	2005	2006	2007
Debt Limit	\$ 304,953,000	\$ 315,502,000	\$ 331,571,000	\$ 372,303,224	\$ 394,326,751
Total net debt applicable to limit	112,885,000	214,995,000	238,375,917	223,770,000	266,936,751
Legal Debt Margin	\$ 192,068,000	\$ 100,507,000	\$ 93,195,083	\$ 148,533,224	\$ 127,390,000
	37%	68%	72%	60%	68%

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

Legal Debt Margin Calculation for Fiscal Year 2007

Assessed Value	\$ 9,858,168,778
Debt Limit (1)	394,326,751
Debt applicable to limit: General Obligation Bonds - General Purpose Only	266,936,751
Legal debt margin	\$ 127,390,000

(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
 (amounts expressed in thousands)

Fiscal Year	<u>Airport Bonds</u>				<u>Refuse Bonds</u>			
	<u>Revenues</u>	<u>Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service Coverage</u>	<u>Revenues</u>	<u>Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service Coverage</u>
1998	\$54,546	\$14,799	\$39,747	\$19,919	\$32,223	\$25,823	\$6,400	\$3,156
1999	54,827	16,109	38,718	17,799	33,960	26,262	7,698	3,917
2000	55,439	17,036	38,403	17,244	35,943	27,090	8,853	3,910
2001	58,011	20,136	37,875	21,261	38,997	28,465	10,532	3,913
2002	59,494	21,437	38,057	14,840	39,191	29,638	9,553	4,496
2003	60,157	22,059	38,098	13,711	41,001	31,166	9,835	4,326
2004	61,410	24,288	37,122	16,100	43,521	33,263	10,258	4,390
2005	64,943	24,616	40,327	20,915	44,888	34,227	10,661	5,122
2006	70,066	25,600	44,466	22,134	48,144	28,805	19,339	5,134
2007	70,479	27,618	42,861	14,585	54,143	42,013	12,130	5,131

Fiscal Year	<u>Sales Tax Revenue Bonds</u>				<u>Golf Course Revenue Bonds</u>			
	<u>Revenues</u>	<u>Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service Coverage</u>	<u>Revenues</u>	<u>Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service Coverage</u>
1998	\$150,753		\$150,753	\$11,044	NA	NA	NA	NA
1999	154,817		154,817	14,625	NA	NA	NA	NA
2000	161,941		161,941	9,883	NA	NA	NA	NA
2001	168,269		168,269	10,226	NA	NA	NA	NA
2002	169,909		169,909	8,920	\$4,111	\$3,621	\$490	\$343
2003	177,634		177,634	9,802	3,980	3,435	545	347
2004	193,783		193,783	9,549	3,820	3,594	226	345
2005	201,610		201,610	10,658	3,938	3,499	439	348
2006	216,205		216,205	11,764	4,234	3,485	749	348
2007	234,161		234,161	13,105	3,979	4,001	(22)	344

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 Nine Years Ago

Schedule 17

Employer	2007				1998			
	Employees	Rank	Percentage of Total Albuquerque MSA		Employees	Rank	Percentage of Total Albuquerque MSA	
			Employment	Employer			Employment	Employer
Albuquerque Public Schools	14,480	1	3.57%	Albuquerque Public Schools	11,500	1	3.31%	
University of New Mexico	14,300	2	3.52%	Sandia National Laboratories	7,192	2	2.07%	
Kirtland Air Force Base (Civilian)	8,640	3	2.13%	University of New Mexico	6,996	3	1.93%	
Sandia National Labs	7,720	4	1.90%	City of Albuquerque	6,495	4	1.87%	
City of Albuquerque	6,710	5	1.65%	Intel	6,100	5	1.76%	
Presbyterian	6,670	6	1.64%	Presbyterian Health Care Services	5,747	6	1.66%	
State of New Mexico	5,490	7	1.35%	Kirtland Air Force Base (Military)	5,650	7	3.02%	
Lovelace	5,200	8	1.28%	Kirtland Air Force Base (Civilian)	3,810	8	1.10%	
Kirtland Air Force Base (Military Active Duty)	5,100	9	1.26%	Lovelace Medical Center	3,750	9	1.08%	
Intel Corporation	4,700	10	1.16%	State of New Mexico	3,600	10	1.04%	
Total	79,010		19.46%		60,840		18.84%	

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

Fiscal Year	City of Albuquerque		Metropolitan Statistical Area					Average	
	Population	MSA Population	Personal Income Billions \$(3)	Per Capita Personal Income(2)	Civilian Labor Force	Civilian Employment	Wage/Salary Per Job	Unemployment Rate*	
1998	420,907	701,257	16.744	23,877	367,711	351,088	27,660	4.5%	
1999	421,384	706,262	17.336	24,546	371,115	354,894	28,432	4.4%	
2000	449,140	714,673	18.264	25,556	372,306	357,484	29,836	4.0%	
2001	454,291	722,753	19.909	27,546	374,600	359,375	31,088	4.1%	
2002	464,011	736,667	20.793	28,226	375,725	357,817	31,989	4.8%	
2003	472,814	748,895	21.355	28,515	378,128	358,021	33,024	5.3%	
2004	483,249	780,270	22.466	28,793	381,897	360,884	34,149	5.5%	
2005	494,477	797,517	23.916	29,988	389,003	368,649	35,333	5.2%	
2006	504,949	816,811	25.676	31,434	397,947	380,099	NA	4.5%	
2007	511,008	(1) 829,880	27.520	33,161	405,756	390,917	NA	3.7%	

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 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) Based on a BBER projected 1.2% yearly population growth for the City and 1.6% for the MSA in 2007.

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

(3) Personal Income for Fiscal Years 2006 and 2007 is estimated by BBER

NA - Not Available

**City of Albuquerque, New Mexico
Demographic Statistics**

Schedule 19

<u>Education (1)</u>	<u>Number</u>	<u>Percent</u>
Persons age 25 and over	382,155	100.00%
Less than 9th Grade	22,779	5.96%
9th-12th Grade, no diploma	32,712	8.56%
High School graduate	91,242	23.88%
Some college, no degree	98,223	25.70%
Associate degree	24,730	6.47%
Bachelor degree	63,148	16.52%
Graduate or Professional degree	49,321	12.91%
Percent completed High School	326,664	85.48%
Percent completed 4-year college	112,469	29.43%

School Enrollment (1)

Person enrolled in school	154,363	100.00%
Elementary schools (including Kindergarten)	44,123	28.58%
Mid-high schools	21,386	13.85%
High schools	27,902	18.08%
Private and parochial schools	11,788	7.64%
Technical Vocational schools	22,927	14.86%
University of New Mexico	26,237	16.99%

Household by Type (3)

Total households	183,236	100.00%
Family households	112,623	61.50%
with children under 18 years	55,400	30.20%
Married-couple family	79,915	43.60%
with children under 18 years	35,480	19.40%
Female householder, no husband present	23,626	12.90%
with children under 18 years	14,709	8.00%
Nonfamily households	70,613	38.50%
Average household size	2.40	
Average family size	3.02	

Medians (2)

Population age	34.9
Family income	\$51,552
Monthly housing cost - mortgage	\$1,077
Monthly housing cost - renting	\$598

National Comparison of Selected Characteristics (2)

	<u>National Rank</u>	
Population living below the poverty level	57	12.50%
Children living below the poverty level	44	22.10%
Population 5 years and older who speak other language at home	32	26.50%
Population is foreign born	41	10.60%
Population is 65 years and older	31	10.80%
Civilian population 18 years and older who are veterans	10	13.70%
Population 25 years and older who have completed high school	16	86.30%
Population is Native American	2	4.90%
Population 16 years and older who travel to work by public transportation	46	2.40%
Renters spending more than 30% of income on rent or utilities	60	42.30%
Home owners spending more than 30% of income on home costs	33	36.90%
Households with one or more people under 18	27	34.40%
Housing units that are owner-occupied	20	58.90%

(1) New Mexico Department of Education

(2) American Community Survey Profile 2004 (U.S. Census Bureau) of the 70 most populous municipalities in the United States

(3) U.S. Census Bureau, Census 2000

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

Schedule 20

Function/Program	Full-time Equivalent Employees as of June 30					
	2002	2003	2004	2005	2006	2007
Aviation	254	254	261	260	262	269
Chief Administrative Officer Department	78	47	55	57	59	40
Convention Center	50	46	37	0 (2)	0	0
Council Services	18	18	18	21	21	27
Cultural Services	378	375	322	362	390	400
Economic Development	0	0	0	0	0	10 (7)
Environmental Health	174	171	163	185	196	237
Family and Community Services	429	379	369	416	429	428
Finance and Administrative Services	330	306	190 (1)	230	328 (4)	343 (8)
Fire	602	602	604	665	675	692 (9)
Human Resources	42	42	41	41	42	45
Legal	71	63	73	77	80	107 (10)
Mayor Department	9	9	7	7	7	7
Metropolitan Detention Center	494	485	495	510	503	0 (11)
Municipal Development	0	0	201 (5)	278	524 (5)	543
Office of Internal Audit	11	11	11	12	14	14
Parks and Recreation	305	300	285	273	264	296 (12)
Planning	143	161	168	182	182	191
Police	1,308	1,311	1,330	1,363	1,488	1,566
Public Works	968	841	792	282 (3)	0 (6)	0
Senior Affairs	107	92	92	93	95	99
Solid Waste	409	403	405	414	418	432
Transit Operations	536	512	476	528	531	589 (13)
Total	<u><u>6,716</u></u>	<u><u>6,428</u></u>	<u><u>6,395</u></u>	<u><u>6,256</u></u>	<u><u>6,508</u></u>	<u><u>6,335</u></u>

- (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

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

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

Schedule 21

Function/Program	Fiscal Years					
	2002	2003	2004	2005	2006	2007
Aviation						
Passengers enplaned/deplaned	6,311,000	6,007,000	6,228,000	6,466,435	6,563,579	6,489,548
Number of flights	122,096	130,475	121,511	124,465	120,150	115,749
Cultural and Recreation						
Library materials in collection	1,326,008	1,378,532	1,304,108	1,326,486	1,341,547	1,400,000
Library materials borrowed	3,150,628	3,404,772	3,620,494	4,178,204	4,326,904	4,422,245
Library visits	1,587,510	1,767,502	1,705,622	2,089,730	2,154,040	2,324,698
BioPark annual attendance	953,585	957,321	973,407	1,039,513	1,111,893	1,048,067
Explora annual attendance	47,000	60,820	219,378	214,977	190,485	205,055
Albuquerque Museum attendance	102,460	104,595	170,072	99,473	147,159	112,359
Park acres maintained	2,359	2,408	2,468	2,514	2,661	2,722
Open space acres	30,515	26,786	27,513	28,056	28,223	28,373
Municipal Development						
Street miles maintained	4,058	4,141	4,102	4,118	4,318	4,437
Street miles resurfaced/crack-seal	300	297	248	303	291	385
Potholes repaired	3,000	1,280	2,741	3,528	5,889	3,499
Curb miles swept	36,000	51,925	19,764	58,471	49,616	56,000
Facility maintained	128	130	133	145	145	168
Facility sq. ft. area maintained (mil.)	1.90	1.94	1.98	2.00	2.00	2.23
Planning						
Inspections -code compliance	31,165	37,758	35,973	63,933	51,566	52,511
Inspections - permits	164,079	192,020	201,932	236,052	245,397	182,438
Business registrations	6,831	6,501	6,683	7,495	5,862	6,979
Plans reviewed	10,220	11,492	11,803	9,370	7,707	7,416
Public Safety - Fire						
Emergency responses	65,387	69,170	68,271	69,877	69,877	73,242
Fires extinguished (residential)	*	*	201	99	136	138
Fires extinguished (non-residential)	*	*	191	114	127	115
Fires extinguished (wildland)	*	*	36	11	21	6
Hazardous materials incidents	863	1,496	1,002	884	952	1,071
Rescue calls	*	68	43	46	69	64
Code enforcement inspections	10,837	11,027	11,135	11,200	11,500	3,662
Public Safety - Police						
Offense reports processed	124,040	79,009	94,406	111,796	120,565	101,560
Accident reports processed	31,270	25,736	29,330	33,892	32,556	30,556
Calls received	*	1,284,531	1,176,022	1,156,696	1,130,949	911,071
Felony arrests	*	*	8,216	10,451	10,508	10,597
Misdemeanor arrests	*	*	12,195	24,379	19,782	24,044
Solid Waste						
Refuse collected (tons)	381,548	406,827	423,640	440,541	439,359	452,097
Recyclables collected (tons)	7,348	12,392	7,046	7,367	9,161	9,750
Miles litter/weeds cleaned	16,718	17,665	20,014	72,507	80,657	75,317
Graffiti sites cleaned	19,142	33,367	30,939	33,424	38,230	41,588
Transit - Bus						
Passenger miles		19,621,375	19,631,700	25,046,000	28,300,000	28,700,000
ABQRide ridership	7,435,000	6,834,508	6,863,216	7,249,621	8,450,000	8,650,000
Water Authority						
Water mains breaks	299	347	379	336	255	278
Average daily consumption (gal.)	97,945,205	95,232,877	95,161,644	89,315,068	89,860,274	85,983,561
Peak daily consumption (gal.)	163,600,000	160,140,000	163,500,000	151,000,000	153,500,000	149,940,000
Average daily sewage treatment	52,900,000	52,100,000	57,900,000	56,000,000	54,600,000	54,500,000

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
Schedule of Capital Assets by Function/Program
 Last Six Fiscal Years

Schedule 22

Function/Program	Fiscal Years					
	2002	2003	2004	2005	2006	2007
General Government:						
Bus Lines-minibuses	140	140	151	151	144	144
Landfill	1	1	1	1	1	1
Refuse Convenience Centers	3	3	3	3	3	3
Water mains (miles)	2,520	2,520	2,520	2,520	2,520	2,520
Fire hydrants	12,175	12,413	12,771	13,062	13,435	14,093
Storage capacity (thousands-of gallons)	211,000,000	211,000,000	211,000,000	211,000,000	211,000,000	211,000,000
Sanitary sewers (miles)	1,820	1,820	1,820	1,820	1,820	1,820
Storm sewers (miles)	555	580	610	611	611	612
Treatment capacity (thousands-of gallons)	76,000,000	76,000,000	76,000,000	76,000,000	76,000,000	76,000,000
Public Safety:						
Law Enforcement Center	1	1	1	1	1	1
Police Area Command Centers	5	5	5	5	5	5
Police Substations	11	12	12	12	12	12
Fire Stations	23	23	23	23	23	23
Higways and Streets:						
Streets maintained (miles)	3,890	4,141	4,102	4,118	4,264	4,437
ROW acres	*	*	*	*	7,383	7,383
Bridges (railroad, river, roads)	31	31	31	31	31	31
Urban trails (miles)	54	55	59	60	66	126
Traffic signals	533	557	565	571	573	586
School flashing beacons	112	112	112	112	117	117
Storm lift stations	13	14	14	14	14	14
Storm drainage bridges	182	192	193	193	193	193
Dams/Dentention basin	14	14	14	14	14	14
Cultural and Recreation:						
Open space acreage	*	26,786	27,513	28,056	28,223	28,326
Park acres	*	2,408	2,468	2,514	2,661	2,769
Playgrounds	*	138	140	143	145	145
Baseball/softball parks	7	7	7	7	6	6
Golf courses	4	4	4	4	4	4
Swimming pools	12	12	12	12	12	12
Tennis courts	32	32	32	32	32	36
Community centers	24	24	24	24	24	24
Museums/Zoos/Cultural Centers	10	10	10	10	10	10
Libraries	17	17	17	17	17	17

Source: City of Albuquerque Annual Performance Plan, Albuquerque Water Utility Water Authority 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.

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

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

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CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

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	10/1/2006	9/30/2007	\$ 292,595
Child and Adult Care Food Program	0278	10.558	10/1/2005	9/30/2006	75,549
					<u>368,144</u>
National School Lunch Program					
Pass Through - New Mexico Children and Youth					
Summer Food Service Program FY07/08	3037	10.559	10/1/2006	9/30/2007	658,206
Summer Food Service Program FY06/07	3037	10.559	10/1/2005	9/30/2006	495,013
					<u>1,153,219</u>
Total U.S. Department of Agriculture					<u>\$ 1,521,363</u>
<u>U.S. Department of Commerce</u>					
Direct					
Double Eagle II Infrastruct Improvement	EDA 08-01-03787	11.300	12/30/2002	Completion	483,601
Total U.S. Department of Commerce					<u>\$ 483,601</u>
<u>U.S. Department of Housing and Urban Development</u>					
Property Improvement Loan Insurance For Improving Existing Structures					
Direct					
Double Eagle II Power and Gas	B-03-SP-NM-0491	14.142	6/1/2003	Completion	-
					<u>-</u>
Community Development Block Grants/Entitlement Grants					
Direct					
Community Develop. Blk Grant 2007	B-07-MC-35-0001	14.218	1/1/2007	Completion	1,289,085
Community Develop. Blk Grant 2006	B-06-MC-35-0001	14.218	1/1/2006	Completion	3,059,949
Community Develop. Blk Grant 2005	B-05-MC-35-0001	14.218	1/1/2005	Completion	508,590
Community Develop. Blk Grant 2004	B-04-MC-35-0001	14.218	1/1/2004	Completion	196,348
Community Develop. Blk Grant 2003	B-03-MC-35-0001	14.218	1/1/2003	Completion	42,983
Community Develop. Blk Grant 2002	B-02-MC-35-0001	14.218	1/1/2002	Completion	-
Community Develop. Blk Grant 2001	B-01-MC-35-0001	14.218	1/1/2001	Completion	1,977
Community Develop. Blk Grant 2000	B-00-MC-35-0001	14.218	1/1/2000	Completion	96,287
					<u>5,195,219</u>
Emergency Shelter Grants Program					
Direct					
Emergency Shelter Grant Program	S-07-MC-35-5001	14.231	1/1/2007	Completion	-
Emergency Shelter Grant Program	S-06-MC-35-5001	14.231	1/1/2006	Completion	188,826
Emergency Shelter Grant Program	S-05-MC-35-5001	14.231	1/1/2005	Completion	-
Emergency Shelter Grant Program	S-04-MC-35-5001	14.231	1/1/2004	Completion	-
					<u>188,826</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures / Adjustments
			From	To	
<u>U.S. Department of Housing and Urban Development, continued</u>					
Supportive Housing Program					
Direct					
Supportive Housing Program	Admin. Component	14.235	5/1/2007	4/30/2008	27,156
Supportive Housing Program	Admin. Component	14.235	5/1/2006	4/30/2007	45,972
Supportive Housing Program	NM02B600004	14.235	5/1/2007	4/30/2008	31,242
Supportive Housing Program	NM02B600010	14.235	5/1/2007	4/30/2008	133,288
Supportive Housing Program	NM02B500010	14.235	5/1/2006	4/30/2007	195,594
Supportive Housing Program	NM02B500012	14.235	5/1/2006	4/30/2007	626,677
					1,059,929
Shelter Plus Care					
Direct					
Shelter Plus Care	NM02C600017	14.238	5/1/2007	4/30/2008	188,206
Shelter Plus Care	NM02C600018	14.238	5/1/2007	4/30/2008	63,118
Shelter Plus Care	NM02C500016	14.238	4/1/2006	3/31/2007	186,857
Shelter Plus Care	NM02C500017	14.238	4/1/2006	3/31/2007	553,174
					991,355
HOME Investment Partnerships Program					
Direct					
Home	M-07-MC-35-0209	14.239	1/1/2007	Completion	-
Home	M-06-MC-35-0209	14.239	1/1/2006	Completion	251,703
Home	M-05-MC-35-0209	14.239	1/1/2005	Completion	239,691
Home	M-04-MC-35-0209	14.239	1/1/2004	Completion	1,814,419
Home	M-03-MC-35-0209	14.239	1/1/2003	Completion	210,561
Home	M-02-MC-35-0209	14.239	1/1/2002	Completion	256,738
					2,773,112
Section 8 Moderate Rehabilitation					
Single Room Occupancy					
Direct					
Section 8 Moderate Rehabilitation	NM001SR-0004	14.249	7/1/2006	6/30/2007	32,944
					32,944
Public and Indian Housing					
Direct					
Low Rent Operating Subsidy	NM00100407D	14.850	1/1/2007	12/31/2007	882,314
Low Rent Operating Subsidy	NM00100406D	14.850	1/1/2006	12/30/2006	644,958
					1,527,272

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures / Adjustments
			From	To	
<u>U.S. Department of Housing and Urban Development, continued</u>					
Lower Income Housing Assistance Program					
Direct					
Section 8 Moderate Rehabilitation	NM001MR-0002	14.856	7/1/2006	6/30/2007	22,289
Section 8 Moderate Rehabilitation	NM001MR-0003	14.856	7/1/2006	6/30/2007	21,246
					43,535
Resident Opportunity and Supportive Services					
Direct					
Resident OPRT & Self Sufficiency	NM001RFS102A006	14.870	3/21/2006	2218/2008	25,608
Resident OPRT & Self Sufficiency	NM001REF0057A005	14.870	4/12/2006	4/10/2009	49,013
Resident OPRT & Self Sufficiency	NM001RFS128A005	14.870	4/21/2006	4/18/2007	30,752
					105,373
Section 8 Housing Choice Vouchers					
Direct					
Section 8-Housing Choice Voucher	NM001VO	14.871	7/1/2006	6/30/2007	21,133,644
Section 8-Housing Choice Voucher	NM001DV0001	14.871	7/1/2006	6/30/2007	227,734
					21,361,378
Public Housing Capital Fund					
Direct					
Public Housing Capital Fund Program	NM02P00150103	14.872	8/9/2003	9/16/2007	43,756
Public Housing Capital Fund Program	NM02P00150104	14.872	8/19/2004	9/13/2008	20,351
Public Housing Capital Fund Program	NM02P00150105	14.872	7/22/2005	8/17/2009	644,166
Public Housing Capital Fund Program	NM02P00150106	14.872	6/8/2006	7/17/2010	487,302
Public Housing Capital Fund Program	NM02P00150203	14.872	12/23/2003	2/12/2008	-
					1,195,575
Total U.S. Department of Housing and Urban Development					\$ 34,474,518
<u>U.S. Department of the Interior</u>					
Water Reclamation and Reuse Program					
Direct					
Albuquerque Metro Area Water Reclamation	99-FC-40-1050	15.504	6/1/1999	12/31/2009	1,574,954
					1,574,954
Fish and Wildlife Management Assistance					
Direct					
Bosque Restoration	1448-20181-01-G925	15.608	8/1/2003	6/1/2008	-
					-
Total U.S. Department of the Interior					\$ 1,574,954

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures / Adjustments
			From	To	
U.S. Department of Justice					
Direct					
Equitable Sharing of Federally Forfeited Property for State and Local Law Enforcement Agencies		16.0000	7/1/2006	6/30/2007	422,759 <u>422,759</u>
DEA State and Local Task Force Agreement		16.001	7/1/2006	6/30/2007	54,713 <u>54,713</u>
FBI Cost Reimbursement Agreement		16.300	7/1/2006	6/30/2007	14,977 <u>14,977</u>
Pass through - New Mexico Children and Youth Juvenile Accountability Block Grant	07-690-700-745	16.523	7/1/2006	6/30/2008	53,640 <u>53,640</u>
National Institute of Justice Research					
Evaluation and Development					
Direct					
Indian Country Crime Lab Services	2004-RC-CX-K075	16.560	5/1/2004	4/30/2008	21,974
DNA Backlog Reduction	2004-DN-BX-K098	16.560	7/1/2004	9/30/2008	78,869
Forensic Casework DNA Backlog Reduction	2005-DA-BX-K015	16.560	10/1/2005	9/30/2008	900
Solving Cold Cases with DNA	2005-DN-BX-K014	16.560	6/1/2005	5/31/2008	21,110 <u>122,853</u>
Byrne Formula Grant Program					
Pass through - New Mexico Dept. of Public Safety					
Drug Control and System Improvement	03-DCSI-APD-CL- DNA-Rev-FY	16.579	10/1/2006	9/30/2007	3,115 <u>3,115</u>
Local Law Enforcement Block Grants Program					
Direct					
Local Law Enforcement Block Grant 9	2004-LB-BX-1257	16.592	1/13/2005	1/12/2007	249,960
Local Law Enforcement Block Grant 8	2003-LB-BX-1966	16.592	4/6/2004	4/5/2006	- <u>249,960</u>
Executive Office for Weed and Seed					
Direct					
Weed and Seed Program (Eastside)	2006-WS-Q60138	16.595	10/1/2006	9/30/2007	73,633
Weed and Seed Program (Westside)	2006-WS-Q60139	16.595	10/1/2006	9/30/2007	71,594 <u>145,227</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures / Adjustments
			From	To	
<u>U.S. Department of Justice, continued</u>					
Bulletproof Vest Partnership Program					
Direct					
Bulletproof Vest Partnership Grant	N/A	16.607	6/1/2004	5/31/2008	9,093
Bulletproof Vest Partnership Grant	N/A	16.607	6/1/2004	5/31/2008	24,713
Bulletproof Vest Partnership Grant	N/A	16.607	6/1/2004	5/31/2008	-
					<u>33,806</u>
Community Prosecution and Project Safe Neighborhoods					
Pass through - New Mexico Dept. of Public Safety					
Project Safe Neighborhood	03-PSN-APD	16.609	2/1/2004	9/30/2006	15,242
					<u>15,242</u>
Public Safety Partnerships and Community Policing Grants					
Direct					
COPS-Universal Hiring	98-UL-WX-0071	16.710	9/1/1998	7/31/2006	-
COPS-Technology Grant	2006-CK-WX-0131	16.710	11/22/2005	11/21/2008	-
					<u>-</u>
Office of Juvenile Justice and Delinquency Prevention					
Pass Through - New Mexico Dept of Children and Youth					
Enforcing Underage Drinking Laws	07-690-7000-7008	16.727	7/1/2006	5/31/2007	19,999
					<u>19,999</u>
Gang Resistance Education and Training					
Direct					
Gang Resistance Education/Training	2004-JV-FX-0046	16.737	7/1/2005	9/30/2006	9,802
					<u>9,802</u>
Edward Byrne Memorial Justice Assistance Grant Program					
Direct					
Edward Byrne Memeorial Justice Assistance	2006-DJ-BX-1087	16.738	10/1/2005	9/30/2009	158,491
Edward Byrne Memeorial Justice Assistance	2005-DJ-BX-0380	16.738	8/2/2005	9/30/2008	601,526
NM Gang & Terrorism Task Force	05-JAG-PPA24NMGTTF	16.738	1/2/2006	9/30/2006	9,746
	05-CFYD-PPA24NMGTTF	16.738	10/1/2005	6/30/2006	-
NM Gang & Terrorism Task Force	03-DCSI-NMGTTFREY-FY07	16.738	11/1/2006	9/30/2007	4,063
					<u>773,826</u>
Paul Coverdell Forensic Sciences Improvement Grant Program					
Direct					
Paul Coverdell Forensic Science Improvement Grant	2006-DN-BX-0100	16.742	10/1/2006	9/30/2007	3,845
Paul Coverdell Forensic Science Improvement Grant	2005-DN-BX-0100	16.742	9/1/2005	8/30/2007	18,582
					<u>22,427</u>
Forensic Casework DNA Backlog Red Program					
Direct					
FY06 Forensic Casework DNA Backlog Red Prog.	2006-DN-BX-K061	16.743	10/1/2006	9/30/2008	-
					<u>-</u>
Anti-Gang Initiative					
Pass through - New Mexico Dept. of Public Safety					
Anti-Gang Initiative	06-Anti-Gang-APD-FY07	16.744	10/1/2006	9/30/2007	-
					<u>-</u>
Total U.S. Department of Justice					<u>\$ 1,942,346</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures / Adjustments
			From	To	
U.S. Department of Transportation					
DEII Access Roadway	STP-4007-3(3)03	20.xxx	3/1/2006	Completion	-
Airport Improvement Program					
Direct					
Terminal Apron	3-35-0003-031-2006	20.106	7/6/2005	Completion	7,707,427
Security Checkpoint	3-35-0003-29	20.106	8/6/2003	Completion	6,252
DE II Contract Control Tower	OTA	20.106	6/1/2003	Completion	-
DE II Midfield Development Phase III	3-35-0002-012-2007	20.106	2004	Completion	1,566,385
DE II Midfield Development Phase III	3-35-0002-010-2004	20.106	2004	Completion	-
DE II Midfield Development Phase I	3-35-0002-008-2003	20.106	2004	Completion	-
DE II Runway 17/35 Rehabilitation	3-35-0002-009-2004	20.106	7/19/2004	Completion	110,198
DE II Runway Assessment	3-35-0002-011-2005	20.106	8/1/2005	Completion	173,067
Taxiway E	3-35-0003-32-2007	20.106	12/5/2006	Completion	-
Pass Through - New Mexico Dept. of Transportation					
DE II Midfield Development Phase III	AEG-06-001	20.106	2004	Completion	-
DE II Midfield Development Phase I	NMAD-983	20.106	2004	Completion	-
DE II Runway 17/35 Rehabilitation	NMAD 1014	20.106	6/1/2004	Completion	-
DE II Runway Assessment	NMAD 995	20.106	8/1/2005	Completion	4,554
					<u>9,567,883</u>
Federal Highway Administration					
Direct					
TCSP - Commuter Rail	TCSE-0012-Q69/92D	20.205	10/1/2001	Completion	-
TCSP - Downtown Wayfinding	TCSE-001-Q69	20.205	9/1/2001	Completion	-
TCSP Uptown	TCSE-015-Q69/92D	20.205	8/15/2001	Completion	-
Westside/McMahon	CAQ-HPP-TPU-7601(07)	20.205	4/2/1997	6/30/2009	4,386,702
Signal Control	CAQ-TPU-7601(9)	20.205	3/14/2000	9/30/2010	1,873,209
I-40 Trail from Rio Grande to 6th	TPE-040-3(112)157	20.205	4/4/2001	6/30/2007	650
2nd Street/Montano Rd Improvements	TPU-4035(7)07	20.205	2/4/2004	6/30/2008	2,113,636
North Diversion Channel	CAQ-TPE-7701(39)	20.205	2/1/2000	6/30/2008	-
University/Rio Bravo/Mesa Del Sol	SP-GA-ST-5260(269)	20.205	7/30/2004	6/30/2009	2,855,190
Louisiana Blvd Interchange Public Art	TPE-7601(11)	20.205	10/26/2004	6/30/2008	118,000
Bicycle Lanes/Trails@Rio Grande Crossing	TPU-TPE-040-3(104)155	20.205	2/15/2005	6/30/2009	(16,228)
Bear Canyon Arroyo Trail	CAQ-TPU-7701(51)	20.205	8/20/2004	6/30/2008	12,158
Bicycle Travel Demand Management Prog.	CAQ-7701(43)	20.205	6/12/2002	9/30/2010	170,007
Tea21 Bicycle/Pedestrian Safety	CAQ-771(12) Contr No. 9819	20.205	6/20/1998	Completion	33,416
					<u>11,546,740</u>
Federal Transit Capital Investment Grants					
Direct					
URICA II (Solar)	NM-03-0020	20.500	9/30/1997	Completion	8,693
Construction-Uptown Transfer Center	NM-03-0021	20.500	2/16/1999	Completion	20,081
High Capacity/Rapid Transit Project	NM-03-0025	20.500	11/23/1999	Completion	-
Bus-Purchase & Facilities Construction	NM-03-0027	20.500	9/1/2000	Completion	-
Solar,Buses, Westside, ATC Depot	NM-03-0029	20.500	7/1/2001	Completion	(187,555)
WSTF, Buses, ATC Depot	NM-03-0033	20.500	3/1/2002	Completion	884,524
CAPITAL	NM-04-0003	20.500	10/1/2006	Completion	787,843
					<u>1,513,586</u>

CITY OF ALBUQUERQUE, NEW MEXICO
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For the Period of July 1, 2006 through June 30, 2007

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures / Adjustments
			From	To	
<u>U.S. Department of Transportation, continued</u>					
Federal Highway Admin. Planning Construction					
Pass Through - New Mexico Highway Dept.					
Rideshare/TDM FY06	MOO464	20.505	7/1/2005	6/30/2007	708,010
					<u>708,010</u>
Federal Transit Formula Grants					
Direct					
Capital(CMAQ)Operating 1994	NM-90-X041	20.507	7/1/1993	Completion	-
Capital (CMAQ) Operating 1996	NM-90-X045	20.507	7/1/1995	Completion	-
Uptown Facility CMAQ	NM-90-X049	20.507	7/1/1996	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	8,864
Construction 3 Facilities, Buses	NM-90-X060	20.507	7/1/2000	Completion	890,749
WSTF, Buses, Planning, Yale, Park & Ride	NM-90-X065	20.507	3/1/2002	Completion	5,506,959
ATC Depot, SW Mesa, PNR	NM-90-X073	20.507	7/12/2005	Completion	765,163
Buses, Technology, Planning	NM-90-X078	20.507	10/1/2006	Completion	-
					<u>7,171,735</u>
Job Access Reverse Commute					
Direct					
Job Access	NM-37-X004	20.516	10/1/2001	Completion	172,150
JARC Program Administrator	NM-37-X015	20.516	7/1/2006	Completion	-
					<u>172,150</u>
New Freedom Program					
Direct					
Planning Program Administration Region 6	NM-57-X0002	20.521	7/1/2006	Completion	-
					<u>-</u>
State and Community Highway Safety					
Pass Through - New Mexico Dept. of Transportation					
Click It or Ticket	06-OP-05-002	20.600	5/22/2006	6/4/2006	-
Pedestrian Safety	07-PS-03-P2A	20.600	3/30/2007	9/30/2007	-
Selective Traffic Enforcement	07-PT-02-002	20.600	10/1/2006	9/30/2007	80,115
					<u>80,115</u>
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons					
Pass Through					
Selective Traffic Enforcement	06-PT-63-002	20.605	10/1/2005	9/30/2006	57,599
					<u>57,599</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

<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 Transportation, continued</u>					
Minimum Penalties for repeat Offenders for Driving While Intoxicated					
Pass Through - New Mexico Dept. of Transportation					
Drug Recognition Expert	07-AL-64-P07	20.608	10/1/2006	9/30/2007	25,671
Drug Recognition Expert	06-AL-64-P07	20.608	4/20/2006	9/30/2006	21,838
Operation DWI	07-AL-64-002	20.608	10/1/2006	9/30/2007	156,146
Operation DWI	06-AL-64-002	20.608	10/1/2005	9/30/2006	110,169
Underage Drinking	07-AL-64-P2A	20.608	10/1/2006	9/30/2007	102,624
Underage Drinking	06-AL-64-P2A	20.608	10/1/2005	9/30/2006	124,579
Traffic Records Improvement & Development	06-AL-64-11C	20.608	3/21/2006	9/30/2006	24,512
DWI Drunkbuster Overtime Enforcement	07-AL-64-P34	20.608	2/23/2007	9/30/2007	1,769
					567,308
Safety Belt Performance Grants					
Pass Through - New Mexico Dept. of Transportation					
Sel. Traffic Enfor. (100 Days/Nights of Summer)	07-PT-DS-002	20.609	5/31/2007	9/30/2007	-
					-
Total U.S. Department of Transportation					\$ 31,385,126
<u>U.S. Department of Treasury</u>					
Bureau of Alcohol, Tobacco, Firearms and Explosives					
Direct					
ATF Project EXILE	06-pho-208-aff	21.053	7/1/2004	Completion	13,339
Total U.S. Department of Treasury					\$ 13,339
<u>U.S. Environmental Protection Agency</u>					
Air Pollution Control Program Support					
Direct					
FY07 Air Pollution	A-00615807-2	66.001	10/01/2006	09/30/2007	256,669
FY06 Air Pollution	A-00615806-1	66.001	10/1/2005	9/30/2006	-
					256,669

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

<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. Environmental Protection Agency-continued</u>					
Surveys, Studies, Investigations and Special Purpose Grants					
Direct					
PM 2.5 Ambient Air Monitoring	PM-96603901-2	66.034	10/1/2005	9/30/2007	120,991
Air Toxics Monitoring	XA-96637901-0	66.034	10/1/2006	9/30/2008	52,965
					173,956
Brownfields Assessment and Cleanup					
Cooperative Agreements					
Direct					
Brownfields Cleanup Revolving Loan Fund	BL-98667301-2	66.818	10/1/2000	3/31/2008	-
					-
					\$ 430,625
<u>U.S. Department of Health and Human Services</u>					
Special Programs for the Aging Title III, Part D					
Disease Prevention and Health Promotion Services					
Pass Through - New Mexico Agency on Aging					
2007 Older American Program/Title III, Part D	07-624-4000-0001	93.043	7/1/2006	6/30/2007	12,665
2006 Older American Program/ Title III, Part D	2006-001	93.043	7/1/2005	06/30/2006	-
					12,665
Special Programs for the Aging Title III, Part B					
Grants for Supportive Services and Senior Centers					
Pass Through - New Mexico Agency on Aging					
2007 Older American Program/ Title III, Part B	07-624-4000-0001	93.044	7/1/2006	6/30/2007	346,727
2006 Older American Program/ Title III, Part B	2006-001	93.044	7/1/2005	06/30/2006	-
					346,727
Special Programs for the Aging Title III, Part C					
Nutrition Services					
Pass Through - New Mexico Agency on Aging					
2007 Older American Program/ Title III, Part C	07-624-4000-0001	93.045	7/1/2006	6/30/2007	360,868
2006 Older American Program/ Title III, Part C	2006-001	93.045	7/1/2005	6/30/2006	-
Federal Alzheimer's Disease Demonstration	07-624-4000-0008	93.045	7/1/2006	6/30/2007	24,495
Federal Alzheimer's Disease Demonstration	2006-132	93.045	7/1/2005	6/30/2006	-
					385,363

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures / Adjustments
			From	To	
<u>U.S. Department of Health and Human Services-continued</u>					
Special Programs for the Aging Title III, Part E					
National Family Caregiver Support					
Pass Through - New Mexico Agency on Aging					
2007 Older American Program/ Title III, Part E	07-624-4000-0001	93.052	7/1/2006	6/30/2007	193,081
2006 Older American Program/ Title III, Part E	2006-001	93.052	7/1/2005	6/30/2006	-
					<u>193,081</u>
Nutrition Services Incentive Program					
Pass Through - New Mexico Agency on Aging					
Nutrition Services Incentive Program	07-624-4000-0004	93.053	7/1/2006	6/30/2007	208,191
Nutrition Services Incentive Program	2006-006	93.053	7/1/2005	6/30/2006	-
					<u>208,191</u>
Substance Abuse and Mental Health Services					
Direct					
Access to Recovery	city is subrecipient	93.243	8/2/2004	8/2/2008	1,160,048
					<u>1,160,048</u>
Centers for Disease Control and Prevention Investigation and Technical Assistance					
Pass Through - New Mexico Dept. of Health					
CDC Public Health Preparedness,	7/665.0300.0100	93.283	9/1/2006	9/28/2007	14,493
Cities Readiness Initiative					<u>14,493</u>
Head Start					
Direct					
Early Head Start FY 07	06CH7016/05	93.600	7/1/2006	6/30/2007	2,528,224
Early Head Start FY 06	06CH7016/04	93.600	7/1/2005	6/30/2006	-
					<u>2,528,224</u>
Centers for Medicare and Medicaid Services					
Research, Demonstrations and Evaluations					
Pass Through - New Mexico Agency on Aging					
Health Insurance and Benefits Assistance	07-624-2000-0003	93.779	7/1/2006	6/30/2007	80,000
					<u>80,000</u>
Total U.S. Department of Health and Human Services					<u>\$ 4,928,792</u>
<u>Corporation for National and Community Services</u>					
Retired and Senior Volunteer Program					
Direct					
Retired Senior Volunteer Prog.	05SRWNM016	94.002	7/1/2005	6/30/2008	54,623
					<u>54,623</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

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-continued</u>					
Training and Technical Assistance					
Pass Through New Mexico Dept. of Homeland Security					
EOC Table Top Exercises	2004-GE-T4-0005-ABQ EX	94.009	1/1/2007	10/30/2007	-
					-
Foster Grandparent Program					
Direct					
Foster Grandparent	05SFWNM008	94.011	7/1/2005	6/30/2008	168,610
					168,610
Senior Companion Program					
Direct					
Senior Companion Program	05SCWNM005	94.016	7/1/2005	6/30/2008	104,272
					104,272
Total Corporation for National and Community Services					<u>\$ 327,505</u>
<u>Department of Homeland Security</u>					
Direct					
Security Cameras	OTA	97.XXX	8/30/2006	Completion	131,602
					131,602
Public Assistance Grants					
Direct					
Public Assistance Grants	FEMA-1514-DR-NM	97.036	4/29/2004	10/29/2006	(26,464)
Pass Through - New Mexico Dept. of Public Safety					
Public Assistance Grants	06-3229-201	97.036	9/7/2005	9/7/2007	-
					(26,464)
Emergency Performance Grants					
Pass Through - New Mexico Dept. of Public Safety					
07 Emergency Mgmt Performance	2007-EM-E70035-ABQ/EMP	97.042	1/1/2007	12/31/2007	45,120
06 Emergency Mgmt Performance	2006-EM-E6-0015-ALBQ	97.042	1/1/2006	12/31/2006	42,056
					87,176
Citizen Corps					
Direct					
Albuquerque Citizen Corps	2006-GE-T5-0012-CCP-ABQ	97.053	11/15/2006	12/30/2007	900
Albuquerque Citizen Corps	2005-GE-T5-0012-ABQCC	97.053	10/31/2005	2/28/2007	13,083
					13,983
Homeland Security Grant Program					
Pass Through - New Mexico Dept. of Public Safety					
Homeland Security Grant	2005-GE-T5-0012-ALB	97.067	11/1/2005	3/31/2008	569,512
Homeland Security Grant	2004-GE-T4-0005-ABQ	97.067	1/4/2007	10/30/2007	-
					569,512
Metropolitan Medical Response System					
Direct					
MMRS Fiscal Year Program Support	EMW-2004-GR-0792	97.071	10/1/2004	6/30/2006	242,532
					242,532
National Explosives Detection Canine Team Program					
Direct					
TSA National Explosives Detection Canine Team	DTSA20-03-H-00973	97.072	2/15/2002	Completion	161,764
					161,764

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Period of July 1, 2006 through June 30, 2007

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		
			From	To	
<u>Department of Homeland Security, continued</u>					
Law Enforcement Terrorism Prevention Program					
Pass Through - New Mexico Dept. of Public Safety					
Law Enforcement Terrorism Prevention Program	2006-GE-T60064-ABQ	97.074	12/1/2006	3/30/2008	-
					-
Buffer Zone Protection Plan					
Pass Through - New Mexico Dept. of Public Safety					
HomeLand Security Buffer Zone Protection Prog.	2005-GR-T5-0029-ABQ	97.078	9/11/2006	12/21/2007	-
					-
Total Department of Homeland Security					\$ 1,180,105
TOTAL EXPENDITURES OF FEDERAL AWARDS					\$ 78,262,274

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2007

NOTE A SIGNIFICANT ACCOUNTING POLICY

The accompanying schedule of federal awards is prepared on the modified accrual basis of accounting.

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			
2007 calendar year grant			
Law Access New Mexico	B-07-MC-35-0001	14.218	31,896
Greater Albuquerque Housing Partnership	B-07-MC-35-0001	14.218	108,821
Sawmill Community Land Trust	B-07-MC-35-0001	14.218	103,318
American Red Cross	B-07-MC-35-0001	14.218	284,674
Southwest Creations Collaborative	B-07-MC-35-0001	14.218	21,000
Albuquerque Healthcare Homeless-Dental Program	B-07-MC-35-0001	14.218	62,000
Albuquerque Healthcare Homeless-Residential Recovery	B-07-MC-35-0001	14.218	18,800
United South Broadway Corp.	B-07-MC-35-0001	14.218	95,229
Barrett Foundation - Shelter Program	B-07-MC-35-0001	14.218	12,000
Cuidano Los Ninos	B-07-MC-35-0001	14.218	9,000
Community Dental Services	B-07-MC-35-0001	14.218	<u>120,000</u>
Total			<u>866,738</u>
2006 calendar year grant			
Law Access NM	B-06-MC-35-0001	14.218	43,535
Greater Alb Housing Partnership	B-06-MC-35-0001	14.218	71,595
Sawmill Comm Land Trust	B-06-MC-35-0001	14.218	83,707
American Red Cross	B-06-MC-35-0001	14.218	320,873
SW Creations Collaborative	B-06-MC-35-0001	14.218	2,500
Albuquerque Indian Center	B-06-MC-35-0001	14.218	81,164
Enlace Comunitario Inc.	B-06-MC-35-0001	14.218	470,000
United South Broadway Corp.	B-06-MC-35-0001	14.218	<u>76,962</u>
Total			<u>1,150,336</u>
2005 calendar year grant			
Adelante Development Center Inc.	B-05-MC-35-0001	14.218	<u>214,708</u>
			<u>214,708</u>
2004 calendar year grant			
Cuidano Los Ninos	B-04-MC-35-0001	14.218	<u>175,673</u>
			<u>175,673</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2007

NOTE B SUBRECIPIENTS OF GRANT AWARDS, continued

Grantor Agency / Grant Title and Subrecipients	Grant Number- Federal or State	Federal CFDA Number	Pass-through Grant Amount
Emergency Shelter Grant Program			
2005 calendar year grant			
St. Martin's Hospitality Center	S-05-MC-35-0001	14.231	1,809
Albuquerque Rescue Mission	S-05-MC-35-0001	14.231	41
			<u>1,850</u>
2006 calendar year grant			
St. Martin's Hospitality Center	S-06-MC-350001	14.231	148,000
Barrett Shelter	S-06-MC-350001	14.231	20,000
Albuquerque Rescue Mission	S-06-MC-350001	14.231	11,626
Total			<u>179,626</u>
Supportive Housing Program			
Ciudando Los Ninos	NM02B600004	14.235	31,242
Barrett Foundation	NM02B600010	14.235	15,400
Catholic Charities	NM02B600010	14.235	29,136
St. Martin's Hospitality	NM02B600010	14.235	35,026
Women's Community Association	NM02B600010	14.235	53,726
Cuidano Los Ninos	NM02B500010	14.235	195,594
Barrett Foundation	NM02B500012	14.235	73,455
Catholic Charities	NM02B500012	14.235	159,581
St. Martin's Hospitality	NM02B500012	14.235	155,119
Women's Community Association	NM02B500012	14.235	238,522
Total			<u>986,801</u>
Shelter Plus Care			
Albuquerque Healthcare for the Homeless	NM-02-C600017	14.238	97,067
St. Martin's Hospitality Center	NM-02-C600017	14.238	91,138
Transitional Living Services	NM-02-C600018	14.238	63,118
Transitional Living Services	NM-02-C500016	14.238	186,857
Albuquerque Healthcare for the Homeless	NM-02-C500017	14.238	295,823
St. Martin's Hospitality Center	NM-02-C500017	14.238	257,351
Total			<u>991,354</u>
HOME Investment Partnerships Program			
Greater Albuquerque Housing Project	M-06-MC-35-0209	14.239	46,313
Albq Mental Health	M-05-MC-35-0209	14.239	38,282
Albq Habitat for Humanity	M-05-MC-35-0209	14.239	14,038
United South Broadway	M-04-MC-35-0209	14.239	348,545
Sawmill Community Landtrust	M-03-MC-35-0209	14.239	210,561
Sawmill Community Landtrust	M-02-MC-35-0209	14.239	256,738
Total			<u>914,477</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 5,481,563</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2007

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 Justice			
Juvenile Accountability Incentive Block Grants			
Juvenile Accountability Incentive Grant			
Bernalillo County	07-690-7000-7045	16.523	33,128
			<u>33,128</u>
Executive Office for Weed and Seed			
Westside Weed and Seed			
APD, Memorandum of Understanding	2006-WS-Q6-0139	16.595	805
Second Judicial	2006-WS-Q6-0139	16.595	1,752
Total			<u>2,557</u>
Eastside Weed & Seed			
APD, Memorandum of Understanding	2006-WS-Q6-0138	16.595	9,242
Nancy Sanchez	2006-WS-Q6-0138	16.595	5,250
Second Judicial	2006-WS-Q6-0138	16.595	3,504
Total			<u>17,996</u>
Edward Byrne Memorial Justice Assistance Grant Program			
Edward Byrne Memorial Justice Assistance			
Bernalillo County Sheriff's Office	2006-DJ-BX-1087	16.738	116,133
Total			<u>116,133</u>
Total U.S. Department of Justice			<u>\$ 169,814</u>
U.S. Department of Health and Human Services			
Special Program for the Aging Title III, Part D			
Disease Prevention and Health Promotion Services			
UNM College of Nursing-GEHM Clinic	07-624-4000-001	93.043	12,190
UNM College of Nursing-GEHM Clinic	2006-01	93.043	12,190
Total			<u>24,380</u>
Special Program for the Aging Title III, Part B			
Older American Program/Title III, Part B			
Share Your Care-Adult Day Care	07-624-4000-001	93.044	64,446
Senior Citizens Law Office	07-624-4000-001	93.044	118,000
Professional Home Health Care	07-624-4000-001	93.044	254
Heritage Home Healthcare	07-624-4000-001	93.044	375
Premier Home Healthcare	07-624-4000-001	93.044	1,725
La Vida Felicidad	07-624-4000-001	93.044	652
Home Instead Senior Care	07-624-4000-001	93.044	1,281
Addus Healthcare	07-624-4000-001	93.044	898
Jewish Family Services	07-624-4000-001	93.044	4,363
Total			<u>191,994</u>
Special Program for the Aging Title III, Part B			
Older American Program/Title III, Part B			
Senior Citizens Law Office	2006-01	93.044	118,000
Share Your Care-Adult Day Care	2006-01	93.044	48,956
Jewish Family Services	2006-01	93.044	4,363
Total			<u>171,319</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2007

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			
Special Programs for the Aging Title III, Part E			
Curtis Graff	07-624-4000-001	93.044	45,000
Share Your Care-Ponderosa	07-624-4000-001	93.044	32,969
Professional Home Health Care	07-624-4000-001	93.044	184
Heritage Home Healthcare	07-624-4000-001	93.044	271
Premier Home Healthcare	07-624-4000-001	93.044	1,249
La Vida Felicidad	07-624-4000-001	93.044	472
Home Instead Senior Care	07-624-4000-001	93.044	927
Addus Healthcare	07-624-4000-001	93.044	651
Jewish Family Services	07-624-4000-001	93.044	826
Total			82,549
Special Programs for the Aging Title III, Part E			
Curtis Graff	2006-01	93.052	45,000
Professional Home Health Care	2006-01	93.052	438
Heritage Home Healthcare	2006-01	93.052	646
Premier Home Healthcare	2006-01	94.052	2,974
La Vida Felicidad	2006-01	94.052	1,124
Home Instead Senior Care	2006-01	94.052	2,208
Addus Healthcare	2006-01	94.052	1,549
Jewish Family Services	2006-01	94.052	826
Share Your Care-Adult Day Care	2006-01	93.052	15,490
Share Your Care-Ponderosa	2006-01	93.052	32,969
Total			103,224
Substance Abuse and Mental Health Services			
A New Awakening	Access To Recovery	93.243	175,125
Albuquerque Behavioral Health	Access To Recovery	93.243	417
Albuquerque Indian Center	Access To Recovery	93.243	5,945
Albuquerque Treatment Center	Access To Recovery	93.243	64,390
Aliviar Counseling Services	Access To Recovery	93.243	37,333
Behavioral Interventions	Access To Recovery	93.243	4,986
Bosque Mental Health Assoc.	Access To Recovery	93.243	53,019
Counseling & Psychotherapy	Access To Recovery	93.243	76,872
David Ibarbo Counseling	Access To Recovery	93.243	180,147
Dragonfly Counseling	Access To Recovery	93.243	228,060
Family Workshop	Access To Recovery	93.243	14,014
First Nations	Access To Recovery	93.243	1,335
Five Sandoval	Access To Recovery	93.243	5,400
Focused Recovery	Access To Recovery	93.243	21,662
Mano De Ayuda	Access To Recovery	93.243	698
Metamorphosis	Access To Recovery	93.243	10,918
Milagro Program (UNM-OB/GYN)	Access To Recovery	93.243	9,024
New Horizons Counseling	Access To Recovery	93.243	8,530
RavenSnow Counseling	Access To Recovery	93.243	76,415
Recovery Resources	Access To Recovery	93.243	32,593
St. Martin's Hospitality Center	Access To Recovery	93.243	5,617
WCHS of New Mexico	Access To Recovery	93.243	19,771
Total			1,032,271

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2007

Head Start

Early Head Start FY 07

Cuidando Los Ninos Day Care	06CH7016/05	93.600	192,000
Youth Development Inc.	06CH7016/05	93.600	33,635
Catholic Charities	06CH7016/05	93.600	<u>161,746</u>
Total			<u>387,381</u>

Early Head Start FY 06

Cuidando Los Ninos Day Care	06CH7016/04	93.600	<u>27,215</u>
Total			<u>27,215</u>

Centers for Medicare and Medicaid Services

Research, Demonstrations and Evaluations

Health Insurance and Benefits Assistance

Senior Citizens Law Office	07-624-2000-0003	93.779	80,000
Senior Citizens Law Office	06-624-2000-0163	93.779	<u>80,000</u>
Total			<u>160,000</u>

Total U.S. Department of Health and Human Services \$ 2,180,333

TOTAL ALL PROGRAMS \$ 7,831,710

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		\$ 75,567,589
Loans and loan guarantees:		
Community Development Block Grant	14.218	2,431,345
HOME program	14.239	<u>263,340</u>
Adjusted total expenditures per Schedule of Expenditures of Federal Awards		<u>\$ 78,262,274</u>

CITY OF ALBUQUERQUE, NEW MEXICO
RECONCILIATION OF SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2007

	Expenditures		
	Federal	Non-Federal	Total
General Fund	\$ 83,029	\$ 417,246,744	\$ 417,329,773
Special Revenue Funds:			
Community Development	5,195,219	782,163	5,977,382
Operating Grants Fund	16,031,055	11,695,882	27,726,937
Metropolitan Redevelopment Fund	-	21,193	21,193
Law Enforcement Protection	422,759	1,680,284	2,103,043
Culture and Recreation Projects	-	542,752	542,752
Total Special Revenue Funds	<u>21,649,033</u>	<u>14,722,274</u>	<u>36,371,307</u>
Capital Projects Funds:			
Capital Acquisition Fund	11,513,324	115,679,293	127,192,617
Transportation Infrastructure Tax Fund	-	19,902,035	19,902,035
Total Capital Projects Funds	<u>11,513,324</u>	<u>135,581,328</u>	<u>147,094,652</u>
Enterprise Funds:			
Airport Fund	10,344,850	48,972,918	59,317,768
Transit Fund	8,857,471	36,876,919	45,734,390
Housing Authority Fund	24,266,077	3,381,592	27,647,669
Total Enterprise Funds	<u>43,468,398</u>	<u>89,231,429</u>	<u>132,699,827</u>
Component Unit:			
Water Utility	<u>1,548,490</u>	<u>132,612,577</u>	<u>134,161,067</u>
TOTAL	\$ <u>78,262,274</u>	\$ <u>789,394,352</u>	\$ <u>867,656,626</u>

CITY OF ALBUQUERQUE, NEW MEXICO
FINANCIAL DATA SCHEDULE
ALBUQUERQUE PUBLIC HOUSING AUTHORITY
Year Ended June 30, 2007

FDS Line Item No.	N/C S/R Section 8 SR0004	Low Rent Public Housing	Section 8 Moderate Rehabilitation MR0002
ASSETS			
Current assets:			
111	\$ -	\$ 10,193,138	\$ -
113	-	2,016	-
114	-	213,117	-
100	<u>-</u>	<u>10,408,271</u>	<u>-</u>
Accounts Receivable:			
121	-	-	-
122	32,254	-	-
124	-	57,999	-
125	-	14,313	1,382
126	-	264,642	-
Allowance for Doubtful Accounts:			
126.1	-	(219,681)	-
126.2	<u>-</u>	<u>-</u>	<u>(1,382)</u>
120	<u>32,254</u>	<u>117,273</u>	<u>-</u>
142	-	-	-
143	-	154,278	-
143.1	-	(7,714)	-
144	<u>32,294</u>	<u>2,418,964</u>	<u>42,084</u>
150	<u>64,548</u>	<u>13,091,072</u>	<u>42,084</u>
Fixed Assets:			
161	-	3,767,389	-
162	-	50,950,215	-
164	21,209	673,333	12,449
166	(21,209)	(41,493,406)	(12,449)
167	<u>-</u>	<u>-</u>	<u>-</u>
160	<u>-</u>	<u>13,897,531</u>	<u>-</u>
180	<u>-</u>	<u>13,897,531</u>	<u>-</u>
190	<u>\$ 64,548</u>	<u>\$ 26,988,603</u>	<u>\$ 42,084</u>

<u>Section 8 Moderate Rehabilitation MR0003</u>	<u>Resident Opportunity and Supportive Services</u>	<u>Section 8 Housing Choice Vouchers</u>	<u>Public Housing Capital Fund</u>	<u>Total</u>
\$ -	\$ -	\$ 4,404,475	\$ -	\$ 14,597,613
-	-	141,352	-	143,368
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>213,117</u>
-	-	4,545,827	-	14,954,098
-	-	1,581	-	1,581
-	44,309	-	411,561	488,124
-	-	-	-	57,999
303	-	174,441	-	190,439
-	-	-	-	264,642
-	-	-	-	(219,681)
<u>(303)</u>	<u>-</u>	<u>(174,441)</u>	<u>-</u>	<u>(176,126)</u>
-	44,309	1,581	411,561	606,978
-	-	-	-	-
-	-	-	-	154,278
-	-	-	-	(7,714)
<u>52,523</u>	<u>-</u>	<u>10,751,228</u>	<u>10,957</u>	<u>13,308,050</u>
<u>52,523</u>	<u>44,309</u>	<u>15,298,636</u>	<u>422,518</u>	<u>29,015,690</u>
-	-	-	-	3,767,389
-	-	-	-	50,950,215
12,449	-	179,778	233,310	1,132,528
(12,449)	-	(134,610)	(80,055)	(41,754,178)
<u>-</u>	<u>-</u>	<u>-</u>	<u>2,348,765</u>	<u>2,348,765</u>
-	-	45,168	2,502,020	16,444,719
<u>-</u>	<u>-</u>	<u>45,168</u>	<u>2,502,020</u>	<u>16,444,719</u>
<u>\$ 52,523</u>	<u>\$ 44,309</u>	<u>\$ 15,343,804</u>	<u>\$ 2,924,538</u>	<u>\$ 45,460,409</u>

CITY OF ALBUQUERQUE, NEW MEXICO
FINANCIAL DATA SCHEDULE
ALBUQUERQUE PUBLIC HOUSING AUTHORITY
Year Ended June 30, 2007

FDS Line Item No.	N/C S/R Section 8 SR0004	Low Rent Public Housing	Section 8 Moderate Rehabilitation MR0002
LIABILITIES AND EQUITY/NET ASSETS			
Liabilities:			
Current liabilities:			
311	\$ 1,309	\$ -	\$ 768
312	-	334,559	-
321	-	876,974	-
322	66	99,187	29
331	-	-	5,500
341	-	213,117	-
343	-	84,911	-
346	28	5,334	17
347	<u>48,277</u>	<u>1,438,262</u>	<u>28,235</u>
310	<u>49,680</u>	<u>3,052,344</u>	<u>34,549</u>
351	-	681,563	-
353	<u>-</u>	<u>1,314</u>	<u>-</u>
350	<u>-</u>	<u>682,877</u>	<u>-</u>
300	<u>49,680</u>	<u>3,735,221</u>	<u>34,549</u>
Equity/Net Assets:			
508.1	-	13,131,057	-
511.1	-	2,016	-
512.1	<u>14,868</u>	<u>10,120,309</u>	<u>7,535</u>
513	<u>14,868</u>	<u>23,253,382</u>	<u>7,535</u>
600	<u>\$ 64,548</u>	<u>\$ 26,988,603</u>	<u>\$ 42,084</u>

<u>Section 8 Moderate Rehabilitation MR0003</u>	<u>Residential Opportunity and Supportive Services</u>	<u>Section 8 Housing Choice Vouchers</u>	<u>Public Housing Capital Fund</u>	<u>Total</u>
\$ 768	\$ -	\$ -	\$ 10,957	\$ 13,802
-	17,730	-	350,147	702,436
-	17,588	-	53,270	947,832
29	8,991	40,750	8,144	157,196
7,899	-	545	-	13,944
-	-	-	-	213,117
-	-	-	-	84,911
17	-	5,273	-	10,669
<u>28,235</u>	<u>-</u>	<u>11,764,984</u>	<u>-</u>	<u>13,307,993</u>
<u>36,948</u>	<u>44,309</u>	<u>11,811,552</u>	<u>422,518</u>	<u>15,451,900</u>
-	-	-	-	681,563
<u>-</u>	<u>-</u>	<u>141,352</u>	<u>-</u>	<u>142,666</u>
-	-	141,352	-	824,229
<u>36,948</u>	<u>44,309</u>	<u>11,952,904</u>	<u>422,518</u>	<u>16,276,129</u>
-	-	45,168	2,502,020	15,678,245
-	-	141,352	-	143,368
<u>15,575</u>	<u>-</u>	<u>3,204,380</u>	<u>-</u>	<u>13,362,667</u>
<u>15,575</u>	<u>-</u>	<u>3,390,900</u>	<u>2,502,020</u>	<u>29,184,280</u>
<u>\$ 52,523</u>	<u>\$ 44,309</u>	<u>\$ 15,343,804</u>	<u>\$ 2,924,538</u>	<u>\$ 45,460,409</u>

CITY OF ALBUQUERQUE, NEW MEXICO
FINANCIAL DATA SCHEDULE
ALBUQUERQUE PUBLIC HOUSING AUTHORITY
Year Ended June 30, 2007

FDS Line Item No.	N/C S/R Section 8 SR0004	Low Rcnt Public Housing	Section 8 Moderate Rehabilitation MR0002
Revenue:			
703	\$ -	\$ 1,938,691	\$ -
705	<u>-</u>	<u>1,938,691</u>	<u>-</u>
706	32,709	1,527,272	22,116
706.1	-	-	-
711	404	465,527	269
714	236	-	173
715	<u>236</u>	<u>226,017</u>	<u>173</u>
700	<u>33,585</u>	<u>4,157,507</u>	<u>22,731</u>
Operating Expenses:			
911	3,271	184,148	2,181
912	-	8,750	-
914	(125)	16,015	(82)
915	1,393	81,495	928
916	2,625	119,694	1,109
921	-	298,798	-
923	-	132,993	-
924	-	-	-
931	-	393,415	-
932	-	148,450	-
933	-	184,150	-
941	-	648,506	-
942	-	214,946	-
943	-	879,561	-
945	-	267,960	-
952	-	-	-
961	223	179,709	159
962	-	798	-
964	-	228,546	-
966	-	-	-
967	<u>3</u>	<u>35,568</u>	<u>2</u>
969	<u>7,390</u>	<u>4,023,502</u>	<u>4,297</u>
970	<u>26,195</u>	<u>134,005</u>	<u>18,434</u>
Non operating expenses:			
973	25,376	-	17,874
974	-	1,585,851	-
	<u>25,376</u>	<u>1,585,851</u>	<u>17,874</u>
900	<u>32,766</u>	<u>5,609,353</u>	<u>22,171</u>
1010	<u>-</u>	<u>-</u>	<u>-</u>
1000	<u>\$ 819</u>	<u>\$ (1,451,846)</u>	<u>\$ 560</u>

<u>Section 8 Moderate Rehabilitation MR0003</u>	<u>Residential Opportunity and Supportive Services</u>	<u>Section 8 Housing Choice Vouchers</u>	<u>Public Housing Capital Fund</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,938,691
-	-	-	-	1,938,691
21,188	114,365	22,901,082	-	24,618,732
-	-	-	1,203,719	1,203,719
269	-	133,773	-	600,242
58	-	34,856	-	35,323
58	-	35,066	-	261,550
<u>21,573</u>	<u>114,365</u>	<u>23,104,777</u>	<u>1,203,719</u>	<u>28,658,257</u>
2,181	39,059	1,119,348	98,570	1,448,758
-	-	8,750	-	17,500
(82)	8,991	(20,756)	8,144	12,105
928	17,302	-	43,575	145,621
1,109	-	237,473	159,161	521,171
-	-	-	-	298,798
-	-	-	-	132,993
-	49,013	-	63,164	112,177
-	-	-	-	393,415
-	-	-	-	148,450
-	-	-	-	184,150
-	-	-	-	648,506
-	-	61,438	-	276,384
-	-	553,337	-	1,432,898
-	-	-	-	267,960
-	-	-	29,182	29,182
159	-	81,869	-	262,119
-	-	-	-	798
-	-	-	-	228,546
-	-	934	-	934
2	-	872	-	36,447
<u>4,297</u>	<u>114,365</u>	<u>2,043,265</u>	<u>401,796</u>	<u>6,598,912</u>
<u>17,276</u>	<u>-</u>	<u>21,061,512</u>	<u>801,923</u>	<u>22,059,345</u>
16,831	-	19,300,468	-	19,360,549
-	-	35,839	38,817	1,660,507
<u>16,831</u>	<u>-</u>	<u>19,336,307</u>	<u>38,817</u>	<u>21,021,056</u>
<u>21,128</u>	<u>114,365</u>	<u>21,379,572</u>	<u>440,613</u>	<u>27,619,968</u>
-	-	-	-	-
<u>\$ 445</u>	<u>\$ -</u>	<u>\$ 1,725,205</u>	<u>\$ 763,106</u>	<u>\$ 1,038,289</u>

CITY OF ALBUQUERQUE, NEW MEXICO
FINANCIAL DATA SCHEDULE
ALBUQUERQUE PUBLIC HOUSING AUTHORITY
Year Ended June 30, 2007

FDS Line Item No.		N/C S/R Section 8 SR0004	Low Rent Public Housing	Section 8 Moderate Rehabilitation MR0002
1102	Debt Principal Payments - Enterprise Funds	\$ -	\$ -	\$ -
1103	Beginning Equity	\$ 13,977	\$ 24,642,641	\$ 6,479
1104	Prior Period Adjustments, Equity Transfers and Correction of Errors	\$ -	\$ 68,860	\$ 533
1120	Unit Months Available	144	11,424	84
1121	Number of Unit Months Leased	144	11,081	72
1117	Administrative Fee Equity	\$ -	\$ -	\$ -
1118	Housing Assistance Payments Equity	\$ -	\$ -	\$ -

<u>Section 8 Moderate Rehabilitation MR0003</u>	<u>Residential Opportunity and Supportive Services</u>	<u>Section 8 Housing Choice Vouchers</u>	<u>Public Housing Capital Fund</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 14,931	\$ -	\$ 1,656,421	\$ 1,738,912	\$ 28,073,361
\$ 236	\$ -	\$ 9,273	\$ -	\$ 78,902
84	-	48,312	-	60,048
84	-	44,193	-	55,574
\$ -	\$ -	\$ 503,298	\$ -	\$ 503,298
\$ -	\$ -	\$ 2,887,602	\$ -	\$ 2,887,602

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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 Martin Chavez, 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, and the aggregate remaining fund information, the combining and individual funds and all budgetary comparisons of the City of Albuquerque, New Mexico (City), as of and for the year ended June 30, 2007, which collectively comprise the City's basic financial statements and audited supplementary information and have issued our report thereon dated April 2, 2008. 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.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the City's financial statements that is more than inconsequential will not be prevented or detected by the City's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting as items 02-21, 05-10, 06-02,

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

06-03, 06-08, 06-09, 06-11, 06-12, 06-13, 06-16, 07-01, 07-02, 07-06, 07-07, 07-09 and 07-10.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether 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 01-17, 05-01, 05-12, 05-13, 06-04, 07-03, and 07-08.

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, 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.

Albuquerque, New Mexico


April 2, 2008

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

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

Compliance

We have audited the compliance of the City of Albuquerque, New Mexico (City), with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. 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 City's management. Our responsibility is to express an opinion on 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, 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 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 requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007. 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 01-18, 07-04, 07-05 and 07-09.

Internal Control Over Compliance

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

the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 City's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 01-18, 07-04, 07-05 and 07-09 to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the City's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

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 City's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, 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.

Albuquerque, New Mexico

Moss Adams LLP

April 2, 2008

**CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007**

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 deficiencies(s) identified that are not considered to be material weakness(es)? x Yes _____ None Reported

Non-compliance material to financial statements noted? _____ Yes x No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes x No
- Significant deficiencies (s) 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 501(a) of Circular A-133? x Yes _____ No

Identification of Major Program

CFDA Number	Name of Federal Program or Cluster
20.205	Highway Planning and Construction
20.500/20.507	Federal Transit – Capital Investment/Federal Transit-Formula Grants
93.600	Head Start
20.106	Airport Improvement Program
10.559	Summer Food Service Program for Children

Dollar threshold used to distinguish between type A and type B programs \$ 2,267,028

Auditee qualified as low-risk auditee? x Yes _____ No

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT

01-17 Budget Overspending

Condition. The budget was overspent at the program level in several departments or at the fund level. We have been informed that this was viewed as a means to improve the long-term budgeting process. The following programs within the General Fund and the Golf Fund were overspent:

International Trade – program	\$40
CIP Library – program	\$1,511
Explora – program	\$2,658
Parks and Recreation – Strategic Support – program	\$20,105
Promote safe use of firearms - program	\$19,269
Quality Recreation – program	\$84,167
Golf Fund	\$12,994

Criteria. Per ordinances Section 2-11-12 ROA 1994 expenditures are to be within budgeted amounts.

Cause. Several programs in various funds were overspent as budget adjustments were not approved prior to spending.

Effect. This is a violation of City ordinances.

Recommendation. Overspending of the budget is not to occur. We recommend that all budget adjustments be approved prior to spending and budget to actual reviews be made timely.

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 and funds overspent at the end of the year. In Fiscal Year 2000, 79 programs were overspent. In 2007, the number was reduced to six programs in the General Fund. The Office of Management and Budget has the administrative authority to cover 5% or \$100,000 of the program budget overages which would include all of the program budget variances. The City has increased rates for services in the Golf Fund; however, the City expects it will take a few years before this rate increase will have an impact on the fund. The Office of Management and Budget will continue to use the information on overspending to budget correctly and the quarterly projections to convince the departments to alter their behavior to avoid an over expenditure.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

02-21 Capital Assets Inventory Deletions

Condition. In FY 2007, the City has shown great improvement in the accounting of Capital Assets compared to prior years. However, in our test work of current year 2007 Capital Asset Deletions, we noted that 47, totaling historic cost of approximately \$2,682,000, out of 84 items tested, totaling historic cost of approximately \$3,847,000, were disposed of with out record of the surplus/salvage form which notes authorization of disposal by the department.

Criteria. Good accounting practice requires retention of fixed asset deletion support. The City's Policies and Procedures require copies of the salvage form to be sent to accounting prior to removing the asset from the general ledger.

Effect. Without proper authorization and recording of fixed asset deletions, the City's risk of asset misappropriation increases.

Cause. The retention of documents is maintained in a variety of departments and locations. Turnover and the lack of knowledge of employees responsible for such document retention have also contributed to improper record retention.

Recommendation. To maintain adequate accountability, the City should obtain and retain proper authorization prior to disposing of assets. We recommend that proper accounting is conveyed to all city employees with the responsibility of accounting for fixed asset deletions. Additional training may be necessary to ensure proper procedures are understood and followed.

Management Response. The City concurs with this finding. The City will ensure that Departments retain supporting documentation related to the disposal of capital inventory and other adjustments.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

05-01 Travel Procedures

Condition. Thirty T-Card transactions out of a population of 944 transactions were tested as to the propriety of the transaction; whether the amount is supported by the appropriate documentation; is recorded correctly as to account, fund, activity and fiscal period and whether there has been compliance with the City's Travel Regulations. Two of the T-Card transactions tested were for purchases that were not travel related. One transaction was for the purchase of a 3' x 5' banner for use at volunteer fairs. The banner contains the MOVE Logo and was an advertisement for the Mayor's Office of Volunteerism and Engagement. The second transaction was for the purchase of bottled water for a MOVE training session.

Criteria. The City uses credit cards designated as "T-Cards" to purchase airline tickets and to reserve lodging or rental cars for City employees traveling on official business. The T-Cards are defined in Chapter 1, IV, D, #16 of the City's Travel Regulations, dated January 1, 2005. No other purchases are to be made with T-Cards.

Cause. The City employees who made these purchases probably were unaware of the City's intent to restrict the use of T-Cards to those enumerated in the criteria.

Effect. The two transactions described in the condition are in violation of the City's policy and are a misuse of T-Cards.

Recommendation. The City's orientation/training for T-Card Holders should emphasize the proper use of the card. Also, the accounting procedures behind the use of the card should be included in the training for current and new T-Card holders. This step/procedure can be included in the agreement signed by both the T-Card Coordinator and T-Card Holder for the Department.

Management Response. The City concurs with this finding. The T-Card holder had been given a user profile that allowed the card to be used for both T-Card for both travel and non-travel purchases. The T-Card has since been changed to allow only travel related purchases in accordance with City travel regulations.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

05-10 False Alarm Service Fees

Condition. The following deficiencies related to the treatment of receivables and revenues from false alarms service fees were noted:

- Approximately 77% of receivables are greater than 120 days past due and only minimal, if any, collection efforts have been made.
- Reconciliations of the accounts receivable detail listing and general ledger are not being completed on a regular basis.

Criteria. Administrative Instruction No. 2-2 states that each department shall be responsible for reconciling its accounts receivable to the centralized general ledger system on a monthly basis. It also states that the department shall be responsible for collection efforts and to coordinate with the Treasury Department for combined efforts. In addition, the Alarm Ordinance, Section 9-3-16 requires that false alarm service fees should be recorded in the general fund.

Cause. False alarm fees are not considered to be a significant part of the police department and, therefore, efforts in this area have been limited.

Effect. Non-compliance with Administrative Instruction No. 2-2 and overstatement of accounts receivable and other assets.

Recommendation. We recommend City follow all Ordinances and Administrative Instructions and make considerable efforts to collect all receivables.

Management Response. The false alarm unit has improved collection procedures according to Administrative Instruction No. 2-2. The level of collection efforts increased in FY07 and the unit expects to continue improvements in FY08. The false alarm unit reconciles bank information to the false alarm software information and to the general ledger source data on a daily basis. The Department agrees that the information should also be reconciled to the City general ledger when the month end information is available and is implementing procedures to do so. The false alarm revenues not belonging to the Police Department False Alarm Enforcement and Education fund continue to be transferred to the general fund consistently and on a timely basis. The false alarm software system does not interface with the City general ledger system, so the adjustments are made manually each quarter.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

05-12 Debt Service Coverage for Golf Bond

Condition. The debt service coverage has not been met for the Golf Series 2001 Bond as of June 30, 2007.

Criteria. According to the covenants of the bond, the debt service coverage requirement is a ratio of 1.50. The debt service coverage as of June 30, 2007 is (.06).

Cause. Insufficient revenue to comply with coverage requirement.

Effect. The City is not maintaining the debt covenant requirements which could cause the City to have to repay the bond or bond ratings to be affected.

Recommendation. The City should ensure that the debt covenant requirements are being met.

Management Response. We concur with this finding. The City will review expenditures relative to revenues and make appropriate adjustments to ensure compliance with debt service coverage.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

05-13 Audit Report Due Date

Condition. The report was not submitted by the due date. It was received by the New Mexico Office of the State Auditor Office on March 18, 2008.

Criteria. Per section 2.2.2.9A (1) (d) NMAC Audit Rule 2006, 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.

Cause. The Department of Accounting and Finance Services has had numerous staff changes during 2007 and 2006.

Effect. The City is not in compliance with the New Mexico State Auditor Rule.

Recommendation. We recommend that the City continue to get their staffing issues resolved in order to submit their Fiscal 2008 annual report by the due date.

Management Response. We concur with this finding and are taking actions to prevent this situation in the future.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

06-02 Citation Revenues

Condition: During 2006, the police department contracted with a third party vendor to perform functions related to processing fines for red light violations. This contractor provides equipment, processes citations, and collects and submits revenues associated to the citations. However, controls and procedures to help ensure the accuracy and completeness of these revenues are not in place as of June 30, 2007.

Criteria: Sound accounting requires that controls are in place allowing to ensure the accuracy and completeness of revenue transactions.

Cause: The City and the contractor have not developed a billing reporting system in a format that the City can utilize to reconcile traffic violations submitted by the City to the Contractor of revenues received by the contractor.

Effect: There is an increased risk that revenues received and reported are incomplete. The City is unable to verify that all amounts collected are submitted to the City.

Recommendation: We recommend that the City design and implement polices and procedures which will help ensure the completeness of revenues and cash collections for red light violations.

Management Response: The City concurs with this finding and will continue to work with the contractor. Controls exist to help ensure the completeness of revenues and cash collection for the photo enforcement program. City police department personnel determine which potential traffic and red light violations cases are submitted to the contractor for billing. All violation fines are remitted by the citizen via the mail or credit card to a lockbox account. APD staff reconciles all funds going into the lock box with all funds received by the City in the general ledger. For the fiscal year ending 2007, the general ledger revenues received by the City agreed with the lockbox records of funds due to the City.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

06-03 Pet Licensing Revenues

Condition. The City has contracted with a third party vendor to perform functions related to processing licenses for pet owners. The vendor, in addition to providing licenses, collects and submits revenues to the City. Although the City has access to the vendor's database, we noted that as of June 30, 2007, deposit reports do not agree to the database due to the vendor not capturing all information. Therefore, the burden is on the individual purchasing the license to inform the City when a tag is not received. Thus, there are no controls in place allowing the City to ensure that all revenues received by the vendor are submitted to the City or that all licenses purchased are processed properly as of June 30, 2007.

Criteria. Sound accounting requires that controls should be in place to ensure all activity is properly recorded and all collections are made.

Cause. There are no controls in place ensuring that all revenues are properly submitted to the City or that all licenses are processed properly.

Effect. It is possible that the third party vendor could withhold revenues and that individuals purchasing licenses could not receive corresponding tags.

Recommendation. We recommend that the City establish procedures that verify revenues and related activity from the third party vendor and reconcile deposits with data captured by the vendor database on a regular basis.

Management Response. The City concurs with this finding. The City currently reconciles the revenues as reported to the City's bank account each month. However, the City is working with the Contractor to establish a process that allows the City to more easily reconcile the licenses sold each month between the Contractor report and the ACC's licensing software. There are 'suspense' items (license transactions) that don't post for a variety of reasons, and these now must be manually identified in order to reconcile. The City expects this finding to be resolved in FY08. EHD/ASD IT staff have developed a report which details/reconciles the difference between the license revenue reported by PetData and the revenue reported through the EHD/ASD software application-Chameleon. EHD/ASD staff run the report monthly, work with the vendor (PetData) to resolve the differences identified, and document resolution.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

06-04 Travel and Per Diem

Condition. Thirty-five travel and per diem transactions out of a population of 5,096 transactions were tested as to the propriety of the transaction; whether the amount is supported by the appropriate documentation; is recorded correctly as to account, fund, activity and fiscal period and whether there has been compliance with the City's Travel Regulations. In our sample, we noted the following.

- One employee failed to submit the final paperwork documenting the actual costs of his travel within the 30 day limit established by the City's Travel Regulations.
- Ten mileage reimbursements were for amounts that were incorrect. None of these discrepancies were material.
- One petty cash reimbursement of \$85.41 for supplies was erroneously charged to the in-state travel object code.
- The Participant Time and Attendance Report for one volunteer in the Foster Grandparent Program was not signed by the volunteer and it was not certified by the host agency, Youth Development, Inc.

Criteria. The City's travel regulations establish the guidelines that must be followed with respect to travel and per diem vouchers.

Cause. The City's travel regulations were not followed in the above instances.

Effect. The transactions noted above are in violation of the City's travel regulations.

Recommendation. We recommend that the City increase emphasis on compliance with the Travel Regulations. Also, the travel coordinators should receive training on how travel-related transactions are recorded in the general ledger and the importance of accuracy in these transactions.

Management Response. The City concurs with this finding and will take corrective action. The City however does believe that there are adequate procedures in place to minimize the late submittal of final employee travel reimbursement. Employees are advanced 80% of their estimated travel needs prior to traveling, which usually results in an amount owed back to the employee after the trip has been completed. The employee will not receive final payment until he or she completes the final reimbursement request. In addition, that employee will not be eligible for the 80% travel advance on their next travel until the final travel reimbursement documentation is submitted.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

06-08 Accounts Receivable

Condition. During our accounts receivable test work in the General Fund, we noted that there are accounts receivable clearing accounts with the same balances in 2005, 2006 and 2007.

Criteria. Good accounting practice and the City's Administrative Instruction No. 2-2 relating to accounts receivable require timely handling of accounts receivable at all stages of the process.

Cause. The City has not been reconciling accounts receivable clearing accounts in a timely manner.

Effect. The City may be overstating accounts receivable.

Recommendation. The City should reconcile accounts receivable clearing accounts in a timely manner.

Management Response. The City is allocating additional staffing resources to assist Departments in researching and resolving aged account receivables balances.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

06-09 Cash Imprest Fund Reconciliation General Fund Cash Imprest Account

Condition. During our cash testwork, we noted that the General Fund Cash Imprest Account has not been properly reconciled.

Criteria. The State Auditor Rule 2.2.2.10 J, Section 12-6-5, NMSA 1978 states that any violation of good accounting practices be included in the annual report. Good accounting practices include reconciling cash accounts soon after month-end in order to detect errors or irregularities in a timely manner.

Cause. The General Fund Cash Imprest Account is a petty cash account. The account is also used for the War on Weeds Program. The program is funded through transfers from the General Fund Cash Imprest Account to the Solid Waste Department. The program is reconciled through journal vouchers that record the expenses in the Solid Waste Department and reduce the General Fund Cash Imprest Account for the transfers. Per discussion with the City staff, it appears that the reconciling journal vouchers in prior fiscal years were either not completed or were completed incorrectly. The client has been unsuccessful in obtaining records for the program for prior fiscal years.

Effect. The City may be overstating cash by as much as \$189,951 for the General Fund.

Recommendation. In order to properly reconcile the General Fund Cash Imprest Account, the City should conduct further research on the War on Weeds Program.

Management Response. We concur with this finding. The City will research the cause of the incorrect and missing journal vouchers and complete the reconciliation of the Cash Imprest Account.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

06-11 Dedicated Infrastructure

Condition. Many of the infrastructure assets, such as streets, storm drains, easements and related right of ways, are constructed by developers and then transferred to the City when completed. The City does not record these assets upon date of acquisition.

Criteria. According GASB 34, paragraph 18, “donated capital assets should be reported at their estimated fair value at the time of acquisition plus ancillary charges, if any.”

Cause. Policies and procedures have not been developed and implemented to ensure that donated infrastructure capital assets are properly recorded upon date of donation.

Effect. The infrastructure assets donated prior to 2006 are included in the retroactive adjustment of fixed assets. However, 2006 and 2007 infrastructure additions do not include donated assets, thereby understating infrastructure balances.

Recommendation. Policies and procedures should be developed and implemented to ensure that assets transferred to the City from private developers are properly recorded upon the date of donation.

Management Response. The City concurs with this finding. Planning Department, Finance and Administrative Services Department, and Municipal Development Department staff have discussed this requirement and will develop procedures to ensure dedicated infrastructure amounts captured by the Planning Department are forwarded to the Department of Finance and Administrative Services for inclusion in the City’s capital asset records. The City will retroactively update the capital asset records for fiscal year 2006 and 2007 dedicated infrastructure amounts.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

06-12 Gross Receipts Tax Accrual in Refuse and Joint Water Sewer

Condition. There is an unreconciled difference between what the City reported and paid to the State for June gross receipts tax and the accrual recorded in the general ledger for Refuse and Joint Water Sewer (JWS). At June 30, 2007, Refuse recorded \$120,403 more in gross receipts tax payable in the general ledger than what was reported and paid to the State; and for JWS, \$175,077 more was recorded in the general ledger than what was reported and paid to the State.

Criteria. Good accounting practice and strong internal controls include a reconciliation of general ledger accounts to supporting schedules.

Cause. A new billing system was implemented in 2007. The system automatically records the gross receipts tax when bills are created. The City has not determined if system is incorrectly calculating gross receipts taxes or if it is not properly relieving the accrual when cash receipts are posted. The account balance was not reconciled to the tax return.

Effect. Gross receipts tax in the general ledger may be over stated.

Recommendation. The variance in gross receipts tax should be investigated and resolved. Additionally, account balances should be reconciled to subsidiary ledgers and/or supporting schedules and variances identified investigated and resolved in a timely manner.

Management Response. The City will reconcile the variance between the gross receipt tax accrual and the amount subsequently paid. Based upon the result of the reconciliation, the City will take the necessary corrective action.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

06-13 Infrastructure Capital Assets Variances

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 maintained by Bernalillo County. In addition, the estimated costs of the storm lift stations will be reviewed in a subsequent period.

Criteria. Good accounting practice requires that capital assets are reconciled, and that proper costs and ownership be determined.

Cause. The City had not been reconciling infrastructure capital assets on a regular basis.

Effect. The City may be understating infrastructure capital assets.

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, 2007

B. FINDINGS – FINANCIAL STATEMENTS AUDIT (CONTINUED)

06-16 Operating Grants Fund Balance

Condition. There is a remaining fund balance in the Operating Grants fund and the City has not identified the cause and/or source of the fund balance. 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).

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.

Cause. There has been turnover in the accounting department. Plus, an additional detail review of this fund and other revenue/expense sources is not being performed by management.

Effect. Costs may not be properly recorded. Grantors may subsequently disallow costs if a proper accounting of matching funds, or identification of other sources, is not done.

Recommendation. The source and cause of the fund balance should be identified and procedures put into place that ensures that these funds tracked. An additional review of this fund should be performed by an appropriate member of management.

Management Response. The City Accounting Division will evaluate the methodology utilized for grant accounting to ensure that available fund balances within the grant fund are identified by grant or program. The City uses the life-to-date accounting methodology to account for projects funded by grant monies and the related City match. The year ending grant fund balance of \$6,250,335 is committed to the projects budget remaining amount of \$6,275,118.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDING – FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-01 Risk Management Disbursements

Condition. We selected a random sample of 38 cash disbursements from the 65,535 disbursement transactions made by the City this fiscal year. Six disbursements in our sample were charged to object code 526331, Bi-Weekly Indemnity Payments in the Risk Management Fund. Two of the six were incorrectly charged to object code 526311. Those payments were both to medical service providers who render radiologic services and should have been charged to object code 526311, Medical Expense-Vendors, also in the Risk Management Fund. Upon further research, we noted that a total of 702 transactions totaling \$223,533 were incorrectly charged to object code 526331.

Criteria. The City is self-insured for claims up to a maximum of \$600,000 for each workers' compensation incident. The Risk Management Fund is used to account for and finance the City's uninsured risks of loss. The City's Chart of Accounts defines account 526311 as the account to charge payments for medical services to injured City employees. The Chart of Accounts further defines account 526331 as the account to charge bi-weekly indemnity payments to injured City employees.

Cause. A coding error occurred in the software used by the Risk Management Division which resulted in many transactions being charged to the wrong general ledger account.

Effect. A total of 702 transactions totaling \$223,533 paid to medical service providers were erroneously charged to account 526331 instead of account 526311. Almost ten percent of the \$2,296,385 charged to account 526331, Bi-Weekly Indemnity Payments was posted in error to that general ledger account. Errors of this type undermine the credibility of the City's general ledger.

Recommendation. We recommend that the Risk Management Division monitor the transactions posted to its general ledger accounts each month. Other City Departments should likewise review the transactions posted to their general ledger accounts each month. While this task might seem to be better performed by the City's accountants in the Department of Finance & Administrative Services, each of the City's various departments has better first-hand knowledge of which transactions should or should not be charged to each of their individual general ledger account. The Risk Management Division should also follow up with the changes that were made to the software to prevent these errors from recurring.

Management Response. The City had the vendor correct this problem and this error is no longer occurring and monthly reconciliation of all financial transactions are being performed.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDING – FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-02 Allowance For Uncollectible Accounts

Condition. Albuquerque Housing Services has not established formal policies and procedures over calculating the allowance for uncollectible accounts.

Criteria. City Administrative Instruction 2-2 Section 10 and 12 “Accounts Receivables” require departments to develop departmental accounts receivable policies and procedures and to review and monitor accounts receivable aging reports for uncollectible amounts. In addition, good accounting practice and strong internal controls require that policies and procedures for calculating and recording estimates be established and maintained.

Cause. Albuquerque Housing Services was not aware of the City’s requirement to develop written procedures in regards to the monitor of uncollectible accounts receivable amounts.

Effect. The allowance has potentially been understated in prior years and, without formal policies and procedures, there is the risk that the allowance is misstated or that the calculation is not consistent over several years.

Recommendation. Albuquerque Housing Services should formalize its policies and procedures for calculating the allowance for uncollectible accounts.

Management Response. Albuquerque Housing Services concurs (AHS) there is no formal (written) policy and procedure for the calculation of the allowance for uncollectible accounts; however, practical assumptions have always been used by management to derive the allowance estimate. In FY07 AHS began using the sum of the uncollectible accounts for all vacated tenants for the previous three calendar years as the estimate for doubtful accounts. Prior to FY07, AHS was using the uncollectible accounts total from 4 years and prior, following the State rule for write-offs as a guide. AHS will formalize the process by putting it in writing to include in our policies and procedures manual.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDING – FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-03 – Premature Purchase of Airline Ticket

Condition. A Travel Liaison for the City booked an economical (lowest fare available) non-refundable ticket to be used by a City employee prior to receiving a signed and approved Travel Authorization Form T-01. The airline ticket which cost \$329.60 was ultimately used in December, 2007.

Criteria. The City's Travel Regulations, Chapter 2, Section II – Travel Authorization Guidelines states that travel requests must be submitted and approved in advance of the 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 travel policies and procedures were not followed by the Travel Liaison.

Effect. This transaction is in violation of the City's travel regulations and resulted in the City having funds invested in an airline ticket that was subject to being forfeited if not used by January 8, 2008.

Recommendation. We recommend that the City 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. We concur with the finding. The department will review the City's travel regulations and will follow all the requirements in the future.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDING – FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-06 Capitalization of Work in Progress

Condition. As part of the Capital Assets audit, we tested Work In Progress (WIP) items which the City capitalizes once the project is at least 90% complete. Out of twenty three such items we tested, two projects with the total value of over \$3 million were not capitalized even though the projects were 100% complete. Another item we tested was from an activity called Road Rehabilitation, which has been active since March 2000 with total appropriations of over \$95 million, and expenditure of over \$71 million through June 30, 2007. Since the WIP listings do not separate projects, we inquired further about this activity and were told by City personnel that it included many street rehabilitation projects which have been completed but not capitalized. The WIP reports are not geared to provide project by project information and do not provide necessary information to determine if a given project within the activity needs to be capitalized. Based on the information provided to us, we could not determine the amount of projects completed within the Road Rehabilitation activity which should have been capitalized in the current fiscal year or in prior fiscal years. In addition, we noted two projects in the Transit Department in the amounts of \$517,002 and \$347,073 included in current year 2007 capital asset additions to buildings that should have been capitalized in Fiscal Years 2005 and 2006, respectively. We also noted the amounts of \$347,073 and \$208,455 in current year building and improvement additions, respectively, which we were unable to trace to transactions that totaled to the amount capitalized.

Criteria. Good accounting practice requires capitalizing work in progress once the project is complete and available to be used. The Departments are not following GAAP and the City's capitalization policy in this regard.

Cause. The WIP listings are generated by activity, which may consist of various independent projects not related to each other. The accounting software used to generate these listings does not provide project by project status within the activity report. Thus the Departments wait until the entire activity meets the capitalization threshold rather than capitalizing each project once it meets the criteria. The City's fixed asset personnel in the accounting department are dependent on each department when determining whether items should be capitalized, or left in WIP. If the department does not adequately relay which assets are to be capitalized, the City's data will be incorrect.

Effect. The projects are not always capitalized at the appropriate time. The capital assets may be in use for several years before the City begins to record depreciation and thus the actual value of the assets may be less than the depreciated value due to delayed depreciation. The WIP amount stated in Financial Statements is higher than it should be by the amount of projects already completed but not yet capitalized; and by same token, the Capital Assets amount stated is lower than it should be by same amount.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDING – FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-06 Capitalization of Work in Progress (continued)

Recommendation. The WIP listing should be broken down further by projects, which then should be monitored for completion at the project level. Individual projects that meet the capitalization threshold should then be capitalized in the fiscal year that the criteria are met. The city should ensure employees with capital asset responsibilities are aware of the city's fixed asset policies and procedures and are capable of properly determining when a capital asset should be capitalized. All capitalized amounts should be properly supported for the full capitalized amount.

Management Response. The City concurs with this finding and will implement the auditor recommendations. The Accounting Division and the Municipal Development Department will ensure that WIP is capitalized at project level and not at the activity level.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDING – FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-07 Inventory

Condition. During our inventory testwork for the Transit Department, we noted that 13 of the 70 items selected were not included in the final inventory reports. Upon further investigation, we learned that a total of 1,073 items were not included in the final inventory reports, resulting in an understatement of inventory of \$181,284.

Criteria. Good internal control procedures should include verifying the completeness of data prior to entry into the general ledger to ensure that the balance is reported in accordance with Generally Accepted Accounting Policies and City policies.

Cause. The completeness of data contained in the final inventory reports was not verified prior to entry into the general ledger.

Effect. Inventory was understated by \$181,284.

Recommendation. The City should verify the completeness of data contained in the final inventory reports prior to entry into the general ledger.

Management Response. The City concurs with this finding. The Transit Department will develop procedures to ensure that that final inventory report is verified for completeness prior to entry into the City general ledger.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDING – FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-08 Uncollateralized Bank Deposits

Condition. The City's cash balance on deposit at Bank of America exceeded the FDIC limit of \$100,000 on June 30, 2007 by \$1,734,926. The bank has only posted \$88,147, thus leaving the City's bank accounts undercollateralized by \$779,316. The bank has not collateralized "uncollected funds" in the City's accounts.

Criteria. The Public Money statutes, 6-10-16 and 6-10-17 NMSA 1978 require the bank to collateralize the City's bank accounts in an amount equal to one half of the public monies in excess of the FDIC insured amount. The Public Money statutes do not differentiate between "collected" and "uncollected" funds.

Effect. The City has cash on deposit at the bank that is at risk of loss in the case of bank failure.

Cause. The Bank of America has relied upon an advisory opinion from the Federal Deposit Insurance Corporation (FDIC) that is not germane to the issue of whether the City's bank balances at Bank of America are adequate collateralized pursuant to the New Mexico Public Money statutes cited in the criteria.

Recommendation. Ask the bank to collateralize the City's accounts pursuant to the Public Money Statutes. If the bank fails to comply with the Public Money Statutes within the ten days provided by 6-10-17.1 NMSA 1978, the City should withdraw its fund from the bank within the next ten days.

Management Response. The City will request that the bank review its collateralization policy to ensure compliance with New Mexico collateralization laws.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDING – FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-10 Purchase Cards

Condition. The City recorded 14,212 purchase card (P-Card) transactions during this fiscal year. We reviewed a sample of 63 P-Card transactions and the following was noted: 13 transactions were not reconciled and reviewed in EAGLS, 13 purchase logs were not reconciled and signed by the Card Coordinator, four purchases were split into eight transactions to avoid exceeding the \$1,000 limit on P-Card transactions, three transactions were for the purchase of goods from vendors other than the vendor that had a contract with the city and seven transactions were for the purchase of car wash services, the purchase of which is not clearly permitted by the P-Card policies and procedures. A transaction was actually made with a P-Card instead of a T-Card. This was for the purchase of pre-paid theater tickets by the Bear Canyon Senior Center but was charged to travel. In addition, three transactions were for the purchase of gasoline, and the City paid \$21.04 in gross receipts tax on the purchase of balloons for the Biopark.

Criteria. The City's Policies and Procedures over P-Card purchases require that there is pre-approval on all purchases, the log/reconciliation and EAGLS/ reconciliation of P-Cards purchased to be reviewed on a weekly basis and the purchase of gasoline and certain other items is specifically disallowed. Likewise, the City's Purchasing Cards Policies and Procedures forbid the use of P-Cards for purchases of "entertainment of any sort." Individual purchases are not supposed to be split into two or more transactions to avoid the \$1,000 limit set for P-Card transactions. The City is exempt from paying gross receipts tax on goods.

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.

Effect. Non-compliance with P-Card policies and procedures.

Recommendation. We recommend that management continues to emphasize that P-Card policies and procedures are adhered to in all cases. Departments should review P-Card transactions to identify patterns of reoccurring transactions that could be potentially set up as a contract. Card holders should notify management when tax has been paid so a tax-exempt certificate can be issued. Further, the City should revise its Purchasing Cards Policies and Procedures to allow for purchases related to group activities sponsored by the City through the senior centers and community centers. In addition, we recommend that the City implement the recommendations included in the special audit of the purchasing card program released in September 2007 by the City's Office of Internal Audit and Investigations.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

B. FINDING – FINANCIAL STATEMENTS AUDIT (CONTINUED)

07-10 Purchase Cards

Management Response.

The City concurs with this finding. In September of 2007, the City implemented new P-Card software (Works). Controls have been established in the new software that require Departments to review, reconcile, and approve their P-Card transactions before their P-Card credit limit is replenished. The City's Purchasing and Accounting Divisions will provide additional training to the P-Card users at the Purchasing User Group meetings to ensure compliance with City P-Card policies regarding split purchases and the payment of gross receipt tax. The City will review its P-Card policies regarding the use of the P-Card for group activities sponsored by the City's senior and community centers.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

**C. FINDINGS AND QUESTIONED COSTS—MAJOR FEDERAL AWARD
PROGRAM AUDIT**

**01-18 Federal Claim – U. S. Department of Justice – COPS Universal Hiring Grant
CFDA# 16.710**

Condition. The federal government may assess a claim against the City of Albuquerque to recover federal funds that might have been spent for purposes other than adding personnel.

Criteria. When applying for a grant, the applicant should submit accurate information and once the award has been received, the recipient is required to spend the money as directed in the grant document.

Cause. The Department of Justice, who issued the federal grant to the City, is questioning how the grant money was spent. The City of Albuquerque has received the report from the Department of Justice and disagrees with a large portion of the amount the federal agency is questioning.

Effect. It is possible that the City may be disqualified for future Department of Justice grant awards.

Questioned Costs. The original amount in question was \$4,152,447. In response to the federal agency and after a thorough review of the City's records by City personnel, the City has reimbursed the Department of Justice the sum of \$151,636 in the current year and is not anticipating further reimbursement. The City is awaiting final determination from the Department of Justice.

Recommendation. We recommend that the City review information submitted in applications to the Department of Justice and examine procedures for monitoring the COPS grants to ensure that compliance requirements are being adhered to.

Management Response. The City concurs with this finding. The Office of Inspector General and the COPS Office Audit Liaison Division came to an agreement with City APD on an additional six outstanding issues and closed out those items in FY07. The three agencies are actively working to resolve the final eight recommendations.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

**C. FINDINGS AND QUESTIONED COSTS—MAJOR FEDERAL AWARD
PROGRAM AUDIT (CONTINUED)**

**07-04 SEFA Reporting – U. S. Department of Transportation – Federal Transit
Program CFDA# 20.507**

Condition. During our audit of allowable expenditures for the Federal Transit Program, CFDA 20.507, we noted federally funded expenditures recognized in the current year that actually occurred in the previous fiscal year. The fiscal year 2006 expenditures were initially incorrectly recorded during 2006 under CFDA 20.500. An adjustment was created in the current year in the amount of \$954,627 to recognize prior year expenditures in the current year under CFDA 20.507. Thus, by reporting it in the current year; it appears as though \$954,627 was spent in the current year when it was not.

Criteria. OMB Circular A-133 §.205 Basis for determining Federal awards expended states “The determination of when an award is expended should be based on *when* the activity related to the award occurs”. In addition §.310(a) *Financial Statements* and §.310(b) *Schedule of expenditures of Federal awards* require that the auditee shall prepare the financial statements and the SEFA for the period covered by the auditee’s financial statements.

Effect. The City’s SEFA and financial statements are not accurately stated. Federal funds may also be jeopardized or delayed due to inaccurate recording of grant expenditures.

Cause. The Federal Transit Program did not disclose the federal grant expenditures in the fiscal year of actual occurrence.

Recommendation. The Federal Transit Program should record the federal expenditures in the year that they occurred. The SEFA, in order to be consistent with the accompanying financial statements, should reflect expenditures from the same fiscal year as the financial statements.

Management Response. The City concurs with this finding. DFAS Accounting will work with the Transit Department to ensure that Transit expenditures are properly recorded and reported on the SEFA. The department’s Grants Manager position was vacant when these transactions were initially recorded incorrectly under CFDA 20.500. Consequently, the department hired a FTA grant consultant in the Summer of 2006, at which time the error was detected and a journal voucher immediately prepared to correct the misappropriation and subsequent expenditure error. At this time, the department has developed internal control measures to ensure that new grant funds are appropriated correctly. New funds now are associated with a new activity; funding for like-kind projects are not combined with existing activities, thereby ensuring that new grant are not commingled with existing grants.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

**C. FINDINGS AND QUESTIONED COSTS—MAJOR FEDERAL AWARD
PROGRAM AUDIT (CONTINUED)**

07-05 Vacation Leave Approval – U. S. Department of Agriculture – Summer Lunch Program – CFDA# 10.559 and U.S. Department of Health and Human Services – Early Headstart Program - CFDA 93.600

Condition. During our audit of allowable expenditures for the Summer Lunch Program, CFDA 10.559 and the Early Headstart Program, CFDA 93.600 we noted one occurrence out of twenty two in the Summer Lunch Program and one out of twenty six in the Early Headstart Program where leave was not approved prior to being taken. The leave taken by an employee paid out of each of these federally funded programs was approved three days subsequent to when the leave was taken. There was no indication in either instance that the leave was verbally approved in advance.

Criteria. The City of Albuquerque's Personnel Rules and Regulations, Section 401.2 A requires that vacation leave must be approved twenty four hours prior to the leave being taken. Although the rules are silent as to whether approval must be in writing; approvals should be documented in a form that is auditable.

Effect. The Summer Lunch and Early Headstart Programs are not in compliance with the City of Albuquerque's Personnel Rules and Regulations. In addition, federal funds may be jeopardized if policies are not adhered to.

Cause. The Summer Lunch and Early Headstart Programs did not ensure that employee leave forms for vacation time are completed and approved at least twenty four hours prior to the leave being taken.

Recommendation. The Summer Lunch and Early Headstart Programs should ensure that all vacation leave is approved within the time period that is set forth in the City's Personnel Rules and Regulations. If the leave request is approved verbally at least 24 hours prior to when the leave is taken; such approval should be documented so that it is auditable.

Management Response. We concur with this finding. However, it should be noted that in both instances leave was verbally authorized by the respective supervisors prior to being taken. The rules and regulations do not specify "written" approval. However, we will remind supervisors to enforce the requirement of 24 hour prior written approval.

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2007

C. FINDINGS AND QUESTIONED COSTS—MAJOR FEDERAL AWARD PROGRAM AUDIT (CONTINUED)

07-09 Schedule of Expenditures of Federal Awards (SEFA) – U.S. Department of Transportation – Federal Highway Administration Grant CFDA #20.205

Condition. During our test work of the SEFA, we noted that the current year expenditures were adjusted for prior year expenditures that were reported in the incorrect grants (see 07-04). We also noted prior year expenditures in the amount of \$1,942,688, in the Federal Highway Administration Grants (CFDA #20.205) that were not reported on the SEFA, but were subsequently determined to be federal expenditures.

Criteria. Good internal control procedures should include processes to verify and review the accuracy and completeness of financial information.

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. Federal and non-federal expenditures are not separately tracked in the general ledger system.

Effect. There is a risk that federal expenditures reported on the SEFA are inaccurate.

Recommendation. Processes should be in place that will ensure the accuracy and completeness of the reporting of federal expenditures. These processes should include a general ledger system that is designed to allow for the separate recording and tracking of federal and non-federal expenditures, revenues, grants receivable and deferred revenues. Additionally, personnel with the proper training and experience should review federal expenditures and verify that the SEFA is reported correctly.

Management Response. The City concurs with this finding and will develop processes and procedures that are designed to accurately record and track federal expenditures and grants receivable and deferred revenue.

CITY OF ALBUQUERQUE
Status of Prior Year Audit Recommendations
Year Ended June 30, 2007

Reportable Conditions

01-17 Budget Overspending	Revised
01-18 Federal Claim Department of Justice – CFDA #16.710	Repeated
02-21 Capital Asset Inventory	Revised
05-01 Travel Procedures	Revised
05-10 False Alarms Service Fees	Revised
05-12 Debt Service Coverage for Golf Bond	Repeated
05-13 Audit Report Due Date	Repeated
06-01 Knowledge of Accounting System	Resolved
06-02 Citation Revenues	Repeated
06-03 Pet Licensing Revenues	Repeated
06-04 Travel and Per Diem	Revised
06-05 Inventory Accountability	Resolved
06-06 Cash	Resolved
06-07 State Auditor Approval	Resolved
06-08 Accounts Receivable	Revised
06-09 General Fund Cash Imprest Account Reconciliation	Repeated
06-10 Capital Assets Reconciliation	Resolved
06-11 Donated Infrastructure	Repeated
06-12 Gross Receipts Tax Accrual in Water Utility Authority	Repeated
06-13 Infrastructure Capital Assets Variances	Repeated
06-14 Eligibility – Early Head Start	Resolved
06-15 Late Submission of Required Federal Reports	Resolved
06-16 Operating Grants Fund Balance	Repeated
06-17 Capital Asset and Accumulated Depreciation Reconciliation	Resolved

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, 2007

Financial Institution: Account name	Type of Account	Bank Balance	Outstanding (Checks) Deposits	Book Balance
Deposits:				
Wells Fargo Bank				
APD Evidence	Checking	\$ 1,775,166	\$ (478)	\$ 1,774,688
APD SID	Checking	35,247	(20,549)	14,698
APD SID	Checking	446,336	9,225	455,561
APD SID	Checking	13,410	-	13,410
APD SID	Checking	59	-	59
Las Cruces Land	Savings	43,117	-	43,117
Library Petty Cash	Checking	844	-	844
Bluewater Apartments - operating and maintenance	Checking	135,787	(4,085)	131,702
USBC Program - certificates of deposit	Investment	98,678	-	98,678
		<u>2,548,644</u>	<u>(15,887)</u>	<u>2,532,757</u>
Bank of America				
Common Fund	Checking	1,680,843	19,503,023	21,183,866
Payroll	Checking	-	(553,974)	(553,974)
Accounts Payable	Checking	-	(6,653,383)	(6,653,383)
Water Clearing - ABCWUA	Checking	-	(1,613,393)	(1,613,393)
Real Property	Checking	380	(380)	-
Employee Health Services	Checking	2,626	(265)	2,361
Corrections	Checking	-	-	-
Escrow Deposits - ABCWUA	Checking	147,161	-	147,161
APD Criminal Investigations	Checking	3,916	(3,916)	-
		<u>1,834,926</u>	<u>10,677,712</u>	<u>12,512,638</u>
New Mexico Bank & Trust (all related to The Apartments Fund)				
Candelaria Gardens - Tenant security deposits	Checking	2,306	-	2,306
Santa Barbara - Tenant security deposits	Checking	1,148	-	1,148
Tucson - Tenant security deposits	Checking	1,196	-	1,196
Manzano Vista-Tenant security deposits	Checking	28,733	-	28,733
Glorieta-Tenant security deposits	Checking	3,045	-	3,045
Beach-Tenant security deposits	Checking	15,062	-	15,062
Bluewater-Tenant security deposits	Checking	42,992	-	42,992
Manzano Vista- Operating and maintenance	Checking	113,342	(17,007)	96,335
Santa Barbara - Operating and maintenance	Checking	4,704	34,983	39,687
Tucson - Operating and maintenance	Checking	30,080	51,911	81,991
Beach - Operating and maintenance	Checking	106,648	(11,982)	94,666
Candelaria Gardens - Operating and maintenance	Checking	127,817	73,977	201,794
Glorieta - Operating and maintenance	Checking	41,294	24,249	65,543
		<u>518,367</u>	<u>156,131</u>	<u>674,498</u>
Compass Bank				
Attorney's Cost Advance	Checking	5,231	274,150	279,381

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEPOSITS AND INVESTMENTS BY FINANCIAL INSTITUTION

June 30, 2007

Financial Institution: Account name	Type of Account	Bank Balance	(Checks) Deposits	Book Balance
Deposits continued:				
First Community Bank				
Common Fund	Checking	47,960	-	47,960
Water Clearing - ABCWUA	Checking	1,115,699	1,577,169	2,692,868
Housing Authority - Public Housing	Checking	327	(68,368)	(68,041)
Housing Authority - Section 8	Checking	170,739	(16,454)	154,285
Housing Authority - Section 8	Checking	142,156	(804)	141,352
Housing Authority - Modernization	Checking	-	(10,957)	(10,957)
Housing Authority - Public Housing FSS Escrow	Checking	2,017	(1)	2,016
Housing Authority - Housing Services	Checking	-	(77,644)	(77,644)
		<u>1,478,898</u>	<u>1,402,941</u>	<u>2,881,839</u>
Total bank accounts book balance		<u>\$ 6,386,066</u>	<u>\$ 12,495,047</u>	<u>\$ 18,881,113</u>
Investments:				
Bank of America				
Short-Term Investment Account	Investment	\$ 575,775,000	\$ -	\$ 575,775,000
Working Capital Account	Investment	124,618,563	(98,876)	124,519,687
State of New Mexico				
Investment Council				
Core Bond Fund	Investment	23,209,882	-	23,209,882
Core Bond Fund	Investment	6,577,627	-	6,577,627
State of New Mexico				
Local Government Investment Pool				
LGIP Fund Pool-4101	Investment	7,551,573	-	7,551,573
Bank of Albuquerque				
U.S. Treasury Money Market Fund	Investment	392,295	-	392,295
U.S. Treasury Money Market Fund	Investment	504,480	25	504,505
Wells Fargo Trust in Denver, Colorado				
U.S. Treasury Money Market Fund	Investment	111,839	-	111,839
U.S. Treasury Money Market Fund	Investment	2,410,678	-	2,410,678
First Community Bank				
Short-Term Investment Account	Investment	2,922,251	-	2,922,251
Short-Term Investment Account	Investment	4,324,988	-	4,324,988
Subtotal		<u>748,399,176</u>	<u>(98,851)</u>	<u>748,300,325</u>
Total Investments		<u>\$ 748,399,176</u>	<u>\$ (98,851)</u>	<u>\$ 748,300,325</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION
June 30, 2007

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
Wells Fargo Bank					
FNCL 867437	\$ 650,000	\$ 576,891	\$ 571,393	05/01/2036	6.00%
FNCL 895631	1,450,000	1,316,332	1,303,786	05/01/2036	6.00%
GNSF 781215	<u>8,515,000</u>	<u>504,329</u>	<u>512,396</u>	09/15/2029	6.50%
		<u>\$ 2,397,552</u>	<u>\$ 2,387,575</u>		
Location of collateral:	Wells Fargo Bank Safekeeping/Custodial Services, San Francisco, CA				
New Mexico Bank & Trust					
Sandoval Cnty NM FSA Insured	\$ 400,000	\$ 400,000	\$ 395,604	08/15/2010	3.60%
Location of collateral:	Commerce Bank, St. Louis, MO				
Bank of America					
U.S. Treasury Note	\$ 53,000	not stated	\$ 52,410	03/31/2012	4.50%
U.S. Treasury Note	<u>36,000</u>	not stated	<u>35,737</u>	05/15/2010	4.50%
			<u>\$ 88,147</u>		
Location of collateral:	Federal Reserve Bank, Richmond VA				
First Community Bank					
Federal Home Loan Bank	\$ 300,000	not stated	\$ 299,673	11/28/2007	5.13%
MBS FNMA	17,575	not stated	17,590	12/01/2007	7.00%
Federal Home Loan Bank	80,000	not stated	78,935	04/01/2008	3.50%
Federal Home Loan Bank	80,000	not stated	78,935	04/01/2008	3.50%
Federal Home Loan Bank	125,000	not stated	123,347	04/23/2008	3.63%
Federal Home Loan Bank	60,000	not stated	58,628	06/08/2008	2.88%
Federal Home Loan Bank	125,000	not stated	122,359	11/14/2008	3.63%
Federal Home Loan Bank	25,000	not stated	24,357	08/14/2009	3.88%
FNMA	95,000	not stated	97,068	06/15/2009	6.38%
MBS FNMA	203,664	not stated	201,394	10/01/2017	5.50%
MBS FHLMC	250,952	not stated	239,198	01/01/2019	4.50%
MBS GNMA	167,542	not stated	167,331	04/15/2028	6.00%
MBS FNMA	143,289	not stated	144,006	08/01/2011	6.00%
MBS FNMA 10-YR	45,159	not stated	43,748	10/01/2013	4.50%
Southern Sandoval NM Arroyo	200,000	not stated	200,602	08/01/2014	4.00%
FHR 2695 DG	400,000	not stated	361,420	10/15/2018	4.00%
FHR 2857 AH	<u>170,000</u>	not stated	<u>168,844</u>	12/15/2023	5.00%
	<u>\$ 2,488,181</u>		<u>\$ 2,427,435</u>		
Location of collateral:	Federal Home Loan Bank, Dallas TX				
Total all banks			<u>\$ 5,298,761</u>		

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION
June 30, 2007

The collateral for the repurchase agreements is as follows:

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
Bank of America					
City of Albuquerque Common Fund					
Freddie Mac Discount Note	\$ 50,656,000	\$ 49,315,106	\$ 50,301,408	08/17/2007	5.14%
FHLB Discount Note	4,763,000	4,592,092	4,683,934	10/24/2007	5.11%
Fannie Mae Discount Note	69,030,000	67,437,723	68,786,478	11/15/2007	3.25%
FHLB Discount Note	50,000,000	47,965,686	48,925,000	11/28/2007	5.09%
Fannie Mae Discount Note	34,270,000	34,179,938	34,863,537	01/15/2008	4.63%
FHLB Discount Note	53,305,000	52,513,068	53,563,329	05/14/2008	5.13%
FHLB Discount Note	490,000	493,064	502,925	07/17/2009	5.38%
Freddie Mac Discount Note	57,140,000	59,277,514	60,463,064	08/10/2009	6.87%
Resolution Funding Corp Note	31,000,000	24,217,990	24,702,350	01/15/2012	3.14%
Fannie Mae Discount Note	3,916,000	3,693,398	3,767,266	03/15/2013	4.38%
Freddie Mac Discount Note	18,000,000	17,602,647	17,954,700	11/20/2013	5.80%
Fannie Mae Discount Note	4,397,000	4,026,743	4,107,278	04/15/2014	4.13%
Freddie Mac Discount Note	79,370,000	74,764,206	76,259,490	01/15/2015	4.50%
Fannie Mae Discount Note	122,332,000	72,046,352	73,487,279	06/01/2017	3.96%
FHLB Discount Note	65,225,000	63,649,724	64,922,718	07/15/2036	5.50%
	<u>\$ 643,894,000</u>	<u>\$ 575,775,251</u>	<u>587,290,756</u>		

102% collateral requirement

587,290,756

Collateral in excess (deficit) of requirement

\$ -

Location of collateral: Federal Reserve Bank, Richmond, VA

The market value shown of the pledged collateral for the common fund repurchase agreement is as of the time of purchase on 6/30/2007. The market value at the close of business on 6/30/2007 was \$580,965,374.

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

First Community Bank

Housing Authority

FNMA	not stated	\$ 53,901	\$ 53,205	12/01/2016	5.50%
FNMA	not stated	37,000	37,110	03/01/2009	5.50%
FNMA	not stated	258,100	260,653	05/01/2009	6.00%
FNMA	not stated	1,832,900	1,808,284	10/01/2017	5.50%
FNMA	not stated	676,400	673,978	10/01/2009	5.00%
FNMA	not stated	148,800	147,312	11/01/2012	5.50%
FNMA	not stated	326,701	323,434	11/01/2012	5.50%
FNMA	not stated	320,600	309,379	02/01/2013	4.50%
FNMA	not stated	1,283,200	1,218,950	03/01/2023	5.00%
FNMA	not stated	2,119,300	2,045,125	06/01/2013	4.50%
FNMA	not stated	527,900	514,703	06/01/2013	5.00%
		<u>\$ 7,584,802</u>	<u>7,392,133</u>		

102% collateral requirement

7,390,130

Collateral in excess (deficit) of requirement

\$ 2,003

Location of collateral: Federal Home Loan Bank, Dallas TX

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
June 30, 2007

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
ABWUA CCN 2004-0692 CCN 03-0673	City of Albuquerque and Albuquerque-Bernalillo County Water Utility Authority	City of Albuquerque and Albuquerque-Bernalillo County Water Utility Authority	Set forth the procedures for the issuance of revenue bonds or other obligations needed to finance the utility capital needs and establish right-of-way eminent domain powers
AMAFCA	City of Albuquerque/DFA/ and AMAFCA	Albuquerque and AMAFCA	Provides a wide range of direct and indirect billable services
Area Agency on Aging	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 200600949	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 serves regarding health and dental
Health and Dental CCN 200600850	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
Bernalillo County Detention	City of Albuquerque and the County of Bernalillo	City of Albuquerque	Creation of the Metropolitan Detention Center
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
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 2005-0117	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.

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
September 22, 2004	Indefinite	Not specified	Unknown	All parties
September 6, 2001	Ongoing	\$6204 Administrative charges plus payroll processing	\$6204 Administrative	N/A
July 1, 1984	Ongoing	\$345,900 per annum	Not specified	City of Albuquerque
November 13, 1995	90-day Notice	Not specified	Unknown	City of Albuquerque
August 1, 2003	June 30, 2007	\$25,000	\$25,000	N/A
July 1, 2003	June 30, 2007	\$65,000	\$65,000	N/A
September 4, 2002	June 30, 2007	Varies	\$2,011,500	N/A
July 1, 2003	June 30, 2008	\$1,319,726	\$1,319,726	N/A
July 1, 2003	June 30, 2008	Not to exceed \$278,048	\$278,048	N/A
May 3, 1983	Ongoing	Not specified	Unknown	City of Albuquerque
April 12, 2005	Indefinite	Not specified	N/A	County of Bernalillo

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
June 30, 2007

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
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	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 200601289	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
COG	City of Albuquerque/DFA and COG	City of Albuquerque and COG	Provides a wide range of direct and indirect billable services
County of Sandoval Health and Dental CCN 200600849	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
Environmental Health/Vehicle Pollution Management CCN 87-0121	City of Albuquerque and the County of Bernalillo	City of Albuquerque/ and the County of Bernalillo	Motor Vehicle Emissions Inspection Maintenance Program
Environmental Health/Vehicle Pollution Management	City of Albuquerque and the County of Bernalillo	City of Albuquerque/ and the County of Bernalillo	Household hazardous waste agreement
Environmental Health/Vehicle Pollution Management	City of Albuquerque and the County of Bernalillo	City of Albuquerque/ and the County of Bernalillo	Biodisease program
Flood Damage Prevention CCN 93-045 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

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
December 28, 1988	Indefinite	Not specified	\$1,285,760	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, 2007	\$1,837	\$1,837	N/A
September 6, 2001	Ongoing until terminated by either party	\$34,279 Administrative charges plus payroll	\$34,279 Administrative charges plus payroll	N/A
July 1, 2003	June 30, 2007	\$18,368	\$18,368	N/A
7/10/1991	Ongoing until terminated by a 180-day notice	Varies yearly	Unknown	City of Albuquerque and the County of Bernalillo
December 17, 1987	Ongoing until terminated by a 180-day notice	Varies yearly	Unknown	City of Albuquerque and the County of Bernalillo
July 1, 2004	June 30, 2008	\$483,000	\$71,000	City of Albuquerque
July 1, 2004	June 30, 2008	\$94,000	\$94,000	City of Albuquerque
March 2, 1993	30- day notice	Not specified	Unknown	City of Albuquerque and the County of Bernalillo

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
June 30, 2007

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
GOV TV 16 CCN 200800379	City of Albuquerque/ Cultural Services and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Government TV resources management. City of Albuquerque - County of Bernalillo Joint Powers
High School Drop Out Program	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Drop out prevention and associated support services for Rio Grande HS
Joint Metropolitan Forensic CCN 1999-0226, 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
Metropolitan Forensic Science Center (MFSC) CCN 200600168	City of Albuquerque/ Police and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Provides police services and certain temporary evidence storage, custody and control services
Middle Rio Grande Conservation CCN 200600848	City of Albuquerque/ Human Resources/ Insurance and the MRGCD	City of Albuquerque and the MRGCD	Employee health benefits program for eligible employees
Municipal Development CCN 200101280.5	City of Albuquerque/and the NM State Highway and Transportation Department	City of Albuquerque	Bicycle Travel Demand Management Program
SSCAFCA Health and Dental CCN 2006000854	City of Albuquerque/ Human Resources/ Insurance and SCAFCA	City of Albuquerque and the SCAFCA	Employee health benefits program for eligible employees
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.
Storm Water Analyzation CCN 2006-0414	City of Albuquerque/ABCWUA and the County of Bernalillo	City of Albuquerque/ABCWUA / and the County of Bernalillo	Analyze storm water samples and provide results in electronic format
Town of Bernalillo Health and Dental	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

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
July 1, 2007	June 30, 2008	Annual limit \$50,000	\$15,190	City of Albuquerque
July 1, 2005	June 30, 2007	\$40,000	\$40,000	City of Albuquerque
October 14, 1999	June 30, 2009	\$12,000,000	\$640,513	City of Albuquerque
July 1, 2003	Ongoing	Not specified	Unknown	N/A
July 1, 2003	June 30, 2007	\$25,000	\$25,000	N/A
July 1, 2003	June 30, 2007	\$3,674	\$3,674	N/A
April 20, 2000	September 30, 2010	\$1,075,000	\$0	City of Albuquerque
July 1, 2006	June 30, 2007	\$600	\$600	N/A
September 16, 1993	Silent	Not to exceed \$200,000	Unknown	N/A
July 24, 2006	June 30, 2008	\$120,000	Unknown	The County of Bernalillo
July 1, 2003	June 30, 2007	\$1,837	\$1,837	N/A

CITY OF ALBUQUERQUE, NEW MEXICO

JOINT POWERS AGREEMENTS

June 30, 2007

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
Town of Cochiti Lake Health and Dental CCN 200600852	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 200601287	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 90-01328, 93-0516, 2003-0589 & 2006-0421	City of Albuquerque/City of Rio Rancho/Village of Tijeras/Village of Los Ranchos and the County of Bernalillo	City of Albuquerque/ City of Rio Rancho/ Village of Tijeras/ Village of Los Ranchos/ and the County of Bernalillo	Provide well-balanced collections of books and other media for residents
Village of Bosque Farms Health and Dental CCN 200600835	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 200600837	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 200600836	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 200600851	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 200600853	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 200600838	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