

# 2009 FISCAL YEAR

COMPREHENSIVE ANNUAL FINANCIAL REPORT

city of albuquerque

Martin J. CHÁVEZ - Mayor





**CITY OF ALBUQUERQUE, NEW MEXICO**

**Comprehensive Annual Financial Report**

**Year ended June 30, 2009**

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**STATE COMPLIANCE**

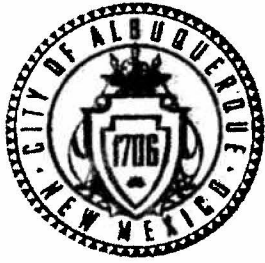
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## **INTRODUCTORY SECTION**





November 4, 2010

Honorable Mayor and City Council  
City of Albuquerque, New Mexico

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for the City of Albuquerque, New Mexico, (City), for the fiscal year ended June 30, 2009. 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, 2009. As indicated by the opinion of our independent auditors, the report fairly presents the financial position and the results of operations of the City as measured by the financial activity of its various funds. The report has been set forth in a manner that will give the reader a broad understanding of the City's financial affairs. It includes disclosures necessary for the reader to gain an understanding of the City's financial activities. The independent auditors' report is located at the front of the financial statements.

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

### ***Profile of the City***

Albuquerque, New Mexico is located in the central region of the state and is the economic and population hub of New Mexico. With an estimated population of 528,500 in 2009, Albuquerque ranks 34<sup>th</sup> 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 528,500 and the MSA approximately 870,000. 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 much as in the U.S. where manufacturing has declined substantially since the 1960s.

**Albuquerque MSA Employment in Thousands**

NAICS CATEGORY	Employment FY 09	Share of FY 09 Employment	Growth FY 08 to FY 09	Compound Annual Average FY 04to FY 09
<b>Total Nonfarm Employment (does not include military)</b>	<b>387.22</b>	<b>100%</b>	<b>-2.2%</b>	<b>1.1%</b>
Natural Resources and Mining and Construction	25.93	7%	-12.4%	0.9%
Manufacturing	20.25	5%	-11.5%	-2.3%
Trade, Transportation, and Utilities	65.83	17%	-5.0%	-0.1%
Information	9.15	2%	-0.5%	-1.6%
Financial Activities	18.35	5%	-3.3%	-0.6%
<b>Aggregate of Services</b>	<b>153.43</b>	<b>40%</b>	<b>-0.1%</b>	<b>2.1%</b>
Professional and Business Services	62.81	16%	-2.4%	1.6%
Educational and Health Services	52.68	14%	5.7%	3.8%
Leisure and Hospitality	37.95	10%	-3.7%	0.9%
Other Services	12.27	3%	-0.3%	0.9%
Government	82.20	21%	2.3%	2.1%
<b>MILITARY</b>	<b>5.945</b>	<b>NA</b>	<b>2.9%</b>	<b>-6.8%</b>

In the near term, Albuquerque is in recession as is the nation. Construction, particularly single family construction, has fallen off dramatically. The unemployment rate increased from 3.5% in FY08 to an average of 5.4% in FY09, but by June of 2009 the unemployment rate had increased to 7%. Employment declined and average of 2.2% with construction and manufacturing declining 12.4% and 11.5% respectively. Both these sectors declined in FY08 and layoffs continue. The only sectors that had increases in employment are government and educational and health services. One of the strengths for the Albuquerque economy is the national labs. Sandia National Laboratories (SNL) has devoted a great deal of research to terrorism and homeland security and the mission to protect the nuclear weapons arsenal. The micro-systems technology, or nano-technology,

for which SNL is well known, may provide many novel and inexpensive answers to medical and materials sciences. The labs expertise and technology is also becoming more readily available to the private sector.

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

### ***Long-term financial planning***

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

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

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

### ***Relevant Financial Policies***

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

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

### ***Major Initiatives***

In preparation of the Fiscal Year 2009 operating budget the City was faced with a budget shortfall of \$65 million. As a result, the City was required to trim costs and identify efficiencies while still maintaining core City services. The approved budget includes a 1/8<sup>th</sup> cent reduction in the Gross Receipts Tax rate effective July 1, 2008. Public safety remained a high priority for Fiscal Year 2009 as significant wage increases, recruitment and retention incentives were provided for public safety officers. Funding was also provided for the opening of the Northwest Area Command and additional staff for the 911 call center. Other initiatives include the opening of the Albuquerque Teen Art and Entertainment Center in downtown Albuquerque, the expansion of the Elementary and Middle School Initiative program to students in charter schools and a fully funded methamphetamine treatment program at city operated health and social service centers.

The City also continued the migration to the Enterprise Resource Planning (ERP) core financial system going live on January 1, 2009. While this was not accomplished without some difficulty, the new system does provide the City with an integrated Payroll, Human Resource, Payables and General Ledger system. Future enhancements to the system include Budget Preparation, Asset Management, Workflow, eBenefits, Inventory and Accounts Receivable.

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.

***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, 2008. This is the 29<sup>th</sup> 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.

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, 2008. 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,



Lou Hoffman, 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, 2008

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.



A stylized handwritten signature in black ink, appearing to be "H.R." followed by a long horizontal stroke.

President

A handwritten signature in black ink that reads "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, 2008**

President

Executive Director

The Government Finance Officers Association Of The United States And Canada (GFOA) Presented A Distinguished Budget Presentation Award To The **City Of Albuquerque, New Mexico** For Its Annual Budget For The Fiscal Year Beginning **July 1, 2008**. In Order To Receive This Award, A Governmental Unit Must Publish A Budget Document That Meets Program Criteria As A Policy Document, As A Financial Plan, As An Operations Guide, And As A Communications Device.

**CITY OF ALBUQUERQUE**

**PRINCIPAL OFFICIALS**

**June 30, 2009**

**MAYOR**

**MARTIN J. CHÁVEZ**

**CITY COUNCIL**

<b>KEN SANCHEZ</b>	<b>District 1</b>
<b>DEBBIE O'MALLEY, VICE PRESIDENT</b>	<b>District 2</b>
<b>ISAAC BENTON</b>	<b>District 3</b>
<b>BRAD WINTER, PRESIDENT</b>	<b>District 4</b>
<b>MICHAEL J. CADIGAN</b>	<b>District 5</b>
<b>REY GARDUNO</b>	<b>District 6</b>
<b>SALLY MAYER</b>	<b>District 7</b>
<b>TRUDY JONES</b>	<b>District 8</b>
<b>DON HARRIS</b>	<b>District 9</b>

**CHIEF ADMINISTRATIVE OFFICER**

**ED ADAMS**

**DEPUTY CHIEF ADMINISTRATIVE OFFICERS**

**ANNA LAMBERSON, PhD, CHIEF FINANCIAL OFFICER**  
**IRENE GARCIA, CHIEF OPERATING OFFICER**  
**PETE DINELLI, CHIEF PUBLIC SAFETY OFFICER**

**DEPARTMENT OF FINANCE AND ADMINISTRATIVE SERVICES**

**TANDA L. MEADORS, DIRECTOR**



# City of Albuquerque

The People of Albuquerque

Mayor  
Martin J. Chavez

City Council  
Director of Council Services  
Laura Mason

- DST. 1 Ken Sanchez
- DST. 2 Debbie O'Malley
- DST. 3 Isaac Benson
- DST. 4 Brad Winter
- DST. 5 Michael Cadigan
- DST. 6 Rey Cardenas
- DST. 7 Sally Meyer
- DST. 8 Tracy Jones
- DST. 9 Don Harris

Deborah James  
Communications Officer

Chief Administrative Officer  
Ed Adams

Chief of Staff  
Blanca Ortiz-Wendler

Office of Internal Audit  
& Investigations  
Carmen Kandelmas  
Director

Chief Financial Officer  
Acting - Anna Lamberson

Office of VAIB/OMI  
Acting - Mark Sandoval

Treasurer & Administrative Services  
Tasha Meadows

Human Resources  
Patricia Miller

Office of Employee Relations  
Larriette Torres

Economic Development  
Peter R. Mitchell

Legal  
Robert White

City Clerk  
Randy Avila

Office of Police Oversight  
William W. Deason

Municipal Development  
John Casella

Office of Education  
Coordinator  
Paul Broughton

Chief Public Safety  
Officer  
Pete L. Dineath

Emergency Preparedness  
Greg Sanchez

Police  
Ray Schultz

Fire  
Robert Ortega

Chief Operations Officer  
Irene B. Garcia

Animal Welfare  
Jessica L. Patterson

Aviation  
Nicholas S. Balas

Cultural Services  
Ray Darnall

Environmental Health  
Acting - John Schabaly

Family & Community Svcs  
Valerie Vigil

Parks & Recreation  
Jay Hart

Planning  
Richard Diener

Senior Affairs  
Blanca Hise

Solid Waste  
Leonard Garcia

Traffic  
Tirig Payne

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**CONTRIBUTORS**  
June 30, 2009

Lou Hoffman, Director  
Department of Finance & Administrative Services

Accounting Division Personnel

Gregory L. M. Stricklin, CPA  
Accounting Officer  
Stephanie Yara, CPA, CGFM, MBA  
Assistant Accounting Officer  
Debbie Dombroski, CPA, MBA  
Accounting Manager  
Terry Suarez, MAOM, CPA  
Grant Administrator  
Nela Wilkinson, CPA  
Accounting System Coordinator  
Mari Hughes, MACC  
Accounting System Coordinator  
Garick Maez  
Accounting System Coordinator  
Michelle Hayden  
Principal Accountant  
Joseph Griego  
Principal Accountant  
B. Jesse Muniz  
Principal Accountant  
V. O. Shynkar, CPA  
Principal Accountant  
Amanda Vigil, MBA  
Principal Accountant  
Tracy Milman  
Principal Accountant  
Denise Ortiz, CPA  
Principal Accountant  
Enrique Vargas  
Principal Accountant

Office of Management Budget

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

City Fiscal Personnel

Steve Falk, CPA  
Solid Waste Management  
Angela Ekofo, CPA, MBA  
Aviation Department  
Pam White, CM  
Aviation Department  
Phyllis Keller, CPA  
Aviation Department  
Aubrey Thompson, CPA  
Police Department  
Thomas Torres, CPA  
Risk Management  
Elaine Padilla  
Family & Community Service

Albuquerque Bernalillo County Water Authority

Stan Allred  
Chief Finance Officer  
Cliff Wintrode, CPA  
Budget Analyst

Treasury Division Personnel

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

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**FINANCIAL SECTION**





## Independent Auditors' Report

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of the City of Albuquerque, New Mexico (City), as of and for the year ended June 30, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service funds, fiduciary fund and the budgetary comparisons for the major capital project funds, debt service funds, permanent funds and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service, and fiduciary funds of the City as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the nonmajor governmental funds, major debt service fund, major capital projects funds, major enterprise funds, non-major enterprise funds, and internal service funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 17, 2010, except as it pertains to the schedule of expenditures of federal awards (SEFA) as to which the date is January 13, 2012, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

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

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

As described in Note D to the SEFA, the SEFA has been restated to include previously unreported federal expenditures of \$6,094,606 from U.S. Environmental Protection Agency and to reflect reductions of \$1,220,912 of previously reported expenditures for various other programs for a net change of \$4,873,694.

*Mess Adams LLP*

Albuquerque, New Mexico  
November 17, 2010, except for the Schedule of expenditures of federal awards, as to which the date is January 13, 2012

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
June 30, 2009

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, 2009. 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 \$238.4 million during the year. The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$3.8 billion (net assets). Of this amount, \$479.0 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, 2009, the City's governmental funds reported combined ending fund balances of \$417.8 million. Approximately 75.7% of this amount, \$316.5 million, is unreserved fund balance available for spending at the government's discretion. Included in this amount is approximately \$156.6 million in the Capital Acquisition Fund.
- At the close of the current fiscal year, unreserved fund balance for the general fund was \$42.1 million or 10.1% of the total general fund expenditures of \$418.1 million. \$38.4 million or 9.2% of the total general fund expenditures is unreserved designated for subsequent years' operations.
- The City's governmental activities long-term obligations increased by \$9.9 million during the current year. The key factors in this change were additions to bond debt, accrued vacation and sick leave pay, and claims totaling \$117.5 million and debt reduction payments and liquidations of accrued liabilities totaling \$107.6 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.

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, 2009 is available by contacting the Authority at the following address: Fifth floor, P.O. Box 1293, Albuquerque, NM 87103.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
June 30, 2009

Fund Financial Statements.

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

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

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

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

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

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
 June 30, 2009

Notes to the Financial Statements

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

Required Supplementary Information (RSI)

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

Combining Statements

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

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

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

	NET ASSETS						Total Percent Change
	Governmental Activities		Business-type Activities		Total		
	2009	2008	2009	2008	2009	2008	
<b>Assets:</b>							
Current and other assets	\$703.3	\$719.8	\$210.4	\$181.2	\$913.7	\$ 901.0	1.4%
Capital Assets	3,235.2	2,989.7	554.4	548.0	3,789.6	3,537.7	7.1%
<b>Total assets</b>	<u>3,938.5</u>	<u>3,709.5</u>	<u>764.8</u>	<u>729.2</u>	<u>4,703.3</u>	<u>4,438.7</u>	6.0%
<b>Liabilities:</b>							
Long-term liabilities outstanding	403.9	393.9	217.1	240.2	621.0	634.1	-2.1%
Other liabilities	218.4	202.5	66.1	42.7	284.5	245.2	16.0%
<b>Total Liabilities</b>	<u>622.3</u>	<u>596.4</u>	<u>283.2</u>	<u>282.9</u>	<u>905.5</u>	<u>879.3</u>	3.0%
<b>Net assets:</b>							
Invested in capital assets, Net of related debt	2,654.5	2,653.4	315.7	319.3	2,970.2	2,972.7	-0.1%
Restricted	241.6	256.1	107.0	99.6	348.6	355.7	-2.0%
Unrestricted	420.1	203.6	58.9	27.4	479.0	231.0	107.4%
<b>Total net assets</b>	<u>\$3,316.2</u>	<u>\$3,113.1</u>	<u>\$481.6</u>	<u>\$446.3</u>	<u>\$3,797.8</u>	<u>\$3,559.4</u>	6.7%

As noted earlier, net assets may serve as a useful indicator of a government's financial position. For the City, assets exceeded liabilities by \$3.8 billion at the close of the year. The largest portion of the City's net assets (78.2%) reflects its investment of \$3.0 billion in capital assets (i.e. land, buildings, infrastructure, and equipment less any related outstanding debt used to acquire these assets.) The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that resources needed to pay this debt must come from other sources since capital assets cannot be liquidated for these liabilities. Restricted net assets in the amount of \$348.6 million represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$479.0 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.

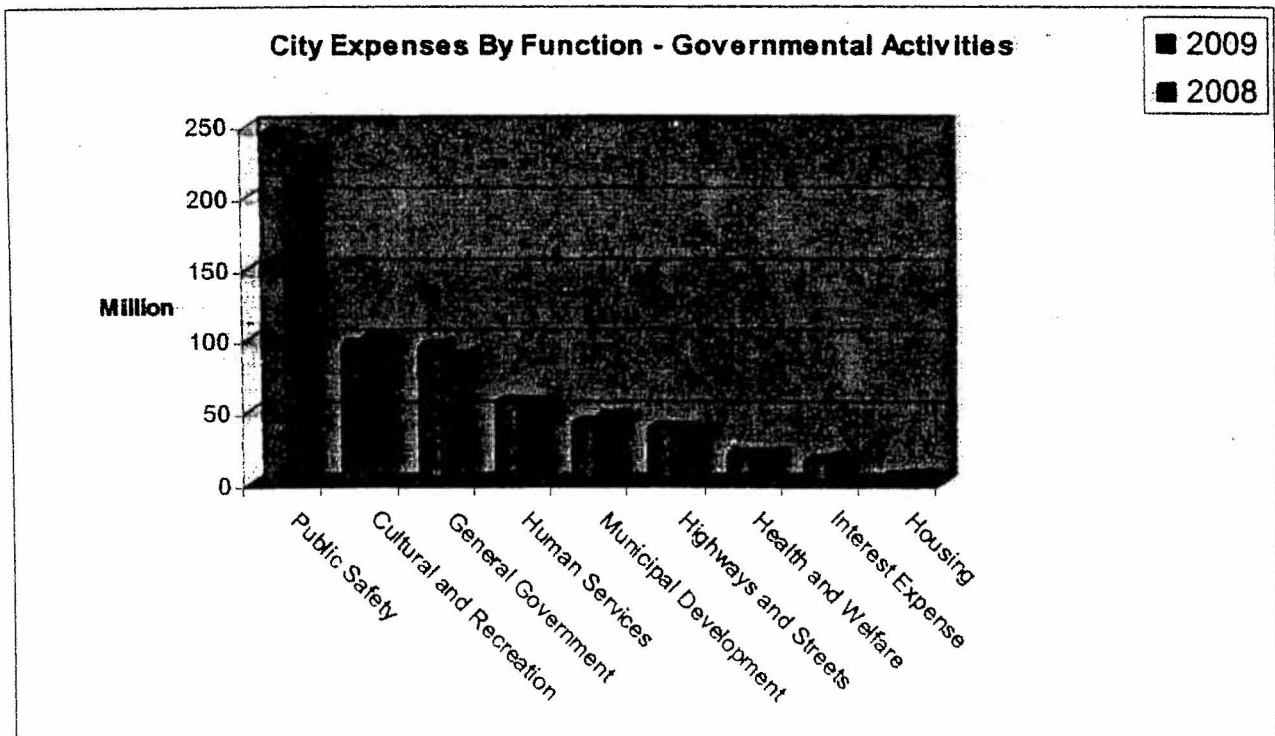
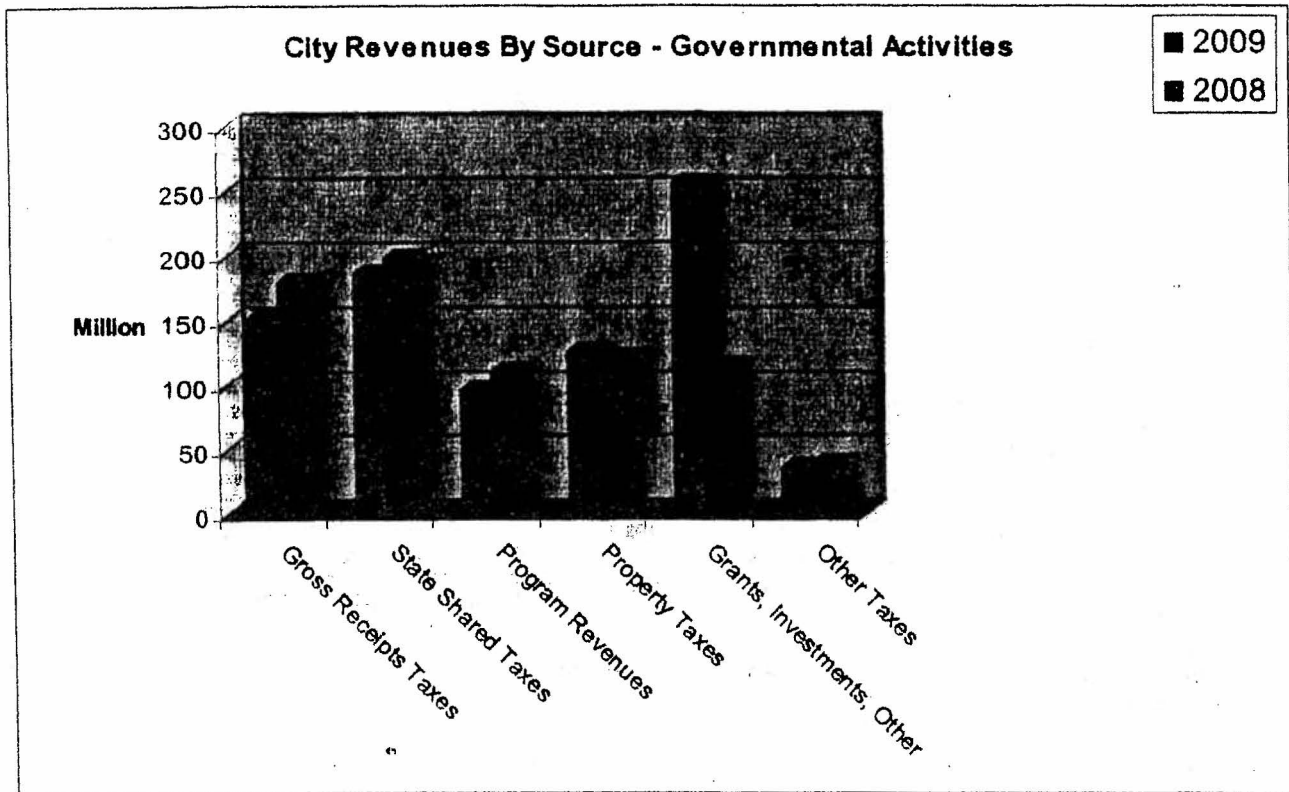
**CITY OF ALBUQUERQUE, NEW MEXICO**  
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The City's overall net assets increased by \$238.4 million during the current fiscal year. The increase in net assets is explained in the governmental and business-type activities discussion.

**CHANGE IN NET ASSETS**  
(in millions of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2009	2008	2009	2008	2009	2008	
<b>Revenues:</b>							
Program revenues:							
Charges for services	\$64.0	\$ 68.2	\$146.2	\$147.9	\$210.2	\$216.1	-2.7%
Operating grants and contributions	31.9	33.8	27.1	29.1	59.0	62.9	-6.2%
Capital grants and contributions	-	8.6	40.1	25.5	40.1	34.1	17.6%
General revenues:							
Gross receipts taxes	151.3	179.7	-	-	151.3	179.7	-15.8%
Property taxes	127.0	122.3	-	-	127.0	122.3	3.8%
Other taxes	36.6	38.8	-	-	36.6	38.8	-5.7%
State shared taxes and fees	186.7	198.7	-	-	186.7	198.7	-6.0%
Grants, investment income, and other	255.6	116.2	6.5	8.8	262.1	125.0	109.7%
Total revenues	853.1	766.3	219.9	211.3	1,073.0	977.6	9.8%
<b>Expenses:</b>							
General government	95.3	88.0	-	-	95.3	88.0	8.3%
Public safety	244.3	231.3	-	-	244.3	231.3	5.6%
Cultural and recreation	95.9	101.8	-	-	95.9	101.8	-5.8%
Municipal Development	41.4	45.5	-	-	41.4	45.5	-9.0%
Health and welfare	19.5	19.2	-	-	19.5	19.2	1.6%
Human services	56.6	55.9	-	-	56.6	55.9	1.3%
Housing	4.3	6.3	-	-	4.3	6.3	-31.7%
Highways and streets	38.4	37.2	-	-	38.4	37.2	3.2%
Interest expense	15.8	17.5	-	-	15.8	17.5	-9.7%
Airport	-	-	66.1	63.9	66.1	63.9	3.4%
Refuse disposal	-	-	51.8	53.5	51.8	53.5	-3.2%
Transit	-	-	55.9	49.5	55.9	49.5	12.9%
Non major enterprise funds	-	-	49.3	46.7	49.3	46.7	5.6%
Total expenses	611.5	602.7	223.1	213.6	834.6	816.3	2.2%
Excess (deficiency) before transfers	241.6	163.6	(3.2)	(2.3)	238.4	161.3	47.8%
Transfers	(38.5)	(35.1)	38.5	35.1	-	-	-
Increase (decrease) in net assets	203.1	128.5	35.3	32.8	238.4	161.3	47.8%
Net Assets July 1	3,113.1	2,984.6	446.3	413.5	3,559.4	3,398.1	4.7%
Net Assets June 30	\$3,316.2	\$3,113.1	\$481.6	\$446.3	\$3,797.8	\$3,559.4	6.7%

**CITY OF ALBUQUERQUE, NEW MEXICO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2009**



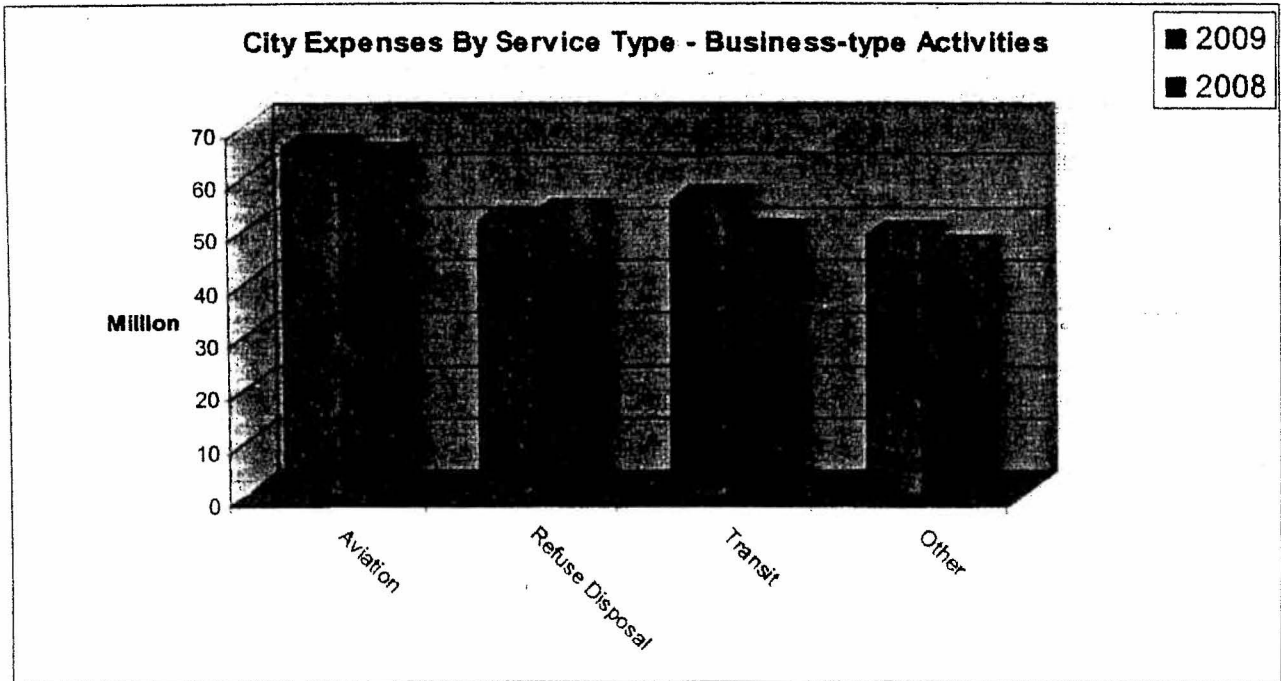
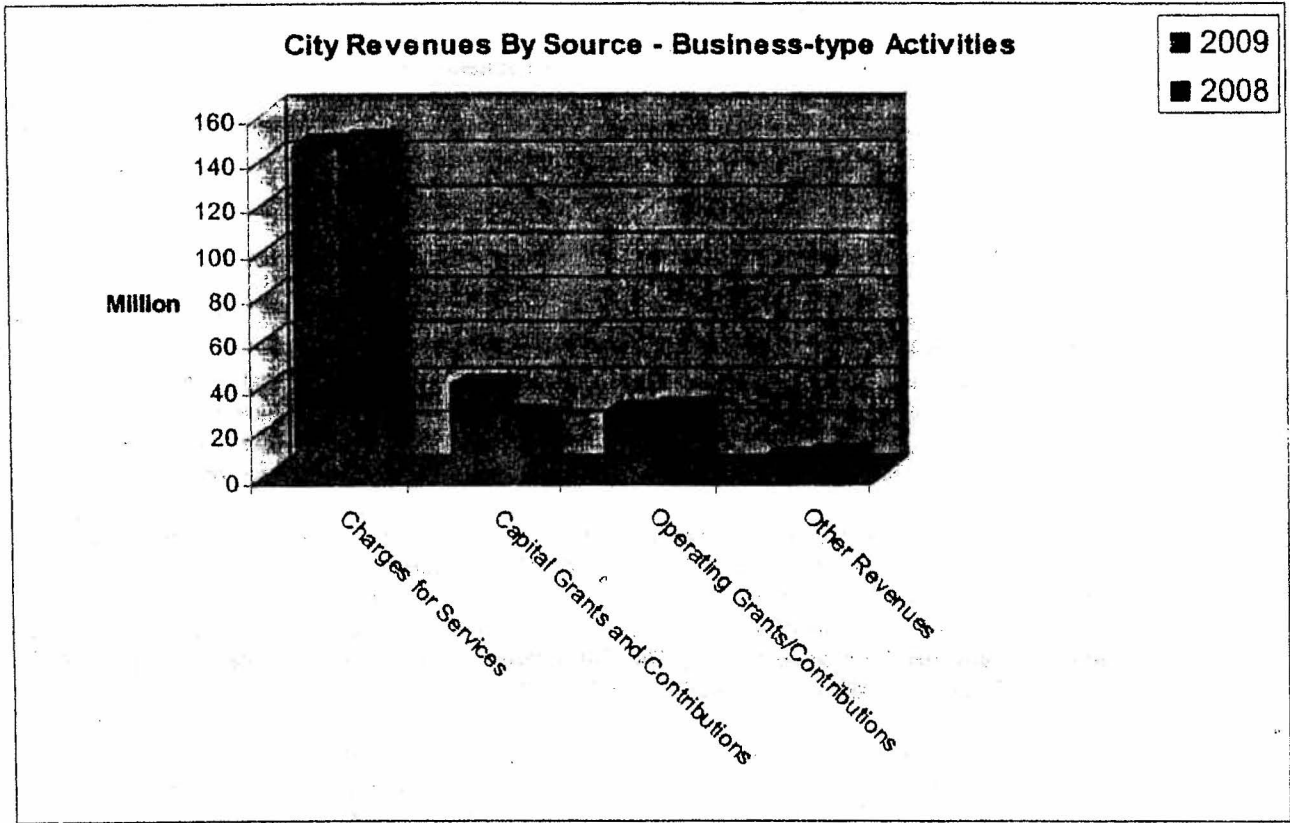
Governmental activities. Governmental activities increased the City's net assets by \$203.1 million. Governmental activities revenue increased by \$86.8 million, or 11.3% from \$766.3 million in fiscal year 2008 to \$853.1 million in fiscal year 2009. Key elements in the change of the City's governmental activities revenues are as follows:

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
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- Gross receipts tax revenue and state shared taxes and fees, which together account for approximately 39.6% of the City's governmental activities revenue, decreased by \$40.4 million, from \$378.4 million to \$338.0 million, or by 10.7% from prior year. Construction in the Albuquerque area has declined rapidly from the very high level it had attained in fiscal year 2007. In fiscal year 2008, construction gross receipts tax declined almost 20% and 7.5% in fiscal year 2009. Taxable gross receipts reported by businesses within the City declined by 4.5% between fiscal years 2008 and 2009, a decline from \$15.1 billion to \$14.4 in taxable gross receipts as reported by the New Mexico Department of Taxation and Revenue.
- Program revenues consisting of charges for services, operating grants, capital grants, and contributions, which account for approximately 11.2% of the City's governmental activities revenues, were lower than the previous year and decreased by \$14.7 million from \$110.6 million to \$95.9 million, or by (13.3%). Building permit revenues declined approximately 24.1% in fiscal year 2008 and a 37.6% decline in fiscal year 2009 due to the drastic downturn in the number of single family homes permitted in both fiscal years 2008 and 2009. Capital contributions decreased by \$8.6 million from 2008, and in 2008 an internal agency account used to earmark resources for the City's basic life other post-employment benefit (OPEB) was reallocated to a City internal service fund for the implementation of GASB 45, such reallocation was not done for FY2009.
- Property taxes, which account for approximately 14.9% of the City's governmental activities revenues, increased by \$4.7 million from \$122.3 million to \$127.0 million, or by 3.8%. In fiscal year 2009 (tax year 2008) taxable assessed property valuations within the City increased \$631 million from \$10.95 billion to \$11.6 billion, or by 5.7%. This increase reflects the County Assessor's reassessments and new additions to the tax base and adjustments for yield control. The City's direct property tax mill levy rate decreased slightly from 11.119 in fiscal year 2008 to 11.113 in fiscal year 2009.
- Grants, Investments, and Other Revenues, which account for approximately 30.0% of the City's governmental activities revenues, increased by \$139.4 million from \$116.2 million in fiscal 2008 to \$255.6 million in fiscal year 2009, or by 120.0%. The increase was primarily attributed to the recording of \$207.3 million in donated infrastructure from developers.
- Other taxes such as Franchise, Hospitality, Lodgers, and Payments in Lieu of Taxes decreased by \$2.2 million from \$38.8 million in fiscal year 2008 to \$36.6 million in fiscal year 2009, or by 5.7%. Much of the decline is from Lodgers and Hospitality taxes that fell 11%. 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 (\$3.2) million in fiscal year 2009 before operating transfers of \$38.5 million. Business-type activities revenues increased \$8.6 million from \$211.3 in fiscal year 2008 to \$219.9 million in fiscal year 2009, or by 4.1%. Key factors for the increases in the Charges for Services category are on the following page:

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2009

- The Airport fund had an increase in net assets of \$15.4 million in fiscal year 2009 compared to a \$18.4 million increase in 2008. The passenger facilities charges (PFCs) decreased slightly from \$8.6 million to \$7.4 million in fiscal year 2009, charges for services decreased from \$65.7 million in fiscal year 2008 to \$63.5 million in fiscal year 2009, operating expenses increased from \$56.1 million in fiscal year 2008 to \$58.2 million in fiscal year 2009, and capital contributions increased from \$6.4 million in fiscal year 2008 to \$10.0 million in fiscal year 2009.
- The reported change in net assets of \$3.4 million was higher than the increase of \$1.3 million in fiscal year 2008 for the Refuse Disposal fund. Charges for services increased \$.5 million during the year while operating cost decreased by \$1.2 million.
- For the Transit Fund, the current year change in net assets increased \$18.0 million compared to a \$9.7 million increase for the prior year. The increase was primarily attributed to an increase in contributed capital from \$16.2 million in fiscal year 2008 to \$30.0 million in fiscal year 2009, and an increase in transfers from \$34.8 million in fiscal year 2008 to \$38.1 million in fiscal year 2009.

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

### **FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of governmental funds reported by the City include the General Fund, Special Revenue Funds, Debt Service Funds, Capital Project Funds, and Permanent Funds. At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$417.9 million, a decrease of \$18.2 million in comparison with the prior year. Approximately 75.7% or \$316.5 million, is unreserved fund balance available for spending at the government's discretion of which \$278.1 million is unreserved, undesignated and \$38.4 million is unreserved, designated for subsequent years' operations. Included in unreserved fund balance is \$156.6 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) \$49.7 million to pay debt service; 2) \$18.8 million for acquisition and management of open space and urban enhancement; and 3) \$32.9 million for various other restricted purposes.

Revenues for governmental funds overall totaled approximately \$653.7 million in the fiscal year ended June 30, 2009, which represents a decrease of \$82.0 million from the previous year total of \$735.7 million. The major cause is the gross receipts taxes local option revenues decreased by \$23.9 million, intergovernmental revenues decreased by \$42.8 million of which \$30.3 million was attributed to a decrease in the Capital Acquisition fund, and miscellaneous revenue decreased by \$9.2 million. The City's governmental funds expenditures of \$716.3 million decreased by \$10.9 million from the previous year's total of \$727.2 million. The primary cause of the decrease is attributed to the reduction in general government expenditures from \$90.8 million to \$80.1 million or by (\$10.7) million, and a decrease in municipal development/public works expenditures from \$29.8 million to \$24.1 million or by (\$5.7) million, which was offset in part by an increase in public safety expenditures from \$214.3 million to \$222.7 million or by \$8.4 million.

General Fund. This is the City's chief operating fund. At the end of the current fiscal year, the total fund balance was \$43.1 million, of which \$3.6 million is available as an unreserved fund balance and \$38.4 million is designated for subsequent years' operations. The remaining fund balance is reserved to indicate that non-current financial resource assets of \$1.1 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 \$15.6 million. The total revenues of \$427.6 million for the current fiscal year were \$23.6 million less than the previous fiscal year. The decrease largely resulted from a loss of local gross receipt tax revenue of approximately \$22.0 million dollars attributed to a slow down in the local economy, a decrease in intergovernmental revenue of approximately \$9.75 million, which is partly offset by an increase in property tax revenue of \$12.3 million. Total expenditures of \$418.1 million represent a decrease of \$3.6 million over the previous fiscal year. A significant portion of this decrease was attributed to a reduction in general government expenditures from \$76.3 million to \$65.4, a decrease municipal development/public works expenditures from \$26.3 million to \$23.1, which was partly offset by an increase in public safety from \$200.1 million to \$205.2 million, and an increase in capital outlay from \$6.2 million to \$11.8 million. See the General Fund budgetary highlights for an analysis with respect to budgets.

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**General Obligation Bond Debt Service Fund (GO Bonds).** This fund is used to accumulate resources for the repayment of the City's GO Bonds. GO Bonds are backed by the full faith and credit of the City and may be used to finance any capital improvement approved by the voters. GO bonds may be redeemed by any regular City funding, but by policy, are generally redeemed by property taxes paid to the City. Fund balance in the City's General Obligation Debt Service fund increased \$7.0 million from \$14.5 million in fiscal year 2008 to \$21.5 million in fiscal year 2009 as a result of dedicated revenues and bonds proceeds exceeding debt service requirements. Property tax revenues dedicated to the repayment of GO Bonds decreased by \$8.1 million from \$87.0 million in fiscal year 2008 to \$78.9 million in fiscal year 2009, or by 9.3% which is attributed primarily to the increase in taxable assessed property valuations of 5.7% for fiscal year 2009. The City's property tax rates have remained constant for well over a decade and no tax rate increase has been required to fund the GO Bond program of capital improvements.

**Capital Acquisition Fund.** This fund is used to accumulate resources for the acquisition of Capital. Capital is defined as tangible property with a life beyond a one year budget cycle. Land, infrastructure, equipment, buildings as well as the services required to build or install these assets may be classified as capital. Capital acquisition is primarily funded by bond proceeds, but recurring and non-recurring revenue may be used. Major capital improvements for the City are funded primarily with general obligation and enterprise fund revenue bonds. In many cases, these bond funds are matched with Federal and/or State contributions and private assessments. During the 2009 fiscal year, the Capital Acquisition Fund unreserved fund balance decreased by \$10.1 million from \$166.7 million in fiscal year 2008 to \$156.6 million. The decrease in fund balance during the year is attributed to new debt proceeds of \$80.0 million, revenues of \$25.7 million, and net transfers of \$-4.0 million exceeding capital outlay of \$111.8 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	\$ 37.1
Refuse Disposal Fund	14.9
Transit Fund	(13.3)
Nonmajor enterprise funds	20.2
Total	\$ 58.9

**Internal Service Funds.** Internal Service Funds are used to account for certain governmental activities and had unrestricted net assets of \$25.4 million in fiscal 2009 as compared to unrestricted net assets of \$30.5 million in fiscal year 2008. In fiscal year 2009, the Employee Insurance fund had unrestricted fund balance of \$10.2 million which decreased from \$16.0 million in fiscal year 2008. The Employee Insurance fund decrease of \$5.8 million is due in part to the recording of inter-agency basic life OPEB contributions less the annual required contribution (OPEB cost). All 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.

**Budgetary highlights.** The FY/09 General Fund Budget was built on the assumption that revenues would come in at slightly under \$466 million. The total expenditures in the approved fiscal year 2009 budget were (3.28%) below the fiscal year 2008 estimated actual expenditure level. The City's final approved fiscal 2009 budget did not differ significantly from the original budget in total. During the year, the City's General Fund original budget of \$474.7 million increased by \$4.3 million to \$479.0 million or by .9%. Significant changes between the original budget and final amended budget are summarized as follows. An intra year appropriation of \$34.8 million was passed to fund various non-recurring items. The most significant increases were \$114,000 for recycling and \$34,689,000 for debt refinancing costs of Aviation 2008 D and E. A re-appropriation of \$1.675 million for encumbered items was also legislated. Significant increases were as follows: Environmental Health: \$277,000; Finance and Administrative Services: \$152,000; Municipal Development Department: \$862,000; Fire: \$354,000; and various other programs totaling \$30,000. The City Council passed a clean-up resolution appropriation of (\$4.009) million as follows: Finance and Administrative Services: (\$3,506,000); Cultural and Recreation: (\$527,284), and various other programs totaling \$24,000. A Budget resolution appropriation of \$218,000 was passed for the following: Finance and Administrative Services \$110,000; Transit (\$637,000); Parking (\$300,000); Cultural and Recreation \$670,000; Fire \$275,000 and Municipal Development \$100,000. A final budget clean-up resolution of \$3,271,606 was passed as follows: \$3,100,000 Photo Enforcement for remittance to the state; Finance and Administrative Services \$117,000 and Corrections and Detention transfers \$54,606.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
 June 30, 2009

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 of \$418.1 million being \$22.4 million less than the final budget of \$440.5 million. Significant expenditure budget variances in the positive during the year included: Early retirement: \$2.2 million; parks management: \$1.8 million; and substance abuse treatment and prevention \$1.1 million. Revenues were slightly lower than predicted during this fiscal year with actual revenues of \$427.7 million falling short of budgeted revenues of \$433.4 million by \$5.7 million. Revenues were weaker than budgeted in taxes by \$4.8 million; with the most significant decrease in gross receipts tax – local option \$1.9 million, property tax – current and delinquent \$1.3 million, and gas tax \$1.0 million.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

Capital Assets. The City's capital assets for governmental and business-type activities as of June 30, 2009, amount to \$3.8 billion (net of accumulated depreciation.) Capital assets include land, buildings, infrastructure, improvements other than buildings, and equipment. The total increase in the City's capital assets for the current fiscal year was \$251.9 million or 7.1% from fiscal year 2008.

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

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2009	2008	2009	2008	2009	2008	
Land	\$ 273.0	\$ 265.7	\$ 61.7	\$ 61.7	\$334.7	\$ 327.4	2.2%
Right of way	1,145.2	1,042.7	-	-	1,145.2	1,042.7	9.8%
Other	0.1	0.1	1.0	1.0	1.1	1.1	0.0%
Buildings and improvements	266.1	258.8	235.4	242.0	501.5	500.8	.1%
Runways and improvements	-	-	77.2	83.6	77.2	83.6	-7.7%
Improvements other than buildings and runways	252.8	230.6	74.6	81.1	327.4	311.7	5.0%
Equipment	34.6	37.4	78.2	65.0	112.8	102.4	10.2%
Infrastructure	1,117.9	1,011.1	3.2	3.3	1,121.1	1,014.4	10.5%
Construction in progress	145.5	143.2	23.1	10.3	168.6	153.5	9.8%
<b>Total</b>	<b>\$3,235.2</b>	<b>\$2,989.6</b>	<b>\$554.4</b>	<b>\$548.0</b>	<b>\$3,789.6</b>	<b>\$3,537.6</b>	<b>7.1%</b>

*Governmental activities.* In Fiscal year 2009, \$54 million of street infrastructure was placed into service along with \$12 million of storm infrastructure, of this amount \$15.8 million was dedicated street infrastructure and \$7.0 million was dedicated storm infrastructure. The construction work in progress consists of expenditures made in connection with the Capital Acquisition, Infrastructure Tax, and Quality of Life Funds. The construction work in progress decreased by \$60 million. The following was placed in service: \$15.3 million in buildings, \$37 million in non-structural, \$5.2 million land, and \$2.8 million of infrastructure. Equipment purchases totaled \$12.6 million of which \$7.8 million was for Police, \$1.8 million for Fire, and \$1.3 million for Public Works. In Fiscal year 2009, donated dedicated infrastructure and right of way capital assets were identified and recorded for fiscal years 2006 and 2007 as follows: Fiscal year 2006 dedicated infrastructure of \$48.8 million and right of way of \$61 million; Fiscal year 2007 dedicated infrastructure of \$33.2 million and right of way of \$41.5 million.

*Business-type activities.* In 2009, the Aviation fund placed into service the following major projects: \$4.6 million in runways and apron and \$4.4 in the Double Eagle building. The Refuse fund placed into service the following: \$1.5 million of landfill improvements and \$1.5 million in vehicles. The Transit Fund placed into service \$25.0 million for buses. 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 \$96.2 million that will be paid from assets restricted for construction, improvements and replacements or from operating revenues. More detailed information may be found in Section IV Note P. Commitments and contingencies of the accompanying financial statements.

Debt Administration. At the end of the current fiscal year, the City's Governmental Activities had total long-term obligations of \$514.2 million, of which \$110.4 million is due or payable within the next fiscal year. The total bonded debt, net of unamortized discounts (\$1.3 million) and deferred amounts on refunding (\$4.5 million) and including unamortized premiums of \$7.6 million, is \$299.8 million. The remaining debt is for loans, accrued vacation and sick leave pay, and claims payable. During the fiscal year ended June 30, 2009, the City issued \$79.973 million (\$54.970

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2009**

million long-term and \$25.003 million short-term) in GO bonds. Long term general purpose bonds of \$54.970 million were issued June 24, 2009 to finance projects relating to: public safety: \$2,634,000; senior family, community center and community enhancement: \$5,890,000; parks and recreation: \$16,454,000; energy conservation, public facilities, and system modernization: \$4,685,000; streets: \$21,548,000; public transportation: \$1,623,000; and zoo, biological park, museum, and cultural facilities: \$2,136,000.

The City issued short term GO bonds in the amount of \$25.003 million to finance projects relating to public safety: \$2.0 million; senior, family, community centers, and community enhancement: \$3.1 million; parks and recreation: \$3.987 million; energy conservation, public facilities, and system modernization: \$1.657 million; library: \$.581 million; streets: \$5.375 million; public transportation: \$1.0 million; zoo, biological park, museum, and cultural facilities: \$1.0 million; and storm sewer systems: \$6.303 million.

The City's Business-type Activities had long-term obligations of \$245.3 million, of which \$29.4 million is due or payable within the next fiscal year. The ratio of net general obligation bonded debt to taxable valuation and the amount of bonded debt per capita are useful indicators to management, citizens and investors of the City's debt position. The State's Constitution provides for a legal debt limit of 4% of taxable valuation. The percentage for the City of Albuquerque is 2.25% of the \$11.6 billion taxable value of property within the City's boundaries. The City currently may issue up to an additional \$287.9 million of general obligation bonds and has \$297.968 million of general obligation debt outstanding subject to the legal debt limit at June 30, 2009. The net general bonded debt per capita is \$583. The highest per capita amount in the last ten fiscal years was \$595 in the fiscal year ended June 30, 2005 and the lowest per capita amount was \$258 in the fiscal year ended June 20, 2001. The City's ratings on uninsured general obligation bonds and gross receipts tax bonds were upgraded during FY2008 and remain in FY09 as follows:

- **Gross Receipts Bonds:**  
Standard & Poors – upgraded from “AA” to “AAA”  
Moody's – upgraded from “A1” to “Aa3”
  
- **General Obligation Bonds:**  
Standards & Poors – upgraded from “AA” to “AAA”  
Moody's – upgraded from “Aa3” to “Aa2”

The City General Obligation bond rating by Fitch, Inc. remained unchanged at “AA” as of June 30, 2009.

#### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

The City's elected and appointed officials considered many factors when setting the fiscal year 2010 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 contemplated slower 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. Gross receipts tax declined due to a 0.125% cut in taxes effective July 1, 2009 that reduces tax revenue by approximately \$17 million.

Charges for entry into City venues and other fees and charges for services remained unchanged in the fiscal year 2010 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 second mill was converted for fiscal year 2009. A state imposed limitation on assessed value for residential properties is not expected to have a major fiscal impact in the near term. In October 2007 general municipal election, the voters passed a bond issue of \$159.9 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, 2009

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

**Economic Variables Underlying the Forecast by Fiscal Year (October 2007)**

	<u>2008</u>	<u>2009</u>	<u>2010</u>
<b>National Variables</b>			
Real GDP Growth	2.40%	-.40%	.10%
Federal Funds Rate	3.70%	1.00%	.60%
10 U.S. Bonds	4.10%	3.70%	3.70%
CPI U	3.70%	1.60%	.20%
Unemployment Rate (U.S.)	5.00%	6.80%	8.10%
Total Non-Farm Employment	.70%	-1.00%	-.90%
Manufacturing Employment	-2.20%	-4.80%	-6.80%
<b>Consumer sentiment index</b>			
University of Michigan	73.9	60.3	64.4
Exchange Rates	0.7	0.8	0.8
Current Trade Account	-699.0	-483.1	-405.2
Wage growth	3.20%	2.50%	1.60%
West TX Intermediate	96.8	72.5	55.5
Change in output per hour	3.00%	1.30%	1.50%
<b>Albuquerque Variables</b>			
<b>Employment Growth and Unemployment in Albuquerque MSA</b>			
Total Non-Ag ABQ	.50%	-.80%	.70%
Private-Non Construction	.90%	-1.00%	.70%
Construction Employment (growth)	-4.70%	-3.50%	.50%
Manufacturing (ABQ)	-4.80%	-9.10%	-6.80%
Unemployment Rate (ABQ)	3.50%	4.50%	5.20%
<b>Construction Units Permitted in City of Albuquerque</b>			
Single-Family Permits	1,215	402	904
Multi-Family Permits	638	107	87
Total Residential Permits	1,853	509	991

Source Global Insight and FOR-UNM October 2007 Baseline Forecasts

The total original General Fund appropriation for fiscal year 2010 is \$474.9. Total appropriation increased by \$.2 million, which is a .04% increase from the original fiscal year 2009 budget. Recurring appropriations increased by \$9.1 million while non-recurring appropriations decreased by \$8.9 million this is primarily due to the use of fund balances for one-time expenses in fiscal year 2009. The international, national, state and local economies have fallen into recession and there are concerns regarding the effects it will have on the City's 2010 budget. 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, 2009**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash, investments, and accrued interest	\$ 373,475,717	\$ 43,907,244	\$ 417,382,961	\$ 21,395,430
Cash with fiscal agents held for debt service	86,280,779	29,976,026	116,256,805	35,362,977
Cash held by others	-	926,628	926,628	-
Taxes receivable	68,663,471	-	68,663,471	-
Accounts receivable, net of allowance for uncollectibles	6,323,472	9,952,491	16,275,963	13,231,933
Notes receivable, current portion	-	-	-	936,638
Due from other governments	30,622,325	24,942,286	55,564,611	463,096
Deposits	100,000	-	100,000	-
Internal balances	32,824,819	(32,824,819)	-	-
Inventories	2,824,507	3,152,939	5,977,446	-
Prepaid expenses	634,325	29,219	663,544	65,144
<b>Total current assets</b>	<b>601,749,415</b>	<b>80,062,014</b>	<b>681,811,429</b>	<b>71,455,218</b>
<b>Noncurrent Assets:</b>				
Long-term accounts and notes receivable	11,863,527	-	11,863,527	5,559,542
<b>Restricted assets:</b>				
Cash, investments and accrued interest	79,860,007	123,719,236	203,579,243	117,916,818
Investment with fiscal agents	-	-	-	6,686
Accounts receivable - developers	-	2,874,215	2,874,215	-
Accounts receivable from bond escrow agent	-	148,927	148,927	-
Escrow deposits	-	371,978	371,978	148,025
<b>Total restricted assets:</b>	<b>79,860,007</b>	<b>127,114,356</b>	<b>206,974,363</b>	<b>118,071,529</b>
<b>Capital assets:</b>				
Land and construction in progress	1,563,732,083	85,767,200	1,649,499,283	57,626,003
Capital assets depreciated and amortized	2,615,484,086	1,055,421,371	3,670,905,457	2,284,546,865
Accumulated depreciation and amortization	(944,021,823)	(586,803,059)	(1,530,824,882)	(989,575,711)
<b>Capital assets, net of depreciation and amortization</b>	<b>3,235,194,346</b>	<b>554,385,512</b>	<b>3,789,579,858</b>	<b>1,352,597,157</b>
<b>Other:</b>				
Capitalized bond issue costs	1,980,138	3,269,511	5,249,649	4,516,670
Other assets	7,886,398	-	7,886,398	-
<b>Total other</b>	<b>9,866,536</b>	<b>3,269,511</b>	<b>13,136,047</b>	<b>4,516,670</b>
<b>Total noncurrent assets</b>	<b>3,336,784,416</b>	<b>684,769,379</b>	<b>4,021,553,795</b>	<b>1,480,744,898</b>
<b>Total assets</b>	<b>3,938,533,831</b>	<b>764,831,393</b>	<b>4,703,365,224</b>	<b>1,552,200,116</b>

The accompanying notes are an integral part of these financial statements

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2009**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
<b>LIABILITIES AND NET ASSETS</b>				
<b>Current liabilities:</b>				
Accounts payable	41,740,051	3,730,397	45,470,448	3,492,619
Accrued employee compensation and benefits	12,059,873	1,903,898	13,963,771	1,017,052
Accrued vacation and sick leave	25,521,878	5,149,891	30,671,769	3,233,240
Accrued interest payable	8,064,530	-	8,064,530	400,522
Deposits	2,028,770	1,048,151	3,076,921	857,209
Water rights contract	-	-	-	920,608
Unearned revenue	13,804,531	2,212,230	16,016,761	554,551
Due to other governments	1,649,891	124,350	1,774,241	-
Payable from restricted assets:				
Contracts, claims, and other payable	3,718,351	8,269,294	11,987,645	12,511,107
Current portion:				
Claims payable	40,654,800	-	40,654,800	-
Bonds, notes payable, and capital leases	69,223,000	39,194,208	108,417,208	26,135,000
Water rights and loan agreements	-	-	-	11,500,916
Accrued interest	-	5,055,308	5,055,308	12,568,032
<b>Total current liabilities</b>	<b>218,465,675</b>	<b>66,687,727</b>	<b>285,153,402</b>	<b>73,190,856</b>
<b>Noncurrent liabilities:</b>				
<b>Liabilities payable from restricted assets:</b>				
Landfill closure costs	-	1,660,519	1,660,519	-
Other	-	427,340	427,340	-
<b>Total liabilities payable from restricted assets</b>	<b>-</b>	<b>2,087,859</b>	<b>2,087,859</b>	<b>-</b>
<b>Long-term payable:</b>				
Bonds, notes payable, and capital leases, net of current portion, discounts and premiums	362,053,900	213,614,732	575,668,632	506,606,665
Water rights contract and loan agreements	-	-	-	216,465,803
<b>Total long-term payable</b>	<b>362,053,900</b>	<b>213,614,732</b>	<b>575,668,632</b>	<b>723,072,468</b>
<b>Other:</b>				
Accrued vacation, sick leave and claims	35,945,996	831,311	36,777,307	35,550
Other post employment benefit obligation	3,969,105	-	3,969,105	-
Deferred credits and other liabilities	1,897,937	-	1,897,937	-
<b>Total other</b>	<b>41,813,038</b>	<b>831,311</b>	<b>42,644,349</b>	<b>35,550</b>
<b>Total noncurrent liabilities</b>	<b>403,866,938</b>	<b>216,533,902</b>	<b>620,400,840</b>	<b>723,108,018</b>
<b>Total liabilities</b>	<b>622,332,613</b>	<b>283,221,629</b>	<b>905,554,242</b>	<b>796,298,874</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	2,886,536,263	315,727,828	3,202,264,091	725,766,544
<b>Restricted for:</b>				
Debt service	49,732,626	10,858,982	60,591,608	-
Construction	153,599,942	96,168,298	249,768,240	13,671,991
Housing & economic development	7,444,886	-	7,444,886	-
Federal & state funded programs	4,109,346	-	4,109,346	-
Open space and urban enhancement				
Expendable	2,563,682	-	2,563,682	-
Nonexpendable	24,099,221	-	24,099,221	-
Unrestricted	188,115,252	58,854,656	246,969,908	16,462,707
<b>Total net assets</b>	<b>\$ 3,316,201,218</b>	<b>\$ 481,609,764</b>	<b>\$ 3,797,810,982</b>	<b>\$ 755,901,242</b>

The accompanying notes are an integral part of these financial statements

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2009**

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues	
			Charges for Services	Operating Grants and Contributions
<b>Primary government:</b>				
Governmental activities:				
General government	\$ 95,379,281	\$ (2,371,232)	\$ 33,706,139	\$ 1,493,028
Public safety	244,206,961	761,591	14,670,095	6,222,525
Culture and recreation	95,918,979	329,331	8,014,082	-
Public works/Municipal Development	41,421,571	525,875	-	244,307
Health and welfare	19,522,985	271,511	4,804,071	1,059,672
Human services	56,543,805	423,959	490,624	19,610,968
Housing	4,285,536	58,965	-	-
Highways and streets	38,416,273	-	2,339,522	3,302,650
Interest and other charges	15,775,006	-	-	-
Total governmental activities	<u>611,470,397</u>	<u>-</u>	<u>64,024,533</u>	<u>31,933,150</u>
Business-like activities:				
Airport	66,059,318	-	70,916,909	-
Refuse disposal	51,775,307	-	52,955,760	-
Transit	55,936,200	-	6,174,035	-
Golf course	4,121,060	-	4,531,775	-
Apartments	3,555,446	-	3,099,422	-
Housing authority	33,493,993	-	1,968,090	27,118,913
Parking facilities	5,821,236	-	4,728,604	-
Stadium	2,361,914	-	1,811,066	-
Total business-like activities	<u>223,124,474</u>	<u>-</u>	<u>146,185,661</u>	<u>27,118,913</u>
<b>Total primary government</b>	<u>\$ 834,594,871</u>	<u>\$ -</u>	<u>\$ 210,210,194</u>	<u>\$ 59,052,063</u>
<b>Component Unit:</b>				
Albuquerque Bernalillo County				
Water Utility Authority	<u>\$ 184,555,211</u>	<u>\$ -</u>	<u>\$ 161,362,350</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
\$ -	\$ (57,808,882)	\$ -	\$ (57,808,882)	
-	(224,075,932)	-	(224,075,932)	
-	(88,234,228)	-	(88,234,228)	
-	(41,703,139)	-	(41,703,139)	
-	(13,930,753)	-	(13,930,753)	
-	(36,866,172)	-	(36,866,172)	
-	(4,344,501)	-	(4,344,501)	
-	(32,774,101)	-	(32,774,101)	
-	(15,775,006)	-	(15,775,006)	
-	(515,512,714)	-	(515,512,714)	
9,996,713	-	14,854,304	14,854,304	
-	-	1,180,453	1,180,453	
30,029,470	-	(19,732,695)	(19,732,695)	
-	-	410,715	410,715	
-	-	(456,024)	(456,024)	
-	-	(4,406,990)	(4,406,990)	
7,052	-	(1,085,580)	(1,085,580)	
89,600	-	(461,248)	(461,248)	
40,122,835	-	(9,697,065)	(9,697,065)	
\$ 40,122,835	\$ (515,512,714)	\$ (9,697,065)	\$ (525,209,779)	
\$ 27,811,538				\$ 4,618,677
	126,974,613	-	126,974,613	-
	19,436,954	-	19,436,954	-
	2,042,117	-	2,042,117	-
	10,210,589	-	10,210,589	-
	151,311,541	-	151,311,541	-
	4,921,566	-	4,921,566	-
	186,640,709	-	186,640,709	-
	19,485,714	-	19,485,714	-
	224,307,828	5,275,339	229,583,167	-
	11,793,621	1,188,169	12,981,790	2,647,735
	(38,475,887)	38,475,887	-	-
	718,649,365	44,939,395	763,588,760	2,647,735
	203,136,651	35,242,330	238,378,981	7,266,412
	3,113,064,567	446,367,434	3,559,432,001	748,634,830
\$ 3,316,201,218	\$ 481,609,764	\$ 3,797,810,982	\$ 755,901,242	

The accompanying notes are an integral part of these financial statements

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
June 30, 2009

	General Fund	GO Bond Debt Service Fund
<b>ASSETS</b>		
Cash, investments, and accrued interest	\$ 30,948,864	\$ 20,230,874
Cash with fiscal agents	-	69,834,158
Investments with fiscal agents	-	-
Taxes receivable, net of allowance for uncollectible:	56,054,820	4,223,163
Other receivables, net of allowance for uncollectible	1,508,091	-
Due from other governments	1,718,835	-
Due from other funds	3,789,427	-
Advances to other funds	-	-
Prepaid items	57,388	-
Land held for sale	-	-
<b>Total assets</b>	<b>\$ 94,077,425</b>	<b>\$ 94,288,195</b>
 <b>LIABILITIES AND FUND BALANCES</b>		
<b>Liabilities:</b>		
Accounts payable	\$ 11,549,970	\$ 12,791
Contracts and retainage payable	-	-
Accrued employee compensation and benefits	11,178,065	-
Due to other funds	-	-
Due to other governments	-	-
Advances from other funds	-	-
Deferred revenue	26,670,064	2,932,464
Deposits	1,547,720	-
Matured bonds and interest payable	-	69,834,158
<b>Total Liabilities</b>	<b>50,945,819</b>	<b>72,779,413</b>
 <b>Fund Balances:</b>		
<b>Reserved for:</b>		
Encumbrances	1,079,693	-
Reserved for budgeted local matching funds	-	-
Land held for resale	-	-
Acquisition and management of open space land	-	-
Urban enhancement	-	-
Debt service funds	-	21,508,782
<b>Unreserved, designated for</b>		
Subsequent years' operations	38,436,000	-
<b>Unreserved undesignated report in:</b>		
General Fund	3,615,913	-
Special Revenue funds	-	-
Capital projects funds	-	-
<b>Total fund balances</b>	<b>43,131,606</b>	<b>21,508,782</b>
<b>Total liabilities and fund balances</b>	<b>\$ 94,077,425</b>	<b>\$ 94,288,195</b>

The accompanying notes are an integral part of these financial statements

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
June 30, 2009

Capital Acquisition Fund	Infrastructure Tax Fund	Nonmajor Funds	Total
\$ 138,286,906	\$ 73,570,210	\$ 93,395,065	\$ 356,431,919
-	-	7,348,313	77,182,471
-	-	9,098,308	9,098,308
-	5,707,832	2,677,656	68,663,471
2,108,559	-	14,524,998	18,141,648
16,851,935	-	11,952,774	30,523,544
16,325,300	-	30,606	20,145,333
-	-	14,200,000	14,200,000
(151)	-	-	57,237
-	-	7,886,398	7,886,398
<u>\$ 173,572,549</u>	<u>\$ 79,278,042</u>	<u>\$ 161,114,118</u>	<u>\$ 602,330,329</u>
\$ 12,069,200	\$ 4,561,811	\$ 10,115,903	\$ 38,309,675
3,626,838	-	91,513	3,718,351
119,447	-	590,760	11,888,272
-	-	1,520,514	1,520,514
-	364,005	1,285,886	1,649,891
921,000	-	-	921,000
204,665	2,542,663	14,896,600	47,246,456
-	-	481,050	2,028,770
-	-	7,340,808	77,174,966
<u>16,941,150</u>	<u>7,468,479</u>	<u>36,323,034</u>	<u>184,457,895</u>
-	-	22,943,860	24,023,553
-	-	1,001,557	1,001,557
-	-	7,886,398	7,886,398
-	-	9,744,058	9,744,058
-	-	9,032,447	9,032,447
-	-	28,223,844	49,732,626
-	-	-	38,436,000
-	-	-	3,615,913
-	-	40,939,933	40,939,933
156,631,399	71,809,563	5,018,987	233,459,949
<u>156,631,399</u>	<u>71,809,563</u>	<u>124,791,084</u>	<u>417,872,434</u>
<u>\$ 173,572,549</u>	<u>\$ 79,278,042</u>	<u>\$ 161,114,118</u>	<u>\$ 602,330,329</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, 2009**

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

Total Fund Balance Governmental Funds (page 29)	\$ 417,872,434
Capital assets used in governmental activities (except for internal service funds) are not financial resources and, therefore, are not reported in the funds.	3,234,415,674
Long-term obligations applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditures when due. All liabilities are reported in the statement of net assets. (Note II.A)	(396,159,285)
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.	26,167,842
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.	41,521
Some of the City's taxes will be collected after year-end and amounts due on real estate contracts are not available soon enough to pay for the current period's expenditures, and therefore, are reported as deferred revenue in the funds. (Note II.A)	<u>33,863,032</u>
Total net assets of governmental activities (page 25)	<u>\$ 3,316,201,218</u>

The accompanying notes are an integral part of these financial statements

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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	General Fund	GO Bond Debt Service Fund
<b>Revenues:</b>		
<b>Taxes:</b>		
Gross receipts taxes, local option	\$ 120,047,786	\$ -
Property taxes	46,504,794	78,873,431
Lodgers' and hospitality taxes	-	-
Franchise taxes	18,907,494	-
Payment in lieu of taxes	4,921,566	-
Licenses and permits	7,860,146	-
Intergovernmental	184,429,886	-
Charges for services	42,444,431	-
Fines and forfeits	235,851	-
Interest on investments	1,346,552	854,477
Special Assessments	-	-
Collections on real estate contracts receivable	-	-
Miscellaneous	936,520	-
<b>Total revenues</b>	<b>427,635,026</b>	<b>79,727,908</b>
<b>Expenditures:</b>		
<b>Current</b>		
General Government	65,371,443	-
Public safety	205,263,286	-
Culture and recreation	65,516,890	-
Municipal Development/Public works	23,118,646	-
Highways and streets	-	-
Health	15,563,275	-
Human services	31,463,788	-
Housing	-	-
<b>Debt service</b>		
Principal	-	65,028,000
Interest	-	9,634,353
Fiscal agent fees and other fees	-	798,294
<b>Capital Outlay</b>	<b>11,789,988</b>	<b>-</b>
<b>Total expenditures</b>	<b>418,087,316</b>	<b>75,460,647</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>9,547,710</b>	<b>4,267,261</b>
<b>Other financing sources (uses):</b>		
Transfers in	10,644,295	-
Transfers out	(35,745,966)	-
Premiums on bonds issued	-	2,683,599
Bond issued	-	-
<b>Total other financing sources (uses)</b>	<b>(25,101,671)</b>	<b>2,683,599</b>
<b>Net change in fund balances</b>	<b>(15,553,961)</b>	<b>6,950,860</b>
<b>Fund balances , July 1</b>	<b>58,685,567</b>	<b>14,557,922</b>
<b>Fund balances, June 30</b>	<b>\$ 43,131,606</b>	<b>\$ 21,508,782</b>

The accompanying notes are an integral part of these financial statements

Capital Acquisition Fund	Infrastructure Tax Fund	Nonmajor Funds	Total
\$ -	\$ 35,035,826	\$ -	\$ 155,083,612
-	-	433,726	125,811,951
-	-	12,252,706	12,252,706
529,460	-	-	19,436,954
-	-	-	4,921,566
-	-	2,581,587	10,441,733
19,485,714	-	36,345,239	240,260,839
-	-	6,081,652	48,526,083
-	-	10,426,869	10,662,720
3,341,381	1,761,755	2,233,724	9,537,889
-	-	1,912,406	1,912,406
-	-	30,367	30,367
2,351,824	42,022	11,453,297	14,783,663
<u>25,708,379</u>	<u>36,839,603</u>	<u>83,751,573</u>	<u>653,662,489</u>
-	-	14,820,543	80,191,986
-	-	17,345,522	222,608,808
-	-	6,970,187	72,487,077
-	-	1,072,592	24,191,238
-	-	6,848,741	6,848,741
-	-	3,307,450	18,870,725
-	-	21,696,199	53,159,987
-	-	4,298,999	4,298,999
-	-	5,218,253	70,246,253
-	-	6,364,366	15,998,719
-	-	15,759	814,053
111,734,848	16,078,125	6,980,480	146,583,441
<u>111,734,848</u>	<u>16,078,125</u>	<u>94,939,091</u>	<u>716,300,027</u>
<u>(86,026,469)</u>	<u>20,761,478</u>	<u>(11,187,518)</u>	<u>(62,637,538)</u>
2,558,582	-	18,628,818	31,831,695
(6,562,586)	(7,800,807)	(19,948,223)	(70,057,582)
-	-	-	2,683,599
79,973,000	-	-	79,973,000
<u>75,968,996</u>	<u>(7,800,807)</u>	<u>(1,319,405)</u>	<u>44,430,712</u>
(10,057,473)	12,960,671	(12,506,923)	(18,206,826)
<u>166,688,872</u>	<u>58,848,892</u>	<u>137,298,007</u>	<u>436,079,260</u>
<u>\$ 156,631,399</u>	<u>\$ 71,809,563</u>	<u>\$ 124,791,084</u>	<u>\$ 417,872,434</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, 2009

**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)	\$	(18,206,826)
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation in the current period. This is the amount by which capital outlays exceeded depreciation in the current period. (Note II.B)		245,478,923
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transactions, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. (Note II.B)		(10,274,129)
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.		(5,104,235)
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.		(5,045,481)
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.		1,860
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>(3,713,461)</u>
Change in net assets of governmental activities (page 27)	\$	<u>203,136,651</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 - GENERAL FUND**  
**YEAR ENDED JUNE 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
<b>Taxes:</b>				
Gross receipts tax-local option	\$ 127,446,000	\$ 121,919,000	\$ 120,047,788	\$ (1,871,212)
Current property tax	44,901,000	46,676,000	45,592,528	(1,083,472)
Delinquent property tax	1,208,000	1,208,000	912,265	(295,735)
<b>Franchise taxes:</b>				
Electric	6,262,000	7,415,000	7,040,386	(374,614)
Gas	6,255,000	5,243,000	4,222,596	(1,020,404)
Cable television	3,817,000	3,758,000	3,847,323	89,323
Telephone	3,070,000	2,762,000	2,619,188	(142,812)
Telecommunications	500,000	992,000	887,166	(104,834)
New Mexico Utility	229,000	229,000	290,834	61,834
Payments in lieu of Taxes	5,195,000	5,009,000	4,921,566	(87,434)
<b>Total taxes</b>	<b>198,883,000</b>	<b>195,211,000</b>	<b>190,381,640</b>	<b>(4,829,360)</b>
<b>Licenses and permits:</b>				
Building permits	3,030,000	2,600,000	2,218,880	(381,120)
Plan checking permits	2,323,000	1,470,000	1,297,381	(172,619)
Business registration fees	1,325,000	1,325,000	1,220,607	(104,393)
Plumbing/mechanical permits	1,175,000	700,000	699,110	(890)
Restaurant inspections	730,000	600,000	656,430	56,430
Electrical/refrigeration permits	775,000	523,000	551,160	28,160
Other licenses and permits	199,000	205,000	216,729	11,729
Right of way usage permits	145,000	178,000	210,804	32,804
Liquor licenses	210,000	210,000	206,098	(3,902)
Animal licenses	207,000	176,000	198,198	22,198
Food retailers inspections	-	163,000	162,511	(489)
Swimming pool inspections	124,000	124,000	129,564	5,564
Flood plan certification	104,000	36,000	39,577	3,577
Reroofing permits	61,000	35,000	32,017	(2,983)
Loading zone permits	10,000	5,000	11,615	6,615
Solicitation permits	6,000	6,000	9,465	3,465
<b>Total licenses and permits</b>	<b>10,424,000</b>	<b>8,356,000</b>	<b>7,860,146</b>	<b>(495,854)</b>
<b>Intergovernmental:</b>				
<b>State shared:</b>				
Gross receipts tax	192,089,000	179,738,000	177,702,710	(2,035,290)
Municipal road - gas tax	2,486,000	2,700,000	2,771,045	71,045
Motor vehicle license distribution	1,696,000	1,603,000	1,562,016	(40,984)
Municipal comp tax	-	-	694,087	694,087
Cigarette tax	460,000	460,000	404,349	(55,651)
DWI Fines	125,000	370,000	327,017	(42,983)
<b>Grants:</b>				
Other	86,000	240,000	835,307	595,307
Bernalillo County-shared operations	258,000	268,000	133,355	(134,645)
<b>Total intergovernmental</b>	<b>197,200,000</b>	<b>185,379,000</b>	<b>184,429,886</b>	<b>(949,114)</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**YEAR ENDED JUNE 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues (continued):</b>				
<b>Charges for services:</b>				
<b>General government:</b>				
Administrative charges to other funds	20,901,000	21,892,000	22,016,670	124,670
Legal services	2,000,000	1,875,000	1,689,651	(185,349)
Grounds maintenance	1,067,000	1,067,000	1,066,966	(34)
Engineering fees	950,000	912,000	700,402	(211,598)
Engineering inspections	280,000	300,000	350,276	50,276
Shooting range fees	255,000	240,000	274,528	34,528
Records search fees	450,000	300,000	269,590	(30,410)
Filing of plats and subdivisions	189,000	189,000	201,980	12,980
Administrative fees	159,000	155,000	161,937	6,937
Photocopying	75,000	79,000	114,425	35,425
Legal services- special council	132,000	143,000	112,127	(30,873)
Hearing officer charges	-	-	90,726	90,726
Sign fees	-	76,000	83,536	7,536
Zoning fence permit fees	95,000	66,000	65,558	(442)
Office services	45,000	45,000	39,027	(5,973)
Planning services	29,000	-	24,585	24,585
Land mediation charges	20,000	-	13,065	13,065
Industrial revenue bond services	2,000	2,000	4,000	2,000
Jury duty and witness fees	4,000	2,000	3,601	1,601
Sale of maps and publications	-	1,000	1,688	688
AGIS services	3,000	-	973	973
Other	-	-	75	75
Engineering surveying	1,000	1,000	-	(1,000)
Real property services	40,000	12,000	-	(12,000)
<b>Public safety:</b>				
Police services	2,835,000	2,850,000	2,711,307	(138,693)
Fire services	498,000	594,000	682,519	88,519
<b>Culture and recreation:</b>				
Zoo admissions	1,800,000	1,900,000	1,929,784	29,784
Cultural affairs	1,364,000	1,335,000	1,362,347	27,347
Albuquerque aquarium and gardens	1,100,000	1,100,000	1,316,952	216,952
Latch key program	700,000	810,000	748,213	(61,787)
Swimming pools	650,000	650,000	562,528	(87,472)
Sports programs	439,000	439,000	426,892	(12,108)
Other recreation charges	331,000	331,000	348,439	17,439
Museum charges	204,000	166,000	167,729	1,729
Other zoo charges	101,000	101,000	98,316	(2,684)
Community centers	100,000	98,000	90,585	(7,415)
Tournament/field rental	39,000	38,000	61,883	23,883
Outdoor recreation fees	2,000	1,000	1,695	695

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues (continued):</b>				
<b>Charges for services:</b>				
<b>Highways and streets:</b>				
Other street division charges	740,000	1,090,000	1,795,052	705,052
Excavation permits	340,000	300,000	333,666	33,666
<b>Health:</b>				
Animal control charges	635,000	777,000	1,167,692	390,692
<b>Human services:</b>				
Childcare services	800,000	750,000	862,822	112,822
Senior center memberships	149,000	178,000	191,471	13,471
Senior meal programs	166,000	172,000	167,620	(4,380)
Other	30,000	43,000	47,131	4,131
Senior dances	42,000	41,000	44,719	3,719
DSA Route #2	16,000	17,000	23,095	6,095
Senior coffee	14,000	15,000	16,588	1,588
<b>Total charges for services</b>	<u>39,792,000</u>	<u>41,153,000</u>	<u>42,444,431</u>	<u>1,291,431</u>
<b>Fines and forfeits:</b>				
Air quality penalties	150,000	150,000	235,851	85,851
<b>Total fines and forfeits</b>	<u>150,000</u>	<u>150,000</u>	<u>235,851</u>	<u>85,851</u>
<b>Interest:</b>				
Interest on investments	3,200,000	1,300,000	1,346,552	46,552
<b>Total interest</b>	<u>3,200,000</u>	<u>1,300,000</u>	<u>1,346,552</u>	<u>46,552</u>
<b>Miscellaneous:</b>				
Community center rentals	315,000	278,000	357,574	79,574
Revenue sharing agreement	-	272,000	272,162	162
Rental of City property	264,000	270,000	235,135	(34,865)
Other miscellaneous	360,000	532,000	35,329	(496,671)
Sales of real property	-	5,000	14,691	9,691
Collections from property damage	-	-	11,020	11,020
Contributions and donations	360,000	532,000	10,162	(521,838)
Cash discounts earned	-	-	447	447
<b>Total miscellaneous</b>	<u>1,299,000</u>	<u>1,889,000</u>	<u>936,520</u>	<u>(952,480)</u>
<b>Total revenues</b>	<u>450,948,000</u>	<u>433,438,000</u>	<u>427,635,026</u>	<u>(5,802,974)</u>



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General Government:</b>				
Accounting	2,958,000	3,048,000	2,891,378	156,622
Administrative hearing office	1,163,000	1,163,000	987,567	175,433
Chief Administrative Officer	1,822,000	1,826,000	1,697,745	128,255
Citizen Services	3,656,000	3,661,000	3,488,451	172,549
City/County building rental	2,117,000	1,927,000	1,927,000	-
Citywide financial support	755,000	755,000	658,624	96,376
Community revitalization	1,510,000	2,185,000	1,847,290	337,710
Compensation in lieu of sick leave	350,000	350,000	251,343	98,657
Council services	3,805,000	4,249,000	3,627,420	621,580
DFAS - strategic support	413,000	413,000	351,386	61,614
Dues and memberships	422,000	422,000	414,817	7,183
Early retirement	6,725,000	6,725,000	4,501,283	2,223,717
Economic development	1,431,000	1,481,000	1,151,141	329,859
ERP	1,213,820	1,213,820	1,107,397	106,423
Facilities	8,265,000	8,294,000	7,560,154	733,846
Gross Receipts Tax audit	-	88,000	87,503	497
Information services	8,228,180	8,561,180	7,612,701	948,479
International trade	245,000	245,000	104,759	140,241
Joint committee- intergov. legislation	236,000	236,000	198,000	38,000
Legal services	5,508,000	5,758,000	5,573,838	184,162
Mayor's office	1,016,000	1,048,000	964,890	83,110
Office of Internal Audit	1,366,000	1,396,000	1,097,600	298,400
Office of Management and Budget	1,421,000	1,421,000	1,294,716	126,284
Office of the City Clerk	1,033,000	1,057,000	887,439	169,561
Personnel services	2,370,000	2,370,000	2,086,444	283,556
Planning - development process and policy	6,644,000	6,644,000	6,223,829	420,171
Planning - long range	1,438,000	1,438,000	1,011,272	426,728
Planning - strategic support	1,185,000	1,185,000	1,002,823	182,177
Plaza del Sol building	1,413,000	1,413,000	1,413,000	-
Purchasing and office supply	1,238,000	1,238,000	1,083,954	154,046
Real property	542,000	542,000	474,573	67,427
Safe city strike force	1,144,000	1,144,000	853,108	290,892
Treasury	1,497,000	1,497,000	1,258,255	238,745
<b>Total general government</b>	<u>73,130,000</u>	<u>74,994,000</u>	<u>65,691,700</u>	<u>9,302,300</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures (continued):</b>				
<b>Current:</b>				
<b>Public safety:</b>				
<b>Police Department:</b>				
Communications & records	14,118,000	12,718,000	12,735,880	(17,880)
Family advocacy center	5,511,000	5,213,000	5,142,789	70,211
Investigative services	21,833,000	20,524,000	20,532,942	(8,942)
Law enforcement protection	431,000	439,000	437,950	1,050
Neighborhood Policing	82,427,000	85,949,000	86,369,945	(420,945)
Off duty police overtime	1,825,000	1,825,000	1,568,281	256,719
Officer & department support	15,183,000	15,382,000	15,625,706	(243,706)
Prisoner transport	2,195,000	2,195,000	1,470,134	724,866
Professional standards	1,563,000	1,363,000	1,278,091	84,909
<b>Fire Department:</b>				
AFD headquarters	2,416,000	2,579,000	2,446,044	132,956
Dispatch	3,251,000	3,251,000	3,247,784	3,216
Emergency response	51,660,000	51,646,017	51,645,896	121
Fire prevention	3,955,000	3,955,000	3,927,891	27,109
Logistics	3,696,000	4,602,000	4,438,772	163,228
Technical services	704,000	726,000	689,189	36,811
Training and safety	2,419,000	2,421,000	2,417,617	3,383
<b>Total public safety</b>	<u>213,187,000</u>	<u>214,788,017</u>	<u>213,974,911</u>	<u>813,106</u>
<b>Culture and recreation:</b>				
Aquatics	3,933,000	3,933,000	3,520,839	412,161
Aviation landscape	997,000	997,000	655,721	341,279
Balloon museum	980,000	980,000	980,000	-
Biopark	12,469,000	12,486,000	11,868,006	617,994
CIP Biopark	2,031,000	2,031,000	1,771,830	259,170
CIP library	62,000	62,000	60,531	1,469
CIP parks	-	377,000	352,154	24,846
Community events	2,633,000	2,682,000	2,505,709	176,291
Cultural services- strategic support	1,414,000	1,414,000	1,413,710	290
Explora	1,500,000	1,500,000	1,500,000	-
Library	10,499,000	10,499,000	9,814,510	684,490
Museum	2,841,000	2,841,000	2,654,463	186,537
Parks and recreation- strategic support	965,000	977,000	886,446	90,554
Parks management	16,464,000	16,087,000	14,280,381	1,806,619
Promote safe use of firearms	474,000	474,000	459,871	14,129
Quality recreation	2,423,000	2,423,000	2,437,823	(14,823)
Senior affairs- strategic support	1,547,000	1,547,000	1,440,500	106,500
Special events parking	19,000	19,000	19,000	-
Tourism	1,744,000	1,744,000	1,630,302	113,698
Urban forest management	225,000	225,000	106,181	118,819
<b>Total culture and recreation</b>	<u>63,220,000</u>	<u>63,298,000</u>	<u>58,357,977</u>	<u>4,940,023</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures (continued):</b>				
<b>Current:</b>				
<b>Municipal Development</b>				
Code enforcement	2,865,000	2,865,000	2,551,858	313,142
Construction	1,795,000	1,795,000	1,671,954	123,046
Design recovered parks & CIP	3,644,000	3,666,000	2,704,833	961,167
Design recovered storm drain	2,093,000	2,093,000	2,067,854	25,146
Storm drainage	2,676,000	2,676,000	2,317,460	358,540
Strategic support	2,431,000	2,431,000	2,115,360	315,640
Street CIP	2,968,000	2,968,000	2,782,247	185,753
Street services	11,190,000	11,190,000	10,808,652	381,348
<b>Total municipal development</b>	<u>29,662,000</u>	<u>29,684,000</u>	<u>27,020,218</u>	<u>2,663,782</u>
<b>Health:</b>				
Animal care and control	9,796,000	10,177,000	9,493,947	683,053
Consumer health protection	1,100,000	1,100,000	1,098,567	1,433
Environmental services	1,323,000	1,323,000	1,322,395	605
Strategic support	1,163,000	1,218,000	982,603	235,397
Vector born & zoonotic disease	380,000	380,000	333,006	46,994
<b>Total health</b>	<u>13,762,000</u>	<u>14,198,000</u>	<u>13,230,518</u>	<u>967,482</u>
<b>Human services:</b>				
Access to basic services- seniors	189,000	189,000	126,283	62,717
Develop affordable housing	74,000	74,000	66,720	7,280
Community recreation	7,976,000	8,009,000	7,899,967	109,033
Early childhood education	5,574,000	5,574,000	5,156,379	417,621
Emergency shelter	927,000	1,037,000	958,959	78,041
Health & social services	3,405,000	3,628,000	3,268,747	359,253
Mental health services	3,407,000	3,754,000	3,344,805	409,195
Neighborhood crime reduction	92,000	92,000	92,000	-
Partner with public education	6,082,000	6,207,000	5,422,560	784,440
Plan and coordinate	2,418,000	2,423,000	2,067,964	355,036
Reduce youth gangs	1,339,000	1,339,000	1,417,887	(78,887)
Substance abuse treatment and prevention	6,954,000	7,064,000	5,966,363	1,097,637
Supportive services to homeless	231,000	240,000	238,646	1,354
Provide transitional housing	163,000	163,000	163,000	-
Well being- seniors	3,728,000	3,728,000	3,621,712	106,288
<b>Total human services</b>	<u>42,559,000</u>	<u>43,521,000</u>	<u>39,811,992</u>	<u>3,709,008</u>
<b>Total expenditures</b>	<u>435,520,000</u>	<u>440,483,017</u>	<u>418,087,316</u>	<u>22,395,701</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**YEAR ENDED JUNE 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Excess of revenues over expenditures	15,428,000	(7,045,017)	9,547,710	16,592,727
Other financing sources (uses):				
Transfers in	15,369,000	13,722,000	10,644,295	(3,077,705)
Transfers out	(39,163,000)	(38,504,983)	(35,745,966)	2,759,017
Total other financing sources and uses	(23,794,000)	(24,782,983)	(25,101,671)	(318,688)
Net change in fund balance	(8,366,000)	(31,828,000)	(15,553,961)	16,274,039
Fund balance, July 1	58,685,567	58,685,567	58,685,567	-
Fund balance, June 30	\$ 50,319,567	\$ 26,857,567	\$ 43,131,606	\$ 16,274,039

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
June 30, 2009

<b>ASSETS</b>	<b>Airport Fund</b>	<b>Refuse Disposal Fund</b>
<b>Current assets:</b>		
Cash, investments, and accrued interest	\$ 10,948,439	\$ 9,572,355
Cash with fiscal agents held for debt service	22,328,546	4,522,491
Cash held by others	-	-
Accounts receivable, net of allowance for uncollectible accounts	3,877,134	4,050,883
Prepaid expenses	-	-
Due from other governments	3,731,493	-
Deposits	-	-
Inventories of supplies	470,773	830,075
<b>Total current assets</b>	<b>41,356,385</b>	<b>18,975,804</b>
<b>Noncurrent assets:</b>		
<b>Restricted assets:</b>		
Cash, investments, and accrued interest	109,549,312	8,257,218
Account receivable from bond escrow agent	148,927	-
Grant receivables	-	-
Escrow deposits	-	-
<b>Total restricted assets</b>	<b>109,698,239</b>	<b>8,257,218</b>
<b>Capital assets:</b>		
Land	35,327,744	5,165,506
Land and improvements acquired from U.S. Air Force	7,630,077	-
Buildings and improvements	184,040,751	41,838,676
Runways and other improvements	269,912,353	-
Infrastructure	-	3,452,744
Improvements other than buildings	179,775,774	-
Machinery and equipment	9,516,126	42,280,774
Other	854,296	-
<b>Total</b>	<b>687,057,121</b>	<b>92,737,700</b>
Less accumulated depreciation and amortization	406,491,412	41,005,552
<b>Capital assets, net of depreciation</b>	<b>280,565,709</b>	<b>51,732,148</b>
Construction work in progress	19,033,992	2,405,236
<b>Total capital assets</b>	<b>299,599,701</b>	<b>54,137,384</b>
<b>Other:</b>		
Capitalized bond issuance costs	2,718,645	50,200
Advance to other funds	-	-
<b>Total other assets</b>	<b>2,718,645</b>	<b>50,200</b>
<b>Total noncurrent assets</b>	<b>412,016,585</b>	<b>62,444,802</b>
<b>Total assets</b>	<b>\$ 453,372,970</b>	<b>\$ 81,420,606</b>

The accompanying notes are an integral part of these financial statements

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities - Internal Service Funds</u>
<u>Transit Fund</u>	<u>Other Enterprise Funds</u>	<u>Totals</u>	
\$ 1,883,140	\$ 21,503,310	\$ 43,907,244	\$ 96,903,805
2,002,934	1,122,055	29,976,026	-
-	926,628	926,628	-
1,444,387	580,087	9,952,491	3,831
-	29,219	29,219	577,088
21,190,149	20,644	24,942,286	98,781
-	-	-	100,000
<u>1,681,576</u>	<u>170,515</u>	<u>3,152,939</u>	<u>2,824,507</u>
<u>28,202,186</u>	<u>24,352,458</u>	<u>112,886,833</u>	<u>100,508,012</u>
622,574	5,290,132	123,719,236	-
-	-	148,927	-
-	2,874,215	2,874,215	-
-	371,978	371,978	-
<u>622,574</u>	<u>8,536,325</u>	<u>127,114,356</u>	<u>-</u>
4,768,660	8,875,432	54,137,342	283,842
-	-	7,630,077	-
72,168,347	142,844,521	440,892,295	406,001
-	-	269,912,353	-
-	-	3,452,744	-
-	-	179,775,774	872,228
104,251,967	5,339,338	161,388,205	1,531,917
-	100,904	955,200	-
<u>181,188,974</u>	<u>157,160,195</u>	<u>1,118,143,990</u>	<u>3,093,988</u>
<u>53,662,640</u>	<u>85,643,455</u>	<u>586,803,059</u>	<u>2,315,316</u>
<u>127,526,334</u>	<u>71,516,740</u>	<u>531,340,931</u>	<u>778,672</u>
-	1,605,353	23,044,581	-
<u>127,526,334</u>	<u>73,122,093</u>	<u>554,385,512</u>	<u>778,672</u>
29,030	471,636	3,269,511	-
-	-	-	921,000
<u>29,030</u>	<u>471,636</u>	<u>3,269,511</u>	<u>921,000</u>
<u>128,177,938</u>	<u>82,130,054</u>	<u>684,769,379</u>	<u>1,699,672</u>
<u>\$ 156,380,124</u>	<u>\$ 106,482,512</u>	<u>\$ 797,656,212</u>	<u>\$ 102,207,684</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, 2009**

<b>LIABILITIES</b>	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
<b>Current liabilities:</b>		
Accounts payable	\$ 1,339,868	\$ 1,430,425
Accrued payroll	389,622	644,517
Accrued vacation and sick leave pay	1,239,990	1,863,667
Accrued fuel cleanup costs	-	-
Fare tokens outstanding	-	-
Deposits	821,339	65,902
Due to other funds	-	-
Due to other governments	107,369	-
Current portion of claims and judgments payable	-	-
<b>Liabilities payable from restricted assets:</b>		
Construction contracts and miscellaneous payable	3,583,162	361,316
Deferred revenue	1,983,960	-
Current portion - revenue bonds and notes payable	33,126,000	4,063,986
Accrued interest	3,864,185	515,666
<b>Total current liabilities</b>	<u>46,455,495</u>	<u>8,945,479</u>
<b>Noncurrent liabilities:</b>		
<b>Liabilities payable from restricted assets:</b>		
Accrued landfill closure costs	-	1,660,519
Other	-	-
<b>Total</b>	<u>-</u>	<u>1,660,519</u>
Revenue bonds, notes payable and capital leases, net of current portion and unamortized discounts	<u>156,902,972</u>	<u>16,774,657</u>
<b>Other:</b>		
Claims and judgments payable	-	-
Accrued vacation and sick leave pay	217,419	483,126
Other post employment benefit obligation	-	-
Advances from other funds	-	-
<b>Total</b>	<u>217,419</u>	<u>483,126</u>
<b>Total noncurrent liabilities:</b>	<u>157,120,391</u>	<u>18,918,302</u>
<b>Total liabilities</b>	<u>203,575,886</u>	<u>27,863,781</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	135,080,070	35,563,808
Restricted for:		
Debt service	8,415,868	94,902
Construction	69,235,362	3,028,738
Unrestricted (deficit)	37,065,784	14,869,377
<b>Total net assets</b>	<u>\$ 249,797,084</u>	<u>\$ 53,556,825</u>

The accompanying notes are an integral part of these financial statements

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
<u>Transit</u>	<u>Other</u>		<u>Activities -</u>
<u>Fund</u>	<u>Enterprise</u>	<u>Totals</u>	<u>Internal</u>
	<u>Funds</u>		<u>Service</u>
			<u>Fund</u>
\$ 399,644	\$ 560,460	\$ 3,730,397	\$ 3,430,376
644,660	225,099	1,903,898	171,601
1,603,390	442,844	5,149,891	454,329
-	-	-	112,565
142,574	-	142,574	-
-	18,336	905,577	-
16,325,300	2,299,519	18,624,819	-
-	16,981	124,350	-
-	-	-	40,654,800
3,773,863	550,953	8,269,294	-
228,270	-	2,212,230	421,107
1,004,805	999,417	39,194,208	-
-	675,457	5,055,308	-
<u>24,122,506</u>	<u>5,789,066</u>	<u>85,312,546</u>	<u>45,244,778</u>
-	-	1,660,519	-
-	427,340	427,340	-
<u>-</u>	<u>427,340</u>	<u>2,087,859</u>	<u>-</u>
<u>15,180,746</u>	<u>24,756,357</u>	<u>213,614,732</u>	<u>-</u>
-	-	-	26,718,080
-	130,766	831,311	107,879
-	-	-	3,969,105
-	14,200,000	14,200,000	-
<u>-</u>	<u>14,330,766</u>	<u>15,031,311</u>	<u>30,795,064</u>
<u>15,180,746</u>	<u>39,514,463</u>	<u>230,733,902</u>	<u>30,795,064</u>
<u>39,303,252</u>	<u>45,303,529</u>	<u>316,046,448</u>	<u>76,039,842</u>
111,445,995	33,637,955	315,727,828	778,672
2,300	2,345,912	10,858,982	-
18,973,306	4,930,892	96,168,298	-
(13,344,729)	20,264,224	58,854,656	25,389,170
<u>\$ 117,076,872</u>	<u>\$ 61,178,983</u>	<u>\$ 481,609,764</u>	<u>\$ 26,167,842</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, 2009

	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
<b>Operating revenues:</b>		
Charges for services	\$ 63,537,386	\$ 52,955,760
<b>Operating expenses:</b>		
Salaries and fringe benefits	\$ 15,394,850	\$ 24,147,926
Professional services	617,849	265,740
Utilities	3,149,277	480,778
Supplies	430,033	2,439,802
Travel	17,165	11,858
Fuels, repairs and maintenance	3,828,028	9,171,233
Contractual services	4,968,006	2,625,345
Claims and judgments	-	-
Insurance premiums	-	-
Other operating expenses	2,716,788	5,442,832
Depreciation	27,077,325	5,957,693
Bad debt expense	-	458,774
<b>Total operating expenses</b>	<u>58,199,321</u>	<u>51,001,981</u>
<b>Operating income (loss)</b>	<u>5,338,065</u>	<u>1,953,779</u>
<b>Non-operating revenues (expenses):</b>		
Interest on investments	517,197	351,761
Federal housing grants	-	-
Housing assistance payments	-	-
Passenger facilities charges	7,379,523	-
Gain (loss) on disposition of property and equipment	(285,568)	(404,630)
Interest and other debt service expenses	(3,889,046)	(524,871)
Bond issue costs	(3,685,383)	(3,341)
Capital expenditures	-	159,516
Other	-	2,653,425
<b>Total non-operating revenues (expenses)</b>	<u>36,723</u>	<u>2,231,860</u>
<b>Income (loss) before capital contributions and transfers</b>	5,374,788	4,185,639
Capital contributions	9,996,713	-
Transfers in	-	1,428,000
Transfers out	-	(2,257,703)
<b>Change in net assets</b>	15,371,501	3,355,936
<b>Net assets, July 1</b>	<u>234,425,583</u>	<u>50,200,889</u>
<b>Net assets, June 30</b>	<u>\$ 249,797,084</u>	<u>\$ 53,556,825</u>

The accompanying notes are an integral part of these financial statements

Business-type Activities - Enterprise Funds

<u>Transit Fund</u>	<u>Other Enterprise Funds</u>	<u>Totals</u>	<u>Governmental Activities - Internal Service Funds</u>
<u>\$ 6,174,035</u>	<u>\$ 16,138,957</u>	<u>\$ 138,806,138</u>	<u>\$ 101,744,616</u>
24,951,129	7,873,637	72,367,542	6,360,783
46,095	67,580	997,264	1,053,110
1,146,472	2,908,436	7,684,963	197,119
1,738,733	144,872	4,753,440	1,404,353
25,962	267	55,252	6,704
6,908,248	7,638,369	27,545,878	9,303,197
3,082,145	528,019	11,203,515	1,021,015
-	-	-	29,676,042
-	-	-	58,192,246
5,780,513	1,936,180	15,876,313	1,646,371
11,312,527	4,792,520	49,140,065	20,742
32,124	1,988	492,886	-
<u>55,023,948</u>	<u>25,891,868</u>	<u>190,117,118</u>	<u>108,881,682</u>
<u>(48,849,913)</u>	<u>(9,752,911)</u>	<u>(51,310,980)</u>	<u>(7,137,066)</u>
(96,914)	416,125	1,188,169	2,253,872
-	27,118,913	27,118,913	-
-	(21,191,998)	(21,191,998)	-
-	-	7,379,523	-
(153,078)	-	(843,276)	(683)
(750,199)	(2,129,908)	(7,294,024)	-
(7,554)	(139,875)	(3,836,153)	-
(1,421)	-	158,095	-
-	2,621,914	5,275,339	29,642
<u>(1,009,166)</u>	<u>6,695,171</u>	<u>7,954,588</u>	<u>2,282,831</u>
<u>(49,859,079)</u>	<u>(3,057,740)</u>	<u>(43,356,392)</u>	<u>(4,854,235)</u>
30,029,470	96,652	40,122,835	-
38,138,393	1,804,000	41,370,393	-
(328,514)	(308,289)	(2,894,506)	(250,000)
17,980,270	(1,465,377)	35,242,330	(5,104,235)
<u>99,096,602</u>	<u>62,644,360</u>	<u>446,367,434</u>	<u>31,272,077</u>
<u>\$ 117,076,872</u>	<u>\$ 61,178,983</u>	<u>\$ 481,609,764</u>	<u>\$ 26,167,842</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, 2009

	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
<b>Cash flows from operating activities:</b>		
Cash received from customers	\$ 60,715,519	\$ 52,735,612
Cash received from other funds for goods and services	-	-
Cash payments to employees for services	(15,299,682)	(24,118,650)
Cash payments to suppliers for goods and services	(9,113,541)	(19,749,046)
Cash payments to other funds for goods and services	(3,149,277)	(480,778)
Cash payments to claimants and beneficiaries	-	-
Miscellaneous cash received	-	-
Miscellaneous cash paid	-	-
<b>Net cash provided by (used for) operating activities</b>	<u>33,153,019</u>	<u>8,387,138</u>
<b>Cash flow from noncapital financing activities:</b>		
Operating grants received	9,996,713	-
Housing assistance payments	-	-
Principal paid on advance from other funds	-	-
Interest paid on advance from other funds	-	-
Other (expense)	-	2,653,425
Operating transfers from other funds	-	-
Transfers-in from other funds	-	1,428,000
Transfers-out to other funds	-	(2,257,703)
<b>Net cash provided by (used for) noncapital financing activities</b>	<u>9,996,713</u>	<u>1,823,722</u>
<b>Cash flows from capital and related financing activities:</b>		
Proceeds from notes payable	49,650,066	-
Principal paid on revenue bond maturities and refunded bonds	(46,739,968)	(4,062,949)
Interest and other expenses paid		
on revenue bond maturities	(8,271,577)	(619,356)
Acquisition and construction of capital assets	(22,639,320)	(6,978,288)
Capital expenditures below capitalization threshold	-	159,516
Capital grants received	-	-
Passenger facilities charges	7,379,523	-
Proceeds from sale (retirement) of property and equipment	12,098	809,275
<b>Net cash provided by (used for) capital and related financing activities</b>	<u>(20,609,178)</u>	<u>(10,691,802)</u>
<b>Cash flows from investing activities:</b>		
Interest received on investments	517,197	351,761
<b>Net cash provided by investing activities</b>	<u>517,197</u>	<u>351,761</u>
<b>Net increase in cash and cash equivalents</b>	23,057,751	(129,181)
Cash and cash equivalents, July 1	119,686,129	22,485,770
<b>Cash and cash equivalents, June 30</b>	<u>\$ 142,743,880</u>	<u>\$ 22,356,589</u>

The accompanying notes are an integral part of these financial statements

Transit Fund	Other Enterprise Funds	Totals	Internal Service Funds
\$ 5,511,259	\$ 16,081,528	\$ 135,043,918	\$ 41,076,521
(3,473,831)	(329,393)	(3,803,224)	103,136,599
(24,985,377)	(7,783,968)	(72,187,677)	(6,341,632)
(18,144,914)	(9,659,406)	(56,666,907)	(69,399,244)
(1,146,472)	(1,470,564)	(6,247,091)	(454,446)
-	-	\$ -	(63,054,666)
-	309,305	309,305	(10,105)
-	-	-	-
<u>(42,239,335)</u>	<u>(2,852,498)</u>	<u>(3,551,676)</u>	<u>4,953,027</u>
-	27,118,913	37,115,626	-
-	(21,191,998)	(21,191,998)	-
-	(2,455,000)	(2,455,000)	-
-	(803,610)	(803,610)	-
-	2,312,636	4,966,061	1,883
38,138,393	1,804,000	41,370,393	(250,000)
<u>(328,514)</u>	<u>(308,289)</u>	<u>(2,894,506)</u>	-
<u>37,809,879</u>	<u>6,476,652</u>	<u>56,106,966</u>	<u>(248,117)</u>
-	-	49,650,066	-
(1,947,323)	(1,990,952)	(54,741,192)	-
(750,199)	(1,066,385)	(10,707,517)	-
(27,372,986)	7,984	(56,982,610)	(67,329)
-	-	159,516	-
15,347,099	-	15,347,099	-
-	-	7,379,523	-
<u>43,515</u>	<u>-</u>	<u>864,888</u>	<u>114</u>
<u>(14,679,894)</u>	<u>(3,049,353)</u>	<u>(49,030,227)</u>	<u>(67,215)</u>
<u>(96,914)</u>	<u>416,125</u>	<u>1,188,169</u>	<u>2,253,872</u>
<u>(96,914)</u>	<u>416,125</u>	<u>1,188,169</u>	<u>2,253,872</u>
(19,206,264)	990,926	4,713,232	6,891,567
<u>23,714,912</u>	<u>28,223,177</u>	<u>194,109,988</u>	<u>90,012,238</u>
<u>\$ 4,508,648</u>	<u>\$ 29,214,103</u>	<u>\$ 198,823,220</u>	<u>\$ 96,903,805</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, 2009

	Airport Fund	Refuse Disposal Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:		
Operating income (loss)	\$ 5,255,649	\$ 1,958,304
Adjustments to reconcile operating income (loss) to net cash provided by (used for ) operating activities:		
Depreciation	27,077,325	5,957,693
Miscellaneous income (expense)	-	-
Capital expenditures below capitalization threshold	-	-
Fiscal agent fees	-	-
Bad debt expense	-	458,774
Loss on adjustment of assets	-	-
Provision for landfill liability	-	166,413
Correction of accumulated depreciation balance	-	-
Decrease (increase) in assets:		
Receivables	(522,800)	(225,220)
Due from other governments	(2,049,049)	-
Due from other funds	-	-
Inventories of supplies	(12,538)	47,156
Prepaid expenses	-	-
Deposits	-	-
Land acquired under claim settlement	-	-
Increase (decrease) in liabilities:		
Accounts payable	1,336,477	6,465
Customer deposits	(47,347)	547
Accrued landfill closure costs and fuels cleanup	-	-
Accrued employee compensation and benefits	95,168	29,276
Fare tokens outstanding and deposits	-	-
Due to other funds	-	-
Construction and miscellaneous accounts payable	2,144,493	67,540
Claims and judgements payable	-	-
Other liability	-	(79,810)
Deferred revenue	(202,671)	-
Due to other governments	78,312	-
Net cash provided by (used for) operating activities	<u>\$ 33,153,019</u>	<u>\$ 8,387,138</u>
Cash and cash equivalents at June 30 consist of:		
Current assets:		
Cash, investments, and accrued interest	\$ 10,866,022	\$ 9,576,880
Cash with fiscal agents	22,328,546	4,522,491
Cash held by others	-	-
Restricted assets:		
Cash, investments, and accrued interest	109,549,312	8,257,218
Escrow deposits	-	-
Total cash and cash equivalents, June 30	<u>\$ 142,743,880</u>	<u>\$ 22,356,589</u>
Non cash transactions:		
Unrealized gains (losses) on investments	\$ -	\$ -
Transfer of capital assets from the other funds	-	21,618
HUD payment of third party guaranteed debt	-	-
Amortization of bond issue costs	(3,294,688)	-
Amortization of bond discounts/premiums	(390,695)	-
(Loss) on disposition of fixed assets	(285,568)	(404,630)
Issuance of new bonds	-	-
Payment of bonds by issuance of new bonds	-	-
Increase in accrued land fill closure liability	-	166,413
Bond issuance costs paid by issuance of new bonds	-	-

The accompanying notes are an integral part of these financial statements

Transit Fund	Other Enterprise Funds	Totals	Internal Service Funds
\$ (48,849,914)	\$ (9,752,911)	\$ (51,388,872)	\$ (7,137,066)
11,312,527	4,792,517	49,140,062	20,742
-	-	-	27,759
-	-	-	-
-	309,305	309,305	-
32,124	1,988	492,886	-
-	-	-	-
-	-	166,413	-
-	-	-	-
(578,815)	(71,981)	(1,398,816)	(3,209)
-	40,863	(2,008,186)	(37,864)
-	-	-	1,391,983
(442,575)	(16,859)	(424,816)	(207,005)
-	(1,678)	(1,678)	(460,706)
-	-	-	-
-	-	-	-
(633,749)	137,574	846,767	1,629,989
-	(44,644)	(91,444)	-
(34,248)	-	(34,248)	28,136
-	89,669	214,113	19,151
80,958	-	80,958	-
(3,473,831)	1,108,479	(2,365,352)	-
513,106	550,953	3,276,092	-
-	-	-	(33,378,624)
-	-	(79,810)	1,983,834
(164,918)	18,336	(349,253)	41,075,907
-	(14,109)	64,203	-
<u>\$ (42,239,335)</u>	<u>\$ (2,852,498)</u>	<u>\$ (3,551,676)</u>	<u>\$ 4,953,027</u>
\$ 1,883,140	\$ 21,503,310	\$ 43,829,352	\$ 96,903,805
2,002,935	1,122,055	29,976,027	-
-	1,526,578	1,526,578	-
-	-	-	-
622,573	4,690,182	123,119,285	-
-	371,978	371,978	-
<u>\$ 4,508,648</u>	<u>\$ 29,214,103</u>	<u>\$ 198,823,220</u>	<u>\$ 96,903,805</u>
\$ -	\$ -	\$ 211,475	\$ -
182,805	7,052	211,475	-
-	89,600	89,600	-
-	(97,224)	(3,391,912)	-
-	-	(390,695)	-
-	-	(690,198)	(797)
-	11,275,000	11,275,000	-
-	(12,180,000)	(12,180,000)	-
-	-	166,413	-
-	(250,268)	(250,268)	-

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, 2009

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash, investments, and accrued interest	\$ 4,913,317
Receivables	<u>155,515</u>
Total assets	<u>\$ 5,068,832</u>
<b>LIABILITIES</b>	
Accounts payable	\$ 289,743
Funds held for others	<u>4,779,089</u>
Total liabilities	<u>\$ 5,068,832</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, 2009**

**I. Summary of significant accounting policies**

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

**A. Reporting entity**

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

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

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

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

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

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

Some organizations are included as component units because of their fiscal dependency on the primary government if they are unable to adopt a budget, levy taxes or set rates or charges, or issue bonded debt without approval by the primary government. The City has determined that Albuquerque Bernalillo County Water Utility Authority (Authority), created with an effective date of July 1, 2003, is a component unit of the City and is discretely presented in the component unit column of the government-wide financial statements. The Authority's governing board is composed of three members of the City Council, three members of the County of Bernalillo Commission and the Mayor of the City. The Authority uses a simple majority to adopt a budget, set rates, and issue bonded debt, therefore the City has the potential to impose its will. The Authority's Comprehensive Annual Financial Report as of and for the year ended June 30, 2009 is available by contacting the Authority at the following address; Fifth floor, P.O. Box 1293, Albuquerque, NM 87103. See Note IV O.

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2009**

**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, 2009**

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.

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

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

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

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, 2009**

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.



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**D. Assets, liabilities, and net assets or equity**

***1. Deposits and investments***

A significant portion of the cash and investments of funds of the City is pooled for investment purposes. The pooled cash investment program of the City is operated under the provisions of City ordinance and a specific City investment policy. The policy states that the City shall invest cash balances over the anticipated amount needed to meet operating requirements. Investments are recorded at fair value. The balance reported for each participating fund as "Cash, Investments, and Accrued Interest" represents the equity of that fund in the pooled cash, investments, and accrued interest. Interest earnings on pooled investments are allocated to the participating funds based on average daily balances. The investment policy states that the City will not commit any funds invested in the pool to maturities longer than three years from the date of purchase, except investments held to meet legal reserve requirements on bond indebtedness. The maturity date of these investments will not exceed the final maturity date of the bond issue to which they are pledged. Funds are invested on the basis of a minimum of three bids and/or offers. Certificates of deposit are based on competitive rates for specified maturities.

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

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

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

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

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

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

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

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

Checking accounts - at insured financial institutions.

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

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**2. *Receivables and payables***

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

**3. *Inventories and prepaid items***

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

**4. *Land held for sale***

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

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

**5. *Capital assets***

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

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

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

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

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

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

**6. *Deferred charges and other assets***

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

**7. *Claims and judgments***

Liabilities for workers' compensation, tort and other claims as of June 30, 2009 were accrued based on actuarial estimates of the City's self-insurance programs. At June 30, 2009 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, 2009, and 3.0% for 2008, over the estimated payment period. Revenues consist primarily of charges to other funds, the amounts of which approximate the cost of claims and other risk management costs arising from the activities of those funds.

**8. *Compensated absences***

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

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

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**9. *Deferred revenue***

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

**10. *Special assessments***

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

**11. *Long-term obligations***

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

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

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

**12. *Net assets***

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

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

*Restricted net assets* – Restricted net assets result from constraints placed on the use of net assets when externally imposed by creditors, grantors, laws and regulations of other governments and imposed by law through constitutional provisions or enabling legislation. The restricted net assets are restricted for debt service, construction, housing and economic development, federal and state funded programs, and open space and urban enhancement. The government-wide statement of net assets reports \$348,576,983 of restricted net assets, of which \$60,250,228 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.

*Encumbrances* - the estimated amount of unperformed contracts and outstanding purchase orders that will be re-appropriated in the subsequent fiscal year.

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

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

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

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

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

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

*Debt service* - amounts legally restricted for the payment of debt.

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

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

**14. *Statement of cash flows***

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

**15. *Estimated amounts reported in financial statements***

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

**16. *Bond premiums/issuance costs***

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

**17. *Unbilled revenues***

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

**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.

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**19. New accounting pronouncements**

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2009:

- GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets.*
- GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments.*
- GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions.*
- GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans.*
- GASB Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies.*
- GASB Statement No. 59, *Financial Instruments Omnibus*

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

In fiscal year 2009, the City adopted GASB Statement No. 52, Land and Other Real Estate Held as Investments by Endowments. Issued in November, 2007, this statement requires state and local government endowments to report their land and other real estate investments at fair value. Consequently, the land held for sale in the Acquisition and Management of Open Space Permanent Fund increased by \$3,416,016 and was recognized as investment income during the current year.

**20. Reclassifications**

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

**II. Reconciliation of government-wide and fund financial statements**

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

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

Bonds and bond anticipation notes payable	\$ (232,940,000)
Sales tax revenue bonds and notes payable	(125,070,000)
Special assessment debt with governmental commitment	(2,239,093)
Deferred refunding costs	4,509,112
Unamortized bond discounts	1,323,002
Unamortized bond premiums	(7,636,921)
Deferred bond issue costs	1,980,138
Accrued rebatable arbitrage payable reported as deferred credit	(1,897,937)
Compensated absences	(34,187,586)
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	\$ (396,159,285)

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

Gross receipts tax	\$ 27,331,028
Property taxes	4,396,025
Gasoline taxes	664,620
Cigarette taxes	61,961
Amounts due on real estate contracts	1,273,189
Miscellaneous revenue	<u>136,209</u>
Net adjustment to increase fund balance – total	
Governmental funds to arrive at net assets – governmental activities	<u>\$ 33,863,032</u>

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

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

Capital additions, depreciated and non-depreciated	\$ 388,045,319
Construction work in process and other reclassified to fixed assets	(60,074,725)
Depreciation expense	(82,179,696)
Net gain (loss) on disposition of capital assets	<u>(311,975)</u>
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of Governmental activities	<u>\$ 245,478,923</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:

<b>Debt issued or incurred:</b>	
Issuance of general obligation bonds	\$ (82,656,599)
Deferred bond issue costs	1,098,451
Accrued rebatable arbitrage liability	181,793
<b>Amortization:</b>	
Deferred refunding costs	(197,583)
Bond discount	(177,775)
Bond premium	1,914,533
Bond issue costs	319,616
<b>Principal repayments:</b>	
General obligation bonds	65,028,000
Gross receipts tax revenue bonds	3,690,000
Gross receipts tax revenue note	505,000
Special assessment district bonds and notes	<u>1,023,253</u>
Net adjustment to decrease net changes in fund balances –	
Total governmental funds to arrive at changes in net assets of governmental activities	<u>(10,274,129)</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
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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	\$ (3,713,461)
Net adjustment to decrease net changes in fund balances –	
Total governmental funds to arrive at changes in net assets of governmental activities	\$ (3,713,461)

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	\$ (5,737,457)
Property taxes	1,162,662
Gasoline taxes	(51,222)
Cigarette taxes	18,267
Collections on real estate contracts, net of deferred gains	(573,943)
Other deferred revenues	136,212
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of Governmental activities	\$ (5,045,481)

**III. Stewardship, compliance and accountability**

**A. Budgetary information**

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

The Mayor has the authority to change individual program appropriations by the lesser of five percent of the original appropriation or \$100,000, provided that the total amount of appropriations for the fund as approved by the City Council does not change. Approved appropriations lapse at the end of the fiscal year to the extent that they have not been expended or encumbered except any appropriation continued by ordinance. During fiscal year 2009, 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 balances of various purposes at June 30, 2009 were as follows:

<b>Capital Acquisition Fund</b>	
Community Services Building	\$ (5,339,317)
Convention Center	(20,256)
Rio Grande Zoo	(1,160,203)
Storm Sewer	(4,749,171)
Transit	(1,379,793)
Miscellaneous Capital Projects	(798,830)
	<u>\$ (13,447,570)</u>
<b>Quality of Life Fund</b>	
Balloon Science Museum	\$ (70,309)
Quarter Cent Storm Drain	(109)
Rio Grande Bosque RR	(260)
	<u>\$ (70,678)</u>
<b>Transportation Infrastructure Tax Fund</b>	
Unallocated	\$ (19,676,398)
Total unreserved fund balance	<u>\$ (19,676,398)</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, 2009, 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	\$ 241,023	\$ 92,981	\$ 1,694	\$ 335,698	\$ 76,722
Obligations of federal agencies or instrumentalities	175,671	58,717	1,234	235,622	55,919
State of New Mexico investment council	30,513	-	-	30,513	-
State of New Mexico local government investment pool	3,956	9,327	28	13,311	1,260
Held in trust by New Mexico Bank and Trust U.S Treasury Fund	-	-	-	-	-
Held in trust by NM FA in State of New Mexico local government investment pool	-	-	-	-	7
Held in trust by Wells Fargo Bank in U.S. Treasury Fund	113	1,772	-	1,885	-
Held in trust by Bank of Albuquerque in U.S. Treasury Fund	980	-	-	980	-
<b>Total investments</b>	<b>452,256</b>	<b>162,797</b>	<b>2,956</b>	<b>618,009</b>	<b>133,908</b>
Certificates of deposit	90,294	30,180	634	121,108	28,742
Bank accounts at book balances	(4,265)	5,014	1,314	2,063	11,610
<b>Total bank balances</b>	<b>86,029</b>	<b>35,194</b>	<b>1,948</b>	<b>123,171</b>	<b>40,352</b>
Accrued interest receivable	1,326	444	9	1,779	422
Imprest cash funds	84	16	-	100	-
Escrow deposits	-	372	-	372	148
<b>Total other</b>	<b>1,410</b>	<b>832</b>	<b>9</b>	<b>2,251</b>	<b>570</b>
<b>Total cash, investments, accrued interest and cash with fiscal agents</b>	<b>\$ 539,695</b>	<b>\$ 198,823</b>	<b>\$ 4,913</b>	<b>\$ 743,431</b>	<b>\$ 174,830</b>
<b>Current cash, investments and accrued interest:</b>					
Cash, investments and accrued interest	\$ 381,672	\$ 43,815	\$ 3,065	\$ 428,552	\$ 21,395
Cash, investments with fiscal agents	78,163	29,976	-	108,139	35,363
Cash held by others	-	1,529	-	1,529	-
<b>Total current cash, investments and accrued interest</b>	<b>459,835</b>	<b>75,320</b>	<b>3,065</b>	<b>538,220</b>	<b>56,758</b>
<b>Restricted noncurrent cash, investments and accrued interest:</b>					
Cash, investments and accrued interest	79,860	123,131	1,848	204,839	117,917
Cash and investments with fiscal agents	-	-	-	-	7
Escrow deposits	-	372	-	372	148
<b>Total noncurrent cash, investments, accrued interest</b>	<b>79,860</b>	<b>123,503</b>	<b>1,848</b>	<b>205,211</b>	<b>118,072</b>
<b>Total cash, investments, accrued interest and cash with fiscal agents</b>	<b>\$ 539,695</b>	<b>\$ 198,823</b>	<b>\$ 4,913</b>	<b>\$ 743,431</b>	<b>\$ 174,830</b>

**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, 2009, none of the City's bank balances of \$174,654,000 was exposed to custodial credit risk.

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

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Credit risk. Credit risk is the risk that in the event an issuer or other counterparty to an investment does not fulfill its obligations, the City will not be able to recover the value of its principal. As a home rule city, the City's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital and, in general, avoid speculative investments. The City's Investment Committee annually reviews its asset allocation strategies and guidelines for the percentage of its total portfolio that may be invested in securities other than repurchase agreements, U.S. Treasury bills and notes or insured/collateralized certificates of deposit. As part of the City's allocation evaluation, these guidelines are reviewed periodically, considering the probability of market and default risk in various investment sectors. The City's investment policy describes permitted investments as those permitted for municipalities with a population in excess of 65,000 per Section 10-10-10 of the Statutes of the State of New Mexico. Among permitted investments, the investment policy requires that 1) repurchase agreements have a collateralized value of 102% of the par value of the agreement, and 2) certificates of deposit with local banks be fully insured by the FDIC. Investments in direct obligations of the U.S. Treasury are permitted as are securities of the U.S. Government agencies denoted in Section 6-10-10 F (2) of the State Statutes. At June 30, 2009, the City's internal investment pool held investments in fully-collateralized overnight repurchase agreements (repos), fully-insured certificates of deposit and money market accounts, U.S. Treasury Securities, and U.S. Government agency notes.

In May 2009 the City's internal investment pool liquidated its position in the New Mexico State Treasurers Office (STO) Local Government Investment Pool (LGIP). However, at June 30, 2009 \$6,566,094 of the City's LGIP position was not returned, but held on the STO's ledger in a "Reserve Contingency Fund." This amount represents the City's portion of the LGIP's un-returned investment in the Reserve Primary Money Market Fund (Reserve). The Reserve Contingency Fund balance represents to LGIP investors a loss of principal if no further recoveries are received by the STO from Reserve. At June 30, 2009 the City expects its loss upon full liquidation of Reserve to be approximately \$1.0 million, and as such has accrued this amount as a loss. The City's Housing Authority continued to hold a non-pooled position in the STO LGIP Fund of \$7,813,531 and a balance in the Reserve Contingency Fund of \$189,672.

Concentration of credit risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy states the City will develop diversification strategies to avoid incurring concentration risk. The following general policies and constraints shall apply: With the exception of collateralized repos, U.S. Treasury securities, and authorized pools (comprising the "liquidity segment" of the portfolio), no more than 50% of the residual investment portfolio (the "core segment") will be invested in a single issue or at a single maturity. At June 30, 2009, the City's core segment is invested in debt securities issued by four Government Sponsored Entities (GSEs): the Federal Home Loan Bank, the Federal National Mortgage Association, the Federal Farm Credit Bank and the Federal Home Loan Mortgage Corporation. These investments comprise 37%, 29%, 25%, and 9% respectively, of the core segment (excluding core segment Treasury securities). Portfolio maturities shall be staggered to avoid undue concentration of assets in a specific maturity range. At June 30, 2009, core segment maturities are allocated as follows: 0-12 months – 19%; 1-2 years – 52%; 3-5 years – 29%.

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	404	185	AAA	Aaa
Federal National Mortgage Association	736	127	AAA	Aaa
Federal Home Loan Mortgage Corporation	--	--	AAA	Aaa
Federal Farm Credit Bank	608	105	AAA	Aaa

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

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

**Interest rate risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of the City's investments. The City's investment policy limits the City's exposure to interest rate risk by requiring that no less than 80% of the funds invested in the core segment of the internal investment pool or in other discretionary funds be in maturities of no more than three years from date of purchase. No more than 20% of the funds may be invested in maturities between three and five years. Investment of non-discretionary assets, including funds to be held in trust, may be committed to maturities up to ten years from the date of purchase. The weighted average maturity of the investments in the internal investment pool's core segment at June 30, 2009 was 551 days. The weighted average days to call of the core segment was 186 days.

**Pledged Collateral by Bank.** The City is required to obtain from each bank that is a depository for public funds pledged collateral in an aggregate amount equal to one half of the public money in each account (Section 6-10-17 NMSA 1978). No security is required for the deposit of public money that is insured by the Federal Deposit Insurance Corporation (FDIC). The U.S. Congress has increased FDIC deposit insurance from \$100,000 to \$250,000 per depositor. In addition, under the Temporary Liquidity Guarantee Program, the FDIC is currently insuring all Negotiable Order of Withdrawal (NOW) accounts in full, if the interest rate does not exceed 0.5 percent. The pledged collateral by bank (in thousands) at June 30, 2009 consists of the following:

	First Community	Bank of the West	Bank of America	Wells Fargo Bank	Compass Bank	NM Bank & Trust
Total amount on deposit	\$ 2,005	\$ 65	\$ 169,476	\$ 2,168	\$ 5	\$ 935
Less FDIC coverage	2,005	65	19,589	2,168	5	250
Total uninsured public funds	-	-	149,887	-	-	685
50% collateral requirement	-	-	74,944	-	-	343
Pledged securities, fair value	-	-	149,995	-	-	412
Pledged in excess of Requirement	\$ -	\$ -	\$ 75,051	\$ -	\$ -	\$ 69

**B. Receivables**

Taxes receivable at June 30, 2008 are from the following sources:

Gross receipts tax	\$ 56,731,202
Property tax	6,426,393
Lodgers tax	2,291,948
Hospitality tax	358,509
Other taxes	2,855,419
Total	<u>\$ 68,663,471</u>

The property taxes above include a receivable of \$4,223,163 in the General Obligation Debt Service Fund and \$2,203,230 in the General Fund.

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied each year on July 1 on the taxable valuation of property located in the City as of the preceding January 1. The Bernalillo County Assessor and the State of New Mexico Department of Taxation and Revenue determine the taxable valuations for the various classes of property at one-third of assessed valuation. Property in the City for the fiscal year 2009 tax levy had a taxable value of \$11,581,011,823. The State Constitution limits the rate of taxes for operating purposes for all taxing jurisdictions to 20 mills (\$20 per \$1000 assessed valuation), of which the City's portion, by state regulation, is limited to 7.650 mills for operations and 12.0 mills for each debt service obligation. The general obligation bond debt service levy for Tax Year 2008 (Fiscal Year 2009) is 6.976 mills and the operational levy is 3.971 mills on residential property and 4.544 mills on

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

Accounts receivable and Allowance for uncollectible accounts

Included on page 24, "Statement of Net Assets", are balances of receivables which are reported net of allowances for uncollectible accounts. The amounts of these receivables and allowances as of June 30, 2009, are as follows:

Current Portion of Accounts and Notes Receivable:

	<u>Total Receivables</u>	<u>Allowance for Uncollectible Accounts</u>	<u>Net Receivables</u>
<b>Governmental activities:</b>			
Major funds:			
General Fund	\$ 2,386,923	\$ 878,832	\$ 1,508,091
Capital Acquisition Fund	2,108,559	-	2,108,559
Nonmajor government activity funds	14,428,835	11,725,844	2,702,991
Internal Service Funds	143,003	139,172	3,831
Total governmental activities	<u>\$ 19,067,320</u>	<u>\$ 12,743,848</u>	<u>\$ 6,323,472</u>
<b>Business-type activities:</b>			
Major funds:			
Airport	\$ 4,673,542	\$ 796,409	\$ 3,877,133
Refuse Disposal	4,872,411	821,529	4,050,882
Transit	1,516,661	72,274	1,444,387
Nonmajor enterprise funds	1,244,174	664,085	580,089
Total business-type activities	<u>\$ 12,306,788</u>	<u>\$ 2,354,297</u>	<u>\$ 9,952,491</u>

Long-term Accounts and Notes Receivable:

	<u>Total Receivables</u>	<u>Allowance for Uncollectible Accounts</u>	<u>Net Receivables</u>
<b>Governmental activities:</b>			
Nonmajor funds:			
Rehabilitation loans	\$ 2,218,691	\$ 51,992	\$ 2,166,699
Notes receivable	3,100	3,100	-
Developer loans	8,499,376	3,307,706	5,191,670
Special assessments debt service	3,192,308	-	3,192,308
Real estate contracts	1,271,330	-	1,271,330
Accrued interest	41,520	-	41,520
Total governmental activities	<u>\$ 15,226,325</u>	<u>\$ 3,362,798</u>	<u>\$ 11,863,527</u>
<b>Business-type activities:</b>			
Nonmajor funds:			
Developer loans	\$ 3,042,376	\$ 168,161	\$ 2,874,215
Total business-type activity funds	<u>\$ 3,042,376</u>	<u>\$ 168,161</u>	<u>\$ 2,874,215</u>

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**C. Capital assets**

Capital asset activity for the year ended June 30, 2009, was as follows:

**Primary Government**

<u>Governmental Activities*</u>	Balance July 1, 2008	Additions	Deductions	Balance June 30, 2009
<b>Assets not being depreciated:</b>				
Land	\$ 265,701,417	\$ 7,251,625	\$ -	\$ 272,953,042
Construction work in progress	143,215,129	62,315,863	60,074,725	145,456,267
Right of way	1,042,691,667	102,500,000	-	1,145,191,667
Other	128,673	2,434	-	131,107
	<u>1,451,736,886</u>	<u>172,069,922</u>	<u>60,074,725</u>	<u>1,563,732,083</u>
<b>Assets being depreciated:</b>				
Buildings	316,421,581	15,379,222	-	331,800,803
Infrastructure	1,497,712,588	150,325,049	-	1,648,037,637
Improvements	449,772,542	37,586,514	-	487,359,056
Equipment	144,285,395	12,751,941	8,750,746	148,286,590
	<u>2,408,192,106</u>	<u>216,042,726</u>	<u>8,750,746</u>	<u>2,615,484,086</u>
<b>Less accumulated depreciation:</b>				
Buildings	57,608,159	8,099,683	-	65,707,842
Infrastructure	486,566,221	43,545,918	-	530,112,139
Improvements	219,224,227	15,344,070	-	234,568,297
Equipment	106,860,753	15,210,767	8,437,975	113,633,545
	<u>870,259,360</u>	<u>82,200,438</u>	<u>8,437,975</u>	<u>944,021,823</u>
Capital assets being depreciated, net	<u>1,537,932,746</u>	<u>133,842,288</u>	<u>327,771</u>	<u>1,671,462,263</u>
Total capital assets, net	<u>\$ 2,989,669,632</u>	<u>\$ 305,912,210</u>	<u>\$ 60,387,496</u>	<u>\$ 3,235,194,346</u>

\* Includes Internal Service Funds

In fiscal year 2009, \$54 million of street infrastructure was placed into service along with \$12 million of storm infrastructure, of this amount \$15.8 was dedicated street infrastructure and \$7 million was dedicated storm infrastructure. The construction work in progress consists of expenditures made in connection with the Capital Acquisition, Infrastructure Tax, and Quality of Life Funds. The construction work in progress decreased by \$60 million. The following was placed in service: \$15.3 million buildings, \$37 million non-structural, \$5.2 million land, and \$2.8 million of infrastructure. Equipment purchases totaled \$12.6 million of which \$7.8 million was for Police, \$1.8 million for Fire, and \$1.3 million for Public Works. In fiscal year 2009, donated dedicated infrastructure and right of way capital assets were identified and recorded for fiscal years 2006 and 2007 as follows: Fiscal year 2006 dedicated infrastructure of \$48.8 million and right of way of \$61 million; Fiscal year 2007 dedicated infrastructure of \$33.2 million and right of way of \$41.5 million.

Business-type activities

In 2009, the Aviation fund placed into service the following major projects: \$4.6 million in runways and apron and \$4.4 in the Double Eagle building. The Refuse fund placed into service the following: \$1.5 million in landfill improvements and \$1.5 million in vehicles. The Transit fund placed into service \$25 million for buses.

The construction work in progress increased by \$12.7 million. The construction work in progress consists of expenditures made in connection with the Aviation Fund, Refuse Disposal Fund, Transit Fund, Parking, and the Housing Authority Fund. Costs associated with projects were completed and are listed in the appropriate categories in the above paragraph.

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	Balance July 1, 2008	Increases	Decreases	Balance June 30, 2009
<b>Assets not being depreciated:</b>				
Land	\$ 54,137,342	\$ -	\$ -	\$ 54,137,342
Land and improvements acquired from the U.S Air Force	7,630,077	-	-	7,630,077
Other	955,200	-	-	955,200
Construction work in progress	10,330,098	22,207,425	9,492,942	23,044,581
<b>Total assets, not being depreciated</b>	<b>73,052,717</b>	<b>22,207,425</b>	<b>9,492,942</b>	<b>85,767,200</b>
<b>Assets being depreciated:</b>				
Buildings and improvements	434,661,004	8,180,207	1,942,053	440,899,158
Runways and improvements	265,348,244	4,564,109	-	269,912,353
Infrastructure	3,452,744	-	-	3,452,744
Improvements other than buildings and runways	176,552,416	3,223,358	-	179,775,774
Equipment	138,386,381	29,678,679	6,683,696	161,381,364
<b>Total assets, being depreciated</b>	<b>1,018,400,789</b>	<b>45,646,353</b>	<b>8,625,749</b>	<b>1,055,421,393</b>
<b>Less accumulated depreciation:</b>				
Buildings and improvements	192,633,586	12,922,594	74,038	205,482,144
Runways and improvements	181,781,697	10,917,378	-	192,699,075
Infrastructure	202,311	103,582	-	305,893
Improvements other than buildings and runways	95,446,857	9,718,136	-	105,164,993
Equipment	73,417,340	15,499,998	5,766,390	83,150,948
<b>Total accumulated depreciation</b>	<b>543,481,791</b>	<b>49,161,688</b>	<b>5,840,428</b>	<b>586,803,051</b>
<b>Capital assets being depreciated, net</b>	<b>474,918,998</b>	<b>(3,515,335)</b>	<b>2,785,321</b>	<b>468,618,342</b>
<b>Total capital assets, net</b>	<b>\$ 547,971,715</b>	<b>\$ 18,692,090</b>	<b>\$ 12,278,263</b>	<b>\$ 554,385,542</b>

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

<b><u>Governmental activities:</u></b>	
General government	\$ 3,394,235
<b>Public Safety:</b>	
Corrections	77,997
Fire protection	3,197,013
Police protection	7,629,954
<b>Culture and recreation</b>	
Public works	233,265
Highways and streets	29,291,857
Health	689,828
Human services	2,693,617
Municipal Development	16,391,439
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	20,742
<b>Total depreciation expense – governmental activities</b>	<b>\$ 82,200,438</b>
<b><u>Business-type activities:</u></b>	
<b>Major funds:</b>	
Airport	\$ 27,077,325
Refuse Disposal	5,957,693
Transit	11,312,527
<b>Nonmajor funds:</b>	
Total depreciation expense – business-type activities	<b>\$ 49,140,065</b>

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Capitalized interest

Changes to the capital assets for the business-type activities for 2009 include the following amounts of capitalized interest:

	<u>Total Interest</u>	<u>Interest Related to Tax-Exempt Borrowing</u>	<u>Net</u>
Interest expense	\$ 12,162,394	\$ 5,391,480	\$ 6,770,914
Interest income	4,026,509	2,838,338	1,188,171
Capitalized interest		<u>\$ 2,553,142</u>	

**Discretely Presented Component Unit**

Capital asset activity of the Authority for the year ended June 30, 2009, was as follows:

	<u>Balance July 1</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30</u>
<b>Assets not being depreciated:</b>				
Land	\$ 23,232,063	\$ 316,064	\$ -	\$ 23,548,127
Construction work in progress	306,751,483	36,473,177	309,146,784	34,077,876
Total assets, not being depreciated	<u>329,983,546</u>	<u>36,789,241</u>	<u>309,146,784</u>	<u>57,626,003</u>
<b>Assets being depreciated:</b>				
Buildings	2,210,836	-	-	2,210,836
Improvements other than buildings	1,751,212,485	431,310,693	-	2,182,523,178
Equipment	54,016,504	6,049,241	196,259	59,869,486
Total assets, being depreciated	<u>1,807,439,825</u>	<u>437,359,934</u>	<u>196,259</u>	<u>2,244,609,500</u>
<b>Less accumulated depreciation:</b>				
Buildings	1,561,786	59,984	-	1,621,770
Improvements other than buildings	876,429,308	67,226,965	-	943,656,273
Equipment	28,766,493	5,008,470	180,627	33,594,336
Total accumulated depreciation	<u>906,757,587</u>	<u>72,295,419</u>	<u>180,627</u>	<u>978,872,379</u>
Capital assets being depreciated, net	<u>900,682,238</u>	<u>365,064,515</u>	<u>15,632</u>	<u>1,265,731,121</u>
<b>Assets being amortized:</b>				
Purchased water rights	39,647,635	295,730	-	39,943,365
Less amortization	10,306,965	396,367	-	10,703,332
Capital assets being amortized, net	<u>29,340,670</u>	<u>(100,637)</u>	<u>-</u>	<u>29,240,033</u>
Total capital assets, net	<u>\$ 1,260,006,454</u>	<u>\$ 401,753,119</u>	<u>\$ 309,162,416</u>	<u>\$ 1,352,597,157</u>



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Changes to capital assets of the Authority for the fiscal year ended June 30, 2009, include the following amounts of capitalized interest:

	Total Interest	Interest Related to Tax-Exempt Borrowing	Net
Interest expense	\$ 28,409,863	\$ 6,727,989	\$ 21,681,874
Interest income	4,005,108	1,357,373	2,647,735
Capitalized interest		\$ 5,370,616	

**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, 2009, consists of the following:

	Due from other funds	Due to other funds
Major governmental funds	\$ 20,114,727	\$ -
Nonmajor governmental funds	30,606	1,520,514
Major proprietary funds	-	16,325,300
Nonmajor proprietary funds	-	2,299,519
Total	\$ 20,145,333	\$ 20,145,333

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, 2009:

Receivable Fund	Payable Fund	Amount
Risk Management Fund	Capital Acquisition Fund	\$ 921,000
Nonmajor governmental fund*	Nonmajor proprietary fund*	14,200,000
Total advances		\$ 15,121,000

\* 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.

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Interfund transfers for the year ended June 30, 2009, were as follows:

From	To		
General Fund	Capital Acquisition Fund	\$	970,000
General Fund	Refuse Disposal Fund		1,428,000
General Fund	Transit Fund		26,331,000
General Fund	Nonmajor Proprietary Funds		1,804,000
General Fund	Nonmajor Governmental Funds		5,212,966
Capital Acquisition Fund	General Fund		1,600,000
Capital Acquisition Fund	Capital Acquisition Fund		956,000
Capital Acquisition Fund	Transit Fund		4,006,586
Transportation Infrastructure Tax Fund	Transit Fund		7,800,807
Refuse Disposal Fund	General Fund		2,257,703
Transit Fund	General Fund		328,514
Nonmajor Governmental Funds	Capital Acquisition Fund		632,582
Nonmajor Governmental Funds	General Fund		5,951,313
Nonmajor Governmental Funds	Nonmajor Governmental Funds		13,364,328
Nonmajor Proprietary Funds	General Fund		256,766
Nonmajor Proprietary Funds	Nonmajor Governmental Funds		51,523
Internal Service Funds	General Fund		250,000
Total transfers		\$	73,202,088

	Transfers In	Transfers Out
“Statement of Revenues, Expenditures, and Changes in Fund Balances – All Governmental Funds”	\$ 31,831,695	\$ 70,057,582
“Statement of Revenues, Expenses, and Changes in Net Assets – All Proprietary Funds”		
Enterprise funds	41,370,393	2,894,506
Internal Service funds	-	250,000
Total transfers	\$ 73,202,088	\$ 73,202,088

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.

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**E. Leases**

The City has various lease commitments for real property. The lease commitments are for one to ten years, with most leases being for five years. About half of the leases have renewal options; the others do not. Lease expenses of \$2,270,592 were incurred for the year ended June 30, 2009. Lease commitments for future years are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2010	\$ 3,891,526
2011	3,754,712
2012	2,917,026
2013	2,597,583
2014	2,278,651
2015-2020	5,914,203
2021-2026	5,001,000
2027-2032	5,000,667
2033-2034	4,958,333
Total	\$ <u>38,584,294</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, 2009 the outstanding balance of the capital lease is \$592,851. Amortization expense is included with depreciation expense on the Statement of Revenues, Expenses and Changes in Fund Net Assets.

The assets acquired through capital leases are as follows:

Equipment and Improvements	\$ 944,458
Less: Accumulated amortizations	<u>(432,877)</u>
Total	\$ <u>511,580</u>

The future minimum lease obligations and the net present value of the minimum lease payments as of June 30, 2009 are as follows:

<u>Year Ending June 30</u>	<u>Principal and Interest</u>
2010	\$ 116,842
2011	116,842
2012	116,842
2013	116,842
2014	116,842
2015	<u>87,634</u>
Total minimum lease payment	671,844
Less amount representing interest	<u>(78,994)</u>
Present value of minimum lease payments	\$ <u>592,851</u>

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**F. Restricted assets**

Restricted assets arise principally from legal restrictions on expenditures of proceeds from general obligations bonds or sales tax revenue bonds in the governmental activities or on expenditures of proceeds from revenue bonds of the enterprise funds. The amount of restricted assets reported in the statement of net assets at June 30, 2009 is as follows:

**Primary Government:**

<u>Governmental Activities</u>	
Capital Acquisition Fund	\$ <u>79,860,007</u>
<u>Business-type activities</u>	
Airport Fund	\$ 109,698,239
Refuse Disposal Fund	8,257,218
Transit Fund	622,574
Non-major Enterprise Funds	<u>8,536,325</u>
Totals	\$ <u>127,114,356</u>

**Discretely Presented Component Unit:**

Albuquerque Bernalillo County Water Utility Authority	\$ <u>118,071,529</u>
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**G. Short-term and long term obligations**

**Governmental activities of the primary government:**

Short Term: On June 30, 2009, the City issued \$25,003,000 Short Term General Obligation Bonds, Series 2009B. The Series 2009B Bonds bear interest at the daily rate on the date of issuance applicable to the Local Government Investment Pool administered by the State Treasurer of New Mexico. The interest rate in effect was 0.20%. The proceeds of these bonds were used for various construction projects for fire, parks, cultural services, facilities and equipment, libraries, public transit, storm sewer, and streets. The bonds mature on July 1, 2009. The changes in the short-term obligations of the governmental activities for the year ended June 30, 2009, are as follows:

	Balance June 30, 2008	Additions	Deletions	Balance June 30, 2009
Short-term General Obligation Bonds	\$37,000,000	\$25,003,000	\$37,000,000	\$25,003,000

Long Term: Bonded obligations of the City consist of various issues of general obligation, revenue, and special assessment bonds. Also included in long-term obligations are notes payable, claims and judgments, deferred credits, 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, 2009.

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The changes in the long-term obligations of the governmental activities for the year ended June 30, 2009, are as follows:

	Outstanding				Payable in one year
	July 1	Increases	Decreases	June 30	
General Obligation Bonds	\$ 255,620,000	\$ 54,970,000	\$ 37,625,000	\$ 272,965,000	\$ 40,025,000
Sales Tax Revenue Bonds	126,630,000	-	1,130,000	125,500,000	3,675,000
Sales Tax Revenue Notes	4,270,000	-	505,000	3,765,000	520,000
Special Assessment Bonds and Notes					
With Governmental Commitment	3,738,005	-	1,498,912	2,239,093	-
Accrued vacation and sick leave pay	31,022,627	26,019,980	22,292,813	34,749,794	25,521,878
Accrued claims payable	60,096,704	29,676,042	22,399,866	67,372,880	40,654,800
Other post employment obligation	1,985,159	1,983,946	-	3,969,105	-
Deferred credits and other liabilities	1,716,144	181,793	-	1,897,937	-
Less deferred amounts:					
Deferred refunding costs	(4,706,695)	-	(197,583)	(4,509,112)	-
Unamortized bond discounts	(1,500,777)	-	(177,775)	(1,323,002)	-
Unamortized bond premiums	6,867,855	2,683,599	1,914,533	7,636,921	-
	485,739,022	115,515,360	86,990,766	514,263,616	110,396,678
Current portion of long-term obligations	(89,810,112)	-	20,586,566	(110,396,678)	-
<b>Total</b>	<b>\$ 395,928,910</b>	<b>\$ 115,515,360</b>	<b>\$ 107,577,332</b>	<b>\$ 403,866,938</b>	<b>\$ 110,396,678</b>

Total interest cost incurred for governmental activities for the year ended June 30, 2009 was \$15,998,719, all of which was charged to expense.

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, 2009, are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
August 1, 1999 General Purpose	2,000,000	4.50/4.75%	July 1, 2009	100% beginning July 1, 2007
July 1, 2000 Storm Sewer	2,400,000	5.00%	July 1, 2010	100% beginning July 1, 2008
September 1, 2001 General Purpose	8,420,000	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	2,000,000	4.00/5.60%	July 1, 2010	Not callable
February 1, 2002 General Purpose	2,500,000	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	27,235,000	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	56,540,000	4.00/5.00%	July 1, 2013	Not callable
June 30, 2005 Storm Sewer	11,575,000	4.00/4.25%	July 1, 2014	100% beginning July 1, 2013
September 11, 2007 General Purpose	37,695,000	4.50/5.00%	July 1, 2016	Not callable
September 11, 2007 Storm Sewer	5,080,000	4.25/5.00%	July 1, 2016	100% beginning July 1, 2015
June 26, 2008 General Purpose	39,000,000	3.25/4.00%	July 1, 2017	100% beginning July 1, 2016
June 26, 2008 Storm Sewer	4,000,000	4.50%	July 1, 2017	100% beginning July 1, 2016
June 24, 2009 General Purpose	54,970,000	2.00/4.00%	July 1, 2018	Not callable
June 30, 2009 General Purpose	25,003,000	0.20%	July 1, 2009	Not callable
<b>Total Outstanding</b>	<b>\$ 297,968,000</b>			

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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, 2009, based on the most recent assessed taxable valuation of \$11,581,011,823, the City may issue an additional \$287,850,473 of general-purpose general obligation bonds. Included in the general obligation bonds outstanding at June 30, 2009 are Storm Sewer bonds in the amount of \$47,508,000 that are not subject to the legal debt limit.

On June 24, 2009, the City issued \$54,970,000 of General Obligation Bonds, Series 2009A with an average coupon rate of 3.05%. The proceeds of these bonds were deposited into the Capital Acquisition Fund and will be used for the purchase of equipment, materials, and various construction projects (including renovation and repair) for fire, police, parks and recreation, libraries, the zoo and biological park, museums, citizens' centers, streets and storm sewer. The bonds require annual principal payments and semi-annual interest payments through July 1, 2018.

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, 2009, 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
October 15, 1996 Refunding	2,045,000	5.00%	July 1, 2011	100% beginning July 1, 2007
January 15, 1999 A Refunding	3,335,000	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
October 6, 2004 A Refunding	31,965,000	4.75%	July 1, 2037	100% beginning July 1, 2014
October 6, 2004 B Refunding	28,165,000	2.39/4.90%	July 1, 2014	100% beginning October 6, 2004
September 9, 2004 Note	3,765,000	1.26/3.67%	July 1, 2014	None
June 4, 2008 A Refunding	16,655,000	3.74/4.99%	July 1, 2014	Not callable
Total Outstanding	<u>\$ 129,265,000</u>			

Special Assessment Debt and Notes Payable with Governmental Commitment are secured by pledges of revenues from special assessments levied. Outstanding bonds and notes of paving and sidewalk improvement districts are additionally secured by pledges of one-half of motor fuel tax revenues of the City, to be used only in the event that revenues from assessments and interest levied are not sufficient to meet debt service requirements. All Special Assessment debt is callable at 100% on any semi-annual interest payment date. Special Assessment debt and notes in the amount of \$2,239,093 are outstanding at June 30, 2009. Interest rates range from 1.15% to 4.47%, and maturities extend through July 1, 2014.

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**Business-type activities of the primary government**

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

**Long-term:** The changes in the Business-type activities obligations for the year ended June 30, 2009, are as follows:

	Outstanding				Payable in one year
	July 1	Increases	Decreases	June 30	
Revenue bonds	\$ 220,250,000	\$ 45,815,000	\$ 62,995,000	\$ 203,070,000	\$ 21,785,000
Loans and notes payable	38,337,033	-	2,933,057	35,403,976	2,355,526
Accrued vacation and sick leave pay	5,683,346	5,437,590	5,139,734	5,981,202	5,149,891
Landfill closure costs	1,573,916	86,602	-	1,660,518	-
Other	451,030	130,288	153,978	427,340	-
Less deferred amounts:					
Deferred refunding costs	(3,105,273)	(406,775)	(1,086,138)	(2,425,910)	-
Unamortized bond premiums	1,518,679	149,066	310,053	1,357,692	-
Unamortized bond discounts	(172,619)	-	(21,954)	(150,665)	-
	264,536,112	51,211,771	70,423,730	245,324,153	29,290,417
Capitalized leases	681,563	-	88,712	592,851	92,682
Subtotal	265,217,675	51,211,771	70,512,442	245,917,004	29,383,099
Current portion	(25,007,028)	-	4,376,071	(29,383,099)	-
Business-type activity long-term obligations	\$ 240,210,647	\$ 51,211,771	\$ 74,888,513	\$ 216,533,905	\$ 29,383,099

Total interest cost incurred for business-type activities for the year ended June 30, 2009 was \$12,162,394 of which \$5,391,480 was capitalized and \$6,770,914 was charged to expense. The sick leave and vacation pay obligations are being liquidated primarily by the following funds: Airport, Refuse Disposal, Housing Authority, and Parking Facilities.

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Airport Revenue Bonds are secured by pledges of net revenues of the airport. Airport Revenue bonds outstanding at June 30, 2009, are as follows:

Issue Dated	Amount	Interest Rate	Final Maturity	Call Provisions
April 3, 1997, Refunding	\$ 7,040,000	6.25% to 6.75%	July 1, 2012	100% beginning July 1, 2009
September 1, 1998, Refunding	29,815,000	3.80% to 5.00%	July 1, 2019	100% beginning July 1, 2008
August 1, 2001	26,320,000	3.20% to 4.75%	July 1, 2016	100% beginning July 1, 2012
March 23, 2004A, Refunding	17,060,000	1.63% to 5.11%	July 1, 2018	100% beginning July 1, 2005
March 23, 2004B	26,660,000	2.00% to 4.50%	July 1, 2024	100% beginning July 1, 2007
March 11, 2008A, Refunding	13,640,000	3.00% to 5.00%	July 1, 2018	Not callable
May 14, 2008B, Refunding	16,120,000	3.445% to 4.905%	July 1, 2015	Not callable
May 14, 2008C, Refunding	5,170,000	3.50% to 4.375%	July 1, 2020	100% beginning July 1, 2018
November 19, 2008D, Refunding	7,860,000	4.38%	July 1, 2010	Not callable
November 19, 2008E, Refunding	26,680,000	3.50% to 5.50%	July 1, 2014	Not callable
April 22, 2009A, Commercial Paper	5,778,000	0.75%	January 14, 2014	May be remarketed
April 22, 2009B, Commercial Paper	<u>9,183,000</u>	0.75%	January 14, 2014	May be remarketed
Total outstanding	191,326,000			
Unamortized:				
Premiums (discounts)	1,128,883			
Deferred refunding costs	<u>(2,425,910)</u>			
Net outstanding	<u>\$ 190,028,973</u>			

Subordinate Series 1995 Bonds and Issuance of Series 2008D-E Subordinate Lien Airport Refunding Revenue Bonds:

On November 19, 2008, the City issued \$7,860,000 of Airport Refunding Revenue Bonds, Series 2008D and \$26,680,000 of Airport Refunding Revenue Bonds, Series 2008E. Total proceeds were \$34,689,066 (which includes a reoffering premium on the Series 2008E of \$149,066). The Series 2008D bonds have an interest rate of 4.38% and will mature on July 1, 2010. The Series 2008E bonds have an average interest rate of 4.5% with maturities extending to July 1, 2014. The bonds were issued to provide for the current refunding of the Subordinate Series 1995 Bonds. The Series 1995 bonds had a balance due of \$32,800,000 on November 19, 2008.

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 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. The City elected to terminate the Exchange Agreement on November 19, 2008.

With regards to the new issues, proceeds of \$32,800,000 were used to purchase state and local government securities. These securities were deposited into an irrevocable trust with an escrow agent to provide for the current refunding of certain Subordinate Series 1995 Refunding Bonds maturing on July 1, 2009 through July 1, 2014. The remaining proceeds of \$1,889,060 plus the release of \$6,700,000 debt service reserve requirement on the Series 1995 bonds and \$249,294 of additional City funds were used as follows: \$4,600,000 for the termination payment to AIG -FP (as discussed above); \$786,000 for the creation of a debt service reserve fund for the Series 2008D bonds; \$2,668,000 for the creation of a debt service reserve fund for the Series 2008E bonds and \$508,530 for underwriter's fees and cost of issuance related to the



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Series 2008D and Series 2008E. The excess funds remaining, \$275,824 will be placed in the Airport Debt Service Fund and applied toward future debt service payments.

The Series 2008D-E refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$406,775. This difference, reported in the accompanying financial statements as a deduction from bonds payable, has been deferred and will be amortized over the life of the new bonds using the effective interest method. The current refunding was undertaken to reduce high variable interest rate payments to a fixed rate in line with current economic conditions and to terminate the swap agreement with AIG-FP. Total debt service payments over the next six years will decrease by \$444,583, resulting in an economic loss (difference between the present values of the debt service payments on the old debt and new debt) of \$5,092,446.

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

In December of 2008, the City, issued \$11,275,000 Gross Receipts Tax Revenue Bonds (Series 2008B) to refund the Series 2000 Bonds. The City pursuant to a mortgage and indenture of trust issued the Series 2008B bonds as described above. The Series 2008B bonds consist of debt issued by the City owned trusts, and the Apartments. This debt constitutes a limited obligation of the City and is payable solely from the resources for threes trusts. Respective facilities and revenues derived from them are pledge for the repayment of these bonds. The mortgage and indenture of trust contains significant requirements for annual debt service and use of project revenues and resources. Required funds include a debt service fund, a net project revenue service fund, a property reserve fund and a stabilization fund. The Series 2008B Gross Receipts Revenue Bonds mature July 1, 2030 and bear an initial 4% coupon interest rate, increasing to 5.375% coupon rate at maturity. Interest is paid semi annually on January 1 and July 1. The initial payment is due July 1, 2009. Principal payment is due annually on July 1. The Series 2008B bonds are subject to optional and mandatory redemptions generally at par (unless long term interest rates are in effect) as required by the mortgage and indenture of trust. The mortgage and indenture of trust requires a cumulative sinking fund redemption commencing January 1, 2009. The Apartments debt in the amount of \$11,275,000 is outstanding at June 30, 2009 and maturities extend through July 1, 2030.

Golf Course Revenue Bonds are secured by a pledge of net golf course revenues and a pledge of revenues received by the City from gross receipts tax revenues. Golf Course Revenue bonds outstanding at June 30, 2009 are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
February 1, 2001	\$ 910,000	5.70/6.70%	July 1, 2011	100% beginning July 1, 2007
Unamortized discounts	(709)			
	\$ 909,291			

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Refuse Disposal Revenue Bonds, are secured by a pledge of net revenues from refuse disposal operations. Refuse Disposal Revenue Bonds outstanding at June 30, 2009, are as follows:

Issue	Amount	Interest Rate	Final Maturity	Call Provision
July 1, 1995	\$ 1,690,000	4.90/5.30%	July 1, 2009	Not callable
February 1, 1998	4,155,000	4.20/5.00%	July 1, 2013	100% July 1, 2007
May 1, 2001 B	8,675,000	3.63/5.25%	July 1, 2012	Not callable
Total outstanding	14,520,000			
Unamortized premiums	78,851			
Net outstanding	\$ 14,598,851			

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, 2009 was \$3,639,792. On March 16, 2008 the City entered into a tax-exempt loan agreement with New Mexico Finance Authority for \$2,600,000 with an average interest rate of 3.31%. Final payment is due on July 1, 2015. The balance due on June 30, 2009 was \$2,600,000.

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, 2009 was \$5,243,700. 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, 2009 was \$7,734,933. Both loans were used to finance reconstruction of the existing baseball stadium.

Transit Loans. On July 25, 2006 the City entered into a tax-exempt lease-purchase agreement with SunTrust Leasing Corporation for \$20,000,000 with an average interest rate of 4.3%. Final payment is due on July 1, 2016. The principal balance outstanding at June 30, 2009 was \$16,185,551.

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, 2009, the outstanding balance of the revenue bonds was \$495,000 with annual payments required through 2013 and the outstanding balance of the permanent notes was \$5,025,630 with annual payments required through 2017.

Summary of Annual Debt Service Requirements. The annual debt service requirements on the obligations outstanding at June 30, 2009 are as follows:

Year Ending June 30	Governmental activities		Business-type activities	
	Principal	Interest	Principal	Interest
2010	\$ 69,223,000	\$ 15,824,385	\$ 24,233,209	\$ 10,438,819
2011	48,590,000	14,679,848	26,823,189	9,653,809
2012	46,766,082	12,678,698	26,727,588	8,468,508
2013	40,226,949	10,864,848	27,715,493	7,181,711
2014	40,882,658	9,173,837	25,371,765	5,900,888
2015-2019	102,723,404	29,081,889	78,865,149	15,094,972
2020-2024	21,790,000	17,432,137	19,524,338	4,551,052
2025-2029	14,635,000	13,522,607	8,181,096	1,212,145
2030-2034	21,435,000	8,793,006	1,625,000	88,553
2035-2038	23,200,000	2,477,056	-	-
	\$ 429,472,093	\$ 134,528,311	\$ 239,066,827	\$ 62,590,457

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**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, 2009, the City has set aside an amount of \$1,897,937 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.

**Discretely presented component unit**

**Short-term- Line of Credit Agreement – Subordinate Obligation:** The Authority entered into a Line of Credit Agreement with the New Mexico Finance Authority on November 17, 2008. This agreement provides that the Authority may draw a total of \$12,000,000; \$11,881,188 for construction, and \$118,812 for costs of issuance incurred by NMFA to close the loan. This credit line can last up to three years. Interest is a fixed rate of 2.0% on funds drawn. At June 30, 2009, the Authority had drawn \$3,524,340.

**Long-term:** 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, 2009, are as follows:

	Outstanding			June 30, 2009	Payable in one year
	June 30, 2008	Increases	Decreases		
Parity Obligations:					
Revenue Bonds	\$ 407,925,000	\$ 150,365,000	\$ 42,945,000	\$ 515,345,000	\$ 26,135,000
Loan Agreements - NMFA	202,895,765	-	7,957,395	194,938,370	11,097,637
Subordinate Obligations:					
Loan Agreements - NMED	16,884,238		2,238,542	14,645,696	403,279
Line of Credit - NMFA	-	3,524,340	-	3,524,340	-
Water rights contract	16,672,316	-	893,395	15,778,921	920,608
Accrued vacation and sick leave pay	2,890,134	3,512,211	3,133,555	3,268,790	3,233,241
Less deferred amounts:					
Unamortized bond premiums	10,665,180	8,945,348	1,505,463	18,105,065	-
Bond refunding costs	(476,264)	(461,476)	(229,340)	(708,400)	-
	657,456,369	165,885,423	58,444,010	764,897,782	41,789,765
Current portion of long-term obligations	(40,136,821)	-	1,652,944	(41,789,765)	-
<b>Total</b>	<b>\$ 617,319,548</b>	<b>\$ 165,885,423</b>	<b>\$ 60,096,954</b>	<b>\$ 723,108,017</b>	<b>\$ 41,789,765</b>

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.

On April 8, 2009, the Authority issued \$135,990,000 of Joint Water and Sewer System Improvement Revenue Bonds, Series 2009A-1. The bonds have an interest rate between 3.0% and 5.50%, and require annual principal and interest

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payments until final maturity on July 1, 2034. The proceeds of these bonds will be used for the acquisition of privately owned New Mexico Utilities, Inc., regular System improvements, and water reclamation. The balance due at June 30, 2009 was \$135,990,000.

Also on April 8, 2009, the Authority issued \$14,375,000 of Joint Water and Sewer System Refunding Revenue Bonds, Series 2009A-2. The bonds have an average interest rate of 4.20%. The net proceeds of \$15,132,064 (which includes an original issue premium of \$870,860 and after payment of \$113,796 of underwriters' fees and other issuance costs) were used to purchase state and local government securities. These securities were deposited into an irrevocable trust with an escrow agent to provide for the current partial refunding of certain Series 2001 Bonds maturing on July 1, 2010 through July 1, 2025. The total amount of Series 2001 Bonds partially refunded with the series 2009A-2 Bonds is \$14,815,000, leaving \$3,275,000 of outstanding bonds. As a result, that portion of the Series 2001 Bonds described above is considered to be defeased and the liability for those bonds has been removed from the Authority's long term debt. The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$461,475. This difference, reported in the accompanying financial statements as a deduction from bonds payable, has been deferred and will be amortized over the life of the new bonds using the effective interest method. The current refunding was undertaken to reduce total debt service payments over the next four years by \$845,456 and to obtain an economic gain (difference between the present values of the debt service payments on the old debt and new debt) of \$685,060.

**Parity Obligations**

Authority parity obligations outstanding at June 30, 2009, are as follows:

<u>Revenue Bonds Issued</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Final Maturity</u>	<u>Call Provisions</u>
June 15, 1997	\$ 5,720,000	4.75%	July 1, 2009	100% beginning July 1, 2006
January 1, 1999A	33,980,000	3.80% to 5.25%	July 1, 2011	Not callable
December 1, 2001	3,275,000	3.00% to 5.00%	July 1, 2013	100% beginning July 1, 2010
October 25, 2005	132,985,000	3.50% to 5.00%	July 1, 2025	100% beginning July 1, 2015
July 12, 2006	133,390,000	4.25% to 5.165%	July 1, 2026	100% beginning July 1, 2016
April 9, 2008	55,630,000	5.00%	July 1, 2033	100% beginning July 1, 2018
April 8, 2009	135,990,000	3.00% to 5.50%	July 1, 2029	100% beginning July 1, 2019
April 8, 2009, Refunding	<u>14,375,000</u>	3.00% to 5.00%	July 1, 2013	Not callable
Total outstanding	515,345,000			
Unamortized:				
Premiums	18,105,065			
Deferred refunding costs	<u>(708,400)</u>			
Net outstanding	<u>\$ 532,741,665</u>			

<u>Loan Agreements Issued</u>	<u>Current Loan Balance</u>	<u>Original Loan Amount</u>	<u>Interest Rate</u>	<u>Final Maturity</u>
May 10, 2002	\$ 589,955	\$ 2,450,000	2.75%	July 1, 2012
April 11, 2003	2,203,415	3,600,000	2.00%	January 1, 2016
October 13, 2004	101,020,000	118,415,000	1.32% to 4.16%	May 1, 2024
October 28, 2005	19,250,000	20,000,000	2.93% to 4.01%	May 1, 2025
September 26, 2007	<u>71,875,000</u>	77,005,000	4.00% to 5.0%	May 1, 2025
Total outstanding	<u>\$ 194,938,370</u>			

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Loan Agreements – Subordinate Obligations

On October 1, 1994, the Authority executed a promissory note with the New Mexico Environment Department that converted an existing line of credit agreement of \$7,907,582 to a long-term notes payable with an interest rate of 5%. On March 12, 2001, the Authority refinanced the note payable, which lowered the interest rate to 3%. Annual payments are \$567,926, with a final payment due on July 1, 2013. The balance due at June 30, 2009, is \$2,111,037.

On June 14, 2000, the Authority executed a promissory note with the New Mexico Environment Department that converted an existing line of credit agreement of \$15,000,000 to a long-term note payable with an interest rate of 4% with annual payments of \$1,587,627. Final payment is due on July 1, 2012. The balance due at June 30, 2009, is \$4,405,810.

On May 20, 2005, the Authority executed a promissory note with the New Mexico Environment Department that converted an existing \$12,000,000 line of credit agreement. The note payable of \$9,627,877 (total draws on the line of credit plus accrued interest of \$242,655) has an interest rate of 3%. The note requires annual payments of \$647,145, due on May 20<sup>th</sup> each year. Final payment is due May 20, 2025. The balance due at June 30, 2009, is \$8,128,849.

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, 2009, is \$15,778,921.

The annual debt service requirements on the revenue bonds, loan agreements and the water rights contract payable outstanding of the Authority at June 30, 2009, are as follows:

Year Ending June 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 38,556,524	\$ 31,533,834	\$ 70,090,358
2011	37,123,145	31,755,895	68,879,040
2012	40,721,845	30,140,553	70,862,398
2013	40,241,693	28,436,750	68,678,443
2014	40,074,115	26,659,307	66,733,422
2015 - 2019	199,637,162	107,017,548	306,654,710
2020 - 2024	180,710,207	62,887,213	243,597,420
2025 - 2029	94,438,296	27,328,643	121,766,939
2030 - 2034	63,180,000	9,968,755	73,148,755
2035	6,025,000	158,160	6,183,160
	<u>\$ 740,707,987</u>	<u>\$ 355,886,657</u>	<u>\$ 1,096,594,644</u>

**H. Refunded bonds**

The City has refunded various bond issues by issuing refunding bonds, the proceeds of which have been placed in escrow and used to purchase securities of the United States Government and related agencies at various interest rates and maturities sufficient to meet all debt service requirements of the refunded debt. These assets are administered by trustees and are restricted to use for retirement of the refunded debt. The liability for the refunded bonds and the related securities and escrow accounts are not included in the accompanying general purpose financial statements as the City satisfied its obligation for payment of the refunded debt upon completion of the refunding transactions. Refunded debt outstanding at June 30, 2009, is as follows:

Sales Tax Revenue Bonds

\$47,465,788

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**I. Conduit bonds**

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

Industrial Revenue Bonds. As of June 30, 2009, there were forty-nine series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the thirty-three series issued after July 1, 1995, is \$897.2 million. The aggregate principal amount payable for the sixteen series issued prior to July 1, 1995, could not be determined; however, the original amount issued totaled \$387.9 million.

Metropolitan Redevelopment Bonds. As of June 30, 2009, there were four series of Metropolitan Redevelopment Bonds outstanding. The aggregate principal amount payable for the one series issued after July 1, 1995, is \$6 million. The aggregate principal amount payable for the three series issued prior to July 1, 1995, could not be determined; however, the original amount issued totaled \$15.1 million.

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**J. Segment information**

Significant financial data for identifiable activities of major enterprise funds are reported in the statements for proprietary funds in the basic financial statements section. Significant financial data for identifiable activities of nonmajor enterprise funds as of and for the year ended June 30, 2008 is as follows:

	(in thousands of dollars)				
	Golf Course Fund	Apart- ments Fund	Stadium Fund	Housing Fund	Total
<b>CONDENSED STATEMENT OF NET ASSETS</b>					
<b>Assets:</b>					
Current assets	\$ 503	\$ 970	\$ 1,338	\$ 20,433	\$ 23,244
Restricted assets	80	1,713	81	275	2,149
Capital assets	6,215	13,060	17,649	12,566	49,490
Other assets	6	245	54	-	305
<b>Total assets</b>	<b>6,804</b>	<b>15,988</b>	<b>19,122</b>	<b>33,274</b>	<b>75,188</b>
<b>Liabilities:</b>					
Current liabilities	711	582	858	2,968	5,119
Liabilities payable from restricted assets	-	103	-	325	428
Bonds, notes payable, and other long-term liabilities	624	11,105	12,527	500	24,756
Accrued vacation and sick leave	-	-	-	-	-
Advance from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>1,335</b>	<b>11,790</b>	<b>13,385</b>	<b>3,793</b>	<b>30,303</b>
<b>Net assets:</b>					
Invested in capital assets, net of related debt	5,311	2,030	4,725	11,974	24,040
Net assets restricted for:					
Debt service	9	1,310	81	-	1,400
Construction	41	-	-	-	41
Unrestricted net assets (deficit)	108	858	931	17,508	19,405
<b>Total net assets</b>	<b>\$ 5,469</b>	<b>\$ 4,198</b>	<b>\$ 5,737</b>	<b>\$ 29,482</b>	<b>\$ 44,886</b>
<b>CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS</b>					
Operating revenues	\$ 4,532	\$ 3,099	\$ 1,811	\$ 1,968	\$ 11,410
Depreciation	(270)	(627)	(935)	(1,589)	(3,421)
Other operating expenses	(3,784)	(2,385)	(695)	(10,684)	(17,548)
<b>Operating income (loss)</b>	<b>478</b>	<b>87</b>	<b>181</b>	<b>(10,305)</b>	<b>(9,559)</b>
<b>Nonoperating revenues (expenses):</b>					
Investment earnings	2	16	18	192	228
Interest and other debt related expenses	(67)	(543)	(731)	(28)	(1,369)
Federal housing grants	-	-	-	27,119	27,119
Housing assistance payments	-	-	-	(21,192)	(21,192)
Other	142	309	-	2,194	2,645
Capital contributions	-	-	89	-	89
Transfers in	11	-	150	-	161
Transfers out	(93)	(52)	-	-	(145)
<b>Change in net assets</b>	<b>473</b>	<b>(183)</b>	<b>(293)</b>	<b>(2,020)</b>	<b>(2,023)</b>
Beginning net assets	4,996	4,381	6,030	31,502	46,909
<b>Ending net assets</b>	<b>\$ 5,469</b>	<b>\$ 4,198</b>	<b>\$ 5,737</b>	<b>\$ 29,482</b>	<b>\$ 44,886</b>
<b>CONDENSED STATEMENT OF CASH FLOWS</b>					
<b>Net cash provided (used) by:</b>					
Operating activities	\$ 856	\$ 1,060	\$ 1,078	\$ (7,281)	\$ (4,287)
Noncapital financing activities	(269)	(52)	150	8,121	7,950
Capital and related financing activities	(378)	(1,674)	(1,152)	1,584	(1,620)
Investing activities	2	16	18	192	228
<b>Net increase (decrease)</b>	<b>211</b>	<b>(650)</b>	<b>94</b>	<b>2,616</b>	<b>2,271</b>
Beginning cash and cash equivalents	364	3,290	993	17,727	22,374
<b>Ending cash and cash equivalents</b>	<b>\$ 575</b>	<b>\$ 2,640</b>	<b>\$ 1,087</b>	<b>\$ 20,343</b>	<b>\$ 24,645</b>

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

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

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

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

**K. Defined benefit pension plan**

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

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

The following are the plans covered by the City, contribution requirements, and contributions actually made (in thousands of dollars) for the year ended June 30, 2009:

Group Covered	Employee		Employer	
	Percent	Amount	Percent	Amount
General, Management, and Bus Drivers	13.15%	\$ 20,873	9.15%	\$ 14,978
Temporary Employees	7.00%	346	7.00%	365
J-Series 20 Year	16.65%	104	16.65%	104
Police	16.30%	8,605	18.50%	11,898
Fire	16.20%	5,614	21.25%	7,364
		\$ <u>35,542</u>		\$ <u>34,709</u>

The contribution requirements of plan members and the City are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. In accordance with Chapter 10, Article 11, Section 5 NMSA 1978, the City has elected to make a percentage of the employee's contributions. The percentage of the employee's contribution paid by the City varies according to the specific plan type. The City's contributions to PERA for the years ending June 30, 2009, 2008, and 2007 were \$34,709,132, \$32,287,682, and \$32,162,718 respectively, which equal the amount of required contributions for each fiscal year.



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**L. Post employment benefits**

In addition to providing pension benefits described in Note 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.

Postemployment Life Insurance Benefits.

*Plan Description.* The City's Life Insurance Benefit Plan (Plan) is a single employer defined benefit plan administered by the City; the plan also includes coverage for the employees of the Albuquerque Bernalillo County Water Authority (a separate legal entity, although a component unit of the City). Insurance benefits are authorized by the City's Merit System Ordinance and Personnel Rules and Regulations. Upon retirement an employee will continue to be covered by the City's plan at no cost to the employee. Coverage will be one-half of the coverage reflected on the most recent annual life insurance adjustment report immediately prior to retirement up to a maximum of \$25,000. Effective July 1, 2008 the minimum amount of coverage per retiree will be \$12,500. The number of retired employees covered under the life insurance benefit was 3,737 at June 30, 2009, and the amount of life insurance coverage for these retired employees was \$77,046,400.

*Funding Policy.* The City recognizes the cost of providing the life insurance benefits by charging the insurance premiums to expenditures. Life insurance benefits are paid through premiums to an insurance company under an indemnity plan. The insurance company has the right to adjust the premiums based on claims paid. Historically, the claims paid in any one year have not exceeded the premiums. The required contribution is based on projected pay-as-you-go financing requirements. The current rate is .28 per \$1,000 face value of life insurance for actives and retirees. The life insurance premium costs for the City's retirees for the years ending June 30, 2009, 2008, and 2007 were \$247,265, \$242,940, and \$215,577 respectively. The life insurance and accidental death and dismemberment premium costs for the City's active employees for the years ending June 30, 2009, 2008, and 2007, were \$1,170,789, \$1,074,508, and \$1,186,427, respectively.

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

Annual required contribution:		
Normal cost	\$	1,392,398
Amortization of unfunded actuarial accrued liability		1,955,693
Interest on net OPEB obligation		-
Annual OPEB cost		<u>3,348,091</u>
Contributions made		<u>(1,364,145)</u>
Increase in net OPEB obligation		1,983,946
Net OPEB obligation – beginning of year		<u>1,985,159</u>
Net OPEB obligation – end of year	\$	<u>3,969,105</u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/07	N/A	N/A	N/A
6/30/08	\$ 3,183,763	37.6%	\$ 1,985,159
6/30/09	\$ 3,348,091	40.7%	\$ 3,969,105

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*Funding Status and Funding Progress.* As of June 30, 2008, the most recent actuarial valuation date, the plan was 0% percent funded using the criteria established by GASBS 45. The actuarial accrued liability for benefits was \$51,179,469 (\$15,087,654 for active employees and \$36,091,815 for retired employees). There are no plan assets; however, the City has earmarked \$8,789,527 in the City's Internal Service Employee Insurance Fund for future plan costs. The covered payroll (annual payroll of active employees covered by the plan) was \$275,105,270 and the ratio of the UAAL to the covered payroll was 15.7%. The ARC as a percent of payroll is 1.2% of which .4% is the normal cost as a percent of payroll. The ARC per active employee is \$478. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and changes in life expectancies. Amounts determined regarding the funded status of the plan and the annual required contributions of the City are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents trend information for fiscal year 2008 only; however, in future years, the schedule will present multiyear trend information about whether the actuarial value of the plan assets is increasing or decreasing over time to the actuarial accrued liabilities for benefits.

*Actuarial Methods and Assumptions.* Projections of benefits for financial reporting purposes are based on the Life Insurance Benefit plan as understood by the City and the plan members and include the types of benefits provided at the time of each valuation and the City's historical pattern of paying for the plan. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In the June 30, 2008, actuarial valuation, the Entry Age Normal (EAN) funding method was used where, for each plan member, the actuarial present value of benefits is levelly spread over the plan member's earnings or service from entry age to assumed exit age. The EAN cost method is generally regarded by actuaries as the most stable of the funding methods. The goal of GASBS 45 is to match recognition of retiree life expense with the periods during which the benefit is earned and the City's actuary believe that EAN funding method effectively meets that goal in most circumstances. Another important issue in these calculations is the treatment of implicit subsidies where retiree coverage is subsidized by active employee costs. The City pays the same insurance premium rates for both active and retired employees, because the retired employees are on average older than active employees, there is an implicit subsidy of retiree coverage by active employee costs, which GASBS 45 generally requires be attributed to the retiree liability. The actuarial assumptions included a 4.0 percent investment rate of return on expected long-term returns on the City's own investments calculated on the funded level of the plan at the valuation date. As of June 30, 2009, the plan has not been funded and no interest was earned on the plan assets during the year. The City intends to amortize the UAAL over a thirty-year period under the level percentage of pay method, beginning in the next fiscal year. The remaining amortization period at June 30, 2009, was 28 years. The ARC was based on a 4.0 percent discount rate, funding will be based on an 8.0 percent discount rate.

Retiree Health Care Act Contributions.

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

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

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

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*Funding Policy.* The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at [www.nmrhca.state.nm.us](http://www.nmrhca.state.nm.us).

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

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

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

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

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

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

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

The City's contributions to the RHCA for the years ended June 30, 2009, 2008 and 2007 were \$3,434,816, \$3,298,559 and \$3,340,645, respectively, which equal the required contributions for each year.

**M. Landfill closure and postclosure care cost**

Federal laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the City reports a portion of these closure and post-closure care costs in the Refuse Disposal Fund (Enterprise) as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$1,580,708 reported as other liabilities payable from restricted assets at June 30, 2009, represents the cumulative amount reported to date based on the use of 22.5% 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 \$5,437,842 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

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2009. 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 \$2,122,667 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.

**N. Risk management**

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

The Risk Management Fund tracks claims on a fund by fund basis and assesses charges to each fund based on historical claims experience and the need to establish a reserve for unanticipated catastrophic losses. That reserve was \$1,000,000 at June 30, 2009, and is included in the unrestricted net assets (deficit) of the Risk Management Fund. The claims liabilities reported in the Risk Management Fund are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic factors. The estimate of the claims liability also includes amounts for incremental claim adjustments expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. Based on historical data, the City believes the Risk Management Fund (an internal service fund) is adequately funded. During Fiscal Year 2007, a comprehensive actuarial review was done to gauge the adequacy of the reserves for both the Workers' Compensation and Tort Liability programs. The actuarial review validated that the current reserves are adequate for reserves in anticipation of adverse developments in reported cases and for claims which may have occurred but have not yet been reported. The cash balance grew by \$16,970,882 during Fiscal Year 2009. 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 2009 with \$9,904,007 available in the General Fund balance.

Finally, the City has reserve amounts created by the City's policy to reserve one-twelfth of the General Fund budgeted amount. The amounts and change in the Fund's claims liability in fiscal year 2009 and 2008 were:

	2009	2008
Claims liability at July 1	\$ 60,096,704	\$ 57,006,436
Current year claims and change in estimates	29,676,042	24,687,241
Claims liquidated	(22,399,866)	(21,596,973)
Claims liability at June 30	<u>\$ 67,372,880</u>	<u>\$ 60,096,704</u>
The components of the claims liability at June 30 are:		
Current portion	\$ 40,654,800	\$ 26,579,300
Noncurrent portion	26,718,080	33,517,404
Total claims liability	<u>\$ 67,372,880</u>	<u>\$ 60,096,704</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2009**

**O. Albuquerque Bernalillo County Water Utility Authority – Component Unit**

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

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

Franchise fees	\$ 4,911,941
Risk management services	4,824,872
Administrative indirect overhead, including accounting and other central services	2,223,900
Warehouse supplies	2,564,310
Fleet management services	1,783,445
Barricading and street sweeping	806,672
Telephone	347,805
Total	<u>\$ 17,462,945</u>

The City paid the Authority for water and sewer services in the amount of:	<u>\$ 6,046,162</u>
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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2009**

**P. Commitments and contingencies**

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

Government activities:	
Major Funds: General Fund	\$ 1,079,693
Non-major Government Funds	<u>22,943,860</u>
Total Governmental Funds	<u>\$ 24,023,553</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	\$ 69,235,362
Refuse Disposal Fund	3,028,738
Transit Operating Fund	18,973,306
Non-major Business-type Funds	<u>4,930,892</u>
Total Business-type Funds	<u>\$ 96,168,298</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 paragraph, 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, 2009**

**Q. Budget violation**

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

<u>Fund/Program</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
General Fund – Communications and Records	\$ 12,718,000	\$ 12,735,880	\$ (17,880)
General Fund – Investigative Services	20,524,000	20,532,942	(8,942)
General Fund – Neighboring Policing	85,949,000	86,369,945	(420,945)
General Fund – Officer and Department Support	15,382,000	15,625,706	(243,706)
General Fund – Quality Recreation	2,423,000	2,437,823	(14,823)
General Fund – Reduce Youth Gangs	1,339,000	1,417,887	(78,887)
Biological Park Projects Fund	1,750,840	1,819,700	(68,860)
Employee Insurance Fund	55,065,000	57,038,007	(836,150)

**R. Financial Data Schedule reconciliation**

The differences that exist between the amounts shown on the financial statements for the Housing Authority Fund and the amounts shown on the Financial Data Schedule (FDS) are due to the recognition in the financial statements of: the market value of pooled cash and investments, timing differences for the accrual of expenses paid by the City General Fund on behalf of the Housing Authority, adjustments made to reconcile beginning net assets, 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. A reconciliation of the net asset balances is as follows:

Reconciliation of the FDS Change in Net Assets:

Beginning Net Assets per FDS	\$28,283,214
Change in Net Assets per FDS	(200,595)
Prior Period Adjustments, Equity Transfers and Correction of Errors per FDS	1,173,390
Ending Net Assets per FDS	<u>\$29,256,009</u>

Reconciliation of Ending Net Assets:

Ending Net Assets per FDS	\$29,256,009
Cumulative changes in market value of pooled cash and investments	2,533
Adjustments to reconcile beginning net assets	145,857
Additional adjustments for amounts due to City general fund	82,674
Other	(5,536)
Ending Net Assets per Financial Statements	<u>\$29,481,537</u>

**V. Significant effects of subsequent events**

Bonds

In December 2009, the City issued \$26,080,000 of Airport Refunding Bonds through the New Mexico Finance Authority. The bonds are secured by pledges of net revenues of the airport and mature on July 1, 2019 with interest rates of 3.0%-4.5%.

In July, 2009, the City issued Gross Receipts Tax Refunding Bonds Series 2009A in the amount of \$28,305,000. The bonds are secured by a pledge of gross receipts tax (sales tax) revenues and mature on July 1, 2022 with interest rates of 3.0%-5.0%.

In July, 2009, the City issued Tax Exempt Refunding Bonds Series 2009B in the amount of \$10,535,000. The bonds are secured by a pledge of gross receipts tax (sales tax) revenues and mature on July 1, 2025 with interest rates of 3.0%-5.0%.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF FUNDING PROGRESS FOR LIFE INSURANCE BENEFIT PLAN**  
Year ended June 30, 2009

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets</b>	<b>Actuarial Accrued Liability Entry Age Normal</b>	<b>Unfunded Actuarial Accrued Liability (UAAL)</b>	<b>Funded Ratio</b>	<b>Covered Payroll</b>	<b>UAAL Percentage of Covered Payroll</b>
6/30/2007	N/A	N/A	N/A	N/A	N/A	N/A
6/30/2008	-	51,179,469	51,179,469	0.00%	275,105,270	18.60%
6/30/2009	-	51,179,469	51,179,469	0.00%	275,105,270	18.60%



**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, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
<b>Taxes:</b>				
Current property taxes	\$ 74,029,000	\$ 74,029,000	\$ 76,596,769	\$ 2,567,769
Delinquent property taxes	1,783,000	1,783,000	2,276,662	493,662
Charges for services	-	-	-	-
<b>Interest:</b>				
Interest on investments	1,214,000	1,214,000	854,477	(359,523)
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<u>77,026,000</u>	<u>77,026,000</u>	<u>79,727,908</u>	<u>2,701,908</u>
<b>Expenditures:</b>				
<b>Debt service:</b>				
Principal	65,025,000	65,025,000	65,028,000	(3,000)
Interest	11,825,000	11,825,000	9,634,353	2,190,647
Bond issue costs	100,000	100,000	798,294	(698,294)
Commitment and other fees	-	-	-	-
<b>Total expenditures</b>	<u>76,950,000</u>	<u>76,950,000</u>	<u>75,460,647</u>	<u>1,489,353</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>76,000</u>	<u>76,000</u>	<u>4,267,261</u>	<u>4,191,261</u>
<b>Other financing sources (uses):</b>				
Premiums on bonds sold	-	-	2,683,599	2,683,599
Bond proceeds	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>2,683,599</u>	<u>2,683,599</u>
<b>Net change in fund balance</b>	76,000	76,000	6,950,860	6,874,860
<b>Fund balance, July 1</b>	<u>14,557,922</u>	<u>14,557,922</u>	<u>14,557,922</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ 14,633,922</u>	<u>\$ 14,633,922</u>	<u>\$ 21,508,782</u>	<u>\$ 6,874,860</u>

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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - CAPITAL ACQUISITION FUND**  
**YEAR ENDED JUNE 30, 2009**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2008	Current Year Actual	Project Budget Remaining June 30, 2009
<b>Capital Acquisition Fund</b>					
<b>Capital Outlay and Other:</b>					
Bosque	\$ 2,636,907	\$ 1,141,554	\$ 1,495,353	\$ 72,478	\$ 1,422,875
City building	-	3,452,674	(3,452,674)	-	(3,452,674)
Community services building	48,477,850	15,737,142	32,740,708	9,290,493	23,450,215
Convention Center	5,873,399	870,607	5,002,792	29,336	4,973,456
Environmental improvements	1,285,379	1,459,173	(173,794)	334,112	(507,906)
Facilities and Equipment	70,505,215	46,159,002	24,346,213	10,469,020	13,877,193
Fire protection	19,406,347	28,082,547	(8,676,200)	4,920,104	(13,596,304)
Libraries	17,501,490	13,189,475	4,312,015	1,703,340	2,608,675
Miscellaneous capital projects	14,925,231	6,733,622	8,191,609	1,077,413	7,114,196
Museum	28,962,537	25,313,001	3,649,536	808,499	2,841,037
Open Space	41,170,315	8,444,451	32,725,864	2,804,745	29,921,119
Parks and recreation	206,613,880	179,709,864	26,904,016	16,628,117	10,275,899
Planning	1,407,224	245,365	1,161,859	11,862	1,149,997
Police facilities	38,156,928	23,395,417	14,761,511	4,911,900	9,849,611
Rio Grande Zoo	27,452,018	12,368,473	15,083,545	3,542,094	11,541,451
Senior citizens facility	29,399,526	17,778,353	11,621,173	328,159	11,293,014
Storm Sewer	60,512,517	53,090,085	7,422,432	9,877,294	(2,454,862)
Street improvements	315,175,101	203,043,560	112,131,541	42,132,196	69,999,345
Transit	28,228,734	13,012,250	15,216,484	2,793,686	12,422,798
<b>Total Capital Acquisition Fund</b>	<b>\$ 957,690,598</b>	<b>\$ 653,226,615</b>	<b>\$ 304,463,983</b>	<b>\$ 111,734,848</b>	<b>\$ 192,729,135</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE**  
**CAPITAL ACQUISITION FUND**  
**Year Ended June 30, 2009**

	<u>Police Facilities</u>	<u>Fire Protection</u>	<u>Public Libraries</u>
<b>Revenues:</b>			
<b>Taxes</b>			
Franchise taxes	\$ -	\$ -	\$ -
<b>Intergovernmental:</b>			
<b>Grants:</b>			
Federal Highway Administration	-	-	-
State Envir Imp Agency	-	-	-
State Department of Energy and Minerals	-	-	-
State Highway Department	-	-	-
State Agency of Aging	-	-	-
State NM Library	-	-	457,638
State Dept of Finance & Administration	1,389,873	207,113	260,266
Bernalillo County Shared Construction	-	-	-
EPA	-	-	-
NM Dept of Education	-	-	-
NM Dept of Public Safety	-	-	-
NM Dept of Economic Development	-	-	-
Housing and Urban Development	-	-	-
NM Arts Commission	-	-	-
<b>Total intergovernmental</b>	<u>1,389,873</u>	<u>207,113</u>	<u>717,904</u>
Interest on investments	<u>168,512</u>	<u>211,624</u>	<u>70,804</u>
<b>Miscellaneous:</b>			
Sales of real property	-	-	-
Contributions in aid of construction	-	-	68,340
Other revenue (expenditure)	(5,228)	100,000	356
<b>Total miscellaneous</b>	<u>(5,228)</u>	<u>100,000</u>	<u>68,696</u>
<b>Total revenues</b>	<u>1,553,157</u>	<u>518,737</u>	<u>857,404</u>
<b>Expenditures:</b>			
Capital outlay	<u>4,911,900</u>	<u>4,920,104</u>	<u>1,703,340</u>
<b>Total expenditures</b>	<u>4,911,900</u>	<u>4,920,104</u>	<u>1,703,340</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(3,358,743)</u>	<u>(4,401,367)</u>	<u>(845,936)</u>
<b>Other financing sources (uses):</b>			
Transfers in from other funds	(431,183)	-	-
Transfers out to other funds	(1,600,000)	-	-
Internal transfers in (out)	(58,954)	14,358	(8,813)
Proceeds of notes payable and bonds issued	<u>9,576,000</u>	<u>(4,942,000)</u>	<u>581,000</u>
<b>Total other financing sources (uses)</b>	<u>7,485,863</u>	<u>(4,927,642)</u>	<u>572,187</u>
<b>Net change in fund balances</b>	4,127,120	(9,329,009)	(273,749)
<b>Fund balances (deficit), July 1</b>	<u>1,325,804</u>	<u>42,788,170</u>	<u>21,168,568</u>
<b>Fund balances (deficit), June 30</b>	<u>\$ 5,452,924</u>	<u>\$ 33,459,161</u>	<u>\$ 20,894,819</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, 2009**

<u>Storm Sewer</u>	<u>Street Improvements</u>	<u>Parks and Recreation</u>	<u>Open Space</u>	<u>Convention Center</u>	<u>Community Services Building</u>	<u>Rio Grande Zoo</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	400,000	-	-	-	-
-	9,576,832	(15,369)	-	-	-	-
-	311,061	2,613,118	10,594	-	1,670,178	232,798
-	-	-	-	-	106,941	-
-	-	-	-	-	66,302	-
-	-	-	-	-	-	-
-	<u>9,887,893</u>	<u>2,997,749</u>	<u>10,594</u>	<u>-</u>	<u>1,843,421</u>	<u>232,798</u>
<u>82,983</u>	<u>1,379,488</u>	<u>494,586</u>	<u>(11,617)</u>	<u>11,731</u>	<u>299,658</u>	<u>38,159</u>
-	18,202	-	-	-	-	-
520,614	1,387,657	1,836	-	-	-	-
-	37,314	89,148	(961)	-	(2,788)	(35)
<u>520,614</u>	<u>1,443,173</u>	<u>90,984</u>	<u>(961)</u>	<u>-</u>	<u>(2,788)</u>	<u>(35)</u>
<u>603,597</u>	<u>12,710,554</u>	<u>3,583,319</u>	<u>(1,984)</u>	<u>11,731</u>	<u>2,140,291</u>	<u>270,922</u>
<u>9,877,294</u>	<u>42,132,196</u>	<u>16,628,117</u>	<u>2,804,745</u>	<u>29,336</u>	<u>9,290,493</u>	<u>3,542,094</u>
<u>9,877,294</u>	<u>42,132,196</u>	<u>16,628,117</u>	<u>2,804,745</u>	<u>29,336</u>	<u>9,290,493</u>	<u>3,542,094</u>
<u>(9,273,697)</u>	<u>(29,421,642)</u>	<u>(13,044,798)</u>	<u>(2,806,729)</u>	<u>(17,605)</u>	<u>(7,150,202)</u>	<u>(3,271,172)</u>
600,000	-	170,000	-	(15,000)	-	-
-	-	-	-	-	-	-
(14,454)	(117,489)	(15,108)	-	-	18,391	(2,496)
6,303,000	26,923,000	14,991,000	5,250,000	-	1,940,000	2,836,000
<u>6,888,546</u>	<u>26,805,511</u>	<u>15,145,892</u>	<u>5,250,000</u>	<u>(15,000)</u>	<u>1,958,391</u>	<u>2,833,504</u>
(2,385,151)	(2,616,131)	2,101,094	2,443,271	(32,605)	(5,191,811)	(437,668)
<u>9,397,317</u>	<u>19,491,310</u>	<u>12,232,792</u>	<u>22,040</u>	<u>12,420</u>	<u>(56,349)</u>	<u>682,825</u>
<u>\$ 7,012,166</u>	<u>\$ 16,875,179</u>	<u>\$ 14,333,886</u>	<u>\$ 2,465,311</u>	<u>\$ (20,185)</u>	<u>\$ (5,248,160)</u>	<u>\$ 245,157</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, 2009**

	Senior Citizens Facility	Museum	Transit	Miscellaneous Capital Projects
<b>Revenues:</b>				
<b>Taxes</b>				
Franchise taxes	\$ -	\$ -	\$ -	\$ 529,460
<b>Intergovernmental:</b>				
<b>Grants:</b>				
Federal Highway Administration	-	-	-	-
State Envir Imp Agency	-	-	-	-
State Department of Energy and Minerals	-	-	-	-
State Highway Department	-	-	23,109	-
State Agency of Aging	1,031,370	-	-	-
State NM Library	-	-	-	-
State Dept of Finance & Administration	-	638,537	-	13,725
Bernalillo County Shared Construction	-	-	-	-
EPA	-	-	-	-
NM Dept of Education	-	-	-	-
NM Dept of Public Safety	-	-	-	-
NM Dept of Economic Development	-	-	-	-
Housing and Urban Development	-	-	-	-
NM Arts Commission	-	-	-	-
<b>Total intergovernmental</b>	<u>1,031,370</u>	<u>638,537</u>	<u>23,109</u>	<u>13,725</u>
Interest on investments	<u>115,400</u>	<u>(2,004)</u>	<u>145,871</u>	<u>(9,316)</u>
<b>Miscellaneous:</b>				
Sales of real property	-	-	4,282	-
Contributions in aid of construction	-	-	-	-
Other	223	-	21,264	101,917
<b>Total miscellaneous</b>	<u>223</u>	<u>-</u>	<u>25,546</u>	<u>101,917</u>
<b>Total revenues</b>	<u>1,146,993</u>	<u>636,533</u>	<u>194,526</u>	<u>635,786</u>
<b>Expenditures:</b>				
Capital outlay	<u>328,159</u>	<u>808,499</u>	<u>2,793,686</u>	<u>1,077,413</u>
<b>Total expenditures</b>	<u>328,159</u>	<u>808,499</u>	<u>2,793,686</u>	<u>1,077,413</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>818,834</u>	<u>(171,966)</u>	<u>(2,599,160)</u>	<u>(441,627)</u>
<b>Other financing sources (uses):</b>				
Transfers in from other funds	-	-	-	200,000
Transfers out to other funds	-	-	(4,006,586)	-
Internal transfers in (out)	(53,997)	-	(16,569)	282,030
Proceeds of notes payable and bonds issued	7,050,000	300,000	2,623,000	-
<b>Total other financing sources (uses)</b>	<u>6,996,003</u>	<u>300,000</u>	<u>(1,400,155)</u>	<u>482,030</u>
<b>Net change in fund balances</b>	7,814,837	128,034	(3,999,315)	40,403
<b>Fund balances (deficit), July 1</b>	<u>7,385,996</u>	<u>7,243,696</u>	<u>1,731,735</u>	<u>23,123,236</u>
<b>Fund balances (deficit), June 30</b>	<u>\$ 15,200,833</u>	<u>\$ 7,371,730</u>	<u>\$ (2,267,580)</u>	<u>\$ 23,163,639</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, 2009**

Environmental Improvements	Facilities and Equipment	City Building	Planning	Bosque	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 529,460
-	-	-	-	-	-
-	75,399	-	-	-	475,399
-	100,000	-	-	-	100,000
-	-	-	2,218	-	9,602,159
-	-	-	-	-	1,016,001
-	-	-	-	-	457,638
311,882	2,126	-	-	-	7,661,271
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	106,941
-	-	-	-	-	66,302
-	-	-	-	-	-
<u>311,882</u>	<u>177,525</u>	<u>-</u>	<u>2,218</u>	<u>-</u>	<u>19,485,711</u>
<u>(688)</u>	<u>345,978</u>	<u>-</u>	<u>543</u>	<u>(331)</u>	<u>3,341,381</u>
-	-	-	-	-	22,484
-	6,697	-	-	-	1,985,144
-	2,989	-	-	-	344,199
-	9,686	-	-	-	2,351,827
<u>311,194</u>	<u>533,189</u>	<u>-</u>	<u>2,761</u>	<u>(331)</u>	<u>25,708,379</u>
<u>334,112</u>	<u>10,469,020</u>	<u>-</u>	<u>11,862</u>	<u>72,478</u>	<u>111,734,848</u>
<u>334,112</u>	<u>10,469,020</u>	<u>-</u>	<u>11,862</u>	<u>72,478</u>	<u>111,734,848</u>
<u>(22,918)</u>	<u>(9,935,831)</u>	<u>-</u>	<u>(9,101)</u>	<u>(72,809)</u>	<u>(86,026,469)</u>
-	1,078,765	-	-	-	1,602,582
-	-	-	-	-	(5,606,586)
-	(26,899)	-	-	-	-
-	6,342,000	-	-	200,000	79,973,000
-	7,393,866	-	-	200,000	75,968,996
<u>(22,918)</u>	<u>(2,541,965)</u>	<u>-</u>	<u>(9,101)</u>	<u>127,191</u>	<u>(10,057,473)</u>
<u>351,608</u>	<u>18,291,503</u>	<u>1,468,365</u>	<u>-</u>	<u>27,836</u>	<u>166,688,872</u>
<u>\$ 328,690</u>	<u>\$ 15,749,538</u>	<u>\$ 1,468,365</u>	<u>\$ (9,101)</u>	<u>\$ 155,027</u>	<u>\$ 156,631,399</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE**  
**BUDGET AND ACTUAL - INFRASTRUCTURE TAX FUND**  
**YEAR ENDED JUNE 30, 2009**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2008	Current Year Actual	Project Budget Remaining June 30, 2009
<b><u>Infrastructure Tax Fund</u></b>					
<b>Capital Outlay and Other:</b>					
Streets	\$ -	\$ 15,528,981	\$ (15,528,981)	\$ 887,588	\$ (16,416,569)
Maintenance	270,677,381	132,977,469	137,699,912	9,730,887	127,969,025
Trails	9,131,155	5,700,409	3,430,746	5,459,650	(2,028,904)
Transit	-	43,748,753	(43,748,753)	7,800,807	(51,549,560)
<b>Total Infrastructure Tax Fund</b>	<b>\$ 279,808,536</b>	<b>\$ 197,955,612</b>	<b>\$ 81,852,924</b>	<b>\$ 23,878,932</b>	<b>\$ 57,973,992</b>

# CITY OF ALBUQUERQUE, NEW MEXICO

## DESCRIPTION OF NON-MAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

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

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

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

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

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

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

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

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

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

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

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

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

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

**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

## DESCRIPTION OF NON-MAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

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

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

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

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

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

### CAPITAL PROJECTS FUNDS

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

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

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

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

### DEBT SERVICE FUNDS

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

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

### PERMANENT FUNDS

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

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2009**

	Special Revenue					CULTURE AND RECREATION PROJECTS
	COMMUNITY DEVELOPMENT	FIRE	RECREATION	LODGERS' TAX	HOSPITALITY TAX	
<b>ASSETS</b>						
Cash, investments and accrued interest	\$ -	\$ 1,206,069	\$ 30,184	\$ -	\$ -	\$ 1,998,259
Cash with fiscal agents	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes	-	-	27,199	2,291,948	358,509	-
Accounts	25,979	-	-	-	-	-
Rehabilitation loans	1,642,622	-	-	-	-	-
Notes	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-
Due from other governments	1,859,356	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 3,527,957</b>	<b>\$ 1,206,069</b>	<b>\$ 57,383</b>	<b>\$ 2,291,948</b>	<b>\$ 358,509</b>	<b>\$ 1,998,259</b>
<b>LIABILITIES</b>						
Accounts payable	\$ 435,715	\$ 41,547	\$ -	19,170	\$ -	\$ 115,670
Contracts and retainage payable	-	-	-	-	-	-
Accrued employee compensation and benefits	22,573	-	-	-	-	2,309
Due to other funds	1,405,590	-	-	-	84,318	-
Due to other governments	-	-	-	-	-	-
Deferred revenues	1,642,470	-	20,705	1,404,406	181,000	-
Deposits	-	-	-	-	-	5,050
Matured principal payable	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
<b>Total liabilities</b>	<b>3,506,348</b>	<b>41,547</b>	<b>20,705</b>	<b>1,423,576</b>	<b>265,318</b>	<b>123,029</b>
<b>FUND BALANCES</b>						
Reserved for:						
Encumbrances	-	-	-	-	-	-
Reserved for budgeted local matching funds	-	-	-	-	-	-
Acquisition and management of open space land	-	-	-	-	-	-
Urban enhancement	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Unreserved	21,609	1,164,522	36,678	868,372	93,191	1,875,230
<b>Total fund balances</b>	<b>21,609</b>	<b>1,164,522</b>	<b>36,678</b>	<b>868,372</b>	<b>93,191</b>	<b>1,875,230</b>
<b>Total liabilities and fund balances</b>	<b>\$ 3,527,957</b>	<b>\$ 1,206,069</b>	<b>\$ 57,383</b>	<b>\$ 2,291,948</b>	<b>\$ 358,509</b>	<b>\$ 1,998,259</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2009**

	Special Revenue					
	OPEN AND ETHICAL ELECTIONS	ALBUQUERQUE BIOLOGICAL PARKS PROJECTS	CITY HOUSING	AIR QUALITY	HEART ORDINANCE	CORRECTIONS AND DETENTION
<b>ASSETS</b>						
Cash, investments and accrued interest	\$ 619,942	\$ 697,600	\$ 8,746,581	\$ 324,751	\$ 129	\$ 1,316,492
Cash with fiscal agents	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes	-	-	-	-	-	-
Accounts	-	16,750	-	144,228	-	-
Rehabilitation loans	-	-	-	-	-	-
Notes	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 619,942</b>	<b>\$ 714,350</b>	<b>\$ 8,746,581</b>	<b>\$ 468,979</b>	<b>\$ 129</b>	<b>\$ 1,316,492</b>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ 339,149	\$ 35,957	\$ 25,492	\$ 129	\$ -
Contracts and retainage payable	-	-	-	-	-	-
Accrued employee compensation and benefits	-	-	518	45,377	-	-
Due to other funds	-	-	-	-	-	30,606
Due to other governments	-	-	-	-	-	1,285,886
Deferred revenues	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Matured principal payable	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>339,149</b>	<b>36,475</b>	<b>70,869</b>	<b>129</b>	<b>1,316,492</b>
<b>FUND BALANCES</b>						
Reserved for:						
Encumbrances	-	-	-	-	-	-
Reserved for budgeted local matching funds	-	-	-	-	-	-
Acquisition and management of open space land	-	-	-	-	-	-
Urban enhancement	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Unreserved	619,942	375,201	8,710,106	398,110	-	-
<b>Total fund balances</b>	<b>619,942</b>	<b>375,201</b>	<b>8,710,106</b>	<b>398,110</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 619,942</b>	<b>\$ 714,350</b>	<b>\$ 8,746,581</b>	<b>\$ 468,979</b>	<b>\$ 129</b>	<b>\$ 1,316,492</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
 June 30, 2009

	Special Revenue					
	OPERATING GRANTS	METROPOLITAN REDEVELOPMENT	HOUSING AND NEIGHBORHOOD ECONOMIC DEVELOPMENT	LAW ENFORCEMENT PROTECTION	GAS TAX ROAD	CITY / COUNTY PROJECTS
<b>ASSETS</b>						
Cash, investments and accrued interest	\$ 2,234,963	\$ 4,302,571	\$ 3,998,324	\$ 2,272,279	\$ 260,382	\$ 216,689
Cash with fiscal agents	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes	-	-	-	-	-	-
Accounts	-	-	-	-	-	4,407
Rehabilitation loans	524,077	-	-	-	-	-
Notes	-	-	-	-	-	-
Developer loans	353,790	1,254,117	3,583,763	-	-	-
Special Assessments	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-
Due from other governments	9,191,354	-	-	-	902,064	-
Due from other funds	30,606	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 12,334,790</b>	<b>\$ 5,556,688</b>	<b>\$ 7,582,087</b>	<b>\$ 2,272,279</b>	<b>\$ 1,162,446</b>	<b>\$ 221,096</b>
<b>LIABILITIES</b>						
Accounts payable	\$ 4,025,166	\$ 153,620	\$ 38,604	\$ 401,318	\$ 28,341	\$ 2,082
Contracts and retainage payable	-	-	-	-	-	-
Accrued employee compensation and benefits	346,251	-	-	2,943	89,750	-
Due to other funds	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-
Deferred revenues	2,347,976	1,254,117	3,583,763	-	423,946	-
Deposits	-	-	-	-	-	-
Matured principal payable	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
<b>Total liabilities</b>	<b>6,719,393</b>	<b>1,407,737</b>	<b>3,622,367</b>	<b>404,261</b>	<b>542,037</b>	<b>2,082</b>
<b>FUND BALANCES</b>						
Reserved for:						
Encumbrances	-	49,852	-	-	-	-
Reserved for budgeted local matching funds	1,001,557	-	-	-	-	-
Acquisition and management of open space land	-	-	-	-	-	-
Urban enhancement	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Unreserved	4,613,840	4,099,099	3,959,720	1,868,018	620,409	219,014
<b>Total fund balances</b>	<b>5,615,397</b>	<b>4,148,951</b>	<b>3,959,720</b>	<b>1,868,018</b>	<b>620,409</b>	<b>219,014</b>
<b>Total liabilities and fund balances</b>	<b>\$ 12,334,790</b>	<b>\$ 5,556,688</b>	<b>\$ 7,582,087</b>	<b>\$ 2,272,279</b>	<b>\$ 1,162,446</b>	<b>\$ 221,096</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2009**

	Special Revenue						
	FALSE ALARM ENFORCEMENT AND EDUCATION	PHOTO ENHANCEMENT RED LIGHT	CITY/COUNTY FACILITIES	PLAZA DEL SOL BUILDING	ACQUISITION & MANAGEMENT OF OF OPEN SPACE EXPENDITURES	URBAN ENHANCEMENT EXPENDITURES	SPECIAL REVENUE TOTAL
<b>ASSETS</b>							
Cash, investments and accrued interest	\$ 507,677	\$ 12,539,527	\$ 16,069	\$ 151,815	\$ -	\$ 1,287,853	\$ 42,728,156
Cash with fiscal agents	-	-	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	1,380,058	-	1,380,058
Receivables, net of allowance for uncollectible:							
Taxes	-	-	-	-	-	-	2,677,656
Accounts	97,750	895,667	1,518,212	-	-	-	2,702,993
Rehabilitation loans	-	-	-	-	-	-	2,166,699
Notes	-	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-	5,191,670
Special Assessments	-	-	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	11,952,774
Due from other funds	-	-	-	-	-	-	30,606
Advances to other funds	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 605,427</b>	<b>\$ 13,435,194</b>	<b>\$ 1,534,281</b>	<b>\$ 151,815</b>	<b>\$ 1,380,058</b>	<b>\$ 1,287,853</b>	<b>\$ 68,830,612</b>
<b>LIABILITIES</b>							
Accounts payable	\$ 12,939	\$ 3,143,399	\$ 1,123,442	\$ 20,674	\$ 18,819	\$ 30,022	\$ 10,011,255
Contracts and retainage payable	-	-	-	-	-	-	-
Accrued employee compensation and benefits	5,160	-	22,026	8,102	45,751	-	590,760
Due to other funds	-	-	-	-	-	-	1,520,514
Due to other governments	-	-	-	-	-	-	1,285,886
Deferred revenues	-	-	-	-	9,637	-	10,868,020
Deposits	-	-	-	-	-	-	5,050
Matured principal payable	-	-	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>18,099</b>	<b>3,143,399</b>	<b>1,145,468</b>	<b>28,776</b>	<b>74,207</b>	<b>30,022</b>	<b>24,281,485</b>
<b>FUND BALANCES</b>							
Reserved for:							
Encumbrances	-	-	(5,897)	-	-	-	43,955
Reserved for budgeted local matching funds	-	-	-	-	-	-	1,001,557
Acquisition and management of open space land	-	-	-	-	1,305,851	-	1,305,851
Urban enhancement	-	-	-	-	-	1,257,831	1,257,831
Land held for resale	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Unreserved	587,328	10,291,795	394,710	123,039	-	-	40,939,933
<b>Total fund balances</b>	<b>587,328</b>	<b>10,291,795</b>	<b>388,813</b>	<b>123,039</b>	<b>1,305,851</b>	<b>1,257,831</b>	<b>44,549,127</b>
<b>Total liabilities and fund balances</b>	<b>\$ 605,427</b>	<b>\$ 13,435,194</b>	<b>\$ 1,534,281</b>	<b>\$ 151,815</b>	<b>\$ 1,380,058</b>	<b>\$ 1,287,853</b>	<b>\$ 68,830,612</b>



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
 June 30, 2009

	<u>Capital Projects</u>				
	<u>SPECIAL ASSESSMENTS CAPITAL</u>	<u>QUALITY OF LIFE</u>	<u>IMPACT FEES</u>	<u>VEHICLE AND EQUIPMENT REPLACEMENT</u>	<u>CAPITAL PROJECTS TOTAL</u>
<b>ASSETS</b>					
Cash, investments and accrued interest	\$ 2,657,836	\$ 77,377	\$ 22,271,532	\$ 3,100,803	\$ 28,107,548
Cash with fiscal agents	-	-	-	-	-
Investments with fiscal agents	-	-	-	-	-
Receivables, net of allowance for uncollectible:					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Rehabilitation loans	-	-	-	-	-
Notes	-	-	-	-	-
Developer loans	-	-	-	-	-
Special Assessments	-	-	-	-	-
Real estate contracts receivable	-	-	-	-	-
Due from other governments	-	-	-	-	-
Due from other funds	-	-	-	-	-
Advances to other funds	-	-	-	-	-
Land held for resale	-	-	-	-	-
<b>Total assets</b>	<b>\$ 2,657,836</b>	<b>\$ 77,377</b>	<b>\$ 22,271,532</b>	<b>\$ 3,100,803</b>	<b>\$ 28,107,548</b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ 97,143	\$ -	\$ 97,143
Contracts and retainage payable	-	-	91,513	-	91,513
Accrued employee compensation and benefits	-	-	-	-	-
Due to other funds	-	-	-	-	-
Due to other governments	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Deposits	-	-	-	-	-
Matured principal payable	-	-	-	-	-
Matured interest payable	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>188,656</b>	<b>-</b>	<b>188,656</b>
<b>FUND BALANCES</b>					
Reserved for:					
Encumbrances	-	(82,865)	22,982,770	-	22,899,905
Reserved for budgeted local matching funds	-	-	-	-	-
Acquisition and management of open space land	-	-	-	-	-
Urban enhancement	-	-	-	-	-
Land held for resale	-	-	-	-	-
Debt service	-	-	-	-	-
Unreserved	2,657,836	160,242	(899,894)	3,100,803	5,018,987
<b>Total fund balances</b>	<b>2,657,836</b>	<b>77,377</b>	<b>22,082,876</b>	<b>3,100,803</b>	<b>27,918,892</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,657,836</b>	<b>\$ 77,377</b>	<b>\$ 22,271,532</b>	<b>\$ 3,100,803</b>	<b>\$ 28,107,548</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**June 30, 2009**

	Debt Service			Permanent Funds			TOTAL NONMAJOR GOVERNMENTAL FUNDS
	SALES TAX REFUNDING	SPECIAL ASSESSMENTS	DEBT SERVICE TOTAL	ACQUISITION AND MANAGEMENT OF OPEN SPACE	URBAN ENHANCEMENT	PERMANENT FUND TOTAL	
	<b>ASSETS</b>						
Cash, investments and accrued interest	\$ 2,876,773	\$ 9,731,693	\$ 12,608,466	\$ 8,914,207	\$ 1,036,688	\$ 9,950,895	\$ 93,395,065
Cash with fiscal agents	7,305,659	42,654	7,348,313	-	-	-	7,348,313
Investments with fiscal agents	980,322	-	980,322	-	6,737,928	6,737,928	9,098,308
Receivables, net of allowance for uncollectible:							
Taxes	-	-	-	-	-	-	2,677,656
Accounts	-	-	-	-	-	-	2,702,993
Rehabilitation loans	-	-	-	-	-	-	2,166,699
Notes	-	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-	5,191,670
Special Assessments	-	3,192,306	3,192,306	-	-	-	3,192,306
Real estate contracts receivable	-	-	-	1,271,330	-	1,271,330	1,271,330
Due from other governments	-	-	-	-	-	-	11,952,774
Due from other funds	-	-	-	-	-	-	30,606
Advances to other funds	14,200,000	-	14,200,000	-	-	-	14,200,000
Land held for resale	-	-	-	7,886,398	-	7,886,398	7,886,398
<b>Total assets</b>	<b>\$ 25,362,754</b>	<b>\$ 12,966,653</b>	<b>\$ 38,329,407</b>	<b>\$ 18,071,935</b>	<b>\$ 7,774,616</b>	<b>\$ 25,846,551</b>	<b>\$ 161,114,118</b>
<b>LIABILITIES</b>							
Accounts payable	\$ 4,706	\$ 2,799	\$ 7,505	\$ -	\$ -	\$ -	\$ 10,115,903
Contracts and retainage payable	-	-	-	-	-	-	91,513
Accrued employee compensation and benefits	-	-	-	-	-	-	590,760
Due to other funds	-	-	-	-	-	-	1,520,514
Due to other governments	-	-	-	-	-	-	1,285,886
Deferred revenues	-	2,757,250	2,757,250	1,271,330	-	1,271,330	14,896,600
Deposits	-	-	-	476,000	-	476,000	481,050
Matured principal payable	4,195,000	-	4,195,000	-	-	-	4,195,000
Matured interest payable	3,105,953	39,855	3,145,808	-	-	-	3,145,808
<b>Total liabilities</b>	<b>7,305,659</b>	<b>2,799,904</b>	<b>10,105,563</b>	<b>1,747,330</b>	<b>-</b>	<b>1,747,330</b>	<b>36,323,034</b>
<b>FUND BALANCES</b>							
Reserved for:							
Encumbrances	-	-	-	-	-	-	22,943,860
Reserved for budgeted local matching funds	-	-	-	-	-	-	1,001,557
Acquisition and management of open space land	-	-	-	8,438,207	-	8,438,207	9,744,058
Urban enhancement	-	-	-	-	7,774,616	7,774,616	9,032,447
Land held for resale	-	-	-	7,886,398	-	7,886,398	7,886,398
Debt service	18,057,095	10,166,749	28,223,844	-	-	-	28,223,844
Unreserved	-	-	-	-	-	-	45,958,920
<b>Total fund balances</b>	<b>18,057,095</b>	<b>10,166,749</b>	<b>28,223,844</b>	<b>16,324,605</b>	<b>7,774,616</b>	<b>24,099,221</b>	<b>124,791,084</b>
<b>Total liabilities and fund balances</b>	<b>\$ 25,362,754</b>	<b>\$ 12,966,653</b>	<b>\$ 38,329,407</b>	<b>\$ 18,071,935</b>	<b>\$ 7,774,616</b>	<b>\$ 25,846,551</b>	<b>\$ 161,114,118</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Year ended June 30, 2009**

	Special Revenue					CULTURE AND RECREATION PROJECTS
	COMMUNITY DEVELOPMENT	FIRE	RECREATION	LODGERS' TAX	HOSPITALITY TAX	
<b>REVENUES</b>						
Taxes:						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	10,210,589	2,042,117	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	3,210,054	1,382,402	202,926	-	-	-
Charges for services	-	1,472	-	-	-	418,582
Fines and forfeitures	-	-	-	-	-	-
Interest on investments	-	52,696	796	8,265	5,376	68,623
Special assessments	-	-	-	-	-	-
Collections on real estate contracts:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Miscellaneous	325,209	17,941	-	-	-	512,903
<b>Total revenues</b>	<u>3,535,263</u>	<u>1,454,511</u>	<u>203,722</u>	<u>10,218,854</u>	<u>2,047,493</u>	<u>1,000,108</u>
<b>EXPENDITURES</b>						
Current:						
General government	-	-	-	5,572,521	1,145,000	-
Public safety	-	1,227,160	-	-	-	-
Culture and recreation	-	-	-	-	-	1,671,043
Public works	267,464	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health	-	-	-	-	-	-
Human services	1,666,741	-	-	-	-	-
Housing	1,580,123	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-
Capital outlay	-	12,291	-	-	-	-
<b>Total expenditures</b>	<u>3,514,328</u>	<u>1,239,451</u>	<u>-</u>	<u>5,572,521</u>	<u>1,145,000</u>	<u>1,671,043</u>
Excess (deficiency) of revenues over (under) expenditures	<u>20,935</u>	<u>215,060</u>	<u>203,722</u>	<u>4,646,333</u>	<u>902,493</u>	<u>(670,935)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	(200,000)	(5,136,928)	(1,095,000)	-
<b>Total other financing sources and (uses)</b>	<u>-</u>	<u>-</u>	<u>(200,000)</u>	<u>(5,136,928)</u>	<u>(1,095,000)</u>	<u>-</u>
Net change in fund balance	20,935	215,060	3,722	(490,595)	(192,507)	(670,935)
Fund balance (deficit), July 1	674	949,462	32,956	1,358,967	285,698	2,546,165
<b>Fund balance (deficit), June 30</b>	<u>\$ 21,609</u>	<u>\$ 1,164,522</u>	<u>\$ 36,678</u>	<u>\$ 868,372</u>	<u>\$ 93,191</u>	<u>\$ 1,875,230</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Year ended June 30, 2009**

	Special Revenue					
	OPEN AND ETHICAL ELECTIONS	ALBUQUERQUE BIOLOGICAL PARKS PROJECTS	CITY HOUSING	AIR QUALITY	HEART ORDINANCE	CORRECTIONS AND DETENTION
<b>REVENUES</b>						
Taxes:						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	2,464,116	117,471	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	205,974	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Interest on investments	31,885	19,768	232,684	95,364	(248)	34,919
Special assessments	-	-	-	-	-	-
Collections on real estate contracts:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Miscellaneous	100,371	1,656,671	264,091	79	-	-
<b>Total revenues</b>	<u>132,256</u>	<u>1,882,413</u>	<u>496,775</u>	<u>2,559,559</u>	<u>117,223</u>	<u>34,919</u>
<b>EXPENDITURES</b>						
Current:						
General government	1,159,664	-	-	-	14,000	-
Public safety	-	-	-	-	-	-
Culture and recreation	-	1,819,700	-	-	-	-
Public works	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health	-	(19)	-	3,204,246	103,223	-
Human services	-	-	-	-	-	-
Housing	-	-	729,090	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<u>1,159,664</u>	<u>1,819,681</u>	<u>729,090</u>	<u>3,204,246</u>	<u>117,223</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,027,408)</u>	<u>62,732</u>	<u>(232,315)</u>	<u>(644,687)</u>	<u>-</u>	<u>34,919</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	474,000	-	51,523	-	-	-
Transfers out	-	-	-	-	-	(34,919)
<b>Total other financing sources and (uses)</b>	<u>474,000</u>	<u>-</u>	<u>51,523</u>	<u>-</u>	<u>-</u>	<u>(34,919)</u>
Net change in fund balance	(553,408)	62,732	(180,792)	(644,687)	-	-
Fund balance (deficit), July 1	1,173,350	312,469	8,890,898	1,042,797	-	-
<b>Fund balance (deficit), June 30</b>	<u>\$ 619,942</u>	<u>\$ 375,201</u>	<u>\$ 8,710,106</u>	<u>\$ 398,110</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Year ended June 30, 2009**

	<u>Special Revenue</u>					
	<u>OPERATING GRANTS</u>	<u>METROPOLITAN REDEVELOPMENT</u>	<u>HOUSING AND NEIGHBORHOOD ECONOMIC DEVELOPMENT</u>	<u>LAW ENFORCEMENT PROTECTION</u>	<u>GAS TAX ROAD</u>	<u>CITY/ COUNTY PROJECTS</u>
<b>REVENUES</b>						
Taxes:						
Property taxes	\$ -	\$ 433,726	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	25,772,232	-	-	599,800	5,177,825	-
Charges for services	-	-	-	99,053	-	191,776
Fines and forfeitures	-	-	-	1,857,343	-	-
Interest on investments	37,716	131,561	105,475	58,704	27,515	3,538
Special assessments	-	-	-	-	-	-
Collections on real estate contracts:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Miscellaneous	598,800	86,958	187,251	723,641	25,733	-
<b>Total revenues</b>	<b>26,408,748</b>	<b>652,245</b>	<b>292,726</b>	<b>3,338,541</b>	<b>5,231,073</b>	<b>195,314</b>
<b>EXPENDITURES</b>						
Current:						
General government	833,060	1,974,305	-	-	-	36,073
Public safety	5,024,153	-	-	2,547,771	-	-
Culture and recreation	305,092	-	-	-	-	-
Public works	-	-	-	-	-	-
Highways and streets	1,516,611	-	-	-	5,332,130	-
Health	-	-	-	-	-	-
Human services	20,029,458	-	-	-	-	-
Housing	1,932,118	-	57,668	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-
Capital outlay	264,359	4,473	-	860,949	-	-
<b>Total expenditures</b>	<b>29,904,851</b>	<b>1,978,778</b>	<b>57,668</b>	<b>3,408,720</b>	<b>5,332,130</b>	<b>36,073</b>
Excess (deficiency) of revenues over (under) expenditures	(3,496,103)	(1,326,533)	235,058	(70,179)	(101,057)	159,241
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	2,755,573	-	-	-	-	-
Transfers out	-	-	-	(279,000)	(750,000)	(82,000)
<b>Total other financing sources and (uses)</b>	<b>2,755,573</b>	<b>-</b>	<b>-</b>	<b>(279,000)</b>	<b>(750,000)</b>	<b>(82,000)</b>
Net change in fund balance	(740,530)	(1,326,533)	235,058	(349,179)	(851,057)	77,241
Fund balance (deficit), July 1	6,355,927	5,475,484	3,724,662	2,217,197	1,471,466	141,773
<b>Fund balance (deficit), June 30</b>	<b>\$ 5,615,397</b>	<b>\$ 4,148,951</b>	<b>\$ 3,959,720</b>	<b>\$ 1,868,018</b>	<b>\$ 620,409</b>	<b>\$ 219,014</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Year ended June 30, 2009**

	<i>Special Revenue</i>						
	FALSE ALARM ENFORCEMENT AND EDUCATION	PHOTO ENHANCEMENT RED LIGHT	CITY/COUNTY FACILITIES	PLAZA DEL SOL BUILDING	ACQUISITION AND MANAGEMENT OF OPEN SPACE EXPENDITURES	URBAN ENHANCEMENT EXPENDITURES	SPECIAL REVENUE TOTAL
<b>REVENUES</b>							
Taxes:							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 433,726
Lodgers' and hospitality taxes	-	-	-	-	-	-	12,252,706
Licenses and permits	-	-	-	-	-	-	2,581,587
Intergovernmental	-	-	-	-	-	-	36,345,239
Charges for services	748,398	-	2,913,904	1,430,900	71,593	-	6,081,652
Fines and forfeitures	-	8,569,526	-	-	-	-	10,426,869
Interest on investments	15,028	319,031	6,384	1,733	39,422	43,380	1,339,615
Special assessments	-	-	-	-	-	-	-
Collections on real estate contracts:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Miscellaneous	-	-	651	-	-	16,227	4,516,526
<b>Total revenues</b>	<b>763,426</b>	<b>8,888,557</b>	<b>2,920,939</b>	<b>1,432,633</b>	<b>111,015</b>	<b>59,607</b>	<b>73,977,920</b>
<b>EXPENDITURES</b>							
Current:							
General government	367,061	-	3,718,859	-	-	-	14,820,543
Public safety	-	8,546,438	-	-	-	-	17,345,522
Culture and recreation	-	-	-	-	2,625,391	488,588	6,909,814
Public works	-	-	-	805,128	-	-	1,072,592
Highways and streets	-	-	-	-	-	-	6,848,741
Health	-	-	-	-	-	-	3,307,450
Human services	-	-	-	-	-	-	21,696,199
Housing	-	-	-	-	-	-	4,298,999
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Fiscal agent fees and other fees	-	-	-	-	-	-	-
Capital outlay	19,080	-	-	-	-	-	1,161,152
<b>Total expenditures</b>	<b>386,141</b>	<b>8,546,438</b>	<b>3,718,859</b>	<b>805,128</b>	<b>2,625,391</b>	<b>488,588</b>	<b>77,461,012</b>
Excess (deficiency) of revenues over (under) expenditures	377,285	342,119	(797,920)	627,505	(2,514,376)	(428,981)	(3,483,092)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	1,934,854	-	5,215,950
Transfers out	(378,582)	(985,000)	-	(572,000)	-	(141,727)	(9,655,156)
<b>Total other financing sources and (uses)</b>	<b>(378,582)</b>	<b>(985,000)</b>	<b>-</b>	<b>(572,000)</b>	<b>1,934,854</b>	<b>(141,727)</b>	<b>(4,439,206)</b>
Net change in fund balance	(1,297)	(642,881)	(797,920)	55,505	(579,522)	(570,708)	(7,922,298)
Fund balance (deficit), July 1	588,625	10,934,676	1,186,733	67,534	1,885,373	1,828,539	52,471,425
<b>Fund balance (deficit), June 30</b>	<b>\$ 587,328</b>	<b>\$ 10,291,795</b>	<b>\$ 388,813</b>	<b>\$ 123,039</b>	<b>\$ 1,305,851</b>	<b>\$ 1,257,831</b>	<b>\$ 44,549,127</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Year ended June 30, 2009**

	<u>Capital Projects</u>				
	SPECIAL ASSESSMENTS CAPITAL	QUALITY OF LIFE	IMPACT FEES	VEHICLE AND EQUIPMENT REPLACEMENT	CAPITAL PROJECTS TOTAL
<b>REVENUES</b>					
Taxes:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Interest on investments	209,164	2,102	624,709	168,622	1,004,597
Special assessments	-	-	-	-	-
Collections on real estate contracts:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Miscellaneous	-	-	3,242,428	194,281	3,436,709
<b>Total revenues</b>	<u>209,164</u>	<u>2,102</u>	<u>3,867,137</u>	<u>362,903</u>	<u>4,441,306</u>
<b>EXPENDITURES</b>					
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 outlay	-	(3,549)	4,662,412	1,160,465	5,819,328
<b>Total expenditures</b>	<u>-</u>	<u>(3,549)</u>	<u>4,662,412</u>	<u>1,160,465</u>	<u>5,819,328</u>
Excess (deficiency) of revenues over (under) expenditures	<u>209,164</u>	<u>5,651</u>	<u>(795,275)</u>	<u>(797,562)</u>	<u>(1,378,022)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	-
Transfers out	(5,510,213)	-	-	(3,506,000)	(9,016,213)
<b>Total other financing sources and (uses)</b>	<u>(5,510,213)</u>	<u>-</u>	<u>-</u>	<u>(3,506,000)</u>	<u>(9,016,213)</u>
Net change in fund balance	(5,301,049)	5,651	(795,275)	(4,303,562)	(10,394,235)
Fund balance (deficit), July 1	7,958,885	71,726	22,878,151	7,404,365	38,313,127
<b>Fund balance (deficit), June 30</b>	<u>\$ 2,657,836</u>	<u>\$ 77,377</u>	<u>\$ 22,082,876</u>	<u>\$ 3,100,803</u>	<u>\$ 27,918,892</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Year ended June 30, 2009**

	Debt Service			Permanent Funds			TOTAL NONMAJOR GOVERNMENTAL FUNDS
	SALES TAX REFUNDING	SPECIAL ASSESSMENT	DEBT SERVICE TOTAL	ACQUISITION AND MANAGEMENT OF OPEN SPACE	URBAN ENHANCEMENT	PERMANENT FUND TOTAL	
<b>REVENUES</b>							
Taxes:							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 433,726
Lodgers' and hospitality taxes	-	-	-	-	-	-	12,252,706
Licenses and permits	-	-	-	-	-	-	2,581,587
Intergovernmental	-	-	-	-	-	-	36,345,239
Charges for services	-	-	-	-	-	-	6,081,652
Fines and forfeitures	-	-	-	-	-	-	10,426,869
Interest on investments	970,331	117,457	1,087,788	(1,040,136)	(158,140)	(1,198,276)	2,233,724
Special assessments	-	1,912,406	1,912,406	-	-	-	1,912,406
Collections on real estate contracts:							
Principal	-	-	-	29,168	-	29,168	29,168
Interest	-	-	-	1,199	-	1,199	1,199
Miscellaneous	-	51,362	51,362	3,448,700	-	3,448,700	11,453,297
<b>Total revenues</b>	<b>970,331</b>	<b>2,081,225</b>	<b>3,051,556</b>	<b>2,438,931</b>	<b>(158,140)</b>	<b>2,280,791</b>	<b>83,751,573</b>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	-	-	14,820,543
Public safety	-	-	-	-	-	-	17,345,522
Culture and recreation	-	-	-	60,373	-	60,373	6,970,187
Public works	-	-	-	-	-	-	1,072,592
Highways and streets	-	-	-	-	-	-	6,848,741
Health	-	-	-	-	-	-	3,307,450
Human services	-	-	-	-	-	-	21,696,199
Housing	-	-	-	-	-	-	4,298,999
Debt service:							
Principal retirement	4,195,000	1,023,253	5,218,253	-	-	-	5,218,253
Interest	6,268,008	96,358	6,364,366	-	-	-	6,364,366
Fiscal agent fees and other fees	8,873	6,886	15,759	-	-	-	15,759
Capital outlay	-	-	-	-	-	-	6,980,480
<b>Total expenditures</b>	<b>10,471,881</b>	<b>1,126,497</b>	<b>11,598,378</b>	<b>60,373</b>	<b>-</b>	<b>60,373</b>	<b>94,939,091</b>
Excess (deficiency) of revenues over (under) expenditures	(9,501,550)	954,728	(8,546,822)	2,378,558	(158,140)	2,220,418	(11,187,518)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	7,760,928	5,510,213	13,271,141	-	141,727	141,727	18,628,818
Transfers out	-	-	-	(1,276,854)	-	(1,276,854)	(19,948,223)
<b>Total other financing sources and (uses)</b>	<b>7,760,928</b>	<b>5,510,213</b>	<b>13,271,141</b>	<b>(1,276,854)</b>	<b>141,727</b>	<b>(1,135,127)</b>	<b>(1,319,405)</b>
Net change in fund balance	(1,740,622)	6,464,941	4,724,319	1,101,704	(16,413)	1,085,291	(12,506,923)
Fund balance (deficit), July 1	19,797,717	3,701,808	23,499,525	15,222,901	7,791,029	23,013,930	137,298,007
<b>Fund balance (deficit), June 30</b>	<b>\$ 18,057,095</b>	<b>\$ 10,166,749</b>	<b>\$ 28,223,844</b>	<b>\$ 16,324,605</b>	<b>\$ 7,774,616</b>	<b>\$ 24,099,221</b>	<b>\$ 124,791,084</b>



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT FUND**  
**YEAR ENDED JUNE 30, 2009**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2008	Current Year Actual	Project Budget Remaining June 30, 2009
<b>Revenues:</b>					
<b>Grants:</b>					
U.S. Dept. of Housing and Urban Development	\$ 28,167,027	\$ 9,090,184	\$ 19,076,843	\$ 3,210,054	\$ 15,866,789
<b>Miscellaneous:</b>					
Rehabilitation loan repayments	1,499,254	1,043,935	455,319	325,209	130,110
Other miscellaneous	-	837,154	(837,154)	-	(837,154)
<b>Total revenues</b>	<u>29,666,281</u>	<u>10,971,273</u>	<u>18,695,008</u>	<u>3,535,263</u>	<u>15,159,745</u>
<b>Expenditures:</b>					
<b>Current:</b>					
Public Works	<u>5,965,494</u>	<u>5,645,070</u>	<u>320,424</u>	<u>267,464</u>	<u>52,960</u>
<b>Human services:</b>					
Mayor's office for senior citizens	1,013,031	507,882	505,149	467,640	37,509
Community development administration	2,396,483	1,095,685	1,300,798	580,789	720,009
Miscellaneous	-	-	-	-	-
<b>Total human services</b>	<u>4,866,695</u>	<u>2,399,230</u>	<u>2,467,465</u>	<u>1,666,741</u>	<u>800,724</u>
Housing	<u>18,869,040</u>	<u>3,023,812</u>	<u>15,845,228</u>	<u>1,580,123</u>	<u>14,265,105</u>
<b>Total expenditures</b>	<u>29,701,229</u>	<u>11,068,112</u>	<u>18,633,117</u>	<u>3,514,328</u>	<u>(3,514,328)</u>
<b>Deficiency of revenues over expenditures</b>	(34,948)	(96,839)	61,891	20,935	(20,935)
<b>Other financing sources:</b>					
Operating transfers (out)	61,823	-	61,823	-	61,823
<b>Total other financing sources</b>	<u>61,823</u>	<u>-</u>	<u>61,823</u>	<u>-</u>	<u>61,823</u>
<b>Net change in fund balance</b>	<u>\$ 26,875</u>	<u>\$ (96,839)</u>	<u>\$ 123,714</u>	<u>20,935</u>	<u>\$ 40,888</u>
<b>Fund balance, July 1</b>				<u>674</u>	
<b>Fund balance, June 30</b>				<u>\$ 21,609</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - FIRE FUND**  
**YEAR ENDED JUNE 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 1,408,000	\$ 1,408,000	\$ 1,382,402	\$ (25,598)
Grants - State Fire Marshall				
Charges for services	7,000	7,000	1,472	(5,528)
Interest:				
Interest on investments	15,000	15,000	52,696	37,696
Miscellaneous	-	-	17,941	17,941
<b>Total revenues</b>	<u>1,430,000</u>	<u>1,430,000</u>	<u>1,454,511</u>	<u>24,511</u>
<b>Expenditures:</b>				
Current:				
Public safety:				
Fire special improvements	1,722,000	2,351,000	1,239,451	1,111,549
<b>Total expenditures</b>	<u>1,722,000</u>	<u>2,351,000</u>	<u>1,239,451</u>	<u>1,111,549</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(292,000)</u>	<u>(921,000)</u>	<u>215,060</u>	<u>1,136,060</u>
<b>Net change in fund balance</b>	(292,000)	(921,000)	215,060	1,136,060
<b>Fund balance, July 1</b>	<u>949,462</u>	<u>949,462</u>	<u>949,462</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ 657,462</u>	<u>\$ 28,462</u>	<u>\$ 1,164,522</u>	<u>\$ 1,136,060</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - RECREATION FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
<b>Intergovernmental:</b>				
State cigarette tax	\$ 230,000	\$ 200,000	\$ 202,926	\$ 2,926
Interest on investments	-	-	796	796
<b>Total revenues</b>	<u>230,000</u>	<u>200,000</u>	<u>203,722</u>	<u>3,722</u>
<b>Expenditures:</b>				
<b>Current</b>				
Culture and recreation	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>230,000</u>	<u>200,000</u>	<u>203,722</u>	<u>3,722</u>
<b>Other financing uses:</b>				
Transfers out	<u>230,000</u>	<u>200,000</u>	<u>(200,000)</u>	<u>(400,000)</u>
<b>Total other financing sources (uses)</b>	<u>230,000</u>	<u>200,000</u>	<u>(200,000)</u>	<u>(400,000)</u>
<b>Net change in fund balance</b>	<u>460,000</u>	<u>400,000</u>	<u>3,722</u>	<u>(396,278)</u>
<b>Fund balance, July 1</b>	<u>-</u>	<u>-</u>	<u>32,956</u>	<u>32,956</u>
<b>Fund balance, June 30</b>	<u>\$ 460,000</u>	<u>\$ 400,000</u>	<u>\$ 36,678</u>	<u>\$ (363,322)</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - BUDGET AND ACTUAL - LODGERS' TAX FUND**  
**YEAR ENDED JUNE 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
<b>Taxes:</b>				
Lodgers' tax	\$ 11,450,000	\$ 11,450,000	\$ 10,210,589	\$ (1,239,411)
<b>Interest:</b>				
Interest on investments	50,000	50,000	8,265	(41,735)
<b>Total revenues</b>	<u>11,500,000</u>	<u>11,500,000</u>	<u>10,218,854</u>	<u>(1,281,146)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General Government:</b>				
Lodger's promotion	5,580,000	5,580,000	5,572,521	7,479
<b>Total expenditures</b>	<u>5,580,000</u>	<u>5,580,000</u>	<u>5,572,521</u>	<u>7,479</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>5,920,000</u>	<u>5,920,000</u>	<u>4,646,333</u>	<u>(1,273,667)</u>
<b>Other financing uses:</b>				
Transfer to Sales Tax Debt Service Fund	(5,725,000)	(5,725,000)	(4,991,928)	733,072
Transfer to the General Fund	(145,000)	(145,000)	(145,000)	-
<b>Total other financing uses:</b>	<u>(5,870,000)</u>	<u>(5,870,000)</u>	<u>(5,136,928)</u>	<u>733,072</u>
<b>Net change in fund balance</b>	50,000	50,000	(490,595)	(540,595)
<b>Fund balance, July 1</b>	1,358,967	1,358,967	1,358,967	-
<b>Fund balance, June 30</b>	<u>\$ 1,408,967</u>	<u>\$ 1,408,967</u>	<u>\$ 868,372</u>	<u>\$ (540,595)</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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
<b>Taxes:</b>				
Hospitality tax	\$ 2,290,000	\$ 2,290,000	\$ 2,042,117	\$ (247,883)
<b>Interest:</b>				
Interest on investments	10,000	10,000	5,376	(4,624)
<b>Miscellaneous</b>				
Miscellaneous				-
<b>Total revenues</b>	<u>2,300,000</u>	<u>2,300,000</u>	<u>2,047,493</u>	<u>(252,507)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General government:</b>				
Lodger's promotion	1,145,000	1,145,000	1,145,000	-
<b>Total expenditures</b>	<u>1,145,000</u>	<u>1,145,000</u>	<u>1,145,000</u>	<u>-</u>
<b>Excess of revenues over expenditures</b>	1,155,000	1,155,000	902,493	(252,507)
<b>Other financing uses:</b>				
Operating transfers out	(1,145,000)	(1,145,000)	(1,095,000)	50,000
<b>Total other financing sources (uses)</b>	<u>(1,145,000)</u>	<u>(1,145,000)</u>	<u>(1,095,000)</u>	<u>50,000</u>
<b>Net change in fund balance</b>	10,000	10,000	(192,507)	(202,507)
<b>Fund balance, July 1</b>	285,698	285,698	285,698	-
<b>Fund balance, June 30</b>	<u>\$ 295,698</u>	<u>\$ 295,698</u>	<u>\$ 93,191</u>	<u>\$ (202,507)</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - CULTURE AND RECREATION PROJECTS FUND**  
**YEAR ENDED JUNE 30, 2009**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2008	Current Year Actual	Project Budget Remaining June 30, 2009
<b>Revenues:</b>					
<b>Culture and recreation:</b>					
Library charges	\$ 570,000	\$ 745,392	\$ (175,392)	\$ 150,113	\$ (325,505)
Museum charges	1,341,000	1,190,288	150,712	265,512	(114,800)
Other	-	2,248	(2,248)	2,957	(5,205)
<b>Total charges for services</b>	<u>1,911,000</u>	<u>1,937,928</u>	<u>(26,928)</u>	<u>418,582</u>	<u>(445,510)</u>
Interest on investments	<u>263,950</u>	<u>416,378</u>	<u>(152,428)</u>	<u>68,623</u>	<u>(221,051)</u>
Other:					
Miscellaneous revenue	3,829,700	2,895,108	934,592	446,134	488,458
Contributions and donations	<u>1,230,817</u>	<u>1,738,856</u>	<u>(508,039)</u>	<u>66,769</u>	<u>(574,808)</u>
<b>Total other revenues</b>	<u>5,060,517</u>	<u>4,633,964</u>	<u>426,553</u>	<u>512,903</u>	<u>(86,350)</u>
<b>Total revenues</b>	<u>7,235,467</u>	<u>6,988,270</u>	<u>247,197</u>	<u>1,000,108</u>	<u>(752,911)</u>
<b>Expenditures:</b>					
<b>Current:</b>					
Culture and recreation	<u>7,468,467</u>	<u>4,442,105</u>	<u>3,026,362</u>	<u>1,671,043</u>	<u>1,355,319</u>
<b>Excess (deficiency) of revenues     over expenditures</b>	<u>(233,000)</u>	<u>2,546,165</u>	<u>(2,779,165)</u>	<u>(670,935)</u>	<u>(2,108,230)</u>
<b>Other financing sources:</b>					
Transfers in	<u>355,000</u>	<u>-</u>	<u>355,000</u>	<u>-</u>	<u>355,000</u>
<b>Total other financing sources (uses)</b>	<u>355,000</u>	<u>-</u>	<u>355,000</u>	<u>-</u>	<u>355,000</u>
<b>Net change in fund balance</b>	<u>\$ 122,000</u>	<u>\$ 2,546,165</u>	<u>\$ (2,424,165)</u>	<u>(670,935)</u>	<u>\$ (1,753,230)</u>
<b>Fund balance, July 1</b>				<u>2,546,165</u>	
<b>Fund balance, June 30</b>				<u>\$ 1,875,230</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - OPEN AND ETHICAL ELECTIONS FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2008</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2009</u>
<b>Revenues:</b>					
<b>Other:</b>					
Contributions and Donations	\$ -	\$ 43,650	\$ (43,650)	\$ 100,371	\$ (144,021)
Interest on investments	-	13,671	(13,671)	31,885	(45,556)
<b>Total other revenues</b>	<u>-</u>	<u>57,321</u>	<u>(57,321)</u>	<u>132,256</u>	<u>(189,577)</u>
<b>Total revenues</b>	<u>-</u>	<u>57,321</u>	<u>(57,321)</u>	<u>132,256</u>	<u>(189,577)</u>
<b>Expenditures:</b>					
<b>Current:</b>					
<b>General Government:</b>					
Contractual Services	1,723,000	169,971	1,553,029	1,122,578	430,451
Indirect Overhead	109,000	72,000	37,000	37,000	-
Other	-	-	-	86	(86)
<b>Total expenditures</b>	<u>1,832,000</u>	<u>241,971</u>	<u>1,590,029</u>	<u>1,159,664</u>	<u>430,365</u>
<b>Deficiency of revenues over expenditures</b>	<u>(1,832,000)</u>	<u>(184,650)</u>	<u>(1,647,350)</u>	<u>(1,027,408)</u>	<u>(619,942)</u>
<b>Other financing sources:</b>					
Operating transfers in	1,832,000	1,358,000	474,000	474,000	-
<b>Total other financing sources</b>	<u>1,832,000</u>	<u>1,358,000</u>	<u>474,000</u>	<u>474,000</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ 1,173,350</u>	<u>\$ (1,173,350)</u>	<u>(553,408)</u>	<u>\$ (619,942)</u>
<b>Fund balance, July 1</b>				<u>1,173,350</u>	
<b>Fund balance, June 30</b>				<u>\$ 619,942</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - ALBUQUERQUE BIOLOGICAL PARK PROJECTS FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2008</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2009</u>
<b>Revenues:</b>					
Zoo and park admissions	\$ 450,000	\$ 696,651	\$ (246,651)	\$ 205,974	\$ (452,625)
Collecting trips	50,000.00	7,602	42,398	-	42,398
Total charges for services	<u>500,000</u>	<u>704,253</u>	<u>(204,253)</u>	<u>205,974</u>	<u>(410,227)</u>
Interest on investments	<u>1,272,000</u>	<u>169,484</u>	<u>1,102,516</u>	<u>19,768</u>	<u>1,082,748</u>
<b>Other:</b>					
Miscellaneous revenue	1,706,000	46,964	1,659,036	3,960	1,655,076
Contributions and donations	8,543,255	9,576,051	(1,032,796)	1,624,765	(2,657,561)
Sales of other property	100,000	171,132	(71,132)	27,965	(99,097)
Total other	<u>10,349,255</u>	<u>9,794,147</u>	<u>555,108</u>	<u>1,656,690</u>	<u>(1,101,582)</u>
Total revenues	<u>12,121,255</u>	<u>10,667,884</u>	<u>1,453,371</u>	<u>1,882,432</u>	<u>(429,061)</u>
<b>Expenditures:</b>					
Current:					
Culture and recreation	10,584,255	8,833,415	1,750,840	1,819,700	(68,860)
Total Expenditures	<u>10,584,255</u>	<u>8,833,415</u>	<u>1,750,840</u>	<u>1,819,700</u>	<u>(68,860)</u>
Excess (deficiency) of revenues over expenditures	<u>1,537,000</u>	<u>1,834,469</u>	<u>(297,469)</u>	<u>62,732</u>	<u>(360,201)</u>
<b>Other financing uses:</b>					
Transfers to capital acquisitions	(1,522,000)	(1,522,000)	-	-	1,522,000
Total other financing uses	<u>(1,522,000)</u>	<u>(1,522,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 15,000</u>	<u>\$ 312,469</u>	<u>\$ (297,469)</u>	<u>62,732</u>	<u>\$ (360,201)</u>
Fund balance, July 1				<u>312,469</u>	
Fund balance, June 30				<u>\$ 375,201</u>	



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - CITY HOUSING FUND**  
**YEAR ENDED JUNE 30, 2009**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2008	Current Year Actual	Project Budget Remaining June 30, 2009
<b>Revenues:</b>					
<b>Interest:</b>					
Interest on investments	\$ 1,364,507	\$ 848,519	\$ 515,988	\$ 232,684	\$ (1,131,823)
Charges for services	-	-	-	-	-
<b>Miscellaneous:</b>					
CMO bond loan repayments	405,156	3,515,548	(3,110,392)	264,091	(3,374,483)
Affordable Housing Trust Fund	1,000,000	1,000,000	-	-	-
Proceeds from land sales	8,312,804	8,312,804	-	-	-
<b>Total revenues</b>	<u>11,082,467</u>	<u>13,676,871</u>	<u>(2,594,404)</u>	<u>496,775</u>	<u>(4,506,306)</u>
<b>Expenditures:</b>					
<b>Current:</b>					
Housing	10,916,069	5,615,598	5,300,471	729,090	4,571,381
<b>Total expenditures</b>	<u>10,916,069</u>	<u>5,615,598</u>	<u>5,300,471</u>	<u>729,090</u>	<u>4,571,381</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>166,398</u>	<u>8,061,273</u>	<u>(7,894,875)</u>	<u>(232,315)</u>	<u>(9,077,687)</u>
<b>Other financing sources (uses):</b>					
Operating transfers in (out)	(166,398)	(216,156)	49,758	51,523	(1,765)
<b>Total other financing sources (uses)</b>	<u>(166,398)</u>	<u>(216,156)</u>	<u>49,758</u>	<u>51,523</u>	<u>(1,765)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ 7,845,117</u>	<u>\$ (7,845,117)</u>	<u>(180,792)</u>	<u>\$ (9,079,452)</u>
<b>Fund balance, July 1</b>				<u>8,890,898</u>	
<b>Fund balance, June 30</b>				<u>\$ 8,710,106</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - AIR QUALITY FUND**  
**YEAR ENDED JUNE 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
<b>Licenses and permits:</b>				
Authorized vehicle inspection fees	\$ 25,000	\$ 25,000	\$ 29,179	\$ 4,179
Certified vehicle inspection fees	10,000	10,000	11,175	1,175
Certified vehicle paper sales	1,250,000	1,250,000	1,213,849	(36,151)
Dust permits	425,000	425,000	216,011	(208,989)
Title V operating permits	970,000	970,000	912,027	(57,973)
Asbestos notification	90,000	90,000	81,875	(8,125)
<b>Total licenses and permits</b>	<u>2,770,000</u>	<u>2,770,000</u>	<u>2,464,116</u>	<u>(305,884)</u>
<b>Interest:</b>				
Interest on investments	50,000	50,000	95,364	45,364
<b>Miscellaneous</b>				
	<u>-</u>	<u>-</u>	<u>79</u>	<u>79</u>
<b>Total revenues</b>	<u>2,820,000</u>	<u>2,820,000</u>	<u>2,559,559</u>	<u>(260,441)</u>
<b>Expenditures:</b>				
<b>Environmental Health:</b>				
Title V operating permits	1,655,000	1,885,000	1,633,008	251,992
Vehicle inspections	1,413,000	1,460,000	1,429,875	30,125
Indirect overhead	149,000	149,000	141,363	7,637
<b>Total expenditures</b>	<u>3,217,000</u>	<u>3,494,000</u>	<u>3,204,246</u>	<u>289,754</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(397,000)</u>	<u>(674,000)</u>	<u>(644,687)</u>	<u>29,313</u>
<b>Net change in fund balance</b>	(397,000)	(674,000)	(644,687)	29,313
<b>Fund balance, July 1</b>	<u>1,042,797</u>	<u>1,042,797</u>	<u>1,042,797</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ 645,797</u>	<u>\$ 368,797</u>	<u>\$ 398,110</u>	<u>\$ 29,313</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - HEART ORDINANCE FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Licenses and permits	184,000	184,000	117,471	(66,529)
Interest:				
Interest on investments	-	-	(248)	(248)
<b>Total revenues</b>	<u>184,000</u>	<u>184,000</u>	<u>117,223</u>	<u>(66,777)</u>
<b>Expenditures:</b>				
Current:				
Health and Welfare	158,000	158,000	103,223	54,777
Indirect overhead	14,000	14,000	14,000	-
<b>Total expenditures</b>	<u>172,000</u>	<u>172,000</u>	<u>117,223</u>	<u>54,777</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>12,000</u>	<u>12,000</u>	<u>-</u>	<u>(12,000)</u>
<b>Net change in fund balance</b>	12,000	12,000	-	(12,000)
<b>Fund balance, July 1</b>	-	-	-	-
<b>Fund balance (deficit), June 30</b>	<u>\$ 12,000</u>	<u>\$ 12,000</u>	<u>\$ -</u>	<u>\$ (12,000)</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - CORRECTIONS AND DETENTION FUND**  
**YEAR ENDED JUNE 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
Interest on investments	\$ -	\$ 54,606	\$ 34,919	\$ (19,687)
<b>Total revenues</b>	-	54,606	34,919	(19,687)
<b>Expenditures:</b>				
Current:				
Public safety:				
Correction and detention	-	-	-	-
<b>Total expenditures</b>	-	-	-	-
<b>Excess (deficiency) of revenues over expenditures</b>	-	54,606	34,919	(19,687)
<b>Other financing uses:</b>				
Transfers in	-	-	-	-
Transfers out	-	(54,606)	(34,919)	19,687
<b>Total other financing uses</b>	-	(54,606)	(34,919)	19,687
<b>Net change in fund balance</b>	-	-	-	-
<b>Fund balance, July 1</b>	-	-	-	-
<b>Fund balance (deficit), June 30</b>	\$ -	\$ -	\$ -	\$ -

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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - OPERATING GRANTS FUND**  
**YEAR ENDED JUNE 30, 2009**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2008	Current Year Actual	Project Budget Remaining June 30, 2009
<b>Revenues:</b>					
<b>Intergovernmental:</b>					
<b>Grants:</b>					
Corporation for National and Community Services	\$ 3,452,345	\$ 3,094,930	\$ 357,415	\$ 335,406	\$ 22,009
U.S. Department of Agriculture	-	-	-	1,716,574	(1,716,574)
U.S. Department of Housing and Urban development	51,405,518	44,186,101	7,219,417	4,086,134	3,133,283
U.S. Department of Labor	3,888,864	3,395,005	493,859	-	493,859
U.S. Environmental Protection Agency	11,605,721	9,685,750	1,919,971	1,059,672	860,299
Federal Aviation Administration	440,000	440,000	-	-	-
U.S. Department of Energy	-	387,106	(387,106)	-	(387,106)
U.S. Department of Energy - UCETC	-	110,198	(110,198)	-	(110,198)
U.S. Dept. Health and Human Services	28,314,006	27,715,705	598,301	3,874,116	(3,275,815)
U.S. Department of Homeland Security	-	-	-	1,074,553	(1,074,553)
U.S. Department of the Treasury	422,169	385,994	36,175	-	36,175
U.S. Department of Justice	30,074,755	23,819,186	6,255,569	323,642	5,931,927
U.S. Department of Education	-	106,805	(106,805)	-	(106,805)
Federal Emergency Management Agency	2,255,765	2,041,442	214,323	-	214,323
N.M. Dept. of Health - Social Services	5,957,584	1,107,690	4,849,894	(51,936)	4,901,830
N.M. Department of Public Safety	8,610,244	6,094,033	2,516,211	1,919,216	596,995
N.M. Arts Commission	-	-	-	-	-
N.M. State Library	336,075	397,678	(61,603)	69,632	(131,235)
N.M. State Highway Department	16,641,133	13,976,852	2,664,281	1,499,460	1,164,821
N.M. Department of Transportation	6,997,617	3,907,244	3,090,373	1,803,190	1,287,183
N.M. State Office on Aging	51,223,927	44,185,218	7,038,709	4,754,036	2,284,673
N.M. Board of Finance	257,969	84,346	173,623	3,916	169,707
N.M. Dept. of Economic Development	2,950,000	3,258,754	(308,754)	-	(308,754)
N.M. Energy and Minerals Dept.	236,000	24,630	211,370	188,109	23,261
N.M. Local government Division	17,734,938	20,596,008	(2,861,070)	794,160	(3,655,230)
N.M. Office Cultural Office	35,744	67,441	(31,697)	8,206	(39,903)
N.M. Dept. of Health - Public Health	6,000	6,000	-	-	-
N.M. Dept. of Health - Substance Abuse	6,000	10,000	(4,000)	-	(4,000)
N.M. Children, Youth & Families Dept.	22,454,063	19,589,372	2,864,691	1,556,147	1,308,544
N.M. Youth Conservation Corp. Comm.	479,139	576,389	(97,250)	-	(97,250)
City of Rio Rancho	60,000	33,436	26,564	-	26,564
County Other	2,546,736	836,478	1,710,258	125,687	1,584,571
County Aging	4,004,900	3,659,000	345,900	319,187	26,713
<b>Total intergovernmental</b>	<u>272,397,212</u>	<u>233,778,791</u>	<u>38,618,421</u>	<u>25,459,107</u>	<u>13,159,314</u>
<b>Interest:</b>					
Interest - Police Block Grant	443,138	679,289	(236,151)	37,639	(273,790)
<b>Miscellaneous:</b>					
Other miscellaneous	13,372,995	14,884,966	(1,511,971)	403,768	(1,915,739)
Rehabilitation loan repayments	1,311,385	1,294,241	17,144	313,125	(295,981)
Contributions and donations	516,636	207,800	308,836	195,109	113,727
<b>Total miscellaneous</b>	<u>15,201,016</u>	<u>16,387,007</u>	<u>(1,185,991)</u>	<u>912,002</u>	<u>(2,097,993)</u>
<b>Total revenues</b>	<u>288,041,366</u>	<u>250,845,087</u>	<u>37,196,279</u>	<u>26,408,748</u>	<u>10,787,531</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, 2009**

	Project Budget	Prior Years' Actual	Project Budget Remaining 39,630	Current Year Actual	Project Budget Remaining 39,994
<b>Expenditures:</b>					
<b>General government:</b>					
Aviation	440,000	440,000	-	-	-
Planning-redevelopment	1,157,838	803,336	354,502	228,056	126,446
Planning-Mayor	-	341,984	(341,984)	-	(341,984)
Planning-Chief Administrative Officer	5,652,736	1,656,412	3,996,324	-	3,996,324
Council Services	45,000	-	45,000	11,482	33,518
General Services	-	2	(2)	-	(2)
Finance and Administrative Services	73,890	131,556	(57,666)	45,830	(103,496)
Legal	-	37,404	(37,404)	-	(37,404)
Solid waste	4,758,634	4,218,633	540,001	559,173	(19,172)
Economic Development	182,800	355,000	(172,200)	-	(172,200)
<b>Total general government</b>	<b>12,310,898</b>	<b>7,984,327</b>	<b>4,326,571</b>	<b>844,541</b>	<b>3,482,030</b>
<b>Public Safety:</b>					
Fire	2,981,901	2,634,947	346,954	148,478	198,476
CAO - Emergency Management	5,622,550	7,062,303	(1,439,753)	1,034,995	(2,474,748)
Police	48,933,564	40,666,070	8,267,494	4,105,040	4,162,454
<b>Total public safety</b>	<b>57,538,015</b>	<b>50,363,320</b>	<b>7,174,695</b>	<b>5,288,513</b>	<b>1,886,182</b>
<b>Culture and recreation:</b>					
Library	351,025	571,348	(220,323)	109,110	(329,433)
Parks and Recreation	1,544,694	1,180,074	364,620	195,980	168,640
<b>Total culture and recreation</b>	<b>1,895,719</b>	<b>1,751,422</b>	<b>144,297</b>	<b>305,090</b>	<b>(160,793)</b>
<b>Highways and streets</b>	<b>10,562,794</b>	<b>8,128,889</b>	<b>2,433,905</b>	<b>1,516,611</b>	<b>917,294</b>
<b>Environmental health</b>	<b>23,489,692</b>	<b>19,978,682</b>	<b>3,511,010</b>	<b>1,932,578</b>	<b>1,578,432</b>
<b>Human services</b>	<b>232,689,184</b>	<b>195,748,424</b>	<b>36,940,760</b>	<b>20,017,518</b>	<b>16,923,242</b>
<b>Total expenditures</b>	<b>338,486,302</b>	<b>283,955,064</b>	<b>54,531,238</b>	<b>29,904,851</b>	<b>24,626,387</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(50,444,936)</b>	<b>(33,109,977)</b>	<b>(17,334,959)</b>	<b>(3,496,103)</b>	<b>(13,838,856)</b>
<b>Other financing sources (uses):</b>					
Transfers in	49,097,163	40,152,018	8,945,145	2,755,573	6,189,572
Transfers out	-	-	-	-	-
<b>Total other financing sources</b>	<b>49,097,163</b>	<b>40,152,018</b>	<b>8,945,145</b>	<b>2,755,573</b>	<b>6,189,572</b>
<b>Net change in fund balances</b>	<b>\$ (1,347,773)</b>	<b>\$ 7,042,041</b>	<b>\$ (8,389,814)</b>	<b>(740,530)</b>	<b>\$ (7,649,284)</b>
<b>Fund balances, July 1</b>				<b>6,355,927</b>	
<b>Fund balances, June 30</b>				<b>\$ 5,615,397</b>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - METROPOLITAN REDEVELOPMENT FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Project Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2008</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2009</u>
<b>Revenues:</b>					
<b>Taxes:</b>					
Current property tax	\$ 5,812,265	\$ 6,247,297	\$ (435,032)	\$ 433,726	\$ (868,758)
<b>Charges for services</b>					
<b>Intergovernmental:</b>					
<b>Grants:</b>					
US Economic Development Administration	1,000,000	1,000,000	-	-	-
<b>Interest:</b>					
Interest on investments	2,336,700	2,644,628	(307,928)	131,561	(439,489)
<b>Miscellaneous:</b>					
Rental of city property	702,355	740,387	(38,032)	17,810	(55,842)
Sale of real property	2,199,173	2,332,636	(133,463)	13,645	(147,108)
Miscellaneous parking revenue	31,898	31,898	-	-	-
Other miscellaneous	266,837	841,422	(574,585)	55,503	(630,088)
<b>Total miscellaneous</b>	<b>3,200,263</b>	<b>3,946,343</b>	<b>(746,080)</b>	<b>86,958</b>	<b>(833,038)</b>
<b>Total revenues</b>	<b>12,349,228</b>	<b>13,838,268</b>	<b>(1,489,040)</b>	<b>652,245</b>	<b>(2,141,285)</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General Government	13,104,202	9,151,785	3,952,417	1,978,778	1,973,639
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(754,974)</b>	<b>4,686,483</b>	<b>(5,441,457)</b>	<b>(1,326,533)</b>	<b>(4,114,924)</b>
<b>Other financing sources:</b>					
Operating transfers in	425,000	425,000	-	-	-
<b>Total other financing sources</b>	<b>425,000</b>	<b>425,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (329,974)</b>	<b>\$ 5,111,483</b>	<b>\$ (5,441,457)</b>	<b>(1,326,533)</b>	<b>\$ (4,114,924)</b>
Fund balance, July 1				5,475,484	
Fund balance, June 30				<u>\$ 4,148,951</u>	



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - HOUSING & NEIGHBORHOOD ECONOMIC DEVELOPMENT FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2008</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2009</u>
<b>Revenues:</b>					
<b>Interest:</b>					
Interest	\$ 200,000	\$ 5,423,920	\$ (5,223,920)	\$ 105,475	\$ (5,329,395)
<b>Miscellaneous:</b>					
Housing and development	12,223,517	11,320,848	902,669	187,251	715,418
<b>Total revenues</b>	12,423,517	16,744,768	(4,321,251)	292,726	(4,613,977)
<b>Expenditures:</b>					
<b>Current:</b>					
Housing and development	12,423,517	12,284,302	139,215	57,668	81,547
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ 4,460,466</u>	<u>\$ (4,460,466)</u>	235,058	<u>\$ (4,695,524)</u>
<b>Fund balance, July 1</b>				<u>3,724,662</u>	
<b>Fund balance, June 30</b>				<u>\$ 3,959,720</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - LAW ENFORCEMENT PROTECTION FUND**  
**YEAR ENDED JUNE 30, 2009**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2008	Current Year Actual	Project Budget Remaining June 30, 2009
<b>Revenues:</b>					
<b>Intergovernmental:</b>					
Insurance debt collections	\$ 3,603,200	\$ 2,735,947	\$ 867,253	\$ 599,800	\$ 267,453
<b>Charges for services:</b>					
Crime laboratory-Controlled substances and DWI tests	840,000	802,074	37,926	99,053	(61,127)
<b>Fines and forfeits:</b>					
Police-forfeited funds	6,325,000	5,585,422	739,578	1,857,343	(1,117,765)
<b>Interest:</b>					
Interest on Investments	-	723,322	(723,322)	58,704	(782,026)
<b>Other:</b>					
Miscellaneous	3,800,000	2,797,562	1,002,438	723,641	278,797
<b>Total revenues</b>	<b>14,568,200</b>	<b>12,644,327</b>	<b>1,923,873</b>	<b>3,338,541</b>	<b>(1,414,668)</b>
<b>Expenditures:</b>					
<b>Current:</b>					
<b>General Government</b>					
<b>Public safety:</b>					
Law enforcement protection funds act	3,603,200	2,425,039	1,178,161	535,306	642,855
Federal forfeitures program	5,012,000	4,077,495	934,505	1,002,966	(68,461)
Crime lab program	645,000	375,045	269,955	65,648	204,307
DWI forfeitures program	5,102,000	3,758,142	1,343,858	1,804,800	(460,942)
<b>Total expenditures</b>	<b>14,362,200</b>	<b>10,635,721</b>	<b>3,726,479</b>	<b>3,408,720</b>	<b>317,759</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>206,000</b>	<b>2,008,606</b>	<b>(1,802,606)</b>	<b>(70,179)</b>	<b>(1,732,427)</b>
<b>Other financing sources (uses):</b>					
Operating transfers in	862,000	1,000,508	(138,508)	0	(138,508)
Operating transfers out	(1,068,000)	(791,917)	(276,083)	(279,000)	2,917
<b>Total other financing sources (uses)</b>	<b>(206,000)</b>	<b>208,591</b>	<b>(414,591)</b>	<b>(279,000)</b>	<b>(135,591)</b>
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>\$ 2,217,197</b>	<b>\$ (2,217,197)</b>	<b>(349,179)</b>	<b>\$ (1,868,018)</b>
<b>Fund balance, July 1</b>				<b>2,217,197</b>	
<b>Fund balance, June 30</b>				<b>\$ 1,868,018</b>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - GAS TAX ROAD FUND**  
**YEAR ENDED JUNE 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
<b>Intergovernmental:</b>				
State gasoline tax	\$ 5,200,000	\$ 5,200,000	\$ 5,177,825	\$ (22,175)
<b>Interest on investments:</b>				
Interest	-	-	27,515	27,515
Miscellaneous	-	-	25,733	25,733
<b>Total revenues</b>	<u>5,200,000</u>	<u>5,200,000</u>	<u>5,231,073</u>	<u>31,073</u>
<b>Expenditures:</b>				
<b>Current:</b>				
Highways and streets	5,167,000	5,267,000	5,081,295	185,705
Payments to General Fund for services	235,000	248,000	250,835	(2,835)
<b>Total expenditures</b>	<u>5,402,000</u>	<u>5,515,000</u>	<u>5,332,130</u>	<u>182,870</u>
<b>Excess (deficiency) of revenues over expenditures</b>	(202,000)	(315,000)	(101,057)	213,943
<b>Other financing sources:</b>				
Transfers in	-	-	-	-
Transfers out	(750,000)	(750,000)	(750,000)	-
<b>Total other financing sources (uses)</b>	<u>(750,000)</u>	<u>(750,000)</u>	<u>(750,000)</u>	<u>-</u>
<b>Net change in fund balance</b>	(952,000)	(1,065,000)	(851,057)	213,943
<b>Fund balance, July 1</b>	<u>1,471,466</u>	<u>1,471,466</u>	<u>1,471,466</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ 519,466</u>	<u>\$ 406,466</u>	<u>\$ 620,409</u>	<u>\$ 213,943</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - CITY/COUNTY PROJECTS FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2008</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2009</u>
<b>Revenues:</b>					
Charges for services:					
Information System Services	\$ 1,262,000	\$ 947,158	\$ 314,842	\$ 191,776	\$ 123,066
Interest:					
Interest on investments	40,000	58,030	(18,030)	3,538	(21,568)
<b>Total revenues</b>	<u>1,302,000</u>	<u>1,005,188</u>	<u>296,812</u>	<u>195,314</u>	<u>101,498</u>
<b>Expenditures:</b>					
Current					
General Government	710,000	558,164	151,836	36,073	115,763
<b>Total expenditures</b>	<u>710,000</u>	<u>558,164</u>	<u>151,836</u>	<u>36,073</u>	<u>115,763</u>
Excess (deficiency) of revenues over expenditures	592,000	447,024	144,976	159,241	(14,265)
<b>Other financing (uses):</b>					
Transfers (out)	(592,000)	(510,000)	(82,000)	(82,000)	-
Bond proceeds	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>(592,000)</u>	<u>(510,000)</u>	<u>(82,000)</u>	<u>(82,000)</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ (62,976)</u>	<u>\$ 62,976</u>	<u>77,241</u>	<u>\$ (14,265)</u>
<b>Fund balance, July 1</b>				<u>141,773</u>	
<b>Fund balance, June 30</b>				<u>\$ 219,014</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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
<b>Licenses and permits:</b>				
Alarm permit fees	\$ 751,000	\$ 751,000	\$ 748,398	\$ (2,602)
<b>Interest on investments:</b>				
Interest	<u>24,000</u>	<u>24,000</u>	<u>15,028</u>	<u>(8,972)</u>
<b>Total revenues</b>	<u>775,000</u>	<u>775,000</u>	<u>763,426</u>	<u>(11,574)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	525,000	525,000	376,563	148,437
Indirect overhead	<u>10,000</u>	<u>10,000</u>	<u>9,578</u>	<u>422</u>
<b>Total expenditures</b>	<u>535,000</u>	<u>535,000</u>	<u>386,141</u>	<u>148,859</u>
<b>Excess of revenues over expenditures</b>	<u>240,000</u>	<u>240,000</u>	<u>377,285</u>	<u>137,285</u>
<b>Other financing uses:</b>				
Transfers out	<u>(425,000)</u>	<u>(425,000)</u>	<u>(378,582)</u>	<u>46,418</u>
<b>Total other financing sources (uses)</b>	<u>(425,000)</u>	<u>(425,000)</u>	<u>(378,582)</u>	<u>46,418</u>
<b>Net change in fund balance</b>	(185,000)	(185,000)	(1,297)	183,703
<b>Fund balance, July 1</b>	<u>588,625</u>	<u>588,625</u>	<u>588,625</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ 403,625</u>	<u>\$ 403,625</u>	<u>\$ 587,328</u>	<u>\$ 183,703</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - PHOTO ENFORCEMENT RED LIGHT FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
<b>Licenses and permits:</b>				
Photo Enforcement Revenues	\$ 5,800,000	\$ 8,900,000	\$ 8,569,526	\$ (330,474)
Interest	-	-	319,031	319,031
<b>Total revenues</b>	<u>5,800,000</u>	<u>8,900,000</u>	<u>8,888,557</u>	<u>(11,443)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
Public Safety	6,180,000	9,280,000	8,538,022	741,978
Indirect overhead	10,000	10,000	8,416	1,584
<b>Total expenditures</b>	<u>6,190,000</u>	<u>9,290,000</u>	<u>8,546,438</u>	<u>743,562</u>
<b>Excess of revenues over expenditures</b>	<u>(390,000)</u>	<u>(390,000)</u>	<u>342,119</u>	<u>732,119</u>
<b>Other financing uses:</b>				
Transfers out	(985,000)	(985,000)	(985,000)	-
<b>Total other financing sources (uses)</b>	<u>(985,000)</u>	<u>(985,000)</u>	<u>(985,000)</u>	<u>-</u>
<b>Net change in fund balance</b>	(1,375,000)	(1,375,000)	(642,881)	732,119
<b>Fund balance, July 1</b>	<u>10,934,676</u>	<u>10,934,676</u>	<u>10,934,676</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ 9,559,676</u>	<u>\$ 9,559,676</u>	<u>\$ 10,291,795</u>	<u>\$ 732,119</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, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
Charges for building rental	\$ 3,289,000	3,099,000	\$ 2,913,904	\$ (185,096)
Interest	-	-	6,384	6,384
Miscellaneous	-	-	651	651
<b>Total revenues</b>	<u>3,289,000</u>	<u>3,099,000</u>	<u>2,920,939</u>	<u>(178,061)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General Government:</b>				
City/County building	3,353,000	4,215,000	3,632,859	582,141
Indirect overhead	86,000	86,000	86,000	-
<b>Total expenditures</b>	<u>3,439,000</u>	<u>4,301,000</u>	<u>3,718,859</u>	<u>582,141</u>
<b>Excess of revenues over expenditures</b>	<u>(150,000)</u>	<u>(1,202,000)</u>	<u>(797,920)</u>	<u>404,080</u>
<b>Other financing uses:</b>				
Transfers in	-	-	-	-
<b>Total other financing sources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>(150,000)</u>	<u>(1,202,000)</u>	<u>(797,920)</u>	<u>404,080</u>
<b>Fund balance, July 1</b>	<u>1,186,733</u>	<u>1,186,733</u>	<u>1,186,733</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ 1,036,733</u>	<u>\$ (15,267)</u>	<u>\$ 388,813</u>	<u>\$ 404,080</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - PLAZA DEL SOL BUILDING FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services:				
Charges for building rental	\$ 1,430,000	\$ 1,430,000	\$ 1,430,900	\$ 900
Interest:				
Interest on investments	-	-	1,733	1,733
<b>Total revenues</b>	<u>1,430,000</u>	<u>1,430,000</u>	<u>1,432,633</u>	<u>2,633</u>
<b>Expenditures:</b>				
Current:				
General Government				
Building operations	862,000	862,000	805,128	56,872
<b>Total expenditures</b>	<u>862,000</u>	<u>862,000</u>	<u>805,128</u>	<u>56,872</u>
<b>Excess of revenues over expenditures</b>	568,000	568,000	627,505	59,505
<b>Other financing uses:</b>				
Operating transfers out	(572,000)	(572,000)	(572,000)	-
<b>Total other financing sources (uses)</b>	<u>(572,000)</u>	<u>(572,000)</u>	<u>(572,000)</u>	<u>-</u>
<b>Net change in fund balance</b>	(4,000)	(4,000)	55,505	59,505
<b>Fund balance, July 1</b>	<u>67,534</u>	<u>67,534</u>	<u>67,534</u>	
<b>Fund balance, June 30</b>	<u>\$ 63,534</u>	<u>\$ 63,534</u>	<u>\$ 123,039</u>	<u>\$ 59,505</u>



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - ACQUISITION AND MANAGEMENT OF OPEN SPACE EXPENDITURES FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services	75,000	75,000	71,593	(3,407)
Interest	15,000	15,000	39,422	24,422
<b>Total revenues</b>	<u>90,000</u>	<u>90,000</u>	<u>111,015</u>	<u>21,015</u>
<b>Expenditures:</b>				
Current				
Culture and recreation	2,714,000	2,714,000	2,625,391	88,609
<b>Total expenditures</b>	<u>2,714,000</u>	<u>2,714,000</u>	<u>2,625,391</u>	<u>88,609</u>
<b>Excess (deficiency) of revenues over expenditures</b>	(2,624,000)	(2,624,000)	(2,514,376)	109,624
<b>Other financing sources:</b>				
Operating transfers in	1,458,000	1,458,000	1,934,854	476,854
<b>Net change in fund balance</b>	<u>(1,166,000)</u>	<u>(1,166,000)</u>	<u>(579,522)</u>	<u>586,478</u>
<b>Fund balance, July 1</b>	<u>1,885,373</u>	<u>1,885,373</u>	<u>1,885,373</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ 719,373</u>	<u>\$ 719,373</u>	<u>\$ 1,305,851</u>	<u>\$ 586,478</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - URBAN ENHANCEMENT EXPENDITURES FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2008</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2009</u>
<b>Revenues:</b>					
<b>Interest:</b>					
Interest on investments	\$ 247,475	\$ 521,620	\$ (274,145)	\$ 43,380	\$ (317,525)
<b>Miscellaneous:</b>					
Other miscellaneous revenue	-	2,591	(2,591)	16,227	(18,818)
<b>Total revenues</b>	<u>247,475</u>	<u>524,211</u>	<u>(276,736)</u>	<u>59,607</u>	<u>(336,343)</u>
<b>Expenditures:</b>					
<b>Current:</b>					
Culture and recreation	1,694,502	1,076,703	617,799	488,588	129,211
<b>Total expenditures</b>	<u>1,694,502</u>	<u>1,076,703</u>	<u>617,799</u>	<u>488,588</u>	<u>129,211</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,447,027)</u>	<u>(552,492)</u>	<u>(894,535)</u>	<u>(428,981)</u>	<u>(465,554)</u>
<b>Other financing sources:</b>					
Operating transfers in	1,447,027	1,585,781	(138,754)	-	(138,754)
Operating transfers out	-	-	-	(141,727)	141,727
<b>Total other financing sources (uses)</b>	<u>1,447,027</u>	<u>1,585,781</u>	<u>(138,754)</u>	<u>(141,727)</u>	<u>2,973</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ 1,033,289</u>	<u>\$ (1,033,289)</u>	<u>(570,708)</u>	<u>\$ (462,581)</u>
<b>Fund balance, July 1</b>				<u>1,828,539</u>	
<b>Fund balance, June 30</b>				<u>\$ 1,257,831</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - SALES TAX REFUNDING DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
Interest on investments	\$ 100,000	\$ 100,000	\$ 166,721	\$ 66,721
Interest on advance	-	-	803,610	803,610
<b>Total revenues</b>	<u>100,000</u>	<u>100,000</u>	<u>970,331</u>	<u>870,331</u>
<b>Expenditures:</b>				
<b>Debt service:</b>				
Principal	4,040,000	4,040,000	4,195,000	(155,000)
Interest	6,503,999	6,503,999	6,268,008	235,991
Bond issuance costs and other fees	200,001	200,001	8,873	191,128
<b>Total expenditures</b>	<u>10,744,000</u>	<u>10,744,000</u>	<u>10,471,881</u>	<u>272,119</u>
<b>Excess (deficiency) of revenues over expenditures</b>	(10,644,000)	(10,644,000)	(9,501,550)	1,142,450
<b>Other financing sources:</b>				
Proceeds of refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Operating transfers in	11,889,000	11,889,000	7,760,928	(4,128,072)
<b>Total other financing sources (uses)</b>	<u>11,889,000</u>	<u>11,889,000</u>	<u>7,760,928</u>	<u>(4,128,072)</u>
<b>Net change in fund balance</b>	1,245,000	1,245,000	(1,740,622)	(2,985,622)
<b>Fund balance, July 1</b>	<u>19,797,717</u>	<u>19,797,717</u>	<u>19,797,717</u>	-
<b>Fund balance, June 30</b>	<u>\$ 21,042,717</u>	<u>\$ 21,042,717</u>	<u>\$ 18,057,095</u>	<u>\$ (2,985,622)</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE**  
**BUDGET AND ACTUAL - QUALITY OF LIFE FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2008</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2009</u>
<b><u>Quality of Life Fund</u></b>					
<b>Capital Outlay and Other:</b>					
Balloon/Science Museum	\$ 25,005,700	\$ 24,978,431	\$ 27,269	\$ (3,549)	\$ 30,818
Tingley Aqua Park /Botanical	36,620,000	36,595,631	24,369	-	24,369
Quarter cent - streets	-	-	-	-	-
Quarter cent - storm drain	-	-	-	-	-
Rio Grande Bosque RR	-	-	-	-	-
<b>Total Quality of Life Fund</b>	<b><u>\$ 61,625,700</u></b>	<b><u>\$ 61,574,062</u></b>	<b><u>\$ 51,638</u></b>	<b><u>\$ (3,549)</u></b>	<b><u>\$ 55,187</u></b>

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**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, 2009

	Balloon Science Museum	Tingley Aqua Park Botanical	Sworn Police Personnel Program	Quarter-Cent Streets
<b>Revenues:</b>				
Interest on investments	\$ 2,102	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<u>2,102</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures:</b>				
Capital outlay	(3,549)	-	-	-
<b>Total expenditures</b>	<u>(3,549)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing uses:</b>				
Intra-Fund transfers out	-	-	-	-
Operating transfers out	-	-	-	-
<b>Total other financing uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	5,651	-	-	-
<b>Fund balances (deficit), July 1</b>	(75,960)	24,367	2,243	10,105
<b>Fund balances (deficit), June 30</b>	<u>\$ (70,309)</u>	<u>\$ 24,367</u>	<u>\$ 2,243</u>	<u>\$ 10,105</u>

Quarter Cent Storm Drain	Rio Grande Bosque RR	Miscellaneous	Intra-Fund Eliminations	Total
\$ -	\$ -	\$ -	\$ -	\$ 2,102
-	-	-	-	\$ -
-	-	-	-	\$ 2,102
-	-	-	-	(3,549)
-	-	-	-	(3,549)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	5,651
(109)	(260)	111,340	-	71,726
<u>\$ (109)</u>	<u>\$ (260)</u>	<u>\$ 111,340</u>	<u>\$ -</u>	<u>\$ 77,377</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - IMPACT FEES CAPITAL PROJECT FUND**  
**YEAR ENDED JUNE 30, 2009**

	Project Budget	Prior Years' Actual	Project Budget Remaining July 1, 2008	Current Year Actual	Project Budget Remaining June 30, 2009
<b>Revenues:</b>					
Charges for services	\$ 18,441,075	\$ 22,937,744	\$ (4,496,669)	\$ 3,242,428	\$ (7,739,097)
Interest	\$ 684,472	\$ 1,075,728	(391,256)	\$ 624,709	(1,015,965)
<b>Total revenues</b>	<u>19,125,547</u>	<u>24,013,472</u>	<u>(4,887,925)</u>	<u>3,867,137</u>	<u>(8,755,062)</u>
<b>Expenditures:</b>					
<b>Current</b>					
Capital Outlay	19,125,547	1,135,321	17,990,226	4,662,412	13,327,814
<b>Total expenditures</b>	<u>19,125,547</u>	<u>1,135,321</u>	<u>17,990,226</u>	<u>4,662,412</u>	<u>13,327,814</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>-</u>	<u>22,878,151</u>	<u>(22,878,151)</u>	<u>(795,275)</u>	<u>(22,082,876)</u>
<b>Other financing sources (uses):</b>					
Operating transfers in (out)	-	-	-	-	-
Bond proceeds	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ 22,878,151</u>	<u>\$ (22,878,151)</u>	<u>(795,275)</u>	<u>\$ (22,082,876)</u>
<b>Fund balances, July 1</b>				22,878,151	
<b>Fund balances, June 30</b>				<u>\$ 22,082,876</u>	



**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, 2009**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2008	Current Year Actual	Project Budget Remaining June 30, 2009
<b>Revenues:</b>					
Interest on investments	\$ 1,284,744	\$ 1,342,622	\$ (57,878)	\$ 168,622	\$ (226,500)
Other:					
Vehicle and equipment replacement charges	-	-	-	-	-
Sales of property and equipment	399,500	1,110,002	(710,502)	376	(710,878)
Recoveries on damaged vehicles	285,582	324,631	(39,049)	13,160	(52,209)
Fines and forfeits	-	-	-	-	-
Miscellaneous revenues	330,174	351,895	(21,721)	180,745	(202,466)
<b>Total other revenues</b>	<b>1,015,256</b>	<b>1,786,528</b>	<b>(771,272)</b>	<b>194,281</b>	<b>(965,553)</b>
<b>Total revenues</b>	<b>2,300,000</b>	<b>3,129,150</b>	<b>(829,150)</b>	<b>362,903</b>	<b>(1,192,053)</b>
<b>Expenditures:</b>					
Current					
Capital outlay:					
Vehicles and equipment	5,856,000	4,950,666	905,334	5,968	899,366
Computers	8,200,000	6,036,119	2,163,881	1,154,497	1,009,384
<b>Total expenditures</b>	<b>14,056,000</b>	<b>10,986,785</b>	<b>3,069,215</b>	<b>1,160,465</b>	<b>1,908,750</b>
<b>Deficiency of revenues over expenditures</b>	<b>(11,756,000)</b>	<b>(7,857,635)</b>	<b>(3,898,365)</b>	<b>(797,562)</b>	<b>(3,100,803)</b>
<b>Other financing sources:</b>					
Operating transfers in	15,262,000	15,262,000	-	-	-
Operating transfers out	(3,506,000)	-	(3,506,000)	(3,506,000)	-
Bond proceeds	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>11,756,000</b>	<b>15,262,000</b>	<b>(3,506,000)</b>	<b>(3,506,000)</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ -</b>	<b>\$ 7,404,365</b>	<b>\$ (7,404,365)</b>	<b>(4,303,562)</b>	<b>\$ (3,100,803)</b>
<b>Fund balance, July 1</b>				<b>7,404,365</b>	
<b>Fund balance, June 30</b>				<b>\$ 3,100,803</b>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**BUDGET AND ACTUAL - AIRPORT FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services	\$ 64,602,000	\$ 64,602,000	\$ 63,537,389	\$ (1,064,611)
Passenger Facility Charge	8,100,000	8,100,000	7,379,523	(720,477)
Miscellaneous revenue	200,000	200,000	326,039	126,039
Interest on investments	1,070,000	1,070,000	963,423	(106,577)
Proceeds of refunding bonds	-	34,689,000	34,689,000	-
Transfer from non-restricted cash to cash restricted for debt service	30,000,000	30,000,000	30,000,000	-
<b>Total revenues</b>	<u>103,972,000</u>	<u>138,661,000</u>	<u>136,895,374</u>	<u>(1,765,626)</u>
<b>Expenses:</b>				
Aviation management and professional support	3,758,000	3,758,000	3,613,176	144,824
Aviation operation, maintenance and security	25,628,000	25,628,000	25,174,370	453,630
Airport capital and deferred maintenance	12,800,000	12,800,000	12,800,000	-
Miscellaneous expense	1,400,000	1,400,000	1,295,561	104,439
Payments for General Fund services	1,418,000	1,418,000	1,324,725	93,275
Transfer from non-restricted cash to cash restricted for debt service	30,000,000	30,000,000	30,000,000	-
Debt service	29,868,000	64,557,000	54,673,987	9,883,013
<b>Total expenses</b>	<u>104,872,000</u>	<u>139,561,000</u>	<u>128,881,819</u>	<u>10,679,181</u>
<b>Excess of revenues over (under) expenses</b>	<u>\$ (900,000)</u>	<u>\$ (900,000)</u>	8,013,555	<u>\$ 8,913,555</u>
<b>Revenues (expenses) not budgeted:</b>				
Interest on investments of restricted assets			(446,226)	
Depreciation			(27,077,325)	
Amortization			(3,685,383)	
Loss on disposition of property and equipment			(285,580)	
Capital fund non-capitalized items			(1,189,782)	
<b>Charges to conform to generally accepted accounting principles:</b>				
Principal payment on bonds			18,165,000	
Payment to refund bond			32,800,000	
Proceeds of refund bond			(34,689,000)	
Transfer from non-restricted cash to cash restricted for acquisition of property and equipment			12,800,000	
Capital contributions			10,966,242	
<b>Change in net assets</b>			<u>\$ 15,371,501</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - REFUSE DISPOSAL FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services	\$ 52,080,031	\$ 52,080,031	\$ 52,955,756	\$ 875,725
Interest on investments	280,000	280,000	340,971	60,971
Miscellaneous revenue	1,106,751	1,220,751	2,653,425	1,432,674
Transfer from General Fund	1,428,000	1,428,000	1,428,000	-
Transfer from non-restricted cash to cash restricted for debt service	<u>5,023,000</u>	<u>5,023,000</u>	<u>5,023,000</u>	<u>-</u>
<b>Total revenues</b>	<u>59,917,782</u>	<u>60,031,782</u>	<u>62,401,152</u>	<u>2,369,370</u>
<b>Expenses:</b>				
Administrative services	7,734,000	7,690,000	8,908,556	(1,218,556)
Collections	18,560,798	18,510,798	18,005,752	505,046
Disposal	6,190,202	6,140,202	4,121,686	2,018,516
Recycling	3,654,000	4,026,000	4,022,473	3,527
Clean City	5,957,000	5,865,000	5,384,656	480,344
Transfer from non-restricted cash to cash: restricted for debt service	5,023,000	5,023,000	5,023,000	-
restricted for capital acquisition	2,804,000	2,804,000	2,804,000	-
Payment for General Fund services	4,217,000	4,217,000	4,008,365	208,635
Billings expense-Albuquerque Bernalillo County Water Utility Authority	980,000	980,000	980,000	-
Debt service	<u>5,023,000</u>	<u>5,023,000</u>	<u>4,980,995</u>	<u>42,005</u>
<b>Total expenses</b>	<u>60,143,000</u>	<u>60,279,000</u>	<u>58,239,483</u>	<u>2,039,517</u>
<b>Excess of revenues over (under) expenses</b>	<u>\$ (225,218)</u>	<u>\$ (247,218)</u>	4,161,669	<u>\$ 4,408,887</u>
<b>Revenues (expenses) not budgeted:</b>				
Interest on investments of restricted assets			185,575	
Gain or loss on disposition of property and equipment			(404,630)	
Capital contributions			-	
Depreciation			(5,957,693)	
Amortization			(3,341)	
Bad Debt			(458,774)	
Unrealized gain on investments			(13,283)	
<b>Changes to conform to generally accepted accounting principles:</b>				
Principal payment on bonds			4,063,986	
Transfer from non-restricted cash to cash restricted for capital acquisition			2,804,000	
Capitalized interest on long-term debt			230,532	
Capital outlay			<u>(1,252,105)</u>	
<b>Change in net assets</b>			<u>\$ 3,355,936</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - TRANSIT FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Passenger revenues	\$ 5,605,500	\$ 5,605,500	\$ 6,174,033	\$ 568,533
Interest on investments	75,000	75,000	(65,840)	(140,840)
General operating assistance	26,331,000	26,331,000	26,331,000	-
Transfer from Transportation Infrastructure Tax Fu	8,216,000	8,216,000	7,800,807	(415,193)
State of New Mexico- Department of Transportati	-	-	-	-
County- shared operations	1,600,000	1,600,000	1,564,711	(35,289)
<b>Total revenues</b>	<u>41,827,500</u>	<u>41,827,500</u>	<u>41,804,711</u>	<u>(22,789)</u>
<b>Expenses:</b>				
ABQ ride	27,681,000	26,595,000	26,315,712	279,288
Paratransit services	5,451,000	5,296,000	5,406,229	(110,229)
Special events	251,000	293,000	292,092	908
Strategic support	3,569,000	3,569,000	3,138,601	430,399
Facility maintenance	1,621,000	2,183,000	2,182,781	219
Transfer from non-restricted cash to cash restricted for operating grants	957,000	957,000	315,000	642,000
Payment for General Fund services	2,230,000	2,230,000	2,147,673	82,327
Debt service	2,698,000	2,698,000	2,697,522	478
<b>Total expenses</b>	<u>44,458,000</u>	<u>43,821,000</u>	<u>42,495,610</u>	<u>1,325,390</u>
<b>Excess of revenues over (under) expenses</b>	<u>\$ (2,630,500)</u>	<u>\$ (1,993,500)</u>	<u>(690,899)</u>	<u>\$ 1,302,601</u>
<b>Revenues (expenses) not budgeted:</b>				
Interest on investments of restricted assets			(31,074)	
Depreciation			(11,320,080)	
Bad debt expense			(32,124)	
Miscellaneous income/ (Cash over and short)			43,516	
Operating grant revenue			911,698	
Operating grant expenses			(4,524,722)	
Loss on disposition of capital assets			(196,593)	
Transfer from Capital Acquisition Fund			4,006,586	
Unrealized gains on investments			-	
<b>Changes to conform to generally accepted accounting principles:</b>				
Capital Contributions			27,553,061	
Transfer from non-restricted cash to cash restricted for operating grants			315,000	
Principal payment on debt, not reported			1,947,322	
Capital Outlay			<u>(1,421)</u>	
<b>Change in net assets</b>			<u>\$ 17,980,270</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**AIRPORT FUND**  
June 30, 2009

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<b>Revenue Bonds</b>			
2010	\$ 18,165,000	\$ 7,952,457	\$ 26,117,457
2011	19,315,000	7,146,856	26,461,856
2012	18,870,000	6,294,098	25,164,098
2013	19,860,000	5,370,976	25,230,976
2014	20,080,000	4,377,447	24,457,447
2015 - 2019	65,710,000	9,954,305	75,664,305
2020 - 2024	12,700,000	1,410,863	14,110,863
2025	<u>1,665,000</u>	<u>37,463</u>	<u>1,702,463</u>
<b>Total bonds</b>	<b><u>\$ 176,365,000</u></b>	<b><u>\$ 42,544,465</u></b>	<b><u>\$ 218,909,465</u></b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**REFUSE DISPOSAL FUND**  
June 30, 2009

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<b>Revenue Bonds</b>			
2010	\$ 3,165,000	\$ 635,324	\$ 3,800,324
2011	3,320,000	478,528	3,798,528
2012	3,485,000	312,863	3,797,863
2013	3,645,000	134,834	3,779,834
2014	<u>905,000</u>	<u>20,928</u>	<u>925,928</u>
<b>Total Bonds</b>	<b><u>\$ 14,520,000</u></b>	<b><u>\$ 1,582,477</u></b>	<b><u>\$ 16,102,477</u></b>
<b>Notes Payable</b>			
2010	\$ 898,986	\$ 192,765	\$ 1,091,751
2011	924,528	165,964	1,090,492
2012	952,720	136,611	1,089,331
2013	983,381	104,785	1,088,166
2014	1,016,534	70,603	1,087,137
2015 - 2019	<u>1,463,643</u>	<u>41,672</u>	<u>1,505,315</u>
<b>Total notes payable</b>	<b><u>\$ 6,239,792</u></b>	<b><u>\$ 712,400</u></b>	<b><u>\$ 6,952,192</u></b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**TRANSIT FUND**  
**June 30, 2009**

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<b>Notes payable</b>			
2010	\$ 1,004,805	\$ 343,943	\$ 1,348,748
2011	2,074,121	623,376	2,697,497
2012	2,163,208	534,289	2,697,497
2013	2,256,121	441,376	2,697,497
2014	2,353,025	344,472	2,697,497
2015-2018	<u>6,334,271</u>	<u>409,469</u>	<u>6,743,740</u>
<b>Total notes payable</b>	<u>\$ 16,185,551</u>	<u>\$ 2,696,925</u>	<u>\$ 18,882,476</u>

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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**DESCRIPTION OF NONMAJOR ENTERPRISE FUNDS**

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

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

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

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

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF NET ASSETS**  
**NONMAJOR PROPRIETARY FUNDS - ENTERPRISE FUNDS**  
**JUNE 30, 2009**

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
<b>ASSETS</b>		
<b>Current assets:</b>		
Cash, investments, and accrued interest	\$ 179,352	\$ -
Cash with fiscal agents held for debt service	315,230	-
Cash held by others	-	926,628
Accounts receivable, net of allowance for uncollectible accounts	8,427	14,519
Due from other governments	-	-
Prepaid expenses	-	29,219
Inventories of supplies	-	-
	<u>503,009</u>	<u>970,366</u>
<b>Total current assets</b>		
<b>Noncurrent assets:</b>		
<b>Restricted assets:</b>		
Cash, investments, and accrued interest restricted for construction and debt service	80,139	1,616,423
Accounts receivable-developers	-	-
Escrow deposits	-	96,761
	<u>80,139</u>	<u>1,713,184</u>
<b>Total restricted assets</b>		
<b>Capital Assets</b>		
Land	828,330	2,042,705
Buildings and improvements	8,366,372	18,301,853
Machinery and equipment	2,132,572	593,086
Other	-	-
Total capital assets before depreciation	<u>11,327,274</u>	<u>20,937,644</u>
Less accumulated depreciation and amortization	5,112,438	7,877,602
Capital assets, net of depreciation	<u>6,214,836</u>	<u>13,060,042</u>
Construction work in progress	-	-
	<u>6,214,836</u>	<u>13,060,042</u>
<b>Total capital assets</b>		
<b>Deferred Charges</b>		
Capitalized bond issuance costs	5,882	244,448
Total deferred charges	<u>5,882</u>	<u>244,448</u>
<b>Total noncurrent assets</b>	<u>6,300,857</u>	<u>15,017,674</u>
<b>Total assets</b>	<u>\$ 6,803,866</u>	<u>\$ 15,988,040</u>

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Total
\$ 20,067,333	\$ 1,056,970	\$ 199,655	\$ 21,503,310
-	-	806,825	1,122,055
-	-	-	926,628
174,373	51,165	331,603	580,087
20,644	-	-	20,644
-	-	-	29,219
170,515	-	-	170,515
<u>20,432,865</u>	<u>1,108,135</u>	<u>1,338,083</u>	<u>24,352,458</u>
-	3,513,019	80,551	5,290,132
-	2,874,215	-	2,874,215
275,217	-	-	371,978
<u>275,217</u>	<u>6,387,234</u>	<u>80,551</u>	<u>8,536,325</u>
3,767,389	2,237,008	-	8,875,432
52,270,890	39,701,373	24,204,033	142,844,521
1,035,530	1,567,932	10,218	5,339,338
-	-	100,904	100,904
57,073,809	43,506,313	24,315,155	157,160,195
44,684,173	21,303,444	6,665,798	85,643,455
12,389,636	22,202,869	17,649,357	71,516,740
176,713	1,428,640	-	1,605,353
<u>12,566,349</u>	<u>23,631,509</u>	<u>17,649,357</u>	<u>73,122,093</u>
-	167,019	54,287	471,636
-	167,019	54,287	471,636
12,841,566	30,185,762	17,784,195	82,130,054
<u>\$ 33,274,431</u>	<u>\$ 31,293,897</u>	<u>\$ 19,122,278</u>	<u>\$ 106,482,512</u>

The accompanying notes are an integral part of these financial statements

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF NET ASSETS**  
**NONMAJOR PROPRIETARY FUNDS-ENTERPRISE FUNDS**  
**JUNE 30, 2009**

	<u>Golf Course Fund</u>	<u>Apartment Fund</u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	\$ 114,541	\$ 87,542
Accrued payroll	51,517	-
Accrued vacation and sick leave pay	156,607	-
Deposits and prepaid rents	-	18,336
Due to other funds	-	-
Due to other governments	-	-
Payable out of restricted assets:		
Construction contracts and miscellaneous payable	-	-
Current portion of bonds, notes payable and capital leases	285,000	170,000
Accrued interest	30,230	306,360
	<u>637,895</u>	<u>582,238</u>
<b>Total current liabilities</b>		
Noncurrent liabilities		
Liabilities payable from restricted assets:		
Tenant security deposits	-	102,676
	<u>-</u>	<u>102,676</u>
<b>Total liabilities payable from restricted assets</b>		
Long-term debt, excluding current portion:		
Revenue bonds (net of unamortized discounts), notes payable, and capital leases	624,291	11,105,000
	<u>624,291</u>	<u>11,105,000</u>
<b>Total long-term debt</b>		
Other:		
Accrued vacation and sick leave pay	72,487	-
Advances from other funds	-	-
	<u>72,487</u>	<u>-</u>
<b>Total other liabilities</b>		
<b>Total noncurrent liabilities</b>	<u>696,778</u>	<u>11,207,676</u>
<b>Total liabilities</b>	<u>1,334,673</u>	<u>11,789,914</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	5,311,427	2,029,490
Restricted:		
Debt Service	8,866	1,310,063
Construction	41,044	-
Unrestricted (deficit)	107,856	858,573
	<u>5,469,193</u>	<u>4,198,126</u>
<b>Total net assets</b>	<u>\$ 5,469,193</u>	<u>\$ 4,198,126</u>

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Total
\$ 252,799	\$ 60,572	\$ 45,006	\$ 560,460
113,766	56,354	3,462	225,099
147,934	132,872	5,431	442,844
-	-	-	18,336
2,299,519	-	-	2,299,519
16,981	-	-	16,981
-	550,953	-	550,953
92,682	-	451,735	999,417
-	-	338,867	675,457
<u>2,923,681</u>	<u>800,751</u>	<u>844,501</u>	<u>5,789,066</u>
<u>324,664</u>	<u>-</u>	<u>-</u>	<u>427,340</u>
<u>324,664</u>	<u>-</u>	<u>-</u>	<u>427,340</u>
<u>500,168</u>	<u>-</u>	<u>12,526,898</u>	<u>24,756,357</u>
<u>500,168</u>	<u>-</u>	<u>12,526,898</u>	<u>24,756,357</u>
44,381	-	13,898	130,766
-	14,200,000	-	14,200,000
<u>44,381</u>	<u>14,200,000</u>	<u>13,898</u>	<u>14,330,766</u>
<u>869,213</u>	<u>14,200,000</u>	<u>12,540,796</u>	<u>39,514,463</u>
<u>3,792,894</u>	<u>15,000,751</u>	<u>13,385,297</u>	<u>45,303,529</u>
11,973,499	9,598,528	4,725,011	33,637,955
-	946,433	80,550	2,345,912
-	4,889,848	-	4,930,892
17,508,038	858,337	931,420	20,264,224
<u>\$ 29,481,537</u>	<u>\$ 16,293,146</u>	<u>\$ 5,736,981</u>	<u>\$ 61,178,983</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, 2009**

	Golf Course Fund	Apartments Fund
	<u>                    </u>	<u>                    </u>
Operating revenues:		
Charges for services	\$ 4,531,775	\$ 3,099,422
	<u>                    </u>	<u>                    </u>
Operating Expenses:		
Salaries and fringe benefits	2,021,721	-
Professional services	12,000	-
Utilities	935,550	501,849
Supplies	53,093	-
Travel	267	-
Fuels, repairs and maintenance	426,648	610,194
Contractual services	52,476	181,986
Other operating expenses	282,589	1,091,375
Depreciation	269,956	627,473
Bad Debt expense	-	-
	<u>                    </u>	<u>                    </u>
Total operating expenses	4,054,300	3,012,877
	<u>                    </u>	<u>                    </u>
Operating income (loss)	477,475	86,545
	<u>                    </u>	<u>                    </u>
Non-operating revenues (expenses):		
Interest on investments	2,361	15,807
Federal housing grants	-	-
Housing assistance payments	-	-
Interest expense	(61,111)	(526,875)
Bond issue costs	(5,649)	(15,694)
Other	142,518	309,305
	<u>                    </u>	<u>                    </u>
Total non-operating revenues (expenses)	78,119	(217,457)
	<u>                    </u>	<u>                    </u>
Income (loss) before capital contributions and transfers	555,594	(130,912)
	<u>                    </u>	<u>                    </u>
Capital contributions	-	-
Transfers in	11,000	-
Transfers out	(93,292)	(51,523)
	<u>                    </u>	<u>                    </u>
Change in net assets	473,302	(182,435)
	<u>                    </u>	<u>                    </u>
Net assets, July 1	4,995,892	4,380,561
	<u>                    </u>	<u>                    </u>
Net assets, June 30	<u>\$ 5,469,194</u>	<u>\$ 4,198,126</u>

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Total
\$ 1,968,090	\$ 4,728,604	\$ 1,811,066	\$ 16,138,957
3,605,955	2,123,513	122,448	7,873,637
12,000	590	42,990	67,580
754,440	352,529	364,068	2,908,436
-	91,568	211	144,872
-	-	-	267
6,310,925	201,117	89,485	7,638,369
-	268,270	25,287	528,019
-	511,575	50,641	1,936,180
1,588,555	1,371,240	935,296	4,792,520
1,988	-	-	1,988
<u>12,273,863</u>	<u>4,920,402</u>	<u>1,630,426</u>	<u>25,891,868</u>
<u>(10,305,773)</u>	<u>(191,798)</u>	<u>180,640</u>	<u>(9,752,911)</u>
192,302	187,485	18,170	416,125
27,118,913	-	-	27,118,913
(21,191,998)	-	-	(21,191,998)
(28,132)	(803,610)	(710,180)	(2,129,908)
-	(97,224)	(21,308)	(139,875)
<u>2,194,397</u>	<u>(24,306)</u>	<u>-</u>	<u>2,621,914</u>
<u>8,285,482</u>	<u>(737,655)</u>	<u>(713,318)</u>	<u>6,695,171</u>
<u>(2,020,291)</u>	<u>(929,453)</u>	<u>(532,678)</u>	<u>(3,057,740)</u>
-	7,052	89,600	96,652
-	1,643,000	150,000	1,804,000
<u>-</u>	<u>(163,474)</u>	<u>-</u>	<u>(308,289)</u>
<u>(2,020,291)</u>	<u>557,125</u>	<u>(293,078)</u>	<u>(1,465,377)</u>
<u>31,501,828</u>	<u>15,736,021</u>	<u>6,030,058</u>	<u>62,644,360</u>
<u>\$ 29,481,537</u>	<u>\$ 16,293,146</u>	<u>\$ 5,736,980</u>	<u>\$ 61,178,983</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, 2009

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
<b>Cash flows from operating activities:</b>		
Cash received from customers	\$ 4,523,348	\$ 3,103,157
Cash received from other funds for goods and services	(329,393)	-
Cash payments to employees for services	(1,966,740)	-
Cash payments to suppliers for goods and services	(765,619)	(1,850,837)
Cash payments to other funds for goods and services	(935,550)	(501,849)
Miscellaneous cash received	-	309,305
Miscellaneous cash paid	-	-
<b>Net cash provided by (used for) operating activities</b>	<u>526,046</u>	<u>1,059,776</u>
<b>Cash flow from noncapital financing activities:</b>		
Operating grants received	-	-
Housing assistance payments	-	-
Principal paid on advance from other funds	-	-
Interest paid on advance from other funds	-	-
Other income (expense)	142,521	24
Transfers-in from other funds	11,000	-
Transfers-out to other funds	(93,292)	(51,523)
<b>Net cash provided by (used for) noncapital financing activities</b>	<u>60,229</u>	<u>(51,499)</u>
<b>Cash flows from capital and related financing activities:</b>		
Principal paid on revenue bond maturities and refunded bonds	(264,349)	(1,205,000)
Interest and other expenses paid	-	-
on revenue bond maturities	(69,856)	(249,361)
Acquisition and construction of capital assets	(43,857)	(220,120)
<b>Net cash used for capital and related financing activities</b>	<u>(378,062)</u>	<u>(1,674,481)</u>
<b>Cash flows from investing activities:</b>		
Interest received on investments	2,361	15,807
<b>Net cash provided by investing activities</b>	<u>2,361</u>	<u>15,807</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	210,574	(650,397)
<b>Cash and cash equivalents, July 1</b>	<u>364,147</u>	<u>3,290,209</u>
<b>Cash and cash equivalents, June 30</b>	<u>\$ 574,721</u>	<u>\$ 2,639,812</u>

The accompanying notes are an integral part of these financial statements



Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Totals
\$ 1,929,651	\$ 4,772,627	\$ 1,752,745	\$ 16,081,528
-	-	-	(329,393)
(3,554,206)	(2,142,497)	(120,525)	(7,783,968)
(6,340,182)	(512,888)	(189,880)	(9,659,406)
683,432	(352,529)	(364,068)	(1,470,564)
-	-	-	309,305
-	-	-	-
<u>(7,281,305)</u>	<u>1,764,713</u>	<u>1,078,272</u>	<u>(2,852,498)</u>
27,118,913	-	-	27,118,913
(21,191,998)	-	-	(21,191,998)
-	(2,455,000)	-	(2,455,000)
-	(803,610)	-	(803,610)
2,194,397	(24,306)	-	2,312,636
-	1,643,000	150,000	1,804,000
-	(163,474)	-	(308,289)
<u>8,121,312</u>	<u>(1,803,390)</u>	<u>150,000</u>	<u>6,476,652</u>
(88,713)	-	(432,890)	(1,990,952)
-	-	-	-
(28,132)	-	(719,036)	(1,066,385)
<u>1,700,600</u>	<u>(1,428,639)</u>	<u>-</u>	<u>7,984</u>
<u>1,583,755</u>	<u>(1,428,639)</u>	<u>(1,151,926)</u>	<u>(3,049,353)</u>
<u>192,302</u>	<u>187,485</u>	<u>18,170</u>	<u>416,125</u>
<u>192,302</u>	<u>187,485</u>	<u>18,170</u>	<u>416,125</u>
2,616,064	(1,279,831)	94,516	990,926
<u>17,726,486</u>	<u>5,849,820</u>	<u>992,515</u>	<u>28,223,177</u>
<u>\$ 20,342,550</u>	<u>\$ 4,569,989</u>	<u>\$ 1,087,031</u>	<u>\$ 29,214,103</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, 2009

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>		
Operating income (loss)	\$ 477,475	\$ 86,545
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	269,956	627,473
Miscellaneous income (expense)	-	-
Fiscal agent fees	-	309,305
Bad debt expense	-	-
Loss on adjustment of assets		
Corrections		
Decrease (increase) in assets:		
Receivables	(8,427)	3,433
Due from other governments	-	-
Inventories of supplies	-	-
Prepaid expenses	-	(1,678)
Increase (decrease) in liabilities:		
Accounts payable	61,454	34,396
Accrued employee compensation and benefits	54,981	-
Construction contracts and miscellaneous payables		
Deposits and prepaid rents	-	(18,034)
Due to other governments	-	-
Deferred revenue	-	18,336
Due to other funds	(329,393)	-
Escrow liability	-	-
<b>Net cash provided by (used for) operating activities</b>	<b>\$ 526,046</b>	<b>\$ 1,059,776</b>
 <b>Cash and cash equivalents at June 30 consist of:</b>		
<b>Current assets:</b>		
Cash, investments, and accrued interest	\$ 179,352	\$ -
Cash and investments with fiscal agents	315,230	-
Cash held by others	-	1,526,578
<b>Restricted assets:</b>		
Cash, investments, and accrued interest	80,139	1,016,473
Escrow deposits	-	96,761
<b>Total cash and cash equivalents, June 30</b>	<b>\$ 574,721</b>	<b>\$ 2,639,812</b>
 <b>Non cash transactions:</b>		
Unrealized gains on investments	\$ -	-
Transfer of fixed assets from other funds	-	-
HUD payment of third party guaranteed debt	-	-
Amortization of debt issuance costs	-	-
Non-cash (loss) on disposition of fixed assets	-	-
Issuance of new bonds	-	11,275,000
Payment of bonds by issuance of new bonds	-	(12,180,000)
Bond issuance costs paid by issuance of new bonds	-	(250,268)

The accompanying notes are an integral part of these financial statements

Housing Authority Fund	Parking Facilities Fund	Stadium Fund	Totals
\$ (10,305,773)	\$ (191,798)	\$ 180,640	\$ (9,752,911)
1,588,555	1,371,237	935,296	4,792,517
-	-	-	-
-	-	-	309,305
1,988	-	-	1,988
-	-	-	-
-	-	-	-
(52,692)	44,026	(58,321)	(71,981)
40,863	-	-	40,863
(16,859)	-	-	(16,859)
-	-	-	(1,678)
13,711	9,279	18,734	137,574
51,749	(18,984)	1,923	89,669
-	550,953	-	550,953
(26,610)	-	-	(44,644)
(14,109)	-	-	(14,109)
-	-	-	18,336
1,437,872	-	-	1,108,479
-	-	-	-
<u>\$ (7,281,305)</u>	<u>\$ 1,764,713</u>	<u>\$ 1,078,272</u>	<u>\$ (2,852,498)</u>
\$ 20,067,333	\$ 1,056,970	\$ 199,655	\$ 21,503,310
-	-	806,825	1,122,055
-	-	-	1,526,578
-	3,513,019	80,551	4,690,182
275,217	-	-	371,978
<u>\$ 20,342,550</u>	<u>\$ 4,569,989</u>	<u>\$ 1,087,031</u>	<u>\$ 29,214,103</u>
-	\$ -	-	-
-	7,052	-	7,052
-	-	89,600	89,600
-	(97,224)	-	(97,224)
-	-	-	-
-	-	-	11,275,000
-	-	-	(12,180,000)
-	-	-	(250,268)

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 - GOLF COURSE FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services	\$ 4,715,206	\$ 4,715,206	\$ 4,531,781	\$ (183,425)
Transfer from non-restricted cash to cash restricted for debt service	344,000	344,000	346,000	2,000
Interest on Investments	-	197,003	2,361	(194,642)
Miscellaneous	<u>53,000</u>	<u>53,000</u>	<u>153,518</u>	<u>100,518</u>
<b>Total revenues</b>	<u>5,112,206</u>	<u>5,309,209</u>	<u>5,033,659</u>	<u>(275,550)</u>
<b>Expenses:</b>				
Affordable and quality golf	3,900,000	3,911,000	3,637,286	273,714
Debt service	346,000	346,000	346,111	(111)
Payment for General Fund services	260,000	260,000	240,355	19,645
Transfer from non-restricted cash to cash restricted for debt service	<u>346,000</u>	<u>346,000</u>	<u>346,000</u>	<u>-</u>
<b>Total expenses</b>	<u>4,852,000</u>	<u>4,863,000</u>	<u>4,569,752</u>	<u>293,248</u>
<b>Excess of revenues under expenses</b>	<u>\$ 260,206</u>	<u>\$ 446,209</u>	463,908	<u>\$ 17,699</u>
<b>Revenues (expenses) not budgeted:</b>				
Depreciation			(269,956)	
Amortization of bond issue costs and discounts			(5,649)	
Other			-	
<b>Changes to conform to generally accepted accounting principles:</b>				
Principal payments on bonds			285,000	
Contributed Capital			<u>-</u>	
<b>Change in net assets</b>			<u>\$ 473,302</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - APARTMENTS FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services:				
Apartment rents and fees	\$ 3,431,296	\$ 3,431,296	\$ 3,408,727	\$ (22,569)
Interest on investments	-	-	15,807	15,807
Transfer from non-restricted cash to cash restricted for debt service	<u>1,027,000</u>	<u>1,027,000</u>	<u>1,027,000</u>	<u>-</u>
<b>Total revenues</b>	<u>4,458,296</u>	<u>4,458,296</u>	<u>4,451,534</u>	<u>(6,762)</u>
<b>Expenses:</b>				
Apartment operations	2,330,000	2,330,000	2,069,877	260,123
Transfer from non-restricted cash to cash restricted for debt service	1,027,000	1,027,000	1,027,000	-
Transfer to City Housing Fund	40,000	40,000	51,523	(11,523)
Debt Service	504,000	504,000	526,875	(22,875)
Fiscal agent fees	<u>523,000</u>	<u>523,000</u>	<u>315,527</u>	<u>207,473</u>
<b>Total expenses</b>	<u>4,424,000</u>	<u>4,424,000</u>	<u>3,990,802</u>	<u>433,198</u>
<b>Excess of revenues over (under) expenses</b>	<u>\$ 34,296</u>	<u>\$ 34,296</u>	460,732	<u>\$ 426,436</u>
<b>Revenues (expenses) not budgeted:</b>				
Amortized bond issue costs			(15,694)	
Depreciation expense			(627,473)	
<b>Changes to conform to generally accepted accounting principles:</b>				
Principal payment on bonds not reported			-	
Capital Outlay			<u>-</u>	
<b>Change in net assets</b>			<u>\$ (182,435)</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - PARKING FACILITIES FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services:				
Parking facilities	\$ 2,837,000	\$ 2,837,000	\$ 2,940,041	\$ 103,041
Parking meter collection	860,000	860,000	999,170	139,170
Parking fines	653,000	653,000	783,336	130,336
Rental of city property	40,000	40,000	6,056	(33,944)
Interest on investments	30,000	30,000	53,921	23,921
Miscellaneous revenue	-	-	(24,306)	(24,306)
Transfers from restricted cash				
to cash restricted for debt service	-	-	-	-
Transfer from General Fund	2,203,000	1,643,000	1,643,000	-
Transfers from non-restricted cash				
to cash restricted for debt service	<u>3,160,000</u>	<u>3,160,000</u>	<u>3,160,000</u>	<u>-</u>
<b>Total revenues</b>	<u>9,783,000</u>	<u>9,223,000</u>	<u>9,561,218</u>	<u>338,218</u>
<b>Expenses:</b>				
Parking services	3,506,000	3,512,000	3,220,955	291,045
Transfer from non-restricted cash				
to cash restricted for debt service	3,160,000	2,860,000	2,860,000	-
Transfer to General Fund	513,000	513,000	491,679	21,321
Transfer to Sales Tax Refunding Debt Service Fund	<u>3,395,000</u>	<u>3,395,000</u>	<u>3,258,610</u>	<u>136,390</u>
<b>Total expenses</b>	<u>10,574,000</u>	<u>10,280,000</u>	<u>9,831,244</u>	<u>448,756</u>
<b>Excess of revenues over (under) expenses</b>	<u>\$ (791,000)</u>	<u>\$ (1,057,000)</u>	<u>(270,026)</u>	<u>\$ 786,974</u>
<b>Revenues (expenses) not budgeted:</b>				
Interest on investments of restricted assets			139,481	
Depreciation			(1,371,240)	
Debt service			(97,224)	
Unrealized loss on investments			(5,918)	
Transfers from capital fund cash to				
to cash restricted for debt service			(300,000)	
Other			-	
<b>Changes to conform to generally accepted accounting principles:</b>				
Capital contributions			7,052	
Capital outlay			-	
Principal payment on advance			<u>2,455,000</u>	
<b>Change in net assets</b>			<u>\$ 557,125</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, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
<b>Revenues:</b>				
Charges for services:				
Surcharge revenues	\$ 1,000,000	\$ 1,000,000	\$ 1,050,852	\$ 50,852
Stadium lease revenues	666,000	666,000	750,615	84,615
Rental of city property	7,000	7,000	9,600	2,600
Interest on investments	-	-	8,313	8,313
Transfers from General Fund	330,000	150,000	150,000	-
Transfers from non-restricted cash to cash restricted for debt service	1,163,000	1,163,000	1,163,000	-
	<u>3,166,000</u>	<u>2,986,000</u>	<u>3,132,380</u>	<u>146,380</u>
<b>Total revenues</b>				
<b>Expenses:</b>				
Stadium services	776,000	778,000	675,238	102,762
Payment for General Fund services	18,000	18,000	19,892	(1,892)
Transfer from non-restricted cash to cash restricted for debt service	1,163,000	1,163,000	1,163,000	-
Debt service	1,163,000	1,163,000	1,161,915	1,085
	<u>3,120,000</u>	<u>3,122,000</u>	<u>3,020,045</u>	<u>101,955</u>
<b>Total expenses</b>				
<b>Excess (deficiency) of revenues over expenses</b>	<u>\$ 46,000</u>	<u>\$ (136,000)</u>	<u>112,335</u>	<u>\$ 248,335</u>
<b>Revenues (expenses) not budgeted:</b>				
Interest on investments of restricted assets			9,857	
Depreciation			(935,296)	
Amortization of bond issuance costs			(21,308)	
<b>Changes to conform to generally accepted accounting principles:</b>				
Capital contributions			89,600	
Capital outlay			-	
Principal paid on long term debt			451,734	
			<u>520,334</u>	
<b>Change in net assets</b>			<u>\$ (293,078)</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
 June 30, 2009

<u>Year ending June 30</u>	<u>Golf</u>		<u>Apartments</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
<b>Revenue bonds, loans, and capital lease</b>				
2010	\$ 285,000	\$ 51,055	\$ 170,000	\$ 585,754
2011	300,000	31,713	320,000	552,388
2012	325,000	10,888	335,000	539,288
2013	-	-	345,000	525,688
2014	-	-	360,000	511,588
2015 - 2019	-	-	2,075,000	2,272,563
2020 - 2024	-	-	2,650,000	1,684,075
2025 - 2029	-	-	3,395,000	908,034
2030	-	-	1,625,000	88,553
<b>Total bonds, loans, advances and capital lease</b>	<b><u>\$ 910,000</u></b>	<b><u>\$ 93,656</u></b>	<b><u>\$ 11,275,000</u></b>	<b><u>\$ 7,667,931</u></b>



Housing Authority		Stadium		Combined		
Principal	Interest	Principal	Interest	Principal	Interest	Total
\$ 92,683	\$ 24,160	\$ 451,735	\$ 667,837	\$ 999,418	\$ 1,328,806	\$ 2,328,224
96,831	20,011	472,709	647,168	1,189,540	1,251,280	2,440,820
101,166	15,677	495,494	624,643	1,256,660	1,190,496	2,447,156
105,694	11,148	520,297	600,334	970,991	1,137,170	2,108,161
110,426	6,418	546,780	574,361	1,017,206	1,092,367	2,109,573
86,051	1,581	3,196,184	2,418,241	5,357,235	4,692,385	10,049,620
-	-	4,174,338	1,456,114	6,824,338	3,140,189	9,964,527
-	-	3,121,096	266,648	6,516,096	1,174,682	7,690,778
-	-	-	-	1,625,000	88,553	1,713,553
<u>\$ 592,851</u>	<u>\$ 78,995</u>	<u>\$ 12,978,633</u>	<u>\$ 7,255,346</u>	<u>\$ 25,756,484</u>	<u>\$ 15,095,928</u>	<u>\$ 40,852,412</u>

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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**DESCRIPTION OF INTERNAL SERVICE FUNDS**

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

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

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

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

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
**JUNE 30, 2009**

	Communications Fund	Employee Insurance Fund
<b>ASSETS</b>		
Current assets:		
Cash, investments, and accrued interest	\$ 1,440,257	\$ 14,732,658
Accounts receivable, net of allowance for uncollectibles	-	4,445
Prepaid expenses	577,088	-
Deposits	-	100,000
Due from other governments	98,781	-
Inventories of supplies	23,560	-
	<u>2,139,686</u>	<u>14,837,103</u>
<b>Total current assets</b>		
Capital Assets		
Land	-	-
Buildings	-	-
Improvements	-	-
Equipment	241,108	13,002
Total capital assets before depreciation	241,108	13,002
Less accumulated depreciation	187,715	10,544
Net property and equipment	53,393	2,458
Other assets:		
Advance to other funds	-	-
Total other assets	-	-
<b>Total assets</b>	<u>2,193,079</u>	<u>14,839,561</u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	577,067	196,031
Accrued employee compensation	33,113	19,893
Accrued vacation and sick leave pay	74,547	20,441
Accrued fuel cleanup costs	-	-
Deferred revenue	-	421,107
Current portion of claims and judgments payable	-	-
	<u>684,727</u>	<u>657,472</u>
<b>Total current liabilities</b>		
Long-term obligations:		
Claims and judgments payable excluding current portion	-	-
Other post employment benefit obligation	-	3,969,105
Accrued vacation and sick leave pay	46,612	8,723
	<u>46,612</u>	<u>3,977,828</u>
<b>Total long-term obligations</b>		
<b>Total liabilities</b>	<u>731,339</u>	<u>4,635,300</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	53,393	2,458
Unrestricted	1,408,347	10,201,803
<b>Total net assets</b>	<u>\$ 1,461,740</u>	<u>\$ 10,204,261</u>

The accompanying notes are an integral part of these financial statements

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Total
\$ 2,592,396	\$ 76,181,054	\$ 1,957,440	\$ 96,903,805
-	-	(614)	3,831
-	-	-	577,088
-	-	-	100,000
-	-	-	98,781
406,124	-	2,394,823	2,824,507
<u>2,998,520</u>	<u>76,181,054</u>	<u>4,351,649</u>	<u>100,508,012</u>
255,472	-	28,370	283,842
-	-	406,001	406,001
825,763	46,465	-	872,228
980,654	54,657	242,496	1,531,917
<u>2,061,889</u>	<u>101,122</u>	<u>676,867</u>	<u>3,093,988</u>
<u>1,511,835</u>	<u>77,648</u>	<u>527,574</u>	<u>2,315,316</u>
<u>550,054</u>	<u>23,474</u>	<u>149,293</u>	<u>778,672</u>
-	921,000	-	921,000
-	921,000	-	921,000
<u>3,548,574</u>	<u>77,125,528</u>	<u>4,500,942</u>	<u>102,207,684</u>
723,657	351,448	1,582,173	3,430,376
53,202	52,218	13,175	171,601
148,349	186,825	24,167	454,329
112,565	-	-	112,565
-	-	-	421,107
-	40,654,800	-	40,654,800
<u>1,037,773</u>	<u>41,245,291</u>	<u>1,619,515</u>	<u>45,244,778</u>
-	26,718,080	-	26,718,080
-	-	-	3,969,105
52,544	-	-	107,879
<u>52,544</u>	<u>26,718,080</u>	<u>-</u>	<u>30,795,064</u>
<u>1,090,317</u>	<u>67,963,371</u>	<u>1,619,515</u>	<u>76,039,842</u>
550,054	23,474	149,293	778,672
<u>1,908,203</u>	<u>9,138,683</u>	<u>2,732,134</u>	<u>25,389,170</u>
<u>\$ 2,458,257</u>	<u>\$ 9,162,157</u>	<u>\$ 2,881,427</u>	<u>\$ 26,167,842</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, 2009**

	<u>Communications Fund</u>	<u>Employee Insurance Fund</u>
Operating revenues:		
Charges for services	<u>\$ 1,849,455</u>	<u>\$ 51,834,300</u>
Operating expenses		
Salaries and fringe benefits	1,253,380	675,598
Professional services	-	-
Utilities	51,575	6,574
Supplies	235,228	91,457
Travel	1,505	24
Fuels, repairs and maintenance	217,101	7,038
Contractual services	38,480	432,116
Claims and judgements	-	-
Insurance premiums	-	56,496,282
Other operating expenses	261,894	147,755
Depreciation	<u>14,269</u>	<u>1,898</u>
Total operating expenses	<u>2,073,432</u>	<u>57,858,742</u>
Operating income (loss)	<u>(223,977)</u>	<u>(6,024,442)</u>
Non-operating revenues (expenses):		
Interest on investments	27,276	180,963
Gain (loss) on disposition of equipment	(797)	-
Other	<u>1,883</u>	<u>9,518</u>
Total non-operating revenues (expenses)	<u>28,362</u>	<u>190,481</u>
Income before transfers	(195,615)	(5,833,961)
Transfers out	<u>-</u>	<u>-</u>
Change in net assets	(195,615)	(5,833,961)
Net assets, July 1	<u>1,657,355</u>	<u>16,038,222</u>
Net assets, June 30	<u>\$ 1,461,740</u>	<u>\$ 10,204,261</u>

The accompanying notes are an integral part of these financial statements

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Total
\$ 13,486,628	\$ 33,812,843	\$ 761,390	\$ 101,744,616
1,965,935	2,044,996	420,874	6,360,783
-	1,053,110	-	1,053,110
108,268	24,133	6,569	197,119
998,812	72,315	6,541	1,404,353
1,165	4,010	-	6,704
8,929,637	133,839	15,582	9,303,197
309,561	50,137	190,721	1,021,015
-	29,676,042	-	29,676,042
-	1,695,964	-	58,192,246
555,981	499,239	181,502	1,646,371
(22,037)	3,662	22,950	20,742
<u>12,847,322</u>	<u>35,257,447</u>	<u>844,739</u>	<u>108,881,682</u>
<u>639,306</u>	<u>(1,444,604)</u>	<u>(83,349)</u>	<u>(7,137,066)</u>
49,424	1,954,282	41,927	2,253,872
114	-	-	(683)
15,997	2,063	181	29,642
<u>65,535</u>	<u>1,956,345</u>	<u>42,108</u>	<u>2,282,831</u>
704,841	511,741	(41,241)	(4,854,235)
-	(250,000)	-	(250,000)
704,841	261,741	(41,241)	(5,104,235)
<u>1,753,416</u>	<u>8,900,416</u>	<u>2,922,668</u>	<u>31,272,077</u>
<u>\$ 2,458,257</u>	<u>\$ 9,162,157</u>	<u>\$ 2,881,427</u>	<u>\$ 26,167,842</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, 2009

	Communications Fund	Employee Insurance Fund
<b>Cash flows from operating activities:</b>		
Cash received from customers	\$ -	\$ 421,107
Cash received from other funds for goods and services	1,849,455	53,176,283
Cash payments to employees for services	(1,236,415)	(708,113)
Cash payments to suppliers for goods and services	(482,180)	(55,052,013)
Cash payments to other funds for goods and services	(308,902)	(6,574)
Cash payments to claimants and beneficiaries	-	-
Miscellaneous cash received	(37,864)	9,518
Net cash provided by (used for) operating activities	(215,906)	(2,159,792)
<b>Cash flows from noncapital financing activities:</b>		
Operating transfers from other funds	-	-
Miscellaneous income	1,883	-
Net cash provided by (used for) noncapital financing activities	1,883	-
<b>Cash flows from capital financing activities:</b>		
Acquisition and construction of capital assets	(29,817)	-
Proceeds from sale of property and equipment	-	-
Net cash provided by (used for) capital financing	(29,817)	-
<b>Cash flows from investing activities:</b>		
Interest on investments	27,276	180,963
Net increase (decrease) in cash and cash equivalents	(216,564)	(1,978,829)
Cash and cash equivalents, July 1	1,656,821	16,711,487
Cash and cash equivalents, June 30	\$ 1,440,257	\$ 14,732,658
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>		
Operating income (loss)	\$ (223,977)	\$ (6,024,442)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	14,269	1,898
Miscellaneous income (expense)	-	9,518
Loss on adjustment of equipment	-	-
Changes in assets and liabilities:		
Decrease (increase) in assets:		
Accounts receivable	-	(3,823)
Due from other governments	(37,864)	-
Due from other funds	-	1,341,983
Inventories of supplies	17,932	-
Prepaid expenses	(460,706)	-
Deposits	-	-
Land acquired under claim settlement	-	-
Increase (decrease) in liabilities:		
Accounts payable	457,475	142,648
Accrued employee compensation and benefits	16,965	(32,515)
Claims and judgements payable	-	-
Due to other governments	-	-
Other post employment benefit obligations	-	1,983,834
Deferred Revenue	-	421,107
Accrued fuel cleanup costs	-	-
Net cash provided by (used for) operating activities	\$ (215,906)	\$ (2,159,792)
<b>Non cash transactions:</b>		
Unrealized gains on investments	\$ -	\$ -
Unrealized (loss) on disposition of fixed assets	\$ (797)	\$ -
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
\$ -	\$ 40,654,800	\$ 614	\$ 41,076,521
13,486,628	33,862,843	761,390	103,136,599
(1,933,952)	(2,038,986)	(424,166)	(6,341,632)
(10,500,193)	(3,558,984)	194,126	(69,399,244)
(108,268)	(24,133)	(6,569)	(454,446)
-	(63,054,666)	-	(63,054,666)
15,997	2,063	181	(10,105)
<u>960,212</u>	<u>5,842,937</u>	<u>525,576</u>	<u>4,953,027</u>
-	(250,000)	-	(250,000)
-	-	-	1,883
-	(250,000)	-	(248,117)
(12,739)	(24,773)	-	(67,329)
114	-	-	114
<u>(12,625)</u>	<u>(24,773)</u>	<u>-</u>	<u>(67,215)</u>
49,424	1,954,282	41,927	2,253,872
997,011	7,522,446	567,503	6,891,567
1,595,385	68,658,608	1,389,937	90,012,238
<u>\$ 2,592,396</u>	<u>\$ 76,181,054</u>	<u>\$ 1,957,440</u>	<u>\$ 96,903,805</u>
\$ 639,306	\$ (1,444,604)	\$ (83,349)	\$ (7,137,066)
(22,037)	3,662	22,950	20,742
15,997	2,063	181	27,759
-	-	-	-
-	-	614	(3,209)
-	-	-	(37,864)
-	50,000	-	1,391,983
59,508	-	(284,445)	(207,005)
-	-	-	(460,706)
-	-	-	-
-	-	-	-
207,319	(50,370)	872,917	1,629,989
31,983	6,010	(3,292)	19,151
-	(33,378,624)	-	(33,378,624)
-	-	-	-
-	-	-	-
28,136	40,654,800	-	1,983,834
<u>\$ 960,212</u>	<u>\$ 5,842,937</u>	<u>\$ 525,576</u>	<u>\$ 41,075,907</u>
-	-	-	28,136
\$ -	\$ -	\$ -	\$ 4,953,027
\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ (797)
\$ -	\$ -	\$ -	\$ -

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 - COMMUNICATIONS FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services	\$ 2,020,000	\$ 2,020,000	\$ 1,849,457	\$ (170,543)
Interest on investments	-	-	27,276	27,276
<b>Total revenues</b>	<u>2,020,000</u>	<u>2,020,000</u>	<u>1,876,733</u>	<u>(143,267)</u>
<b>Expenses:</b>				
City Communications	1,934,000	2,077,000	1,831,657	245,343
Payment for General Fund Services	283,000	283,000	257,325	25,675
<b>Total expenses</b>	<u>2,217,000</u>	<u>2,360,000</u>	<u>2,088,982</u>	<u>271,018</u>
<b>Excess of revenues over (under) expenses</b>	<u>\$ (197,000)</u>	<u>\$ (340,000)</u>	(212,249)	<u>\$ 127,751</u>
<b>Revenues (expenses) not budgeted:</b>				
Depreciation expense			(14,269)	
Miscellaneous income			1,086	
<b>Change to conform to generally accepted accounting principles:</b>				
Capital outlay			29,817	
<b>Change in net assets</b>			<u>\$ (195,615)</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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services	\$ 46,708,000	\$ 46,708,000	\$ 51,700,647	\$ 4,992,647
Charges for services- other local governments	115,000	115,000	133,652	18,652
Miscellaneous	13,000	13,000	9,518	(3,482)
Interest on investments	<u>50,000</u>	<u>50,000</u>	<u>180,963</u>	<u>130,963</u>
<b>Total revenues</b>	<u>46,886,000</u>	<u>46,886,000</u>	<u>52,024,780</u>	<u>5,138,780</u>
<b>Expenses:</b>				
Insurances and Administration	54,912,000	54,912,000	55,768,523	(856,523)
Payment for General Fund Services	<u>153,000</u>	<u>153,000</u>	<u>132,627</u>	<u>20,373</u>
<b>Total expenses</b>	<u>55,065,000</u>	<u>55,065,000</u>	<u>55,901,150</u>	<u>(836,150)</u>
<b>Excess of revenues over (under) expenses</b>	<u>\$ (8,179,000)</u>	<u>\$ (8,179,000)</u>	<u>(3,876,370)</u>	<u>\$ 4,302,630</u>
<b>Expenses not budgeted:</b>				
Depreciation			(1,898)	
<b>Change to conform to generally accepted accounting principles:</b>				
Other employee benefits			<u>(1,955,693)</u>	
<b>Change in net assets</b>			<u>\$ (5,833,961)</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - FLEET MANAGEMENT FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services	\$ 14,596,000	\$ 14,596,000	\$ 13,486,628	\$ (1,109,372)
Interest on investments	75,000	75,000	49,424	(25,576)
<b>Total revenues</b>	<u>14,671,000</u>	<u>14,671,000</u>	<u>13,536,052</u>	<u>(1,134,948)</u>
Expenses:				
Fleet management	13,634,000	13,749,000	12,458,720	1,290,280
Payments for general fund services	610,000	610,000	410,639	199,361
<b>Total expenses</b>	<u>14,244,000</u>	<u>14,359,000</u>	<u>12,869,359</u>	<u>1,489,641</u>
<b>Excess of revenues over (under) expenses</b>	<u>\$ 427,000</u>	<u>\$ 312,000</u>	666,693	<u>\$ 354,693</u>
Expenses not budgeted:				
Depreciation			22,037	
Loss on disposition of other property			114	
Change to conform to generally accepted accounting principles:				
Capital outlay			-	
Capital contributions			<u>15,997</u>	
<b>Change in net assets</b>			<u>\$ 704,841</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - RISK MANAGEMENT FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services	\$ 34,230,000	\$34,230,000	\$ 33,812,842	\$ (417,158)
Interest on investments	2,400,000	2,400,000	1,956,345	(443,655)
<b>Total revenues</b>	<u>36,630,000</u>	<u>36,630,000</u>	<u>35,769,187</u>	<u>(860,813)</u>
<b>Expenses:</b>				
Safety office	1,742,000	1,742,000	1,846,825	(104,825)
Tort and other claims	18,435,000	18,435,000	16,724,918	1,710,082
Workers' compensation claims	10,903,000	10,903,000	8,119,000	2,784,000
Transfer to general fund	793,000	793,000	725,326	67,674
Unemployment compensation	694,000	815,000	776,765	38,235
Employee equity	92,000	92,000	34,774	57,226
<b>Total expenses</b>	<u>32,659,000</u>	<u>32,780,000</u>	<u>28,227,608</u>	<u>4,552,392</u>
<b>Excess of revenues over expenses</b>	<u>\$ 3,971,000</u>	<u>\$ 3,850,000</u>	7,541,579	<u>\$ 3,691,579</u>
<b>Expenses not budgeted:</b>				
Depreciation			(3,662)	
Tort and other claims - reserve adjustment			(5,410,563)	
Worker's compensation claims - reserve adjustment			<u>(1,865,613)</u>	
<b>Change in net assets</b>			<u>\$ 261,741</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - SUPPLIES INVENTORY MANAGEMENT FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
<b>Revenues:</b>				
Charges for services	\$ 949,000	\$ 949,000	\$ 761,390	\$ (187,610)
Interest on investments	34,000	34,000	41,927	7,927
Miscellaneous	2,000	2,000	181	(1,819)
<b>Total revenues</b>	<u>985,000</u>	<u>985,000</u>	<u>803,498</u>	<u>(181,502)</u>
<b>Expenses:</b>				
Materials management	814,000	814,000	649,991	164,009
Payment for General Fund Services	225,000	225,000	171,798	53,202
<b>Total expenses</b>	<u>1,039,000</u>	<u>1,039,000</u>	<u>821,789</u>	<u>217,211</u>
<b>Excess of revenues over (under) expenses</b>	<u>\$ (54,000)</u>	<u>\$ (54,000)</u>	<u>(18,291)</u>	<u>\$ 35,709</u>
<b>Revenues (expenses) not budgeted:</b>				
Depreciation expense			<u>(22,950)</u>	
<b>Change in net assets</b>			<u>\$ (41,241)</u>	

## CITY OF ALBUQUERQUE, NEW MEXICO DESCRIPTION OF AGENCY FUNDS

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 in-state 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.

*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 in-state trips and events.

*Palo Duro Senior Center* – to account for monies received to sponsor senior citizens in-state trips and events.

*North Valley Senior Center* – to account for monies received to sponsor senior citizens in-state trips and events.

*Highland Senior Center* – to account for monies received to sponsor senior citizens in-state trips and events.

*Los Volcanes Senior Center* – to account for monies received to sponsor senior citizens in-state 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 outdoor 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 in-state 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.

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

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

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

*Schott Solar* – to account for monies received from the State of New Mexico to transfer to Schott Solar, Inc. pursuant to Local Economic Development Act (LEDA) NMSA 1978 & 5-100-1.

*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, 2009**

	<u>Balance</u> <u>June 30, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2008</u>
<b>ASSETS</b>				
Cash, investments, and accrued interest	\$ 4,878,481	\$ 21,058,164	\$ 21,023,328	\$ 4,913,317
Receivables	187,732	1,899,273	1,931,490	155,515
<b>Total assets</b>	<b>\$ 5,066,213</b>	<b>\$ 22,957,437</b>	<b>\$ 22,954,818</b>	<b>\$ 5,068,832</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 299,247	\$ 10,277,633	\$ 10,287,137	\$ 289,743
Funds held for others	4,766,966	9,562,142	9,550,019	4,779,089
<b>Total liabilities</b>	<b>\$ 5,066,213</b>	<b>\$ 19,839,775</b>	<b>\$ 19,837,156</b>	<b>\$ 5,068,832</b>

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, 2009**

	Balance July 1, 2008	Additions	Deductions	Balance June 30, 2009
Summer Arts Institute	\$ 2,896	\$ -	\$ -	\$ 2,896
Summer Hire Program	5,026	-	-	5,026
ABEC-Phillips Clawback	1,664,671	-	102,896	1,561,775
Otter Exhibit	45,373	522	77	45,818
Adopt-A-Park	61,382	315	-	61,697
Bear Canyon Senior Center	21,433	10,122	20,799	10,756
Museum	95,212	102,205	-	197,417
D.A.R.E.	7,170	-	-	7,170
NM Regional PPC Shooting	6,251	387	6,121	517
Business Improvement District #1	6,619	674,813	689,527	(8,095)
Trees and Shrubs	29,946	16,968	19,934	26,980
Community Centers	6,973	-	-	6,973
Police Evidence Unit	1,827,409	-	53,398	1,774,011
Senior Multi-service Center	15,473	1,656	139	16,990
Palo Duro Senior Center	7,879	13,855	5,738	15,996
North Valley Senior Center	9,575	443	351	9,667
Highland Senior Center	-	4,966	1,059	3,907
Los Volcanes Senior Center	2,627	2,146	2,156	2,617
Q13 Fire Fund	10,782	-	-	10,782
Basic Life	-	26,748	26,748	-
Unemployment Deduction	734,701	338,047	330,130	742,618
Recycle Coupons	1,707	-	-	1,707
Outdoor Recreation	73,926	6,049	183	79,792
New Mexico Games	379	-	-	379
DSA Advisory Council	62,049	2,323	19,779	44,593
ABQ Conf on Aging Trust	10,572	15	-	10,587
Manzano Mesa Senior Center	11,381	3,759	817	14,323
Transit Department	35,137	32,565	23,460	44,242
Veterans Advisory-Memorial	(13,780)	14,149	-	369
Special Events - Mayor	6,099	-	-	6,099
Mayor's Charity Ball	10,401	310,089	246,707	73,783
Bosque Restoration	283	-	-	283
Energy Conference	450	-	-	450
Schott Solar	-	8,000,000	8,000,000	-
Miscellaneous	6,964	-	-	6,964
<b>Total agency funds</b>	<b>\$ 4,766,966</b>	<b>\$ 9,562,142</b>	<b>\$ 9,550,019</b>	<b>\$ 4,779,089</b>

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**FINANCIAL SECTION**

**OTHER SUPPLEMENTARY SCHEDULES**

**Capital Assets Used in the Operation of Governmental Funds**

**Schedule of Transfers between Funds**



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CAPITAL ASSETS AT COST - BY FUND**  
June 30, 2009

	2009
<b>General Fixed Assets:</b>	
Land	\$ 272,669,200
Right of Way	1,145,191,667
Buildings	331,394,802
InfraStructure	1,648,037,637
Improvements other than buildings	486,486,828
Equipment	146,754,672
Other	131,108
Construction work in progress	145,456,267
<b>Total General Fixed Assets</b>	<b>\$ 4,176,122,181</b>

<b>Investment in General Fixed Assets from:</b>	
Acquisitions prior to July 1, 1978	\$ 58,976,231
Acquisitions after July 1, 1978:	
General Fund	(10,035,539)
Special Revenue Funds	231,146,822
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	3,888,018,475
Net transfers from Enterprise Funds	1,660,512
Net transfers to Internal Service Funds	(866,647)
<b>Total investment in General Fixed Assets</b>	<b>\$ 4,176,122,181</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY**  
June 30, 2009

Function and Activity	Land	Right of Way	Intra- Structure	Buildings	Improvements Other Than Buildings	Equipment	Total
Acquisitions prior to July 1, 1985	\$ 48,694,532	\$ 642,294,313	\$ 343,942,123	\$ 30,104,221	\$ 92,799,538	\$ 6,531,496	\$ 1,164,366,223
Total unidentified purposes	50,000	-	2,413,864	6,905,035	1,743,601	(13,427,725)	(2,315,225)
Acquisitions after June 30, 1985:							
General government:							
City clerk/records	-	-	-	-	-	33,515	33,515
City council	-	-	-	-	3,950	193,058	197,008
Finance and management	-	-	-	-	2,349,248	7,569,417	9,918,665
Legal services	2,886	-	-	-	-	188,075	190,961
Mayor/CAO	-	-	-	-	2,233	947,754	949,987
Internal audit	-	-	-	-	-	38,160	38,160
Personnel	-	-	-	-	-	3,029	3,029
Labor management	-	-	-	-	-	33,875	33,875
Open space	881,926	-	-	-	-	80,517	962,443
Planning	586,238	-	-	-	-	1,984,233	2,570,471
General services	6,040,108	-	1,027,939	10,446,619	23,919,558	13,473,702	54,907,926
City/county building	-	-	-	9,593,549	6,058,247	222,570	15,874,366
Central telephone system	-	-	-	-	-	1,258,415	1,258,415
Total general government	7,511,158	-	1,027,939	20,040,168	32,333,236	26,026,320	86,938,821
Public safety:							
Fire	983,265	-	-	22,047,924	4,831,744	25,156,771	53,019,704
Police	4,318,253	-	-	27,325,331	14,472,207	51,248,800	97,364,591
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	5,301,518	-	-	52,079,900	19,648,249	77,935,600	154,965,267
Culture and recreation:							
Library	1,702,302	-	1,248,019	12,582,301	31,116,173	4,195,023	50,843,818
Museum	9,356,588	-	2,680,703	37,205,036	12,868,939	1,205,892	63,317,158
Parks and recreation	94,343,428	-	10,543,922	75,222,891	179,989,832	14,705,344	374,805,417
Open space	39,064,743	-	200,000	-	3,823,545	1,687,466	44,775,754
Zoo	1,006,059	-	189,000	8,807,631	28,107,305	1,927,696	40,037,691
Convention center	5,029,268	-	-	19,895,350	49,521,098	814,876	75,260,592
Total culture and recreation	150,502,388	-	14,861,644	153,713,209	305,426,892	24,536,297	649,040,430
Public works:							
Housing code administration	-	-	-	-	-	4,040	4,040
Redevelopment	335,324	-	-	-	-	4,918	340,242
Municipal development	-	-	-	-	2,199	2,410,656	2,412,855
Engineering	1,192,212	-	-	-	-	113,922	1,306,134
Planning	4,473	-	-	-	-	(28,230)	(23,757)
Storm drainage/maintenance	6,860,794	95,279,003	591,903,517	5,903,963	1,650,243	715,159	702,312,679
Geographic information system	-	-	-	-	173,441	34,300	207,741
Total public works	8,392,803	95,279,003	591,903,517	5,903,963	1,825,883	3,254,764	706,559,934

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY**  
 June 30, 2009

Function and Activity	Land	Right of Way	Infra- Structure	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Total
<b>Highways and streets:</b>							
Transportation/Street maint.	40,143,058	407,618,351	693,225,622	6,968,394	15,448,226	9,132,686	1,172,536,337
Traffic engineering	293,676	-	-	-	4,905,329	173,098	5,372,103
<b>Total highways and streets</b>	<u>40,436,734</u>	<u>407,618,351</u>	<u>693,225,622</u>	<u>6,968,394</u>	<u>20,353,555</u>	<u>9,305,784</u>	<u>1,177,908,440</u>
<b>Health:</b>							
Consumer protection	-	-	-	-	-	59,413	59,413
Environmental services	-	-	178,594	2,972,784	308,198	2,841,703	6,301,279
Animal control services	96,243	-	-	1,374,241	440,866	550,358	2,461,708
Environmental health admin.	-	-	-	6,820	196,662	1,662,245	1,865,727
Resources management	-	-	-	-	-	16,404	16,404
<b>Total health</b>	<u>96,243</u>	<u>-</u>	<u>178,594</u>	<u>4,353,845</u>	<u>945,726</u>	<u>5,130,123</u>	<u>10,704,531</u>
<b>Human services:</b>							
Human rights	-	-	-	40,370	1,000	(2,103)	39,267
Human services	557,374	-	497,628	15,430,322	2,830,390	4,680,161	23,995,875
Office of senior affairs	1,481,146	-	(13,294)	31,352,660	4,980,527	2,060,138	39,861,177
Housing/community development	9,645,304	-	-	4,502,715	3,598,231	723,817	18,470,067
<b>Total human services</b>	<u>11,683,824</u>	<u>-</u>	<u>484,334</u>	<u>51,326,067</u>	<u>11,410,148</u>	<u>7,462,013</u>	<u>82,366,386</u>
<b>Total general fixed assets allocated to functions</b>	<u>223,924,668</u>	<u>502,897,354</u>	<u>1,301,681,650</u>	<u>294,385,546</u>	<u>391,943,689</u>	<u>153,650,901</u>	<u>2,868,483,809</u>
<b>Total general fixed assets in service</b>	<u>\$ 272,669,200</u>	<u>\$ 1,145,191,667</u>	<u>\$ 1,648,037,637</u>	<u>\$ 331,394,802</u>	<u>\$ 486,486,828</u>	<u>\$ 146,754,672</u>	<u>4,030,534,807</u>
Construction work in progress							145,456,267
Other							<u>131,107</u>
<b>Total general fixed assets</b>							<u>\$ 4,176,122,181</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST- BY FUNCTION AND ACTIVITY**  
**Year ended June 30, 2009**

Function and Activity	Balance July 1, 2008	Additions	Deductions	Balance June 30, 2009
Acquisitions prior to July 1, 1985	\$ 1,164,678,940	\$ -	\$ 312,717	\$ 1,164,366,223
Total unidentified purposes	(3,342,594)	1,027,369	-	(2,315,225)
<b>Acquisitions after June 30, 1985:</b>				
<b>General government:</b>				
City clerk/records	33,515	-	-	33,515
City council	160,449	42,486	5,927	197,008
Finance and management	9,754,971	220,798	57,104	9,918,665
Legal services	213,313	-	22,352	190,961
Mayor/CAO	874,840	75,147	-	949,987
Internal audit	50,988	-	12,828	38,160
Personnel	3,029	-	-	3,029
Labor management	36,729	-	2,854	33,875
Open space	962,443	-	-	962,443
Planning	2,570,471	-	-	2,570,471
General services	50,900,611	4,007,886	571	54,907,926
City/county building	15,651,258	234,514	11,406	15,874,366
Central telephone system	1,258,415	-	-	1,258,415
Total general government	<u>82,471,032</u>	<u>4,580,831</u>	<u>113,042</u>	<u>86,938,821</u>
<b>Public safety:</b>				
Fire	42,979,785	10,584,257	544,338	53,019,704
Police	93,811,017	7,981,106	4,427,532	97,364,591
Corrections	3,564,001	-	-	3,564,001
Police/Fire	1,016,971	-	-	1,016,971
Total public safety	<u>141,371,774</u>	<u>18,565,363</u>	<u>4,971,870</u>	<u>154,965,267</u>
<b>Culture and recreation:</b>				
Library	48,227,418	2,675,017	58,617	50,843,818
Museum	62,658,593	666,041	7,476	63,317,158
Parks and recreation	342,819,386	32,217,666	231,635	374,805,417
Open space	44,563,899	352,198	140,343	44,775,754
Zoo	39,655,865	381,826	-	40,037,691
Convention center	75,260,592	-	-	75,260,592
Total culture and recreation	<u>613,185,753</u>	<u>36,292,748</u>	<u>438,071</u>	<u>649,040,430</u>
<b>Public works:</b>				
Housing code administration	4,040	-	-	4,040
Redevelopment	340,242	-	-	340,242
Municipal development	1,982,217	1,315,591	884,953	2,412,855
Engineering	1,306,134	-	-	1,306,134
Planning	86,984	38,597	149,338	(23,757)
Storm drainage/maintenance	689,229,779	13,228,419	145,519	702,312,679
Geographic information system	207,741	-	-	207,741
Total public works	<u>693,157,137</u>	<u>14,582,607</u>	<u>1,179,810</u>	<u>706,559,934</u>



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY**  
Year ended June 30, 2009

Function and Activity	Balance July 1, 2008	Additions	Deductions	Balance June 30, 2009
<b>Highways and streets:</b>				
Transportation/Street maintenance	929,005,203	243,595,004	63,870	1,172,536,337
Traffic engineering	955,011	4,802,123	385,031	5,372,103
<b>Total highways and streets</b>	<b>929,960,214</b>	<b>248,397,127</b>	<b>448,901</b>	<b>1,177,908,440</b>
<b>Health:</b>				
Consumer protection	68,503	-	9,090	59,413
Environmental services	6,039,279	620,871	358,871	6,301,279
Animal control services	2,379,272	141,100	58,664	2,461,708
Environmental health and administration	1,800,077	78,002	12,352	1,865,727
Resources management	16,404	-	-	16,404
<b>Total health</b>	<b>10,303,535</b>	<b>839,973</b>	<b>438,977</b>	<b>10,704,531</b>
<b>Human services:</b>				
Human rights	39,267	-	-	39,267
Human services	22,945,573	1,096,940	46,637	23,995,876
Office of senior affairs	40,526,991	69,546	735,360	39,861,177
Housing/community development	18,195,547	274,520	-	18,470,067
<b>Total human services</b>	<b>81,707,378</b>	<b>1,441,006</b>	<b>781,997</b>	<b>82,366,387</b>
Construction work in progress	143,215,129	62,315,863	60,074,725	145,456,267
Other	128,673	2,434	-	131,107
<b>Total general fixed assets</b>	<b>\$ 3,856,836,971</b>	<b>\$ 388,045,320</b>	<b>\$ 68,760,110</b>	<b>\$ 4,176,122,181</b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF TRANSFERS BETWEEN FUNDS**  
For the year ended June 30, 2009

Interfund transfers were as follows:

From	To	
General Fund *	Open and Ethical Elections Fund	\$ 474,000
General Fund *	Operating Grants Fund	2,724,967
General Fund *	Capital Acquisition Fund *	970,000
General Fund *	Sales Tax Refunding Debt Service Fund	1,356,000
General Fund *	Parking Facilities Fund	1,643,000
General Fund *	Refuse Disposal Fund *	1,428,000
General Fund *	Transit Operating Fund *	26,331,000
General Fund *	Golf Course Operating Fund	11,000
General Fund *	Stadium Operating Fund	150,000
General Fund *	Open Space Expenditures Fund	658,000
Recreation Fund	General Fund *	200,000
Lodgers Tax Fund	General Fund *	145,000
Lodgers Tax Fund	Sales Tax Refunding Debt Service Fund	4,991,928
Hospitality Tax Fund	Capital Acquisition Fund *	254,000
Hospitality Tax Fund	Sales Tax Refunding Debt Service Fund	841,000
Corrections Fund	General Fund *	4,313
Corrections Fund	Operating Grants Fund	30,606
Law Enforcement Protection Fund	General Fund *	279,000
Gas Tax Road Fund	General Fund *	750,000
City/County Projects Fund	General Fund *	82,000
False Alarm Enforcement Fund	Capital Acquisition Fund *	378,582
Photo Enforcement Fund	General Fund *	985,000
Plaza del Sol Fund	Sales Tax Refunding Debt Service Fund	572,000
Capital Acquisition Fund *	Capital Acquisition Fund *	956,000
Capital Acquisition Fund *	Transit Capital Projects Fund*	4,006,586
Capital Acquisition Fund *	General Fund *	1,600,000
Special Assessments Capital Fund	Special Assessments Fund	5,510,213
Transportation Infrastructure Tax Fund*	Transit Operating Fund *	7,800,807
Parking Facilities Fund	General Fund *	163,474
Refuse Disposal Operating Fund *	General Fund *	2,257,703
Transit Operating Fund *	General Fund *	328,514
Apartments Operating Fund	City Housing Fund	51,523
Golf Operating Fund	General Fund *	93,292
Risk Management Fund	General Fund *	250,000
Vehicle and Equipment Replace Fund	General Fund *	3,506,000
Open Space Permanent Fund	Open Space Expenditures Fund	1,276,854
Urban Enhancement Permanent Fund	Urban Enhancement Expenditures Fund	141,727
<b>Total transfers</b>		<b>\$ 73,202,089</b>

\* Major fund, all others are nonmajor funds

	<u>Transfers Out</u>	<u>Transfers In</u>
Exhibit A-4, "Statement of Revenues, Expenditures, and Changes in Fund Balances All Governmental Funds"	\$ 70,057,583	\$ 31,831,696
Exhibit A-8, "Statement of Revenues, Expenses, and Changes in Net Assets All Proprietary Funds"		
Enterprise funds	2,894,506	41,370,393
Internal Service funds	250,000	-
<b>Total transfers</b>	<b>\$ 73,202,089</b>	<b>\$ 73,202,089</b>

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

Parking Facilities Fund	\$ 163,474
Refuse Disposal Fund	947,019
Transit Fund	328,514
Golf Course Fund	93,292
<b>Total PILOT</b>	<b>\$ 1,532,299</b>

## **STATISTICAL INFORMATION**



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATISTICAL SECTION**

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

Page

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

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

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

Schedule 1

	<b>Fiscal Years</b>					
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
<b>Governmental activities</b>						
Invested in capital assets, net of related debt	\$ 557,927,627	\$ 2,411,458,952	\$ 2,634,062,347	\$ 2,624,259,680	\$ 2,653,410,465	\$ 2,654,504,586
Restricted	211,593,171	181,042,023	166,750,878	172,430,062	254,250,734	241,549,703
Unrestricted	<u>76,175,065</u>	<u>103,128,677</u>	<u>33,578,099</u>	<u>187,943,375</u>	<u>205,403,368</u>	<u>419,973,494</u>
Total governmental activities net assets	<u>\$ 845,695,863</u>	<u>\$ 2,695,629,652</u>	<u>\$ 2,834,391,324</u>	<u>\$ 2,984,633,117</u>	<u>\$ 3,113,064,567</u>	<u>\$ 3,316,027,783</u>
<b>Business-type activities</b>						
Invested in capital assets, net of related debt	\$ 197,589,791	\$ 237,142,685	\$ 296,141,191	\$ 297,136,715	\$ 319,277,730	\$ 315,727,853
Restricted	77,463,968	82,966,714	71,543,791	70,846,509	99,633,119	107,027,280
Unrestricted	<u>36,600,635</u>	<u>35,122,994</u>	<u>25,461,317</u>	<u>45,545,113</u>	<u>27,456,585</u>	<u>58,776,764</u>
Total business-type activities net assets	<u>\$ 311,654,394</u>	<u>\$ 355,232,393</u>	<u>\$ 393,146,299</u>	<u>\$ 413,528,337</u>	<u>\$ 446,367,434</u>	<u>\$ 481,531,897</u>
<b>Primary government</b>						
Invested in capital assets, net of related debt	\$ 755,517,418	\$ 2,648,601,637	\$ 2,930,203,538	\$ 2,921,396,395	\$ 2,972,688,195	\$ 2,970,232,439
Restricted	289,057,139	264,008,737	238,294,669	243,276,571	353,883,853	348,576,983
Unrestricted	<u>112,775,700</u>	<u>138,251,671</u>	<u>59,039,416</u>	<u>233,488,488</u>	<u>232,859,953</u>	<u>478,750,258</u>
Total primary government net assets	<u>\$ 1,157,350,257</u>	<u>\$ 3,050,862,045</u>	<u>\$ 3,227,537,623</u>	<u>\$ 3,398,161,454</u>	<u>\$ 3,559,432,001</u>	<u>\$ 3,797,559,680</u>

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

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

Schedule 2

	Fiscal Years						
	2003	2004	2005	2006	2007	2008	2009
<b>Expenses</b>							
<b>Governmental activities:</b>							
General government	\$ 53,021,966	\$ 65,199,614	\$ 67,551,970	\$ 77,107,681	\$ 83,362,320	\$ 88,046,445	\$ 95,293,281
Public Safety	186,205,866	196,502,048	209,967,573	233,410,622	213,014,961	231,394,560	244,292,961
Culture and recreation	71,782,754	66,765,905	82,108,879	77,297,628	83,397,788	101,823,409	95,918,979
Public works/Municipal Development	9,857,177	15,949,001	13,680,172	37,768,785	41,735,871	45,546,687	41,421,571
Health and human services	61,943,139	59,675,888	63,942,585	63,902,932	70,592,142	75,159,649	76,066,790
Housing and community development	3,994,279	3,394,615	6,198,786	3,071,733	5,330,345	6,284,061	4,290,061
Highways and street	22,197,881	18,252,379	11,985,023	22,803,534	23,875,925	37,234,930	38,416,273
Interest on long-term debt	15,275,693	15,949,492	13,815,019	18,970,735	17,329,247	17,504,836	15,775,006
<b>Total governmental activities expenses</b>	<b>424,278,755</b>	<b>441,688,942</b>	<b>469,250,007</b>	<b>534,333,650</b>	<b>538,638,599</b>	<b>602,994,577</b>	<b>611,474,922</b>
<b>Business-type activities:</b>							
Airport	60,643,039	60,846,366	54,644,728	59,904,463	62,265,198	63,872,083	66,141,734
Refuse disposal	37,131,656	39,444,987	41,369,980	45,080,158	47,897,085	53,557,483	51,775,307
Housing Authority	25,796,567	-	-	-	-	30,591,486	33,493,993
Transit	-	31,401,160	37,958,533	40,960,678	47,972,405	49,530,565	55,936,200
Joint water and sewer (1)	109,545,515	-	-	-	-	-	-
Other non-major business-type activities	44,107,381	40,724,540	41,878,871	42,721,505	43,868,850	16,104,553	15,859,656
<b>Total business-type activities expenses</b>	<b>277,224,158</b>	<b>172,417,053</b>	<b>175,852,112</b>	<b>188,666,804</b>	<b>202,003,538</b>	<b>213,656,170</b>	<b>223,206,890</b>
<b>Total primary government expenses</b>	<b>\$ 701,502,913</b>	<b>\$ 614,105,995</b>	<b>\$ 645,102,119</b>	<b>\$ 723,000,454</b>	<b>\$ 740,642,137</b>	<b>\$ 816,650,747</b>	<b>\$ 834,681,812</b>
<b>Program Revenues</b>							
<b>Governmental activities:</b>							
<b>Charges for services</b>							
General government	\$ 35,131,516	\$ 42,675,819	\$ 42,536,261	\$ 42,539,075	\$ 39,930,676	\$ 35,997,143	\$ 33,668,533
Public Safety	26,358,911	25,956,317	29,652,627	29,001,098	5,356,710 (2)	17,633,271	14,670,095
Other	14,291,111	15,229,558	14,921,613	15,040,659	22,251,900	14,531,275	15,648,299
Operating grants and contributions	28,728,252	32,925,778	29,915,795	37,115,148	32,039,118	33,841,812	31,818,032
Capital grants and contributions	9,930,175	2,381,212	1,026,552	1,097,787	216,178	8,603,682	-
<b>Total governmental activities program revenues</b>	<b>114,439,965</b>	<b>119,168,684</b>	<b>118,052,848</b>	<b>124,793,767</b>	<b>99,794,582</b>	<b>110,607,183</b>	<b>95,804,959</b>
<b>Business-type activities:</b>							
<b>Charges for services</b>							
Airport	59,325,022	60,664,848	64,046,597	68,416,707	68,214,647	74,229,742	70,916,909
Refuse	41,182,770	44,248,388	45,551,715	46,541,085	50,430,182	52,489,420	52,960,285
Other	154,697,701	20,084,614	19,498,189	18,744,313	19,621,912	21,211,082	22,313,016
Operating grants and contributions	24,770,592	25,249,911	24,750,772	24,348,775	26,027,625	29,081,729	27,118,913
Capital grants and contributions	38,909,321	12,802,142	29,891,981	30,407,851	20,552,706	25,520,864	40,122,835
<b>Total business-type activities program revenues</b>	<b>318,885,406</b>	<b>163,049,903</b>	<b>183,739,254</b>	<b>188,458,731</b>	<b>184,847,072</b>	<b>202,532,837</b>	<b>213,431,958</b>
<b>Total primary government program revenues</b>	<b>\$ 433,325,371</b>	<b>\$ 282,218,587</b>	<b>\$ 301,792,102</b>	<b>\$ 313,252,498</b>	<b>\$ 284,641,654</b>	<b>\$ 313,140,020</b>	<b>\$ 309,236,917</b>

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

Schedule 2

	Fiscal Years						
	2003	2004	2005	2006	2007	2008	2009
<b>Net (Expense)/Revenue</b>							
Governmental activities	\$ (309,838,790)	\$ (322,520,258)	\$ (351,197,159)	\$ (409,539,883)	\$ (438,844,017)	\$ (492,387,394)	\$ (515,669,963)
Business-type activities	41,661,248	(9,367,150)	7,887,142	(208,073)	(17,156,466)	(11,123,333)	(9,774,932)
<b>Total primary government net (expense)/revenue</b>	<b>\$ (268,177,542)</b>	<b>\$ (331,887,408)</b>	<b>\$ (343,310,017)</b>	<b>\$ (409,747,956)</b>	<b>\$ (456,000,483)</b>	<b>\$ (503,510,727)</b>	<b>\$ (525,444,895)</b>
<b>General Revenues and Other Changes in Net Assets</b>							
Governmental activities:							
Taxes							
Property taxes	\$ 86,393,546	\$ 88,253,706	\$ 92,546,664	\$ 101,600,383	\$ 108,690,517	122,348,148	126,974,613
Franchise taxes	18,119,767	18,449,049	20,138,467	19,290,495	19,439,256	20,035,776	19,436,954
Sales taxes	121,984,293	132,257,178	163,250,264	187,323,240	187,007,560	179,652,214	151,311,541
Other taxes	8,326,069	8,730,347	9,019,206	11,991,553	12,959,738	13,802,819	12,252,706
Unrestricted NM shared taxes and fees	152,505,829	161,755,908	167,875,410	180,991,062	197,343,767	198,743,231	186,640,709
Unrestricted grants and contributions	11,471,037	15,281,939	29,230,347	34,041,732	38,863,931	45,241,380	19,485,714
Payments in lieu of taxes	-	5,110,928	4,769,764	5,202,860	5,111,853	5,018,751	4,921,566
Investment earnings	8,594,542	4,253,858	12,469,788	14,039,015	19,994,223	20,565,992	11,786,934
Miscellaneous	15,559,876	13,917,869	15,759,659	27,167,544	30,737,892	50,543,429	224,298,329
Transfers between gov't and business type	(15,943,671)	(25,625,107)	(25,933,600)	(33,346,329)	(31,062,927)	(35,132,896)	(38,475,887)
Gain(loss) on disposition of capital assets	-	-	(45,363,094)	-	-	-	-
<b>Total governmental activities</b>	<b>407,011,288</b>	<b>422,385,675</b>	<b>443,762,875</b>	<b>548,301,555</b>	<b>589,085,810</b>	<b>620,818,844</b>	<b>718,633,179</b>
Business-type activities:							
Investment earnings	2,506,826	124,945	1,697,541	3,051,453	4,022,531	3,937,365	1,188,169
Miscellaneous	-	-	-	1,724,197	2,453,046	4,892,169	5,275,339
Transfers between gov't and business type	15,943,671	25,625,107	25,933,600	33,346,329	31,062,927	35,132,896	38,475,887
Gain(loss) on disposition of capital assets	-	(338,744,820)	(1,267,740)	-	-	-	-
<b>Total business-type activities</b>	<b>18,450,497</b>	<b>(512,994,768)</b>	<b>26,363,401</b>	<b>38,121,979</b>	<b>37,538,504</b>	<b>43,962,430</b>	<b>44,939,395</b>
<b>Total primary government</b>	<b>\$ 425,461,785</b>	<b>\$ (90,609,093)</b>	<b>\$ 470,126,276</b>	<b>\$ 586,423,534</b>	<b>\$ 626,624,314</b>	<b>\$ 664,781,274</b>	<b>\$ 763,572,574</b>
<b>Changes in Net Assets</b>							
Governmental activities	97,172,498	99,865,417	92,565,716	138,761,672	150,241,793	128,431,450	202,963,216
Business-type activities	60,111,745	(522,361,918)	34,250,543	37,913,906	20,382,038	32,839,097	35,164,463
<b>Total primary government</b>	<b>\$ 157,284,243</b>	<b>\$ (422,496,501)</b>	<b>\$ 126,816,259</b>	<b>\$ 176,675,578</b>	<b>\$ 170,623,831</b>	<b>\$ 161,270,547</b>	<b>\$ 238,127,679</b>

(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)

Schedule 3

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

**FY2009**

	General	Special	Cap Project	Debt Serv	Cap Acq	Total	GASB 34	GW Balance
State GRT	177,702,710					177,702,710	(1,965,386)	175,737,324
Municipal	694,087					694,087		694,087
Cigarette	404,349					404,349	18,267	422,616
Motor Vehicle	1,562,016					1,562,016		1,562,016
Gasoline	2,771,046	5,177,825				7,948,871	(51,222)	7,897,649
Grants	968,662					968,662		968,662
DWI Fines	327,017					327,017		327,017
Subtotal	184,429,887	5,177,825	0	0	0	189,607,712	(1,998,341)	187,609,371
Local GRT	120,047,786		35,035,826			155,083,612	(3,772,071)	151,311,541
Property	46,504,794	433,726		78,873,431		125,811,951	1,162,662	126,974,613
Franchise	18,907,494				529,460	19,436,954		19,436,954
PILT	4,921,566					4,921,566		4,921,566
Hospitality		2,042,117				2,042,117		2,042,117
Lodgers		10,210,589				10,210,589		10,210,589
Total	190,381,640	12,686,432	35,035,826	78,873,431	529,460	317,506,789	(2,609,409)	314,897,380

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

Schedule 4

	<b>Fiscal Years</b>				
	<b>2000</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>
<b>General Fund</b>					
Reserved	\$ 18,948,761	\$ 18,829,144	\$ 16,781,809	\$ 28,163,764	\$ 30,741,358
Unreserved	24,454,124	21,353,520	19,817,655	14,961,437	33,737,288
<b>Total general fund</b>	<b>\$ 43,402,885</b>	<b>\$ 40,182,664</b>	<b>\$ 36,599,464</b>	<b>\$ 43,125,201</b>	<b>\$ 64,478,646</b>
<b>All Other Governmental Funds</b>					
Reserved	\$ 106,269,951	\$ 81,007,719	\$ 64,982,499	\$ 62,655,779	\$ 55,841,404
Unreserved reported in:					
Special revenue funds	\$ 8,764,539	\$ 3,913,646	\$ 19,120,526	\$ 21,466,100	\$ 25,522,271
Debt service funds	29,663,267	15,998,712	5,013,003	4,042,465	3,406,977
Capital projects funds	50,000,403	67,295,182	16,991,567	27,703,336	32,575,154
<b>Total all other governmental funds</b>	<b>\$ 194,698,160</b>	<b>\$ 168,215,259</b>	<b>\$ 106,107,595</b>	<b>\$ 115,867,680</b>	<b>\$ 117,345,806</b>
	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
<b>General Fund</b>					
Reserved	\$ 42,706,312	\$ 5,644,988	\$ 8,402,072	\$ 4,696,560	\$ -
Unreserved	42,717,703	81,705,583	76,244,763	53,989,007	43,264,535
<b>Total general fund</b>	<b>\$ 85,424,015</b>	<b>\$ 87,350,571</b>	<b>\$ 84,646,835</b>	<b>\$ 58,685,567</b>	<b>\$ 43,264,535</b>
<b>All Other Governmental Funds</b>					
Reserved	\$ 54,530,026	\$ 63,006,291	\$ 57,381,957	\$ 78,199,524	\$ 101,524,245
Unreserved reported in:					
Special revenue funds	\$ 22,674,822	\$ 26,911,919	\$ 38,795,673	\$ 42,728,336	\$ 36,221,184
Debt service funds	3,992,483	-	-	-	-
Capital projects funds	26,749,226	151,940,533	149,976,227	256,465,833	233,459,918
<b>Total all other governmental funds</b>	<b>\$ 107,946,557</b>	<b>\$ 241,858,743</b>	<b>\$ 246,153,857</b>	<b>\$ 377,393,693</b>	<b>\$ 371,205,347</b>

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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

	2000	2001	2002	2003
<b>Revenues</b>				
Taxes	\$ 201,300	\$ 228,910	\$ 218,303	\$ 232,317
Licenses, fees and permits	9,542	10,275	10,396	14,436
Fines and penalties	352	458	669	715
Charges for services	40,903	44,132	43,745	45,683
Municipal development	3,412	4,823	10,277	7,163
Intergovernmental	195,209	209,617	209,422	216,174
Interest earnings	13,573	20,504	10,411	7,946
Other revenues	12,023	11,592	11,520	15,709
<b>Total revenues</b>	<b>476,314</b>	<b>530,311</b>	<b>514,743</b>	<b>540,143</b>
<b>Expenditures</b>				
General government	51,967	52,359	53,055	54,193
Public safety	154,464	165,804	172,368	178,933
Cultural and recreation	50,533	54,248	53,316	52,891
Public works/Municipal development	17,261	15,385	11,277	6,385
Housing and community development	17,523	21,352	21,463	22,074
Health and human services	61,025	62,654	60,943	61,230
Capital outlay	103,225	140,853	110,038	112,738
Debt service				
Principal	60,023	95,325	60,058	44,764
Interest			14,829	13,582
Fees and other charges			2,764	1,427
<b>Total expenditures</b>	<b>516,021</b>	<b>607,980</b>	<b>560,111</b>	<b>548,217</b>
<b>Excess of revenues under expenditures</b>	<b>(39,707)</b>	<b>(77,669)</b>	<b>(45,368)</b>	<b>(8,074)</b>
<b>Other Financing Sources/(Uses)</b>				
Proceeds from borrowing	49,708	68,008	99,103	16,522
Proceeds from refunding	-	-	-	-
Payments to escrow agent	-	-	-	-
Transfers in	38,672	43,465	47,096	51,176
Transfers out	(52,766)	(63,334)	(68,011)	(66,850)
<b>Total other financing sources/(uses)</b>	<b>35,614</b>	<b>48,139</b>	<b>78,188</b>	<b>848</b>
<b>Net change in fund balances</b>	<b>\$ (4,093)</b>	<b>\$ (29,530)</b>	<b>\$ 32,820</b>	<b>\$ (7,226)</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>14.54%</b>	<b>20.41%</b>	<b>17.25%</b>	<b>13.73%</b>

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

Note: Expenditures in FY2006 and FY2007 were changed to agree to the final Statement of Revenues, Expenditures, and Changes in Fund Balance 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

<b>Fiscal Years</b>						
<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	
\$ 252,644	\$ 289,570	\$ 323,403	\$ 336,354	\$ 339,487	\$ 317,507	
16,026	17,801	17,768	16,027	13,455	10,755	
901	1,157	1,374	10,719	13,341	10,663	
51,428	51,414	54,219	47,381	47,932	48,803	
5,871	5,148	3,818	2,429	1,926	1,912	
229,799	251,326	272,027	269,415	277,794	239,833	
4,082	12,297	10,390	15,667	15,940	9,583	
15,056	11,263	23,757	28,612	25,777	11,158	
<u>575,807</u>	<u>639,976</u>	<u>706,756</u>	<u>726,604</u>	<u>735,652</u>	<u>650,214</u>	
67,988	68,849	71,552	97,887	90,803	80,110	
191,486	216,212	228,853	189,609	214,301	222,856	
8,208	63,385	68,451	68,479	71,449	72,433	
54,925	9,190	30,817	34,230	36,831	31,040	
17,292	21,765	3,074	5,330	6,366	4,304	
59,237	65,940	65,971	69,390	71,627	72,031	
132,615	174,569	181,778	168,185	139,951	146,421	
67,896	95,492	84,621	80,400	78,752	70,246	
14,781	13,907	17,744	15,785	15,796	15,999	
2,085	2,306	889	924	1,335	814	
<u>616,513</u>	<u>731,615</u>	<u>753,750</u>	<u>730,219</u>	<u>727,211</u>	<u>716,254</u>	
(40,706)	(91,639)	(46,994)	(3,615)	8,441	(66,040)	
149,719	133,350	37,000	36,000	131,249	82,657	
-	61,147	-	-	16,655	-	
-	(61,023)	-	-	(16,183)	-	
48,713	54,088	60,167	50,785	49,658	31,831	
<u>(74,143)</u>	<u>(79,753)</u>	<u>(93,244)</u>	<u>(81,579)</u>	<u>(84,541)</u>	<u>(70,057)</u>	
<u>124,289</u>	<u>107,809</u>	<u>3,923</u>	<u>5,206</u>	<u>96,838</u>	<u>44,431</u>	
\$ <u>83,583</u>	\$ <u>16,170</u>	\$ <u>(43,071)</u>	\$ <u>1,591</u>	\$ <u>105,279</u>	\$ <u>(21,609)</u>	
17.52%	20.05%	18.05%	17.28%	16.33%	15.28%	

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

Schedule 6

Fiscal Year Ended June 30,	Real Property		Other Property		Exemptions		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Centrally Assessed	Personal/ Livestock	Residential Property	Commercial Property				
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%
2008	8,015,865,525	4,041,061,548	367,219,331	434,366,502	(392,119,005)	(1,516,627,863)	10,949,766,038	11.113	38,614,152,871	28.36%
2009	8,635,943,668	4,129,499,573	374,068,647	439,060,732	(406,557,331)	(1,591,003,466)	11,581,011,823	11.113	40,776,494,354	28.40%

Source: Bernalillo County Abstract of Property Reported For Taxation

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

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

- (1) Weighted average of residential rate and non-residential (commercial) rate based on percentage of each type to total assessed value.
- (2) Residential exemptions are Head of Household (\$2,000) and Veteran (\$4,000) and low income/age (65 years old with less than \$18,500 in income).
- (3) Non-residential exemptions are granted for agriculture property and for Industrial and Municipal Revenue Bonds.

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

<b>Fiscal Year Ended June 30,</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy (1)</b>
<b>2000</b>	73,991,401	59,460,369	80.36%	\$14,405,844	\$73,866,213	99.83%
<b>2001</b>	76,698,781	70,662,827	92.13%	5,766,474	76,429,301	99.65%
<b>2002</b>	81,970,773	78,096,507	95.27%	3,575,227	81,671,734	99.64%
<b>2003</b>	85,059,627	81,327,454	95.61%	3,378,905	84,706,359	99.58%
<b>2004</b>	87,872,587	84,534,872	96.20%	2,910,509	87,445,381	99.51%
<b>2005</b>	92,507,491	89,148,702	96.37%	2,340,605	91,489,307	98.90%
<b>2006</b>	102,290,447	99,100,903	96.88%	3,210,398	102,311,300	100.02%
<b>2007</b>	109,792,820	106,845,546	97.32%	2,374,766	109,220,312	99.48%
<b>2008</b>	121,750,532	117,075,560	96.16%	4,107,019	121,182,579	99.53%
<b>2009</b>	128,698,136	122,483,590	95.17%	3,188,928	125,672,518	97.65%

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

- (1) Percentage of Levy collected to date is based on the revised taxes levied for each fiscal year based on adjustments made to the property tax rolls by the Bernalillo County Assessor's Office.
- (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 year 1999.

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

Schedule 8

<u>Tax Remitter</u>	<u>1999</u>			<u>2009</u>		
	<u>Tax Liability</u>	<u>Rank</u>	<u>Percentage of Total</u>	<u>Tax Liability</u>	<u>Rank</u>	<u>Percentage of Total</u>
Retail Trade (1)	\$ 4,158,678,644	1	39.42%	\$ 6,229,989,474		43.07%
All Other Sectors	4,075,122,403	2	38.63%	5,859,247,333		40.51%
Construction	1,098,693,027	3	10.42%	1,242,585,507		8.59%
Wholesale Trade	604,817,959	4	5.73%	556,899,837		3.85%
Manufacturing	319,361,107	5	3.03%	263,717,370		1.82%
Finances, Insurance and Real Estate	292,175,381	6	2.77%	312,352,200		2.16%
Total Taxable Gross Receipts	<u>\$ 10,548,848,521</u>		<u>100%</u>	<u>\$ 14,464,791,721</u>		<u>100%</u>

(1) Retail Trade includes Eating and Drinking Establishments



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

Schedule 9

<u>Fiscal Year</u>	<u>Total Tax Levy(1)</u>	<u>City</u>	<u>Bernalillo County</u>	<u>State of New Mexico</u>	<u>Schools</u>	<u>Central NM Community College(2)</u>	<u>Flood Control Authority</u>	<u>Hospital</u>	<u>Conservancy District</u>
2000	46.752	11.357	9.066	1.438	11.013	2.945	1.050	4.103	5.780
2001	42.499	11.080	8.270	1.482	8.505	2.578	0.939	4.016	5.629
2002	43.701	11.166	8.558	1.529	8.527	3.179	0.962	4.184	5.596
2003	45.571	11.161	8.635	1.765	8.503	2.628	0.943	6.500	5.436
2004	44.701	11.153	8.532	1.123	7.883	3.174	0.937	6.500	5.399
2005	46.668	11.154	9.549	1.520	8.497	3.175	0.936	6.500	5.337
2006	46.160	11.149	9.536	1.028	8.493	3.174	0.934	6.500	5.346
2007	44.367	11.080	8.369	1.234	8.415	3.069	0.920	6.317	4.963
2008	44.766	11.148	8.575	1.291	8.489	3.184	0.936	6.487	4.655
2009	46.170	11.113	8.464	1.250	10.582	3.151	0.926	6.429	4.255

Source: Bernalillo County Treasurer's Office

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

(2) Previously Technical Vocational Institute

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

Schedule 10

Fiscal Year	Tax Rate Imposed on City Residents by:				Total Rate in City	Effective City Rate <sup>3</sup>
	State	Less: State Credit	City	County		
<b>2000</b>						
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
<b>2001</b>						
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
<b>2002</b>						
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
<b>2003</b>						
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
<b>2004</b>						
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
<b>2005</b>						
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
<b>2006</b>						
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
<b>2007</b>						
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
<b>2008</b>						
7/1/07-12/31/07	5.0000	--	1.1875	0.6875	6.8750	2.4125
1/1/08-6/30/08	5.0000	--	1.1875	0.6875	6.8750	2.4125
<b>2009</b>						
7/1/08-12/31/08	5.0000	--	1.0625	0.6875	6.7500	2.2875
1/1/09-6/30/09	5.0000	--	1.0625	0.6875	6.7500	2.2875

**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 Seven Years Ago

Schedule 11

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

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 of the**  
**Primary Government to Personal Income and Population**  
**Last Eight Fiscal Years**

Fiscal Year	<u>Governmental Activities</u>			<u>Business Type Activities</u>			
	General Obligation <u>Bonds</u>	Sales Tax <u>Bonds</u>	Special Assessment <u>Bonds</u>	Airport Revenue <u>Bonds</u>	Refuse Revenue <u>Bonds/Notes</u>	Transit <u>Loan</u>	Non-Major <u>Bonds/Notes</u>
2002	\$ 160,055,000	\$ 140,580,349	\$ 18,051,511	\$ 225,335,000	\$ 33,635,000	\$ -	\$ 27,895,000
2003	160,055,000	156,478,688	13,421,510	211,750,000	33,635,000	-	55,975,000
2004	262,605,000	153,172,800	16,680,492	233,660,000	30,795,000	-	54,675,000
2005	296,560,917	147,252,116	12,655,943	226,030,000	27,820,000	-	53,504,263
2006	276,205,000	141,556,299	7,674,819	216,220,000	24,710,000	-	50,417,914
2007	235,765,000	137,405,000	5,413,784	205,070,000	26,180,627	20,000,000	49,199,311
2008	292,620,000	130,900,000	3,738,005	210,865,000	24,822,636	19,076,252	44,403,086
2009	297,968,000	129,265,000	2,239,093	176,365,000	20,759,792	16,185,551	25,756,484

Fiscal Year	Total Primary <u>Government</u>	Percentage of Personal <u>Income (1)</u>	Per <u>Capita (1)</u>	<u>Population (2)</u>	Personal Income (3) <u>(in billions)</u>
2002	\$ 605,551,860	2.91%	1,302	465,263	\$20,793,000,000
2003	631,315,198	2.96%	1,332	474,070	21,311,000,000
2004	751,588,292	3.37%	1,551	484,643	22,279,000,000
2005	763,823,239	3.20%	1,541	495,531	23,857,000,000
2006	716,784,032	2.78%	1,415	506,384	25,814,000,000
2007	679,033,722	2.45%	1,317	515,396	27,679,000,000
2008	726,424,979	2.48%	1,392	521,999	29,307,000,000
2009	668,538,920	2.21%	1,265	528,687	30,247,000,000

- (1) Population and personal income data used to calculate Per Capita and % of Personal Income are from Bureau of Business & Economic Research, UNM (BBER).
- (2) 2009 Population is an estimate based on a BBER projected annual growth rate of 1.7%.
- (3) FY 2008 and FY 2009 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**  
**to Taxable Value of Property and Population**  
**Last Ten Fiscal Years**

Schedule 13

<b><u>Fiscal Year</u></b>	<b><u>General Obligation Bonds Outstanding</u></b>	<b><u>Actual Taxable Value</u></b>	<b><u>Percentage of Actual Taxable Value of Property to Bonds Outstanding</u></b>	<b><u>G.O. Bonds Per Capita</u></b>	<b><u>Population (1)</u></b>
2000	\$ 144,144,636	\$ 6,856,282,717	2.10%	\$ 320.02	450,426
2001	117,440,000	6,900,700,986	1.70%	257.95	455,282
2002	209,865,000	7,419,129,910	2.83%	451.07	465,263
2003	160,055,000	7,619,420,780	2.10%	337.62	474,070
2004	262,605,000	7,883,833,602	3.33%	541.85	484,643
2005	296,555,000	8,285,493,156	3.58%	598.46	495,531
2006	276,205,000	9,307,580,592	2.97%	545.45	506,384
2007	235,765,000	9,858,168,778	2.39%	457.44	515,396
2008	292,620,000	10,949,766,038	2.67%	560.58	521,999
2009	297,968,000	11,581,011,823	2.57%	563.60	528,687

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

**City of Albuquerque, New Mexico**  
**Direct and Overlapping Governmental Activities Debt**  
**As of June 30, 2009**

Schedule 14

<u>Governmental Agency</u>	<u>G.O. Debt</u>	<u>Tax Year 2008 Assessed Valuation</u>	<u>Percent Applicable to City</u>	<u>Net Overlapping</u>
City of Albuquerque	\$279,255,360	\$11,581,011,823	100.00%	\$279,255,360
Albuquerque Public Schools	337,955,000	14,163,284,689	81.77%	276,338,500
Albuquerque Metropolitan Arroyo Flood Control Authority	32,100,000	13,413,034,628	86.34%	27,715,613
Central New Mexico Community College	29,025,000	13,892,625,132	83.36%	24,195,490
Bernalillo County	88,580,000	13,976,092,003	82.86%	73,400,063
State of New Mexico	299,865,000	50,399,084,039	22.98%	<u>68,904,826</u>
 Total Direct & Overlapping General Obligation (G.O.) Bond Debt				 <u><u>\$749,809,852</u></u>
 Gross G.O. Bonded Debt (includes general purpose & water, sewer, & stormsewer)				 \$297,968,000
Less G.O. Sinking Fund June 30, 2009 Balance				<u>(18,712,640)</u>
Net G.O. Bonded Debt				<u><u>\$279,255,360</u></u>

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

Schedule 15

	<b>Fiscal Years</b>				
	<u><b>2000</b></u>	<u><b>2001</b></u>	<u><b>2002</b></u>	<u><b>2003</b></u>	<u><b>2004</b></u>
Debt Limit	\$ 274,251,000	\$ 276,026,000	\$ 296,765,196	\$ 304,953,000	\$ 315,502,000
Total net debt applicable to limit	179,481,000	205,241,000	127,140,000	112,885,000	214,995,000
Legal Debt Margin	\$ 94,770,000	\$ 70,785,000	\$ 169,625,196	\$ 192,068,000	\$ 100,507,000
 Total net debt applicable to the limite as a percentage of debt limit	 65%	 74%	 43%	 37%	 68%

	<b>Fiscal Years</b>				
	<u><b>2005</b></u>	<u><b>2006</b></u>	<u><b>2007</b></u>	<u><b>2008</b></u>	<u><b>2009</b></u>
Debt Limit	\$ 331,571,000	\$ 372,303,224	\$ 394,326,751	\$ 437,990,642	\$ 463,240,473
Total net debt applicable to limit	238,375,917	223,770,000	266,936,751	246,435,000	249,060,000
Legal Debt Margin	\$ 93,195,083	\$ 148,533,224	\$ 127,390,000	\$ 191,555,642	\$ 214,180,473
 Total net debt applicable to the limite as a percentage of debt limit	 72%	 60%	 68%	 56%	 54%

**Legal Debt Margin Calculation for Fiscal Year 2009:**

Assessed Value	\$ 11,581,011,823
Debt Limit (1)	463,240,473
Debt applicable to limit: General Obligation Bonds - General Purpose Only	249,060,000
Legal debt margin	\$ 214,180,473

(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)

Schedule 16

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</u>	<u>Coverage</u>	<u>Revenues</u>	<u>Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>	<u>Coverage</u>
2000	55,439	17,036	38,403	17,244	2.23	35,943	27,090	8,853	3,910	2.26
2001	58,011	20,136	37,875	21,261	1.78	38,997	28,465	10,532	3,913	2.69
2002	59,494	21,437	38,057	14,840	2.56	39,191	29,638	9,553	4,496	2.12
2003	59,604	22,059	37,545	18,940	2.01	41,001	31,166	9,835	4,326	2.27
2004	60,891	24,288	36,603	16,091	2.30	43,521	33,263	10,258	4,390	2.34
2005	64,287	24,616	39,671	18,750	2.14	44,888	34,227	10,661	5,122	2.08
2006	66,397	25,600	40,797	21,166	1.96	48,144	28,805	19,339	5,134	3.77
2007	67,969	27,618	40,351	25,257	1.63	54,143	42,013	12,130	5,131	2.36
2008	75,256	29,846	45,410	25,875	1.78	57,088	46,595	10,493	5,090	2.06
2009	65,997	30,195	35,802	26,855	1.33	57,163	44,943	12,220	4,981	2.45

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</u>	<u>Coverage</u>	<u>Revenues</u>	<u>Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>	<u>Coverage</u>
2000	161,941		161,941	9,883	16.39	NA	NA	NA	NA	NA
2001	168,269		168,269	10,226	16.46	NA	NA	NA	NA	NA
2002	169,909		169,909	8,920	19.05	\$4,111	\$3,621	\$490	\$343	1.43
2003	177,634		177,634	9,802	18.12	3,980	3,435	545	347	1.57
2004	193,783		193,783	9,549	20.29	3,820	3,594	226	345	0.66
2005	201,610		201,610	10,658	18.92	3,938	3,499	439	348	1.26
2006	216,205		216,205	11,764	18.38	4,234	3,485	749	348	2.15
2007	234,161		234,161	13,105	17.87	3,979	4,001	(22)	344	(0.06)
2008	234,503		234,503	10,226	22.93	4,285	4,143	142	343	0.41
2009	222,477		222,477	10,472	21.24	4,688	3,788	900	345	2.61

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



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

Schedule 17

2009				1999			
Employer	Employees	Rank	Percentage of Total Albuquerque MSA Employment	Employer	Employees	Rank	Percentage of Total Albuquerque MSA Employment
University of New Mexico	15,260	1	3.94%	Albuquerque Public Schools	11,800	1	3.65%
Albuquerque Public Schools	14,000	2	3.62%	University of New Mexico	6,822	2	2.11%
Kirtland Air Force Base (Civilian)	10,823	3	2.80%	Sandia National Labs	6,800	4	2.11%
Sandia National Labs	8,400	4	2.17%	City of Albuquerque	6,600	3	2.04%
Presbyterian	7,425	5	1.92%	Presbyterian Health Care Services	5,800	5	1.80%
City of Albuquerque	5,940	6	1.53%	Intel	5,000	6	1.55%
State of New Mexico	5,710	7	1.47%	Kirtland Air Force Base (Military)	4,855	7	1.50%
UNM Hospital	5,455	8	1.41%	State of New Mexico	4,026	8	1.25%
Lovelace	3,400	9	0.88%	Kirtland Air Force Base (Civilian)	3,898	9	1.21%
Intel Corporation	3,300	10	0.85%	Lovelace Medical Center	3,300	10	1.02%
Total	<u>79,713</u>		<u>20.59%</u>		<u>58,901</u>		<u>18.24%</u>

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

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

Schedule 18

Fiscal Year	City of Albuquerque Population	Metropolitan Statistical Area						
		MSA Population	Personal Income Billions \$(3)	Per Capita Personal Income(2)	Civilian Labor Force	Civilian Employment	Average Wage/Salary Per Job	Unemployment Rate*
2000	450,426	731,674	18.264	24,962	372,306	357,484	30,305	4.0%
2001	455,282	739,327	19.909	26,929	374,600	359,375	31,678	4.1%
2002	465,263	753,210	20.793	27,606	375,725	357,817	32,609	4.8%
2003	474,070	765,381	21.311	27,844	378,128	358,021	33,799	5.3%
2004	484,643	779,751	22.279	28,572	381,897	360,884	34,955	5.5%
2005	495,531	797,146	23.857	29,928	389,003	368,649	36,423	5.2%
2006	506,384	815,979	25.814	31,636	397,947	380,099	37,687	4.5%
2007	515,396	833,044	27.679	33,226	405,756	390,917	38,990	3.7%
2008	521,999	845,913	29.307	34,645	408,867	394,423	40,059	3.5%
2009	528,687	(1) 858,981	(1) 30.247	35,213	410,049	387,862	NA	5.4%

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 growth in Fiscal Year 2007 of 1.7% for the City and 2.7% for the MSA

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

(3) Personal Income for Fiscal Years 2007 and 2008 is estimated by BBER

NA - Not Available

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

Schedule 19

	<u>Number</u>	<u>Percent</u>
<b><u>Education (1)</u></b>		
Adequate Yearly Progress and Designations Under No Child Left Behind		
Total number of schools that made Adequate Yearly Progress	245	100.0%
Elementary Schools (includes K-5, K-6, K-8)	164	66.9%
Middle Schools	23	9.4%
High Schools	43	17.6%
Alternative Schools	15	6.1%
Total number of schools that did not make Adequate Yearly Progress		
Elementary Schools (includes K-5, K-6, K-8)	284	115.9%
Middle Schools	121	49.4%
High Schools	97	39.6%
Alternative Schools	23	9.4%

**School Enrollment (1)**

	<u>Enrollment</u>	
Person enrolled in school	163,437	100.00%
Elementary schools (including Kindergarten)	45,283	27.71%
Mid-high schools	20,942	12.81%
High schools	28,611	17.51%
Private, alternative, and parochial schools	17,792	10.89%
Community College of New Mexico	24,870	15.22%
University of New Mexico	25,939	15.87%
Percent completed High School	7,353	85.57%

**Household by Type (3)**

Total households	212,579	100.0%
Family households	123,880	58.3%
with children under 18 years	59,059	27.8%
Married-couple family	86,777	40.8%
with children under 18 years	37,679	17.7%
Female householder, no husband present	26,933	12.7%
with children under 18 years	16,397	7.7%
Nonfamily households	88,699	41.7%
Average household size	2.37	
Average family size	3.11	

**Housing Characteristics (2)**

Total housing units	232,444	
Occupied housing units	212,579	91.5%
Owner-occupied housing units	130,974	61.6%
Renter-occupied housing units	81,605	38.4%
Vacant housing units	19,865	8.5%

**Medians (2)**

Population age	35.3
Family income	\$55,295
Monthly housing cost - mortgage	\$1,218
Monthly housing cost - renting	\$639

**National Comparison of Selected Characteristics (2)**

	<u>National Rank</u>	
Population living below the poverty level	4	18.5%
Children under 18 years below poverty level	4	25.6%
Households with one or more people under 18	14	34.6%
Population 18 years and older who are veterans	17	12.3%
Population 25 years and older who have completed high school	41	81.5%
Population 25 years and over how have completed a Bachelor's degree	29	25.3%
Percent of People 25 Years and Over Who Have Completed an Advanced Degree	12	10.9%

(1) New Mexico Department of Education

(2) American Community Survey Profile 2006 (U.S. Census Bureau)

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

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

Schedule 20

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

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

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

Schedule 21

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

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 Seven Fiscal Years

Schedule 22

Function/Program	Fiscal Years						
	2003	2004	2005	2006	2007	2008	2009
<b>General Government:</b>							
Bus Lines-minibuses	140	151	151	144	144	160	160
Landfill	1	1	1	1	1	1	1
Refuse Convenience Centers	3	3	3	3	3	3	3
Storm sewers (miles)	580	610	611	611	612	615	618
<b>Public Safety:</b>							
Law Enforcement Center	1	1	1	1	1	1	1
Police Area Command Centers	5	5	5	5	5	6	6
Police Substations	12	12	12	12	12	12	12
Fire Stations	23	23	23	23	23	23	23
<b>Highways and Streets:</b>							
Streets maintained (miles)	4,141	4,102	4,118	4,264	4,437	4,470	4,525
ROW acres	*	*	*	7,383	7,383	7,383	7,383
Bridges (railroad, river, roads)	31	31	31	31	31	150	150
Urban trails (miles)	55	59	60	96	126	128	130
Traffic signals	557	565	571	573	586	593	595
School flashing beacons	112	112	112	117	117	278	280
Storm lift stations	14	14	14	14	14	14	14
Storm drainage bridges	192	193	193	193	193	41	50
Dams/Retention basin	14	14	14	14	14	110	110
<b>Cultural and Recreation:</b>							
Open space acreage	26,786	27,513	28,056	28,223	28,326	28,786	28,803
Park acres	2,408	2,468	2,514	2,661	2,769	2,776	2,856
Playgrounds	138	140	143	145	145	171	160
Baseball/softball parks	7	7	7	6	6	6	7
Golf courses	4	4	4	4	4	4	4
Swimming pools	12	12	12	12	12	14	12
Tennis courts	32	32	32	32	36	136	134
Community centers	24	24	24	24	24	24	24
Museums/Zoos/Cultural Centers	10	10	10	10	10	10	10
Libraries	17	17	17	17	17	17	17

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

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

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

**SINGLE AUDIT INFORMATION**

**Schedule of Expenditures of Federal Awards**

**Notes to the Schedule of Expenditures of Federal Awards**

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

**Financial Data Schedule – Albuquerque Public Housing Authority**

**Report on Internal Control over Financial Reporting And on  
Compliance and Other Matters Based on an Audit of Financial  
Statements Performed in Accordance with *Governmental  
Auditing Standards***

**Report on Compliance with Requirements Applicable to each  
Major Program and Internal Control over Compliance in  
Accordance with OMB Circular A-133**

**Schedule of Findings and Questioned Costs**

**Status of Prior Year Audit Recommendations**





CITY OF ALBUQUERQUE, NEW MEXICO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (as restated)  
For the Period of July 1, 2008 through June 30, 2009

Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures/ Adjustments
			From	To	
<b><u>U.S. Department of Agriculture</u></b>					
Pass Through					
Child and Adult Care Food Program	0278	10.558	10/1/2008	9/30/2009	\$ 349,343
Child and Adult Care Food Program	0278	10.558	10/1/2007	9/30/2008	93,327
					442,670
<b><u>National School Lunch Program</u></b>					
Pass Through					
Summer Food Ser. Prog. FY09/10	3037	10.559	10/1/2008	9/30/2009	711,042
Summer Food Ser. Prog. FY08/09	3037	10.559	10/1/2007	9/30/2008	548,537
					1,259,579
<b><u>Total U.S. Department of Agriculture</u></b>					1,702,249
<b><u>U. S. Department of Energy</u></b>					
Pass Through					
Solar - Rental Car Project	09-521-A040560-0162	81.xxx	12/3/2008	Completion	149,132
<b><u>Total U.S. Department of Energy</u></b>					149,132
<b><u>U.S. Department of Housing and Urban Development</u></b>					
<b><u>Community Development Block Grants/Entitlement Grants</u></b>					
Direct					
Community Develop. Blk Grant 2009	B-09-MC-35-0001	14.218	1/1/2009	Completion	1,249,449
Community Develop. Blk Grant 2008	B-08-MC-35-0001	14.218	1/1/2008	Completion	1,060,499
Community Develop. Blk Grant 2007	B-07-MC-35-0001	14.218	1/1/2007	Completion	748,754
Community Develop. Blk Grant 2006	B-06-MC-35-0001	14.218	1/1/2006	Completion	158,922
Community Develop. Blk Grant 2005	B-05-MC-35-0001	14.218	1/1/2005	Completion	17,383
					3,235,007
<b><u>Emergency Shelter Grants Program</u></b>					
Direct					
Emergency Shelter Grant Program	S-08-MC-35-0001	14.231	1/1/2008	Completion	193,853
<b><u>Supportive Housing Program</u></b>					
Direct					
Supportive Housing Program	Admin Component	14.235	5/1/2009	4/30/2010	3,483
Supportive Housing Program	Admin. Component	14.235	4/10/2008	4/9/2009	27,489
Supportive Housing Program	NM00118B6000801	14.235	5/1/2009	4/30/2010	35,425
Supportive Housing Program	NM0017B6B000801	14.235	5/1/2009	4/30/2010	104,500
Supportive Housing Program	NM02B700005	14.235	4/10/2008	4/9/2008	678,232
Supportive Housing Program	NM02B700009	14.235	4/10/2008	4/9/2009	157,752

CITY OF ALBUQUERQUE, NEW MEXICO  
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Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures/ Adjustments
			From	To	
					<u>1,006,882</u>
<b><u>Shelter Plus Care</u></b>					
Direct					
Shelter Plus Care	Admin Component	14.238	5/1/2009	4/30/2010	13,264
Shelter Plus Care	Admin. Component	14.238	5/1/2008	4/30/2009	57,544
Shelter Plus Care	NM0014C6B000801	14.238	4/1/2009	3/31/2010	247,931
Shelter Plus Care	NM0015C6B000801	14.238	4/1/2009	3/31/2010	83,655
Shelter Plus Care	NM02C700018	14.238	5/1/2008	4/30/2009	245,653
Shelter Plus Care	NM02C700019	14.238	5/1/2008	4/30/2009	<u>755,503</u>
					<u>1,403,549</u>
<b><u>HOME Investment Partnerships Program</u></b>					
Direct					
Home	M-08-MC-35-0209	14.239	1/1/2008	Completion	220,681
Home	M-07-MC-35-0209	14.239	1/1/2007	Completion	207,912
Home	M-06-MC-35-0209	14.239	1/1/2006	Completion	448,753
Home	M-05-MC-35-0209	14.239	1/1/2005	Completion	582,961
Home	M-04-MC-35-0209	14.239	1/1/2004	Completion	<u>21,040</u>
					<u>1,481,347</u>
<b><u>U.S. Department of Housing and Urban Development,continued</u></b>					
Section 8 Moderate Rehabilitation					
Direct					
Single Room Occupancy					
Section 8 Moderate Rehabilitation	NM001SR_0004	14.249	7/1/2008	6/30/2009	33,693
<b><u>Community Development Block Grants/Economic Development Initiative</u></b>					
Direct					
Santa Barbara/Martineztown Learning Cntr	B-05-SP-NM-0542	14.251	5/10/2007	5/10/2012	66,302
<b><u>Public and Indian Housing</u></b>					
Direct					
Low Rent Operating Subsidy	NM00100509D	14.850	1/1/2009	12/31/2009	1,424,099
Low Rent Operating Subsidy	NM00100508D	14.850	1/1/2008	12/31/2008	<u>1,331,035</u>
					<u>2,755,134</u>

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Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures/ Adjustments
			From	To	
<u>Lower Income Housing Assistance Program</u>					
Direct					
Section 8 Moderate Rehabilitation	NM001MR-0002	14.856	7/1/2008	6/30/2009	21,639
Section 8 Moderate Rehabilitation	NM001MR-0003	14.856	7/1/2008	6/30/2009	15,295
					36,934
<u>Resident Opportunity and Supportive Services</u>					
Direct					
Resident OPRT & Self Sufficiency	NM001RFS124A007	14.870	4/30/2009	4/29/2009	35,460
Resident OPRT & Self Sufficiency	NM001REF0057A005	14.870	4/12/2006	4/10/2009	85,925
					121,385
<u>Section 8 Housing Choice Vouchers</u>					
Direct					
Section 8-Housing Choice Voucher	NM001VO	14.871	7/1/2008	6/30/2009	23,408,782
Section 8-Housing Choice Voucher	NM001DV0001	14.871	7/1/2008	6/30/2009	233,809
					23,642,591
<u>Public Housing Capital Fund</u>					
Direct					
Public Housing Capital Fund Prog.	NM02P00150105	14.872	8/18/2005	8/17/2009	124,854
Public Housing Capital Fund Prog.	NM02P00150106	14.872	7/18/2006	7/17/2010	304,907
Public Housing Capital Fund Prog.	NM02P00150107	14.872	9/13/2007	9/12/2011	242,163
Public Housing Capital Fund Prog.	NM02P00150108	14.872	6/13/2009	6/12/2012	127,584
					799,507
<u>Total U.S. Department of Housing and Urban Development</u>					34,776,185
<u>U.S. Department of the Interior</u>					
<u>Water Reclamation and Reuse Program</u>					
Direct					
Alb. Metro Area Water Reclamation	99-FC-40-1050	15.504	6/1/1999	12/31/2009	24,753
<u>Total U.S. Department of the Interior</u>					24,753
<u>U.S. Department of Treasury</u>					
ATF Project EXILE	06-pho-208-aff	16.012	7/1/2008	6/30/2009	30,362
<u>Total U.S. Department of Treasury</u>					30,362

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<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>	
<b><u>U.S. Department of Justice</u></b>					
Equitable Sharing of Federally Forfeited Property for State and Local Law Enforcement Agencies		16.0000	7/1/2007	6/30/2009	220,537
US Marshall's Service		16.0000	10/1/2007	9/30/2008	8,247
US Marshall's Service		16.0000	10/1/2006	9/30/2007	81
DEA State and Local Task Force Agreement		16.001	7/1/2008	6/30/2009	56,393
FBI Cost Reimbursement Agreement		16.300	7/1/2008	6/30/2009	30,362
					<u>315,620</u>
<b><u>National Institute of Justice Research.</u></b>					
<b><u>Evaluation and Development</u></b>					
<b>Direct</b>					
DNA Backlog Reduction	2006-DN-BX-K061	16.560	10/1/2006	9/30/2008	17,892
DNA Backlog Reduction	2004-DN-BX-K098	16.560	7/1/2004	9/30/2008	28,435
Forensic Casework DNA Backlog Reduction	2005-DA-BX-K015	16.560	10/1/2005	9/30/2008	<u>51,143</u>
					<u>97,470</u>
<b><u>Executive Office for Weed and Seed</u></b>					
<b>Direct</b>					
Weed and Seed Program (Eastside)	2007-WS-Q7-0233	16.595	10/1/2008	9/30/2009	75,992
Weed and Seed Program (Westside)	2007-WS-Q7-0001	16.595	10/1/2008	9/30/2009	<u>81,090</u>
					<u>157,082</u>
<b><u>Public Safety Partnerships and Community Policing Grants</u></b>					
<b>Direct</b>					
COPS-Methamphetamine Initiative	2007-CK-WX-0235	16.710	9/1/2007	8/31/2009	221,132
<b><u>Office of Juvenile Justice and Delinquency Prevention</u></b>					
<b>Pass Through</b>					
Enforcing Underage Drinking Laws	09-690-8297	16.727	7/1/2008	5/31/2009	16,209
<b><u>Gang Resistance Education and Training</u></b>					
<b>Pass Through</b>					
N.M. Gang Task Force	07-JAG-NMGTF-FY08	16.737	1/7/2008	9/30/2008	11,120
<b><u>Edward Byrne Memorial Justice Assistance Grant Program</u></b>					
<b>Direct</b>					
Edward Byrne Memorial Justice Assistance	2007-DJ-BX-1100	16.738	10/1/2006	9/30/2010	481,789

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			From	To	
Edward Byrne Memorial Justice Assistance	2006-DJ-BX-1087	16.738	10/1/2005	9/30/2009	7,953
					489,742
<b><u>Paul Coverdell Forensic Sciences Improvement Grant Program</u></b>					
Direct					
Paul Coverdell Forensic Science Improvement Grant	2006-DN-BX-0100	16.742	10/1/2006	9/30/2008	4,069
Pass Through					
Paul Coverdell Forensic Science Improvement Grant	07-PCFSIG-MFSC-FY08	16.742	10/1/2007	9/30/2008	8,463
					12,532
<b><u>Anti-Gang Initiative</u></b>					
Pass Through					
Anti-Gang Initiative	07-Anti-Gang-APD-FY08	16.744	9/1/2007	8/31/2008	3,529
					3,529
<b><u>Total U.S. Department of Justice</u></b>					<b><u>1,324,437</u></b>
<b><u>U.S. Department of Transportation</u></b>					
<b><u>Airport Improvement Program</u></b>					
Direct					
Terminal Apron	3-35-0003-031-2006	20.106	7/6/2006	Completion	837,340
Terminal Apron Phase II	3-35-0002-033-2008	20.106	6/25/2008	Completion	7,457,962
DE II Midfield Dev. Phase III	3-35-0002-012-2007	20.106	2004	Completion	60,676
DE II Runway Assessment	3-35-0002-011-2005	20.106	8/1/2005	Completion	135,298
DE II 4-22	3-35-0002-013-2008	20.106	6/19/2008	Completion	290,108
Taxiway E	3-35-0003-32-2007	20.106	6/1/2007	Completion	301,593
					9,082,977
<b><u>Federal Highway Administration</u></b>					
Indirect - State Pass Thru					
Coors Blvd Intersection @ Quail	HPP-4001 (7) 02	20.205	4/2/2008	9/30/2012	117,281
Signal Control	CAQ-TPU-7601(9)	20.205	3/14/2000	9/30/2011	2,110,544
Westside/McMahon	CAQ-HPP-TPU-7601(07) SP-GA-ST-7601(261)	20.205	4/2/1997	6/30/2010	98,322
2nd Street/Montano Rd Improve	TPU-4035(7)07 SP-GA-ST-5260(269)	20.205	2/4/2004	9/30/2010	744
Bicycle Lanes/Trails@ Rio Grande Xing	TPU-TPE-040-3(104)155	20.205	2/15/2005	6/30/2009	72,890
Bicycle Travel Demand Management Program	CAQ-7701(43)	20.205	6/12/2002	9/30/2011	53,437
Tea21 Bicycle/Pedestrian Safety	CAQ-7701(12) Contr No. 9819	20.205	6/20/2005	Completion	43,522
CMAQ Fixed Route Expansion	M00834	20.205	10/1/2007	9/30/2008	572,845
CMAQ Fixed Route Expansion	M00745	20.205	10/1/2007	9/30/2008	56,201
Academy Road Bike Lanes	TPU-4064 (1) 00	20.205	5/8/2008	9/30/2012	1,407,501

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			From	To	
Comanche Rd Bike Lanes	TPU-5016(3)02	20.205	6/11/2007	9/30/2011	142,309
North Diversion Channel Bike/Ped Trail	TPU-4008 (40)	20.205	5/16/2008	9/30/2012	572,444
Unser and Central TOD	TPU-7600 (12)	20.205	9/18/2008	9/30/2012	450
					5,248,489
<b><u>Federal Highway Admin. Planning Construction</u></b>					
Indirect - State Pass Thru					
Rideshare/TDM FY09	MOO823	20.205	7/1/2007	6/30/2008	656,819
<b><u>Federal Transit Capital Investment Grants</u></b>					
Direct					
Construction-Uptown Transfer Center	NM-03-0021	20.500	12/3/1998	Completion	15,377
High Capacity/Rapid Transit Project	NM-03-0025	20.500	11/23/1999	Completion	(11,538)
Solar, Buses, Westside, ATC Depot	NM-03-0029	20.500	7/1/2001	Completion	439,656
WSTF, Buses, ATC Depot	NM-03-0033	20.500	3/1/2002	Completion	950,966
Rapid Ride Earmarks - New Starts Funds	NM-03-0055	20.500	5/5/2008	Completion	4,427,699
CAPITAL	NM-04-0003	20.500	10/1/2006	Completion	4,614,901
					10,437,061
<b><u>Federal Transit Formula Grants</u></b>					
Direct					
Capital (CMAQ) Operating 1996	NM-90-X045	20.507	7/1/1995	Completion	(6,006)
Real Estate, Design, Constr. TE	NM-90-X054	20.507	9/1/2000	Completion	564,975
Construction 3 Facilities, Buses	NM-90-X060	20.507	7/1/2001	Completion	202,838
WSTF, Buses, Planning, Yale, Park & Ride	NM-90-X065	20.507	3/1/2002	Completion	1,728,831
ATC Depot, SW Mesa, PNR	NM-90-X073	20.507	7/12/2005	Completion	135,788
Buses, Technology, Planning	NM-90-X078	20.507	10/1/2006	Completion	15,226,875
					17,853,301
<b><u>State and Community Highway Safety</u></b>					
Pass Through					
Pedestrian Safety	07-PS-03-P2A	20.600	3/30/2007	9/30/2007	68
					68
<b><u>Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons</u></b>					
Pass Through					
Selective Traffic Enforcement Program	09-PT-63-002	20.605	10/01/2008	9/30/2009	14,035
<b><u>Minimum Penalties for repeat Offenders for Driving While Intoxicated</u></b>					

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Grantor Agency and Grant Title	Grant Number- Federal or State	Federal CFDA Number	Grant Period		Expenditures/ Adjustments
			From	To	
Pass Through					
Drug Recognition Expert	09-AL-K8-P07	20.608	10/1/2008	9/30/2009	38,856
Drug Recognition Expert	08-AL-64-P07	20.608	10/1/2007	9/30/2008	54,421
Drug Recognition Expert	07-AL-64-P07	20.608	10/1/2006	9/30/2007	6,612
Operation DWI	09-AL-64-002	20.608	10/1/2008	9/30/2010	240,912
Operation DWI	08-AL-64-002	20.608	09/01/2007	8/31/2008	198,812
Underage Drinking	09-AL-64-P02	20.608	10/01/2008	9/30/2009	61,413
DWI Drunkbuster Overtime Enforcement	09-AL-64-P34	20.608	01/01/2009	9/30/2009	27,094
TraCS Statewide Rollout	08-HE-64-P13M	20.608	07/01/2008	12/31/2009	244,999
08 APD Traffic Statistician	08-AL-64-P29	20.608	02/22/2008	9/30/2010	208,253
Traffic Safety Education and Enforcement	08-EE-05-002	20.608	09/01/2007	8/31/2008	100,347
Project Safe Neighborhood	08-PSN-APD-FY09	20.608	10/01/2008	9/30/2009	16,163
Project Safe Neighborhood	07-PSN-APD-FY08	20.608	09/01/2007	8/31/2008	7,026
DWI Underage Enforcement Program	08-AL-64-P02	20.608	10/01/2007	9/30/2008	166,821
					1,371,728
 <u>Safety Belt Performance Grants</u>					
Pass Through					
Sel. Traffic Enforc. (100 Days/Nights of Summer)	08-PT-DS-002	20.609	6/1/2008	9/30/2008	38,559
Selective Traffic Enforcement Program	08-PT-06-002	20.609	10/1/2007	9/30/2008	21,988
					60,547
 <u>Total U.S. Department of Transportation</u>					44,725,026
 <u>Federal Library Services</u>					
Pass Through					
LSCA Technology Showcase Grant	LC-00-07-001-07	45.310	3/4/2008	9/30/2009	35,000
 <u>Total Federal Library Services</u>					35,000
 <u>U.S. Environmental Protection Agency</u>					
<u>Air Pollution Control Program Support</u>					
Direct					
FY09 Air Pollution	A-00615809-2	66.001	10/01/2008	09/30/2009	494,064
FY08 Air Pollution	A-00615808-2	66.001	10/01/2007	09/30/2008	186,186
					680,250
 <u>Surveys, Studies, Investigations and Special Purpose Grants</u>					
Direct					
PM 2.5 Ambient Air Monitoring	PM-96603901-3	66.034	10/1/2005	3/31/2008	33,943

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			From	To	
Air Toxics Monitoring	XA-96637901-0	66.034	10/1/2006	6/30/2009	179,163
PM Fine Monitoring	PM-9667801-0	66.034	4/1/2008	3/31/2009	55,074
					268,180
<b><u>Brownfields Assessment and Cleanup</u></b>					
<b><u>Cooperative Agreements</u></b>					
<b>Direct</b>					
Brownfields Cleanup Revolving Loan Fund	BL-98667301-4	66.818	10/1/2000	3/31/2008	219,851
<b>Pass through NM Finance Authority</b>					
Santa Barbara	1727_DW	66.468	10/1/2009	completion	6,094,606
<b><u>Total U.S. Environmental Protection Agency</u></b>					<b>7,262,887</b>
 <b><u>U.S. Department of Health and Human Services</u></b>					
<b>Pass Through</b>					
Teen Parent Residency Program	08-690-5061-1	93.590	7/1/2008	6/30/2009	12,924
Teen Parent Residency Program	07-690-1181-02	93.590	7/1/2008	6/30/2009	140,000
					152,924
<b>Special Programs for the Aging Title III, Part D</b>					
<b>Disease Prevention and Health Promotion Services</b>					
2009 Older American Program/ Title III, Part D	09-624-4000-0001	93.043	7/1/2008	06/30/2009	25,673
					25,673
<b><u>Special Programs for the Aging Title III, Part B</u></b>					
<b><u>Grants for Supportive Services and Senior Centers</u></b>					
<b>Pass Through</b>					
2009 Older American Program/ Title III, Part B	09-624-4000-001	93.044	7/1/2008	6/30/2009	376,262
					376,262
 <b><u>U.S. Department of Health and Human Services</u></b>					
<b><u>Special Programs for the Aging Title III, Part C</u></b>					
<b><u>Nutrition Services</u></b>					
<b>Pass Through</b>					
2009 Older American Program/ Title III, Part C	09-624-4000-0001	93.045	7/1/2008	6/30/2009	360,868
					360,868



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			From	To	
<u>Special Programs for the Aging Title III, Part E</u>					
<u>National Family Caregiver Support</u>					
Pass Through					
2009 Older American Program/ Title III, Part E	09-624-4000-0001	93.052	7/1/2008	06/30/2009	219,141
					<u>219,141</u>
<u>Nutrition Services Incentive Program</u>					
Pass Through					
Nutrition Services Incentive Prgram	09-624-4000-0004	93.053	7/1/2008	06/30/2009	189,163
					<u>189,163</u>
<u>Head Start</u>					
Direct					
Early Head Start FY 09	06CH7016/07	93.600	7/1/2008	6/30/2009	2,447,174
					<u>2,447,174</u>
<u>Centers for Medicare and Medicaid Services</u>					
<u>Research, Demonstrations and Evaluations</u>					
Pass Through					
Health Insurance and Benefits Assist	09-624-2000-0001	93.779	7/1/2008	6/30/2009	60,000
					<u>60,000</u>
<u>Total U.S. Department of Health and Human Services</u>					
					<u>3,831,205</u>
<u>Corporation for National and Community Services</u>					
<u>Retired and Senior Volunteer Program</u>					
Direct					
Retired Senior Volunteer Prog.	08SRWNM002	94.002	07/01/2008	06/30/2011	53,669
					<u>53,669</u>
<u>Foster Grandparent Program</u>					
Direct					
Foster Grandparent	08SFWNM006	94.011	7/1/2008	6/30/2011	165,664
					<u>165,664</u>
<u>Senior Companion Program</u>					
Direct					
Senior Companion Program	08SCWNM006	94.016	7/1/2008	6/30/2011	102,450
					<u>102,450</u>

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			<u>From</u>	<u>To</u>	
<u>Total Corporation for National and Community Services</u>					<u>321,783</u>
<u>U.S. Department of Homeland Security</u>					
Direct					
<u>State Domestic Preparedness Equipment Support Program</u>					
Pass Through					
FY04 ODP Authorized Equipment Grant	2004-GE-T4-0005-ABQ	97.004	01/04/2007	06/15/2008	<u>83,509</u>
<u>Emergency Performance Grants</u>					
Pass Through					
08 Emergency Mgmt Performance	2008-EMPG-Albuquerque	97.042	1/1/2008	6/30/2009	<u>153,646</u>
					<u>153,646</u>
<u>FEMA</u>					
2007 Firefighters Assistance					
Pass Through	EMW-2007-FO-12139	97.044	10/1/2007	9/30/2008	78,376
Disaster Assistance Projects	06_070_037	97.088	12/1/2006	6/30/2009	532,907
<u>Citizen Corps</u>					
Pass Through					
Albuquerque Citizen Corps	2007-GE-T70023-CABQ	97.053	1/15/2008	11/15/2009	<u>26,559</u>
					<u>26,559</u>
<u>Homeland Security Grant Program</u>					
Pass Through					
Homeland Security Grant	2007-GE-T70023-CABQ	97.067	1/15/2008	11/15/2009	131,325
Homeland Security Grant	2005-GE-T5-0012-ALB	97.067	11/1/2004	9/30/2008	<u>113,339</u>
					<u>244,664</u>
Homeland Security and Emergency Management	2007-GE-T70023-CABQ-MMRS	97.071	1/15/2008	6/30/2012	852
Homeland Security and Emergency Management	2006-GE-T60064-CABQ-MMRS	97.071	1/15/2008	6/30/2012	<u>100,803</u>
					<u>101,655</u>

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<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>National Explosives Detection Canine Team Program</u>					
Direct					
TSA National Explosives Detection Canine Team	HSTS0208HCAN460	97.072	4/1/2008	3/31/2013	290,243
<u>Law Enforcement Terrorism Prevention Program</u>					
Pass Through					
Law Enforcement Terrorism Prevention Program	2006-GE-T60064-ABQ	97.074	12/1/2006	11/15/2009	231,029
<u>Total Department of Homeland Security</u>					<u>1,742,589</u>
TOTAL					<u>\$ 95,925,607</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
 NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (as restated)  
 Year ended June 30, 2009

## NOTE A SIGNIFICANT ACCOUNTING POLICY

The accompanying schedule of federal awards is prepared on the modified accrual basis of accounting. The schedule of federal awards includes expenditures of the City of Albuquerque and the discretely presented component unit--Albuquerque Bernalillo County Water Utility Authority.

## NOTE B SUBRECIPIENTS OF GRANT AWARDS

<u>Grantor Agency / Grant Title and Subrecipients</u>	<u>Grant Number- Federal or State</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grant Amount</u>
U.S. Department of Housing and Urban Development			
Community Development Block Grants/Entitlement Grants			
2009 calendar year grant			
Nuisance Abatement	B-09-MC-35-0001	14.218	\$ 130,021
Sunset Gardens Water and Sewer	B-09-MC-35-0001	14.218	15,629
United South Broadway Housing	B-09-MC-35-0001	14.218	91,487
Greater Albuquerque Housing Partnership	B-09-MC-35-0001	14.218	108,803
Sawmill Community Land Trust	B-09-MC-35-0001	14.218	105,131
American Red Cross - Repairs	B-09-MC-35-0001	14.218	306,964
Department of Senior Affairs Home Retrofit	B-09-MC-35-0001	14.218	69,700
Law Access New Mexico	B-09-MC-35-0001	14.218	35,260
Human Rights Fair Housing	B-09-MC-35-0001	14.218	56,830
Southwest Creations	B-09-MC-35-0001	14.218	23,000
YDI Eviction Prevention	B-09-MC-35-0001	14.218	20,052
AHCH Dental Services	B-09-MC-35-0001	14.218	62,000
AHCH Motel Vouchers	B-09-MC-35-0001	14.218	18,776
Barrett House Shelters	B-09-MC-35-0001	14.218	12,000
Dept. Senior Affairs Nutrition Services	B-09-MC-35-0001	14.218	57,084
Cuidano Los Ninos	B-09-MC-35-0001	14.218	9,000
Community Dental Services	B-09-MC-35-0001	14.218	<u>120,000</u>
Total			<u>1,241,737</u>
2008 calendar year grant			
Law Access New Mexico	B-08-MC-35-0001	14.218	1,547
Greater Albuquerque Housing Partnership	B-08-MC-35-0001	14.218	23,528
Sawmill Community Land Trust	B-08-MC-35-0001	14.218	693
American Red Cross	B-08-MC-35-0001	14.218	201,248
Department of Senior Affairs Home Retrofit	B-08-MC-35-0001	14.218	71,155
Dept. Senior Affairs Nutrition Services	B-08-MC-35-0001	14.218	49,740
Human Rights Fair Housing	B-08-MC-35-0001	14.218	35,141
COA Neighborhood Clean-up	B-08-MC-35-0001	14.218	8,122
Southwest Creations Collaborative	B-08-MC-35-0001	14.218	2,000
Metropolitan Homelessness Project	B-08-MC-35-0001	14.218	45,000
Eviction Prevention	B-08-MC-35-0001	14.218	51,893
United South Broadway Corp.	B-08-MC-35-0001	14.218	<u>79,525</u>
Total			<u>569,592</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (as restated)  
Year ended June 30, 2009

## NOTE B SUBRECIPIENTS OF GRANT AWARDS, continued

<u>Grantor Agency / Grant Title and Subrecipients</u>	<u>Grant Number- Federal or State</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grant Amount</u>
U.S. Department of Housing and Urban Development			
Community Development Block Grants/Entitlement Grants			
2007 calendar year grant			
Total	B-07-MC-35-0001	14.218	-
2006 calendar year grant			
St. Martins Shelter	B-06-MC-35-0001	14.218	75,500
Albuquerque Indian Center Renovation	B-06-MC-35-0001	14.218	83,242
Total			<u>158,742</u>
Emergency Shelter Grant Program			
2008 calendar year grant			
Barrett Shelter	S-07-MC-350001	14.231	20,000
St. Martins Shelter	S-07-MC-350001	14.231	48,175
Good Shephard	S-07-MC-350001	14.231	63,000
Albuq. Rescue Mission	S-07-MC-350001	14.231	33,579
Total			<u>164,754</u>
Supportive Housing Program			
Ciudando Los Ninos	NM0018B6B000801	14.235	35,425
Barrett Foundation	NM0017B6B000801	14.235	18,206
Catholic Charities	NM0017B6B000801	14.235	25,812
St. Martin's Hospitality	NM0017B6B000801	14.235	38,099
SAFE House	NM0017B6B000801	14.235	22,383
Cuidando Los Ninos	NM02B700009	14.235	157,701
Barrett Shelter	NM02B700005	14.235	86,985
Catholic Charities	NM02B700005	14.235	170,913
St. Martin's Hospitality	NM02B700005	14.235	184,781
SAFE House	NM02B700005	14.235	235,553
Total			<u>975,858</u>
Shelter Plus Care			
NM Coalition to End Homelessness	NM0014C6B000801	14.238	24,460
Albuquerque Healthcare for the Homeless	NM0014C6B000801	14.238	79,965
St. Martin's Hospitality Center	NM0014C6B000801	14.238	167,966
Transitional Living Services	NM0015C6B000801	14.238	83,655
Albuquerque Healthcare for the Homeless	NM-02-C700019	14.238	379,440
St. Martin's Hospitality Center	NM-02-C700019	14.238	376,063
Transitional Living Services	NM-02-C700018	14.238	245,653
Total			<u>1,357,202</u>
HOME Investment Partnerships Program			
United South Broadway	M-08-MC-35-0209	14.239	18,716
United South Broadway	M-07-MC-35-0209	14.239	24,823
Sawmill Community Landtrust	M-07-MC-35-0209	14.239	21,284
Greater Albuquerque Housing Project	M-06-MC-35-0209	14.239	23,860
Sawmill Community Landtrust	M-06-MC-35-0209	14.239	424,893
Sawmill Community Landtrust	M-05-MC-35-0209	14.239	582,961
Sawmill Community Landtrust	M-04-MC-35-0209	14.239	20,662
Total			<u>1,117,199</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 5,585,084</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (as restated)  
Year ended June 30, 2009

## 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			
Executive Office for Weed and Seed			
Westside Weed and Seed			
APD, Memorandum of Understanding	2007-WS-Q7-0001	16.595	22,282
UNM Social Research	2007-WS-Q7-0001	16.595	10,000
Second Judicial	2007-WS-Q7-0001	16.595	3,753
Nancy Sanchez	2007-WS-Q7-0001	16.595	21,247
Total			<u>57,282</u>
Eastside Weed & Seed			
APD, Memorandum of Understanding	2007-WS-Q7-0233	16.595	22,346
UNM Social Research	2007-WS-Q7-0233	16.595	10,000
Bernalillo County Sheriff's Office	2007-WS-Q7-0233	16.595	38,443
Second Judicial	2007-WS-Q7-0233	16.595	3,753
Total			<u>74,542</u>
Edward Byrne Memorial Justice Assistance Grant Program			
Edward Byrne Memorial Justice Assistance			
Bernalillo County Sheriff's Office	2007-DJ-BX-1100	16.738	163,226
Total			<u>163,226</u>
Total U.S. Department of Justice			<u>\$ 295,050</u>
U.S. Department of Health and Human Services			
Special Programs for the Aging Title III, Part D			
Disease Prevention and Health Promotion Services			
UNM College of Nursing-GEHM Clinic	09-624-4000-0001	93.043	25,673
U.S. Department of Health and Human Services			
Special Programs for the Aging Title III, Part B, E			
Share Your Care-Adult Day Care	09-624-4000-0001	93.044	39,999
Senior Citizens Law Office	09-624-4000-0001	93.044	118,000
Premier Home Healthcare	09-624-4000-0001	93.044	8,798
La Vida Felicidad	09-624-4000-0001	93.044	8,641
Home Instead Senior Care	09-624-4000-0001	93.044	7,279
Home Care Assistance	09-624-4000-0001	93.044	649
Addus Healthcare	09-624-4000-0001	93.044	9,359
Total			<u>192,725</u>
Special Programs for the Aging Title III, Part E			
Curtis Graff	09-624-4000-0001	93.052	45,000
Share Your Care-Adult Day Care	09-624-4000-0001	93.052	76,531
Premier Home Healthcare	09-624-4000-0001	93.052	2,291
La Vida Felicidad	09-624-4000-0001	93.052	1,583
Home Instead Senior Care	09-624-4000-0001	93.052	4,270
Home Care Assistance	09-624-4000-0001	93.052	473
Addus Healthcare	09-624-4000-0001	93.052	7,173
Total			<u>137,321</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (as restated)  
Year ended June 30, 2009

U.S. Department of Health and Human Services  
Head Start

Early Head Start FY 09			
Catholic Charities	06CH7016/07	93.600	173,000
Cuidando Los Ninos Day Care	06CH7016/07	93.600	<u>203,000</u>
Total			<u>376,000</u>

Centers for Medicare and Medicaid Services			
Research, Demonstrations and Evaluations			
Health Insurance and Benefits Assistance			
Senior Citizens Law Office	09-624-2000-0001	93.779	<u>60,000</u>
Total			<u>60,000</u>

Total U.S. Department of Health and Human Services \$ 791,719

TOTAL ALL PROGRAMS \$ 6,671,853

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		\$95,925,607
Loans and loan guarantees:		
Community Development Block Grant	14.218	1,970,585
HOME program	14.239	<u>576,070</u>
Adjusted total expenditures per Schedule of Expenditures of Federal Awards		<u>\$98,472,262</u>

NOTE D RESTATEMENT OF THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule of Expenditures of Federal Awards has been restated to include previously unreported federal expenditures of \$6,094,606 from U.S. Environmental Protection Agency (CFDA 66.468). These grants in the form of loans were passed through from New Mexico Environmental Department and New Mexico Finance Authority, which were used in funding the Santa Barbara project. In addition, expenditures were reduced by \$1,220,912 for various other programs for a net change of \$4,873,694.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**RECONCILIATION OF SCHEDULE OF EXPENDITURES**  
**OF FEDERAL AWARDS TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2009**

	Expenditures		
	Federal	Non-Federal	Total
General Fund	\$ 650,025	\$ 417,437,291	\$ 418,087,316
Special Revenue Funds:			
Community Development	3,235,007	279,321	3,514,328
Operating Grants Fund	15,876,498	14,028,353	29,904,851
Law Enforcement Protection	220,537	3,188,183	3,408,720
Total Special Revenue Funds	<u>19,332,042</u>	<u>17,495,857</u>	<u>36,827,899</u>
Capital Projects Funds:			
Capital Acquisition Fund	4,624,224	107,110,624	111,734,848
Total Capital Projects Funds	<u>4,624,224</u>	<u>107,110,624</u>	<u>111,734,848</u>
Enterprise Funds:			
Airport Fund	9,520,350	56,621,384	66,141,734
Transit Fund	28,290,362	27,742,752	56,033,114
Housing Authority Fund	27,389,245	6,104,748	33,493,993
Total Enterprise Funds	<u>65,199,957</u>	<u>90,468,884</u>	<u>155,668,841</u>
Component Unit:			
Water Utility	<u>6,119,359</u>	<u>179,253,429</u>	<u>185,372,788</u>
<b>TOTAL</b>	<b><u>\$ 95,925,607</u></b>	<b><u>\$ 811,766,085</u></b>	<b><u>\$ 907,691,692</u></b>



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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**FINANCIAL DATA SCHEDULE**  
**ALBUQUERQUE PUBLIC HOUSING AUTHORITY**  
Year Ended June 30, 2009

FDS Line Item No.	Project Total	N/C S/R Section 8 SR0004	COCC	8 Other Federal Program 1
<b>ASSETS</b>				
Current assets:				
111	\$ 2,612,211	\$ 18,021	\$ 2,382,246	\$ -
113	9,753	-	-	-
114	182,673	-	-	-
115	-	-	-	-
100	<u>2,804,637.00</u>	<u>18,021.00</u>	<u>2,382,246</u>	<u>-</u>
Accounts Receivable:				
121	-	-	-	-
122	-	18,021	-	-
124	-	-	-	-
125	17,736	-	150	-
126	272,933	-	-	-
126.1	(160,034)	-	-	-
126.2	-	-	-	-
120	<u>130,635</u>	<u>18,021</u>	<u>150</u>	<u>-</u>
Investments- Unrestricted				
131	-	-	8,004,926	-
143	-	-	179,489	-
143.1	-	-	(8,975)	-
144	5,564	-	1,467,677	21,764
150	<u>2,940,836</u>	<u>36,042</u>	<u>12,025,513</u>	<u>21,764</u>
Fixed Assets:				
161	3,767,389	-	-	-
162	49,755,655	-	2,515,235	-
164	477,976	-	324,256	-
166	(42,773,715)	-	(1,711,051)	-
167	176,713	-	-	-
160	<u>11,404,018</u>	<u>-</u>	<u>1,128,440</u>	<u>-</u>
180	<u>11,404,018</u>	<u>-</u>	<u>1,128,440</u>	<u>-</u>
190	<u>\$ 14,344,854</u>	<u>\$ 36,042</u>	<u>\$ 13,153,953</u>	<u>\$ 21,764</u>

<u>Section 8 Moderate Rehabilitation MR0002</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>Elimination</u>	<u>Total</u>
\$ 11,780	\$ -	\$ -	\$ 4,133,590	\$ -	\$ -	\$ 9,157,848
-	-	-	2,904,527	-	-	\$ 2,914,280
-	-	-	-	-	-	\$ 182,673
-	-	-	32,789	-	-	32,789
<u>11,780.00</u>	<u>-</u>	<u>-</u>	<u>7,120,906</u>	<u>-</u>	<u>-</u>	<u>12,337,590</u>
-	-	-	5,932	-	-	5,932
2,623	-	-	37,656	-	-	58,300
-	-	-	-	-	-	-
-	-	-	188,114	-	-	206,000
-	-	-	-	-	-	272,933
-	-	-	(188,114)	-	-	(160,034)
<u>2,623</u>	<u>-</u>	<u>-</u>	<u>43,588</u>	<u>-</u>	<u>-</u>	<u>195,017</u>
-	-	-	-	-	-	8,004,926
-	-	-	-	-	-	179,489
-	-	-	-	-	-	(8,975)
49,039	-	-	-	-	(1,544,044)	-
<u>63,442</u>	<u>-</u>	<u>-</u>	<u>7,164,494</u>	<u>-</u>	<u>(1,544,044)</u>	<u>20,708,047</u>
-	-	-	-	-	-	3,767,389
-	-	-	-	-	-	52,270,890
-	-	-	233,298	-	-	1,035,530
-	-	-	(199,407)	-	-	(44,684,173)
-	-	-	-	-	-	176,713
-	-	-	33,891	-	-	12,566,349
-	-	-	33,891	-	-	12,566,349
<u>\$ 63,442</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,198,385</u>	<u>\$ -</u>	<u>\$ (1,544,044)</u>	<u>\$ 33,274,396</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**FINANCIAL DATA SCHEDULE**  
**ALBUQUERQUE PUBLIC HOUSING AUTHORITY**  
Year Ended June 30, 2009

FDS Line Item No.	Project Total	N/C S/R Section 8 SR0004	COCC	8 Other Federal Program 1
<b>LIABILITIES AND EQUITY/NET ASSETS</b>				
<b>Liabilities:</b>				
<b>Current liabilities:</b>				
311	\$ -	\$ -	\$ -	\$ -
312	65,684	-	430,415	-
321	-	-	1,909,686	-
322	23,647	-	21,197	-
324	-	-	-	-
325	10,000	-	-	-
331	-	-	-	21,764
341	182,673	-	-	-
343	92,681	-	-	-
344	-	-	-	-
345	265,985	-	-	-
346	6,000	-	5,856	-
347	-	28,247	-	-
348	-	-	-	-
310	<u>646,670</u>	<u>28,247</u>	<u>2,367,154</u>	<u>21,764</u>
351	Long-term Debt, Net of Current - Capital Projects/ Mortgage Revenue Bonds	500,168	-	-
353	Noncurrent liabilities - other	9,753	-	-
354	Accrued Compensated Absences-Non Current	55,181	49,459	-
355	Loan Liability- Non Current	-	-	-
356	FASB 5 Liabilities	-	-	-
357	Accrued Pension an OPEB Liabilities	-	-	-
350	<u>Total Noncurrent Liabilities</u>	<u>565,102</u>	<u>49,459</u>	<u>-</u>
300	<u>Total Liabilities</u>	<u>1,211,772</u>	<u>28,247</u>	<u>2,416,613</u>
<b>Equity/Net Assets:</b>				
508.1	Invested in Capital Asset, Net of Related Debt	10,811,169	-	1,128,440
511.1	Restricted Net Assets	192,426	-	-
512.1	Unrestricted Net Assets	<u>2,129,487</u>	<u>7,795</u>	<u>9,608,900</u>
513	<u>Total Equity/Net Assets</u>	<u>13,133,082</u>	<u>7,795</u>	<u>10,737,340</u>
600	<b>TOTAL LIABILITIES AND EQUITY/NET ASSETS</b>	<b>\$ 14,344,854</b>	<b>\$ 36,042</b>	<b>\$ 13,153,953</b>
			<b>\$</b>	<b>\$ 21,764</b>

<u>Section 8 Moderate Rehabilitation MR0002</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>Elimination</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	-	-	\$ -
-	-	-	-	-	-	496,099
90	-	-	12,759	-	-	1,909,686
-	-	-	-	-	-	57,693
-	-	-	-	-	-	-
16,981	-	-	-	-	-	10,000
-	-	-	-	-	-	38,745
-	-	-	-	-	-	182,673
-	-	-	-	-	-	92,681
-	-	-	-	-	-	-
108	-	-	7,744	-	-	273,729
-	-	-	36	-	-	12,000
-	-	-	1,515,797	-	(1,544,044)	-
-	-	-	-	-	-	-
<u>17,179</u>	<u>-</u>	<u>-</u>	<u>1,536,336</u>	<u>-</u>	<u>(1,544,044)</u>	<u>3,073,306</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	500,168
210	-	-	75,045	-	-	34,798
-	-	-	29,772	-	-	134,622
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>210</u>	<u>-</u>	<u>-</u>	<u>104,817</u>	<u>-</u>	<u>-</u>	<u>719,588</u>
<u>17,389</u>	<u>-</u>	<u>-</u>	<u>1,641,153</u>	<u>-</u>	<u>(1,544,044)</u>	<u>3,792,894</u>
-	-	-	-	-	-	-
-	-	-	33,891	-	-	11,973,500
-	-	-	2,904,527	-	-	3,096,953
<u>46,053</u>	<u>-</u>	<u>-</u>	<u>2,618,814</u>	<u>-</u>	<u>-</u>	<u>14,411,049</u>
<u>46,053</u>	<u>-</u>	<u>-</u>	<u>5,557,232</u>	<u>-</u>	<u>-</u>	<u>29,481,502</u>
<u>\$ 63,442</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,198,385</u>	<u>\$ -</u>	<u>\$ (1,544,044)</u>	<u>\$ 33,274,396</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**FINANCIAL DATA SCHEDULE**  
**ALBUQUERQUE PUBLIC HOUSING AUTHORITY**  
Year Ended June 30, 2009

FDS Line Item No.	Project Total	N/C S/R Section 8 SR0004	COCC	8 Other Federal Program 1
<b>Revenue:</b>				
70300	\$ 1,968,090	\$ -	\$ -	\$ -
705	<u>1,968,090</u>	<u>-</u>	<u>-</u>	<u>-</u>
70600	2,905,367	33,693	-	233,395
70610	649,275	-	-	-
70710	-	-	1,169,986	-
70730	-	-	433,853	-
70700	<u>-</u>	<u>-</u>	<u>1,603,839</u>	<u>-</u>
71100	20	161	133,072	-
71400	-	-	-	-
71500	434,671	7	55,105	-
71600	-	-	-	-
72000	-	-	-	-
70000	<u>5,957,423</u>	<u>33,861</u>	<u>1,792,016</u>	<u>233,395</u>
91100	1,212,232	2,845	839,763	18,322
91200	6,153	(15)	-	36
91300	657,537	-	-	-
91310	84,533	-	-	-
91500	49,684	1,208	360,256	-
91600	83,826	643	96,009	-
91700	2,591	-	413	-
91800	229	1	3,397	-
91900	-	-	-	-
91000	<u>2,096,785</u>	<u>4,682</u>	<u>1,299,838</u>	<u>18,358</u>
92100	208,950	-	-	-
92300	98,140	-	-	10,958
92400	-	-	-	-
92500	<u>307,090</u>	<u>-</u>	<u>-</u>	<u>10,958</u>
93100	399,882	-	1,525	-
93200	187,333	-	8,680	-
93300	153,853	-	3,165	-
93000	<u>741,070</u>	<u>-</u>	<u>13,370</u>	<u>-</u>
94100	783,627	-	-	-
94200	754,959	-	9,298	-
94300	1,441,982	97	103,569	-
94500	145,674	-	-	-
94000	<u>3,126,242</u>	<u>97</u>	<u>112,867</u>	<u>-</u>

<u>Section 8 Moderate Rehabilitation MR0002</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>Elimination</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,968,090
-	-	-	-	-	-	1,968,090
36,934	-	121,385	23,083,520	-	-	26,414,294
-	-	-	-	-	-	649,275
-	-	-	-	-	(1,169,986)	-
-	-	-	-	-	(433,853)	-
-	-	-	-	-	(1,603,839)	-
216	-	-	58,155	-	-	191,624
-	-	-	91,660	-	-	91,660
10	-	-	63,988	-	-	553,781
-	-	-	-	-	-	-
-	-	-	1,142	-	-	1,142
<u>37,160</u>	<u>-</u>	<u>121,385</u>	<u>23,298,465</u>	<u>-</u>	<u>(1,603,839)</u>	<u>29,869,866</u>
2,739	-	-	878,951	-	-	2,954,852
(30)	-	-	5,856	-	-	12,000
-	-	-	512,449	-	(1,169,986)	-
-	-	-	349,320	-	(433,853)	-
1,160	-	-	367,781	-	-	780,089
806	-	-	188,773	-	-	370,057
-	-	-	-	-	-	3,004
2	-	-	306	-	-	3,935
-	-	-	52,759	-	-	52,759
<u>4,677</u>	<u>-</u>	<u>-</u>	<u>2,356,195</u>	<u>-</u>	<u>(1,603,839)</u>	<u>4,176,696</u>
-	-	23,576	-	-	-	232,526
-	-	9,949	-	-	-	119,047
-	-	85,925	-	-	-	35,925
-	-	<u>119,450</u>	-	-	-	<u>437,498</u>
-	-	-	-	-	-	401,407
-	-	-	-	-	-	196,013
-	-	-	-	-	-	157,020
-	-	-	-	-	-	754,440
-	-	-	-	-	-	783,627
-	-	-	-	-	-	764,257
111	-	-	18,011	-	-	1,563,770
-	-	-	-	-	-	145,674
<u>111</u>	<u>-</u>	<u>-</u>	<u>18,011</u>	<u>-</u>	<u>-</u>	<u>3,257,328</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**FINANCIAL DATA SCHEDULE**  
**ALBUQUERQUE PUBLIC HOUSING AUTHORITY**  
Year Ended June 30, 2009

FDS Line Item No.	Project Total	N/C S/R Section 8 SR0004-	COCC	8 Other Federal Program 1
96110 Property Insurance	39,000	-	61,202	-
96120 Liability Insurance	17,931	292	15,884	-
96130 Workmen's Compensation	60,027	-	52,329	-
96140 All Other Insurance	-	-	-	-
96100 Total Insurance Premiums	<u>166,958</u>	<u>292</u>	<u>129,415</u>	<u>-</u>
96200 Other General Expenses	19,738	-	-	-
96210 Compensated Absences	23,554	-	20,656	-
96300 Payments in Lieu of Taxes	15,202	-	-	-
96400 Bad Debt - Tenant Rents	-	-	-	-
96500 Bad Debt - Mortgages	-	-	-	-
96600 Bad Debt - Other	-	-	-	-
96000 Total Operating General Expenses	<u>38,494</u>	<u>-</u>	<u>20,656</u>	<u>-</u>
96710 Interest of Mortgage (for Bonds) Payable	<u>28,132</u>	<u>-</u>	<u>-</u>	<u>-</u>
96700 Total Interest Expense and Amortization Cost	<u>28,132</u>	<u>-</u>	<u>-</u>	<u>-</u>
96900 Total Operating Expense	<u>6,554,771</u>	<u>5,071</u>	<u>1,576,146</u>	<u>29,316</u>
97000 Excess of Operating Revenue over Operating Expenses	<u>(597,348)</u>	<u>28,790</u>	<u>215,870</u>	<u>204,079</u>
97300 Housing Assistance Payments	-	28,624	-	204,079
97350 HAP Portability-In	-	-	-	-
97400 Depreciation Expense	<u>1,427,357</u>	<u>-</u>	<u>129,415</u>	<u>-</u>
97500 Fraud Losses	-	-	-	-
97600 Capital Outlays- Governmental Funds	-	-	-	-
97700 Debt Principal Payment - Governmental Funds	-	-	-	-
97800 Dwelling Units Rent Expense	-	-	-	-
90000 Total Expenses	<u>7,982,128</u>	<u>33,695</u>	<u>1,705,561</u>	<u>233,395</u>
10010 Operating Transfer In	649,275	-	-	-
10020 Operating Transfer Out	<u>(649,275)</u>	<u>(7,726)</u>	<u>-</u>	<u>-</u>
10100 Total Other Financing Sources (uses)	<u>-</u>	<u>(7,726)</u>	<u>-</u>	<u>-</u>
10000 Excess (Deficiency) of Operating Revenues Over (Under) Expenses	<u>\$ (2,024,705)</u>	<u>\$ (7,560)</u>	<u>\$ 36,455</u>	<u>\$ -</u>



<u>Section 8 Moderate Rehabilitation MR0002</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>Elimination</u>	<u>Total</u>
-	-	-	-	-	-	150,202
389	-	-	59,433	-	-	93,929
-	-	-	37,332	-	-	149,688
-	-	-	-	-	-	-
<u>389</u>	<u>-</u>	<u>-</u>	<u>96,765</u>	<u>-</u>	<u>-</u>	<u>393,819</u>
-	-	-	-	-	-	19,738
34	-	-	14,521	-	-	58,763
-	-	-	-	-	-	45,202
-	-	-	-	-	-	-
-	-	-	1,988	-	-	1,988
<u>34</u>	<u>-</u>	<u>-</u>	<u>16,509</u>	<u>-</u>	<u>-</u>	<u>125,693</u>
-	-	-	-	-	-	28,132
-	-	-	-	-	-	28,132
5,211	-	119,450	2,487,480	-	(1,603,839)	9,173,606
31,949	-	1,935	20,810,985	-	-	20,696,260
13,442	-	-	20,863,369	-	-	21,109,514
18,281	-	-	-	-	-	18,281
-	-	-	31,783	-	-	1,588,555
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>36,934</u>	<u>-</u>	<u>119,450</u>	<u>23,382,632</u>	<u>-</u>	<u>(1,603,839)</u>	<u>31,889,956</u>
21,303	-	-	-	-	-	670,578
-	-	-	(13,577)	-	-	(670,578)
<u>21,303</u>	<u>-</u>	<u>-</u>	<u>(13,577)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 21,529</u>	<u>\$ -</u>	<u>\$ 1,935</u>	<u>\$ (97,744)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,020,090)</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**FINANCIAL DATA SCHEDULE**  
**ALBUQUERQUE PUBLIC HOUSING AUTHORITY**  
Year Ended June 30, 2009

FDS Line Item No.	Project Total	N/C S/R Section 8 SR0004	COCC	3 Other Federal Program 1
11020	Required Annual Debt Principal Payments	\$ 500,168	\$ -	\$ -
11030	Beginning Equity	15,819,406	15,355	10,101,397
11040	Prior Period Adjustments, Equity Transfers and Correction of Errors	(661,619)	-	549,488
11170	Administrative Fee Equity	-	-	-
11180	Housing Assistance Payments Equity	-	-	-
11190	Unit Months Available	11,424	144	-
11210	Number of Units Month Leased	11,177	141	-
11270	Excess Cash	-	-	-
11620	Building Purchases	649,275	-	-

<u>Section 8 Moderate Rehabilitation MR0002</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>Elimination</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500,168
24,524	-	(1,935)	5,654,976	-	-	31,613,723
-	-	-	-	-	-	(112,131)
-	-	-	2,984,597	-	-	2,984,597
-	-	-	2,572,635	-	-	2,572,635
144	-	-	47,724	-	-	60,036
140	-	-	46,552	-	-	58,598
-	-	-	-	-	-	-
-	-	-	-	-	-	649,275

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## REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

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

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, the budgetary comparison for the general fund of the City of Albuquerque (City) and the combining and individual funds presented as supplemental information of the City as of and for the year ended June 30, 2009, and have issued our report thereon dated November 17, 2010, except as it pertains to the schedule of expenditures of federal awards, as to which the date is January 13, 2012. 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.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting

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

as items 02-21, 05-10, 05-13, 06-13, 06-16, 07-02, 07-06, 08-05, 08-08, 08-09, 08-12, 08-13, 08-16, 09-01, 09-02, 09-03, 09-04, 09-05, 09-06, 09-07, 09-08, 09-09, 09-10, 09-11, 09-13, 09-14, 09-15, 09-17, 09-18, 09-19, 09-20, 09-21, and 09-22. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 06-16 and 07-09.

We noted certain matters that are required to be reported under Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as items 01-17, 07-08, 07-10, 08-02, and 09-16.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the City Council, the Office of the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

*Mess Adams LLP*

Albuquerque, New Mexico  
November 17, 2010, except as it pertains to the schedule of expenditures of federal awards, as to which the date is January 13, 2012.

**Independent Auditors' Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133**

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

### **Compliance**

We have audited City of Albuquerque, New Mexico (City)'s compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2009. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2009. 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, 07-09, 09-12 and 09-23.

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

### Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Example Entity's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 06-16, 07-09 and 09-23. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's response and, accordingly, we express no opinion on them.



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

This report is intended solely for the information and use of management, the City Council, the Office of the State Auditor, the New Mexico Legislature, the New Mexico Department of Finance and Administration and applicable federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

*Mess Adams LLP*

Albuquerque, New Mexico  
January 13, 2012.



**CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2009**

**A. SUMMARY OF AUDITORS' RESULTS**

*Financial Statements*

Type of auditors' report issued Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_\_\_ Yes   X   No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)?   X   Yes \_\_\_\_\_ None Reported

Non-compliance material to financial statements noted?   X   Yes \_\_\_\_\_ No

*Federal Awards*

Internal control over major programs:

- Material weakness(es) identified? \_\_\_\_\_ Yes   X   No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)   X   Yes \_\_\_\_\_ None reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?   X   Yes \_\_\_\_\_ No

Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
93.600	Early Head Start
20.205	Federal Highway Planning Administration
20.507/20.500	Federal Transit Capital Investment Grants
14.850	Low Rent Operating Subsidy
14.218	Community Development Block Grant
14.871	Section 8 Housing Choice Voucher
20.106	Airport Improvement Program
66.468	Capitalization Grants for Drinking Water State Revolving Funds

Dollar threshold used to distinguish between type A and type B programs \$   2,877,268  

Auditee qualified as low-risk auditee?   X   Yes \_\_\_\_\_ No

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**02-21 CAPITAL ASSET DELETIONS (MODIFIED and REPEATED)**

*Condition.* During our testwork of deleted capital assets and during observations of assets, on the capital asset listing prior to July 1, 2009, we noted the following:

Out of the 50 disposals tested:

- One asset with a total historical cost of \$7,422 was disposed of without proper documentation of approval. It is noted that this was part of a large inventory of cages and other miscellaneous items that were donated to other jurisdictions and agencies. We were unable to determine if there were other capitalized assets disposed of at the same time. No paper trail was left by the department or the department head who is now retired.
- Two assets with a total historical cost of \$163,452 were not disposed of properly and timely. The items were sold through Public Surplus in 2007. The department did not submit the proper documentation to the Finance Office for proper accounting of capital assets in the correct year prior to the disposition of the assets. We were able to receive the documentation from an alternative source. These items remained on the listing until FY2009.
- One asset, with a total historical cost of \$40,600, did not have proper documentation to the Finance Office for proper accounting in the correct year prior to the disposition of the assets. We were able to receive the documentation from an alternative source.
- One asset, with a total historical cost of \$65,011 did not have proper documentation to the Finance Office. Due to the fact, the disposition information was included on a department memo to the Finance Office, the asset was incorrectly removed from the capital assets listing and the books for the department for FY09. Follow up of the item to determine the exact mode of disposition resulted in the information of the asset being an active inventory item and had been erroneously removed.
- 28 out of the 50 items were the result of the department memos (with attached spreadsheets) informing the Finance Office of the department's disposals. This is not an acceptable documentation form since it is not an approved policy or an approved method of disposing of assets as set forth by the Administrative Instructions 6-2.
- Per a departmental memo to Finance Office – there were items from the 1960s through the 1980s that were suddenly added to their annual inventory. The department did not have the items or the documentation for the disposal of the items. The department memo served as the official request to remove these from their department's capital assets listing.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**02-21 CAPITAL ASSET DELETIONS (MODIFIED and REPEATED)**

- One out of the 50 items was from the previous fiscal year. The disposition information was received after the date required by the Finance Office. The documentation was accepted by the Finance Office and was included in the current year's capital assets disposals.
- One out of 50 items was erroneously included in the salvage form prepared by the City's department. The item was included in the deleted items. Upon further inquiry, we noted that the item is still in service at the department.

*Criteria.* Per Administrative Instructions 6-2, the Property Accounting Liaison in each department, is responsible to see that property control procedures are followed. They are to follow the policies set forth in the Instructions and are required to process, the disposition of tangible personal property for surplus and salvage property for the City.

The City's policies and procedures require the departments (Property Accounting Liaison) to submit a properly approved salvage form to the accounting department prior to removing the asset from the general ledger. The department (Property Accounting Liaison) is also required to keep track of capital asset disposals and report back to the accounting department on a yearly basis.

The City's policies require the use of the Surplus/Salvage Property forms to be used when disposing of assets. Per this policy, the Surplus/Salvage Property form is the only recognized document that is to be submitted to Finance and Fleet/Purchasing Departments.

*Effect.* Without proper authorization and recording of fixed asset deletions, the City's risk of asset misappropriation increases. There is also potential for the overstatement of assets that no longer exist and remain on the listing.

*Cause.* The retention of documents is maintained in a number of departments and locations. Employee turnover and the lack of knowledge of employees responsible for such document retention have also contributed to improper record retention and processing.

*Recommendation.* We recommend that the approved policies for proper accounting of capital assets be conveyed to all city employees with the responsibility of accounting for capital asset deletions. Additional training may be necessary to ensure proper procedures are understood and followed. When feasible, City accounting should perform physical observations of assets throughout the year in departments that do not consistently review their capital asset listing.

**CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**02-21 CAPITAL ASSET DELETIONS (MODIFIED and REPEATED)**

*Management Response.* The City concurs with this finding. During FY08, the City began disposing of some assets on a governmental auction website which provides additional controls to ensure that disposal information is properly provided to the City Accounting Division. The City will continue to develop and provide additional training to the City department property disposal officers at Financial User Group and Purchasing Liaison Group Meetings, to ensure that Departments retain supporting documentation related to the disposal of capital inventory and other adjustments, and that this information is forwarded to the Accounting Division.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**05-10 OUTSTANDING FINES AND SERVICE FEES (MODIFIED AND REPEATED)**

*Condition.* During our Testwork of False Alarm Service Fees accounts receivable, we noted that approximately 86% of receivables are greater than 90 days past due and only minimal, if any, collection efforts have been made.

*Criteria.* Administrative Instruction No. 2-2 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.

*Effect.* The City is non-compliance with Administrative Instruction No. 2-2. Additionally, there are funds that belong to the City, and that are supposed to be used to provide services to its citizens, that are not being actively sought after.

*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.

*Recommendation.* In order to collect more funds that are due to the City, we recommend City allocate more resources to pursue their old accounts receivable balances in these programs.

*Management Response.* The City concurs that the City should follow all Ordinances and Administrative Instructions. Additional efforts are being made to collect all valid account receivables. The City has contracted with an outside collection agency to assist Departments in their collection efforts.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**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 in November 2010.

*Criteria.* Per section 2.2.2.9A (1) (d) NMAC Audit Rule 2009, Requirements for Contracting and Conducting Audits of Agencies, annual audit reports are to be received in the Office of the State Auditor on or before December 1<sup>st</sup>.

*Effect.* The City is not in compliance with the New Mexico State Auditor Rule. Also, late audit reports may affect the City's bond ratings, thereby making it more expensive for the City to issue debt.

*Cause.* The implementation of the new general ledger and accounting system was the cause of the delay. The City was unable to close the books in a timely manner and have the records ready for the audit due to numerous problems after the conversion, which occurred January 1, 2009.

*Recommendation.* The City should work to resolve these issues quickly so they do not cause any more delays.

*Management Response.* The City concurs with this finding and is taking actions to prevent this situation in the future.



**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**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.

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

*Effect.* The City may be understating infrastructure capital assets.

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

*Recommendation.* It is recommended that the City should reconcile all infrastructure capital assets and determine ownership and estimated costs.

*Management Response.* The City concurs with this finding and will provide additional resources in order to more accurately record and document cost and ownership issues for arroyo easements, detention basins, and storm lift station infrastructure.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**06-16 OPERATING GRANTS FUND BALANCE (MODIFIED AND REPEATED)**

*Condition.* The Operating Grants Fund is used to account for various grants from federal and state agencies and other sources which are restricted by the granting agency to expenditures for specified purposes (Enactment No. 51-1979). In prior year audits, it was noted that there was a remaining fund balance in the Operating Grants fund and the City had not identified the cause and/or source of the fund balance. In the current year, the City has been able to identify a portion of the fund balance remaining in the fund. The City identified approximately \$2.2 million as local matching funds that were transferred from General Operating Fund, but have not been expended. Of the remaining \$2.2 million in fund balance, there is approximately \$1.2 million remaining from a Family and Community Services grant. Family Services is not certain if the funding on this grant was earned or must be returned to the federal grantor because the expenditures and draw downs were not properly tracked by the department. The remaining \$4.5 million has not been identified as of the date of the audit report.

*Criteria.* Generally, grant accounting recognizes revenues equal to expenditures, and that fund balance equals zero – costs in excess of receipts will be recorded as a receivable and receipts in excess of costs will be recorded as deferred revenues. However, there are occasions when grants will require the City to match expenditures. In this case, funds will be transferred from other funds into the Operating Grants Fund to meet matching requirements. However, good accounting practices require proper tracking of those matching funds or any additional revenue sources.

*Effect.* Grant revenues and expenditures may not be properly recorded in the financial statements and in the SEFA. Grantors may subsequently disallow costs if a proper accounting of matching funds, or identification of other sources, is not done. Also, there may be grant funding that the City could lose because it did not spend it in the required time period.

*Cause.* First, grant accounting is decentralized. Therefore, grants are recorded and tracked by the individual departments and accounting has to rely on the information provided by the individual departments. Accounting does not always receive timely and accurate information from the departments, because some individual departments are not properly tracking their grants in the general ledger, and reconciling grant expenditures with grant draw downs. Secondly, accounting does not have adequate resources allocated to this function nor do the personnel assigned to this function possess the requisite training and skills.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**06-16 OPERATING GRANTS FUND BALANCE (MODIFIED AND REPEATED)**

*Recommendation.* First, the City should continue to research and identify the remaining fund balance. Secondly, procedures should be put into place that ensure that these funds are tracked, which would include improved tracking of revenues and expenditures by grant, and by federal and non-federal sources, in the general ledger, and periodic reconciliations of grant expenditures to receipts. The City should consider centralizing the grant accounting function so that accounting has better control over recording and reporting of grants. Finally, the appropriate number and skill level of personnel should be allocated to grant accounting.

*Management Response.* The City concurs with the finding. The City Accounting Division has identified many of the grants that make up the excess fund balance in the grant fund and will be working with the appropriate City departments that manage the grants to ensure that they have been properly accounted for or closed out if necessary. Family and Community services is in agreement that one of their program grants is out of balance by the \$1.2 million and they will reconcile this grant; however, they do not believe that any amounts are due back to the funding agencies.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**07-02 ALLOWANCE FOR UNCOLLECTIBLE RECEIVABLES POLICY**

*Condition.* As of June 30, 2009, the City did not have a written accounts receivable policy. Generally, the various departments allow for all accounts over 120 days, but some departments use 90 days. During fiscal year 2010, the City implemented Administrative Instruction 2.2, which provides a uniform policy.

*Criteria.* Good internal controls include written policies so that procedures and methodologies are consistently followed.

*Effect.* Different methods are used by the various departments. There is an increased risk of misstatement of the valuation of accounts receivable.

*Cause.* Although there is an Administrative Instruction requiring departments to monitor the aged accounts receivable, there is none providing guidance on recording an allowance for uncollectible accounts receivable.

*Recommendation.* The City should continue to monitor its internal controls and its policies and procedures related thereto to ensure that all processes and critical financial statement operations have written policies that are current and relevant.

*Management Response.* The City concurs with this finding. Effective December 2009, Administrative Instruction No. 2-2: *Credit, Collections and Accounts Receivable Policy*, was revised to address a city-wide policy for the valuation and recording of allowances for uncollectible receivables and requires an allowance for any accounts over 90 days old.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**07-06 CAPITALIZATION OF WORK IN PROGRESS (MODIFIED AND REPEATED)**

*Condition.* While the City has made progress in tracking and properly capitalizing projects that are 90% complete, we noted that in some circumstances the City is still unable to determine when an individual project is 90% complete. These circumstances are for projects, such as street rehabilitation, that have multiple projects under one project number. Because the City cannot determine the progress of the individual projects, management estimates a portion to capitalize each year.

*Criteria.* The City's accounting policies require projects to be capitalized once the project is approximately 90% complete.

*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.

*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.

*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.

*Management Response.* The City concurs with this finding. The Accounting Division will work with the Municipal Development department and the ERP staff and consultants to develop and implement tracking of WIP at the project level.

This finding was generated mainly due to generic projects in Fund 340 (Infrastructure Tax). Each year's appropriations to generic funds were added to existing project activity numbers. Thus, 90% complete rule was not being met as the appropriation continued to be increased every year.

Going forward, a new project activity number for each year of appropriation will be issued and thus reduce the possibility of this finding in the future.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**08-05 FINANCIAL REPORTING – DOCUMENTATION OF DUTIES**

*Condition.* The financial closing and reporting process is well established but is not well documented in policies and procedures, including the identification and updating of internal and external financial reporting requirements and deadlines; the methodology, format, and frequency of required analyses; and the content of reporting packages from departments and component units. Also, roles and responsibilities in the financial closing and reporting process, including a required understanding of the entity's operations and appropriate accounting knowledge, are clearly defined, updated, and communicated to appropriate departments and individuals on a timely basis in meetings, but not in written policies and procedures. There are no written responsibility descriptions by employee. Furthermore, there are close procedures that are in use but have not been updated.

*Criteria.* Good internal controls include the segregation of system administrator from personnel that access to assets.

*Effect.* Turnover of a few key people could be very detrimental to accounting with no documented procedures and tasks by position. This could also contribute to higher risk of management override.

*Cause.* Turn over of accounting personnel in recent years has created and backlog of work. Accounting has made great progress in catching up, but updating of written procedures over the reporting process has not yet been done.

*Recommendation.* Financial close and reporting processes should be documented and written job descriptions for accountants' responsibilities in this process should be created.

*Management Response.* The City concurs with the finding. The Accounting Division has assigned staff to document the financial closing and reporting process for the new ERP system and the accountants' responsibilities in this process will be documented in written job descriptions.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**08-08 TRANSFERS OF VEHICLES FROM FLEET (MODIFIED and REPEATED)**

*Condition.* During our testwork of capital assets dispositions, we noted that one of the 50 tested related to an asset that had been physically transferred to another department/fund in years prior. The oversight was caught in the current year by the Property Assets Liaison. The asset, with a total historical cost of \$21,618, was transferred from the Senior Affairs to the Solid Waste Department in 2006.

*Criteria.* The City's policies and procedures require the departments (Property Accounting Liaison) to submit a properly approved salvage form to the accounting department prior to transferring an asset to a different City department.

The City's policies require the use of the Surplus/Salvage Property forms to be used when transferring of assets. Per this policy, the Surplus/Salvage Property form is the only recognized document that is to be submitted to Finance and Fleet/Purchasing Departments.

*Effect.* Without proper authorization and recording of fixed asset transfers, the City's risk of asset misappropriation increases. There is also potential for a misstatement of assets to occur.

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

*Recommendation.* We recommend that the approved policies for proper accounting of capital assets be conveyed to all city employees with the responsibility of accounting for capital assets. Additional training may be necessary to ensure proper procedures are understood and followed. When feasible, the City's Accounting department should perform physical observations of assets throughout the year in departments that do not consistently review their capital asset listing.

*Management Response.* The City concurs with this finding. Beginning in FY2008, the Fleet Management Division notifies DFAS Accounting of all vehicle transfers between City Departments. The notification is documented on the fixed asset transfer form.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**08-09 ENVIRONMENTAL LIABILITIES**

*Condition.* As of June 30, 2009, there are no policies in place to ensure that environmental obligations or contingent obligations are reported in the City's financial statements. The City implemented Administrative Instruction No. 2-24 in fiscal year 2010 which provided written policy on pollution remediation.

*Criteria.* According to NCGAS 4, *Accounting and Financial Reporting Principles for Claims and Judgments and Compensated Absences*, claims and assessments should be recorded in the financials of the City if the contingent liability is probable and estimable. Otherwise, contingent liabilities should be disclosed in the footnotes to the City's financials.

*Effect.* There is a risk that the City may incur obligations or contingent obligations related to environmental remediation that will not be properly recorded and/or reported in the City's financial statements.

*Cause.* Various departments and divisions manage environmental issues that may result in contingent liabilities to the City, and there is no process in place to communicate these potential liabilities to the Accounting Division.

*Recommendation.* The City should continue to monitor its internal controls and its policies and procedures related thereto to ensure that all processes and critical financial statement operations have written policies that are current and relevant.

*Management Response.* The City concurs with the finding. Effective December, 2009 Administrative Instruction No. 2-24 *Pollution Remediation Obligations*, requires departments to provide the Accounting Division with information regarding actual and potential obligations related to environmental remediation.



**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**08-12 NONCOMPLIANCE WITH THE NEW MEXICO STATE PUBLIC MONEY  
LAW REQUIREMENTS (MODIFIED and REPEATED)**

*Condition.* During the fiscal year, the City Treasurer's Office processed 11,975 transactions where the City received money. The auditors selected 25 of these transactions for a test of Treasury Cash Receipts. The auditors noted that two of the items in the amounts of \$490 and \$365 were not deposited to the City's treasury in a timely manner.

We reviewed a sample of 25 Transit Cash Receipts transactions totaling \$94,907 and there were 16 deposits that did not meet the 24 hour rule for depositing revenues collected from Bus Fares. Two deposits were credit card transactions that were an accumulation of revenues from multiple days and they totaled \$71,089. Fourteen deposits were cash transactions that were an accumulation of multiple days' worth of Bus Fares that totaled \$7,975.

*Criteria.* The New Mexico Public Money statutes, Section 6-10-3 NMSA 1978 requires all public money to be deposited before the close of the next succeeding business day after the receipt of the money.

*Effect.* The City is not complying with the State's Public Money statutes. Receipts that are recorded and/or deposited in an untimely manner are susceptible to fraud and/or misuse.

*Cause.* The delay for the first issue was due to the Enterprise Resource Planning conversion. This new accounting software was implemented on January 1, 2009, half-way through the fiscal year being audited. The second item was due to a payment that was received on Saturday and the employee who received the payment is not scheduled to work on Monday or Tuesday of the next week. The normal procedure in this situation is to have the back up employee deposit the check on Monday. However, the deposit was not made until the employee returned to work on Wednesday.

The bus fares collected were small in amount so monies were accumulated for days at a time. The reason that this occurred is because in Customer Service, where the machine is located, the credit card machine was not being properly closed out each day resulting in several days worth of transactions being posted to the day that the machine was closed out. The transactions are comprised of daily transactions from Customer Service and payments received from consignment customers. The credit card receipts from the daily transactions are attached to the Customer Service Cash Drawer Reconciliation Sheet and the receipts from the consignment customers are kept in a separate file in our accounting office. The statements from Bank of America are received on a monthly basis.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**08-12 NONCOMPLIANCE WITH THE NEW MEXICO STATE PUBLIC MONEY  
LAW REQUIREMENTS (MODIFIED and REPEATED)**

*Recommendation.* The City should deposit all receipts of the money to the City's Treasury or the bank, whichever is applicable, before the close of the next succeeding business day after the receipt of the money. Personnel in charge of such task should diligently ensure that the public monies are deposited in a timely manner.

*Management Response.* The City agrees with the finding. All City employees that handle cash receipts are required to attend a class on cash handling procedures where the requirement to deposit cash receipts by the next business day is discussed. The individuals involved will be reminded of this state statute requirement.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**08-13 CAPITAL ASSETS ADDITIONS (MODIFIED and REPEATED)**

*Condition.* During our testwork of capital asset additions we noted the following: Out of the 25 additions tested, one capitalized asset, with a historical cost of \$22,602, was found not to be tagged with a City issued tag or some identifying traceable characteristics.

*Criteria.* The City's policies and procedures require the department to mark capitalized equipment with an asset number or other identifying characteristic that will allow it to be traced from the capital asset records to the physical asset. Good accounting practice requires agreement between the capital asset listing and actual physical existence and for the retention of appropriate supporting records.

*Effect.* Without proper recording of capital asset additions, the City's risk of asset misappropriation increases. In addition, if the asset can not be identified in the system upon disposal due to errors such as an inaccurate capital asset tag number, capital assets may be overstated.

*Cause.* Departments are not always diligent about tagging assets with the asset number assigned.

*Recommendation.* Property asset liaisons are responsible for all capital assets within their department. They must understand the importance of proper accounting for those assets from acquisition to ultimate disposition. Additional training may be necessary to ensure proper procedures are understood and followed, for example, tagging of assets.

*Management Response.* The City concurs with this finding. The City will review its fixed asset tagging procedures with the Department that was missing the property tag on its equipment. The Accounting Division will continue to provide training to all departments at Financial User Group meetings on the proper accounting of fixed assets.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**08-16 BANK RECONCILIATION PROCESS (MODIFIED and REPEATED)**

*Condition.* The City's bank reconciliations, while very complex, fail to produce reconciled balance amounts which tie in readily to the general ledger. Also, the bank reconciliations are cluttered with reconciling items that should have been resolved in previous years. The Accounts Payables reconciliation involves eleven large spreadsheets to perform the reconciliation, Payroll account reconciliation involves twenty-four spreadsheets and the Common Fund reconciliations involves 26 spreadsheets. For example: the reconciliation for the accounts payable bank account as of June 30, 2009 still has a reconciling item transaction in the amount of \$4,884,238 that dates back to November 2003. In total, seventy-seven reconciling items amounting to \$5,060,297 for the accounts payables bank reconciliation at June 30, 2007 were still present on the bank reconciliation at June 30, 2009. The bank at the request of the City made corrections totaling \$5,004,066 as of July 31, 2009. However, there still was \$56,231 in old items that were not cleared as of October 1, 2010.

*Criteria.* The New Mexico Local Government statutes, Section 6-6-3 A NMSA 1978 require the City to "...keep all the books, records and accounts in their respective offices in the form prescribed by the local government division." The Local Government Division of the Department of Finance and Administration has, pursuant to this statute, published the Budgeting and Accounting Manual and other guidance for New Mexico municipalities to follow. Concise, easy-to-understand bank reconciliations are part of the records that the City should be maintaining.

*Effect.* The City has a bank reconciliation process that is unnecessarily complex and which takes more time than it should to reconcile the bank accounts each month. Further, the current process requires City staff to develop a supplemental document at fiscal year end to "reconcile" the bank reconciliation to the general ledger. This supplemental document helps to bridge the gap between the bank reconciliation and the general ledger.

*Cause.* The present bank reconciliation template was developed on a computerized spreadsheet by a former employee of the City's Accounting Division. It was developed a number of years ago and was designed to be compatible with the general ledger software used at the time.

*Recommendation.* The City needs to simplify the bank reconciliation process and redesign the bank reconciliations so that it will not be necessary to create a supplemental document to "reconcile" the bank reconciliations to the general ledger produced by the City's new accounting software. The redesigned bank reconciliations should derive as much information as possible from the new accounting software. Before redesigning the bank reconciliation template, all of the old reconciling items in the bank reconciliation should be resolved.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**08-16 BANK RECONCILIATION PROCESS (MODIFIED and REPEATED)**

*Management Response.* The City concurs that additional steps must be taken to research and clear out the old reconciling items. The reconciliation template was modified for compatibility with the Peoplesoft general ledger system at the point of conversion. The complexities of the process are a result of the volume and type of cash transactions processed by the City, as well as the issues related to the integration of data from various source systems (both Peoplesoft and non-Peoplesoft). The City will review the current bank reconciliation process and make changes where possible to improve efficiency.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-01 CASH RECEIPTS (TRANSIT) –CREDIT CARD RECONCILIATIONS**

*Condition.* We reviewed a sample of 25 Transit Cash Receipts transactions totaling \$94,907 and the following was noted: Two deposits were credit card transactions and were made up of several days' worth of transactions. The credit card machine was not being properly closed out each day resulting in several days worth of transactions being posted to the day that the machine was closed out. The transactions are comprised of daily transactions from Customer Service and payments received from consignment customers. The credit card receipts from daily transactions are attached to the Customer Service cash Drawer Reconciliation Sheet and the receipts from the consignment customers are kept in a separate file in our accounting office. The statements from Bank of America are received on a monthly basis.

One deposit was for the amount of \$41,376.25 and was made on November 26, 2008. The second deposit was for the amount of \$20,717.50 and was made on June 12, 2009. There was no reconciliation performed for the credit card transactions to determine how many days were accumulated in total amount deposited.

*Criteria.* The Cash Receipts Vault position procedures Section V.

*Effect.* There is a risk of not capturing all credit card transactions which could result in understatement of bus fares revenues.

*Cause.* The credit card machine is not being closed out on a daily basis as part of the closing procedures in Customer Service. There is not a reconciliation form for credit card transactions to ensure that all transactions are present and accounted for. When the Accounting Assistant processes a payment through Customer Service, a copy of the invoice and receipt are not been given to the person on duty so it can be included in the daily credit card reconciliation. In addition, on a monthly basis the credit card statement is not being reconciled with the daily credit card reconciliation forms.

*Recommendation.* We recommend that management emphasize that reconciliations for credit cards be performed.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-01 CASH RECEIPTS (TRANSIT) –CREDIT CARD RECONCILIATIONS**

*Management Response.* The City concurs with this finding. Upon gathering the requested documents for the Audit it was discovered that Customer Service was not batching out their credit card machine on a daily basis. It was also discovered that the Finance Division (Transit) had not been doing a monthly reconciliation to the credit card statement.

It was discovered that there had been some change in personnel in Customer Service and the new personnel had not been instructed on the proper close out of the credit card machine. It was also found that there was a file where the statements were being filed in Finance but nothing more had been done with them since Accounting Supervisor had left the department.

Upon discovering the issues new procedures were written and adjusted daily reconciliation forms were created. Customer Service employees were given the new directives. In addition, Finance personnel have since reconciled all statements and assigned this task to one of the Accounting Assistants as a monthly task.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-02 PREMATURE PURCHASE OF AIRLINE TICKETS**

*Condition.* There were two instances where the travel cardholder booked an airline ticket to be used by a member of their staff prior to receiving a signed and approved Travel Authorization T-01 form, two instances of airline tickets booked without the use of a Travel Authorization form T-01 form, and one instance of airline ticket being booked without prior authorization which was then cancelled. The cost for the five tickets totaled \$1,813.50. These transactions are in violation of the City's travel regulations and are a misuse of the T-Card and funds within the Departments.

- One instance an airline ticket was purchased prior to the T-01 form being authorized was in the amount of \$437.50.
- One instance an airline ticket was purchased prior to the T-01 form being authorized was in the amount of \$283.50.
- One instance resulted in a flight being booked prematurely and then cancelled. The airline the City purchased the ticket from gave allowed the City a refund in the form of a credit for the cost of the flight. The cost of the flight was \$314.70 from which the City expended \$223.70 at a later date. The City then had \$91.00 remaining to use by February 10, 2010 before expiration. The \$91.00 portion of the credit was never expended and therefore forfeited.
- One instance, an airline ticket was purchased without the use of a T-01 form and the ticket was cancelled and a credit of \$388.90 was issued. While reviewing the T-card sample item we noticed another violation on the same travel log where an employee was to take the identical flight in the amount of \$388.90 did not have a T-01 form and was also cancelled. The expiration date for both of the credits is April 15, 2010. As of March 23, 2010 the credit has not been utilized.

*Criteria.* The City's Travel Regulations, Chapter 12, Section II.A states "all individuals scheduled to travel on official City business must complete a Travel Authorization form T-01 and obtain approval by the Department/Agency Director or designee PRIOR to actual travel." The Travel Regulations in Chapter 12, Section II.K state further that a completed Travel Authorization Form T-01 must be approved prior to "booking the tickets." In other words, the tickets must not be purchased until travel is virtually a certainty and a detailed travel itinerary has been developed.

*Cause.* The City's travel policies and procedures were not followed by the Travel Liaison.

*Effect.* There is a risk of unauthorized purchases being made and an increased risk of fraud.



**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-02 PREMATURE PURCHASE OF AIRLINE TICKETS**

*Recommendation.* We recommend that the Department review all T-Card policies and procedures with all staff. The Travel Liaison for each department must understand the policies and procedures that are in place to conform to the Travel Regulations and the need to adhere to them.

*Management Response.* The City concurs with this finding. DFAS will re-communicate the City's Travel Regulations to department Directors and fiscal staff through Financial User Group Meetings, Purchasing Liaison User Group meetings, and email communications.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-03 INCORRECT ACCOUNT CLASSIFICATION**

*Condition.* TRAVEL CARDS-We reviewed a sample of 25 Travel Card transactions totaling \$9,801 and the following was noted: Two transaction amounts totaling \$740 were improperly posted into the General Ledger.

TRAVEL CARDS-We reviewed a sample of 25 Travel Card transactions totaling \$9,801 and the following was noted: Seven account classifications were improperly posted into the General Ledger. Four transaction classifications were 522500 general ledger travel account in the general ledger as opposed to 522520 Out-of-State Travel account on the T-01 travel authorization form. This could result in \$1,735 worth of transactions to be misclassified. Three transaction classifications were 522510 In-State Travel account in the general ledger as opposed to the 522520 Out-of-State Travel account stated on the T-01 Travel Authorization form. This could result in \$569 worth of transactions to be misclassified.

CASH RECEIPTS (TRANSIT)-We reviewed a sample of 25 Transit Cash receipts transactions totaling \$94,907 and the following was noted: Two deposit account classifications were improperly posted into the General Ledger. This could result in \$260 worth of transactions to be misclassified. The cash receipts documentation states the transactions being classified as 255200 Student Single Tokens as opposed to the 477199 other Primary Ride Fares state in the General Ledger.

CASH RECEIPTS (TREASURY)-We reviewed a sample of 25 Treasury cash receipts transactions totaling \$13,039,513 and noted that one deposit had an incorrect description in the general ledger. The documentation states the transaction is being classified as 6902500 PD Westside as opposed to 6902500 PD Eastside.

*Criteria.* Good internal controls and sound business practices, requires that the City exercise due diligence and ensure that all transactions are properly posted to the correct account.

*Effect.* This could result in incorrect balances being reflected that could adversely affect decision making.

*Cause.* The City has failed to adhere to established policies and procedures over the internal control structure for cash receipts and disbursements.

*Recommendation.* The City should review all transactions entered in the system to ensure they are properly posted in the general ledger.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-03 INCORRECT ACCOUNT CLASSIFICATION**

*Management Response.* The City concurs with this finding. The Accounting Division will review existing internal control procedures for cash receipts and disbursements with City department Directors and fiscal staff through Financial User Group meetings and email communications.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-04 PAYROLL- LACK OF APPROVAL**

*Condition.* We reviewed a sample of 25 payroll transactions totaling \$41,848 and noted one employee did not have an approved P-30 form for vacation leave and one timesheet reviewed was not signed by the employee or supervisor.

*Criteria.* Sections 401.2.A and 301.17 of the City's Personnel Rules and Regulations require prior approval for vacation leave and overtime. Timesheets must be signed by the employee and their supervisor indicating their review and approval.

*Effect.* Employees may be taking leave they have not accrued and/or be accounting for time they have not worked.

*Cause.* The employee's supervisor approved the vacation leave by signing the employee's timesheet. Attempts are made to obtain signatures from the employees/supervisors but as a last resort the timesheets are stamped indicating the signatures are not available to avoid holding up payroll for the department.

*Recommendation.* We recommend the City enforce their internal policies to ensure compliance by sending electronic memorandums to employees of the City's policies.

*Management Response.* The City concurs with this finding. The Personnel Rules and Regulations regarding approval of vacation will be reviewed with City department Directors and timekeepers through Payroll User Group meetings and email communications.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-05 PURCHASE & TRAVEL CARD REQUEST/CARDHOLDER AGREEMENTS- NO AUTHORIZATION**

*Condition.* The City recorded 13,081 purchase card (P-Card) and 482 travel card (T-Card) transactions during this fiscal year. We reviewed a sample of 26 P-Card transactions totaling \$5,940.64 and 25 T-Card transactions totaling \$9,805.69. There were 14 Travel Cardholders and 25 Purchase Cardholders.

The following was noted for Travel Cards: 1 out of the 14 T-Cardholders did not have an existing Training form in their file, 3 out of 14 T-Cardholders did not have an existing Card Distribution form in their file, 10 out of 14 T-Cardholders did not have an original cardholder agreement form with their training form in their file, and 2 out of 14 T-Cardholders did not have a Purchasing Department representative's signature authorizing the issuance of the card to the Cardholder.

The following was noted for Travel Cards: 1 of 25 Card Request/Employee Agreement form for Travel Cards did not have a Department Director's signature for authorization. The resulting purchases that the cardholder procured in our sample totaled \$535; 8 of 25 Card Request/Employee Agreement form for Travel Cards did not have a Card/Program Administrator's signature for authorization. The resulting purchases that the cardholders procured in our sample totaled \$3,705.50.

The following was noted for Purchase Cards: 3 out of 24 P-Cardholders did not have a file in existence, 1 out of the 24 P-Cardholders did not have an existing Training form in their file, 12 out of 24 P-Cardholders did not have an existing Card Distribution form in their file, and 9 out of 24 P-Cardholders did not have the original Card Distribution form.

The following was noted for Purchase Cards: 19 of 26 Card Request/Employee Agreement forms did not have a Card/Program Administrator's signature for authorization. The resulting purchases that the cardholders procured in our sample totaled \$4,872.90.

*Criteria.* The City's Purchasing Card Policies and Procedures require in Section 6, "Any City employee authorized and approved to use a Card shall be required to read, sign and date the Card Request/Employee Agreement form and must attend mandatory training prior to being issued the Card." In Section 12, Department Director's are responsible for the following: "Authorize issuance of cards to employees, and ensure the employee is personally informed of all terms and conditions imposed with the privilege of using a Card, including the dollar limitations and restrictions placed on the Card." Section 15: Program Administrators are responsible for: "Approve issuance and replacements of all Cards requested by a department director."

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-05 PURCHASE & TRAVEL CARD REQUEST/CARDHOLDER AGREEMENTS- NO AUTHORIZATION**

*Effect.* There is a potential risk that employees will not properly understand the rules and regulations prior to incurring expenses on a Purchase Card. As well as the risk that employees will obtain unauthorized Purchase Cards and not properly understand the rules and regulations prior to incurring expenses.

*Management Response.* The City concurs with this finding. DFAS will continue to communicate the City's Purchasing Card Policies and Procedures to department Directors and fiscal staff through Financial User Group Meetings, Purchasing Liason User Group meetings, and email communications. There are internal procedures currently in place that prevent the P-Card Administrators from processing new travel or purchasing cardholder agreements without the proper authorization from the respective department Director, and distributing cards to new or existing cardholders without proper evidence of training/re-training. Procurement Card Training is required for new cardholders before issuance of the card. Existing cardholders must re-attend the training every two years before issuance of cards that are renewed for normal expiration.

**CITY OF ALBUQUERQUE**  
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**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-06 PURCHASE CARD- TECHNICAL REVIEW COMMITTEE**

*Condition.* 1 of 26 transactions did not agree with CABQ's Purchasing Policies. A Xerox Copier was purchased for a price of \$803.00 without using the Technical Review Committee's approval process via purchase requisition. The Technical Review Committee reviews and approves all projects and purchases over \$500.

*Criteria.* Per the Photocopiers section of the CABQ website, all photocopier procurements (purchased or leased) require the following: a completed requisition, a quote from the vendor, a complete lease order form, a completed copier needs assessment form, and TRC approval if the equipment will be networked.

*Effect.* Information systems related purchases would not have the expertise required to examine all details of a purchase. This could lead to unexpected costs incurred or the purchase of incorrect equipment.

*Cause.* The City employee who made this purchase probably was unaware of the City's Purchase Card Technical Review Committee process.

*Recommendation.* We recommend that management review all information systems purchase card purchases to make sure they adhere to the Technical Review Committee purchasing policies.

*Management Response.* The City concurs with this finding. The purchase of the Xerox Copier was made to quickly address the failure of fax and printer equipment for Aviation Communication Center in order to prevent disruption of services related to public safety and sensitive police department inquiries. At the time of the purchase, Aviation understood that purchases under \$1,000 did not require TRC approval. Since then, Aviation personnel have attended refresher P-Card training classes as well as reviewed TRC policies to ensure violations of P-Card and TRC policies do not re-occur.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-07 PURCHASE CARDS CITY-WIDE CONTRACTS**

*Condition.* The City recorded 13,081 purchase card transactions during this fiscal year. We reviewed a sample of 26 P-Card transactions totaling \$5,940.64. 1 of 26 Purchase Card transactions was purchased outside of a City-Wide contract the City of Albuquerque and Office Max formed. The purchase was for 8-HP Ink 74/Black cartridges in the amount of \$119.92. We had a city employee access the City Purchasing website where City employees make purchases against city-wide contracts and we noted the ink cartridge referred to above was available for purchase on that website on the date of September 13, 2009. The website offered the same product and quantity for \$113.84 which would have been a difference of \$6.08.

*Criteria.* Per Article 5 Public Purchases: 5-5-7 Responsibilities of the Central Purchasing Office-A(2) states "To develop, when possible, continuing contracts with vendors for specific, standardized capital items and, when appropriate, direct City Departments to purchase through these contracts. Such procedures should be designed to reduce acquisition and maintenance costs for the city".

*Effect.* The City will not be able to take advantage of the acquisition and maintenance cost savings that are associated with the procurement of a city-wide contract.

*Cause.* It appears the city employee could not locate the item on the city's purchasing website or through the city warehouse.

*Recommendation.* We recommend that management emphasis the use of city-wide contracts. Management should review P-Card transactions on a periodic basis to identify items and vendors that could potentially have a city-wide contract in existence.

*Management Response.* The City concurs with this finding. DFAS will continue to communicate the requirements of the City's Procurement Code and P-Card Policy to Card Coordinators and Department Directors at Financial User Group and Purchasing Liaison Group meetings, as well as email communications. The Purchasing Division reviewed and updated the allowed Merchant Category Codes (MCCs) in July 2008. The MCC profiles restrict P-Card purchases for items that are available on existing City contracts. The Purchasing P-Card Administrator uses this information to monitor purchases and identify opportunities for creation of additional City-wide contracts.



**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-08 LACK OF WRITTEN POLICIES & PROCEDURES IN PLACE FOR THE CASH DISBURSEMENT PROCESS**

*Condition.* The City does not have any policies and procedures in place over Cash Disbursements. During Cash Disbursements internal control testwork we were unable to obtain a formalized copy of policies and procedures. The City appears to be knowledgeable in the areas of the Cash Disbursements process which is evidenced by a walkthrough performed by our office; however, since no formalized policies and procedures exist testwork over the area can not be verified.

*Criteria.* Good accounting practices necessitate that entities have policies and procedures in place to properly train employees of the process in which they are involved. Without any written procedures an entity is unable to determine if proper procedures are being followed.

*Effect.* The lack of complete written procedures increases the risk of loss of funds and disruption of the operation.

*Cause.* The City has not had the time to sit down and formalize procedures due to the uncertainty of how the ERP system would work. The guidance to departments was constantly changing so it made it hard to create procedures.

*Recommendation.* We recommend the City have written policies and procedures in place to provide departments with a consistent process to help them operate effectively. Written procedures are also beneficial for the training of current and new employees and are a valuable resource in the event that an employee leaves the department.

*Management Response.* The City concurs with this finding. DFAS will formally document the Cash Disbursement process and it will be communicated to department fiscal staff through Financial User Group meetings and email communications.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-09 INTERNAL CONTROL OVER TRAVEL AND PER DIEM**

*Condition.* As part of our audit, we tested internal controls for twenty-five travel and per diem disbursements. For one of the items tested, the City overpaid the employee for one day of meals and incidentals. The amount of overpayment was \$39.

*Criteria.* Per NMAC 2.42.2.9 and the Travel Regulations for the City of Albuquerque an employee shall only be paid for the actual cost of expenses incurred.

*Effect.* Expenses may be understated if the City overpays employees for travel and per diem.

*Cause.* There was a calculation error that was not caught by the department during the review of the travel voucher.

*Recommendation.* The City should review travel authorization forms thoroughly to ensure that errors are caught and corrected before final checks are processed.

*Management Response.* The City concurs with this finding. Travel forms will be reviewed and recalculated more thoroughly to ensure the disbursement amounts are correct.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-10 CASH DISBURSEMENTS**

*Condition.* During the fiscal year, the accounts payable department processed 11,975 transactions where the City paid out money. The auditors selected 25 of these transactions to test totaling \$19,384.51. We noted the following:

- 5 transactions in the amount of \$1,241.08 did not have a signature evidencing the goods were received by department
- One transaction in the amount of \$3,156.93 did not have a Contract Release Order in existence and one transaction in the amount of \$42.75 did not have an approved signature on the Contract Release Order
- 2 transactions that totaled \$214.16 did not have a signature evidencing the accounting vendor clerk reviewed the requisition
- One of the items had an underpayment in the amount of \$3

*Criteria.* Payments should only be made for goods and services actually received and the required forms and proper authorization must be obtained prior to goods being purchased. Payments should only be made for goods and services approved by the City and all expenses incurred are paid.

*Effect.* The City could potentially pay for assets that were never received and goods could be purchases without receiving the proper paperwork or approvals. The City could incur a loss if goods and services are paid for but are not received.

*Cause.* The department failed to obtain the required approvals to confirm the goods were in fact received. The City personnel was unaware that an adding error occurred and was not caught by the department during their review.

*Recommendation.* The City should receive the proper approvals before goods are received and all corresponding documents are included. All requisitions should be thoroughly reviewed to ensure all required approvals are obtained and ensure disbursements are reviewed and checked for mathematical accuracy.

*Management Response.* The City concurs with this finding. Upon conversion to the Peoplesoft system in January 2009, both the Contract Release Order and Receipt processes for Cash Disbursements are electronic and do not require signature on the source documents. The DFAS will formally document the Cash Disbursement process and it will be communicated to department fiscal staff through Financial User Group meetings and email communications.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-11 INABILITY TO PRODUCE UNMATCHED INVOICE REPORT FOR PROPER ACCOUNTS PAYABLE REVIEW**

*Condition.* During the testwork of accounts payable, we were informed the City does not have the ability to produce an unmatched invoice report. The AP process has changed due to loss of this functionality in the newly installed Peoplesoft system.

*Criteria.* Pursuant to Section 6-6-3 NMSA 1978, the City is to keep all the books, records and accounts in their respective offices in the form prescribed by the local government division of the Department of Finance and Administration. The City must be able to determine an accurate amount owed from outstanding invoices in Accounts Payable.

*Cause.* The conversion of accounting software to Peoplesoft has created the situation due to the fact that it does not have the ability to produce an unmatched invoices report.

*Effect.* The City is in violation of Section 6-6-3 NMSA 1978. The City did not ensure this functionality was in place during the conversion of the new accounting software. This has a direct effect on cash management for the City. The ability to monitor the invoices received against approved purchase documents is imperative for proper maintenance of amounts due in Accounts Payable. Unnecessary late charges or fees could be incurred unnecessarily. There could be an understatement of the Accounts Payable for a particular period with a potential for improper accounting of expenditures in a different period.

*Recommendation.* We recommend that the City implement regular monitoring of its outstanding invoices against open and approved purchase orders to ensure that all monies are paid timely.

*Management's Response.* The City concurs with this finding. Upon conversion to the Peoplesoft system in January 2009, the City lost its ability to produce an Unmatched Invoice Report which was used by departments to track the aging of unpaid vendor invoices. This report was not a delivered or configured function of the Peoplesoft system. Since that time, the City has been working with its ERP consultants and ERP staff to develop and implement a replacement for the unmatched invoice report.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
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**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-13 VACATION AND SICK LEAVE ACCRUAL RATES**

*Condition.* During our testwork of Accrued Compensated Absences, we noted there are discrepancies in the employee's accrual rates for classified employees per City Policy 306.1.

Out of the 25 disposals tested:

- One employee's per pay period accrual rates in the payroll system were noted as: Vacation Leave - 4.67 hours and Sick Leave 3.74 –hours, and per City Employee rules and Regulations the accrual rates should be: Vacation Leave - 4.62 hours and Sick Leave - 3.70 hours. The difference is .05 and (.04) hours respectively per pay period. Based on 26 bi-weekly pay periods during the year, the employee may have accrued an additional 1.3 hours in vacation leave and 1.04 hours less in sick leave per year than what is allowed.
- One employee's per pay period accrual rates in the payroll system were noted as: Vacation Leave - 4.47 hours and Sick Leave 3.57 –hours, and per City Employee rules and Regulations the accrual rates should be: Vacation Leave - 4.62 hours and Sick Leave - 3.70 hours. The difference is .15and .13 hours respectively per pay period. Based on 26 bi-weekly pay periods during the year, the employee may have accrued an additional 3.9 hours in vacation leave and 3.38 hours less in sick leave per year than what is allowed.
- One employee's per pay period accrual rates in the payroll system were noted as: Vacation Leave – 5.39 hours, and per City Employee rules and Regulations the accrual rates should be: Vacation Leave – 5.54 hours. The difference is .15 hours respectively per pay period. Based on 26 bi-weekly pay periods during the year, the employee may have accrued an additional 3.9 hours in vacation leave per year than what is allowed.
- One employee's per pay period accrual rates in the payroll system were noted as: Vacation Leave – 5.54 hours, and per City Employee rules and Regulations the accrual rates should be: Vacation Leave – 5. 45 hours. The difference is (.09) hours respectively per pay period. Based on 26 bi-weekly pay periods during the year, the employee may have accrued an additional 2.34 hours in vacation leave per year than what is allowed.

**CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-13 VACATION AND SICK LEAVE ACCRUAL RATES**

- One employee's per pay period accrual rates in the payroll system were noted as: Vacation Leave – 3.51 hours and Sick Leave 3.37 –hours, and per City Employee rules and Regulations the accrual rates should be: Vacation Leave – 3.85 hours and Sick Leave - 3.70 hours. The difference is .34 and .33 hours respectively per pay period. Based on 26 bi-weekly pay periods during the year, the employee may have accrued an additional 8.84 hours in vacation leave and 8.58 hours less in sick leave per year than what is allowed.

*Criteria.* Per City Policy 306.1, which establishes the accrual rates for City employees.

*Effect.* Without proper accrual of the vacation and sick leave, employees may be under or over accruing during the year and not able to utilize the proper amount of vacation and sick leave which is due to them.

*Cause.* The amount is not being updated properly in the software to accrue the proper hourly rates of Vacation and Sick Leave for the City employees.

*Recommendation.* We recommend that the City's finance and payroll personnel review the accrual rates for the employees with a quarterly or semi-annual monitoring procedure to review the accrual rates for the employees are accurate.

*Management Response.* The City concurs with this finding. The noted issues relating to incorrect vacation and sick accrual rates was resolved upon conversion to the Peoplesoft system in January 2009.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-14 ACCURATE AND TIMELY BUDGET TO ACTUAL INFORMATION**

*Condition.* The expenditure data for the budget to actual reports for the City and the Albuquerque Bernalillo Water Utility Authority (WUA) was not available in a timely manner throughout FY2009 to ensure that expenditures did not exceed amounts budgeted.

*Criteria.* Per ordinances Section 2-11-12 ROA 1994, the City cannot overspend their budget.

*Effect.* There is an increased risk of overspending budgets.

*Cause.* The City converted to their general ledger system to PeopleSoft in January 2009. Certain aspects of the new software did not function as needed, which created a backlog of information in the system. Therefore, information in PeopleSoft was not up to date and City department and WUA managers could not get timely reports out of the system.

*Recommendation.* The City should continue to work diligently to catch up the information in the new general ledger system so that timely budget to actual reports can be obtained by department and WUA management.

*Management Response.* The City concurs with this finding. The Accounting Division has resolved a majority of the general ledger issues that resulted from the Peoplesoft conversion and is currently working to get the general ledger expenditure information up to date. Then, going forward, the general ledger will be closed on monthly basis to ensure that City department and WUA managers have accurate and timely data for budget to actual analysis. Also, although budget to actual reports were not available, the City did continue to monitor budgets through the use of detail transaction reports to help insure City department expenditures remained within available appropriations.

**CITY OF ALBUQUERQUE**  
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**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-15 TIMELY CLOSING OF GENERAL LEDGER AND RECONCILIATION OF SUBSIDIARY LEDGERS**

*Condition.* The general ledger for fiscal year ending June 30, 2009, was not closed until July 2010. We also noted that various subsidiary ledgers were not timely reconciled to the general ledger.

*Criteria.* Good internal controls require timely reconciling of subsidiary ledgers and closing of the general ledger.

*Effect.* Reporting of the City's Comprehensive Annual Financial Report (CAFR) is late, which may effect the City's bond ratings and federal funding. Other important deadlines are missed, which places the City out of compliance with various regulations, such as the 2009 New Mexico State Auditor Rule and the Single Audit Act. When subsidiary ledgers are not timely reconciled to general ledger, there is an increased risk of errors in the general ledger not being detected and corrected in a timely manner.

*Cause.* The City converted to their general ledger system to PeopleSoft in January 2009. Certain aspects of the new software did not function as needed, which created a backlog of information in the system. Information in the system was not accurate, therefore creating the need of in depth review of information by accounting and many adjusting journal entries to correct the information in the system. Additionally, there are a number of standalone subsidiary ledgers in the various departments that are not interfaced with the general ledger system.

*Recommendation.* The City should continue to work diligently to catch up the information in the new general ledger system. The City should devote appropriate resources in gaining better functionality of the new system.

All stand alone subsidiary ledgers should be interfaced with the general ledger system and reconciled timely to the general ledger.



**CITY OF ALBUQUERQUE**  
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**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-15 TIMELY CLOSING OF GENERAL LEDGER AND RECONCILIATION OF SUBSIDIARY LEDGERS**

*Management Response.* The City concurs with this finding. The Accounting Division has resolved a majority of the general ledger issues that resulted from the Peoplesoft conversion and is currently developing and documenting the monthly closing process. The Accounting Division has also assigned staff resources to complete monthly reconciliation of the subsidiary ledgers on a timely basis.

There are a few subsidiary systems within City that are specific to the operations of the respective departments, such as Aviation and Housing, which cannot be interfaced to the Peoplesoft system without additional monetary and staff resources. At this time, the transactions in these systems are recorded in Peoplesoft general ledger through journal entries.

**CITY OF ALBUQUERQUE**  
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**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-17 CAPITAL PROJECTS TRACKING**

*Condition.* The City did not perform an analysis of their spending on capital projects related to bond ordinances and other sources of funding (Capital Implementation Program Financial Status Report), from May 20, 2009 through June 30, 2009.

*Criteria.* Each of the Government Obligation Bond ordinances dictates the specific restrictions on which GO bond funds can be spent. Grant agreements also provide specific restrictions, including the time period when funds are available. Additionally, generally accepted accounting principles require grant revenues to be recorded in the period in which they are earned.

*Effect.* There is an increased risk of the City of Albuquerque not complying with the bond ordinance. Additionally, for projects with multiple sources of funding including bonds, there is an increased risk of not drawing on grant funds when available. There is also an increased risk of recording grant revenues in the wrong period, because information on the use of grant funds was not available in a timely manner. And finally, there is an increased risk of the City calculating their arbitrage liability incorrectly, which could result in penalty and interest assessments from the Internal Revenue Service.

*Cause.* The City converted to their general ledger system to PeopleSoft in January 2009. Certain aspects of the new software did not function as needed, which created a backlog of information in the system.

*Recommendation.* The City should continue to work diligently to catch up in the general ledger system and resume the tracking capital projects related to bond ordinances and other sources of funding.

*Management Response.* The City concurs with this finding. The Accounting Division has resolved a majority of the general ledger issues that resulted from the Peoplesoft conversion and is currently working with the Municipal Development staff to develop the appropriate reporting tools for Capital Projects spending.

**CITY OF ALBUQUERQUE**  
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**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-18 ALBUQUERQUE BERNALILLO COUNTY WATER UTILITY  
AUTHORITY BOND COVENANTS**

*Condition.* The Albuquerque Bernalillo County Water Utility Authority (Authority) was not in compliance with the rate covenant ratio as of June 30, 2009.

*Criteria.* According to the Bond Ordinance of the Series 2009A Bonds, the Authority is to ensure that rates are sufficient to produce net revenues annually to pay 133% of the annual debt service requirements.

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

*Cause.* Net revenues in 2009 were less than 133% of annual debt service requirements.

*Recommendation.* The Authority should implement a plan to increase net revenues.

*Management Response.* The Authority concurs with this finding. Due to the drastic decline in the economy the Authority's revenue declined, including the Utility Expansion Charge Revenues. Growth in the service area declined to a level where there was no growth at all. The Authority then reduced CIP spending dramatically and has continued to do so until such time this revenue sees an upturn. Also, the Authority has kept expenses down with very minimal increases in FY10 and FY 11. The Authority also has approved rate increases of 5% each that are effective July 1, 2011 and July 1, 2013. During the first quarter of FY11 the Authority's revenue has shown significant increases over the 1<sup>st</sup> quarter of FY10. The authority will continue to monitor our Net Revenues and make appropriate adjustments if needed.

**CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-19 GROSS PAYROLL CLEARING ACCOUNT**

*Condition.* The City has an account titled "Gross payroll clearing" in the general fund in the amount of \$1,160,668 that has not been reconciled for several years. This is the accumulation of payroll entries over a several year period.

*Criteria.* Good internal controls require that all balance sheet accounts are reconciled at a minimum on an annual basis with supporting documentation retained.

*Effect.* The accrued employee compensation and benefits in the Governmental Activities and the General Fund are understated by \$1,160,668.

*Cause.* The City has not devoted the resources required to reconcile this account on an annual basis.

*Recommendation.* The City should reconcile the historical balance and post the journal entries to the proper accounts as of July 1, 2009 or prior periods as applicable. The City should then develop a process to ensure this account is reconciled on at least an annual basis.

*Management Response.* The City concurs with this finding. The un-reconciled amounts in the Gross Payroll Clearing account will be investigated and cleared to the appropriate accounts.

**CITY OF ALBUQUERQUE**  
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**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-20 DEVELOPMENT LOANS**

*Condition.* The City provides loans for the development of residential real estate. Of the various loans the City has provided, we noted two in which the City and the developers have not come to terms on written extensions as of the date of the audit report. One of the developer's loans has a balance outstanding of \$1,994,094, as of June 30, 2009, and was to be completed as of December 31, 2008. The other developer's loan has an outstanding balance of \$599,996, as of June 30, 2009, and was to be completed on June 30, 2009.

*Criteria.* The City should review the development loans frequently and ensure the loans are either paid off as of the termination date on the agreement or agree to an amendment extending the due date.

*Effect.* The two developer loans are technically in default and, if the loans are not repaid, the City's financial condition could be compromised.

*Cause.* The depressed residential housing market has caused the developers to not recover their investment as timely as the original agreements. The City and developers have had a difficult time agreeing to new terms as a result.

*Recommendation.* The City should develop and implement policies and procedures to ensure all developer loan agreements are either paid off or extended prior to the termination date of the agreement.

*Management Response.* The loans provided by the City, in both instances, are secured by mortgages on the residential real estate. The development agreements are incorporated into the mortgages, by reference, and certain obligations of the developer continue as long as the mortgage remains on the residential real estate. Specifically, the developer is obligated to sell the units and remit the proceeds to the City. The City is implementing a development agreement tracking system. The tracking system will utilize a spreadsheet that will identify the agreement, the start date, end date and amount. The spreadsheet will be maintained on the departments share drive, and reviewed by management on a quarterly basis. Where appropriate, development agreements will be extended or paid off.

**CITY OF ALBUQUERQUE**  
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**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-21 REFUSE DISPOSAL FUND ACCOUNTS RECEIVABLE**

*Condition.* The City's Refuse Department utilizes the Albuquerque Bernalillo County Water Utility Authority (Authority), a discrete component unit of the City, to process billing and collection of accounts receivable. The allowance for doubtful accounts increased from \$362,754 to \$821,529 from June 30, 2008 to June 30, 2009 in the Refuse Disposal Fund. The City's methodology includes recording an allowance for 100% of the accounts over 120 days old. The inquiry with the management of the Refuse Department noted there was a change in the manner in which the Authority created the reports to determine the amount of accounts over 120 days, which is a portion of the increase. However, Refuse personnel have not researched individual late accounts to determine the root cause of the increase in late accounts.

In addition, the City did not include the accounts in bankruptcy for \$143,076 in the allowance for doubtful accounts.

*Criteria.* The City should have an understanding for the causes of negative effects to its financial condition, including an increase in the amount of late or uncollectible accounts. In addition, the City should ensure to include accounts in bankruptcy in the allowance for doubtful accounts.

*Effect.* The City has not collected the full amount of amounts owed by Refuse Disposal customers. If the reason for the additional late accounts was determined, the City could implement policies to ensure a higher collectability. In addition, the allowance for doubtful accounts is understated by \$143,076.

*Cause.* The accounts receivable are processed by another entity, the Water Utility Authority, and it does not appear adequate communication is present between the two entities to determine the cause of the increase in collectability.

*Recommendation.* Management of the Refuse Department should research the causes of the increase in late and uncollectible accounts and should develop and implement policies and procedures to increase collectability on an ongoing basis. The policies and procedures should include a more frequent analysis of late accounts to ensure the Fund maximizes its collectability.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-21 REFUSE DISPOSAL FUND ACCOUNTS RECEIVABLE**

*Management Response.* The City's Solid Waste Management Department (SWMD) agrees with the finding and recommendation. SWMD will implement policies and procedures to increase collectability of accounts receivable on an ongoing basis. The Department will work with the Water Utility Authority to enact a plan that will provide SWMD with timely reporting of aged accounts receivables throughout the fiscal year.

**CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2009**

**B. FINDINGS-FINANCIAL STATEMENT AUDIT CITY OF ALBUQUERQUE**

**09-22 ALBUQUERQUE BERNALILLO COUNTY WATER UTILITY  
AUTHORITY CAPITAL ASSETS**

*Condition.* In our testing of capital assets, we noted that the Authority capitalizes into infrastructure estimates on fire hydrant installations. The amount capitalized is based on engineers' estimates. In our sample of the Authority's capital assets, we included twelve fire hydrant projects. Of those twelve, two had supporting documentation, but the amount recorded did not agree to the amount per the documentation, and three had no supporting documentation. The total amount of known and projected misstatement totaled approximately \$85,000.

*Criteria.* Good accounting practice requires the retention of appropriate supporting records.

*Effect.* There is a risk of misstatement if the Authority does not maintain proper supporting documentation.

*Cause.* These items do not fall in the accounts payable cycle, in which there are established policies and procedures that help ensure supporting documentation is maintained. Therefore current policies do not address these particular transactions.

*Recommendation.* The Authority should implement policies and procedures to help ensure that transactions of this nature are properly recorded, and that documentation is obtained and maintained in accordance with the Authorities policy on all accounting transactions.

*Management Response.* The Authority concurs with this finding and will work with our engineering group to implement proper policies and procedures within this program. Finance will also review all documentation before any accounting transactions are made.



**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS**  
**PROGRAM AUDIT – City of Albuquerque**

**See Finding 06-16 “Operating Grant Funds” in section B. which relates to all major programs -no questioned costs.**

**01-18 FEDERAL CLAIM – U. S. DEPARTMENT OF JUSTICE – COPS**  
**UNIVERSAL HIRING GRANT CFDA# 16.710**

**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, to date, the City has reimbursed the Department of Justice the sum of \$151,636 and is not anticipating further reimbursement. The City is awaiting final determination from the Department of Justice.

*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.

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

*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.

*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 and implemented the recommended procedures in 2001. The Office of Inspector General (OIG) and the COPS Office Audit Liaison Division came to an agreement with the City on an additional six outstanding issues and closed out those items in FY07. The last correspondence received from the OIG is an acknowledgement that eight of their recommendations have been closed. The last correspondence received from the COPS Office states that they will be working with the OIG to close recommendations #14 and #16 next. The COPS Office has awarded APD additional grants since 2001.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS**  
**PROGRAM AUDIT – City of Albuquerque**

**07-09 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA) –**  
**SECTION 8 HOUSING CHOICE VOUCHER CFDA 14.871, COMMUNITY**  
**DEVELOPMENT BLOCK GRANT CFDA 14.218, AIRPORT IMPROVEMENT**  
**GRANT CFDA 20.106. (MODIFIED AND REPEATED)**

**Questioned Costs: None**

*Condition.* During our test work of the SEFA, we noted current year federal expenditures reported on the SEFA that did not agree to the general ledger detail support. CFDA 14.871 grant NM001V0 expenditures on the SEFA were \$23,642,491.04; while the general ledger detail of expenditures supported \$23,642,590.54, understating SEFA expenditures by \$99.50. CFDA 14.218 grant B-09-MC-35-0001, B-08-MC-35-001, B-07-MC-35-001, B-05-MC-35-001 expenditures on the SEFA were \$1,241,736, \$1,050,535, \$748,418, \$17,605; while the general ledger detail of expenditures supported \$1,249,449, \$1,060,499, \$748,754, \$17,383, understating SEFA expenditures by \$7,713, \$9,964, \$336, and overstating by \$222. CFDA 20.106 grant AEG-06-001, AEG-08-001, AEG-09-001 expenditures on the SEFA were \$590, \$7,634, \$3,560; while the general ledger detail of expenditures supported \$0, overstating SEFA expenditures by \$11,784. These amounts were state and local expenditures not federal. Although these expenditures were adjusted on the SEFA to reflect the accurate amounts after auditor inquiry, the City did not have a review process in place to catch these overstatements.

During testwork it was also revealed that the City does not have a process in place to recognize non-cash federal awards.

During our review of loan agreements with New Mexico Finance Authority (NMFA) and New Mexico Environmental Department (NMED), we noted that the programs are 80% funded by Environmental Protection Agency (EPA). However, the City was not aware of this fact and hence total draws from the loans of \$6 million for the year ended June 30, 2009 were not included in the Schedule of Expenditures of Federal Awards (SEFA).

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

*Effect.* There is a risk that federal expenditures reported on the SEFA, and federal revenues in the funds are inaccurate in the current year. The City may have failed to recognize non-cash awards on the SEFA.

*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. There is no process in place to identify and recognize non-cash awards.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS  
PROGRAM AUDIT – City of Albuquerque**

**07-09 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA) –  
SECTION 8 HOUSING CHOICE VOUCHER CFDA 14.871, COMMUNITY  
DEVELOPMENT BLOCK GRANT CFDA 14.218, AIRPORT IMPROVEMENT  
GRANT CFDA 20.106. (MODIFIED AND REPEATED)**

*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. Ideally, the grant accounting function should be centralized. Additionally, personnel with the proper training and experience should review federal expenditures and verify that the SEFA is reported correctly. The City should update the grant questionnaire that is sent out to the departments to include indication of non-cash awards such as equipment or commodities.

*Management Response.* The City concurs with this finding. During FY09, the City created a new Grant Administration Section of the Accounting Division in an effort to assist City departments in the accurate recording and tracking of federal expenditures, including grants receivable and deferred revenue. The City Grant Administrator is currently working with ERP consultants to develop processes and procedures within the new ERP system that will assist in properly identifying and monitoring grant expenditures and receipts that are managed by departments at the program level.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS**  
**PROGRAM AUDIT – City of Albuquerque**

**09-12 SECTION 8 HOUSING CHOICE VOUCHER ELIGIBILITY**  
**DEVIATIONS- CFDA No. 14.871**

**Questioned Costs: None**

*Condition:* During eligibility testwork for single audit, Section 8 Housing Choice Voucher, we noted 1 deviation out of the 25 items tested relating to the annual inspection to ensure the unit meets Housing Quality Standards and the quality control re-inspections.

*Criteria:* According to the Section 8 Housing Choice Voucher grant agreement (24 CFR sections 982.158(d) and 982.405(b)), the PHA must inspect the unit leased to a family at least annually to determine if the unit meets Housing Quality Standards (HQS) and the PHA must conduct quality control re-inspections.

*Cause:* The PHA inspected the unit to ensure it met the Housing Quality Standards and conducted the quality control re-inspection but failed to document the report in the tenants file.

*Effect:* The City is not in compliance with OMB A-133 Single Audit requirements.

*Recommendation:* We recommend the PHA ensure HQS inspections and quality control re-inspections are completed and the related reports are included in the tenants file.

*Management's Response:* The City concurs with this finding. The Housing Division is in the process of creating a Section 8 Compliance position that will review files to make sure that inspections not only are done but also that they are properly noted in the tenant files. This position, even though it is funded through HUD, has not been in place in the past due to the fact that the past administration would not allow Housing to fill needed positions. The new administration has taken a different look at positions and is allowing Housing to fill positions seeing they do not affect the City General Funds.

It should also be noted that the CFR does not require re-inspection of 100% of the initial HQS inspections that are done, but requires only the re-inspection of a partial percentage of them.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS**  
**PROGRAM AUDIT – City of Albuquerque**

**09-23 FDS REPORTING – U.S. DEPT OF HOUSING AND URBAN**  
**DEVELOPMENT – PUBLIC HOUSING – LOW RENT OPERATING SUBSIDY**  
**PROGRAM. CFDA No.14.850**

**Questioned Costs: None**

*Condition:* During single audit testwork of reporting requirements for the Public Housing – Low Rent Operating Subsidy Program, CFDA 14.850, we noted that the Financial Data Schedule (FDS) was not submitted to HUD as of date of audit field work – 15 months after year-end.

*Criteria:* In accordance with HUD’s Uniform Financial Reporting Standards rule, annually, a Public Housing Authority (PHA) is required to submit its financial statement, prepared in accordance with generally accepted accounting principles (GAAP), in the electronic format specified by HUD. The unaudited financial statement is due 2 months after the PHA’s fiscal year end and the audited financial statement is due 9 months after its fiscal year end (24 CFR section 5.801).

*Cause:* FDS was not submitted due to the fact that the data could not be obtained from the City’s accounting department as a result of the software conversion.

*Effect:* Late Reporting increases the risk that federal funds may be delayed or sanctioned.

*Recommendation:* The City should continue its efforts to remedy the delays caused by the system conversion. .

*Management’s Response:* The City concurs with this finding. The Accounting Division has resolved a majority of the general ledger issues that resulted from the Peoplesoft conversion and is currently taking actions to prevent this situation in the future.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE,  
SECTION 12-6-5, NMSA 1978**

**01-17 BUDGET OVERSPENDING**

*Condition.* The budget was overspent at the program level in several departments. We have been informed that this was viewed as a means to improve the long-term budgeting process. The following programs/funds were overspent at June 30, 2009:

General Fund – Communications and Records	17,880
General Fund – Investigative Services	8,942
General Fund – Neighboring Policing	420,945
General Fund – Officer and Department Support	243,706
General Fund – Quality Recreation	14,823
General Fund – Reduce Youth Gangs	78,887
Biological Park Projects Fund	68,860
Employee Insurance Fund	836,150

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

*Effect.* Overspending of the budget violates City ordinances. Also, allowing budget overages weakens the internal controls that budgets are intended to provide.

*Cause.* Over spending budgets is allowed and the City provides a “clean-up” resolution to rectify budget overages before the financials are closed and published. The budget adjustments for these particular programs were not included in the “clean-up” resolutions because the requests were not submitted in time.

*Recommendation.* Overspending of the budget should not be allowed. Approvals over budget adjustments should be done before expenditures are allowed. We recommend that all budget adjustments be approved prior to spending and budget to actual reviews be made timely.

*Management Response.* The City has made a conscious decision to report actual program expenditures. In order to minimize and monitor overspending, the City produces quarterly expenditure reports and provides the information to the Departments and the Office of Internal Audit and Investigation. The Office of Internal Audit and Investigation uses the information to produce quarterly expenditure reports to the City Council. This process has shown a successful track record of reducing the number of programs overspent at the end of the year. In Fiscal Year 2000, 79 programs were overspent. In 2009, the number was reduced to eight: six programs within the General Fund, one Special Revenue fund and one Internal Service 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, 2009**

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE,  
SECTION 12-6-5, NMSA 1978**

**07-08 UNCOLLATERALIZED BANK DEPOSITS (MODIFIED AND  
REPEATED)**

*Condition.* The City's cash balance on deposit at Bank of America exceeded the FDIC insurance of \$250,000 for interest bearing deposits from July 1, 2008 through December 22, 2008 when the City then received collateralization on the time deposits from Bank of America. The amount that was uncollateralized varied directly to the amount on deposit on a day to day basis. This is the result of the bank not collateralizing "uncollected funds" in the City's accounts. Further, the City had failed to remove its funds from Bank of America as required by the Public Money Statutes. All of the other banks in which the City has deposited funds that require collateralization have collateralized both "collected" and "uncollected funds", during all of FY 2009.

*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. In addition, the Public Money statutes, 6-10-17.1 NMSA 1978 require the City to withdraw its funds from the Bank of America within ten calendar days after the bank failed to post the required collateral.

*Effect.* The City has cash on deposit at the bank that is at risk of loss in the case of bank failure. The City is also not in compliance with the New Mexico Public Money statutes.

*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 adequately collateralized pursuant to the New Mexico Public Money statutes cited in the criteria. The advisory opinion from FDIC is just that: an opinion. It does not carry the same authority as a law and it is subject to being overturned by a higher authority.

*Recommendation.* Demand the bank post collateral for the City's accounts pursuant to the Public Money Statutes. If the bank continues to refuse to comply with the Public Money Statutes within the ten days provided by 6-10-17.1 NMSA 1978, the City must withdraw its funds from the bank within the next ten days.

*Management Response.* Beginning December 22, 2008 the City of Albuquerque instructed its fiscal agent, Bank of America, to collateralize all deposits in excess of \$250,000, measured at the account level, at a valuation of 100% of ledger balance. Previously, deposits in excess of the FDIC insurance threshold were collateralized at 100% of collected balance.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE,  
SECTION 12-6-5, NMSA 1978**

**07-08 UNCOLLATERALIZED BANK DEPOSITS (MODIFIED AND  
REPEATED)**

Although the City of Albuquerque has complied with the finding's recommendation by ordering its fiscal agent to post collateral based on ledger balance, the City disagrees with the premises of the finding. The audit conclusions that "the City has cash on deposit with the bank that is at risk of loss in the case of bank failure," and that "the City is also not in compliance with the New Mexico Public Money statutes," are not grounded in fact. Public Money Statutes 6-10-16, 6-10-17, and 6-10-17.1 as referenced by the audit, as well as all other NM Public Money statutes, are silent as to the collected vs. ledger basis for collateralization. Therefore, it is prudent to refer to the statutory definition of a deposit for guidance. NM Section 6-10-1.1 defines a deposit as a "share, share certificate, and share draft." This antiquated but relevant terminology provides no insight into the proper collateralization basis. Further, the FDIC provides clear guidance that it will stand behind "deposits in transit" in the event of a transmitting bank's failure.



**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE,  
SECTION 12-6-5, NMSA 1978**

**07-10 PURCHASE CARDS AND TRAVEL CARDS – PURCHASE  
LOG/RECONCILIATION (MODIFIED AND REPEATED)**

*Condition.* The City processed 13,081 purchase card (P-Card) and 482 travel card (T-Card) transactions during this fiscal year. We reviewed a sample of 26 P-Card transactions totaling \$5,941 and the following was noted: 10 transactions totaling \$1,650 did not have a log purchase log/reconciliation that were reviewed and signed off by the department director or designee. We reviewed a sample of 25 T-Card transactions totaling \$9,806 and the following was noted: 16 transactions totaling \$5,776 did not have a purchase log/reconciliation that was reviewed and signed off by the department director or designee.

*Criteria.* The CABQ Procurement Procedures require the Cardholder to complete the Purchasing Card Log, forward the reconciled transaction report and attach the supporting documents. The information is required to be submitted to the department director for review and approval within 5 days of the weekly transaction report distribution.

The department director or designee must (a) review the reconciled weekly activity statement for overall legitimacy and accuracy of the charges; (b) sign the purchasing card log certifying the legitimacy and accuracy of the listed transactions and (c) return to the department's Coordinator to retain the records within the department in a secure and orderly manner.

*Effect.* There is a risk of unauthorized purchases being made and an increased risk of fraud.

*Cause.* It appears there is a lack of adequate formal training dealing with P-Card use and the policies and procedures governing P-Cards are not being enforced at all levels.

*Recommendation.* We recommend that management emphasize that P-Card policies and procedures are to be adhered to in all cases. Management should review P-Card transactions on a periodic basis to identify patterns of reoccurring transactions that could be potentially set up as a city-wide contract.

*Management Response.* The City concurs with this finding. The Accounting and Purchasing P-Card Administrators will continue to communicate the reconciliation requirements of the P-Card Policy to Card Coordinators and Department Directors at Financial User Group and Purchasing Liaison Group meetings, as well as email communications.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE,  
SECTION 12-6-5, NMSA 1978**

**08-02 MANUAL PAYROLL CHECKS HANDLING (MODIFIED AND  
REPEATED)**

*Condition.* During our design and implementation of internal control test work, we noted that the payroll staff initiate, print and distribute manual payroll checks. This may create a lack of segregation of duties in that a payroll staff member that processes a manual check may also be the one who prints and distributes it.

*Criteria.* Good internal controls require segregation of duties between those who process transactions from those who handle the related assets.

*Effect.* There is an increased risk of theft.

*Cause.* The current configuration of the Peoplesoft Payroll module requires the manual checks to be printed as processed and does not allow for batch printing by the another City department.

*Recommendation.* Policies and procedures should be changed to provide a segregation of duties, so that payroll techs are no longer authorized to handle the checks that they process. Only personnel who do not process payroll should be authorized to distribute checks to employees.

*Management Response.* The City concurs with the finding. There are internal controls in place within that require the manual check amounts to be dual verified by a payroll employee other than the initiator. The checks are picked up by the respective City department person authorized to handle checks, who must review and sign a copy of the check which is retained for the Payroll Section's files.

**CITY OF ALBUQUERQUE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2009**

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE,  
SECTION 12-6-5, NMSA 1978**

**09-16 CITY NOT TAKING ADVANTAGE OF VENDOR DISCOUNTS**

*Condition.* While doing our test work for capital assets we noted three invoices out of 39 in the Transit fund in which the City did not pay within the discount period offered by the vendor. We also noted two out of 33 invoices in Solid Waste fund in which the invoices were paid late which resulted in late fees having to be paid. The forfeited discount and late fees totaled \$7,305.

*Criteria.* Sound business practices include providing policies and procedures to ensure that bills are timely paid to avoid late fees and to take advantage of all discounts offered.

*Effect.* Qualifying savings are forfeited and late fees are incurred.

*Cause.* There is not a policy requiring the City to take advantage of vendor discounts. Additionally, People Soft has no mechanism that enables the tracking of invoices by date, making it difficult for the departments and Accounts Payable to track invoices by due dates.

*Recommendation.* The City should consider implementing a policy addressing the timely payment of invoices. Also, a method of tracking due dates in the accounting system should be considered.

*Management Response.* The City concurs with this finding. Upon conversion to the Peoplesoft system in January 2009, the City lost its ability to produce an Unmatched Invoice Report which was used by departments to track the aging of unpaid vendor invoices. This report was not a delivered or configured function of the Peoplesoft system. Since that time, the City has been working with its ERP consultants and ERP staff to develop and implement a replacement for the unmatched invoice report.

**CITY OF ALBUQUERQUE**  
Status of Prior Year Audit Recommendations  
Year Ended June 30, 2009

**FINDINGS FROM YEAR ENDED JUNE 30, 2008:**

**CURRENT STATUS:**

2001-17 Budget Overspending	Repeated
2001-18 Federal Claim Department of Justice	Repeated
2002-21 Capital Asset Inventory Deletions	Repeated
2005-10 False Alarms Service Fees	Repeated
2005-12 Debt Service Coverage for Golf Bond	Resolved
2005-13 Audit Report Due Date	Repeated
2006-02 Citation Revenue (Combined with 05-10).	Repeated
2006-03 Pet Licensing Revenues	Resolved
2006-11 Donated or Dedicated Infrastructure	Resolved
2006-12 Gross Receipts Tax Accrual WUT/City	Resolved
2006-13 Infrastructure Capital Assets Variances	Repeated
2006-16 Operating Grants Fund Balance	Repeated
2007-02 Allowance for Uncollectible Accounts	Repeated
2007-05 Vacation Leave Approval	Resolved
2007-06 Capitalization of Work in Progress	Repeated
2007-08 Uncollateralized Bank Deposits	Repeated
2007-09 SEFA Various Federal Grants	Repeated
2007-10 Purchase Cards	Repeated
2008-01 Checks Distributed From ISD	Resolved
2008-02 Manual Payroll Checks Handling	Repeated
2008-03 ISD Check Printing Procedures	Resolved
2008-04 ISD Director Segregation of Duties	Resolved
2008-05 Financial Reporting	Repeated
2008-06 Bonding Employees Who Handle Investments	Resolved
2008-07 Risk Management Claims Paid Segregation of Duties	Resolved
2008-08 Transfer of Vehicles From Fleet	Repeated
2008-09 Environmental Liabilities	Repeated
2008-10 Risk Management Claims	Resolved
2008-11 Improper Recording of Expenditures Credit Card Fees	Resolved
2008-12 Noncompliance NM Public Money Law Requirement	Repeated
2008-13 Capital Assets Additions	Repeated
2008-14 Early Head Start Training Cost	Resolved
2008-15 U.S. HUD Low Rent Report Not Filed Overtime	Resolved
2008-16 Bank Reconciliation Process	Repeated
2008-17 U.S. Dept. of Homeland Sec. Reports not filed on Time	Resolved

**STATE COMPLIANCE**

**Schedule of Deposits And Investments By Financial Institutions**

**Schedule of Pledged Collateral By Financial Institutions**

**Joint Powers Agreements**

**Exit Conference**



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF DEPOSITS AND INVESTMENTS BY FINANCIAL INSTITUTION**  
June 30, 2009

Financial Institution: Account name	Type of Account	Bank Balance	Outstanding (Checks) Deposits	Book Balance
<b>Deposits:</b>				
<b>Wells Fargo Bank</b>				
APD Evidence	Checking	\$ 1,774,060	\$ (47)	\$ 1,774,013
Las Cruces Land	Savings	43,094	-	43,094
Library Petty Cash	Checking	1,773	(1,773)	-
Bluewater Apartments - operating and maintenance	Checking	170,904	(15,473)	155,431
Mayor's Charity Ball account	Checking	73,650	-	73,650
USBC Program - certificates of deposit	Investment	104,365	(104,365)	-
		<u>2,167,846</u>	<u>(121,658)</u>	<u>2,046,188</u>
<b>Bank of America</b>				
Certificate of deposit	Investment	99,850,000	-	99,850,000
Stable Balance account	Investment	50,037,397	(37,397)	50,000,000
Common Fund	Checking	19,426,755	(3,606,069)	15,820,686
City Payroll	Checking	-	(101,170)	(101,170)
Water Utility Authority Payroll	Checking	-	(7,182)	(7,182)
City Accounts Payable	Checking	(81,431)	(6,243,489)	(6,324,920)
Water Utility Authority Accounts Payable	Checking	(4,093)	(696,526)	(700,619)
Water Utility Authority Water Clearing	Checking	-	(3,296,481)	(3,296,481)
Real Property	Checking	400	(400)	-
Employee Health Services	Checking	2,237	(515)	1,722
Water Utility Escrow Deposits	Checking	148,024	(148,024)	-
APD Criminal Investigations	Checking	2,462	3,093	5,555
Housing Authority - Public Housing	Checking	2,287	(320,415)	(318,128)
Housing Authority - Section 8	Checking	209	(39,825)	(39,616)
Housing Authority - Modernization	Checking	-	-	-
Housing Authority - Section 8	Checking	82,789	(82,789)	-
Housing Authority - Public Housing FSS	Checking	9,753	(9,753)	-
		<u>169,476,789</u>	<u>(14,586,942)</u>	<u>154,889,847</u>
<b>New Mexico Bank &amp; Trust (all related to The Apartments Fund)</b>				
Candelaria Gardens - Tenant security deposits	Checking	2,307	(2,307)	-
Santa Barbara - Tenant security deposits	Checking	1,203	(1,203)	-
Tucson - Tenant security deposits	Checking	1,196	(1,196)	-
Manzano Vista-Tenant security deposits	Checking	29,449	(29,449)	-
Glorieta-Tenant security deposits	Checking	3,106	(3,106)	-
Beach-Tenant security deposits	Checking	15,438	(15,438)	-
Bluewater-Tenant security deposits	Checking	44,062	(44,062)	-
Manzano Vista- Operating and maintenance	Checking	105,986	(93,559)	12,427
Santa Barbara - Operating and maintenance	Checking	45	(30)	15
Tucson - Operating and maintenance	Checking	50,780	(1,014)	49,766
Beach - Operating and maintenance	Checking	111,294	(13,548)	97,746
Candelaria Gardens - Operating and maintenance	Checking	181,954	(2,874)	179,080
Glorieta - Operating and maintenance	Checking	80,242	(5,789)	74,453
Candelaria Gardens - Property reserve	Checking	77,309	-	77,309
Glorieta - Property reserve	Checking	31,104	-	31,104
Tucson - Property reserve	Checking	58,112	-	58,112
Santa Barbara - Property reserve	Checking	34,479	-	34,479
FCSD property management trust	Checking	106,677	(87)	106,590
		<u>934,743</u>	<u>(213,662)</u>	<u>721,081</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF DEPOSITS AND INVESTMENTS BY FINANCIAL INSTITUTION**  
June 30, 2009

Financial Institution: Account name	Type of Account	Bank Balance	Outstanding (Checks) Deposits	Book Balance
<b>Deposits continued:</b>				
<b>Compass Bank</b>				
Attorney's Cost Advance	Checking	4,874	68,751	73,625
<b>Bank of the West</b>				
Water Utility Authority Water Clearing		65,251	-	65,251
<b>First Community Bank</b>				
Common Fund	Checking	\$ 46,052	\$ -	\$ 46,052
Water Utility Authority Water Clearing	Checking	1,185,812	3,166,894	4,352,706
APD SID	Checking	82,992	(25,185)	57,807
APD SID	Checking	469,530	-	469,530
APD SID	Checking	220,537	-	220,537
		<u>2,004,923</u>	<u>3,141,709</u>	<u>5,146,632</u>
<b>Total deposit accounts</b>		<u>174,654,426</u>	<u>(11,711,802)</u>	<u>162,942,624</u>
<b>Investments:</b>				
<b>Bank of America</b>				
Short-Term Investment Account	Investment	400,000,000	-	400,000,000
Short-Term Investment Account	Investment	12,419,351	-	12,419,351
Working Capital Account	Investment	292,679,388	(1,138,806)	291,540,582
<b>State of New Mexico</b>				
<b>Investment Council</b>				
Core Bond Fund	Investment	23,775,520	-	23,775,520
Core Bond Fund	Investment	6,737,928	-	6,737,928
<b>State of New Mexico</b>				
<b>Local Government Investment Pool</b>				
LGIP Fund Pool-4101	Investment	7,815,254	-	7,815,254
LGIP Fund Pool-4102	Investment	6,566,094	-	6,566,094
LGIP Fund Pool-4102	Investment	189,672	-	189,672
<b>Bank of Albuquerque</b>				
U.S. Treasury Money Market Fund	Investment	980,322	-	980,322
U.S. Treasury Money Market Fund	Investment	6,688	(2)	6,686
<b>Wells Fargo Trust in Denver, Colorado</b>				
U.S. Treasury Money Market Fund	Investment	112,459	87	112,546
U.S. Treasury Money Market Fund	Investment	1,772,227	-	1,772,227
<b>Total investments</b>		<u>753,054,903</u>	<u>(1,138,721)</u>	<u>751,916,182</u>
<b>Total cash and investments</b>		<u>\$ 927,709,329</u>	<u>\$ (12,850,523)</u>	<u>\$ 914,858,806</u>
Imprest cash not in bank				26,693
Accrued interest investment fund				2,201,194
Escrow cash				519,913
Fiduciary cash				(4,913,318)
<b>Cash and Investments Statement of Net Assets</b>				<u>\$ 912,693,288</u>



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION**  
June 30, 2009

The collateral for deposit accounts is as follows:

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
<b>New Mexico Bank &amp; Trust</b>					
Sandoval Cnty NM FSA Insured	\$ 400,000	\$ 400,000	\$ 411,912	08/15/2010	3.60%
Location of collateral:	Commerce Bank, St. Louis, MO				
<b>Bank of America</b>					
FMAC Gold Participating Certificates	\$ 15,805	not stated	\$ 4,169	03/01/2033	5.50%
FMAC Gold Participating Certificates	222,446	not stated	11,812	06/01/2018	6.00%
FMAC Gold Participating Certificates	1,521,408	not stated	92,528	09/01/2016	6.50%
FMAC Gold Participating Certificates	2,418,330	not stated	210,101	06/01/2017	6.00%
FMAC Gold Participating Certificates	197,207	not stated	67,428	02/01/2018	4.50%
FMAC Gold Participating Certificates	154,142	not stated	52,992	03/01/2018	4.50%
FMAC Gold Participating Certificates	4,512	not stated	2,189	03/01/2023	4.50%
FNMA backed security	3,296	not stated	1,564	08/01/2033	5.00%
FNMA backed security	1,421	not stated	609	10/01/2018	4.50%
FNMA backed security	2,000	not stated	927	06/01/2018	4.50%
FNMA backed security	5,282,037	not stated	2,202,920	05/01/2018	4.50%
FNMA backed security	3,202	not stated	1,377	02/01/2019	4.50%
FNMA backed security	600,701	not stated	286,374	08/01/2018	4.00%
FNMA backed security	1,000	not stated	467	06/01/2033	5.00%
FNMA backed security	13,648,834	not stated	12,299,835	05/01/2038	6.00%
FNMA backed security	76,399,184	not stated	68,198,366	08/01/2037	5.50%
GNMA I Single Family Loan Pool	5,122,267	not stated	3,842,802	05/15/2036	5.50%
GNMA II Single Family Loan Pool	1,236,059	not stated	299,057	06/20/2033	5.50%
GNMA II Single Family Loan Pool	5,980,434	not stated	4,111,484	03/20/2036	5.50%
GNMA II Single Family Loan Pool	20,590,273	not stated	14,466,351	06/20/2036	5.50%
GNMA II Single Family Loan Pool	6,578,496	not stated	4,708,457	07/20/2036	5.50%
GNMA II Single Family Loan Pool	31,002,582	not stated	27,493,340	05/20/2038	5.50%
GNMA II Single Family Loan Pool	13,282,627	not stated	11,640,028	04/20/2038	5.50%
			<u>\$ 149,995,177</u>		
Location of collateral:	Federal Reserve Bank, Richmond VA				
<b>Total all banks</b>			<u>\$ 150,407,089</u>		

The collateral for the repurchase agreements is as follows:

<b>Bank of America</b>					
<b>City of Albuquerque Common Fund</b>					
FNMA backed security	\$ 3,848,100	\$ 3,580,228	\$ 3,651,833	07/01/2038	4.92%
FNMA backed security	2,650,000	2,599,468	2,651,458	01/01/2038	5.86%
FNMA backed security	4,100,000	4,006,558	4,086,689	04/01/2038	4.83%
FNMA backed security	5,618,602	4,782,940	4,878,598	09/01/2037	6.14%
FNMA backed security	5,660,000	4,448,552	4,537,523	09/01/2037	6.12%
FNMA backed security	4,500,000	3,863,918	3,941,196	06/01/2037	5.65%
FNMA backed security	5,310,000	3,678,284	3,751,850	06/01/2037	5.31%
FNMA backed security	2,561,772	2,497,750	2,547,705	06/01/2039	4.44%
FNMA backed security	6,729,000	5,266,225	5,371,549	09/01/2037	4.87%
FNMA backed security	3,275,000	2,854,436	2,911,525	04/01/2037	5.95%
FNMA backed security	5,400,000	4,179,744	4,263,339	05/01/2037	5.43%
FNMA backed security	5,000,000	4,254,868	4,339,966	12/01/2037	5.84%
FNMA backed security	6,415,951	3,664,541	3,737,832	12/01/2038	5.78%
FNMA backed security	8,271,000	5,092,983	5,194,843	05/01/2036	6.35%
<b>Subtotal Bank of America Collateral</b>	<u>\$ 69,339,425</u>	<u>\$ 54,770,495</u>	<u>\$ 55,865,906</u>		

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION**  
 June 30, 2009

The collateral for the repurchase agreements continued:

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
<b>Bank of America</b>					
<b>City of Albuquerque Common Fund</b>					
FNMA backed security	\$ 7,239,416	\$ 3,723,002	\$ 3,797,462	10/01/2035	4.22%
FNMA backed security	6,700,000	5,465,649	5,574,962	10/01/2037	5.20%
FNMA backed security	4,200,000	3,455,420	3,524,529	07/01/2037	5.63%
FNMA backed security	5,017,000	3,150,475	3,213,484	04/01/2034	4.36%
FNMA backed security	6,268,865	3,871,358	3,948,786	07/01/2035	4.25%
FNMA backed security	3,320,000	2,927,177	2,985,721	02/01/2037	5.79%
FNMA backed security	3,189,000	2,297,983	2,343,943	09/01/2036	5.41%
FNMA backed security	4,245,836	2,571,861	2,623,298	03/01/2036	4.64%
FNMA backed security	5,000,000	2,554,130	2,605,212	01/01/2036	5.33%
FNMA backed security	6,095,000	4,234,491	4,319,180	05/01/2036	5.71%
FNMA backed security	7,350,000	5,101,919	5,203,957	09/01/2035	4.84%
FNMA backed security	23,649,752	4,209,752	4,293,947	08/01/2035	5.72%
FNMA backed security	11,623,043	3,688,257	3,762,023	06/01/2035	5.68%
FNMA backed security	5,100,000	2,641,153	2,693,976	09/01/2035	5.32%
FNMA backed security	4,413,345	2,842,403	2,899,252	08/01/2035	4.94%
FNMA backed security	6,764,155	4,451,797	4,540,833	08/01/2035	5.17%
FNMA backed security	9,900,480	3,436,604	3,505,336	08/01/2035	3.99%
FNMA backed security	4,600,000	2,256,347	2,301,474	03/01/2035	4.61%
FNMA backed security	4,000,000	3,756,575	3,831,706	09/01/2037	5.97%
FNMA backed security	7,892,913	2,493,119	2,542,981	01/01/2035	4.57%
FNMA backed security	7,625,000	3,513,755	3,584,030	12/01/2034	4.66%
FNMA backed security	12,740,000	5,021,420	5,121,848	12/01/2034	4.48%
FNMA backed security	14,907,535	2,672,439	2,725,887	11/01/2034	4.52%
FNMA backed security	9,175,000	2,558,579	2,609,751	06/01/2034	4.41%
FNMA backed security	18,000,000	4,113,682	4,195,956	05/01/2034	4.44%
FNMA backed security	10,000,000	3,748,664	3,823,637	03/01/2034	3.23%
FNMA backed security	12,119,158	5,168,816	5,272,192	01/01/2035	4.27%
FNMA backed security	11,700,000	2,954,399	3,013,487	03/01/2034	3.61%
FNMA backed security	18,811,650	3,385,005	3,452,705	01/01/2034	3.25%
FNMA backed security	10,000,000	3,171,462	3,234,891	01/01/2034	3.39%
FNMA backed security	20,000,000	4,191,567	4,275,398	01/01/2034	4.50%
FNMA backed security	12,369,635	3,760,069	3,835,270	09/01/2033	4.37%
FNMA backed security	14,375,360	3,877,580	3,955,132	06/01/2036	4.59%
FNMA backed security	19,100,000	3,675,643	3,749,156	09/01/2033	4.96%
FNMA backed security	34,266,509	5,618,780	5,731,155	12/01/2034	4.46%
FNMA backed security	9,830,000	3,135,859	3,198,576	08/01/2034	4.41%
FNMA backed security	19,100,000	3,713,263	3,787,528	01/01/2035	4.70%
FNMA backed security	14,043,483	2,542,353	2,593,200	09/01/2033	4.60%
FNMA backed security	13,725,015	4,018,312	4,098,678	06/01/2031	4.29%
FNMA backed security	15,063,100	2,272,742	2,318,197	01/01/2034	4.57%
FNMA backed security	20,050,000	2,768,604	2,823,976	01/01/2033	5.07%
FNMA backed security	20,000,719	4,348,381	4,435,348	04/01/2033	4.46%
FNMA backed security	20,001,811	2,883,246	2,940,910	02/01/2033	4.76%
FNMA backed security	20,030,252	4,569,509	4,660,900	09/01/2033	4.57%
FNMA backed security	93,863,788	5,564,860	5,676,157	10/01/2028	4.46%
FNMA backed security	38,403,494	3,071,955	3,133,395	01/01/2027	3.92%
FMAC backed security	5,257,433	4,552,394	4,643,442	10/01/2038	5.75%
FMAC backed security	20,019,329	4,313,014	4,399,274	05/01/2035	3.87%
FMAC backed security	14,543,162	2,649,713	2,702,707	08/01/2033	4.21%
FMAC backed security	48,980,114	5,043,498	5,144,368	12/01/2030	5.01%
FMAC backed security	29,711,194	3,185,823	3,249,540	01/01/2023	4.55%
FMAC backed security	10,868,336	3,755,026	3,830,126	06/01/2033	4.50%
FMAC backed security	51,556,979	3,091,535	3,153,366	01/01/2034	4.41%
<b>Subtotal Bank of America Collateral</b>	<b>\$ 826,806,861</b>	<b>\$ 192,041,419</b>	<b>\$ 195,882,245</b>		

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION**  
June 30, 2009

The collateral for the repurchase agreements continued:

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
<b>Bank of America</b>					
City of Albuquerque Common Fund continued					
FMAC backed security	\$ 153,788,116	\$ 4,049,387	\$ 4,130,375	07/01/2039	4.07%
FMAC backed security	9,115,000	5,497,760	5,607,715	07/01/2037	5.60%
FMAC backed security	5,939,175	5,590,980	5,702,800	05/01/2038	5.10%
FMAC backed security	7,902,944	5,567,314	5,678,661	07/01/2037	6.88%
FMAC backed security	5,591,492	4,683,934	4,777,612	02/01/2036	5.36%
FMAC backed security	6,646,639	4,591,383	4,683,210	12/01/2035	4.99%
FMAC backed security	3,762,599	2,868,775	2,926,151	09/01/2037	5.79%
FMAC backed security	2,372,499	2,425,334	2,473,841	06/01/2037	5.28%
FMAC backed security	4,225,000	3,002,992	3,063,052	09/01/2035	4.74%
FMAC backed security	4,000,000	3,002,678	3,062,732	01/01/2037	5.58%
FMAC backed security	4,411,395	3,217,259	3,281,604	04/01/2037	5.78%
FMAC backed security	8,155,000	4,321,215	4,407,639	12/01/2035	5.24%
FMAC backed security	5,392,760	3,447,566	3,516,517	04/01/2032	5.05%
FMAC backed security	5,200,000	2,455,638	2,504,751	06/01/2035	5.12%
FMAC backed security	30,607,958	4,182,944	4,266,603	06/01/2034	5.09%
FMAC backed security	6,573,484	4,180,310	4,263,917	01/01/2038	5.14%
FMAC backed security	9,446,900	5,638,168	5,750,931	08/01/2036	6.25%
FMAC backed security	5,000,000	4,654,366	4,747,453	04/01/2037	5.91%
FMAC backed security	5,000,000	4,724,277	4,818,763	03/01/2038	5.10%
FMAC backed security	5,398,214	4,107,757	4,189,912	12/01/2036	6.94%
FMAC backed security	4,756,496	3,304,151	3,370,234	12/01/2035	4.95%
FMAC backed security	10,884,651	5,290,732	5,396,546	11/01/2036	6.11%
FMAC backed security	4,500,000	3,633,614	3,706,286	04/01/2037	6.03%
FMAC backed security	2,600,000	2,358,630	2,405,802	02/01/2037	5.66%
FMAC backed security	5,665,000	4,934,876	5,033,574	10/01/2037	6.21%
FMAC backed security	5,743,185	5,249,105	5,354,087	06/01/2036	5.82%
FMAC backed security	4,976,614	4,347,108	4,434,050	05/01/2028	4.60%
FMAC backed security	2,228,564	2,246,147	2,291,070	04/01/2024	6.90%
FMAC backed security	2,229,909	1,234,747	1,259,442	03/01/2036	5.54%
FMAC backed security	4,150,000	3,311,394	3,377,622	09/01/2038	5.36%
FMAC backed security	5,400,000	4,420,616	4,509,029	07/01/2038	4.76%
FMAC backed security	3,730,500	3,776,121	3,851,643	05/01/2039	4.52%
FMAC backed security	4,000,000	3,116,636	3,178,969	05/01/2038	4.90%
FMAC backed security	4,100,000	3,105,856	3,167,973	04/01/2038	5.02%
FMAC backed security	4,343,259	2,702,588	2,756,639	10/01/2036	6.27%
FMAC backed security	4,800,000	2,432,846	2,481,503	02/01/2035	4.34%
FMAC backed security	13,000,000	3,085,894	3,147,612	12/01/2033	5.37%
FMAC backed security	30,002,865	3,098,279	3,160,245	11/01/2033	4.83%
FMAC backed security	10,198,571	4,398,167	4,486,131	04/01/2034	4.40%
FNMA backed security	5,253,814	4,930,542	5,029,153	01/01/2039	5.74%
<b>Subtotal Bank of America Collateral</b>	<u>421,092,603</u>	<u>153,188,086</u>	<u>156,251,849</u>		
<b>Total</b>	<u>\$ 1,317,238,889</u>	<u>\$ 400,000,000</u>	<u>\$ 408,000,000</u>		
<b>102% collateral requirement</b>			<u>408,000,000</u>		
<b>Collateral in excess (deficit) of requirement</b>			<u>\$ -</u>		

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 6/30/2009. The market value at the close of business on 6/30/2009 was \$406,387,977 plus accrued interest of \$1,612,023, for a total value of \$408,000,000.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION**  
June 30, 2009

The collateral for the repurchase agreements continued:

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
<b>Bank of America</b>					
<b>Housing Authority</b>					
Federal Home Loan Mortgage	not stated	\$ 461,363	\$ 478,922	05/01/2035	5.50%
Federal National Mortgage Assoc	not stated	600,604	605,427	01/01/2037	0.00%
Federal Home Loan Mortgage	not stated	581,700	604,101	05/01/2019	4.50%
Federal Home Loan Mortgage	not stated	592,705	603,427	08/01/2036	0.00%
Federal National Mortgage Assoc	not stated	580,904	601,288	02/01/2038	5.50%
Federal Home Loan Mortgage	not stated	573,402	596,670	11/01/2027	5.50%
Federal Home Loan Mortgage	not stated	567,702	595,571	05/01/2019	5.00%
Federal Home Loan Mortgage	not stated	564,705	592,070	05/01/2018	5.00%
Federal National Mortgage Assoc	not stated	559,802	587,283	12/01/2017	5.00%
Federal Home Loan Mortgage	not stated	560,204	586,875	05/01/2036	6.00%
Federal National Mortgage Assoc	not stated	560,902	582,676	01/01/2022	4.50%
Federal Home Loan Mortgage	not stated	569,905	582,557	05/01/2038	0.00%
		<u>\$ 6,773,898</u>	<u>\$ 7,016,867</u>		
100% collateral requirement			<u>7,107,565</u>		
Collateral in excess (deficit) of requirement			<u>\$ (90,698)</u>		

Location of collateral: Bank of America, N.A, Charlotte, N.C.

<b>Bank of America</b>					
<b>Housing Authority</b>					
Federal National Mortgage Assoc	not stated	\$ 176,232	\$ 182,586	08/01/2038	0.00%
Federal National Mortgage Assoc	not stated	536,004	550,245	12/01/2036	0.00%
Federal National Mortgage Assoc	not stated	516,803	546,209	04/01/2018	5.50%
Federal National Mortgage Assoc	not stated	521,804	544,576	05/01/2036	0.00%
Federal Home Loan Mortgage	not stated	529,003	541,440	05/01/2035	5.00%
Federal Home Loan Mortgage	not stated	538,901	538,868	05/01/2036	4.50%
Federal Home Loan Mortgage	not stated	510,405	534,225	11/01/2037	6.00%
Federal Home Loan Mortgage	not stated	504,201	525,751	11/01/2047	6.00%
Federal Home Loan Mortgage	not stated	501,801	521,260	12/01/2022	5.00%
Federal Home Loan Mortgage	not stated	517,601	517,570	05/01/2036	4.50%
Federal Home Loan Mortgage	not stated	304,828	309,056	11/01/2036	0.00%
		<u>\$ 5,157,583</u>	<u>\$ 5,311,786</u>		
100% collateral requirement			<u>5,311,786</u>		
Collateral in excess (deficit) of requirement			<u>\$ -</u>		

Location of collateral: Bank of America, N.A, Charlotte, N.C.

Housing Authority repurchase agreements are collateralized at 100% due to the fact that the funds are held in a deposit account with a "sweep" feature. The repurchase agreement is not brokered outside the Bank of America. All pledged collateral is held in the city's name at each financial institution.

Directed trades (portfolio investment purchases) are held at the Federal Reserve Bank, Richmond, Virginia in an account separate from the account where the collateral for the common fund repurchase agreement is held.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**JOINT POWERS AGREEMENTS**  
 June 30, 2009

<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	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for construction of the San Mateo storm drain. City maintains the completed project.
AMAFCA	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	A.Q. Pond construction. Project also included the Odelia, Franciscan, and Kinley/Edith storm drain improvements. Mountain storm drain is final project.
AMAFCA	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for the City to provide a Letter of Map Revision to FEMA regarding flood plains around the area of the La Cueva Crossings construction.
AMAFCA	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for agency and area-wide flood control maintenance of El Bordo storm drain.
AMAFCA	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement to fix leaks in the Barelvas storm drain; completion of the El Bordo Siphon design.
AMAFCA	AMAFCA City of Albuquerque	AMAFCA City of Albuquerque	Agreement for acquisition and construction of the Post Office Interim Pond
Area Agency on Aging CCN 84-0099	City of Albuquerque and the County of Bernalillo	City of Albuquerque	Provide services for older persons as outlined in the Older Americans Act
Conduct of Community Programs on Aging CCN 1995-0739	City of Albuquerque/ Village of Los Ranchos/Village of Tijeras/ and the County of Bernalillo	City of Albuquerque	Provide programs and services to older residents through a centralized system of administration
Benefits Consulting CCN 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 services 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

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
September 22, 2004	4/22/2009	Not specified	Unknown	All parties
August 31, 2007	Ongoing	\$1,500,000	\$0	AMAFCA
October 19, 2007	Upon completion of Mountain storm drain improvements	\$1,900,000	\$0	AMAFCA
October 19, 2007	October 10, 2010	\$700,000	\$0	AMAFCA
April 4, 2008	February 26, 2010	\$538,873	\$54,795.84 paid to AMAFCA	AMAFCA
July 21, 2008	Ongoing upon completion of projects	\$1,200,000	\$0	AMAFCA
October 28, 2008	Ongoing upon completion	\$4,000,000	\$1,538,486	AMAFCA
July 1, 1984	6-month notice	\$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, 2009	\$25,000	\$25,000	N/A
July 1, 2003	June 30, 2009	\$65,000	\$65,000	N/A

**CITY OF ALBUQUERQUE, NEW MEXICO**

JOINT POWERS AGREEMENTS

June 30, 2009

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
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 2006-0693	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Authorization for each entity to regulate construction of buildings owned by them within the jurisdiction of the other entity.
City County Building CCN 88-0161	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	For the ownership, care, control, improvement, operation and maintenance of the jointly held City/County Building.
Law Enforcement Center CCN 86-0063 & CCN 88- 0161	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	For the ownership, care, control, improvement, operation and maintenance of the jointly Law Enforcement Center
City of Belen Health and Dental CCN 200900653	City of Albuquerque/ Human Resources/ Insurance and the City of Belen	City of Albuquerque and the City of Belen	Employee dental benefits program for eligible employees
County of Sandoval Health and Dental CCN 200900655	City of Albuquerque/ Human Resources/ Insurance and the County of Sandoval	City of Albuquerque and the County of Sandoval	Employee dental benefits program for eligible employees
Emergency Medical Services CCN 1991-0239	City of Albuquerque and the County of Bernalillo	City of Albuquerque/ and the County of Bernalillo	Delivery of emergency medical and ambulance services and contribute to the health and safety of county residents
Flood Damage Prevention CCN 93-0451 CCN 95-0191	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Develop and maintain a flood damage prevention plan which includes constructing, altering, installing and maintaining buildings or other
Metropolitan Forensic Science Center (MFSC) CCN 2005-0688	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Maintain and manage a joint crime laboratory for the processing, analysis and secured storage of evidence

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
July 1, 2003	June 30, 2010	\$1,319,726	\$1,319,726	N/A
July 1, 2003	June 30, 2010	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	\$0	County of Bernalillo
December 28, 1988	Indefinite	Not specified	\$986,904	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, 2009	\$1,837	\$1,837	N/A
July 1, 2003	June 30, 2009	\$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
March 2, 1993	30- day notice	Not specified	Unknown	City of Albuquerque and the County of Bernalillo
July 1, 2005	90-day notice	\$12,000,000	\$0	City of Albuquerque



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**JOINT POWERS AGREEMENTS**  
 June 30, 2009

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
Metropolitan Criminal Justice CCN 2003-0385	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Provides criminal justice services to deter, and prevent crime in the community
Rio Grande Swimming Pool CCN 76-0008	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Construction and maintenance of the Rio Grande Swimming Pool.
Middle Rio Grande Conservation CCN 200900656	City of Albuquerque/ Human Resources/ Insurance and the MRGCD	City of Albuquerque and the MRGCD	Employee health benefits program for eligible employees
Middle Rio Grande Conservation	City of Albuquerque and MRGCD	City of Albuquerque and the MRGCD	Operation and maintenance of the Alameda/Riverside Drain System.
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 200900657	City of Albuquerque/ Human Resources/ Insurance and SSCAFCA	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.
Town of Bernalillo Health and Dental CCN 200900658	City of Albuquerque/ Human Resources/ Insurance and the Town of Bernalillo	City of Albuquerque and the Town of Bernalillo	Employee health benefits program for eligible employees
Town of Cochiti Lake Health and Dental CCN 200900659	City of Albuquerque/ Human Resources/ Insurance and the Town of Cochiti Lake	City of Albuquerque and the Town of Cochiti Lake	Employee health benefits program for eligible employees
Town of Mountainair Health and Dental CCN 200900661	City of Albuquerque/ Human Resources/ Insurance and the Town of Mountainair	City of Albuquerque and the Town of Mountainair	Employee health benefits program for eligible employees
Unified Library System CCN 90-01328, 93-0516, 2003-0589 & 2006-0421	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Provide well-balanced collections of books and other media for residents

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
July 1, 2003	90-day notice	Not specified	Unknown	City of Albuquerque, County of Bernalillo, DFA, State Auditor
July 1, 1976	April 6, 2051	\$680,000	\$119,353	The County of Bernalillo
July 1, 2003	June 30, 2009	\$3,674	\$3,674	N/A
April 21, 1988	Ongoing	\$111,480 per annum	Unknown	N/A
April 20, 2000	September 30, 2011	\$1,425,000	50	City of Albuquerque
July 1, 2006	June 30, 2009	\$600	\$600	N/A
September 16, 1993	Silent	Not to exceed \$200,000	Unknown	N/A
July 1, 2003	June 30, 2009	\$1,837	\$1,837	N/A
July 1, 2006	June 30, 2009	\$600	\$600	N/A
July 1, 2006	June 30, 2009	\$1,837	\$1,837	N/A
April 29, 1991	Ongoing	Not specified	\$1,138,925	City of Albuquerque and the County of Bernalillo

**CITY OF ALBUQUERQUE, NEW MEXICO**

**JOINT POWERS AGREEMENTS**

June 30, 2009

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
Village of Bosque Farms Health and Dental CCN 200900662	City of Albuquerque/ Human Resources/ Insurance and the Village of Bosque Farms	City of Albuquerque and the Village of Bosque Farms	Employee health benefits program for eligible employees
Village of Corrales Health and Dental CCN 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 200900664	City of Albuquerque/ Human Resources/ Insurance and the Village of Cuba	City of Albuquerque and the Village of Cuba	Employee health benefits program for eligible employees
Village of Los Ranchos Health and Dental CCN 200900665	City of Albuquerque/ Human Resources/ Insurance and the Village of Los Ranchos	City of Albuquerque and the Village of Los Ranchos	Employee health benefits program for eligible employees
Village of San Ysidro Health and Dental CCN 200900666	City of Albuquerque/ Human Resources/ Insurance and the Village of San Ysidro	City of Albuquerque and the Village of San Ysidro	Employee health benefits program for eligible employees
Village of Tijeras Health and Dental CCN 200900668	City of Albuquerque/ Human Resources/ Insurance and the Village of Tijeras	City of Albuquerque and the Village of Tijeras	Employee health benefits program for eligible employees
Storm Water Analyzation CCN 08-110	Albuquerque-Bernalillo County Water Utility Authority and County of Bernalillo	Albuquerque-Bernalillo County Water Utility Authority and County of Bernalillo	Analyze storm water samples and provide results in electronic format
N.M. Department of Transportation	N.M. Department of Transportation and City of Albuquerque	N.M. Department of Transportation and City of Albuquerque	Bicycle/Pedestrian safety program
N.M. Department of Transportation	N.M. Department of Transportation and City of Albuquerque	N.M. Department of Transportation and City of Albuquerque	Expansion and Revision of Existing Fixed Route Transit Service
N.M. Department of Transportation	N.M. Department of Transportation and City of Albuquerque	N.M. Department of Transportation and City of Albuquerque	Promotion of RideSharing and Transportation Demand Management Activities
N.M. Department of Transportation	N.M. Department of Transportation and City of Albuquerque	N.M. Department of Transportation and City of Albuquerque	RideShare Program

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
July 1, 2003	June 30, 2009	\$1,837	\$1,837	N/A
July 1, 2003	June 30, 2009	\$1,837	\$1,837	N/A
July 1, 2003	June 30, 2009	\$1,837	\$1,837	N/A
July 1, 2003	June 30, 2009	\$1,837	\$1,837	N/A
July 1, 2006	June 30, 2009	\$600	\$600	N/A
July 1, 2003	June 30, 2009	\$1,837	\$1,837	N/A
March 11, 2008	June 30, 2009	\$16,000	Unknown	The County of Bernalillo
Unknown	By consent of parties	Not specified	\$31,880	N.M. Department of Transportation
March 3, 2009	September 30, 2009	\$750,000	\$27,747	N.M. Department of Transportation
April 7, 2008	6/30/2009 Extended by mutual agreement	\$782,011	\$762,327	N.M. Department of Transportation
November 9, 2008	June 30, 2009	\$805,000	\$365,946	N.M. Department of Transportation

**CITY OF ALBUQUERQUE, NEW MEXICO**

**JOINT POWERS AGREEMENTS**

June 30, 2009

<u>Joint Powers Agreement</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
Utility capital financing CCN 03-0673	City of Albuquerque, Albuquerque-Bernalillo County Water Utility Authority	City of Albuquerque, 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
Eminent domain powers CCN 2004-0692	City of Albuquerque, Albuquerque-Bernalillo County Water Utility Authority	City of Albuquerque, Albuquerque-Bernalillo County Water Utility Authority	City, County & Authority have right-of-way eminent domain powers
Bernalillo County CCN 2005-0117	City of Albuquerque, Bernalillo County	City of Albuquerque, Bernalillo County	Effectuate Admin. Efficiency of public buildings
Bernalillo County Meal Sites	City of Albuquerque, Bernalillo County	City of Albuquerque, Bernalillo County	Employees paid by the City to run various senior mealsites on behalf of Bernalillo County.

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
February 25, 2004	By consent of parties	Various	Unknown	City of Albuquerque
September 22, 2004	Indefinite	Not specified	Unknown	All Parties
April 12, 2005	Indefinite	Not specified	Unknown	Bernalillo County
July 1, 2005	June 30, 2010	In-Kind	50	Bernalillo County

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**EXIT CONFERENCE**  
**June 30, 2009**

An exit conference was held on September 20, 2010, and attended by the following:

**CITY Personnel:**

Ken Sanchez  
President, City Council

Lou Hoffman  
Director of Finance and Administrative Services

Carmen Kavelman  
Director of Internal Audit & Investigation

Stephanie Yara  
Acting Accounting Officer

Cilia Aglioloro  
Treasurer

Christopher Daniel  
Assistant Treasurer

Terry Suarez  
Grants Administrator

Jon Zaman  
Finance Officer, City Council

**Moss Adams, LLC Personnel:**

Chris Garner  
Senior Audit Manager

Amy Myer  
Audit Manager

**Office of the State Auditor Personnel:**

Carla Martinez  
Deputy State Auditor

Blanca Sena  
Audit Supervisor





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