

*Bernalillo County*

*New Mexico*

**Comprehensive  
Annual  
Financial  
Report**



*Fiscal Year Ended  
June 30, 2010*

**STATE OF NEW MEXICO  
COUNTY OF BERNALILLO**

**COMPREHENSIVE  
ANNUAL  
FINANCIAL  
REPORT  
Fiscal Year Ended June 30, 2010**

**COUNTY OF BERNALILLO GOVERNMENT  
Board of County Commissioners  
Thaddeus Lucero, County Manager  
Daniel J. Mayfield, Deputy County Manager for Budget and Finance**

**Prepared by:  
The Accounting Department**



# COUNTY OF BERNALILLO, NEW MEXICO

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**COUNTY OF BERNALILLO, NEW MEXICO**

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# County of Bernalillo

## State of New Mexico



### BOARD OF COUNTY COMMISSIONERS

**ART DE LA CRUZ**, CHAIR  
DISTRICT 2

**MAGGIE HART STEBBINS**, VICE CHAIR  
DISTRICT 3

**ALAN B. ARMIJO**, MEMBER  
DISTRICT 1

**MICHAEL C. WIENER**, MEMBER  
DISTRICT 4

**MICHAEL BRASHER**, MEMBER  
DISTRICT 5

**THADDEUS LUCERO**, COUNTY MANAGER

**KAREN L. MONTOYA**, ASSESSOR

**MAGGIE TOULOUSE OLIVER**, CLERK

**MERRI RUDD**, PROBATE JUDGE

**MANUEL GONZALES III**, SHERIFF

**PATRICK J. PADILLA**, TREASURER

**ONE CIVIC PLAZA N.W. 10th FLOOR**  
ALBUQUERQUE, NEW MEXICO 87102  
ADMINISTRATION 505-468-7000  
FAX 505-462-9813

November 12, 2010

Board of County Commissioners

Art De La Cruz, Chair

Maggie Hart Stebbins, Vice Chair

Alan B. Armijo, Member

Michael C. Wiener, Member

Michael Brasher, Member

One Civic Plaza, 10<sup>th</sup> Floor

Albuquerque, New Mexico 87102

Dear Commissioners:

County management hereby submits the Comprehensive Annual Financial Report (CAFR) of the County of Bernalillo (the County), New Mexico, for fiscal year ending June 30, 2010.

New Mexico State Statute 12-6-3, NMSA (1978) requires that an annual audit of a governmental unit's accounting records and Comprehensive Annual Financial Report be performed 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.

County management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal controls that were established for this purpose. Because the cost of internal controls 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 LLP, Certified Public Accountants, have issued the highest possible opinion, an unqualified opinion, on the County's comprehensive annual financial report for the fiscal year

ending June 30, 2010. The independent auditor's report is located at the front of the financial statements.

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

## **Profile of the County**

Bernalillo County, which encompasses the entire City of Albuquerque, is located in the central region of the state and is the economic and population hub of New Mexico. With an estimated population of 642,527 in 2009, Bernalillo County is the 94<sup>th</sup> most populous county of the nation's 3,141 counties. It comprises 32 percent of New Mexico's population and 75 percent of the Albuquerque Metropolitan Statistical Area (MSA) comprised of Bernalillo County and portions of Sandoval, Torrance and Valencia Counties.

The County provides sheriff and fire protection to county residents, highways and streets, sanitation, cultural and recreational services, public improvements, building, planning and zoning, and general administrative services. The County also operates the largest jail in the state with a bed count of over two thousand five hundred inmates. The County has a Commission-Manager form of government in which most of the day-to-day administrative duties are delegated to the County Manager. All legislative power within the County is vested in a five-member Board of Commissioners, each of whom are elected to four-year terms from single member districts, with a two-term limit. The executive functions are divided; the powers are shared by the Board and five elected County officials: the Treasurer, Assessor, Clerk, Probate Judge, and Sheriff.

The County maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board. The County's legal level of budgetary control is at the fund level, except for the Emergency Medical Services and Fire Districts funds, whose legal level of budgetary authority is at the program or district level. Appropriations within a fund may be adjusted under the authority of the County Manager or Deputy County Managers as long as total fund appropriations remain the same. Appropriation adjustments between funds require approval of the Board and the New Mexico State Department of Finance and Administration (DFA). The Local Government Division of DFA is the agency responsible for regulating the budgetary affairs of the County. Budget adjustments that do not require DFA approval are limited to transfers of budget between departments within a fund or transfers between line items within a department within a fund. State statutes prohibit the County from making expenditures in excess of the final approved budget at the fund level. The appropriated amounts reflected in the accompanying financial statements are at the function and activity level for the general fund and by object class for all other funds.

## **Local Economy**

Bernalillo County, with the City of Albuquerque (2009 population estimate of 528,497) making up 82 percent of its population, serves as a hub for commerce and industry in the Southwest. It

accounts for nearly half of all economic activity in New Mexico. In the 2010 Forbes List of “Best Places for Business and Careers,” Albuquerque placed 41<sup>st</sup> out of the 200 ranked metro areas in the country and was ranked 35<sup>th</sup> in the “Cost of Doing Business” category and 7<sup>th</sup> in the “Job Growth Expected” category.

Forecasts by the University of New Mexico’s Bureau of Business and Economic Research suggest the near-term outlook for the Albuquerque economy is a continuation of the nationwide recession for at least the next three quarters. Nonfarm employment growth is expected to decline 1.4 percent for the year but is projected to increase by 0.8 percent in 2011 and 1.8 percent in 2012. The unemployment rate in June 2010 was 8.6 percent—slightly lower than the national rate of 9.5 percent but still higher than the statewide rate of 8.2 percent. Forecasts indicate the unemployment rate will hover around 8 percent in the Albuquerque MSA through 2013 before declining to 7 percent by 2015.

FY 11 general fund budgeted appropriations of \$205,032,988 represent a 1.9 percent decrease from FY 10 levels. Property taxes are anticipated to make up 50 percent of general fund revenue in FY 11 and 12. Gross receipts taxes have declined 10 percent over the past two years as the local economy has been impacted by the recession. FY 11 gross receipts tax levels are expected to remain flat with modest growth of 1 percent budgeted for FY 12.

Even in these uncertain economic times, however, the County has been a conscientious steward of tax revenue by maintaining sufficient reserve funds and being conservative in revenue projections.

### **Long-Term Financial Planning**

The financial condition of the County is strong as reflected by the County’s bond ratings. The County’s 2010 General Obligation Bonds were rated “AAA” by both Fitch Ratings and Standard & Poor’s and rated “Aaa” by Moody’s Investors Service. The County continues its effort to incorporate comprehensive financial planning in its long-range vision in order to remain solvent during the current economic downturn. In addition to the 3/12<sup>th</sup> reserve requirement required by the State of New Mexico of \$65,240,072, the County’s long-term financial plan includes maintaining adequate reserves in the event of unforeseen contingencies.

### **Relevant Financial Policies**

Bernalillo County recently began its third biennial budget. Through the biennial budget process, approval is granted by the Board of County Commissioners for an appropriation of two fiscal years at once, with funding being available to departments one year at a time. Departments were provided a base budget and salary projections for each of the two years. Departments have the opportunity to evaluate their budgets prior to commencement of the second year. Any necessary changes will be presented to the Board of County Commissioners as adjustments to the base budget. The biennial budget process has encouraged a long-term view of financial planning and shifted the emphasis from the process itself to a more careful examination of resource allocation choices. FY 11 represents the first year of the current biennial budget cycle.

## **Major Initiatives**

Although the recession has caused a decrease in revenue, the County has continued efforts to improve its service delivery and make government more efficient and easier for citizens to access.

The County recently went paperless in its distribution of payroll checks. Employees now log on to the Human Resource Department's web portal to access pay stubs as well as update employee data. This process has increased the County's efficiency in this area by eliminating staff time spent distributing checks and unnecessary trips by offsite timekeepers.

In another move to enhance efficiency, the County is transitioning to a paperless system for generating legislative documents. The new system, MinuteTraq, allows legislative documents to be created, routed and approved online without the need for printing or in-person routing.

With passage of a recent state law allowing local governments to accept credit or electronic payment of tax bills, along with allowing the recovery of processing charges, the County has made it easier for citizens to pay their tax obligations. Where only cash or checks used to be accepted, the County is increasing its ability to allow taxpayers to pay online, by e-check, or with a debit or credit card. In FY 2010, over \$12 million in electronic payments were accepted, with that number expected to rise in FY 11 and 12. The County Clerk recently installed software that allows title companies the ability to electronically record titles and make payments online.

The Bernalillo County website ([www.bernco.gov](http://www.bernco.gov)) is undergoing a total redesign, scheduled to go live by December 2010, which will make it easier for users to utilize the site and provide greater information about the County's programs and services.

The County recently began renovating the previously-vacant former district courthouse building and has relocated several County departments to the building. These moves ultimately will save taxpayer resources as rent and operating costs of the previous department locations are eliminated.

Using Federal stimulus funds, the County has retrofitted several of its buildings with more energy efficient HVAC systems. In addition, the County has installed low-flow plumbing fixtures in the majority of County facilities and is replacing lighting systems with more energy efficient fluorescent lighting. Also, when a vehicle in the fleet need replacement, the County, where feasible, is replacing vehicles with smaller, more fuel efficient choices. These investments will save utility costs over the long term and provide more value for taxpayers.

## **Awards and Acknowledgements**

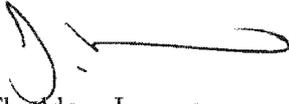
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its comprehensive annual financial report for the fiscal year ended June 30, 2009. This was the sixth consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized

comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and are submitting it to the GFOA to determine its eligibility for this prestigious recognition again this year.

The preparation of this report would not have been possible without the dedicated service of the entire Accounting Department staff of the Finance Division. We also would like to express our appreciation to County departments that assisted and contributed to the preparation of this report, especially the staff of the County Treasurer's Office. The Board of County Commissioners also is recognized and thanked for its stewardship in overseeing the financial operations of the County.

Sincerely,



Thaddeus Lucero  
County Manager



Daniel J. Mayfield  
Deputy County Manager for Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Bernalillo  
New Mexico

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2009

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.

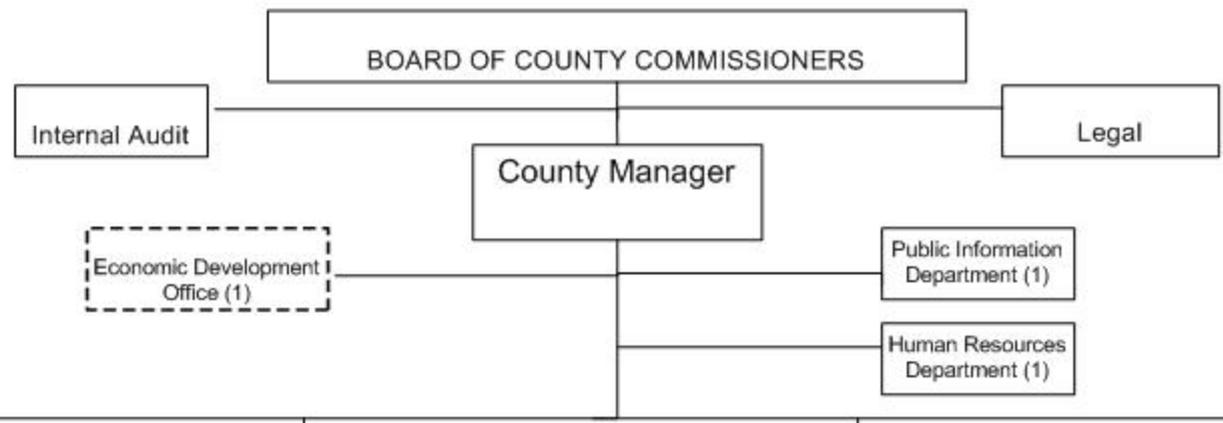


President

Executive Director

# Bernalillo County Organizational Chart

**ELECTED OFFICIALS**  
 Assessor  
 Clerk  
 Probate Judge  
 Sheriff  
 Treasurer

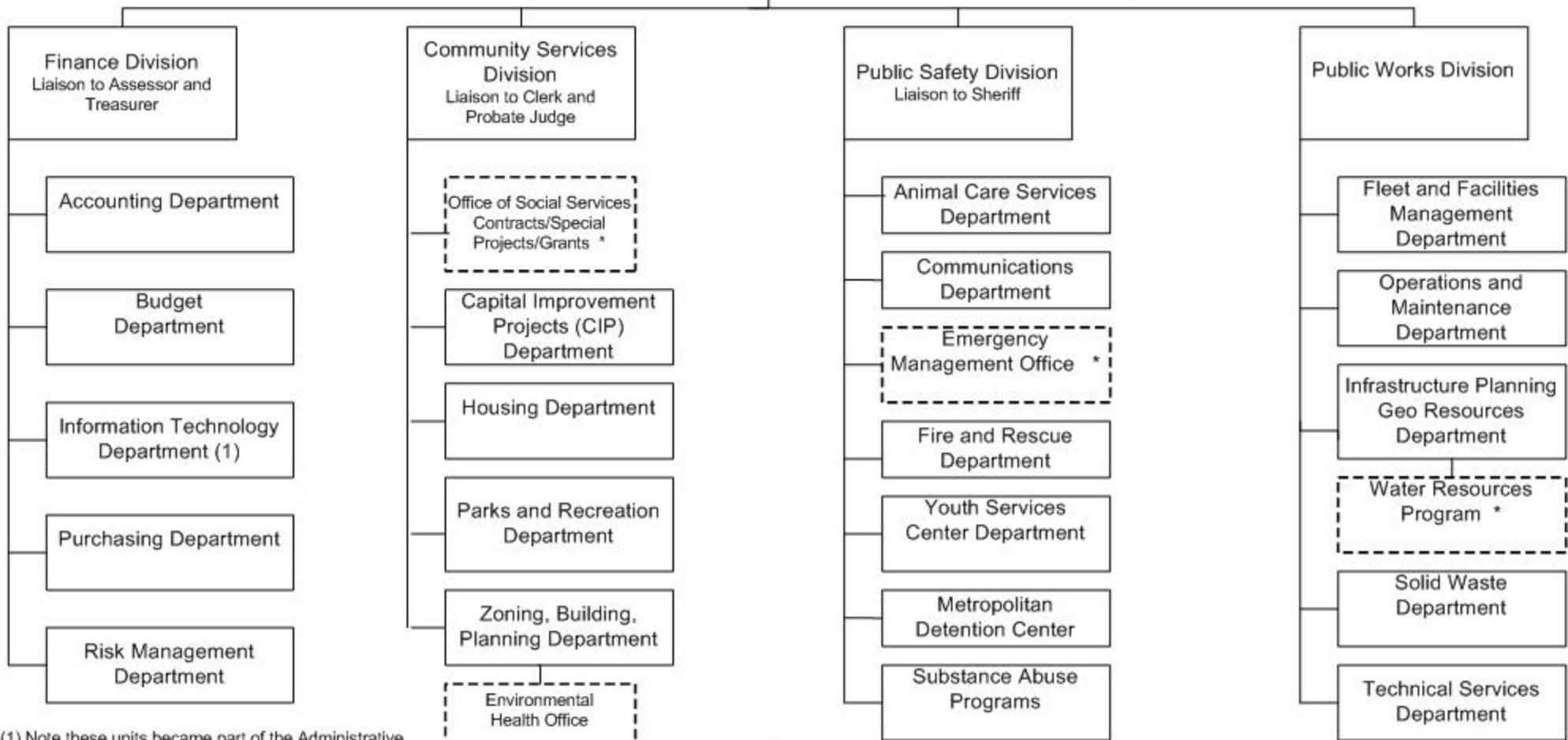


\* Organizational unit of county government reporting to assigned County Manager/Deputy County Manager/Director

Economic Development Office (1)

Public Information Department (1)

Human Resources Department (1)



(1) Note these units became part of the Administrative Services Division formed in August 2010

# COUNTY OF BERNALILLO

## PRINCIPAL OFFICIALS

June 30, 2010

### COUNTY COMMISSIONERS

Art De La Cruz, Chair	District 2
Maggie Hart Stebbins, Vice Chair	District 3
Alan B. Armijo, Member	District 1
Michael C. Wiener, Member	District 4
Michael Brasher, Member	District 5

### COUNTY ELECTED OFFICIALS

Karen L. Montoya	Assessor
Maggie Toulouse Oliver	Clerk
Merri Rudd	Probate Judge
Manuel Gonzales, III	Sheriff
Patrick J. Padilla	Treasurer

### COUNTY MANAGER

Thaddeus Lucero

### DEPUTY COUNTY MANAGERS

Daniel J. Mayfield, CGFM, Deputy County Manager for Budget and Finance  
Julie M. Baca, Deputy County Manager for Community Services  
John Dantis, Deputy County Manager for Public Safety  
Tom Zdunek, Deputy County Manager for Public Works  
Renetta Torres, Deputy County Manager for Administrative Services (effective August 2010)  
Tom Swisstack, Deputy County Manager for Public Safety (effective August 2010)

**COUNTY OF BERNALILLO, NEW MEXICO**  
**CONTRIBUTORS**  
**June 30, 2010**

Daniel J. Mayfield, CGFM  
Deputy County Manager for Budget and Finance

**Financial Reporting Personnel**

Jeff P. Lovato, MBA  
Accounting Director

Bonnie Ulibarri-Romero, CPA  
Financial Projects Coordinator

Kevin Sourisseau, CPA  
Financial Projects Coordinator

Anthony Infantino, MBA  
Financial Administrator

Trudy McGregor, CPA  
Financial Administrator

Nataliya Rubinchik, MSA  
Financial Administrator

Sueko Solosky  
Financial Services Administrator

Cindy Torres  
Accounting Officer

Leticia Carreon  
Accountant Senior

Virginia C. Montoya  
Accountant Senior

Victoria Herring  
Administrative Officer

**Treasurer's Office**

Fidel A. Bernal, CPA  
Chief Deputy Treasurer  
Emily Madrid  
Accounting Manager

**Public Information - Cover**

Marie E. Quintero  
Graphic Design Specialist

**Housing**

Ruth Lott  
Housing Administrator

**Fixed Assets Section**

**Budget Team**

## Independent Auditors' Report

Commission Chairman,  
Members of the County Commission  
Bernalillo County and  
Hector H. Balderas, State Auditor

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, the aggregate remaining fund information and the budgetary comparison of the general fund and regional correction center of Bernalillo County, New Mexico (County), as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental, non-major enterprise funds, internal service fund and the fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements and schedules and the respective budgetary comparison of each nonmajor fund as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the County'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 County'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, business type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Commission Chairman,  
Members of the County Commission  
Bernalillo County and  
Hector H. Balderas, State Auditor

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of each nonmajor governmental fund, nonmajor enterprise funds, internal service fund and fiduciary fund of the County, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended, in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the budget comparisons referred to above present fairly, in all material respects the respective budgetary comparisons for the year then ended in conformity with the cash basis of accounting and more fully described in Note III A, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2010 on our consideration of the County'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 *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 4 through 31 is not a required part of the basic financial statements but is supplementary information required by Generally Accepted Accounting Principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the basic financial statements and on the combining and individual fund financial statements, and the budgetary comparisons of the County. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the US Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The additional schedules listed as other supplementary information in the table of contents are presented for the purposes of additional analysis and are not a required part of

Commission Chairman,  
Members of the County Commission  
Bernalillo County and  
Hector H. Balderas, State Auditor

the basic 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 financial statements taken as a whole.

The introductory and the statistical sections have not been subjected to the auditing procedures applied in the audit of the basic and combining and individual fund financial statements and, accordingly, we express no opinion on them.

*Mess Adams LLP*

Albuquerque, New Mexico  
November 12, 2010

**COUNTY OF BERNALILLO NEW MEXICO**  
**Management's Discussion and Analysis**  
**June 30, 2010**

As management of the County of Bernalillo (County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented here in conjunction with additional information furnished in our letter of transmittal, which can be found on pages i-v of this report.

**Financial Highlights**

- The government-wide assets of the County exceed its liabilities as of June 30, 2010 by \$606,793,430, an increase of \$32,323,437 or a 5.6% increase. Of this amount, \$355,609,898 is invested in capital assets, net of related debt. Of the remaining balance, \$139,516,367 is restricted for specific purposes and \$111,667,165 is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.
- As of June 30, 2010, the County's governmental activities and business type activities have net assets of \$602,362,216 and \$4,431,214 respectively.
- The fund balance in the County's general fund increased from \$175,658,155 in FY09 to \$194,118,410 in FY10, an increase of \$18,460,255 or a 10.5% increase. Of this amount, \$65,240,072 or 33.6% of the general fund is for the DFA required reserve and \$45,632,530 or 23.5% is for subsequent years' expenditures.
- The County was able to maintain adequate reserves in the amount of \$65,240,072 as required by the State of New Mexico Department of Finance and Administration, Local Government Division – 3/12 of the General Fund Budget for FY11.
- The funds that account for the Regional Correction Center and the Bernalillo County Housing Authority are classified as governmental and proprietary major funds respectively and the TRAN Debt Service fund is now classified as non-major governmental fund as the County did not issue a TRAN in June 2010.
- During the year, the County sold \$10,750,000 of General Obligation Bonds, Series 2009A, which included \$3,500,000 for storm drains, \$2,500,000 for parks and recreation and \$4,750,000 for public safety. Also, the County issued \$15,105,000 of General Obligation Refunding Bonds, Series 2010, with an average interest rate of 3.16% to partially refund the County's outstanding General Obligation Bonds, Series 2001 and 2002. In addition, the County issued Gross Receipts Tax Revenue Bonds, taxable series 2009A, and Series 2010A, for \$9,000,000 respectively and issued \$1,650,000 of Gross Receipts Tax Revenue Refunding Bonds, Series 2010B, with an average interest rate of 3.368% to advance refund the Multifamily Housing Refunding and Improvement Revenue Bond, Series 1999.
- The County has \$487,249,187 in available bonding capacity or 82.18% of allowable bonding capacity per the New Mexico State Constitution (see page 166).

- The County property valuations increased 6.1% from \$13.97 billion in FY09 to \$14.82 billion in FY10 (see page 157).
- The County managed and expended \$24,322,558 in Federal Funds in FY10 (see page 175).
- The County's 2010 General Obligation Bonds were rated "AAA" by both Fitch Ratings and Standard & Poor's and rated "Aaa" by Moody's Investors Service. In addition, the County's 2010 Gross Receipts Tax Revenue Bonds were rated "AAA" by Standard & Poor's, "Aa2" by Moody's Investors Service and "AA+" by Fitch Ratings.
- In addition to its "AAA" bond rating, Standard and Poor's awarded Bernalillo County its highest rating – "STRONG" on its financial management assessment criteria. The County continues its effort to incorporate comprehensive financial planning in its long-range vision in order to remain solvent during the current economic downturn.

## Overview of the Financial Statements

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

**Government-wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. Revenues are recorded when earned and expenses recorded when a liability is incurred, regardless of the timing of related cash flows. For example, property taxes are recognized as revenues in the year in which they are levied. The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. The statement of activities presents information showing how the County's net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Both of the government-wide financial statements differentiate functions of the County 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 County include general government, public works, public safety, health and welfare, culture and recreation and interest on long-term debt. The business-type activities of the County include Solid Waste, Bernalillo County Housing Authority, Seybold Village Handicapped Project, Regional Juvenile Detention Center, and El Centro Familiar. The government-wide financial statements can be found on pages 32-33 of this report.

**Fund financial statement.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, 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 County can be divided into 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. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. For this purpose, the County considers revenues to be available if they are collected within 60 days of the current fiscal period. Such information may be useful in evaluating a government's near-term financing requirements. 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 County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

In addition to the General fund, the County maintains thirty-two other individual governmental funds of which seventeen are classified as Special Revenue funds, twelve are classified as Debt Service funds, and three are classified as Capital Projects funds. Information for the General fund, the Grants fund, the Regional Correction Center fund and the Capital Construction fund, all of which are considered to be major funds, are presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its General fund and Regional Correction Center fund. A budgetary comparison statement for the General fund and Regional Correction Center fund is presented on pages 38-40. In addition, the County adopts an annual budget for other non-major funds. A budgetary comparison statement is presented in the aggregate and individually for all those funds.

The basic governmental fund financial statements can be found on pages 34-40 of this report.

**Proprietary funds.** The County maintains two different 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 County uses enterprise funds to account for Solid Waste, Bernalillo County Housing Authority, Seybold Village Handicapped Project, Regional Juvenile Detention Center, and El Centro Familiar. An *Internal service fund* is used to account for operations that provide services to other departments or agencies of the County on a cost-reimbursement basis. The County's internal service fund is the Risk Management fund, which is used to account for its risk management activities. Because the services provided by the Risk Management fund predominantly benefit governmental rather than business-type functions, this fund is included within *governmental activities* in the government-wide financial statements. The basic proprietary fund financial statements can be found on pages 41-43 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary funds financial statements can be found on page 44 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the fund financial statements. The notes to the financial statements can be found on pages 46-77 of this report.

**Other information.** The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the Notes to the Financial Statements. Combining and individual fund statements and schedules can be found on pages 78-126 of this report.

### Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The County's governmental-wide net assets exceed liabilities by \$606,793,430 for the fiscal year ending June 30, 2010. By far the largest portion of the County's net assets (59 percent) reflects its investment in capital assets (e.g., infrastructure, land, buildings, machinery, and equipment) less any debt used to acquire those assets, which is still outstanding. In the prior year, the County's investment in capital assets was 62% of net assets. The County uses these capital assets to provide services to the citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

#### County of Bernalillo Net Assets

	Governmental Activities		Business-type Activities		Total	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<b>Assets:</b>						
Current and other assets	\$ 423,212,218	\$ 451,853,691	\$ 3,699,056	\$ 3,727,388	\$ 426,911,274	\$ 455,581,079
Capital assets	563,826,219	550,648,172	3,994,799	4,682,057	567,821,018	555,330,229
Total assets	<u>987,038,437</u>	<u>1,002,501,863</u>	<u>7,693,855</u>	<u>8,409,445</u>	<u>994,732,292</u>	<u>1,010,911,308</u>
<b>Liabilities:</b>						
Long-term liabilities	281,001,858	310,277,990	757,105	2,620,741	281,758,963	312,898,731
Other liabilities	103,674,363	122,112,025	2,505,536	1,430,559	106,179,899	123,542,584
Total liabilities	<u>384,676,221</u>	<u>432,390,015</u>	<u>3,262,641</u>	<u>4,051,300</u>	<u>387,938,862</u>	<u>436,441,315</u>
<b>Net Assets:</b>						
Invested in capital assets, net of related Debt	353,608,399	356,558,834	2,001,499	2,358,904	355,609,898	358,917,738
Restricted	139,516,367	127,980,308	-	-	139,516,367	127,980,308
Unrestricted	109,237,450	85,572,706	2,429,715	1,999,241	111,667,165	87,571,947
Total net assets	<u>\$ 602,362,216</u>	<u>\$ 570,111,848</u>	<u>\$ 4,431,214</u>	<u>\$ 4,358,145</u>	<u>\$ 606,793,430</u>	<u>\$ 574,469,993</u>

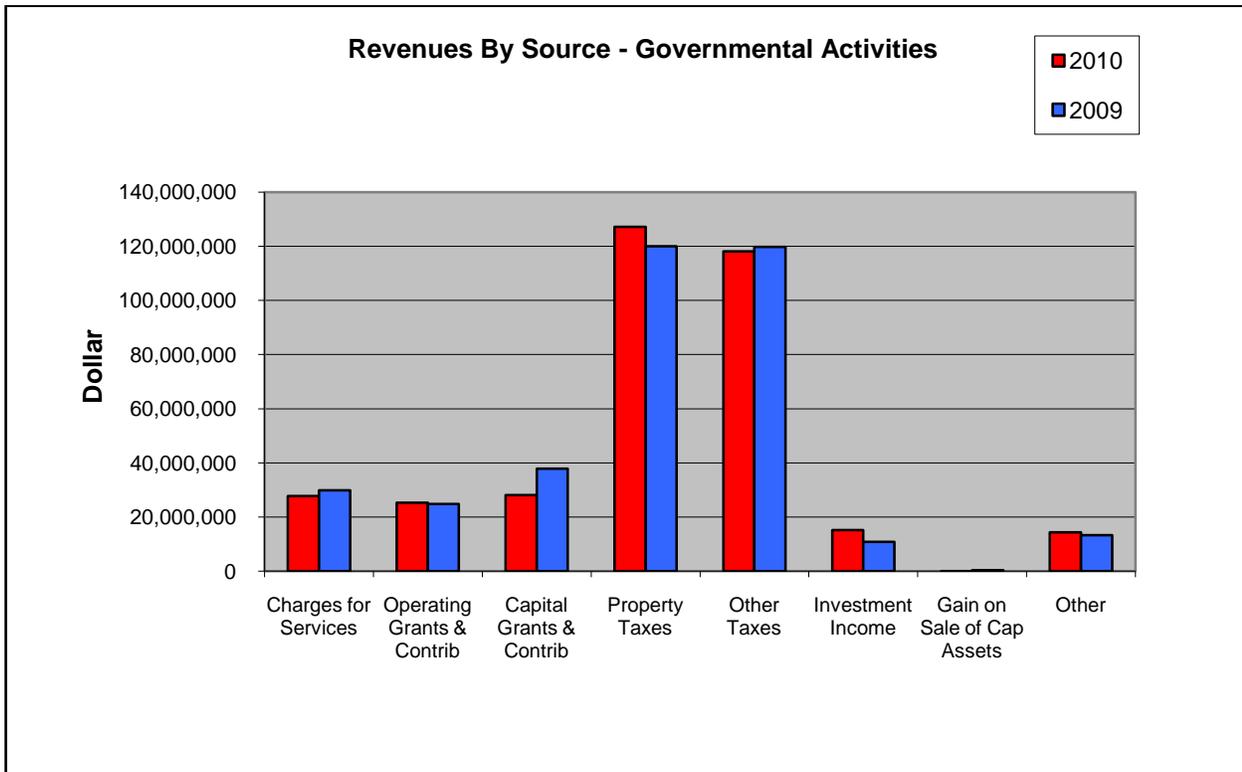
Restricted net assets in the amount of \$139,516,367 represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$111,667,165 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report positive balances in all three categories of net assets, and for the government as a whole, as well as for its separate governmental and business-type activities.

**Governmental activities.** Governmental activities during the year increased the County's net assets by \$32,250,368 in FY10 as compared to \$20,915,112 in FY09.

### County of Bernalillo's Changes in Net Assets

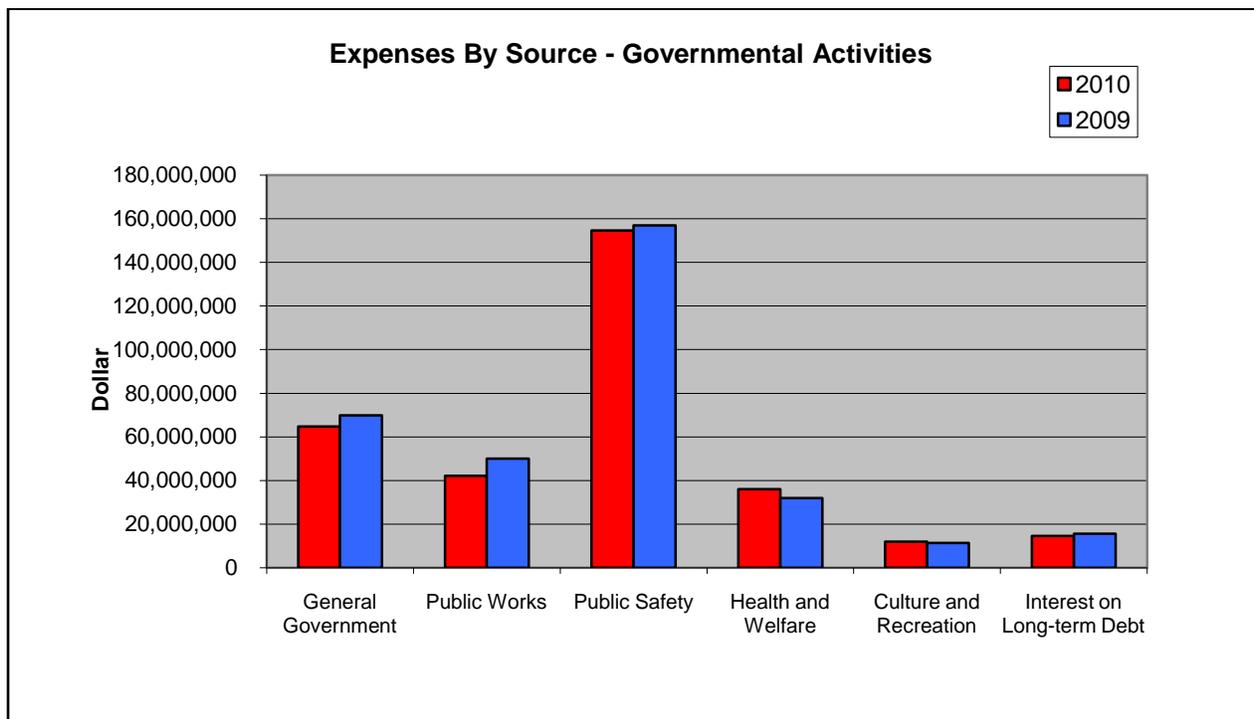
	Governmental Activities		Business-type Activities		Total	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Revenues:						
Program revenues:						
Charges for services	\$27,821,557	\$29,818,073	\$6,414,846	\$6,332,394	\$34,236,403	\$36,150,467
Operating grants and contributions	25,361,263	24,751,326	780,587	327,781	29,940,194	25,079,107
Capital grants and contributions	28,113,701	37,884,782	107,712	482,179	24,423,069	38,366,961
General revenues:						
Property taxes	127,201,067	120,069,963	-	-	127,201,067	120,069,963
Other taxes	118,157,209	119,743,475	-	-	118,157,209	119,743,475
Investment income	15,249,566	10,865,039	124,819	45,191	15,374,385	10,910,230
Gain on sale of capital assets	48,972	296,236	4,100	33,858	53,072	330,094
Other	14,375,434	13,317,702	614,416	712,172	14,989,850	14,029,874
Total revenues	<u>356,328,769</u>	<u>356,746,596</u>	<u>8,046,480</u>	<u>7,933,575</u>	<u>364,375,249</u>	<u>364,680,171</u>
Expenses:						
General government	64,791,762	69,898,098	-	-	64,791,762	69,898,098
Public works	42,122,694	50,092,431	-	-	42,122,694	50,092,431
Public safety	154,622,588	156,911,320	-	-	154,622,588	156,911,320
Health and welfare	36,053,345	31,911,866	-	-	36,053,345	31,911,866
Culture and recreation	11,957,736	11,426,758	-	-	11,957,736	11,426,758
Interest on long-term debt	14,530,276	15,591,011	-	-	14,530,276	15,591,011
Solid Waste	-	-	4,817,057	5,215,029	4,817,057	5,215,029
Housing Authority	-	-	1,083,960	1,576,798	1,083,959	1,576,798
Seybold Village	-	-	349,467	320,744	349,467	320,744
Juvenile Detention Center	-	-	1,084,886	960,180	1,084,886	960,180
El Centro Familiar	-	-	646,387	450,958	646,387	450,958
Total expenses	<u>324,078,401</u>	<u>335,831,484</u>	<u>7,981,757</u>	<u>8,523,709</u>	<u>332,060,158</u>	<u>344,355,193</u>
Increase (decrease) in net assets before transfers	32,250,368	20,915,112	64,723	(590,134)	32,315,091	20,324,978
Transfers in (out)	-	-	-	-	-	-
Capital contributions	-	-	8,346	-	8,346	-
Increase (decrease) in net assets	<u>32,250,368</u>	<u>20,915,112</u>	<u>73,069</u>	<u>(590,134)</u>	<u>32,323,437</u>	<u>20,324,978</u>
Net assets –beginning	570,111,848	549,196,736	4,358,145	4,948,279	574,469,993	554,145,015
Net assets – ending	<u>\$602,362,216</u>	<u>\$570,111,848</u>	<u>\$4,431,214</u>	<u>\$4,358,145</u>	<u>\$606,793,430</u>	<u>\$574,469,993</u>



Governmental Activities revenues decreased by \$418 thousand from \$356.7 million in FY09 to \$356.3 million in FY10, a decrease of 0.12%. Key elements in the decrease of governmental activities revenues are as follows:

- Program revenues charges for services decreased by \$2.0 million from \$29.8 million in FY09 to \$27.8 million in FY10, a 6.7% decrease. The majority of the decrease was attributed to \$913 thousand less in license and permit fees collected with construction permits down \$818 thousand and barricading permits down \$95 thousand. In addition, the decrease can also be attributed to \$312 thousand less in impact fees collected and \$589 thousand less in fees collected for housing inmates at the Regional Correctional Center. Also, \$391 thousand less in fees were collected at the Metropolitan Detention Center (MDC) for the state “feed and care of prisoners” program of \$124 thousand and for the community custody program (CCP) of \$267 thousand.
- Program revenues operating grants and contributions increased by \$610 thousand from \$24.8 million in FY09 to \$25.4 million in FY10, a 2.5% increase. A portion of the increase was attributed to \$300 thousand in donation revenue received from the University of New Mexico Hospital for the Department of Substance Abuse program and \$225 thousand in federal direct SAFER grant revenue received to fund fire fighters in support of transferring the Village of Los Ranchos fire service operation to Bernalillo County. In addition, in FY10 operating revenue for the High Intensity Drug Trafficking Area (HIDTA) increased by \$250 thousand and operating revenue for the Fire Districts increased by \$250 thousand.

- Program revenues capital grants and contributions decreased by \$9.8 million from \$37.9 million in FY09 to \$28.1 million in FY10, a 25.9% decrease. A significant portion of the decrease was attributed to a decrease of \$3.5 million in revenue received from the New Mexico Department of Economic Development for the Fidelity project at Mesa Del Sol as \$7.5 million was received in FY09 and only \$4.0 million was received in FY10. Also, in FY09 reimbursement revenue of \$1.6 million was received from the federal government to pay principle and interest on a state loan for construction projects that was not received in FY10 because the loan was paid off in FY09. In addition, there was a decrease in revenue for the South Valley Drinking Water Phase III project, the Edith Phase II project, the Amistad Youth Crisis Shelter project, and the South Valley Health project of \$5.7 million, \$4.4 million, \$1.3 million, and \$500 thousand respectively as the majority of these projects were completed in FY09. The decrease in revenue was offset by an increase in revenue in FY10 of \$5.6 million for the Eubank Road project and \$3.4 million for the South Valley Multi-Purpose Center project.
- General revenues property taxes increased \$7.1 million from \$120.1 million in FY09 to \$127.2 million in FY10, a 5.9% increase. The increase was attributed to an increase in the taxable valuation within the County of \$847 million from \$13.976 billion in FY09 to \$14.823 billion in FY10 and an increase in the County's operational residential mill levy from 6.184 to 6.340 per \$1,000 of assessed taxable value. The increase in revenue was slightly offset by a decrease in the current property tax collection rate from 95.39% in FY09 to 94.49% in FY10.
- General revenues other taxes decreased \$1.6 million from \$119.7 million in FY09 to \$118.1 million in FY10, a 1.3% decrease. The decrease was primarily attributed to a decrease of \$1.6 million in gross receipts tax revenue as a result of the continued decline in the state economy. In addition, there was an increase in motor vehicle tax revenue of \$200 thousand and a decrease in gasoline tax revenue of \$200 thousand.
- General revenues investment income increased \$4.4 million from \$10.9 million in FY09 to \$15.3 million in FY10, a 40.4% increase. The increase was primarily attributed to the market value of the County's investments at the end of FY10 versus the market value in FY09. In FY09 the market value of the County's investments decreased by \$2.8 million and in FY10 the value of investments increased by \$1.6 million for a net increase change of \$4.4 million. The net change is reflected in the mark to market entry made to investment income at the end of FY10.
- Other revenues increased \$1.1 million from \$13.3 million in FY09 to \$14.4 million in FY10, an 8.3% increase. The increase is primarily attributed to \$2.4 million recognized as miscellaneous revenue to capitalize non-cash donations of land, building, machinery and equipment, art, and infrastructure.

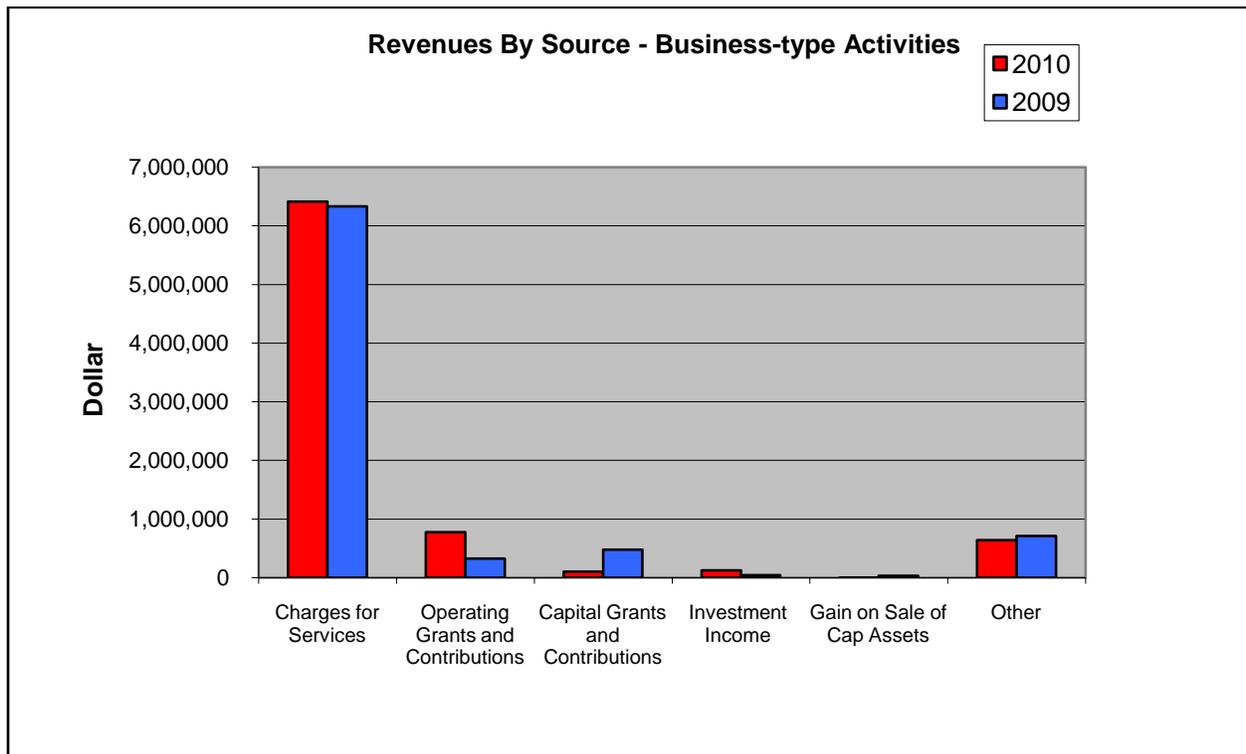


Governmental activities expenses decreased by \$11.7 million from \$335.8 million in FY09 to \$324.1 million in FY10, a decrease of 3.5%. Key elements in the decrease in governmental activities expenses are as follows:

- General government expenses decreased by \$5.1 million from \$69.9 million in FY09 to \$64.8 million in FY10, a 7.3% decrease. A portion of the decrease was attributed to a decrease of \$1.9 million in expenses incurred in FY10 to maintain the ERP financial system that was implemented in FY08 and was “go live” at the beginning of FY09. Also, there was a decrease of \$5.7 million in FY10 due to a decrease of \$2.2 million in compensated absences expenses and \$3.5 million in the reclassification of capital outlay for others expenses to general government expenses (in FY09 \$7.5 million in capital outlay for others expenses incurred for the Fidelity project at Mesa Del Sol and in FY10 \$4.0 million in capital outlay for others expenses incurred for the Fidelity project). In addition, the decrease was offset by an increase in FY10 of \$2.2 million for depreciation expense.
- Public works expenses decreased by \$8.0 million from \$50.1 million in FY09 to \$42.1 million in FY10, a 16.0% decrease. The decrease was attributed to less in capital outlay for others expenses in FY10 for the South Valley Drinking Water project and the North Valley Area I Phase II and J SAS project.
- Public safety expenses decreased by \$2.3 million from \$156.9 million in FY09 to \$154.6 million in FY10, a 1.5% decrease. The decrease was attributed to a decrease in compensated absences expenses of \$6.1 million and a decrease in depreciation expense of \$600 thousand. The decrease was offset by an increase of \$4.4 million in public safety grant expenses for E911 communications, High Intensity Drug Trafficking Area (HIDTA), and detoxification.

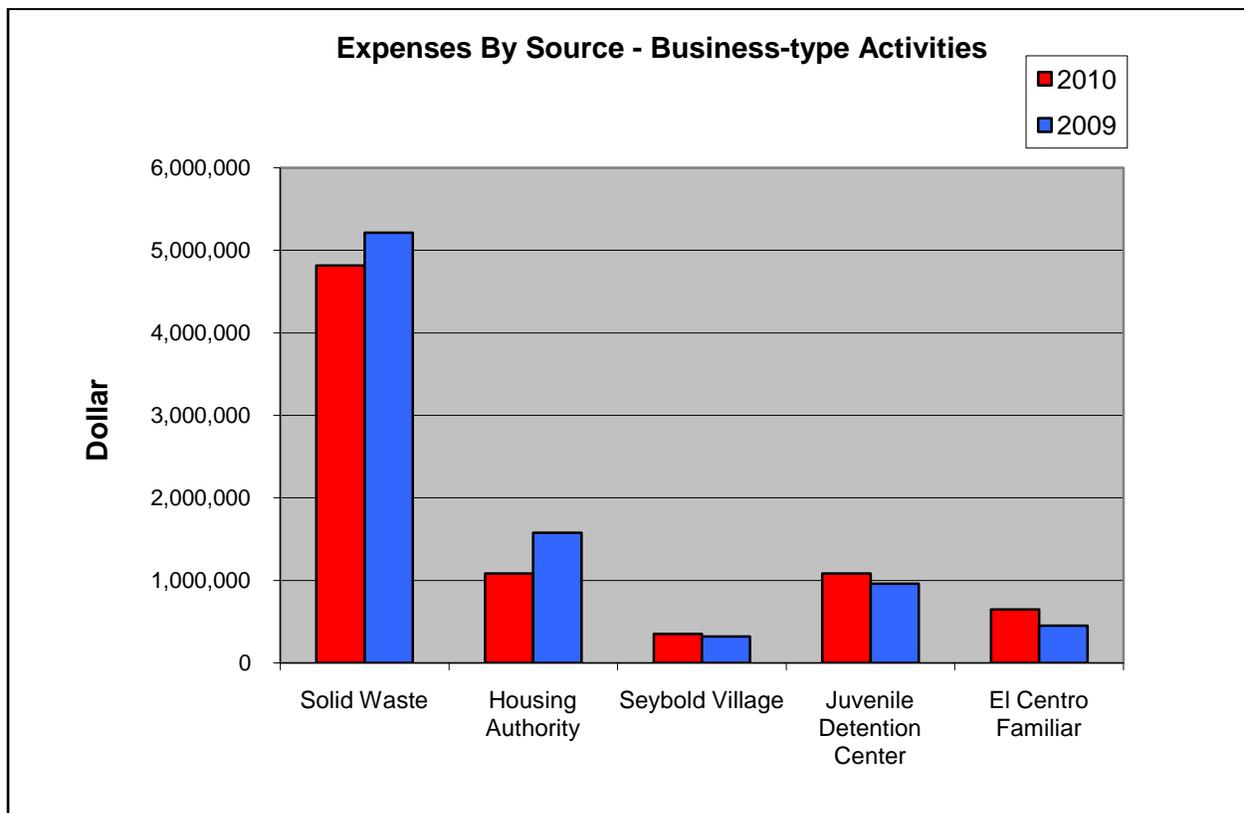
- Health and welfare expenses increased by \$4.1 million from \$31.9 million in FY09 to \$36.0 million in FY10, a 12.9% increase. The increase was primarily attributed to \$2.3 million in expenses incurred in the Health Care GRT fund for social services and \$1.5 million incurred in the County Indigent fund for indigent services.
- Interest on long-term debt expenses decreased by \$1.1 million from \$15.6 million in FY09 to \$14.5 million in FY10, a 7.1% decrease. The decrease was primarily attributed to a decrease in accrued interest payable recognized as expense at the end of FY10.

**Business-type activities.** Business-type activities net assets increased by \$73,069 during the current fiscal year. During the year, the Solid Waste fund, the Seybold Village Handicapped Project fund, and the El Centro Familiar fund had more program revenues than program expenses resulting in an increase in net assets of \$111,661, \$75,309, and \$78,322 respectively. The Bernalillo County Housing Authority fund and the Regional Juvenile Detention Center fund incurred losses of \$169,560 and \$22,663 respectively. These losses represent the degree to which ongoing program expenses have outstripped ongoing program revenues. Overall, the business-type activities experienced an \$822,968 operating loss (program revenues less expenses) before non-operating revenues of \$887,691 and capital contributions of \$8,346.



Business-type activities revenue increased from \$7.933 million in FY09 to \$8.046 million in FY10, a 1.4% increase. Key elements in the increase of business-type activities revenue are as follows:

- Revenue program charges for services increased from \$6.3 million in FY09 to \$6.4 million in FY10, a 1.6% increase. The increase was primarily attributed to \$123 thousand more in solid waste fee collections in FY10 than in FY09 and \$239 thousand more in rental revenue generated at the El Centro Familiar. This was offset by a decrease of \$283 thousand in administrative fees collected at the Housing Authority in FY10.
- Revenue program operating grants and contributions increased from \$327,781 in FY09 to \$780,587 in FY10, an increase of 138.1%. The majority of the increase was attributed to \$406 thousand in operating grant subsidy for the Housing Authority classified in the capital grants category in error in FY09 and classified correctly in this category in FY10. The amount of the subsidy in FY10 was \$451 thousand.
- Revenue program capital grants and contributions decreased from \$482,179 in FY09 to \$107,712 in FY10, a decrease of 77.7%. The decrease was primarily attributed \$406 thousand in operating grant subsidy for the Housing Authority classified in this category in error in FY09 and classified correctly in the operating grants and contributions category in FY10. In addition, the Seybold Village Handicapped Project HUD-PHA capital grant increased by \$32 thousand in FY10.
- General revenues investment income increased from \$45,191 in FY09 to \$124,819 in FY10, an increase of 176.2%. The increase was primarily attributed to an increase of \$112 thousand in investment income recognized in the El Centro Familiar based on amounts held in restricted investments from money received from rental income by tenants to help pay the debt owed on the 1999 Refunding Bond which was refunded in June 2010. The increase was offset by a decrease of \$31 thousand in investment income earned in the Housing Authority in FY10.
- Gain on sale of capital assets decreased from \$33,858 in FY09 to \$4,100 in FY10, a decrease of 87.9%. The decrease was attributed to a lower gain realized in the Housing Authority for the sale of lease to purchase program homes in FY10 than in FY09.
- Other revenues decreased from \$712,172 in FY09 to \$614,416 in FY10, a decrease of 13.7%. The decrease was primarily attributed to \$313 thousand less in “rent forfeited by tenants” revenue recognized as miscellaneous revenue for tenants who fail to meet program requirements in the Housing Authority. In addition, the decrease was offset by an increase of \$145 in miscellaneous revenue recognized in the Seybold Village Handicapped Project in FY10.



Business-type activities expenses decreased from \$8.524 million in FY09 to \$7.982 million in FY10, a 6.4% decrease. Key elements in the decrease are as follows:

- Solid Waste expenses decreased from \$5.2 million in FY09 to \$4.8 million in FY10, a 7.7% decrease. A significant portion of the decrease was attributed to a decrease of \$280 thousand in salaries and wages as some administrative salaries were paid by the General fund and the Environmental Services GRT fund in FY10. In addition, fees paid to Waste Management to bill and collect for solid waste services decreased by \$45 thousand, depreciation expense decreased by \$44 thousand and other charges and services decreased by \$42 thousand.
- Housing Authority expenses decreased from \$1.6 million in FY09 to \$1.1 million in FY10, a 31.3% decrease. A significant portion of the decrease was attributed to a decrease of \$500 thousand in other services and charges for building repairs for home rehabilitation project expenses of \$100 thousand, for occupancy miscellaneous operating expenses of \$301 thousand and for other miscellaneous expenses of \$90 thousand. In addition, the decrease can also be attributed to a decrease of \$35 thousand in depreciation expense and a decrease of \$10 thousand in materials and supply expenses.
- Seybold Village expenses increased from \$321 thousand in FY09 to \$349 thousand in FY10, an 8.7% increase. The increase was primarily attributed to an increase in salaries and wages expense in FY10.
- Juvenile Detention Center expenses increased from \$960 thousand in FY09 to \$1.1 million in FY10, a 14.6% increase. The increase was primarily attributed to an increase of \$98 thousand in

contractual services and an increase of \$32 thousand in multiline insurance and resident care services.

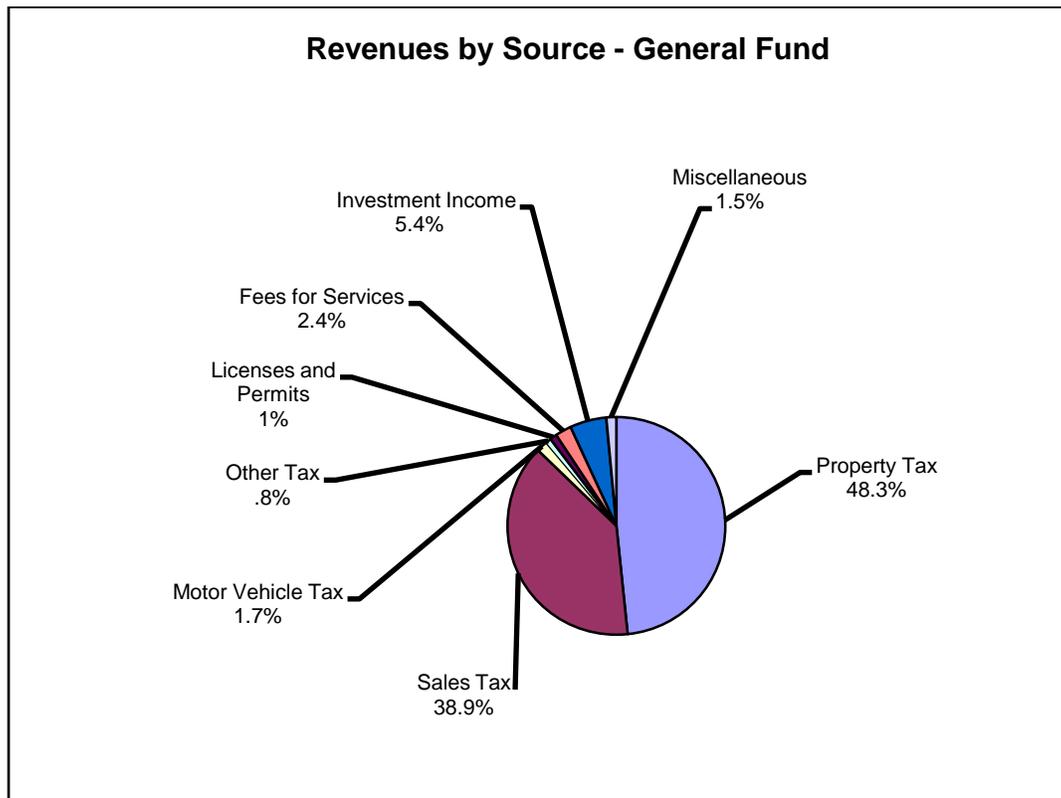
- El Centro Familiar expenses increased from \$451 thousand in FY09 to \$646 thousand in FY10, a 43.2% increase. The increase was primarily attributed to an increase of \$110 thousand in salaries and wages and an increase of \$94 thousand in other services and charges.

### Financial Analysis of the County's Funds

**Governmental Funds.** The focus of the County's governmental funds is to provide information on near-term inflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$373,371,031, an increase of \$25.1 million. Approximately 71.3% of this total, \$266,391,461 constitutes unreserved fund balance, which is available for spending at the County's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed: 1) to DFA 3/12 reserve requirement \$65,240,072, 2) \$20,451,583 in encumbrances to liquidate contracts and purchase orders of the prior period, 3) \$18,926,125 to pay debt service, and 4) \$2,361,790 for a variety of other restricted purposes.

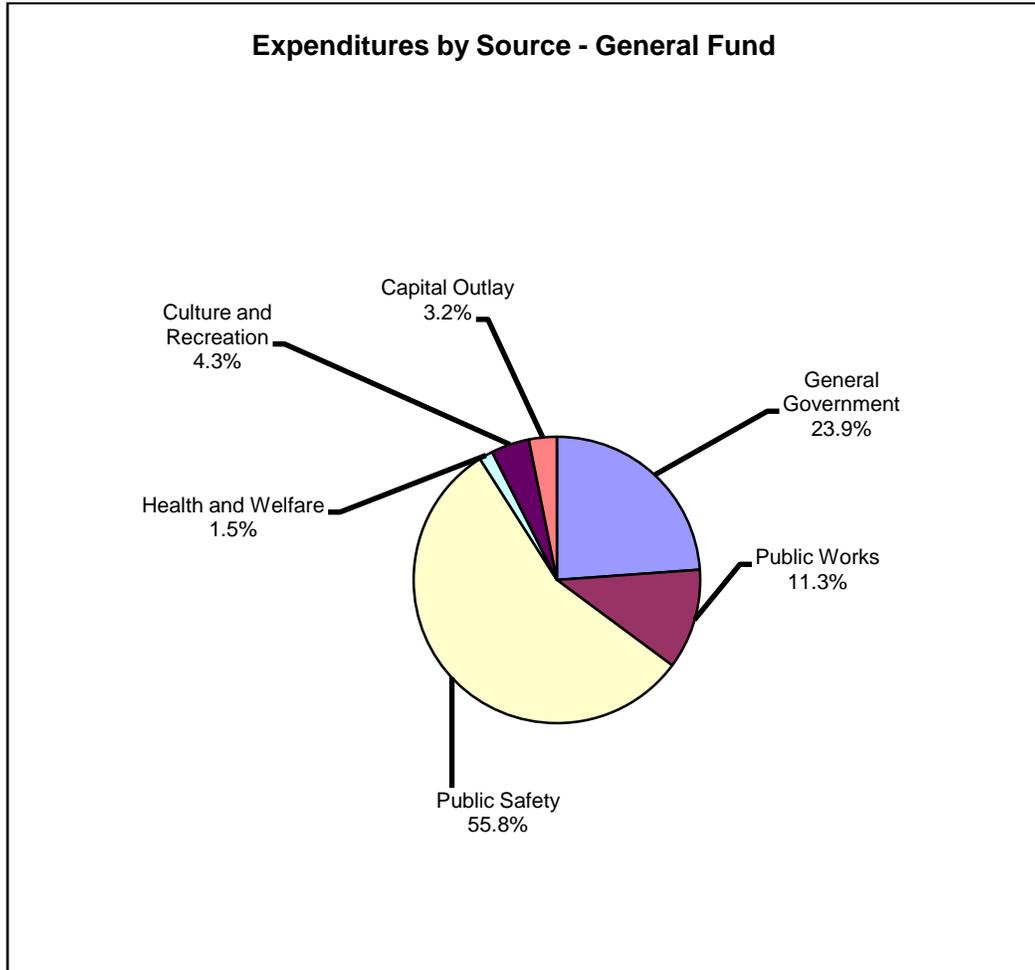
**General Fund.** The County's general fund balance increased \$18,460,255 during the current fiscal year. Key factors in this growth are based on the increase in local taxes and investment income from the previous year combined with less than expected incurred expenditures during the year.



General Fund revenues increased \$2.8 million from \$226.4 million in FY09 to \$229.2 million in FY10, an increase of 1.2%. Key elements in the growth of General Fund revenues are as follows:

- Property tax revenue increased by \$6.1 million or 5.8% from \$104.7 million in FY09 to \$110.8 million in FY10. The increase was attributed to an increase in the taxable valuation within the County of \$847 million from \$13.976 billion in FY09 to \$14.823 billion in FY10 and an increase in the County's operational residential mill levy from 6.184 to 6.340 per \$1,000 of assessed taxable value. The increase in revenue was slightly offset by a decrease in the current property tax collection rate from 95.39% in FY09 to 94.49% in FY10.
- Gross receipts tax revenue (GRT) decreased by \$2.6 million from \$91.7 million in FY09 to \$89.1 million in FY10, a 2.8% decrease. The decrease was attributed to a decline in the state economy. As was the case for the state, the County slipped into a recession in FY09 and it continued well into FY10. This is reflected by an overall decrease of 3.6% in taxable gross receipts reported by the state for Bernalillo County during the year from \$30.8 billion in FY09 to \$29.7 billion in FY10.
- Licenses and permits revenue decreased by \$827 thousand from \$3.2 million in FY09 to \$2.4 million in FY10, a 25.8% decrease. The decrease was primarily attributed to a decrease of \$819 thousand in construction permits in FY10.
- Investment income revenue increased by \$4.2 million from \$8.2 million in FY09 to \$12.4 million in FY10, an increase of 51.2%. The increase was primarily attributed to the market value of the County's investments at the end of FY10 versus the market value in FY09. In FY09 the market value of the County's investments decreased by \$2.8 million and in FY10 the value of investments increased by \$1.6 million for a net increase change of \$4.4 million. The net change is reflected in the mark to market entry made to investment income at the end of FY10.
- Miscellaneous revenue decreased by \$3.5 million from \$6.9 million in FY09 to \$3.4 million in FY10, a decrease of 50.7%. The decrease was primarily attributed \$1.7 "due from" the Housing Department and reported in the miscellaneous revenue category in FY09 and 1.7 million "due from" the Housing Department and reported in the cash category in FY10.

General Fund expenditures decreased \$2.4 million from \$206.9 million in FY09 to \$204.5 million in FY10, a 1.2% decrease. Key elements in the decrease in General Fund expenditures are as follows:



- General government expenditures decreased by \$842 thousand from \$49.6 million in FY09 to \$48.8 million in FY10, a 1.7% decrease. The decrease was primarily attributed to a decrease of \$1.7 million in Bureau of Election expenditures in FY10 as additional expenditures were incurred in FY09 as a result of a major general election.
- Capital outlay expenditures decreased by \$2.5 million from \$8.5 million in FY09 to \$6.0 million in FY10, a decrease of 29.4%. The decrease was primarily attributed to decrease of \$1.5 million in expenditures for vehicles and heavy equipment vehicles in FY10. In addition, expenditures for the Downtown Public Safety Complex Renovation Project decreased by \$1.0 million in FY10 as the majority of the renovations of the facility were completed in FY09.

**Grants Fund.** The Grants Fund accounts for various federal, state and other grant funding sources received by the County. The grants are restricted to specific purposes as agreed to between the County and the funding source as enumerated in the grant agreement/contract. Grants related to the County's Housing Department are accounted for in the Housing Funds.

In FY09 the County, as part of its ERP implementation, consolidated its grant funds into one fund which is now designated as a major fund on its financial statements.

The Grants Fund balance decreased \$44,535 during the current fiscal year. The fund balance decrease was attributed to a transfer of \$44,535, designated as "donations", to the General Fund.

Grants Fund revenues increased \$4.1 million from \$37.3 million in FY09 to \$41.4 million in FY10, an increase of 11.0%. Key elements in the growth of the Grants Fund revenues are as follows:

- Intergovernmental revenues increased \$4.1 million from \$37.3 million in FY09 to \$41.4 million in FY10, an increase of 11.0%. The increase was primarily attributed to an increase in legislative appropriation capital grant revenue reimbursements and state direct grant revenue reimbursements of \$2.9 million and \$2.6 million respectively.

Grants Fund expenditures increased \$4.2 million from \$37.2 million in FY09 to \$41.4 million in FY10, an increase of 11.29%. Key elements in the growth of the Grants Fund expenditures are as follows:

- Public safety expenditures increased \$4.4 million from \$10.0 million in FY09 to \$14.4 million in FY10, an increase of 44.0%. This increase was primarily attributed to an increase of \$2.8 million in expenditures for the E911 Communications grant, an increase of \$474 thousand in expenditures for the Sheriff's miscellaneous grants, and an increase of \$155 thousand in expenditures for the detoxification grant.
- Capital outlay expenditures increased \$6.5 million from \$12.8 million in FY09 to \$19.3 million in FY10, an increase of 50.8%. The increase was attributed to an increase in grant expenditures of \$5.4 million for the Eubank Road project and \$3.4 million in grant expenditures for the South Valley Multi-Purpose project. The increases were offset by decreases in grant expenditures for the Edith Phase II project and the Amistad Youth Crisis Shelter project of \$2.1 million and \$1.3 million respectively, with the majority of work completed in FY09.
- Capital outlay-other entities expenditures decreased \$6.2 million from \$12.7 million in FY09 to \$6.5 million in FY10, a decrease of 48.8%. The decrease was primarily attributed to a \$3.5 million decrease in expenditures for the Fidelity project at Mesa Del Sol of 7.5 million in FY09 to \$4.0 million in FY10. In addition, the decrease is attributed to a \$4.2 million decrease in expenditures in FY10 for the Edith Phase II project and for the North Valley Area I Phase II and J SAS project of \$1.9 million and \$2.3 million respectively.

**Regional Correction Center Fund.** The Regional Correction Center is used to account for monies received from the U.S. Marshall Service, the Justice Prisoner & Alien Transportation System (JPATS), and the Federal Bureau of Prisons through a Cooperative Agreement Program and Intergovernmental Agreement for the lease of the County owned jail facility under the authority of Section 33-3-27 NMSA, 1978.

The Regional Correction Center Fund balance increased \$1,771,542 during the current fiscal year. The increase was attributed to rental revenue received from Cornell Companies for the lease of the facility. Both revenues and expenditures decreased from FY09 to FY10 and were attributed to a decrease of inmates housed at the facility in FY10 versus FY09.

**Construction Fund.** The Construction Fund accounts for various construction projects related to road projects, storm sewer systems, acquiring of library books and library resources, remodeling required by the Americans with Disabilities Act, acquisition of land for expanding parks and recreational facilities, constructing and equipping sheriff's sub-stations, improvement of facilities for the County Public Health Department, and other projects. Financing for these projects is provided by general obligation bonds, gross receipts tax revenue bonds and earnings from the investment of those monies.

In FY09 the County, as part of its ERP implementation, consolidated a majority of its capital construction funds into one fund which is now designated as a major fund on its financial statements.

The Construction Fund balance increased \$6,268,527 in the current fiscal year. The increase was attributed to the County's sale of \$10,750,000 of General Obligation Bonds, Series 2009A, in December 2009. This included \$3,500,000 for storm drains, \$2,500,000 for parks and recreation and \$4,750,000 for public safety. In addition, the County issued \$9,000,000 of Gross Receipts Tax Revenue Bonds, taxable Series 2009A, in August 2009 to appropriate funds to provide economic assistance to Solar Array Ventures for a portion of the cost of land acquisition, constructing and equipping a building at the Cordero Mesa Business Park. Also, during the year, expenditures exceeded revenues by \$9.9 million and cash transfers out of \$3.8 million occurred.

Construction Fund revenues decreased \$9.2 million from \$12.8 million in FY09 to \$3.6 million in FY10, a decrease of 71.9%. Key elements in the decline of Construction Fund revenues are as follows:

- Intergovernmental revenues decreased \$9.7 million from \$11.4 million in FY09 to \$1.7 million in FY 10, a decrease of 85.1%. The majority of the decrease is attributed to a decrease in reimbursable contract revenue of \$7.2 million from the Albuquerque Bernalillo County Utility Authority for reimbursements on costs related to County water projects. In addition, revenue of \$1.6 million received from the federal government in FY09 to pay principal and interest on a loan from the state was not received in FY10 because the loan was paid off in FY09.

Construction Fund expenditures decreased \$9.5 million from \$23.0 million in FY09 to \$13.5 million in FY10, a decrease of 41.3%. Key elements in the decline of Construction Fund expenditures are as follows:

- Capital outlay expenditures decreased \$1.9 million from \$9.8 million in FY09 to \$7.9 million in FY10, a decrease of 19.4%. The majority of the decrease was attributed to a decrease in expenditures of \$1.8 million for the Edith Phase II project completed in FY09.

- Capital outlay-other entities expenditures decreased \$5.1 million from \$10.0 million in FY09 to \$4.9 million in FY10, a decrease of 51.0%. The decrease was primarily attributed to a decrease in expenditures of \$6.2 million in FY10 for the South Valley Dinking Water Phase III project completed in FY09.
- Debt service principal and interest expenditures decreased \$1.6 million from \$1.6 million in FY09 to zero in FY10. The decreased was attributed to \$1.6 million principal and interest payment made to pay off a state loan in FY09.

Additional comparison of General, Special Revenue, and Debt Service Fund revenue and expenditures of prior years can be found in the statistical section of this report.

**Special Revenue funds.** As of the end of fiscal year 2010, the County's Special Revenue funds reported combined ending fund balances of \$34,485,722, an increase of \$1,991,630. Of the fund balance, \$11,484 is reserved for inventory, \$1,576,033 is reserved for encumbrances, and the remaining fund balance of \$32,898,205 is unreserved undesignated. Key elements in the growth of the total special revenue fund balance are as follows:

- A significant portion of the increase was attributed to a \$1.8 million increase in the fund balance of the Valuation Fund from \$7.2 million in FY09 to \$9.0 million in FY10, a 25.0% increase. In FY10, this fund generated \$5.4 million in revenues and expenditures of \$3.6 million.
- An additional portion of the increase was attributed to the addition in FY10 of the new Department of Substance Abuse special revenue fund. In FY10, this fund generated \$1.3 million in revenues, \$960 thousand in expenditures and other financing sources of \$184 thousand for an ending fund balance of \$481 thousand.
- The increase was offset by a decrease of \$759 thousand in the Health Care GRT Fund balance from \$16.4 million in FY09 to \$15.6 million in FY10, a decrease of 4.6%. The decrease was a result of \$1.2 million in other financing uses applied to debt service payments for the 2009 GRT Revenue Bond. In addition, revenues exceeded expenditures by \$441 thousand in FY10.

**Debt Service funds.** As of the end of fiscal year 2010, the County's Debt Service funds reported combined ending fund balances of \$18,926,125, a decrease of \$2,144,470. All of the fund balance was reserved to pay debt service. Key elements of the decrease in the total fund balance are as follows:

- The decrease was attributed to a decrease of \$4.9 million in the Refunding Series 2005 Reserve Debt Service Fund as the fund was closed in FY10 due to the related bonds being paid off in FY10.
- The decrease was offset by an increase of \$1,650,000 which was attributed to the addition of the Series 2010B Debt Service Fund as a result to the advance refunding of the Multifamily Housing Refunding and Improvement Revenue Bond, Series 1999. In addition, there was an increase in the General Obligation Bond Debt Service Fund, the Series 1996B Debt Service

Fund, and the Refunding Series 1998 Debt Service Fund in the amount of \$776,283, \$343,435, and \$280,717 respectively.

**Capital Projects funds.** As of the end of fiscal year 2010, the County's Capital Project funds reported combined ending fund balances of \$16,381,676, a decrease of \$1,212,248. During the year, as capital projects are completed, the cost of the projects are reclassified as capital assets and removed from the capital project fund. Of the fund balance, \$206,470 is reserved for encumbrances and the remaining fund balance of \$16,175,206 is unreserved undesignated. Key elements of the decrease in the total fund balance are as follows:

- The majority of the decrease was attributed to a decrease of \$971 thousand in the Open Space Fund from \$11.4 million in FY09 to \$10.4 million in FY10, an 8.5% decrease. The majority of the decrease was in large part due to property tax revenue of \$1.4 million and capital outlay expenditures of \$1.7 million. There were also operating expenditures of \$224 thousand in the culture and recreation category and \$436 thousand in the public works category.
- The remainder of the decrease was attributed to a decrease of \$241 thousand in the Impact Fee Fund balance as expenditures exceeded impact fee revenue and interest income in FY10.

**Proprietary funds.** The County proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Other factors concerning the finances of these funds have been discussed in the business-type activities section of the MD&A.

#### **Budgetary Highlights Original Budget – Final Budget Comparison.**

**General Fund.** General fund total original budgeted revenues increased \$662,500 or by 0.3% from \$221.1 million to \$221.7 million (final). General fund total original budgeted expenditures decreased \$69,251 or by 0.03% from \$265.0 million to \$264.9 million (final). Significant changes between the original budget and the final amended budget are summarized as follows:

- The fees for services original revenue budget increased \$2.1 million from \$4.6 million to \$6.7 million. The increase was primarily attributed to a line item transfer of \$1.8 million to move budget from the miscellaneous income category to this category which was a correction to a cost center and the general ledger account. Also, additional budget of \$300 thousand was established for Waste Disposal/Recycling fees.
- The miscellaneous income original revenue budget decreased \$1.5 million from \$5.3 million to \$3.8 million. The decrease was primarily attributed to a line item transfer of \$1.8 million to move budget from this category to fees for services category which was a correction to a cost center and the general ledger account. The decrease was offset by an increase of \$345 thousand to establish general revenue budget for the Fire and Rescue Department.
- The general county original expenditure budget decreased \$3.5 million from \$45.1 million to \$41.6 million. The decrease was primarily attributed to a \$3.9 million line item transfer to the

capital outlay category for capital outlay costs related to the Cordero MESA Bus Parking project, the 620 Lomas Building Remodel project, the Juvenile Justice Improvement project, and for the purchase of a pumper/ladder.

- The fleet-facilities management original expenditure budget decreased by \$2.3 million from \$16.1 million to \$13.8 million. A majority of the decrease was attributed to a \$1.4 million line item transfer to the general county category to realign the payroll budget originally loaded incorrectly from the payroll system (Empath). In addition, a line item transfer of \$460 thousand was made to the capital outlay category for the Mobil Asset Management project and the City/Fiber project. Also, a line item transfer of \$350 was made to the general county category as a result of vehicle fuel savings.
- The social services original expenditure budget increased by \$445 thousand from \$953 thousand to \$1.4 million. The increase was attributed to line item transfers from the general county category for social services programs.
- The capital outlay original expenditure budget increased by \$4.9 million from \$9.6 million to \$14.5 million. The increase was attributed to the establishment of \$6.9 million in projects resulting in \$1.1 million for Sheriff's Fleet Replacement purchases, \$1.1 million for the Cordero MESA Bus Parking project, \$882 thousand for General Replacement purchases, \$740 thousand for the purchase of an Engine/Ladder, \$650 thousand for the Juvenile Justice Improvement project, \$600 thousand for the 415 Tijeras Sheriff's Training Facility Renovation project, \$600 thousand for the 620 Lomas Building Remodel project, \$528 thousand for IT Hardware and Software purchases, \$399 thousand to replace the HVAC system at the Atrium North Bldg., \$363 thousand for the Public Works Campus Security Improvement project, \$262 thousand for the purchase of busses for community centers, and for other various County projects. In addition, direct asset purchases budget decreased by \$2.0 million due to reclassification to the projects detailed above.

**Grants Fund.** An original and final budget is not presented for this fund as this is a life-to-date fund and the County does not adopt an annual operating budget during the current fiscal year.

**Regional Correction Center Fund.** Regional Correction Center fund total original budgeted revenues increased \$1.4 million or by 12.0% from \$11.7 million to \$13.1 million (final). Regional Correction Center fund total original budgeted expenditures increased \$1.4 million or by 11.7% from \$11.8 million to \$13.2 million (final). Significant changes between the original budget and the final amended budget are summarized as follows:

- The fees for services original revenue budget increased by \$1.4 million from \$10.0 million to \$11.4 million. The increase was attributed to \$1.4 million budget adjustment to increase the revenue budget in this category in anticipation of additional revenue in FY10 for housing inmates at the regional correction facility.
- The public safety original expenditure budget increased by \$1.4 million from \$11.8 million to \$13.2 million. The increase was attributed to \$1.4 million budget adjustment to increase the expenditure budget in anticipation of additional expenditures in FY10 for housing inmates at the regional correction facility.

**Construction Fund.** An original and final budget is not presented for this fund as this is a life-to-date fund and the County does not adopt an annual operating budget during the current fiscal year.

### **Budgetary Highlights – Budget to Actual**

**General Fund.** General Fund revenues exceeded budgetary estimates by \$3,876,995 or by 1.7%. General Fund expenditures were less than budgetary estimates by \$59,761,145 or by 22.6% thus eliminating the need to draw upon existing fund balance. During the year the County incurred an excess of revenues over expenditures and other financing sources in the amount of \$14,214,858. Individual significant differences between the General Fund final budget and actual amounts are summarized as follows:

- Property tax revenue had a positive variance of \$8,587,104. The budget projections estimated a 95% collection rate of current property taxes within the County as of June 30, 2010. The actual collection rate was 94.2%. The significant reason for the positive variance was that current property tax collections were \$5,349,238 greater than budget (5.5% of budget) which was reflective of the 6.1% increase in the assessed taxable property valuation from the 2009 assessed taxable valuation which was higher than expected. In addition, delinquent tax collections, interest on current and delinquent tax collections, and penalties on current and delinquent tax collections exceeded projections by \$3,237,866.
- Gross receipt tax (GRT) revenue had a negative variance of \$7,793,028. The variance was primarily attributed to the decline in the state economy. As was the case in the state, the County slipped deep into a recession in FY09 and continued well into FY10.
- Motor vehicle revenue had a positive variance of \$895,050. The variance was primarily attributed to more revenue realized in this line item than expected.
- Intergovernmental revenue had a negative variance of \$526,600. The variance was attributed to no intergovernmental revenue recognized in the general fund in FY10.
- Licenses and permits revenue had a negative variance of \$426,125. The variance was primarily attributed to \$839,654 less in construction permit fees collected than budgeted, which was reflective of the weak construction sector in 2010 and the weak housing construction industry in the Albuquerque MSA area. The negative variance was offset by positive variances in the collection of franchise permit fees, building and zoning permit fees, and barricading permit fees.
- Fees for services revenue had a negative variance of \$1,161,174. The decrease was primarily attributed to lower than expected fees collected at the Metropolitan Detention Center (MDC) for the Community Custody Program (CCP) and for miscellaneous charges of \$441 thousand and \$299 thousand respectively. In addition, the Sheriff's Office budgeted fees for services to villages of \$313 thousand that never materialized and there was a less than expected decrease in collection of court security fees of \$366 thousand. Also, the collection of Clerk's fees was lower than budgeted by \$312 thousand. The decrease in revenue was offset by higher than expected revenue from the collection of community center fees of \$120 thousand, sports program fees of \$67 thousand, food and pool fees of \$38 thousand, pool admission and rent

fees of \$48 thousand, before and after school fees of \$52 thousand and fees for other various programs.

- Investment income revenue had a positive variance of \$2,915,289. The increase was in part attributed to a conservative budget estimate made by the County Treasurer as part of the biennial budget process. It can also be attributed to additional revenue to invest as a result of increased property tax revenue in FY10. Even though the economy was still in a recession in FY10, the County was able to exceed its budgeted estimate as a result of excellent investment management performed by the County Treasurer and an investment committee which oversees investment strategy monthly.
- Miscellaneous revenue had a positive variance of \$1,306,664. The increase was attributed to more than expected revenue related to rental revenue, general revenue and non-grant revenue reimbursements.
- Legal expenditures had a positive variance of \$762,274. The variance was primarily attributed to lower than expected expenditures for wages, salaries and fringe benefits of \$286,211 and contractual services of \$327,577.
- Risk Management expenditures had a positive variance of \$2,809,206. The variance was primarily attributed to lower than expected property insurance premiums of \$1,814,041, and less than expected expenditures for Law Enforcement Officer Liability claims in the amount of \$765,113.
- Information Technology expenditures had a positive variance of \$829,603 which was primarily attributed to less than expected expenditures for wages, salaries and fringe benefits.
- General County expenditures had a positive variance of \$32,075,864. The variance was primarily attributed to less than expected expenditures for contingencies of \$15,149,213 and less than expected expenditures for salary contingency of \$10,743,025. Also, there were less than expected expenditures for contractual services and for rental building and land of \$2,611,452 and \$3,445,483 respectively. In addition, there were less than expected expenditures for data processing equipment and repair of \$240,466 and budgeted expenditures of \$100,000 for vehicle gas and oil that did not occur.
- Clerk expenditures had a positive variance of \$960,931 which was primarily attributed to less than expected expenditures for election ballots and equipment maintenance and repair of \$622,114 and \$215,348 respectively.
- Fleet-Facilities Management had a positive variance of \$841,290. The variance was attributed to less than expected costs of \$493,575 for fleet facilities administration which was primarily related to utility costs, less than expected expenditures of \$171,931 for vehicle gas and oil and less than expected costs of \$245,900 for building maintenance and repair. The remaining variance balance pertained to minor adjustments in various other operating categories some of which had a negative variance effect.

- Metropolitan Detention Center (MDC) expenditures had a positive variance of \$7,159,430. A significant portion of this variance was attributed to \$2,708,930 of budgeted funds for regular salaries, overtime and fringe benefits that did not materialize and less than expected expenditures of \$3,178,327 for professional services. In addition, there were less than expected expenditures for contractual services, multiline insurance, resident care services, and utilities of \$313,632, \$541,015, \$588,473, and \$850,000 respectively. The remaining variance balance pertained to minor adjustments in various other operating categories some of which had a negative variance effect.
- Capital outlay expenditures had a positive variance of \$8,597,561. The variance was primarily attributed to less than expected expenditures of \$1,754,252 for the Renovation of the 415 Tijeras Sheriff's Training Facility project, \$1,099,562 for the Cordero Mesa Trans Line & Pump Station project, \$614,326 for the Juvenile Justice Improvement project, \$583,084 for the 620 Lomas Remodel project, \$507,956 for the Public Works Campus Security Improvement project, \$452,540 for IT Hardware & Software purchases, \$205,165 for the Rio Grande Pool project, and \$200,000 for the Fiber Connection for Public Works Campus project. The remaining variance balance pertained to various other projects with less than expected expenditures than what was budgeted.
- Principal debt service expenditures had a positive variance of \$1,061,727. The variance was attributed to budgeted expenditures for loan payments that did not materialize.

**Grants Fund.** A budget to actual statement is not presented for this fund as this is a life-to-date fund and the County does not adopt an annual operating budget during the current fiscal year.

**Regional Correction Center Fund.** Regional Correction Center Fund revenues exceeded budgetary estimates by \$2,253,846 or by 17.2%. Regional Correction Center Fund expenditures were less than budgetary estimates by \$272,529 or by 2.1% thus eliminating the need to draw upon existing fund balance. During the year the County incurred an excess of revenues over expenditures and other financing sources in the amount of \$2,383,391. Individual significant differences between the Regional Correction Center Fund final budget and actual amounts are summarized as follows:

- Fees for services revenue had a positive variance of \$2,264,646. The variance was primarily attributed to more than expected revenue generated as a result of the number of inmates housed at the regional correction facility in FY10.
- Operating expenditures had a positive variance of \$272,529 as a result of less than expected expenditures for housing inmates at the regional correction facility in FY10.

**Construction Fund.** A budget to actual statement is not presented for this fund as this is a life-to-date fund and the County does not adopt an annual operating budget during the current fiscal year.

## **Capital Asset and Debt Administration**

**Capital assets.** The County's investment in capital assets for its governmental and business type activities as of June 30, 2010 amounts to \$567,821,018 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, construction in progress, and infrastructure. Each year the Board of County Commissioners updates the Capital Improvements Program (CIP) in order to plan both long and short range financing for the County's capital projects. The CIP process provides for the development and submittal of requests for the annual and six-year requests for the Capital Improvements Program. A wide range of public facilities and equipment is considered in the CIP. There are statutory requirements that provide for design, construction, major repair, reconstruction or replacement of facilities such as buildings, jails, courthouses, roadways, bridges, parks, and some heavy equipment. The County can use several types of funding for the CIP that includes General Obligation Bonds, Revenue Bonds, Special Assessment District Bonds, Federal grants and State grants and appropriations.

Citizen involvement is solicited to determine and prioritize the needs of the County by holding public meetings. The Board of County Commissioners holds periodic advertised meetings at various locations within each commission district to solicit public input and discuss the public's requests. Capital improvement projects selected by the Board and adopted in the CIP that are to be funded by general obligation bonds are placed on the ballot in the next general election. The general obligation bond schedule is based on a two-year cycle and issuance is currently limited to \$25,000,000 dollars by the Board of County Commissioners in order to maintain the same property tax rate. Other Capital improvement projects are included in the State of New Mexico Infrastructure Program for funding consideration. Major capital asset events during the current fiscal year included the following:

- In FY10, renovations continued at the old court house building located at 415 Tijeras. The building now houses the Sheriff's Training Center and various County departments including the Public Information Office, the Accounting Department, the Enterprise Resource Planning (ERP) Team, the Human Resources Training Center, and selected Information Technology staff. Additional County departments will be relocated to this building in FY11.
- Construction commenced on the Eubank Boulevard Reconstruction project in September 2010. The project will include road improvements to Eubank Boulevard from San Antonio Drive to Paseo Del Norte, including widening the roadway from two to five lanes with a center turn lane and providing frontage roads. The project will also provide for sidewalks and trails for pedestrian and bicycle travel. It is scheduled for completion in September 2011.
- Construction was completed on the Peanut Butter and Jelly Facility in FY10. The project consisted of demolishing an existing garage and the addition of 1,198 sq. ft. to the existing building. The facility specializes in the use of interactive parenting and bonding programs as an effective way to prevent child abuse and neglect and as a way to preserve the family unit.
- The South Valley Multi-Purpose Center facility was completed in May 2010. The facility is an 18,500 square feet community center near Atrisco and Larrazolo SW with facilities for entertainment activities for youth and the elderly and also contains a meal site.

- Construction began on the East Mountain Co-Located Sheriff, Fire and Emergency Operation Center. The facility will serve as a full-service public safety facility with joint use area that include a staging area for any emergency responder such as weather, HAZMAT incidents, wildfires, and incidents of search and rescue. The project is scheduled for completion by May 2011.
- Construction commenced on the James McGrane Jr. Public Safety Complex. The East Mountain public safety complex is named in honor of Bernalillo County Deputy James McGrane Jr. who was killed in the line of duty March 22, 2006. The 20,000 square foot complex will house fire and sheriff personnel and provide a secondary emergency operations center. It is scheduled for completion in 2011.
- Renovation commenced on the Juvenile Justice Center facility which houses Children's Court. Moving walls and other obstructions will create more functional space and better utilize existing spaces. The whole interior of the building will be painted, old flooring will be replaced and new fixtures and improved lighting will be installed. Completion is tentatively scheduled for April 2011.
- Property on Wellesley Street NE was acquired to accommodate the Bernalillo County Health Office and La Familia Family Services. The property will accommodate the move of the County Health Office to this new facility and allow the non-profit La Familia Family Services a facility that better serves the varied service that they provide to children and their families. The project is currently in the design phase and construction completion is set for March 2012.
- The construction of the 5,000 square foot Fisher and Smith Gym addition commenced in September 2010. The project will add a life fitness room and a multi use exercise room to the existing Los Vecinos Community Center in the East Mountains. The life fitness room will allow for high and low impact aerobics as well as provide space for the East Mountain Charter School wrestling program and other appropriate activities through the community center programming. Completion is scheduled for May 2011.
- Renovations to the Hiland Theater continued in FY10. Eventually, the theater will be reopened and used for various community and school activities as well as live performances from local theater groups.
- In 2009, the County acquired the Southeast Heights Children's Care Facility property located on San Pablo SE. The design phase for this project has commenced and will provide improvements to the building which will accommodate a non-profit organization that will provide day care and activities for children and their families. The 7,500 square foot facility will have classrooms, activity rooms, a kitchen, playground and administrative space. The completion date is scheduled for July 2011.
- The Bachechi Open Space Park 27 acres site project located on the southeast portion of the intersection of Alameda Boulevard and the Rio Grande River has commenced and will include an educational facility, a parks maintenance yard/building, and caretaker's quarter. Numerous landscape features include a boardwalk across constructed wetlands, nature trails with interpretive signs, plantings for wildlife habitat, and wildlife viewing blinds. Then completion date is scheduled for September 2011.

## County of Bernalillo's Capital Assets

(net of accumulated depreciation)

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land	\$134,317,394	\$128,093,610	\$ 492,917	\$ 563,033	\$134,810,311	\$128,656,643
Buildings	179,766,861	186,668,203	3,328,649	3,940,974	183,095,510	190,609,177
Machinery and equipment	26,047,511	26,205,317	129,045	178,050	26,176,556	26,383,367
Land improvements	770,922	606,555	44,188	-	815,110	606,555
Infrastructure	171,954,336	179,640,069	-	-	171,954,336	179,640,069
Leasehold improvements	2,144,118	2,272,654	-	-	2,144,118	2,272,654
Construction in progress	46,399,137	24,980,977	-	-	46,399,137	24,980,977
Art	2,425,940	2,180,787	-	-	2,425,940	2,180,787
Total	\$563,826,219	\$550,648,172	\$3,994,799	\$4,682,057	\$567,821,018	\$555,330,229

Additional information on the County's capital assets can be found in note IV-C. on pages 62-63 of this report.

**Debt administration.** The Bernalillo County Budget and Finance Division has analyzed the existing debt position of the County and has assessed the impact of future financing requirements on the County's ability to service additional debt. Review and analysis of the County's debt position is performed to provide a capital financing plan for infrastructure and other improvements. Long-term financing projections are linked with economic, demographic and financial resources expected to be available to repay the debt. Decisions regarding the use of debt are based upon a number of factors including, but not limited to, the long-term needs of the County and the amount of resources available to repay the debt. The debt policy is not expected to anticipate every future contingency in the County's capital program or future operational needs. Sufficient flexibility is required to enable County management to respond to unforeseen circumstances or new opportunities, when appropriate.

The County will maintain direct tax supported debt at a manageable level that takes into account economic factors including population, assessed valuation, and other current and future tax-supported essential needs. The decision to issue bonds, by either competitive or negotiated sale, is based upon which alternative will provide the County with lower costs. The Board of County Commissioners decides on an issue-by-issue basis which method of sale would be most appropriate. The County encourages the use of competitive sales for all issues unless circumstances dictate otherwise. Negotiated sales are considered if the sale is a complex financing structure. If a negotiated sale is anticipated, the Budget and Finance Division and County Bond Counsel establish a list of pre-qualified underwriters.

**General Obligation Bonds.** At the end of the current fiscal year, the County had total general obligation debt outstanding of \$105,675,000. The County has outstanding general obligation bonds for capital facilities including road improvements, storm drain improvements, library books, public safety improvements and park facility improvements. General obligation bonds are backed by the full faith and credit of the County government and are supported by ad valorem taxes. The tax rate depends upon debt service schedules and property valuation and is set by the New Mexico Department of

Finance and Administration. In fiscal year 2010, this tax is approximately \$0.880 per \$1,000 of assessed taxable value in ad valorem taxes to support general obligation bonds, which constitute direct and general obligations of the County. These bonds have retirement dates ranging from June 1, 2011 through August 1, 2027. The ratio of net general obligation bonded debt to taxable valuation and the amount of bonded debt per capita are useful indicators of the County's debt position. The State's Constitution provides for a legal debt limit of four percent (4.0%) of taxable valuation. The ratio for the County is less than one percent (0.71%) of the \$14.8 billion taxable value of property within Bernalillo County, as of June 30, 2010. The County may currently issue up to an additional \$487.2 million of general obligation bonds. The net general bonded debt per capita is \$160.88. The lowest per capita amount in the last ten fiscal years was \$112.77 in fiscal year ended June 30, 2002. The County's ratings on uninsured general obligation bonds as of June 30, 2010 were:

- Moody's Investors Service, Inc. - Aaa
- Standard & Poor's Rating Service - AAA
- Fitch Agency - AAA

**Revenue Bonds.** At the end of the current fiscal year, the County had total revenue bond debt outstanding of \$208,955,000. The County has nine outstanding revenue bonds: the 1996B series, the 1997 series, the 1998 refunding series, the 2002 series, the 2005 partial refunding series, the 2008A series, the 2009A series, the 2010A series, and the 2010B series. These bonds are payable from net pledged gross receipt tax revenues. Although the bonds are general obligations of the County, the County intends to pay the bonds solely from the net pledged revenues. The pledged revenue coverage of gross receipts tax revenues to debt service requirements is 3.41. The lowest pledged revenue coverage in the last nine fiscal years was 2.19 in fiscal year 2002. These bonds have retirement dates ranging from August 1, 2010 through June 15, 2029. The County's ratings on gross receipt tax revenue bonds as of June 30, 2010 were:

- Moody's Investors Service, Inc. – Aa2
- Standard & Poor's Rating Service – AAA
- Fitch Agency – AA+

**General Obligation and Revenue Bonds Outstanding**

	Governmental Activities		Business-type Activities	
	2010	2009	2010	2009
General obligation bonds	\$ 105,675,000	\$102,080,000	\$ -	\$ -
Revenue bonds	208,955,000	205,445,000	-	1,655,000
<b>Total</b>	<b>\$314,630,000</b>	<b>\$307,525,000</b>	<b>\$ -</b>	<b>\$1,655,000</b>

As presented above, the County's total outstanding bond debt increased by \$5,450,000 during the current fiscal year. Additional information on the County's long-term debt can be found in note IV.F on pages 65-68 of this report and in the statistical section of this report.

## **Economic Factors and Next Year's Budgets and Rates**

The County's Board of Commissioners and Manager considered many factors when setting the fiscal year 2011 budget. The County's operating budgeted appropriations were reduced approximately 1.9 percent from FY10 levels based on these factors. According to forecasts by the University of New Mexico's Bureau of Business and Economic Research, the outlook for the New Mexico economy is not particularly good. The recession is expected to linger through the fourth quarter of 2010 before beginning a slow climb back. Employment is expected to decline by 1.3 percent in 2010, followed by a 0.6 percent gain in 2011. New Mexico personal income growth will reach 2.6 percent in both 2010 and 2011, and then gradually increase to 5.1 percent by 2015. The unemployment rate will peak at 8.6 percent in 2010 and then gradually decline to 6.8 percent by 2015.

The outlook for the Albuquerque MSA economy is not so good in the near term. The recession is expected to continue through the end of 2010 and is expected to start a recovery in 2011 and reach full stride by the second half of 2012. Nonfarm employment growth will post a decline of 1.4 percent this year and will post a gain of 0.8 percent in 2011 and 1.8 percent in 2012. Growth will slow thereafter reaching 1.4 percent in 2015. Personal income growth will increase from 1.7 percent this year to 3.1 percent in 2011, and will show a pattern of increasing growth through 2015. The unemployment rate in June 2010 was 8.6 percent—slightly lower than the national rate of 9.5 percent but still higher than the statewide rate of 8.2 percent. Forecasts indicate the unemployment rate will hover around 8 percent in the Albuquerque MSA through 2013 before declining to 7 percent by 2015.

The Albuquerque MSA economy lost 4,933 (net) jobs during the second quarter of 2010. Only three of the twelve sectors showed a net increase in jobs, government, educational services & health care and wholesale trade. The Government sector employment rose by 1,800 which were mostly in the federal sector, although the state government added a few jobs. The federal sector jobs were part of the 2010 Census and also with the US Forest Service. Health Care employment posted a net increase of 1,133 jobs and Wholesale Trade jobs increased by 400. This sector will see little employment growth in the next few years. State and local government employment will see minimal gains in the near term, with moderate gains in the coming years. Federal government employment gains of 7.7 percent this year reflects Census 2010 and US Forest Service hiring, but will decline as hundreds of Census 2010 workers are released.

The construction sector remains a problem, losing another 2,433 jobs. Housing in the City of Albuquerque posted a small gain during the second quarter of 2010, up 7.2 percent, but the number of units has not been large. Rio Rancho housing permits were down 31.9 percent in the second quarter. The total value of construction contracts awarded during the second quarter was 28.1 percent below a year ago. Residential contracts were up 33.8 percent, but non-residential contracts were off 61.3 percent, and non-building contracts dropped 29.7 percent. The construction sector is expected to return to growth status, but not until 2012. Housing is expected to begin a comeback this year, but will not gain strength until 2011.

Employment in the professional and business services was 2,167 below a year ago. The losses included temporary jobs and the closing of the Sento, Inc. call center. Also included was a large layoff at the Lockheed Martin call center in Albuquerque. This sector will see an employment gain of 2.3 percent in 2011 and gains in excess of 2.5 percent each year thereafter. Hiring will continue at Fidelity Investments and the Hewlett-Packard call center in Rio Rancho will open adding as many as 1,350 jobs during the first year of operation.

The manufacturing sector is expected to show employment gains of 1.6 percent next year, 3.8 percent in 2012, and 2.7 percent in 2013. New jobs will be appearing at Intel, General Mills, Applied Technology Associates, and Solar Distinction.

The Albuquerque economy is expected to recover and will come from numerous sources. The educational services and health care sector will continue to be a significant source of new jobs. Employment is expected to increase by 2.2 percent in 2010, and then climb to 2.7 percent and 2.8 percent in 2011 and 2012 respectively as Presbyterian Health Systems plans to open a new full-service hospital in Rio Rancho. Employment is expected to average just over 2.0 percent from 2013 through 2015. Valencia County also plans to build a hospital within two years. The professional and business services sector will also provide a substantial boost as will the manufacturing sector. In addition, the construction sector is also expected to return to growth mode by sometime in 2012.

Thus, the Albuquerque MSA near term economy is still in a recession, but recovery is expected to commence in 2011 and take hold by the second half of 2012.

### **Request for Information**

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Deputy County Manager for Budget and Finance, One Civic Plaza, NW – 10<sup>th</sup> Floor, Albuquerque, New Mexico 87102.

**COUNTY OF BERNALILLO, NEW MEXICO**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2010**

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and investments	\$ 344,285,343	\$ 3,828,112	\$ 348,113,455
Accounts receivable, net	45,927,333	1,875,736	47,803,069
Accrued interest receivable	2,133,539	-	2,133,539
Note receivable	211,529	-	211,529
Due from grantor	12,551,932	-	12,551,932
Internal balances	2,239,039	(2,239,039)	-
Inventory	614,016	6,247	620,263
Prepaid assets	1,716,060	-	1,716,060
Deferred charges	1,152,897	-	1,152,897
Cash-restricted	11,747,530	-	11,747,530
Capital assets held for sale	-	228,000	228,000
Investment in joint venture	633,000	-	633,000
Capital assets not being depreciated:			
Land	134,317,394	492,917	134,810,311
Art	2,425,940	-	2,425,940
Construction in progress	46,399,137	-	46,399,137
Capital assets (net of accumulated depreciation):			
Building	179,766,861	3,328,649	183,095,510
Land improvements	770,922	44,188	815,110
Machinery and equipment	26,047,511	129,045	26,176,556
Infrastructure	171,954,336	-	171,954,336
Leasehold improvements	2,144,118	-	2,144,118
Total assets	<u>987,038,437</u>	<u>7,693,855</u>	<u>994,732,292</u>
<b>LIABILITIES</b>			
Accounts payable	24,268,178	907,992	25,176,170
Interest payable	3,856,093	-	3,856,093
Accrued payroll	5,037,865	58,688	5,096,553
Unearned revenue	6,475,747	1,248,866	7,724,613
Due to grantor	-	228,000	228,000
Deposits held in trust for others	-	16,773	16,773
Noncurrent liabilities:			
Due within one year	64,036,480	45,217	64,081,697
Due in more than one year	<u>281,001,858</u>	<u>757,105</u>	<u>281,758,963</u>
Total liabilities	<u>384,676,221</u>	<u>3,262,641</u>	<u>387,938,862</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	353,608,399	2,001,499	355,609,898
Restricted for:			
Public safety	7,643,172	-	7,643,172
Culture and recreation	5,647	-	5,647
Health and welfare	21,328,903	-	21,328,903
Debt service	7,178,595	-	7,178,595
Capital projects	27,172,905	-	27,172,905
General government	10,947,073	-	10,947,073
Reserve requirement	65,240,072	-	65,240,072
Unrestricted	<u>109,237,450</u>	<u>2,429,715</u>	<u>111,667,165</u>
Total net assets	<u>\$ 602,362,216</u>	<u>\$ 4,431,214</u>	<u>\$ 606,793,430</u>

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

**BERNALILLO COUNTY, NEW MEXICO  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2010**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Assets</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government</u>		
					<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>Primary government:</b>							
Governmental activities:							
General government	\$ 64,791,762	\$ 27,821,557	\$ -	\$ -	\$ (36,970,205)		\$ (36,970,205)
Public works	42,122,694	-	-	17,963,627	(24,159,067)		(24,159,067)
Public safety	154,622,588	-	11,692,990	637,977	(142,291,621)		(142,291,621)
Culture and recreation	11,957,736	-	743,584	8,490,772	(2,723,380)		(2,723,380)
Health and welfare	36,053,345	-	12,924,689	1,021,325	(22,107,331)		(22,107,331)
Interest on long-term debt	14,530,276	-	-	-	(14,530,276)		(14,530,276)
Total governmental activities	<u>324,078,401</u>	<u>27,821,557</u>	<u>25,361,263</u>	<u>28,113,701</u>	<u>(242,781,880)</u>		<u>(242,781,880)</u>
Business-type activities:							
Solid waste	4,817,057	4,617,890	176,000	-	-	(23,167)	(23,167)
Housing Authority	1,083,960	293,063	451,043	-	-	(339,854)	(339,854)
Seybold Village Handicapped Project	349,467	43,074	-	107,712	-	(198,681)	(198,681)
Regional Juvenile Detention Center	1,084,886	1,062,223	-	-	-	(22,663)	(22,663)
El Centro Familiar	646,387	398,596	153,544	-	-	(94,247)	(94,247)
Total business-type activities	<u>7,981,757</u>	<u>6,414,846</u>	<u>780,587</u>	<u>107,712</u>	<u>-</u>	<u>(678,612)</u>	<u>(678,612)</u>
Total primary government	<u>\$ 332,060,158</u>	<u>\$ 34,236,403</u>	<u>\$ 26,141,850</u>	<u>\$ 28,221,413</u>	<u>(242,781,880)</u>	<u>(678,612)</u>	<u>(243,460,492)</u>
General revenues:							
Property taxes					127,201,067	-	127,201,067
Gross receipts taxes					112,555,113	-	112,555,113
Motor vehicle taxes					3,788,238	-	3,788,238
Cigarette taxes					5,230	-	5,230
Gas taxes					1,808,628	-	1,808,628
Investment income					15,249,566	124,819	15,374,385
Gain on sale of capital assets					48,972	4,100	53,072
Miscellaneous					14,375,434	614,416	14,989,850
Capital Contributions					-	8,346	8,346
Total general revenue and transfers					<u>275,032,248</u>	<u>751,681</u>	<u>275,783,929</u>
Change in net assets					<u>32,250,368</u>	<u>73,069</u>	<u>32,323,437</u>
Net assets - beginning					<u>570,111,848</u>	<u>4,358,145</u>	<u>574,469,993</u>
Net assets - ending					<u>\$ 602,362,216</u>	<u>\$ 4,431,214</u>	<u>\$ 606,793,430</u>

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2010**

	<u>General</u>	<u>Grants Fund</u>	<u>Regional Correction Center</u>	<u>Construction Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>						
Cash and investments	\$ 174,801,536	\$ -	\$ 5,676,525	\$ 104,887,587	\$ 57,300,568	\$ 342,666,216
Accounts receivable, net	33,362,204	-	6,463,738	85,889	6,015,502	45,927,333
Accrued interest receivable	1,574,202	-	-	325,849	233,488	2,133,539
Note receivable	211,529	-	-	-	-	211,529
Due from other funds	9,270,928	-	-	1,048	260,591	9,532,567
Due from grantor	-	12,551,932	-	-	-	12,551,932
Inventory	602,532	-	-	-	11,484	614,016
Prepaid assets	39,245	-	-	-	-	39,245
Advances to other funds	1,497,000	-	-	-	1,650,000	3,147,000
Cash - restricted	-	-	-	-	11,747,530	11,747,530
Total assets	<u>\$ 221,359,176</u>	<u>\$12,551,932</u>	<u>\$ 12,140,263</u>	<u>\$ 105,300,373</u>	<u>\$ 77,219,163</u>	<u>\$ 428,570,907</u>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	\$ 9,817,741	\$ 1,734,453	\$ 6,463,738	\$ 1,530,569	\$ 4,372,702	\$ 23,919,203
Accrued payroll	4,730,296	193,921	-	2,316	111,332	5,037,865
Deferred revenue	12,321,384	1,707,773	-	-	1,441,826	15,470,983
Due to other funds	371,345	7,403,700	-	-	1,499,780	9,274,825
Advances from other funds	-	1,497,000	-	-	-	1,497,000
Total liabilities	<u>27,240,766</u>	<u>12,536,847</u>	<u>6,463,738</u>	<u>1,532,885</u>	<u>7,425,640</u>	<u>55,199,876</u>
Fund balances:						
Reserved for:						
Notes receivable	211,529	-	-	-	-	211,529
Advances to other funds	1,497,000	-	-	-	-	1,497,000
Inventory	602,532	-	-	-	11,484	614,016
Prepaid items	39,245	-	-	-	-	39,245
Debt service	-	-	-	-	18,926,125	18,926,125
Encumbrances	8,952,697	1,110,755	-	8,605,628	1,782,503	20,451,583
Reserve requirement	65,240,072	-	-	-	-	65,240,072
Unreserved, designated for						
Subsequent years'						
expenditures	45,632,530	-	-	-	-	45,632,530
Bond defeasance/enhancement	9,000,000	-	-	-	-	9,000,000
Capital projects	14,532,977	-	-	-	-	14,532,977
Economic development	3,000,000	-	-	-	-	3,000,000
Grant funds	7,409,828	-	-	-	-	7,409,828
Building funds	8,000,000	-	-	-	-	8,000,000
Infrastructure replacement	13,000,000	-	-	-	-	13,000,000
Stabilization	15,000,000	-	-	-	-	15,000,000
Debt service cash flow	2,000,000	-	-	-	-	2,000,000
Unreserved, undesignated for:						
Special revenue fund	-	(1,095,670)	5,676,525	-	32,898,205	37,479,060
Capital projects fund	-	-	-	95,161,860	16,175,206	111,337,066
Total fund balances	<u>194,118,410</u>	<u>15,085</u>	<u>5,676,525</u>	<u>103,767,488</u>	<u>69,793,523</u>	<u>373,371,031</u>
Total liabilities and fund balances	<u>\$ 221,359,176</u>	<u>\$12,551,932</u>	<u>\$ 12,140,263</u>	<u>\$ 105,300,373</u>	<u>\$ 77,219,163</u>	<u>\$ 428,570,907</u>

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

**COUNTY OF BERNALILLO, NEW MEXICO  
 RECONCILIATION OF THE BALANCE SHEET GOVERNMENTAL FUNDS  
 TO THE STATEMENT OF NET ASSETS  
 JUNE 30, 2010**

Amounts reported for governmental activities in the statement of net assets are different because:

Total fund balance governmental funds (page 34)	\$ 373,371,031
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	563,826,219
Investments in joint ventures are not reported in the Governmental funds.	633,000
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	1,152,897
Internal service funds are used by management to charge the cost of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	1,601,449
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(345,038,338)
Accrued Interest Payable	(3,856,093)
Recognition of property tax revenue (less allowance for uncollectible accounts) on full accrual basis. Governmental funds recognize property tax revenue on the modified accrual basis.	10,672,051
Net assets governmental activities. (page 32)	<u><u>\$ 602,362,216</u></u>

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**For the Year Ended June 30, 2010**

	<u>General</u>	<u>Grants Fund</u>	<u>Regional Correction Center</u>	<u>Construction Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>						
Taxes:						
Property	\$ 110,799,035	\$ -	\$ -	\$ -	\$ 13,943,236	\$ 124,742,271
Sales	89,096,909	-	-	-	23,458,204	112,555,113
Motor vehicle	3,788,238	-	-	-	-	3,788,238
Cigarette	3,482	-	-	-	1,748	5,230
Gas	1,808,628	-	-	-	-	1,808,628
Intergovernmental	-	41,426,316	-	1,745,496	14,421,032	57,592,844
Licenses and permits	2,362,344	-	-	-	-	2,362,344
Fees for services	5,519,276	-	13,642,927	-	6,297,010	25,459,213
Investment income	12,382,262	-	-	1,826,945	1,040,359	15,249,566
Miscellaneous	3,415,558	-	1,671,273	223	2,735,853	7,822,907
Total revenues	<u>229,175,732</u>	<u>41,426,316</u>	<u>15,314,200</u>	<u>3,572,664</u>	<u>61,897,442</u>	<u>351,386,354</u>
<b>EXPENDITURES</b>						
Current:						
General government	48,814,827	25,937	-	439,918	5,144,080	54,424,762
Public works	23,091,514	84,968	-	27,609	445,672	23,649,763
Public safety	114,191,795	14,432,972	13,542,658	3,736	2,649,021	144,820,182
Health and welfare	3,157,282	481,724	-	-	30,807,941	34,446,947
Culture and recreation	8,810,416	574,738	-	6,035	230,856	9,622,045
Capital outlay	5,998,922	19,308,428	-	7,941,382	4,399,572	37,648,304
Capital outlay-other entities	450,442	6,517,549	-	4,904,424	1,244,836	13,117,251
Debt service:						
Principal	-	-	-	-	23,555,000	23,555,000
Interest	-	-	-	-	15,728,867	15,728,867
Bond issuance cost	-	-	-	157,824	209,023	366,847
Total expenditures	<u>204,515,198</u>	<u>41,426,316</u>	<u>13,542,658</u>	<u>13,480,928</u>	<u>84,414,868</u>	<u>357,379,968</u>
Excess (deficiency) of revenues over expenditures	<u>24,660,534</u>	<u>-</u>	<u>1,771,542</u>	<u>(9,908,264)</u>	<u>(22,517,426)</u>	<u>(5,993,614)</u>
Other financing sources (uses)						
Transfers in	2,207,170	-	-	-	18,264,160	20,471,330
Transfers out	(8,479,541)	(44,535)	-	(3,836,604)	(8,110,650)	(20,471,330)
Sale of capital assets	72,092	-	-	-	-	72,092
Refunding bonds issued	-	-	-	-	16,755,000	16,755,000
Bonds issued	-	-	-	19,750,000	9,000,000	28,750,000
Premium	-	-	-	263,395	1,103,011	1,366,406
Discount on revenue bond	-	-	-	-	(169,883)	(169,883)
Payment to escrow agent	-	-	-	-	(15,689,300)	(15,689,300)
Total other financing sources (uses)	<u>(6,200,279)</u>	<u>(44,535)</u>	<u>-</u>	<u>16,176,791</u>	<u>21,152,338</u>	<u>31,084,315</u>
Net changes in fund balances	<u>18,460,255</u>	<u>(44,535)</u>	<u>1,771,542</u>	<u>6,268,527</u>	<u>(1,365,088)</u>	<u>25,090,701</u>
Fund balance - beginning	<u>175,658,155</u>	<u>59,620</u>	<u>3,904,983</u>	<u>97,498,961</u>	<u>71,158,611</u>	<u>348,280,330</u>
Fund balance - ending	<u>\$ 194,118,410</u>	<u>\$ 15,085</u>	<u>\$ 5,676,525</u>	<u>\$ 103,767,488</u>	<u>\$ 69,793,523</u>	<u>\$ 373,371,031</u>

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

**COUNTY OF BERNALILLO, NEW MEXICO  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2010**

Amounts reported for governmental activities in the statement of activities are different because:

Net changes in fund balances total governmental funds (page 36)	\$ 25,090,701
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. This is the amount by which capital outlays exceeded depreciation in the current period.	13,201,167
The net effect of sale of capital assets is to increase net assets. In the statement of activities, only the gain on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increases financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of capital assets sold.	(23,120)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	2,458,796
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. 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.	(7,090,376)
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.	(1,386,800)
Change in net assets of governmental activities (page 33)	<u>\$ 32,250,368</u>

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL (non-GAAP Budgetary Basis)**  
**GENERAL FUND**  
**For the Year Ended June 30, 2010**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
<b>REVENUES</b>				
Taxes:				
Property	\$ 102,104,131	\$ 102,104,131	\$ 110,691,235	\$ 8,587,104
Sales	95,742,843	95,742,843	87,949,815	(7,793,028)
Motor vehicle	2,960,614	2,960,614	3,855,664	895,050
Cigarette	3,445	3,445	3,548	103
Gas	1,700,000	1,700,000	1,779,712	79,712
Intergovernmental	506,600	526,600	-	(526,600)
Licences and permits	2,770,969	2,788,469	2,362,344	(426,125)
Fees for services	4,639,651	6,745,332	5,584,158	(1,161,174)
Investment income	5,332,033	5,332,033	8,247,322	2,915,289
Miscellaneous	5,299,423	3,818,742	5,125,406	1,306,664
Total revenues	<u>221,059,709</u>	<u>221,722,209</u>	<u>225,599,204</u>	<u>3,876,995</u>
Other Financing Sources:				
Transfers in	2,148,604	2,162,880	2,207,170	44,290
Sale of sssets	100,000	100,000	72,092	(27,908)
Total other financing sources	<u>2,248,604</u>	<u>2,262,880</u>	<u>2,279,262</u>	<u>16,382</u>
Total revenues and other financing sources	<u>223,308,313</u>	<u>223,985,089</u>	<u>227,878,466</u>	<u>3,893,377</u>
Prior year cash balance budgeted	<u>51,167,348</u>	<u>50,375,664</u>		
Total budget	<u>274,475,661</u>	<u>274,360,753</u>		
<b>EXPENDITURES</b>				
Current:				
General government:				
County commission	572,875	573,086	519,539	53,547
County manager	1,339,234	1,387,385	1,309,511	77,874
Legal	2,413,286	2,308,110	1,545,836	762,274
Public information	825,591	825,591	897,693	(72,102)
Assessor	3,252,507	3,252,507	3,057,573	194,934
Treasurer	2,620,503	2,622,903	2,232,165	390,738
Accounting	1,605,778	1,638,317	1,548,056	90,261
Risk management	6,279,279	6,126,477	3,317,271	2,809,206
Budget	2,398,163	2,198,854	1,832,340	366,514
Human resources	3,434,994	3,486,868	3,291,054	195,814
Information technology	9,578,498	9,495,860	8,666,257	829,603
Purchasing	1,327,980	1,324,588	999,565	325,023
General county	45,093,513	41,617,411	9,541,547	32,075,864
Solid waste	299,169	269,268	170,570	98,698
Economic development	332,813	445,313	551,822	(106,509)
Zoning, building and environmental health	3,744,311	3,703,634	3,423,885	279,749
Clerk	5,426,599	5,737,870	4,776,939	960,931
Probate	174,622	184,084	182,439	1,645
Capital improvements	698,382	698,382	599,412	98,970
Total general government	<u>91,418,097</u>	<u>87,896,508</u>	<u>48,463,474</u>	<u>39,433,034</u>

**COUNTY OF BERNALILLO, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL (non-GAAP Budgetary Basis)**  
**GENERAL FUND**  
**For the Year Ended June 30, 2010**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Public works:				
Division support	1,112,381	1,081,704	960,578	121,126
Fleet-facilities management	16,068,606	13,792,638	12,951,348	841,290
Operations and maintenance	4,132,789	4,134,219	4,075,117	59,102
Technical services	2,718,137	2,718,643	2,798,160	(79,517)
Planning and geo resources	2,745,628	2,765,042	2,368,881	396,161
Parks and recreation	222,301	199,883	225,380	(25,497)
Total public works	<u>26,999,842</u>	<u>24,692,129</u>	<u>23,379,464</u>	<u>1,312,665</u>
Public safety:				
Information technology	1,390,735	1,270,725	581,386	689,339
Fire and rescue	15,159,517	15,455,462	15,571,391	(115,929)
Office of emergency management	343,785	343,785	252,263	91,522
Metropolitan detention center	62,493,154	62,562,254	55,402,824	7,159,430
Animal care	1,505,348	1,505,348	1,330,350	174,998
Communications department	3,412,052	3,559,052	3,501,384	57,668
Sheriff	30,887,820	30,962,401	30,972,750	(10,349)
Youth services	7,218,312	7,259,940	7,323,145	(63,205)
Department of substance abuse	1,942	1,942	(4,629)	6,571
Total public safety	<u>122,412,665</u>	<u>122,920,909</u>	<u>114,930,864</u>	<u>7,990,045</u>
Health and welfare:				
Solid waste	253,165	253,165	243,531	9,634
Social services	953,682	1,398,682	1,042,294	356,388
Zoning, buidling and environmental health	1,609,032	1,725,480	1,474,517	250,963
Parks and recreation	15,000	15,000	15,000	-
Housing	713,021	704,163	321,787	382,376
Total health and welfare	<u>3,543,900</u>	<u>4,096,490</u>	<u>3,097,129</u>	<u>999,361</u>
Culture and recreation:				
Parks and recreation	9,868,795	9,609,701	8,942,507	667,194
Total culture and recreation	<u>9,868,795</u>	<u>9,609,701</u>	<u>8,942,507</u>	<u>667,194</u>
Capital outlay	<u>9,559,437</u>	<u>14,517,748</u>	<u>5,920,187</u>	<u>8,597,561</u>
Capital outlay other	-	-	450,442	(450,442)
Debt service:				
Principal	1,061,727	1,061,727	-	1,061,727
Bond issuance cost	150,000	150,000	-	150,000
Total debt service	<u>1,211,727</u>	<u>1,211,727</u>	<u>-</u>	<u>1,211,727</u>
Total expenditures	<u>265,014,463</u>	<u>264,945,212</u>	<u>205,184,067</u>	<u>59,761,145</u>
Other financing uses				
Transfers out	<u>9,461,198</u>	<u>9,415,541</u>	<u>8,479,541</u>	<u>936,000</u>
Total expenditures and other financing uses	<u>\$ 274,475,661</u>	<u>\$ 274,360,753</u>	<u>\$ 213,663,608</u>	<u>\$ 60,697,145</u>
Excess of revenues and other financing sources over expenditures and other financing uses			<u>\$ 14,214,858</u>	

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

**COUNTY OF BERNALILLO, NEW MEXICO  
REGIONAL CORRECTION CENTER  
SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL  
(NON-GAAP Budgetary Basis)  
Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 10,000,000	\$ 11,400,000	\$ 13,664,646	\$ 2,264,646
Miscellaneous	1,682,072	1,682,072	1,671,272	(10,800)
Total revenues	<u>11,682,072</u>	<u>13,082,072</u>	<u>15,335,918</u>	<u>2,253,846</u>
Prior year cash balance budget	142,984	142,984		
Total budget	<u>11,825,056</u>	<u>13,225,056</u>		
Expenditures:				
Public safety:				
Operating expenditures	11,825,056	13,225,056	12,952,527	272,529
Total expenditures	<u>11,825,056</u>	<u>13,225,056</u>	<u>12,952,527</u>	<u>272,529</u>
Excess of revenues over expenditures			<u>\$ 2,383,391</u>	

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**June 30, 2010**

	<b>Business-type Activities Enterprise Funds</b>			<b>Governmental Activities- Internal Service Funds</b>
	<b>Bernalillo County Housing Authority</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 2,123,692	\$ 1,704,420	\$ 3,828,112	\$ 1,619,127
Accounts receivable, net	354,743	1,520,993	1,875,736	-
Due from other funds	1,866,050	242,580	2,108,630	331,297
Inventory	-	6,247	6,247	-
Held for sale	228,000	-	228,000	-
Prepaid assets	-	-	-	1,676,815
<b>Total current assets</b>	<b>4,572,485</b>	<b>3,474,240</b>	<b>8,046,725</b>	<b>3,627,239</b>
Noncurrent assets:				
Capital assets:				
Land	216,565	276,352	492,917	-
Land improvements	-	44,559	44,559	-
Buildings	1,221,252	5,234,938	6,456,190	-
Equipment, machinery, and furniture	257,775	1,641,376	1,899,151	-
Less accumulated depreciation	(654,852)	(4,243,166)	(4,898,018)	-
<b>Total noncurrent assets</b>	<b>1,040,740</b>	<b>2,954,059</b>	<b>3,994,799</b>	<b>-</b>
<b>Total assets</b>	<b>5,613,225</b>	<b>6,428,299</b>	<b>12,041,524</b>	<b>3,627,239</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable and other current liabilities	123,916	784,076	907,992	348,975
Compensated absences	18,408	22,904	41,312	-
Accrued payroll	3,392	55,296	58,688	-
Due to other funds	2,235,560	462,109	2,697,669	-
Due to grantor	228,000	-	228,000	-
Unearned revenue	-	1,248,866	1,248,866	1,676,815
Current portion of note payable	3,905	-	3,905	-
<b>Total current liabilities</b>	<b>2,613,181</b>	<b>2,573,251</b>	<b>5,186,432</b>	<b>2,025,790</b>
Noncurrent liabilities:				
Compensated absences	186,122	231,588	417,710	-
Deposits held in trust for others	6,591	10,182	16,773	-
Advance from other funds	-	1,650,000	1,650,000	-
Note payable	339,395	-	339,395	-
<b>Total noncurrent liabilities</b>	<b>532,108</b>	<b>1,891,770</b>	<b>2,423,878</b>	<b>-</b>
<b>Total liabilities</b>	<b>3,145,289</b>	<b>4,465,021</b>	<b>7,610,310</b>	<b>2,025,790</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	697,440	1,304,059	2,001,499	-
Unrestricted	1,770,496	659,219	2,429,715	1,601,449
<b>Total net assets</b>	<b>\$ 2,467,936</b>	<b>\$ 1,963,278</b>	<b>\$ 4,431,214</b>	<b>\$ 1,601,449</b>

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2010**

	<u>Business-type Activities Enterprise Funds</u>			<u>Governmental Activities- Internal Service Funds</u>
	<u>Bernalillo County Housing Authority</u>	<u>Other Enterprise Funds</u>	<u>Total Enterprise Funds</u>	
Operating revenues:				
Administrative and service fees	\$ 253,174	\$ 5,680,113	\$ 5,933,287	\$ 4,947,673
Rental income:				
Tenants	39,889	441,670	481,559	-
Other income	144,588	469,828	614,416	-
Total operating revenues	<u>437,651</u>	<u>6,591,611</u>	<u>7,029,262</u>	<u>4,947,673</u>
Operating expenses:				
Salaries and wages	484,733	1,509,912	1,994,645	-
Contractual services	420,347	4,205,175	4,625,522	4,947,673
Materials and supplies	1,528	129,158	130,686	-
Other services and charges	76,379	534,351	610,730	-
Depreciation	68,264	422,383	490,647	-
Total operating expenses	<u>1,051,251</u>	<u>6,800,979</u>	<u>7,852,230</u>	<u>4,947,673</u>
Operating income (loss)	<u>(613,600)</u>	<u>(209,368)</u>	<u>(822,968)</u>	<u>-</u>
Non-operating revenues (expenses):				
Interest income	6,238	118,581	124,819	-
Interest expense	(32,709)	(96,818)	(129,527)	-
Grants	451,043	329,544	780,587	-
Capital-grant subsidies	-	107,712	107,712	-
Gain on sale of capital assets	4,100	-	4,100	-
Total nonoperating revenue	<u>428,672</u>	<u>459,019</u>	<u>887,691</u>	<u>-</u>
Income (loss) before contributions	(184,928)	249,651	64,723	-
Capital contributions - capital assets	15,368	-	15,368	-
Capital contributions - bonds	-	1,610,000	1,610,000	-
Capital contributions - advances	-	(1,617,022)	(1,617,022)	-
Total capital contributions(advances)	<u>15,368</u>	<u>(7,022)</u>	<u>8,346</u>	<u>-</u>
Change in net assets	(169,560)	242,629	73,069	-
Total net assets - beginning	2,637,496	1,720,649	4,358,145	1,601,449
Total net assets - ending	<u>\$ 2,467,936</u>	<u>\$ 1,963,278</u>	<u>\$ 4,431,214</u>	<u>\$ 1,601,449</u>

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2010**

	<b>Business-type Activities Enterprise Funds</b>			<b>Governmental Activities- Internal Service Funds</b>
	<b>Bernalillo County Housing Authority</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	
Cash flows from operating activities:				
Receipts from administration and service fees	\$ 304,525	\$ 5,590,127	\$ 5,894,652	\$ 4,947,673
Receipts from rents	2,547	441,068	443,615	-
Receipts from other funds for goods and services	517,083	79,282	596,365	-
Payments to employees for services	(431,973)	(1,084,485)	(1,516,458)	-
Payments to vendors for goods and services	(400,393)	(5,222,329)	(5,622,722)	(4,938,736)
Payments to other funds for goods and services	(152,720)	(421,595)	(574,315)	-
Miscellaneous cash received	138,860	351,336	490,196	-
Net cash provided (used) by operating activities	<u>(22,071)</u>	<u>(266,596)</u>	<u>(288,667)</u>	<u>8,937</u>
Cash flows from noncapital financing activities:				
Operating grants/subsidies received	451,043	329,544	780,587	-
Advance from other fund	-	32,978	32,978	-
Net cash provided by noncapital financing activities	<u>451,043</u>	<u>362,522</u>	<u>813,565</u>	<u>-</u>
Cash flows from capital and related financing activities:				
Mortgage paid	(324,854)	(45,000)	(369,854)	-
Interest paid on bonds and mortgages	(32,888)	(96,818)	(129,706)	-
Disposal of capital assets	276,537	-	276,537	-
Acquisition of capital assets	-	(75,827)	(75,827)	-
Capital grants received	15,368	107,712	123,080	-
Net cash provided (used) by capital and related financing activities	<u>(65,837)</u>	<u>(109,933)</u>	<u>(175,770)</u>	<u>-</u>
Cash flows from investing activities:				
Interest received on investments	6,238	118,581	124,819	-
Net increase in cash and cash equivalents	369,373	104,574	473,947	8,937
Cash and cash equivalents, beginning of year	1,754,319	1,599,846	3,354,165	1,610,190
Cash and cash equivalents, end of year	<u>\$2,123,692</u>	<u>\$ 1,704,420</u>	<u>\$ 3,828,112</u>	<u>\$ 1,619,127</u>
Reconciliation of operating loss to net cash flows used by operating activities:				
Operating income (loss)	\$ (613,600)	\$ (209,368)	\$ (822,968)	\$ -
Adjustments to reconcile operating income to net cash flows:				
Depreciation expense	68,264	422,383	490,647	-
(Increase) decrease in:				
Accounts receivable	14,009	(1,507,741)	(1,493,732)	-
Allowance for uncollectable accounts	-	548,863	548,863	-
Inventory	-	3,098	3,098	-
Due from other funds	(152,720)	(235,551)	(388,271)	408,868
Prepaid expenses	-	-	-	(51,433)
Increase (decrease) in:				
Deferred revenue	-	743,868	743,868	51,433
Accounts payable	100,878	47,318	148,196	(399,931)
Due to other funds	517,083	(106,762)	410,321	-
Deposits held in trust	(5,728)	-	(5,728)	-
Tenants payable	-	3,039	3,039	-
Accrued compensated absences	49,743	24,257	74,000	-
Net cash flows provided (used) by operating activities	<u>\$ (22,071)</u>	<u>\$ (266,596)</u>	<u>\$ (288,667)</u>	<u>\$ 8,937</u>
Noncash investing, capital, and financing activities:				
Contributions for bond refunding	\$ -	\$ 1,610,000	\$ 1,610,000	
Contributions from advances	-	(1,617,022)	(1,617,022)	
Held for sale	228,000	-	228,000	
Due to grantor	(228,000)	-	(228,000)	
Vehicle transfer from primary government	29,175	-	29,175	
Vehicle transfer to primary government	(35,011)	-	(35,011)	

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**June 30, 2010**

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and investments	\$ 19,396,065
Receivables, net:	
Property taxes	41,252,402
Other	<u>3,695,403</u>
Total assets	<u><u>\$ 64,343,870</u></u>
 <b>LIABILITIES</b>	
Deposits held in trust for others	\$ 19,561,014
Other	2,584
Future collectable taxes	<u>44,780,272</u>
Total liabilities	<u><u>\$ 64,343,870</u></u>

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

**COUNTY OF BERNALILLO, NEW MEXICO  
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NOTES TO THE FINANCIAL STATEMENTS**

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**COUNTY OF BERNALILLO, NEW MEXICO  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2010**

**I. Summary of significant accounting policies**

The financial statements of the County of Bernalillo (County) 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 County was established by the laws of the Territory of New Mexico of 1876, under the provisions of the act now referred to as Section 4-1-1 of the New Mexico Statutes Annotated, 1978 Compilation. The County operates under the commission-manager form of government and provides the following services as authorized in the grant of powers: public safety (sheriff, fire, emergency medical, etc.), highways and streets, sanitation, health and social services, low rent housing assistance, culture-recreation, public improvements, planning and zoning, and general administration services.

The County's basic financial statements include all activities and accounts of the County's "financial reporting entity."

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. There are no agencies, organizations or activities meeting any of the above criteria that are excluded from the County's reporting entity.

**COUNTY OF BERNALILLO, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

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.

There are no component units during the fiscal year ended June 30, 2010.

**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. *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 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.

**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. Fiduciary fund financial statements are reported using the accrual basis of accounting and have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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. Revenues are considered to be *available*

**COUNTY OF BERNALILLO, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

when they are collectible within the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures, generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is made.

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 County.

The County reports the following major governmental funds:

The *General fund* is the County's primary operating fund. It accounts for all the financial resources of the general government, except those required to be accounted for in another fund.

The *Grants fund* accounts for various federal, state and other grant funding resources to be used for specific purposes agreed to between the County and the funding sources as enumerated in the grant agreement/contract.

The *Regional Correctional Center* accounts for monies received from the U.S. Marshall Service, the Justice Prisoner and Alien Transportation System and the Federal Bureau of Prisons through a Cooperative Agreement Program and Intergovernmental Agreement for the lease of a County owned jail facility under the authority of Section 33-3-27 NMSA, 1978.

The *Construction fund* accounts for financial resources to be used for the acquisition or construction of major capital facilities.

The County reports the following major proprietary funds:

The *Bernalillo County Housing Authority* accounts for the provision of administrative services to the County's HUD Section 8 Annual Contribution Contract, No. FW-5325; property management services to the Bernalillo County Housing and Redevelopment Corporation; and for the costs of contracting for the future construction of other housing projects of the County. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, rental contract negotiation, and collection.

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Additionally, the government reports the following fund types:

*Internal service funds* account for operations that provide services to other departments or agencies of the County on a cost-reimbursement basis. The County's internal service fund is the Risk Management fund, which is used to account for its risk management activities.

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. 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 County has elected not to follow subsequent private-sector guidance.

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* items. Operating revenues and expenses generally result from providing services and producing and/or delivering goods in connection with proprietary fund's principal ongoing operations. Approximately 84% of the operating revenues of the County's five proprietary funds consist of user and administrative fees.

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 (amounts collected within 60 days 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

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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 fund types. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The County reports unearned revenue on its combined balance sheet. Unearned revenues arise when 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 County 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 County 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 County’s policy to use restricted resources first, and then unrestricted resources as they are recorded.

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

***1. Deposits and investments***

The County’s cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments in the County’s cash are stated at fair value using quoted market prices for financial statement purposes. Interest income, realized gains and losses on investment transactions, and amortization of premiums/discounts on investment purchases are included for financial statement purposes as investment income and are allocated to participating funds based on the specific identification of the source of funds for a given investment.

State Statute Sections 6-10-44 and 6-10-10(f), NMSA 1978, as amended, authorize the County Treasurer to invest in United States Treasury certificates, United States Treasury bonds or negotiable securities of the United States, bonds or negotiable securities of the State of New Mexico or of any county, municipality, or school district and yield maintenance repurchase agreements with the advice and consent of the County Board of Finance. The Treasurer’s investment procedures must be consistent with Bernalillo County Investment Policy.

***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

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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.

All property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to 7% of outstanding property taxes at June 30, 2010.

The County is responsible for assessing, collecting and distributing property taxes for other governmental entities and its own operational and debt service purposes. Property taxes are assessed on November 1 of each year based on the assessed value on the prior January 1 and are payable in two equal installments by November 10 of the year in which the tax bill is prepared and by April 10 of the following year. Property taxes are delinquent if not paid by December 10 and May 10. Taxes on real property are a lien from January 1 of the year for which the taxes are imposed. Collections and remittance of County property taxes are accounted for in the County Treasurer Agency Funds. The billings are considered past due 60 days after the respective tax billing date, at which time the applicable property is subject to lien, and penalties and interest are assessed.

***3. Inventories***

The inventories in the general fund consist of warehouse items, supplies, fuel, vehicle parts, and fluids. Inventories in the fire district fund consist of office and janitorial supplies and some general miscellaneous items. Inventories are recorded using the average cost method. The costs of inventories in governmental fund types are recorded as expenditures when purchased; therefore, the inventory amount is not available for appropriation.

***4. Capital assets***

Capital assets, which include property, plant, equipment, software, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$1,000 and estimated useful life in excess of one year and after July 1, 2005 an individual cost of \$5,000. Purchased or constructed assets are recorded at historical cost or estimated cost. Donated capital assets are recorded as estimated fair market value at the date of the donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	10-80
Buildings and other improvements	15-40
Machinery and equipment	5-10

**5. *Restricted assets***

Certain resources are set aside for repayment of General Obligation and Special Revenue Bonds, and are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited to the applicable bond covenants.

**6. *Compensated absences***

County employees may accumulate limited amounts of vacation pay which 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 these amounts is reported in governmental funds only if they matured, for example, as a result of employee resignations and retirements. 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 earned.

County employees may accumulate limited amounts of sick leave. For governmental funds, expenditures are recognized during the period in which sick leave costs become payable from available, expendable resources. For proprietary funds, sick leave costs are recognized when vested or taken, whichever occurs first.

**7. *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. 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.

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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.

**8. *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** – This category reflects the portion of net assets that have third party limitations on their use.

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

**9. *Fund equity reservations 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. Fund equity was reserved for:

**Reserved for debt service** - Amounts legally restricted for the payment of long-term debt.

**Reserved for inventory** - Segregates a portion to indicate that although supplies inventory is an asset, it does not represent an available, spendable resource.

**Reserved for prepaid items** – Segregates a portion to indicate that although prepaid items are an asset, it does not represent an available, spendable resource.

**Reserved for note receivable** - Segregates a portion to indicate that although the notes receivable is an asset, it does not represent an available, spendable resource.

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

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**Reserved for encumbrances** - Represents the amounts that were budgeted as current year expenditures, which were unspent at year-end and which were encumbered and rebudgeted for the subsequent year.

**Reserve for reserve requirement** – Represents the 3/12 of budgeted expenditures in the general fund that is required by the New Mexico Department of Finance and Administration to maintain an adequate cash flow.

**Unreserved designated for subsequent years' expenditures** - Represents the amounts, other than carryover expenditures, that are required to be designated for subsequent years' expenditures.

***10. Cash flows***

For purposes of the Statement of Cash Flows, the various enterprise funds consider all highly liquid assets (excluding restricted assets) with maturity of three months or less when purchased to be cash equivalents.

***11. 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.

***12. Presentation***

Similar funds were combined from prior years in the County's new financial system for capital projects and grants for configuration purposes.

***13. Use of estimates***

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 period. Actual results could differ from those estimates.

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**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 a 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 payable	
GO Bonds	\$ (105,675,000)
Revenue Bonds	(208,955,000)
Deferred amounts –Premium, Discounts, and Refunding	(4,169,671)
Compensated absences	<u>(26,238,667)</u>
Net adjustment to reduce fund balance – total governmental funds	
To arrive at net assets – governmental activities	<u>\$ (345,038,338)</u>

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

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

Capital outlay	\$ 37,648,304
Capital outlay – Internal labor Included in operating expenses	932,758
Donated assets	2,434,647
Depreciation expense	<u>(27,814,542)</u>
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of	
Governmental activities	<u>\$ 13,201,167</u>

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

Debt issued or incurred:	
Issuance of general obligation bonds	\$ (25,855,000)
Issuance of revenue bonds	(19,650,000)
Bond issuance cost	366,847
Discount	169,883
Premium	(1,366,406)
Principal repayments:	
General obligation bonds	7,415,000
Revenue bonds	16,140,000
Payment to escrow agent –partial retirement of debt	
Series 2001	3,420,000
Series 2002	11,425,000
Deferred charge refunding	844,300
Net adjustment to decrease net changes in fund balances –	
Total governmental funds to arrive at changes in net assets	
of governmental activities	<u>\$ (7,090,376)</u>

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	\$ (1,003,301)
Accrued interest	519,835
Amortization of premium	678,756
Amortization of deferred charge on refunding	(1,101,047)
Amortization of bond discounts	(40,084)
Amortization of issuance cost	(440,959)
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of	
Governmental activities	<u>\$ (1,386,800)</u>

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**III. Stewardship, compliance and accountability**

**A. Budgetary information**

Actual amounts on the budgetary basis financial statements are prepared on the cash basis of accounting which recognizes revenues when received and expenditures when paid. Annual budgets are adopted for the general, internal service, most special revenue, debt service funds, and some proprietary funds. The proprietary funds, and the following governmental funds did not adopt annual operating budgets during the current fiscal year:

Special Revenue:

Grants  
Section 8 Housing – Vouchers  
Sheriff’s Investigative Fund

Debt Service:

Series 1996B Reserve  
Series 1997 Reserve  
Refunding Series 1998 Reserve

All Capital Projects Funds

Proprietary Funds

Bernalillo County Housing Authority  
Seybold Village Handicapped Project  
El Centro Familiar

Budget amounts for Capital Projects Funds and certain Special Revenue Funds are individual project budgets authorized by the County Commission for the entire length of the project. The County Manager has administrative authority to make line item changes within a specific capital project without County Commission approval if the total change does not exceed 10 percent of the original budget. Once the County Commission has approved grant applications for projects, the County Manager is authorized to expend any funds awarded as a result of the grant application.

The County Manager is responsible for preparing the budget from requests submitted by division directors. The appropriated budget is prepared by line item within object class, program, department and fund; revenues expected to be available are estimated to provide for balanced budgeting. The comprehensive budget package is brought before the County Commissioners for approval by resolution. The proposed budget is then submitted by June 1 to the New Mexico Department of Finance and Administration Local Government Division (DFA) for approval. DFA certifies a pending budget by July 1 with final certification of the budget by the first Monday of September. The expenditure section of the budget, once adopted, is legally binding. Based on the final certified budget submitted, DFA certifies the allowable tax rates for property taxes in September.

Transfers of appropriations within a fund may be made with cognizant Deputy County Manager or elected official approval. Increases or decreases in the budget of a fund or transfers of appropriations between funds must be presented to the County Commission for approval by resolution and must subsequently have DFA approval. Amendments made to the

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original budget are included in the budgetary comparison statements of this report, which reflect actual to budget.

Budgets and amendments to the budgets for all funds are adopted in a legally permissible manner. The legal level of budgetary control is the fund level. Expenditures may not legally exceed budgeted appropriations at the fund level except for the Emergency Medical Services and Fire District funds, whose legal level of budgetary authority is at the program or district level. All outstanding encumbrances must be rebudgeted in the next year’s budget. During the year, several supplementary appropriations were necessary.

Budgetary compliance – non GAAP financial statements

The County prepares its annual budget on a non-GAAP basis of accounting as described above. A reconciliation of the general fund and regional correction center non-GAAP statement to the GAAP statement is as follows:

	General Fund	Regional Correction Center
Net change in fund balance – GAAP basis	\$ 18,460,255	\$ 1,771,542
(Increase) decrease in assets:		
Accounts receivable	(3,316,386)	21,718
Due to/from other funds	1,685,907	-
Accrued interest	(4,134,940)	-
Prepaid expenses	(39,245)	-
Increase (decrease) in liabilities:		
Accounts payable	(637,715)	590,131
Due to other funds	(408,868)	-
Deferred revenue	2,188,888	-
Accrued payroll	416,962	-
Net changes in fund balance – Budget to actual	<u>\$ 14,214,858</u>	<u>\$ 2,383,391</u>

**B. Deficit fund equity**

There is an unreserved/undesignated deficit fund balance in the Grants Fund of \$1,095,670. The deficit fund balance is primarily attributed to a large encumbrance balance at year-end. The County expects to bill the granting agency in the future to cover the deficit in the grants fund. There is a deficit net asset balance of \$393,239 in the Solid Waste Fund. The County expects that FY11 operating revenue in addition to a subsidy from the general fund will be sufficient to cover the deficit.

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**IV. Detailed notes on all funds**

**A. Cash and investments**

As of June 30, 2010, the County had the following investments.

Investment Type	Fair Value	Weighted Maturity Average (Months)
Federal Farm Credit Agency	\$ 11,194,740	4.68
Federal Home Loan Bank	60,435,923	17.59
Federal Mortgage Acceptance Corp.	45,642,186	19.84
Federal National Mortgage Assoc.	111,797,004	51.38
Repurchase Agreements	16,681,279	8.63
Certificate of Deposits	17,100,000	0.56
Total fair value	\$ 262,851,132	
Portfolio weighted average maturity		1.70

*Interest Rate Risk.* The County's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk.* The County's investments shall be in accordance with State Law, 6-10-10, and 6-10-10.1 NMSA 1978 in that credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. 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 County invests in securities issued by the U.S. government or its agencies, money market funds consisting of U.S. government and/or U.S. government-sponsored agency securities, and repurchase agreements.

As of June 30, 2010, the County's investments in U.S. Agencies with the Federal Farm Credit Agency, the Federal Home Loan Bank, the Federal Mortgage Acceptance Corporation, and the Federal National Mortgage Association were all rated Aaa by Moody's Investors Service and AAA by Standard & Poor's. The County's investments in Repurchase Agreements were rated between A1 and Aa1 by Moody's Investors Service and between AA- to AAA by Standard & Poor's.

*Concentration of Credit Risk.* The County's investment policy places no limit on the amount the County may invest in any one issuer. 6.5% of the County's investments are in Certificates of Deposit with the County's local banks with maturities ranging from 23 days to 1 year. The County's investments in U.S agencies total 23.0% with the Federal Home Loan Bank, 17.4% with the Federal Mortgage Acceptance Corporation, and 42.5% with the Federal National Mortgage Association and the remainder of 6.3% is invested in Repurchase Agreements. Of the total investments of \$262,851,132, 18.5 % is invested with Jefferies & Co., 9.7 % is invested

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with LF Financial, LLC, 9.6% is invested with Multi-Bank Securities, 16.3% is invested with Raymond James & Assoc., Inc., and 17.3% is invested with USB Financial.

*Custodial Credit Risk.* Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investments or collateral securities that are in the possession of another party. GASB Statement No. 40 requires that the following disclosure be made in respect to custodial credit risks relating to deposits and investments: \$17,100,000 of Bernalillo County's deposits with financial institutions were held in collateralized accounts. All Customer Deposit Accounts met or exceeded the state collateralized requirements.

As of June 30, 2010, \$1,759,670 of the County's deposits was exposed to collateral risk. \$1,759,670 with First National Bank of Santa Fe was uninsured. All other balances are not exposed to any custodial risk. They are fully collateralized and the collateral is held in the County's name. The County's investments in U.S. Agencies carry the explicit guarantee of the U.S. Government. All are fully collateralized and the collateral is held in the County's name.

Additionally, as of June 30, 2010 those deposits along with the County's Federal Agency Securities were held by the safekeeping department of the Wells Fargo Trust. On September 30, 2009, KPMG LLP issued an unqualified opinion for the SAS 70 requirement of Wells Fargo Trust Operations.

A reconciliation of cash and investments for the County follows:

Bank accounts	\$	116,404,653
Petty cash on hand		1,265
Carrying amount of investments		<u>262,851,132</u>
Total cash and investments	\$	<u><u>379,257,050</u></u>

**Statement of Net Assets**

Primary Government		
Cash and investments:	\$	348,113,455
Cash-restricted		11,747,530
Statement of Fiduciary Net Assets		<u>19,396,065</u>
Total cash, investment	\$	<u><u>379,257,050</u></u>

The County 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). Some deposits are collateralized at higher levels based on the State of New Mexico Treasurer's office risk assessment as required by 2.60.4.9 NMAC. The pledged collateral is stated at market value as of June 30, 2010.

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**B. Receivables**

Receivables	General	Construction	Regional	Non major	Total
	Fund	Fund	Correction Center	Governmental Funds	Government Funds
Property taxes	\$ 11,253,959	\$ -	\$ -	\$ 1,314,578	\$ 12,568,537
Gross Receipts Taxes	18,089,607	-	-	4,521,674	22,611,281
Gasoline Taxes	347,683	-	-	-	347,683
Motor Vehicle Tax	103,015	-	-	-	103,015
Cigarette Tax	702	-	-	352	1,054
Transportation Fees	190,456	-	-	-	190,456
Special Assessments	84,421	-	-	-	84,421
Intergovernmental	912,877	-	-	-	912,877
Due from other governments	3,288,343	85,889	6,463,738	155,855	9,993,825
Other	309,032	-	-	111,931	420,963
Gross Receivables	34,580,095	85,889	6,463,738	6,104,390	47,234,112
Less: Allowance for Uncollectibles	(1,217,891)	-	-	(88,888)	(1,306,779)
Net Total Receivables	\$ 33,362,204	\$ 85,889	\$ 6,463,738	\$ 6,015,502	\$ 45,927,333

	Housing	Non Major	Total	Agency
	Authority	Enterprise Funds	Enterprise Funds	Funds
Property Taxes	\$ -	\$ -	\$ -	\$ 43,639,749
Solid Waste Fees	-	6,115,453	6,115,453	-
Special Assessments	-	-	-	135,135
Due from other governments	354,743	40,271	395,014	-
Other	-	642	642	3,560,267
Gross Receivables	354,743	6,156,366	6,511,109	47,335,152
Less: Allowance for uncollectibles	-	(4,635,373)	(4,635,373)	(2,387,347)
Net Total Receivables	\$ 354,743	\$ 1,520,993	\$ 1,875,736	\$ 44,947,805

Note receivable

On April 27, 2004 the County Commission approved a \$200,000 loan to the Mid-Region Council of Governments (MRCOG) for renovations at the office building at 809 Copper Avenue NW that is owned by the County and leased to MRCOG under a lease purchase agreement. The money will be repaid over 15 years with interest at 3.9% and principle payments of \$1,470. The balance of this note was \$141,768 at June 30, 2010. The second note balance for \$69,761 with the Duran family is due in 30 years, with an interest rate of 6%. The total note receivable for June 30, 2010 is \$211,529.

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**C. Capital assets**

Capital asset activity for the year was as follows:

	Balance June 30, 2009	Increases	Decreases	Transfers	Balance June 30, 2010
<b>Governmental activities</b>					
Capital assets, not being depreciated:					
Land	\$ 128,093,610	\$6,223,784	\$ -	-	\$134,317,394
Construction in progress	24,980,977	34,972,873	(13,554,713)	-	46,399,137
Art	2,180,787	245,153	-	-	2,425,940
Total capital assets, not being Depreciated	<u>155,255,374</u>	<u>41,441,810</u>	<u>(13,554,713)</u>	<u>-</u>	<u>183,142,471</u>
Capital assets, being depreciated:					
Buildings	281,744,751	4,431,095	-	-	286,175,846
Land improvements	618,165	229,294	-	-	847,459
Machinery and equipment	73,214,351	6,086,961	(4,573,247)	21,204	74,749,269
Infrastructure	275,678,175	2,381,262	-	-	278,059,437
Leasehold improvements	3,213,396	-	-	-	3,213,396
Total capital assets being Depreciated	<u>634,468,838</u>	<u>13,128,612</u>	<u>(4,573,247)</u>	<u>21,204</u>	<u>643,045,407</u>
Less Accumulated depreciation for:					
Buildings	(95,076,548)	(11,332,437)	-	-	(106,408,985)
Land improvements	(11,610)	(64,927)	-	-	(76,537)
Machinery and equipment	(47,009,034)	(6,221,647)	4,550,127	(21,204)	(48,701,758)
Infrastructure	(96,038,106)	(10,066,995)	-	-	(106,105,101)
Leasehold improvements	(940,742)	(128,536)	-	-	(1,069,278)
Total accumulated depreciation	<u>(239,076,040)</u>	<u>(27,814,542)</u>	<u>4,550,127</u>	<u>(21,204)</u>	<u>(262,361,659)</u>
Total capital assets, being depreciated, net	<u>395,392,798</u>	<u>(14,685,930)</u>	<u>(23,120)</u>	<u>-</u>	<u>380,683,748</u>
Governmental activities capital assets, net	<u>\$ 550,648,172</u>	<u>\$26,755,880</u>	<u>\$(13,577,833)</u>	<u>-</u>	<u>\$563,826,219</u>

	Balance June 30, 2009	Increases	Decreases	Transfers	Balance June 30, 2010
<b>Business-type activities</b>					
Capital assets, not being depreciated:					
Land	\$ 563,033	\$ -	\$ (70,116)	-	\$ 492,917
Total capital assets, not being depreciated	<u>563,033</u>	<u>-</u>	<u>(70,116)</u>	<u>-</u>	<u>492,917</u>
Capital assets, being depreciated:					
Land improvements	-	44,559	-	-	44,559
Buildings	6,719,474	-	(263,284)	-	6,456,190
Machinery and equipment	1,913,222	46,636	(39,503)	(21,204)	1,899,151
Total capital assets being depreciated	<u>8,632,696</u>	<u>91,195</u>	<u>(302,787)</u>	<u>(21,204)</u>	<u>8,399,900</u>

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Less accumulated depreciation for:

Land improvements	-	(371)	-	-	(371)
Buildings	(2,778,500)	(394,635)	45,594	-	(3,127,541)
Machinery and equipment	(1,735,172)	(95,641)	39,503	21,204	(1,770,106)
Total accumulated depreciation	<u>(4,513,672)</u>	<u>(490,647)</u>	<u>85,097</u>	<u>21,204</u>	<u>(4,898,018)</u>
Total capital assets, being depreciated, net	<u>4,119,024</u>	<u>(399,452)</u>	<u>(217,690)</u>	<u>-</u>	<u>3,501,882</u>
Business-type activities capital assets, net	<u>\$ 4,682,057</u>	<u>\$ (399,452)</u>	<u>\$ (287,806)</u>	<u>-</u>	<u>\$ 3,994,799</u>

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

Governmental activities:

General government	\$ 4,452,062
Public safety	9,623,169
Culture and recreation	1,122,423
Public works	10,805,101
Health and welfare	1,811,787
Total depreciation expense-governmental activities	<u>\$ 27,814,542</u>

Business-type activities:

Solid waste	\$ 114,405
Housing Authority	68,264
Seybold Village	209,136
El Centro Familiar	98,842
Total depreciation expense-business-type activities	<u>\$ 490,647</u>

**D. Interfund receivables, payables, and transfers**

The composition of interfund balances as of June 30, 2010, is as follows:

<u>Due to</u>	<u>Due From</u>	<u>Amount</u>
General	Grants	\$ 7,403,700
	Major Enterprise	1,859,990
	Non-major enterprise funds	7,238
Capital Construction	General	1,048
	Non-major Funds	55,944
Non-major Fund	Major enterprise	188,721
	Non-major enterprise funds	15,927
	Non-major funds	1,431,899
Major enterprise funds	Non-major enterprise funds	434,151
	General	331,297
Internal Service fund	General	39,000
	Non-major funds	11,938
Non-major enterprise funds	Major enterprise funds	186,850
	Non-major enterprise funds	4,792
	Total	<u>\$ 11,972,495</u>

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The outstanding balances between funds result mainly from the time lag between the dates that 1.) interfund goods and services are provided or reimbursable expenditures occur, 2.) transactions are recorded in the accounting system, and 3.) payments between funds are made. These balances, also include advances made to internal service funds that the general fund expects to collect in subsequent year.

**Advances.** For the purpose of financing cost-reimbursement grants, the general fund advanced the grants fund \$1,497,000 which is outstanding at June 30, 2010. The 2010B Debt Service Fund advanced the Housing Authority \$1,650,000 to refund a bond.

During the year, the County makes various transfers of monies to fund debt service payments, capital projects, and to reimburse the General fund for cost incurred on behalf of other funds. Interfund transfers for the year ended June 30, 2010 were as follows:

	<b>Transfer out:</b>		
	<b>General Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total</b>
<b><u>Transfer in:</u></b>			
General fund	\$ -	\$ 8,479,541	\$ 8,479,541
Grants	44,535	-	44,535
Construction fund	2,148,604	1,688,000	3,836,604
Nonmajor fund	14,031	8,096,619	8,110,650
Total	<u>\$ 2,207,170</u>	<u>\$ 18,264,160</u>	<u>\$ 20,471,330</u>

**E. Leases**

Operating Leases

During the fiscal year ended June 30, 2010, the County leased equipment, and office space under operating leases. The County's expenditures on those leases for the fiscal year ended June 30, 2010, were \$1,289,507. The County's future minimum rental commitments, accounted for as operating leases at June 30, 2010, are as follows:

2011	\$ 85,404
2012	76,808
Total	<u>\$ 162,212</u>

The County shares building expense on One Civic Plaza (City/County Building) on a year-to-year basis. A joint City/County annual operating budget for the building is established one month prior to the commencement of the fiscal year. During the year, the County, as lessor, leased various office spaces at a cost of approximately \$6.2 million and a carrying amount of \$2.2 million under operating leases. Rental revenue was \$1,858,940 and depreciation expense on those assets was \$242,820.

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**F. Long-term debt**

Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2010, was as follows:

	<b>Balance</b>			<b>Balance</b>	<b>Amounts</b>
	<b>June 30, 2009</b>	<b>Additions</b>	<b>Deletions</b>	<b>June 30, 2010</b>	<b>Due within</b>
					<b>One Year</b>
<b>Governmental Activities:</b>					
Bonds:					
G.O. bonds	\$ 102,080,000	\$ 25,855,000	\$ (22,260,000)	\$ 105,675,000	\$ 7,840,000
Revenue bonds	205,445,000	19,650,000	(16,140,000)	208,955,000	53,835,000
Deferred amounts:					
Bond premiums	4,837,201	1,366,406	(678,756)	5,524,851	-
Bond discounts	(446,029)	(169,883)	40,084	(575,828)	-
Refunding	(1,036,099)	(844,300)	1,101,047	(779,352)	-
<b>Total bonds</b>	<b>310,880,073</b>	<b>45,857,223</b>	<b>(37,937,625)</b>	<b>318,799,671</b>	<b>61,675,000</b>
Other liabilities:					
Compensated absences	25,235,366	12,990,765	(11,987,464)	26,238,667	2,361,480
Governmental activity					
<b>Long-term liabilities</b>	<b>\$ 336,115,439</b>	<b>\$ 58,847,988</b>	<b>\$ (49,925,089)</b>	<b>\$ 345,038,338</b>	<b>\$ 64,036,480</b>
					<b>Amounts</b>
	<b>Balance</b>			<b>Balance</b>	<b>Due within</b>
	<b>June 30, 2009</b>	<b>Additions</b>	<b>Deletions</b>	<b>June 30, 2010</b>	<b>One Year</b>
<b>Business-type Activities:</b>					
Bonds payable:					
Revenue bonds	\$ 1,655,000	\$ -	\$ (1,655,000)	\$ -	\$ -
Compensated absences	385,021	260,559	(186,558)	459,022	41,312
Note payable	668,153	-	(324,853)	343,300	3,905
Business-type activity					
<b>Long-term liabilities</b>	<b>\$ 2,708,174</b>	<b>\$ 260,559</b>	<b>\$ (2,166,411)</b>	<b>\$ 802,322</b>	<b>\$ 45,217</b>

Compensated absences for governmental activities are generally liquidated by the general fund.

General Obligation (GO) Bonds are direct obligations of the County for which its full faith and credit are pledged and are payable from taxes levied on property located within the County. The County issues GO bonds to provide funds for the acquisition and construction of major capital facilities, and purchase of library books. Debt related to non-capital library books is \$3,858,062 and debt related to unspent proceeds is \$104,723,789. During fiscal year 2010 the County issued

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\$25,855,000 in GO bonds. The GO bonds outstanding as of June 30, 2010 are comprised of the following issues:

<b>Issue</b>	<b>Amount</b>	<b>Interest Rate</b>	<b>Final Maturity</b>
Series 1997	\$ 5,940,000	4.75%	December 1, 2017
Series 1999	11,570,000	4.50%	August 1, 2019
Series 2001	505,000	4.10%-4.75%	October 1, 2021
Series 2002	800,000	3.75%	February 15, 2022
Series 2003	7,765,000	3.7%-4.65%	June 15, 2023
Series 2004	3,029,000	4.00%-4.40%	October 15, 2021
Series 2005	7,550,000	3.5%-4.00%	February 1, 2020
Series 2005A	5,261,000	4.00%-5.00%	February 1, 2025
Series 2006	8,950,000	4.00%-4.25%	February 1, 2027
Series 2007	10,400,000	5.00%	August 1, 2027
Series 2007A	8,400,000	4.00%-4.35%	August 1, 2027
Series 2008	700,000	3.25%	June 1, 2011
Series 2009	8,950,000	2.50%-4.50%	June 1, 2019
Series 2009A	10,750,000	0.80%-3.60%	December 1, 2020
Partial Refunding Series 2010	15,105,000	2.00%-4.00%	February 1, 2022
Total	<u>\$ 105,675,000</u>		

The annual debt service requirement to maturity for general obligation bonds is as follows:

Year Ending June 30,	<b>Governmental Activities</b>	
	<b>Principal</b>	<b>Interest</b>
2011	\$ 7,840,000	\$ 3,959,608
2012	6,255,000	3,844,165
2013	6,575,000	3,637,558
2014	7,330,000	3,397,167
2015	7,620,000	3,126,524
2016-2020	41,661,000	10,819,728
2021-2025	22,174,000	3,449,503
2025-2029	6,220,000	436,027
	<u>\$ 105,675,000</u>	<u>\$ 32,670,280</u>

The Gross Receipts Tax Revenue Bonds are limited obligations of the County, payable solely from gross receipts tax revenues. During the fiscal year 2010, the County issued \$19,650,000 in gross receipts bonds. The gross receipts tax revenue bonds outstanding as of June 30, 2010 are comprised of the following issues:

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<b>Issue</b>	<b>Amount</b>	<b>Interest Rate</b>	<b>Final Maturity</b>
Series 1996B	\$ 51,875,000	5.00%-5.70%	April 1, 2027
Series 1997	8,800,000	5.25%-5.75%	October 1, 2017
Refunding Series 1998	42,590,000	5.00%-5.25%	April 1, 2027
Series 2002	550,000	3.50%	November 15, 2011
Partial Refunding Series 2005	43,290,000	3.75%-5.25%	October 1, 2026
Series 2008A	42,200,000	4.00%	August 1, 2010
Series 2009A	9,000,000	3.00%	August 1, 2011
Series 2010A	9,000,000	2.00%-4.00%	June 15, 2019
Refunding Series 2010B	1,650,000	2.00%-4.125%	June 15, 2029
	<u>\$ 208,955,000</u>		

The annual debt service requirement to maturity for gross receipts tax revenue bonds is as follows:

<b>Year Ending</b>	<b>Governmental Activities</b>	
	<b>Principal</b>	<b>Interest</b>
2011	\$ 53,835,000	\$ 8,998,697
2012	12,135,000	7,701,141
2013	7,315,000	7,311,028
2014	8,005,000	6,964,497
2015	7,730,000	6,594,960
2016-2020	45,025,000	26,480,087
2021-2025	49,255,000	14,702,998
2026-2029	25,655,000	1,948,237
	<u>\$ 208,955,000</u>	<u>\$ 80,701,645</u>

*Advance and Current Refunding.* On June 3, 2010 the County issued \$15,105,000 of general obligation refunding bonds with an average interest rate of 3.16% to advance refund \$3,420,000 of series 2001 bonds outstanding with an average interest rate of 4.55% and \$11,425,000 of series 2002 bonds outstanding with an average interest rate of 4.19%. The net proceeds of \$15,707,892 (including premium of \$800,098 and \$197,206 in underwriting discounts and issuance cost) were used to purchase U.S. government securities that were placed in an irrevocable trust with an escrow agent to provide for all future debt service payments for the 2001 and 2002 Series bonds. As a result, the 2001 and 2002 Series bonds are considered defeased and the liability for those bonds has been removed from the government-wide statement of net assets. The difference between the cash flows required to service the old debt and the cash flow required to service the new debt and complete the advance refunding is \$817,057. The advance refunding resulted in an economic gain of \$702,115.

On June 15, 2010 the County issued \$1,650,000 of special revenue bonds with an average rate of 3.368% to advance refund \$1,610,000 of the Multifamily Housing Refunding and Improvement

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Revenue bonds (Housing) with a fixed interest rate of 5.85% and the liability for these bonds are accounted for in the governmental activities of the statement of net assets. The net proceeds of \$1,617,022 (including premium of \$5,221 and \$38,200 underwriting discounts and issuance cost) were used to pay off the debt service for the Housing bonds accounted for in the business type activities in the statement of net assets. As a result, the Housing bonds are considered defeased and the liability for those bonds has been removed from the government-wide statement of net assets. The difference between the cash flows required to service the old debt and the cash flow to service the new debt and complete the advance refunding is \$282,542. The advance refunding resulted in an economic gain of \$233,222.

*Prior Refunding.* In prior years, the County defeased certain general obligation and gross receipts tax revenue bonds by placing cash in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. At June 30, 2010, \$14,845,000 of general obligation bonds outstanding is considered defeased.

**G. Short-term debt**

**Tax and Revenue Anticipation Notes**

During the year the County issued no tax and revenue anticipation notes (TRANs) and paid off prior years. County issues TRANs in advance of property tax collections, depositing the proceeds in its general fund. These notes are used to finance current expenditures pending receipt of tax payments in May and November.

Short-term debt activity for the year ended was as follows:

	<b>Balance June 30, 2009</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2010</b>
<b>Governmental Activities:</b>				
Bonds and notes payable:				
Tax anticipation notes	\$ 55,000,000	\$ -	\$ (55,000,000)	\$ -

**H. Special assessment bonds**

The County, acting as the agent for the property owners, issued Special Assessment District Improvement Bonds to finance street and road improvements. The bonds are payable from and secured by a pledge of district special assessments. For redemption purposes, the bonds are numbered consecutively. All or any part of the bonds are subject to redemption in numerical order at the option of the County on any interest payment date prior to maturity, at a price equal to the principal amount thereof plus accrued interest to the redemption. The bonds bear interest from their issue date and are paid semiannually thereafter until paid. The bonds are not a debt of the County, and the County did not pledge its full faith and credit for payment of the bonds. The

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payment of the bonds is not secured by any encumbrance, mortgage, or other pledge of property of the County except for district special assessments. No property of the County, subject to foregoing exception, shall be liable to be forfeited or taken in payment of the bonds.

The activities relating to the collection of special assessments and the payments on special assessment bonds are included in the agency fund accounts.

The following is a summary of Special Assessment Bonds payable as of June 30, 2010:

<b>Improvement Bonds</b>	<b>Interest Rate</b>	<b>Date Issued</b>	<b>Date Series Matures</b>	<b>Amount of Original Issue</b>	<b>Bonds Outstanding June 30, 2010</b>
Comanche Griegos BC-83-1A	7.25%	12/03	12/15/23	\$1,390,000	\$240,000
Comanche Griegos BC-83-1B	6.25%	12/03	12/15/23	\$2,085,000	\$1,470,000

At June 30, 2010, the Second Street, East Mountain, Paradise Hills, South Valley, and Heatherland Hills special assessment bonds had been fully paid. The remaining potential assets were as follows:

<b>Second Street BC-85-3</b>	<b>East Mountain BC-85-4</b>	<b>Paradise Hills BC-84-2</b>	<b>South Valley BC-84-1</b>	<b>Heatherland Hills BC-85-5</b>
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Accounts receivable:

Billed, but uncollected	\$ 1,804	\$ 10,885	\$ 15,073	\$ 55,701	\$ 959
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In accordance with State Statute Section 4-55A-28, NMSA, 1978 Compilation, the Board of County Commissioners may transfer to the general fund money obtained from the levy of an assessment for an improvement district if:

1. Bonds or assignable certificates were issued to finance the improvement; and
2. The funds obtained by the bonds or assignable certificates were spent for the improvement; and
3. The assessments were levied and collected for the payment of the bonds or assignable certificates; and
4. Either the bondholders or assignable certificate holders are barred by the statute of limitations or a court judgment or decree from collecting the indebtedness; or

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5. The bonded indebtedness or assignable certificates have been paid.

**I. Conduit debt**

The County has acted from time to time as the issuer of conduit bonds, the proceeds of which have been immediately loaned to a private borrower. The County will require a complete analysis by an independent consultant at the expense of any and all applicants. The County signed its rights with respect to such bonds to various trustees that monitor amounts due and payable by the borrower pursuant to a lease, loan or other agreement. The County 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

In fiscal year 2010, the County did not issue any new Industrial Revenue Bonds. As of June 30, 2010, there were ten series of Industrial Revenue Bonds outstanding with an original issuance cost of \$159,521,000. The remaining principal balance outstanding as of June 30, 2010 is not available.

Multifamily Housing Revenue Bonds

From time to time, the County has issued Multifamily Housing Revenue Bonds to provide financial assistance to private sector entities for the acquisition, construction and rehabilitation of commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State of New Mexico, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2010, there were six series of project revenue bonds outstanding, with an aggregate principal amount payable of \$41,603,814.

**J. Fund balance reservations**

The New Mexico Department of Finance and Administration (DFA) requires that 3/12 of budgeted expenditures in the general fund be reserved as subsequent-year expenditures to maintain an adequate cash flow until the next significant property tax collection. The DFA required reserve balance for FY10 is \$65,240,072. Another portion of the general fund balance is unreserved and designated for subsequent years' expenditures in the amount \$117,575,335 which includes \$45,632,530 designated for unencumbered carryover, \$14,532,977 designated for capital projects, \$8,000,000 designated for building funds, \$9,000,000 designated for bond defeasance/enhancement, \$13,000,000 designated for infrastructure replacement, \$7,409,828 designated for grant fund reserve, \$2,000,000 for debt service cash flow, \$3,000,000 for

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economic development and \$15,000,000 designated for budget stabilization. The remainder of the general fund balance is designated for other reserved expenditures.

**K. Financial data schedule reconciliation**

The Section 8 Housing-Voucher Special Revenue Fund was presented in the Financial Data Schedule (FDS) in accordance with generally accepted accounting standard as applied to governmental funds. The net assets reconcile to the financial statements. The FDS equity balance was adjusted to include the effects of compensated absences that are not reflected in the governmental fund presentation as follows:

<u>Net Assets</u>	<u>Amount</u>
Net Assets - Housing Choice Vouchers 14.871	\$ 2,395,552
Compensated Absences	184,539
Fund balance - Section 8 Housing - Vouchers	<u>\$ 2,580,091</u>

The Housing Authority Enterprise Fund was presented in two columns on the Financial Data Schedule (FDS) in accordance with generally accepted accounting standards as applied to enterprise funds. The net assets reconcile to the financial statements. The FDS equity balance was adjusted to include the effects of compensated absences that are reflected in the business-type activities enterprise fund presentation as follows:

<u>Net Assets</u>	<u>Amount</u>
Net Assets – Central Office	\$ 2,652,343
Net Assets – Home Rehabilitation	132
Net Assets – Housing Authority	<u>2,652,475</u>
Compensated Absences	(184,539)
Fund balance – Housing Authority	<u>\$ 2,467,936</u>

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**V. Other information**

**A. Risk management**

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County joined with other county governments to form a Workers' Compensation Pool in July 1987 and a Multiline Pool in January 1989. These public entity risk pools operate as a common risk management and insurance program for workers' compensation and property and casualty coverage. The County pays an annual premium to the pools for general insurance coverage.

The pools are authorized by joint powers agreements entered into by each county as a separate and independent governmental and legal entity pursuant to the provisions of NMSA 1978 Sections 11-1-1 et seq. The agreements for formation of the pools provide that the pools be self-sustaining through member premiums and reinsure through commercial companies for claims in excess of \$300,000 and \$250,000, respectively, for each insured event. Both pools are funded entirely by member premiums and are administered by the New Mexico County Insurance Authority.

The Workers' Compensation Pool provides workers' compensation coverage for every County employee. There are 28 counties in this pool, which for fiscal years ended 2010 and 2009 contributed a total of \$7,632,534 and \$7,556,997 respectively. The premium that each county pays depends upon the payroll total and the loss experience specific to that county. For fiscal years ended 2010 and 2009, the County contributed \$1,266,693 and \$883,282 respectively, to the Worker's Compensation Pool. The self-insured retention level for the pool during the period of coverage July 1, 2009 through June 30, 2010 was \$300,000 (that is the maximum amount of coverage for each insured event before obtaining reinsurance). The pool has reinsurance coverage for losses above that amount from County Reinsurance Limited.

The Multiline Pool provides property and casualty coverage for 24 counties. The coverage includes buildings and contents, automobile physical damage, general liability, personal injury (including civil rights), host and liquor liability, automobile liability, public officials errors and omissions, money and securities, commercial blanket bond (employee fidelity), and depositors' forgery. The total premiums for this pool were \$6,987,022 and \$7,865,658 for the years ending December 31, 2010, and 2009, respectively. The County paid premiums to the Multiline Pool in calendar years 2010 and 2009 of \$1,334,130 and \$1,574,410, respectively.

The self-insured retention level for this pool during the period of coverage January 1, 2009 through December 31, 2010 is \$150,000 for property and \$250,000 for liability per occurrence (that is the maximum amount of coverage for each insured event before obtaining reinsurance). The pool has reinsurance coverage for losses above that amount from County

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Reinsurance Limited, to a policy limit of \$2,000,000. Additionally, the pool has purchased another excess liability policy in the amount of \$3,000,000.

The pooling agreements require the pools to be self-sustaining; it is not possible to estimate the range of contingent losses to be borne by the County. The Pool Boards retain a \$3,000,000 equity prior to evaluating any refunds to the participating counties based upon losses expensed and losses incurred. The pools retain the risk of loss to be shared proportionately by pool participants. The County does not retain the sole risk of losses incurred by the County. There were no payments in excess of insurance coverage for the years ended June 30, 2010, 2009, and 2008.

The New Mexico County Insurance Authority has published its own financial reports for the fiscal year ended June 30, 2010, which can be obtained from the New Mexico Association of Counties, 613 Old Santa Fe Trail, Santa Fe, New Mexico, 87501.

The County carries commercial insurance for all other risks of loss, including law enforcement liability, emergency medical, foreign jurisdiction and excess liability, boiler and machinery, and sheriff reserve and rescue personnel. There were no payments in excess of insurance coverage for the years ended June 30, 2010, 2009, and 2008.

**B. Contingencies**

*Litigation.* The County is a defendant in various lawsuits. The outcome of these lawsuits are not presently determinable and the County is not able to make an estimate for possible losses at this time. Insurance deductibles related to outstanding claims are \$10,000 per claim. Occasionally, the County or its elected officials are named as parties to suits that are not covered by any insurance policy and the County's Attorney's Office provides representation for such claims. At present there is only one claim that is not covered by insurance. The uninsured claim is based on an alleged breach of contract where the County is the Defendant and Counter-Claimant. The potential liability may be as great as \$50,000.

*Grant Compliance.* The County receives significant financial assistance from the U.S. government. Entitlement to the resources is generally based on compliance with terms and conditions of the grant agreements and applicable federal regulations, including the expenditure of the resources for eligible purposes. Substantially all grants are subject to financial and compliance audits by the grantor. As of June 30, 2010, management estimates that no material liabilities will result from such audits.

*County Medicaid 1/16 Gross Receipts Tax Equivalent.* Under State Statute Section 27-10-4, NMSA 1978 Compilation, a county which does not enact an ordinance imposing a county health care gross receipts tax pursuant to State Statute Section 7-20E-18, NMSA 1978 Compilation is required to dedicate to the county-supported Medicaid fund "an amount equal to a gross receipts tax rate of 1/16 of one percent applied to the taxable gross receipts tax reported during the prior fiscal year by persons engaging in business in the county." To

**COUNTY OF BERNALILLO, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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comply with the statute, the County imposed a 1/16 percent increase in gross receipts tax during the second half of FY07 and will continue to impose the tax in FY11 which will generate approximately \$10 million annually.

*Other.* At June 30, 2010, the County is committed to \$23,751,377 under construction contracts for capital assets.

**C. Joint ventures**

*Regional Juvenile Detention Center.* Through a Joint Powers Agreement established between Bernalillo County and Sandoval County on June 26, 2007, Bernalillo County operates the Regional Juvenile Detention Facility (RJDC) located at the Bernalillo County Youth Services Center. Sandoval County contributes 100 percent of the operation costs of the RJDC. For FY10, Sandoval County paid \$1,062,223 million to Bernalillo County for the operation of the RJDC. Sandoval County receives 70% and Bernalillo County receives 30% of all cost of care revenues generated from housing juveniles in the RJDC from other counties and pueblos. The total cost of care revenues billed in FY10 was \$457,459 and \$451,114 of this amount has been received to date. Bernalillo County receives 100% of all medical costs billed under these cost of care agreements. The total received for medical cost in FY10 was \$1,206.

*Torrance County/Bernalillo County Regional Landfill.* The County and the Torrance County Solid Waste Authority (TCSWA) entered into a joint powers agreement on April 21, 1998 for the construction and operation of a regional landfill. The County contributed \$633,000 toward the initial costs of acquiring, constructing, designing, developing, and equipping the facility, which constitutes its total equity interest. The County's ownership interest is commensurate with the proportion of funds it provided. It is the intent of the parties to establish tipping fees in an amount sufficient to recover all of the operating costs of the landfill.

Upon termination of the agreement, assets and surplus funds will be distributed pro rata between the parties in accordance with their then existing ownership interests.

TCSWA will operate the facility and is designated as the fiscal agent. The financial report of the Torrance County/Bernalillo County Regional Landfill can be obtained from the Torrance County Solid Waste Authority, 515 Allen Street, Estancia, New Mexico 87016.

**D. Post-Employment Benefits - Retiree Health Care Plan**

*Plan Description.* Bernalillo County 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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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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 the event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

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

*Funding Policy.* The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an 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. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after 1/1/98 are also 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 Bernalillo County's contributions to the RHCA for the years ended June 30, 2010, 2009 and 2008 were \$1,184,196, \$1,137,097, and \$1,042,176, respectively, which equal the required contributions for each year.

**COUNTY OF BERNALILLO, NEW MEXICO  
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**E. Pension Plan – Public Employees Retirement Association**

*Plan Description.* Substantially all of the Bernalillo County’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 9.15-16.65% of their gross salary. The County is required to contribute 9.15-21.25% depending upon the division of the gross covered salary. The contribution requirements of plan members and the County are established under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. The County’s contributions to PERA for the years ending June 30, 2010, 2009, and 2008 were \$12,347,340, \$11,787,960, and \$10,813,124, respectively, which equal the amount of the required contributions for each year. In accordance with Chapter 10, Article 11, Section 5 NMSA 1978, the County has elected to make contributions of seventy-five percent of its employees’ member contributions under the General-management, blue collar, white collar, sheriff, fire and detention plans. The following table outlines the divisions the County participates in and the contributions for the year ending June 30, 2010.

<b>Covered Division</b>	<b><u>Employee</u></b>		<b><u>Employer</u></b>	
	<b>Percent</b>	<b>Dollars</b>	<b>Percent</b>	<b>Dollars</b>
General-management, blue collar and white collar	13.15%	\$6,398,682	9.15%	\$4,452,315
General-other	9.15	13,707	9.15	13,707
Sheriff	16.30	2,239,332	18.50	2,541,573
Fire	16.20	1,342,578	21.25	1,761,099
Detention	16.65	2,839,561	16.65	2,839,561
Retired employees			9.15-21.25%	739,073

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**VI. Significant effects of subsequent events**

On August 2, 2010 the County sold \$30,000,000 of tax and revenue anticipation notes (TRAN), series 2010. The TRAN matures on June 30, 2011 with a current coupon rate of 2%.

On November 2, 2010, the following general obligation bonds were approved by voters.

<b>Approved by Voters on</b>	<b>Purpose</b>	<b>Authorized</b>
November 2, 2010	Road Bonds	\$ 12,000,000
November 2, 2010	Storm Drain	6,400,000
November 2, 2010	Public Safety	500,000
November 2, 2010	Parks and Recreation	2,300,000
November 2, 2010	Library	1,500,000
November 2, 2010	Facility Improvement	2,300,000
Total		<u>\$ 25,000,000</u>

## COUNTY OF BERNALILLO, NEW MEXICO

### NONMAJOR GOVERNMENTAL FUNDS

#### SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes. The authority for the creation of the special revenue funds is by state statute, executive order, or specific authority.

*Recreation.* To account for recreational funds. Financing is provided by cigarette taxes. The fund was created by authority of state statute (see Section 7-12-15, NMSA 1978 Compilation).

*Environmental Health.* To account for the 1/8 cent gross receipts tax set aside for the purpose of financing environmental health concerns within the County of Bernalillo. The fund was created by authority of state statute (see Section 7-20E-17, NMSA 1978 Compilation).

*Health Care Gross Receipts Tax.* To account for the enactment of a 1/16<sup>th</sup> gross receipts tax in accordance with state statute (7-20E-18, NMSA 1978). This legislation allows the County to implement and dedicate up to 2/16% gross receipts tax for health care related costs.

*Valuation.* To account for fees collected from “revenue recipients” pursuant to Section 7-38-38.1, NMSA 1978 Compilation. Expenditures from the county property valuation fund may be made pursuant to a property valuation program presented by the county assessor and approved by the majority of the County Commissioners.

*Industrial Revenue Bonds.* To account for the receipt and expenditure of revenues collected from Payment in Lie of Taxes on behalf of Albuquerque Public Schools and the University of New Mexico Hospital due to Industrial Revenue Bonds issues. This fund was created by authority of Bernalillo County Ordinance 98-3.

*Fire Districts No. 1 through 11 and 13.* To account for the operations and maintenance (excluding salaries and benefits) of the 11 fire districts. Funding is provided by allotments from the New Mexico State Fire Marshal’s Office. The funds were created under the authority of state statute (see Section 59A-53-5, NMSA 1978 Compilation).

*Emergency Medical Services.* To account for grants from the State of New Mexico Department of Health to be utilized for equipment, supplies, and training for emergency medical service purposes. This fund was created by the authority of state statute (see Section 24-10A-6, NMSA 1978 Compilation).

*Energy Research and Development Agency (ERDA).* These funds represent settlement of a dispute between the State of New Mexico and the federal government regarding payment of gross receipts tax by three defense contractors doing business within New Mexico. Expenditures are used for capital outlay for the various fire districts within Bernalillo County.

**COUNTY OF BERNALILLO, NEW MEXICO**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS (CONTINUED)**

*Sheriff's Investigative Fund.* To account for monies received from the sale of evidence, unclaimed cash, seizures, and forfeitures and expenditures of such for law enforcement purposes. The fund was created by authority of state statute Controlled Substances Act 30-31-35 NMSA 1978.

*Law Enforcement Protection.* To account for a state grant restricted to equipment purchases and training programs to enhance law enforcement effectiveness. The fund was created under the authority of state statute (see Section 29-13-4, NMSA 1978 Compilation).

*Community Service.* To account for donations received from non-profit organizations, which are to be used for social services programs. The fund was created by the authority of the Board of County Commissioners.

*Farm and Range.* To account for soil conservation, predator control, and secondary road activities within the County. Financing is provided by the Taylor Grazing Act. Expenditures may be made only for the purposes specified in the grant. The fund was created by authority of state statute (see Section 6-11-6, NMSA 1978 Compilation).

*County Indigent.* To account for the 1/8 of one percent portion of the county gross receipts tax adopted through County Ordinance 86-17, expenditure of which is restricted to indigent care. An agreement was signed with several providers for the provision of health and dental services to indigent patients. The fund was created by authority of state statute (see Section 7-20E-9, NMSA 1978 Compilation).

*Clerk's Recording & Filing.* To account for fees authorized to Class A counties to charge up to an additional \$2.00 per document as an equipment recording fee. The fees collected may only be used for the purchase of equipment associated with the recording, filing, maintaining, or reproducing of documents in the Office of the County Clerk. This fund was created by authority of state statute (see Section 14-8-12.2, NMSA 1978 Compilation).

*Section 8 Housing Vouchers Fund.* To account for Department of Housing and Urban Development (HUD) Section 8 existing housing and vouchers programs including housing assistance payments. The funds were created to account for grant activity under HUD contract, ACC Part I, Number FW-5325.

*Department of Substance Abuse.* To account for liquor excise tax revenue received from the state for DWI services and programs in accordance with Section 11-6A-3, NMSA 1978 Compilation. Grant funding from the state transportation department and other sources for the provision of substance abuse related services also is included in this fund.

**COUNTY OF BERNALILLO, NEW MEXICO**

**NONMAJOR GOVERNMENTAL FUNDS**

**DEBT SERVICE FUNDS**

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

*General Obligation.* To account for the accumulation of resources and payment of general obligation bond principal and interest from County resources.

*Revenue Bonds.* To account for the accumulation of resources and payment of revenue bond principal and interest from pledged County gross receipts tax revenues for the following bond issues:

- Series 1996B – Public Buildings
- Series 1997 – Public Facilities
- Refunding Series 1998 – Courthouse
- Series 2010A – Public Facilities
- Refunding Series 2005 – Public Facilities
- Series 2008A – Public Facilities
- Series 2009A – Public Facilities
- Refunding Series 2010B – Public Buildings

*Revenue Bond Reserves.* To account for debt service reserves established pursuant to the bond ordinance for the following bond issues:

- Series 1996B – Public Buildings
- Series 1997 – Public Facilities
- Refunding Series 1998 – Courthouse
- Refunding Series 2005 – Public Facilities

**CAPITAL PROJECTS FUNDS**

*Impact Fees.* To account for the fees received from developers that are restricted for use in infrastructure improvements in the service area from which the fees were collected. This fund was created by authority of Bernalillo County Ordinance 95-16.

*Open Space.* To account for the financing and acquisition of open space. Financing is provided by a six-year .25 property tax mill levy by County voters on November 30, 2000.

**COUNTY OF BERNALILLO, NEW MEXICO  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2010**

**Special Revenue**

	<b>Recreation</b>	<b>Environmental Health</b>	<b>Health Care GRT</b>	<b>Valuation</b>	<b>Industrial Revenue Bonds</b>	<b>Fire Districts</b>	<b>Emergency Medical Services</b>
<b>ASSETS</b>							
Cash and investments	\$ 5,295	\$ 2,528,717	\$ 13,968,360	\$9,092,844	\$1,080,402	\$ 647,917	\$ 8,993
Accounts receivable, net	352	570,464	2,027,150	-	4,704	-	-
Accrued interest receivable	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Cash-restricted	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	11,484	-
Advances to other funds	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 5,647</b>	<b>\$ 3,099,181</b>	<b>\$ 15,995,510</b>	<b>\$9,092,844</b>	<b>\$1,085,106</b>	<b>\$ 659,401</b>	<b>\$ 8,993</b>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ 105,057	\$ 95,028	\$ 36,739	\$ 227,902	\$ 165,947	\$ 377
Accrued payroll	-	-	5,479	56,627	-	-	-
Unearned revenue	-	79,862	269,757	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>184,919</b>	<b>370,264</b>	<b>93,366</b>	<b>227,902</b>	<b>165,947</b>	<b>377</b>
<b>FUND BALANCES</b>							
Reserved for:							
Inventory	-	-	-	-	-	11,484	-
Debt service	-	-	-	-	-	-	-
Encumbrances	-	177,023	580,314	216,310	33,290	370,116	3,805
Unreserved (deficit):							
Undesignated	5,647	2,737,239	15,044,932	8,783,168	823,914	111,854	4,811
<b>Total fund balances (deficit)</b>	<b>5,647</b>	<b>2,914,262</b>	<b>15,625,246</b>	<b>8,999,478</b>	<b>857,204</b>	<b>493,454</b>	<b>8,616</b>
<b>Total liabilities and fund balances</b>	<b>\$ 5,647</b>	<b>\$ 3,099,181</b>	<b>\$ 15,995,510</b>	<b>\$9,092,844</b>	<b>\$1,085,106</b>	<b>\$ 659,401</b>	<b>\$ 8,993</b>

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

**COUNTY OF BERNALILLO, NEW MEXICO  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2010**

**Special Revenue**

	<b>Sheriff's Investigative Fund</b>	<b>Law Enforcement Protection</b>	<b>Community Service</b>	<b>Farm and Range</b>	<b>County Indigent</b>	<b>Clerk's Recording &amp; Filing</b>	<b>Section 8 Housing- Voucher</b>	<b>Department of Substance Abuse</b>	<b>Special Revenue Total</b>
<b>ASSETS</b>									
Cash and investments	\$ 904,717	\$ 104,915	\$ 252,537	\$ 83	\$ 245,174	\$ 1,116,742	\$ 4,006,814	\$ 493,825	\$34,457,335
Accounts receivable, net	-	-	-	-	1,924,060	-	151,151	111,931	4,789,812
Accrued interest receivable	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	204,648	-	204,648
Cash-restricted	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	11,484
Advances to other funds	-	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 904,717</b>	<b>\$ 104,915</b>	<b>\$ 252,537</b>	<b>\$ 83</b>	<b>\$2,169,234</b>	<b>\$ 1,116,742</b>	<b>\$ 4,362,613</b>	<b>\$ 605,756</b>	<b>\$39,463,279</b>
<b>LIABILITIES</b>									
Accounts payable	\$ -	\$ 25,865	\$ -	\$ -	\$ 1,959,930	\$ 41,519	\$ 301,849	\$ 124,946	\$ 3,085,159
Accrued payroll	-	-	-	-	-	-	36,836	-	98,942
Unearned revenue	-	-	-	-	-	-	-	-	349,619
Due to other funds	-	-	-	-	-	-	1,443,837	-	1,443,837
<b>Total liabilities</b>	<b>-</b>	<b>25,865</b>	<b>-</b>	<b>-</b>	<b>1,959,930</b>	<b>41,519</b>	<b>1,782,522</b>	<b>124,946</b>	<b>4,977,557</b>
<b>FUND BALANCES</b>									
Reserved for:									
Inventory	-	-	-	-	-	-	-	-	11,484
Debt service	-	-	-	-	-	-	-	-	-
Encumbrances	-	31,581	-	-	55,521	98,883	21	9,169	1,576,033
Unreserved (deficit):									
Unndesignated	904,717	47,469	252,537	83	153,783	976,340	2,580,070	471,641	32,898,205
<b>Total fund balances (deficit)</b>	<b>904,717</b>	<b>79,050</b>	<b>252,537</b>	<b>83</b>	<b>209,304</b>	<b>1,075,223</b>	<b>2,580,091</b>	<b>480,810</b>	<b>34,485,722</b>
<b>Total liabilities and fund balances</b>	<b>\$ 904,717</b>	<b>\$ 104,915</b>	<b>\$ 252,537</b>	<b>\$ 83</b>	<b>\$2,169,234</b>	<b>\$ 1,116,742</b>	<b>\$ 4,362,613</b>	<b>\$ 605,756</b>	<b>\$39,463,279</b>

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

**COUNTY OF BERNALILLO, NEW MEXICO  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2010**

	<b>Debt Service</b>								
	<b>General Obligation Bond Debt Service</b>	<b>Series 1996B Debt Service</b>	<b>Series 1996B Reserve</b>	<b>Series 1997 Debt Service</b>	<b>Series 1997 Reserve</b>	<b>Refunding Series 1998 Debt Service</b>	<b>Refunding Series 1998 Reserve</b>	<b>Series 2010A Service</b>	<b>Refunding Series 2005 Debt Service</b>
<b>ASSETS</b>									
Cash and investments	\$ 2,168,156	\$ 735,838	\$ -	\$ 228,467	\$ -	\$ 424,396	\$ -	\$ 370,431	\$ 431,270
Bond receivable	-	-	-	-	-	-	-	-	-
Accounts receivable, net	1,106,336	-	-	-	-	-	-	-	-
Accrued interest receivable	16,580	86,319	-	23,278	-	70,839	-	3,873	1,983
Notes receivable	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-
Due from grantor	-	-	-	-	-	-	-	-	-
Cash-restricted	-	-	5,438,448	-	1,693,500	-	4,615,582	-	-
Inventory	-	-	-	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 3,291,072</u></b>	<b><u>\$ 822,157</u></b>	<b><u>\$ 5,438,448</u></b>	<b><u>\$ 251,745</u></b>	<b><u>\$ 1,693,500</u></b>	<b><u>\$ 495,235</u></b>	<b><u>\$ 4,615,582</u></b>	<b><u>\$ 374,304</u></b>	<b><u>\$ 433,253</u></b>
<b>LIABILITIES</b>									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-	-	-	-	-	-
TRAN payable	-	-	-	-	-	-	-	-	-
Acrued payroll	-	-	-	-	-	-	-	-	-
Unearned revenue	986,505	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b><u>986,505</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>FUND BALANCES</b>									
Reserved for:									
Inventory	-	-	-	-	-	-	-	-	-
Debt service	2,304,567	822,157	5,438,448	251,745	1,693,500	495,235	4,615,582	374,304	433,253
Encumbrances	-	-	-	-	-	-	-	-	-
Unreserved:									
Undesignated	-	-	-	-	-	-	-	-	-
<b>Total fund balances (deficit)</b>	<b><u>2,304,567</u></b>	<b><u>822,157</u></b>	<b><u>5,438,448</u></b>	<b><u>251,745</u></b>	<b><u>1,693,500</u></b>	<b><u>495,235</u></b>	<b><u>4,615,582</u></b>	<b><u>374,304</u></b>	<b><u>433,253</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 3,291,072</u></b>	<b><u>\$ 822,157</u></b>	<b><u>\$ 5,438,448</u></b>	<b><u>\$ 251,745</u></b>	<b><u>\$ 1,693,500</u></b>	<b><u>\$ 495,235</u></b>	<b><u>\$ 4,615,582</u></b>	<b><u>\$ 374,304</u></b>	<b><u>\$ 433,253</u></b>

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

COUNTY OF BERNALILLO, NEW MEXICO  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2010

	Debt Service			Capital Projects			Total Nonmajor Governmental Funds	
	Series 2008A Debt Service	Refunding Series 2010B Debt Service	TRAN Debt Service	Debt Service Total	Impact Fees	Open Space		Capital Projects Total
<b>ASSETS</b>								
Cash and investments	\$ 730,280	\$ -	\$ 113,696	\$ 5,202,534	\$ 5,940,425	\$ 11,700,274	\$ 17,640,699	\$ 57,300,568
Accounts receivable, net	-	-	-	1,106,336	-	119,354	119,354	6,015,502
Accrued interest receivable	3,358	-	-	206,230	27,258	-	27,258	233,488
Due from other funds	-	55,943	-	55,943	-	-	-	260,591
Cash-restricted	-	-	-	11,747,530	-	-	-	11,747,530
Inventory	-	-	-	-	-	-	-	11,484
Advances to other funds	-	1,650,000	-	1,650,000	-	-	-	1,650,000
<b>Total assets</b>	<b>\$ 733,638</b>	<b>\$ 1,705,943</b>	<b>\$ 113,696</b>	<b>\$ 19,968,573</b>	<b>\$ 5,967,683</b>	<b>\$ 11,819,628</b>	<b>\$ 17,787,311</b>	<b>\$ 77,219,163</b>
<b>LIABILITIES</b>								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 5,627	\$ 1,281,916	\$ 1,287,543	\$ 4,372,702
Accrued payroll	-	-	-	-	-	12,390	12,390	111,332
Unearned revenue	-	-	-	986,505	-	105,702	105,702	1,441,826
Due to other funds	-	55,943	-	55,943	-	-	-	1,499,780
<b>Total liabilities</b>	<b>-</b>	<b>55,943</b>	<b>-</b>	<b>1,042,448</b>	<b>5,627</b>	<b>1,400,008</b>	<b>1,405,635</b>	<b>7,425,640</b>
<b>FUND BALANCES</b>								
Reserved for:								
Inventory	-	-	-	-	-	-	-	11,484
Debt service	733,638	1,650,000	113,696	18,926,125	-	-	-	18,926,125
Encumbrances	-	-	-	-	91,325	115,145	206,470	1,782,503
Unreserved:								
Undesignated	-	-	-	-	5,870,731	10,304,475	16,175,206	49,073,411
<b>Total fund balances (deficit)</b>	<b>733,638</b>	<b>1,650,000</b>	<b>113,696</b>	<b>18,926,125</b>	<b>5,962,056</b>	<b>10,419,620</b>	<b>16,381,676</b>	<b>69,793,523</b>
<b>Total liabilities and fund balances</b>	<b>\$ 733,638</b>	<b>\$ 1,705,943</b>	<b>\$ 113,696</b>	<b>\$ 19,968,573</b>	<b>\$ 5,967,683</b>	<b>\$ 11,819,628</b>	<b>\$ 17,787,311</b>	<b>\$ 77,219,163</b>

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

**COUNTY OF BERNALILLO, NEW MEXICO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended June 30, 2010**

<b>Special Revenue</b>								
	<b>Recreation</b>	<b>Environmental Health</b>	<b>Health Care GRT</b>	<b>Valuation</b>	<b>Industrial Revenue Bonds</b>	<b>Fire Districts</b>	<b>Emergency Medical Services</b>	<b>ERDA</b>
<b>REVENUES</b>								
Taxes:								
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales	-	2,889,267	9,784,453	-	-	-	-	-
Cigarette	1,748	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	1,259,768	176,597	-
Fees for services	-	-	-	5,377,125	-	-	-	-
Investment income	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	842,756	-	-	-
Total revenues	<u>1,748</u>	<u>2,889,267</u>	<u>9,784,453</u>	<u>5,377,125</u>	<u>842,756</u>	<u>1,259,768</u>	<u>176,597</u>	<u>-</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	-	3,552,031	1,005,387	-	-	60
Public works	-	-	-	-	-	-	-	-
Public safety	-	-	83,977	-	-	946,736	179,680	-
Health and welfare	-	928,525	6,319,804	-	-	-	-	-
Culture and recreation	-	-	-	-	6,480	-	-	-
Capital outlay	-	-	2,939,882	-	-	103,477	34,514	-
Capital outlay - other entities	-	4,481	-	-	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>933,006</u>	<u>9,343,663</u>	<u>3,552,031</u>	<u>1,011,867</u>	<u>1,050,213</u>	<u>214,194</u>	<u>60</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,748</u>	<u>1,956,261</u>	<u>440,790</u>	<u>1,825,094</u>	<u>(169,111)</u>	<u>209,555</u>	<u>(37,597)</u>	<u>(60)</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	117,875	-	-	-	-	-	-
Transfers out	-	(1,845,550)	(1,199,445)	-	-	-	-	(14,031)
Refunding bonds issued	-	-	-	-	-	-	-	-
Bonds issued	-	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-	-
Discount on bonds issued	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agen	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(1,727,675)</u>	<u>(1,199,445)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,031)</u>
Net changes in fund balances	<u>1,748</u>	<u>228,586</u>	<u>(758,655)</u>	<u>1,825,094</u>	<u>(169,111)</u>	<u>209,555</u>	<u>(37,597)</u>	<u>(14,091)</u>
Fund balances (deficit) - beginning	<u>3,899</u>	<u>2,685,676</u>	<u>16,383,901</u>	<u>7,174,384</u>	<u>1,026,315</u>	<u>283,899</u>	<u>46,213</u>	<u>14,091</u>
Fund balances (deficit) - ending	<u>\$ 5,647</u>	<u>\$ 2,914,262</u>	<u>\$ 15,625,246</u>	<u>\$ 8,999,478</u>	<u>\$ 857,204</u>	<u>\$ 493,454</u>	<u>\$ 8,616</u>	<u>\$ -</u>

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

COUNTY OF BERNALILLO, NEW MEXICO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 Year Ended June 30, 2010

Special Revenue									
	Sheriff's Investigative Fund	Law Enforcement Protection	Community Service	Farm and Range	County Indigent	Clerk's Recording & Filing	Section 8 Housing- Voucher	Department of Substance Abuse	Special Revenue Total
<b>REVENUES</b>									
Taxes:									
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales	-	-	-	-	10,784,484	-	-	-	23,458,204
Cigarette	-	-	-	-	-	-	-	-	1,748
Intergovernmental	-	195,000	-	151	-	-	12,489,516	300,000	14,421,032
Fees for services	-	-	-	-	-	476,240	67,747	-	5,921,112
Investment income	-	-	-	-	-	-	2,614	-	2,614
Miscellaneous	608,115	-	126,009	-	-	-	165,965	957,401	2,700,246
Total revenues	<u>608,115</u>	<u>195,000</u>	<u>126,009</u>	<u>151</u>	<u>10,784,484</u>	<u>476,240</u>	<u>12,725,842</u>	<u>1,257,401</u>	<u>46,504,956</u>
<b>EXPENDITURES</b>									
Current:									
General government	-	-	-	-	-	586,602	-	-	5,144,080
Public works	-	-	-	1,052	-	-	-	-	1,052
Public safety	337,738	140,450	-	-	-	-	-	960,440	2,649,021
Health and welfare	-	-	64,049	-	10,777,990	-	12,717,573	-	30,807,941
Culture and recreation	-	-	-	-	-	-	-	-	6,480
Capital outlay	-	64,169	927	-	-	-	-	-	3,142,969
Capital outlay - other entities	-	-	-	-	-	-	-	-	4,481
Debt service:									
Principal	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Bond issuance cost	-	-	-	-	-	-	-	-	-
Total expenditures	<u>337,738</u>	<u>204,619</u>	<u>64,976</u>	<u>1,052</u>	<u>10,777,990</u>	<u>586,602</u>	<u>12,717,573</u>	<u>960,440</u>	<u>41,756,024</u>
Excess (deficiency) of revenues over (under) expenditures	<u>270,377</u>	<u>(9,619)</u>	<u>61,033</u>	<u>(901)</u>	<u>6,494</u>	<u>(110,362)</u>	<u>8,269</u>	<u>296,961</u>	<u>4,748,932</u>
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers in	-	-	-	-	-	-	-	183,849	301,724
Transfers out	-	-	-	-	-	-	-	-	(3,059,026)
Sale of capital assets	-	-	-	-	-	-	-	-	-
Refunding bonds issued	-	-	-	-	-	-	-	-	-
Bonds issued	-	-	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-	-	-
Discount on bonds issued	-	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agen	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>183,849</u>	<u>(2,757,302)</u>
Net changes in fund balances	<u>270,377</u>	<u>(9,619)</u>	<u>61,033</u>	<u>(901)</u>	<u>6,494</u>	<u>(110,362)</u>	<u>8,269</u>	<u>480,810</u>	<u>1,991,630</u>
Fund balances (deficit) - beginning	<u>634,340</u>	<u>88,669</u>	<u>191,504</u>	<u>984</u>	<u>202,810</u>	<u>1,185,585</u>	<u>2,571,822</u>	<u>-</u>	<u>32,494,092</u>
Fund balances (deficit)- ending	<u>\$ 904,717</u>	<u>\$ 79,050</u>	<u>\$ 252,537</u>	<u>\$ 83</u>	<u>\$ 209,304</u>	<u>\$ 1,075,223</u>	<u>\$ 2,580,091</u>	<u>\$ 480,810</u>	<u>\$ 34,485,722</u>

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

COUNTY OF BERNALILLO, NEW MEXICO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 Year Ended June 30, 2010

	Debt Service									
	General Obligation Bond Debt Service	Series 1996B Debt Service	Series 1996B Reserve	Series 1997 Debt Service	Series 1997 Reserve	Refunding Series 1998 Debt Service	Refunding Series 1998 Reserve	Series 2010A Debt Service	Refunding Series 2005 Debt Service	Refunding Series 2005 Reserve
<b>REVENUES</b>										
Taxes:										
Property	\$ 12,519,561	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales	-	-	-	-	-	-	-	-	-	-
Cigarette	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-
Fees for services	-	-	-	-	-	-	-	-	-	-
Investment income	52,407	343,435	-	92,991	-	280,718	-	19,738	78,642	-
Miscellaneous	29,000	-	-	-	-	-	-	-	-	-
Total revenues	<u>12,571,997</u>	<u>343,435</u>	<u>-</u>	<u>92,991</u>	<u>-</u>	<u>280,718</u>	<u>-</u>	<u>19,738</u>	<u>78,642</u>	<u>-</u>
<b>EXPENDITURES</b>										
Current:										
General government	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
Capital outlay - other entities	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	7,415,000	2,000,000	-	1,000,000	-	1,690,000	-	10,000,000	1,450,000	-
Interest	4,399,306	2,869,328	-	517,250	-	2,307,439	-	199,444	2,241,100	-
Bond issuance costs	99,023	-	-	-	-	-	-	85,000	-	-
Total expenditures	<u>11,913,329</u>	<u>4,869,328</u>	<u>-</u>	<u>1,517,250</u>	<u>-</u>	<u>3,997,439</u>	<u>-</u>	<u>10,284,444</u>	<u>3,691,100</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>658,668</u>	<u>(4,525,893)</u>	<u>-</u>	<u>(1,424,259)</u>	<u>-</u>	<u>(3,716,721)</u>	<u>-</u>	<u>(10,264,706)</u>	<u>(3,612,458)</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	-	4,869,328	-	1,517,250	-	3,997,438	-	1,199,445	3,808,975	-
Transfers out	-	-	-	-	-	-	-	-	(117,875)	(4,933,749)
Refunding bonds issued	15,105,000	-	-	-	-	-	-	-	-	-
Bonds issued	-	-	-	-	-	-	-	9,000,000	-	-
Premium on bonds issued	800,098	-	-	-	-	-	-	297,691	-	-
Discount on bonds issued	(98,183)	-	-	-	-	-	-	(58,500)	-	-
Payment to refunded bond escrow agent	(15,689,300)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>117,615</u>	<u>4,869,328</u>	<u>-</u>	<u>1,517,250</u>	<u>-</u>	<u>3,997,438</u>	<u>-</u>	<u>10,438,636</u>	<u>3,691,100</u>	<u>(4,933,749)</u>
Net changes in fund balances	<u>776,283</u>	<u>343,435</u>	<u>-</u>	<u>92,991</u>	<u>-</u>	<u>280,717</u>	<u>-</u>	<u>173,930</u>	<u>78,642</u>	<u>(4,933,749)</u>
Fund balances (deficit) - beginning	<u>1,528,284</u>	<u>478,722</u>	<u>5,438,448</u>	<u>158,754</u>	<u>1,693,500</u>	<u>214,518</u>	<u>4,615,582</u>	<u>200,374</u>	<u>354,611</u>	<u>4,933,749</u>
Fund balances (deficit) - ending	<u>\$ 2,304,567</u>	<u>\$ 822,157</u>	<u>\$ 5,438,448</u>	<u>\$ 251,745</u>	<u>\$ 1,693,500</u>	<u>\$ 495,235</u>	<u>\$ 4,615,582</u>	<u>\$ 374,304</u>	<u>\$ 433,253</u>	<u>\$ -</u>

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

COUNTY OF BERNALILLO, NEW MEXICO  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended June 30, 2010

	Debt Service				Capital Projects			Total Nonmajor Governmental Funds	
	Series 2008A Debt Service	Series 2009A Debt Service	Refunding Series 2010B Debt Service	TRAN Debt Service	Debt Service Total	Impact Fees	Open Space		Capital Projects Total
<b>REVENUES</b>									
Taxes:									
Property	\$ -	\$ -	\$ -	\$ -	\$ 12,519,561	\$ -	\$ 1,423,675	\$ 1,423,675	\$ 13,943,236
Sales	-	-	-	-	-	-	-	-	23,458,204
Cigarette	-	-	-	-	-	-	-	-	1,748
Intergovernmental	-	-	-	-	-	-	-	-	14,421,032
Fees for services	-	-	-	-	-	375,898	-	375,898	6,297,010
Investment income	18,281	-	-	-	886,212	151,533	-	151,533	1,040,359
Miscellaneous	-	-	32,978	-	33,007	-	2,600	2,600	2,735,853
<b>Total revenues</b>	<b>18,281</b>	<b>-</b>	<b>32,978</b>	<b>-</b>	<b>13,438,780</b>	<b>527,431</b>	<b>1,426,275</b>	<b>1,953,706</b>	<b>61,897,442</b>
<b>EXPENDITURES</b>									
Current:									
General government	-	-	-	-	-	-	-	-	5,144,080
Public works	-	-	-	-	-	9,000	435,620	444,620	445,672
Public safety	-	-	-	-	-	-	-	-	2,649,021
Health and welfare	-	-	-	-	-	-	-	-	30,807,941
Culture and recreation	-	-	-	-	-	-	224,376	224,376	230,856
Capital outlay	-	-	-	-	-	759,386	497,217	1,256,603	4,399,572
Capital outlay - other entities	-	-	-	-	-	355	1,240,000	1,240,355	1,244,836
Debt service:									
Principal	-	-	-	-	23,555,000	-	-	-	23,555,000
Interest	1,688,000	132,000	-	1,375,000	15,728,867	-	-	-	15,728,867
Bond issuance cost	-	-	25,000	-	209,023	-	-	-	209,023
<b>Total expenditures</b>	<b>1,688,000</b>	<b>132,000</b>	<b>25,000</b>	<b>1,375,000</b>	<b>39,492,890</b>	<b>768,741</b>	<b>2,397,213</b>	<b>3,165,954</b>	<b>84,414,868</b>
Excess (deficiency) of revenues over (under) expenditures	(1,669,719)	(132,000)	7,978	(1,375,000)	(26,054,110)	(241,310)	(970,938)	(1,212,248)	(22,517,426)
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers in	1,688,000	132,000	-	750,000	17,962,436	-	-	-	18,264,160
Transfers out	-	-	-	-	(5,051,624)	-	-	-	(8,110,650)
Refunding bonds issued	-	-	1,650,000	-	16,755,000	-	-	-	16,755,000
Bonds issued	-	-	-	-	9,000,000	-	-	-	9,000,000
Premium on bonds issued	-	-	5,222	-	1,103,011	-	-	-	1,103,011
Discount on bonds issued	-	-	(13,200)	-	(169,883)	-	-	-	(169,883)
Payment to refunded bond escrow agent	-	-	-	-	(15,689,300)	-	-	-	(15,689,300)
<b>Total other financing sources (uses)</b>	<b>1,688,000</b>	<b>132,000</b>	<b>1,642,022</b>	<b>750,000</b>	<b>23,909,640</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,152,338</b>
Net changes in fund balances	18,281	-	1,650,000	(625,000)	(2,144,470)	(241,310)	(970,938)	(1,212,248)	(1,365,088)
Fund balances (deficit) - beginning	715,357	-	-	738,696	21,070,595	6,203,366	11,390,558	17,593,924	71,158,611
<b>Fund balances (deficit) - ending</b>	<b>\$ 733,638</b>	<b>\$ -</b>	<b>\$ 1,650,000</b>	<b>\$ 113,696</b>	<b>\$ 18,926,125</b>	<b>\$ 5,962,056</b>	<b>\$ 10,419,620</b>	<b>\$ 16,381,676</b>	<b>\$ 69,793,523</b>

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SPECIAL REVENUE FUND**  
**RECREATION**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 1,700	\$ 1,700	\$ 1,780	\$ 80
Total revenues	<u>1,700</u>	<u>1,700</u>	<u>1,780</u>	<u>80</u>
Expenditures:				
Culture and recreation:				
Parks and recreation	<u>1,700</u>	<u>1,700</u>	<u>-</u>	<u>1,700</u>
Excess of revenues over expenditures			<u><u>\$ 1,780</u></u>	

**COUNTY OF BERNALILLO, NEW MEXICO  
SPECIAL REVENUE FUND  
ENVIRONMENTAL HEALTH  
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL  
(NON-GAAP Budgetary Basis)  
Year Ended June 30, 2010**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
Revenues:				
Taxes	\$ 2,500,000	\$ 2,500,000	\$ 2,833,772	\$ 333,772
Miscellaneous	29,062	29,062	-	(29,062)
Total revenues	<u>2,529,062</u>	<u>2,529,062</u>	<u>2,833,772</u>	<u>304,710</u>
Other financing sources:				
Transfers in	117,875	117,875	117,875	-
Total revenues and other financing sources	<u>2,646,937</u>	<u>2,646,937</u>	<u>2,951,647</u>	<u>304,710</u>
Prior year cash balance budget	<u>492,857</u>	<u>2,659,017</u>		
Total budget	<u>3,139,794</u>	<u>5,305,954</u>		
Expenditures:				
Solid waste	379,708	587,713	470,586	117,127
Planning and geo resources	598,648	804,368	456,944	347,424
Zoning, building and environmental	142,013	1,827,143	18,374	1,808,769
Capital outlay	56,000	241,180	-	241,180
Capital outlay for others	-	-	4,481	(4,481)
Total expenditures	<u>1,176,369</u>	<u>3,460,404</u>	<u>950,385</u>	<u>2,510,019</u>
Other financing uses:				
Transfers out	1,845,550	1,845,550	1,845,550	-
Total expenditures and other financing uses	<u>3,021,919</u>	<u>5,305,954</u>	<u>2,795,935</u>	<u>2,510,019</u>
Excess of revenues and other financing sources over expenditures and other financing uses			<u>\$ 155,712</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SPECIAL REVENUE FUND**  
**1/16 HEALTH CARE GRT**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 10,000,000	\$ 10,000,000	\$ 9,665,628	\$ (334,372)
Total revenues	<u>10,000,000</u>	<u>10,000,000</u>	<u>9,665,628</u>	<u>(334,372)</u>
Prior year cash balance budget	<u>13,073,126</u>	<u>14,272,571</u>		
Total budget	<u>23,073,126</u>	<u>24,272,571</u>		
Expenditures:				
Health and welfare:				
Operating expenditures	21,430,548	18,425,170	6,275,934	12,149,236
Public safety:				
Operating expenditures	-	-	27,415	(27,415)
Capital outlay	<u>1,642,578</u>	<u>4,647,956</u>	<u>2,947,259</u>	<u>1,700,697</u>
Total expenditures	<u>23,073,126</u>	<u>23,073,126</u>	<u>9,250,608</u>	<u>13,822,518</u>
Other financing uses:				
Operating transfers out	<u>1,199,445</u>	<u>1,199,445</u>	<u>1,199,445</u>	<u>-</u>
Total expenditures and other financing uses	<u>24,272,571</u>	<u>24,272,571</u>	<u>10,450,053</u>	<u>13,822,518</u>
Deficiency of revenues over expenditures and other financing uses			<u>\$ (784,425)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SPECIAL REVENUE FUND**  
**VALUATION**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 4,100,000	\$ 4,100,000	\$ 5,377,125	\$ 1,277,125
Prior year cash balance budget	976,252	976,252		
Total budget	<u>5,076,252</u>	<u>5,076,252</u>		
Expenditures:				
General government:				
Operating expenditures	5,076,252	5,076,252	3,675,672	1,400,580
Total expenditures	<u>5,076,252</u>	<u>5,076,252</u>	<u>3,675,672</u>	<u>1,400,580</u>
Excess of revenues over expenditures			<u>\$ 1,701,453</u>	

**COUNTY OF BERNALILLO, NEW MEXICO  
SPECIAL REVENUE FUND  
INDUSTRIAL REVENUE BONDS  
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL  
(NON-GAAP Budgetary Basis)  
Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Miscellaneous	\$ 831,925	\$ 831,925	\$ 842,756	\$ 10,831
Prior year cash balance budget	1,126,644	1,126,644		
Total budget	<u>1,958,569</u>	<u>1,958,569</u>		
Expenditures:				
General government:				
Operating expenditures	1,958,569	1,958,569	873,269	1,085,300
Culture and recreation:				
Operating expenditures	-	-	6,750	(6,750)
Total expenditures	<u>1,958,569</u>	<u>1,958,569</u>	<u>880,019</u>	<u>1,078,550</u>
Deficiency of revenues over expenditures			<u>\$ (37,263)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SPECIAL REVENUE FUND**  
**FIRE DISTRICTS**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental:				
Fire District #1	\$ 61,667	\$ 81,526	\$ 81,526	\$ -
Fire District #2	84,279	111,420	111,420	-
Fire District #3	61,667	81,526	81,526	-
Fire District #4	61,667	81,526	81,526	-
Fire District #5	84,279	111,420	111,420	-
Fire District #6	106,891	141,314	141,314	-
Fire District #7	61,667	81,526	81,526	-
Fire District #8	84,279	111,420	111,420	-
Fire District #9	61,667	81,526	81,526	-
Fire District #10	61,667	81,526	81,526	-
Fire District #11	84,279	111,420	111,420	-
Fire District #12	-	34,439	20,566	(13,873)
Fire District #13	61,667	81,526	81,526	-
Fire administration	61,667	81,526	81,526	-
Total revenues	<u>937,343</u>	<u>1,273,641</u>	<u>1,259,768</u>	<u>(13,873)</u>
Prior year cash balance budget	293,660	293,660		
Total budget	<u>1,231,003</u>	<u>1,567,301</u>		
Expenditures:				
Public safety:				
Fire District #1	90,326	69,626	59,194	10,432
Fire District #2	164,920	163,416	64,169	99,247
Fire District #3	76,524	49,205	39,517	9,688
Fire District #4	65,924	46,957	26,819	20,138
Fire District #5	93,369	47,707	31,626	16,081
Fire District #6	120,001	115,158	51,050	64,108
Fire District #7	62,490	14,800	12,141	2,659
Fire District #8	119,101	122,946	100,473	22,473
Fire District #9	72,732	42,088	28,647	13,441
Fire District #10	86,707	82,340	70,709	11,631
Fire District #11	107,987	101,445	86,597	14,848
Fire District #12	-	34,439	20,566	13,873
Fire District #13	67,312	201,651	177,024	24,627
Fire administration	74,294	97,153	97,454	(301)
Capital Outlay	29,316	378,370	103,477	274,893
Total expenditures	<u>1,231,003</u>	<u>1,567,301</u>	<u>969,463</u>	<u>597,838</u>
Excess of revenues over expenditures			<u>\$ 290,305</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SPECIAL REVENUE FUND**  
**EMERGENCY MEDICAL SERVICES**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental	\$ 106,736	\$ 215,166	\$ 176,597	\$ (38,569)
Prior year cash balance budgeted	49,538	49,538		
Total budget	<u>156,274</u>	<u>264,704</u>		
Expenditures:				
Public safety:				
Fire District #1	20,000	29,000	28,880	120
Fire District #2	-	-	-	-
Fire District #3	186	186	186	-
Fire District #4	-	-	-	-
Fire District #5	-	-	-	-
Fire District #6	-	-	-	-
Fire District #8	-	-	-	-
Fire District #9	-	-	-	-
Fire District #12	-	24,245	3,332	20,913
Fire District #13	-	-	-	-
Administration	-	-	-	-
Superior Ambulance	20,038	28,720	28,715	5
Canoncito Ambulance	10,595	30,037	27,946	2,091
Lifeguard Ambulance	23,375	20,806	11,387	9,419
Isleta Pueblo Ambulance	13,163	18,113	17,795	318
Med-Flight Air Ambulance	18,923	22,408	12,329	10,079
Albuquerque Ambulance	20,000	29,000	29,000	-
Aircare I International	7,004	27,675	27,675	-
Capital outlay	22,990	34,514	34,514	-
Total expenditures	<u>156,274</u>	<u>264,704</u>	<u>221,759</u>	<u>42,945</u>
Deficiency of revenues over expenditures			<u>\$ (45,162)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SPECIAL REVENUE FUND**  
**ERDA**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Prior year cash balance budget	\$ -	\$ 14,276		
Total budget	<u>-</u>	<u>14,276</u>		
Other financing uses:				
Transfers out	<u>-</u>	<u>14,276</u>	<u>14,031</u>	<u>245</u>
Deficiency of revenues over other financing uses			<u>\$ (14,031)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO  
SPECIAL REVENUE FUND  
LAW ENFORCEMENT PROTECTION  
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL  
(NON-GAAP Budgetary Basis)  
Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental	\$ 195,000	\$ 195,000	\$ 195,000	\$ -
Prior year cash balance budget	111,470	111,470		
Total budget	<u>306,470</u>	<u>306,470</u>		
Expenditures:				
Public safety:				
Operating expenditures	306,470	229,626	141,153	88,473
Capital outlay	-	76,844	64,169	12,675
Total expenditures	<u>306,470</u>	<u>306,470</u>	<u>205,322</u>	<u>101,148</u>
Deficiency of revenues over expenditures			<u>\$ (10,322)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SPECIAL REVENUE FUND**  
**COMMUNITY SERVICES**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Miscellaneous	\$ 68,238	\$ 68,238	\$ 126,009	\$ 57,771
Prior year cash balance budget	<u>24,937</u>	<u>24,937</u>		
Total budget	<u>93,175</u>	<u>93,175</u>		
Expenditures:				
Health and welfare:				
Operating expenditures	90,837	92,199	80,648	11,551
Capital outlay	<u>2,338</u>	<u>976</u>	<u>927</u>	<u>49</u>
Total expenditures	<u>93,175</u>	<u>93,175</u>	<u>81,575</u>	<u>11,600</u>
Excess of revenues over expenditures			<u>\$ 44,434</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SPECIAL REVENUE FUND**  
**FARM AND RANGE**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental	\$ 100	\$ 100	\$ 151	\$ 51
Total revenues	<u>100</u>	<u>100</u>	<u>151</u>	<u>51</u>
Prior year cash balance budget	<u>952</u>	<u>952</u>		
Total budget	<u>1,052</u>	<u>1,052</u>		
Expenditures:				
Public works:				
Operating expenditures	<u>1,052</u>	<u>1,052</u>	<u>1,052</u>	<u>-</u>
Deficiency of revenues over expenditures			<u>\$ (901)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO  
SPECIAL REVENUE FUND  
COUNTY INDIGENT  
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL  
(NON-GAAP Budgetary Basis)  
Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
Revenues:				
Taxes	\$ 1,000,000	\$ 1,000,000	<u>\$ 1,000,000</u>	<u>\$ -</u>
Prior year cash balance budget	76,068	76,068		
Total budget	<u>1,076,068</u>	<u>1,076,068</u>		
Expenditures:				
Health and welfare:				
Operating expenditures	<u>1,076,068</u>	<u>1,076,068</u>	<u>867,035</u>	<u>209,033</u>
Excess of revenues over expenditures			<u><u>\$ 132,965</u></u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SPECIAL REVENUE FUND**  
**COUNTY CLERK RECORDING AND FILING FEES**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 540,980	\$ 540,980	\$ 476,240	\$ (64,740)
Total revenues	<u>540,980</u>	<u>540,980</u>	<u>476,240</u>	<u>(64,740)</u>
Prior year cash balance budget	<u>455,429</u>	<u>597,429</u>		
Total budget	<u>996,409</u>	<u>1,138,409</u>		
Expenditures:				
General government:				
Operating expenditures	868,109	1,010,109	596,628	413,481
Capital outlay	<u>128,300</u>	<u>128,300</u>	<u>-</u>	<u>128,300</u>
Total expenditures	<u>996,409</u>	<u>1,138,409</u>	<u>596,628</u>	<u>541,781</u>
Deficiency of revenues over expenditures			<u>\$ (120,388)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO  
SPECIAL REVENUE FUND  
DEPARTMENT OF SUBSTANCE ABUSE  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES BUDGET AND ACTUAL  
Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental	\$ 900,000	\$ 900,000	\$ 300,000	\$ (600,000)
Miscellaneous	349,162	622,162	957,401	335,239
Total Revenues	<u>1,249,162</u>	<u>1,522,162</u>	<u>1,257,401</u>	<u>(264,761)</u>
Other financing sources:				
Transfers in	-	483,849	183,849	(300,000)
Total revenues and other financing sources	<u>1,249,162</u>	<u>2,006,011</u>	<u>1,441,250</u>	<u>(564,761)</u>
Prior year cash balance budget	<u>563,838</u>	<u>373,838</u>		
Total Budget	<u>1,813,000</u>	<u>2,379,849</u>		
Expenditures:				
Public safety:				
Operating expenditures	<u>1,813,000</u>	<u>2,379,849</u>	<u>852,684</u>	<u>1,527,165</u>
Total Expenditures	<u>1,813,000</u>	<u>2,379,849</u>	<u>852,684</u>	<u>1,527,165</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 588,566</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**GENERAL OBLIGATION BONDS DEBT SERVICE**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 12,062,258	\$ 12,062,258	\$ 12,505,052	\$ 442,794
Investment income	-	-	45,353	45,353
Miscellaneous	-	-	29	29
Total revenues	<u>12,062,258</u>	<u>12,062,258</u>	<u>12,550,434</u>	<u>488,176</u>
Other financing sources:				
General obligation bonds issued	-	15,105,000	15,105,000	-
Premium	-	800,898	800,098	(800)
Total revenues and other financing sources	<u>12,062,258</u>	<u>27,968,156</u>	<u>28,455,532</u>	<u>487,376</u>
Prior year cash balance budget	-	6,528		
Total budget	<u>12,062,258</u>	<u>27,974,684</u>		
Expenditures:				
Debt service:				
Principal	7,215,847	7,215,847	7,415,000	(199,153)
Interest	4,846,411	4,846,411	4,399,306	447,105
Bond issuance cost	-	125,000	99,023	25,977
Total expenditures	<u>12,062,258</u>	<u>12,187,258</u>	<u>11,913,329</u>	<u>273,929</u>
Other financing uses:				
Payment to bond escrow agent	-	15,689,300	15,689,300	-
Discount	-	98,126	98,183	(57)
Total expenditures and other financing uses	<u>12,062,258</u>	<u>27,974,684</u>	<u>27,700,812</u>	<u>273,872</u>
Excess of revenues and other financing sources over expenditures and other financing uses			<u>\$ 754,720</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**SERIES 1996B**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 342,960</u>	<u>\$ 342,960</u>
Other financing sources:				
Transfers in	<u>4,869,328</u>	<u>4,869,328</u>	<u>4,869,328</u>	<u>-</u>
Total revenues and other financing sources	<u>4,869,328</u>	<u>4,869,328</u>	<u>5,212,288</u>	<u>342,960</u>
Expenditures:				
Debt service:				
Principal	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>	<u>-</u>
Interest	<u>2,869,328</u>	<u>2,869,328</u>	<u>2,869,328</u>	<u>-</u>
Total expenditures	<u>4,869,328</u>	<u>4,869,328</u>	<u>4,869,328</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u><u>\$ 342,960</u></u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**SERIES 1997**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 92,526	\$ 92,526
Other financing sources:				
Transfers in	1,517,250	1,517,250	1,517,250	-
Total revenues and other financing sources	<u>1,517,250</u>	<u>1,517,250</u>	<u>1,609,776</u>	<u>92,526</u>
Expenditures:				
Debt service:				
Principal	1,000,000	1,000,000	1,000,000	-
Interest	517,250	517,250	517,250	-
Total expenditures	<u>1,517,250</u>	<u>1,517,250</u>	<u>1,517,250</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 92,526</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**REFUNDING SERIES 1998**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 279,391</u>	<u>\$ 279,391</u>
Other financing sources:				
Transfers in	<u>3,997,439</u>	<u>3,997,439</u>	<u>3,997,438</u>	<u>(1)</u>
Total revenues and other financing sources	<u>3,997,439</u>	<u>3,997,439</u>	<u>4,276,829</u>	<u>279,390</u>
Expenditures:				
Debt service:				
Principal	<u>1,690,000</u>	<u>1,690,000</u>	<u>1,690,000</u>	<u>-</u>
Interest	<u>2,307,439</u>	<u>2,307,439</u>	<u>2,307,439</u>	<u>-</u>
Total expenditures	<u>3,997,439</u>	<u>3,997,439</u>	<u>3,997,439</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u><u>\$ 279,390</u></u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**SERIES 2010A**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 17,653	\$ 17,653
Other financing sources:				
Transfers in	-	1,199,445	1,199,445	-
Revenue bonds issued	-	9,000,000	9,000,000	-
Premium	-	297,691	297,691	-
Total revenues and other financing sources	<u>-</u>	<u>10,497,136</u>	<u>10,514,789</u>	<u>17,653</u>
Prior year cash balance budget	<u>-</u>	<u>945,808</u>		
Total budget	<u>-</u>	<u>11,442,944</u>		
Expenditures:				
Debt service:				
Principal	-	11,100,000	10,000,000	1,100,000
Issue cost	-	85,000	85,000	-
Interest	-	199,444	199,444	-
Total expenditures	<u>-</u>	<u>11,384,444</u>	<u>10,284,444</u>	<u>1,100,000</u>
Other financing uses:				
Discount	<u>-</u>	<u>58,500</u>	<u>58,500</u>	<u>-</u>
Total expenditures and other financing uses	<u>-</u>	<u>11,442,944</u>	<u>10,342,944</u>	<u>1,100,000</u>
Excess of revenues and other financing sources over expenditures and other financing uses			<u>\$ 171,845</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**REFUNDING SERIES 2005**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 148,183	\$ 148,183
Other financing sources:				
Transfers in	3,691,100	3,808,975	3,808,975	-
Total revenues and other financing sources	<u>3,691,100</u>	<u>3,808,975</u>	<u>3,957,158</u>	<u>148,183</u>
Expenditures:				
Debt service:				
Principal	1,450,000	1,450,000	1,450,000	-
Interest	2,241,100	2,241,100	2,241,100	-
Total expenditures	<u>3,691,100</u>	<u>3,691,100</u>	<u>3,691,100</u>	<u>-</u>
Other financing uses:				
Transfers out	-	117,875	117,875	-
Total expenditures and other financing uses	<u>3,691,100</u>	<u>3,808,975</u>	<u>3,808,975</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other financing uses			<u>\$ 148,183</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**SERIES 2008A**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,688</u>	<u>\$ 17,688</u>
Other financing sources:				
Transfers in	<u>1,688,000</u>	<u>1,688,000</u>	<u>1,688,000</u>	<u>-</u>
Total revenues and other financing sources	<u>1,688,000</u>	<u>1,688,000</u>	<u>1,705,688</u>	<u>17,688</u>
Expenditures:				
Debt service:				
Interest	<u>1,688,000</u>	<u>1,688,000</u>	<u>1,688,000</u>	<u>-</u>
Total expenditures	<u>1,688,000</u>	<u>1,688,000</u>	<u>1,688,000</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u><u>\$ 17,688</u></u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**SERIES 2009A**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Other financing sources:				
Transfers in	\$ -	\$ 132,000	\$ 132,000	\$ -
Total other financing sources	<u>-</u>	<u>132,000</u>	<u>132,000</u>	<u>-</u>
Expenditures:				
Debt service:				
Principal	-	-	-	-
Interest	-	132,000	132,000	-
Total expenditures	<u>-</u>	<u>132,000</u>	<u>132,000</u>	<u>-</u>
Other financing sources equal expenditures			<u>\$ -</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**REFUNDING SERIES 2010B**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Miscellaneous	\$ -	\$ 32,978	\$ 32,978	\$ -
Other financing sources:				
GRT bonds issued	-	1,650,000	1,650,000	-
Premium	-	5,222	5,222	-
Total revenues and other financing sources	<u>-</u>	<u>1,688,200</u>	<u>1,688,200</u>	<u>-</u>
Expenditures:				
Debt service:				
Issue cost	-	25,000	25,000	-
Total expenditures	<u>-</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Other financing uses:				
Discount	-	13,200	13,200	-
Total expenditures and other financing uses	<u>-</u>	<u>38,200</u>	<u>38,200</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other financing uses			<u>\$ 1,650,000</u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**DEBT SERVICE FUND**  
**TRAN DEBT SERVICE**  
**SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Other financing sources:				
Transfers in	\$ 1,950,000	\$ 1,950,000	\$ 750,000	\$ (1,200,000)
Total other financing sources	<u>1,950,000</u>	<u>1,950,000</u>	<u>750,000</u>	<u>(1,200,000)</u>
Prior year cash balance budget	<u>625,000</u>	<u>625,000</u>		
Total budget	<u>2,575,000</u>	<u>2,575,000</u>		
Expenditures:				
Debt service:				
Interest	1,950,000	1,950,000	1,375,000	575,000
Total expenditures	<u>1,950,000</u>	<u>1,950,000</u>	<u>1,375,000</u>	<u>575,000</u>
Deficiency of other financing sources over expenditures			<u>\$ (625,000)</u>	

## COUNTY OF BERNALILLO, NEW MEXICO

### DESCRIPTION OF FIDUCIARY FUNDS

#### AGENCY FUNDS

Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, other governmental units and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

*Treasurer Funds.* To account for the collection and payment to the County and other recipient entities of property taxes billed and collected by the County on their behalf. The Treasurer's funds are as follows:

*Children's Trust Fund.* To record \$15 of each \$25 fee for issuing and recording a marriage license. The money is remitted to the State of New Mexico for use in projects for the treatment and prevention of child abuse. This fund was created by authority of Section 40-1-11, NMSA 1978 Compilation

*Refund Overpayments.* Serves as a clearing account for refunds arising from overpayment of property taxes or other fees.

*Valuation Problems.* Consists of two accounts by authority of Section 7-38-46, NMSA 1978 Compilation:

*Valuation Problems Account.* Used to collect estimated tax on a forthcoming tax bill correction resulting from a valuation protest.

*Research Items Account.* Holds receipted monies when a multi-year discrepancy is being resolved; it is also used to hold monies while a taxpayer problem is being researched.

*Partial Payments (Over/Under Tax Payments).* Consists of four accounts by authority of Section 7-38-42, NMSA 1978 Compilation:

*Underpayments.* To record payments which are less than the total due because of penalty and interest charges. The property tax revenue is held in this account until a notice requesting penalty and interest is responded to by payment.

*Partial Payments.* To hold overpayments until a refund is requested or sent out, and to hold underpayments until the deficiency is corrected.

*Overpayments.* Overpayments in excess of \$.99 are held in the account until a refund request is received or a date after June 30.

*Bankruptcy.* Used to record cash receipts for property taxes when the tax liability has been identified through the bankruptcy process. The County disburses money out of this account when enough has accumulated to distribute the taxes (½ or full year bill).

**COUNTY OF BERNALILLO, NEW MEXICO**

**DESCRIPTION OF FIDUCIARY FUNDS**

**AGENCY FUNDS (CONTINUED)**

*Taxes Paid in Advance.* Consists of two accounts:

*Omit Payment.* Used to record the revenue collected from mobile home property taxes where the assessor has determined that the property had been omitted from the property tax rolls.

*Mobile Homes Prepaid.* Used to record the monies received as a condition of a property owner obtaining a tax release during the period January 1 to September 30. Taxes collected during October are recorded to the tax omit payment account and taxes collected during November and December are recorded to the undistributed taxes account.

*Claim for Refund IOI.* To account for interest earned on collected taxes when the valuation of the subject property is under formal protest.

*Undistributed Taxes.* To account for property tax payments and interest and penalty on tax payments received prior to distribution to various government entities. See Section 7-38-42 & 7-38-43, NMSA 1978 Compilation.

*NSF Applies.* Used to hold that portion of the tax payment which has cleared the bank until such time as remainder is paid.

*Claim for Refund.* To account for property taxes collected when the valuation of the subject property is under formal protest

*Trust and Escrow (Judgment Auto Pay).* To account for monies collected on a corrected tax bill until either a balance due payment is submitted or the amount is transferred to the Undistributed Tax Account.

*Court Services Fund.* To account for the receipts and disbursements related to process servers.

*County Sheriff.* To account for the collection and payment to the County of charges for services provided and to account for the collection and disbursement of evidence and awards in civil suits on behalf of the plaintiffs involved.

*Inmate MDC.* To provide a place of safekeeping for funds an offender may have access to but not physical control of during their confinement.

*Resident JDYSC.* To account for monies collected from juveniles upon their admittance to the detention facility and which are remitted back to them upon their release.

*Regional Transit Fund.* To account for the one-eighth of one percent gross receipts tax approved by voters in the 2008 general election in accordance with Section 7-20E-23, NMSA 1978 Compilation. Statute requires all proceeds from this tax be transferred to the Rio Metro Regional Transit District for the operation of the district and the commuter train system known as the New Mexico Rail Runner Express.

*Special Assessment Districts.* To account for the collection of special assessment liens and the subsequent payment of special assessment bonds for the following districts:

- Special Assessment District 83-1
- Special Assessment District 83-1B

COUNTY OF BERNALILLO, NEW MEXICO  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 June 30, 2010

	Treasurer Funds										
	Children's Trust Fund	Refund Over- payments	Valuation Problems	Partial Payments	Taxes Paid in Advance	Claim for Refund IOI	Undistributed Taxes	NSF Applies	Claim for Refund	Trust and Escrow	Total Treasurer
ASSETS											
Cash and investments	\$ -	\$ 3,683,800	\$ 8,401	\$ 58,175	\$ 128,902	\$ 98,374	\$ 6,754,858	\$ 3,291	\$7,052,203	\$2,859	\$ 17,790,863
Receivables, net:											
Property taxes	-	-	-	-	-	-	39,782,402	-	-	-	39,782,402
Other	-	-	-	-	-	32,398	-	-	-	-	32,398
Total assets	<u>\$ -</u>	<u>\$ 3,683,800</u>	<u>\$ 8,401</u>	<u>\$ 58,175</u>	<u>\$ 128,902</u>	<u>\$ 130,772</u>	<u>\$ 46,537,260</u>	<u>\$ 3,291</u>	<u>\$7,052,203</u>	<u>\$2,859</u>	<u>\$ 57,605,663</u>
LIABILITIES											
Deposits held in trust for others	\$ (2,584)	\$ 3,683,800	\$ 8,401	\$ 58,175	\$ 128,902	\$ 130,772	\$ 6,754,858	\$ 3,291	\$7,052,203	\$2,859	\$ 17,820,677
Other	2,584	-	-	-	-	-	-	-	-	-	2,584
Future taxes collectable	-	-	-	-	-	-	39,782,402	-	-	-	39,782,402
	<u>\$ -</u>	<u>\$ 3,683,800</u>	<u>\$ 8,401</u>	<u>\$ 58,175</u>	<u>\$ 128,902</u>	<u>\$ 130,772</u>	<u>\$ 46,537,260</u>	<u>\$ 3,291</u>	<u>\$7,052,203</u>	<u>\$2,859</u>	<u>\$ 57,605,663</u>

The Notes to Financial Statements are an integral part of these statements.

COUNTY OF BERNALILLO, NEW MEXICO  
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 June 30, 2010

	<u>Court Services Fund</u>	<u>County Sheriff</u>	<u>Inmate MDC</u>	<u>Resident JDYSC</u>	<u>Regional Transit Fund</u>	<u>Special Assessment District 83-1</u>	<u>Special Assessment District 83-1B</u>	<u>Total Agency Fund</u>
<b>ASSETS</b>								
Cash and investments	\$ 2,166	\$527,964	\$ 340,567	\$ 10,536	\$ -	\$ 677,537	\$ 46,432	\$19,396,065
Receivables, net:								
Property taxes	-	-	-	-	-	-	1,470,000	41,252,402
Other	-	-	-	-	3,527,870	135,135	-	3,695,403
Total assets	<u>\$ 2,166</u>	<u>\$527,964</u>	<u>\$ 340,567</u>	<u>\$ 10,536</u>	<u>\$ 3,527,870</u>	<u>\$ 812,672</u>	<u>\$ 1,516,432</u>	<u>\$64,343,870</u>
<b>LIABILITIES</b>								
Deposits held in trust for others	\$ 2,166	\$527,964	\$ 340,567	\$ 10,536	\$ -	\$ 812,672	\$ 46,432	\$19,561,014
Other	-	-	-	-	-	-	-	2,584
Future taxes collectable	-	-	-	-	3,527,870	-	1,470,000	44,780,272
Total liabilities	<u>\$ 2,166</u>	<u>\$527,964</u>	<u>\$ 340,567</u>	<u>\$ 10,536</u>	<u>\$ 3,527,870</u>	<u>\$ 812,672</u>	<u>\$ 1,516,432</u>	<u>\$64,343,870</u>

The Notes to Financial Statements are an integral part of these statements.

COUNTY OF BERNALILLO, NEW MEXICO  
**AGENCY FUNDS**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**Year Ended June 30, 2010**

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
<b>TREASURER</b>				
<b>CHILDREN'S TRUST FUND</b>				
ASSETS				
Cash and investments	\$ -	\$ 131,359	\$ 131,359	\$ -
Total assets	<u>-</u>	<u>131,359</u>	<u>131,359</u>	<u>-</u>
LIABILITIES				
Other Liabilities	2,824	2,584	2,824	2,584
Deposits held in trust for others	(2,824)	128,775	128,535	(2,584)
Total liabilities	<u>-</u>	<u>131,359</u>	<u>131,359</u>	<u>-</u>
<b>TREASURER</b>				
<b>REFUND OVERPAYMENTS FUND</b>				
ASSETS				
Cash and investments	2,429,316	5,774,106	4,519,622	3,683,800
Total assets	<u>2,429,316</u>	<u>5,774,106</u>	<u>4,519,622</u>	<u>3,683,800</u>
LIABILITIES				
Deposits held in trust for others	2,429,316	5,774,106	4,519,622	3,683,800
Total liabilities	<u>2,429,316</u>	<u>5,774,106</u>	<u>4,519,622</u>	<u>3,683,800</u>
<b>TREASURER</b>				
<b>VALUATION PROBLEMS FUND</b>				
ASSETS				
Cash and investments	8,401	-	-	8,401
Total assets	<u>8,401</u>	<u>-</u>	<u>-</u>	<u>8,401</u>
LIABILITIES				
Deposits held in trust for others	8,401	-	-	8,401
Total liabilities	<u>8,401</u>	<u>-</u>	<u>-</u>	<u>8,401</u>
<b>TREASURER</b>				
<b>PARTIAL PAYMENTS FUND</b>				
ASSETS				
Cash and investments	58,175	-	-	58,175
Total assets	<u>58,175</u>	<u>-</u>	<u>-</u>	<u>58,175</u>
LIABILITIES				
Deposits held in trust for others	58,175	-	-	58,175
Total liabilities	<u>58,175</u>	<u>-</u>	<u>-</u>	<u>58,175</u>
<b>TREASURER</b>				
<b>TAXES PAID IN ADVANCE FUND</b>				
ASSETS				
Cash and investments	122,001	118,421	111,520	128,902
Total assets	<u>122,001</u>	<u>118,421</u>	<u>111,520</u>	<u>128,902</u>
LIABILITIES				
Deposits held in trust for others	122,001	118,421	111,520	128,902
Total liabilities	<u>122,001</u>	<u>118,421</u>	<u>111,520</u>	<u>128,902</u>
<b>TREASURER</b>				
<b>CLAIM FOR REFUND IOI FUND</b>				
ASSETS				
Cash and investments	74,978	154,937	131,541	98,374
Receivables - other	322	32,398	322	32,398
Total assets	<u>75,300</u>	<u>187,335</u>	<u>131,863</u>	<u>130,772</u>
LIABILITIES				
Deposits held in trust for others	75,300	187,335	131,863	130,772
Total liabilities	<u>\$ 75,300</u>	<u>\$ 187,335</u>	<u>\$ 131,863</u>	<u>\$ 130,772</u>

The Notes to Financial Statements are an integral part of these statements.

COUNTY OF BERNALILLO, NEW MEXICO  
 AGENCY FUNDS  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 Year Ended June 30, 2010

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
<b>TREASURER</b>				
<b>UNDISTRIBUTED TAXES</b>				
ASSETS				
Cash and investments	\$ 6,224,966	\$ 1,214,214,545	\$ 1,213,684,653	\$ 6,754,858
Receivables - Property taxes	30,221,455	39,782,402	30,221,455	39,782,402
Total assets	<u>36,446,421</u>	<u>1,253,996,947</u>	<u>1,243,906,108</u>	<u>46,537,260</u>
LIABILITIES				
Deposits held in trust for others	6,224,966	1,214,214,545	1,213,684,653	6,754,858
Future taxes collectible	30,221,455	39,782,402	30,221,455	39,782,402
Total liabilities	<u>36,446,421</u>	<u>1,253,996,947</u>	<u>1,243,906,108</u>	<u>46,537,260</u>
<b>TREASURER</b>				
<b>NSF APPLIES FUND</b>				
ASSETS				
Cash and investments	3,291	-	-	3,291
Total assets	<u>3,291</u>	<u>-</u>	<u>-</u>	<u>3,291</u>
LIABILITIES				
Deposits held in trust for others	3,291	-	-	3,291
Total liabilities	<u>3,291</u>	<u>-</u>	<u>-</u>	<u>3,291</u>
<b>TREASURER</b>				
<b>CLAIM FOR REFUND FUND</b>				
ASSETS				
Cash and investments	1,486,534	6,715,691	1,150,022	7,052,203
Total assets	<u>1,486,534</u>	<u>6,715,691</u>	<u>1,150,022</u>	<u>7,052,203</u>
LIABILITIES				
Deposits held in trust for others	1,486,534	6,715,691	1,150,022	7,052,203
Total liabilities	<u>1,486,534</u>	<u>6,715,691</u>	<u>1,150,022</u>	<u>7,052,203</u>
<b>TREASURER</b>				
<b>TRUST AND ESCROW FUND</b>				
ASSETS				
Cash and investments	2,859	-	-	2,859
Total assets	<u>2,859</u>	<u>-</u>	<u>-</u>	<u>2,859</u>
LIABILITIES				
Deposits held in trust for others	2,859	-	-	2,859
Total liabilities	<u>2,859</u>	<u>-</u>	<u>-</u>	<u>2,859</u>
<b>TOTAL - TREASURER</b>				
<b>TREASURER</b>				
ASSETS				
Cash and investments	10,410,521	1,227,109,059	1,219,728,717	17,790,863
Receivables - Property taxes	30,221,455	39,782,402	30,221,455	39,782,402
Receivables - other	322	32,398	322	32,398
Total assets	<u>40,632,298</u>	<u>1,266,923,859</u>	<u>1,249,950,494</u>	<u>57,605,663</u>
LIABILITIES				
Deposits held in trust for others	10,408,019	1,227,138,873	1,219,726,215	17,820,677
Other Liabilities	2,824	2,584	2,824	2,584
Future taxes collectible	30,221,455	39,782,402	30,221,455	39,782,402
Total liabilities	<u>40,632,298</u>	<u>1,266,923,859</u>	<u>1,249,950,494</u>	<u>57,605,663</u>
<b>COURT SERVICES FUNDS</b>				
ASSETS				
Cash and investments	1,219	145,730	144,783	2,166
Total assets	<u>1,219</u>	<u>145,730</u>	<u>144,783</u>	<u>2,166</u>
LIABILITIES				
Deposits held in trust for others	1,219	145,730	144,783	2,166
Total liabilities	<u>\$ 1,219</u>	<u>\$ 145,730</u>	<u>\$ 144,783</u>	<u>\$ 2,166</u>

The Notes to Financial Statements are an integral part of these statements.

COUNTY OF BERNALILLO, NEW MEXICO  
**AGENCY FUNDS**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**Year Ended June 30, 2010**

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
<b>COUNTY SHERIFF FUND</b>				
ASSETS				
Cash and investments	\$ 507,142	\$ 31,179	\$ 10,357	\$ 527,964
Total assets	<u>507,142</u>	<u>31,179</u>	<u>10,357</u>	<u>527,964</u>
LIABILITIES				
Deposits held in trust for others	507,142	31,179	10,357	527,964
Total liabilities	<u>507,142</u>	<u>31,179</u>	<u>10,357</u>	<u>527,964</u>
<b>Inmate MDC</b>				
ASSETS				
Cash and investments	309,385	2,618,414	2,587,232	340,567
Total assets	<u>309,385</u>	<u>2,618,414</u>	<u>2,587,232</u>	<u>340,567</u>
LIABILITIES				
Deposit held in trust for others	309,385	2,618,414	2,587,232	340,567
Total liabilities	<u>309,385</u>	<u>2,618,414</u>	<u>2,587,232</u>	<u>340,567</u>
<b>Resident JDYSC</b>				
ASSETS				
Cash and investments	10,641	14,131	14,236	10,536
Total assets	<u>10,641</u>	<u>14,131</u>	<u>14,236</u>	<u>10,536</u>
LIABILITIES				
Deposit held in trust for others	10,641	14,131	14,236	10,536
Total liabilities	<u>10,641</u>	<u>14,131</u>	<u>14,236</u>	<u>10,536</u>
<b>Regional Transit Fund</b>				
ASSETS				
Cash and investments	-	17,505,068	17,505,068	-
Receivables -other	-	3,527,870	-	3,527,870
Total assets	<u>-</u>	<u>21,032,938</u>	<u>17,505,068</u>	<u>3,527,870</u>
LIABILITIES				
Deposit held in trust for others	-	17,505,068	17,505,068	-
Future taxes collectible	-	3,527,870	-	3,527,870
Total liabilities	<u>-</u>	<u>21,032,938</u>	<u>17,505,068</u>	<u>3,527,870</u>
<b>SPECIAL ASSESSMENTS</b>				
<b>DISTRICT 83-1A</b>				
ASSETS				
Cash and investments	682,665	12,272	17,400	677,537
Receivables-other	134,521	12,887	12,273	135,135
Total assets	<u>817,186</u>	<u>25,159</u>	<u>29,673</u>	<u>812,672</u>
LIABILITIES				
Deposits held in trust for others	817,186	25,159	29,673	812,672
Total liabilities	<u>817,186</u>	<u>25,159</u>	<u>29,673</u>	<u>812,672</u>
<b>SPECIAL ASSESSMENTS</b>				
<b>DISTRICT 83-1B</b>				
ASSETS				
Cash and investments	246,588	-	200,156	46,432
Receivables - Property taxes	1,575,000	1,470,000	1,575,000	1,470,000
Total assets	<u>1,821,588</u>	<u>1,470,000</u>	<u>1,775,156</u>	<u>1,516,432</u>
LIABILITIES				
Deposits held in trust for others	246,588	-	200,156	46,432
Future taxes collectible	1,575,000	1,470,000	1,575,000	1,470,000
Total liabilities	<u>1,821,588</u>	<u>1,470,000</u>	<u>1,775,156</u>	<u>1,516,432</u>
<b>TOTAL AGENCY FUNDS</b>				
ASSETS				
Cash and investments	12,168,161	1,247,435,853	1,240,207,949	19,396,065
Receivables - Property taxes	31,796,455	41,252,402	31,796,455	41,252,402
Receivables - other	134,843	3,573,155	12,595	3,695,403
Total assets	<u>44,099,459</u>	<u>1,292,261,410</u>	<u>1,272,016,999</u>	<u>64,343,870</u>
LIABILITIES				
Deposits held in trust for others	12,300,180	1,247,478,554	1,240,217,720	19,561,014
Other Liabilities	2,824	2,584	2,824	2,584
Future taxes collectible	31,796,455	44,780,272	31,796,455	44,780,272
Total liabilities	<u>\$ 44,099,459</u>	<u>\$ 1,292,261,410</u>	<u>\$ 1,272,016,999</u>	<u>\$ 64,343,870</u>

The Notes to Financial Statements are an integral part of these statements.

**COUNTY OF BERNALILLO, NEW MEXICO**

**NONMAJOR PROPRIETARY FUNDS**

**ENTERPRISE FUNDS**

Enterprise funds are used to account for operations (1) that are financial and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs of providing services on a continuing basis be financed or recovered primarily through user charges; and (2) when the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

*Solid Waste.* To account for the operations of the Solid Waste Program. All activities necessary to operate the program are accounted for in this fund, including, but not limited to, administration, operations, and financing.

*Seybold Village 21 Units - Handicapped.* To account for the construction and operations of Seybold Village 21 Units Handicapped Housing Project. All activities necessary to construct and operate the project are accounted for in this fund, including but not limited to, administration, operations, maintenance, financing, and construction.

*Regional Juvenile Detention Center.* To account for the operations of the Regional Juvenile Detention Center. All activities necessary to operate the program are accounted for in this fund, including, but not limited to, administration, operations, and financing.

*El Centro Familiar.* To account for the operations of the El Centro Familiar housing project. All activities necessary to operate the project are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, and related debt service.

**COUNTY OF BERNALILLO, NEW MEXICO**  
**COMBINING STATEMENT OF NET ASSETS**  
**NONMAJOR PROPRIETARY FUNDS**  
**June 30, 2010**

	<u>Solid Waste</u>	<u>Seybold Village Handicapped Project</u>	<u>Regional Juvenile Detention Center</u>	<u>El Centro Familiar</u>	<u>Totals</u>
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 92,024	\$ 435,494	\$ 299,313	\$ 877,589	\$ 1,704,420
Accounts receivable, net	1,480,080	642	40,271	-	1,520,993
Due from other funds	39,000	191,642	-	11,938	242,580
Inventory	-	-	-	6,247	6,247
Total current assets	<u>1,611,104</u>	<u>627,778</u>	<u>339,584</u>	<u>895,774</u>	<u>3,474,240</u>
Noncurrent assets:					
Capital assets:					
Land	34,000	205,500	-	36,852	276,352
Land Improvements	-	44,559	-	-	44,559
Buildings	681,791	1,996,972	-	2,556,175	5,234,938
Equipment, machinery, and furniture	1,603,685	32,561	-	5,130	1,641,376
Less accumulated depreciation	(1,783,519)	(1,383,558)	-	(1,076,089)	(4,243,166)
Total noncurrent assets	<u>535,957</u>	<u>896,034</u>	<u>-</u>	<u>1,522,068</u>	<u>2,954,059</u>
Total assets	<u>\$ 2,147,061</u>	<u>\$ 1,523,812</u>	<u>\$ 339,584</u>	<u>\$ 2,417,842</u>	<u>\$ 6,428,299</u>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable and other current liabilities	\$ 628,306	\$ 2,173	\$ 147,792	\$ 5,805	\$ 784,076
Compensated absences	10,334	1,819	8,226	2,525	22,904
Accrued payroll	20,732	3,138	25,650	5,776	55,296
Due to other funds	-	174,813	7,239	280,057	462,109
Unearned revenue	1,240,477	4,301	-	4,088	1,248,866
Total current liabilities	<u>1,899,849</u>	<u>186,244</u>	<u>188,907</u>	<u>298,251</u>	<u>2,573,251</u>
Noncurrent liabilities:					
Compensated absences	104,494	18,390	83,169	25,535	231,588
Deposits held in trust for others	-	-	-	10,182	10,182
Advance from other funds	-	-	-	1,650,000	1,650,000
Total noncurrent liabilities	<u>104,494</u>	<u>18,390</u>	<u>83,169</u>	<u>1,685,717</u>	<u>1,891,770</u>
Total liabilities	<u>2,004,343</u>	<u>204,634</u>	<u>272,076</u>	<u>1,983,968</u>	<u>4,465,021</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	535,957	896,034	-	(127,932)	1,304,059
Unrestricted (deficit)	(393,239)	423,144	67,508	561,806	659,219
Total net assets	<u>\$ 142,718</u>	<u>\$ 1,319,178</u>	<u>\$ 67,508</u>	<u>\$ 433,874</u>	<u>\$ 1,963,278</u>

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN FUND NET ASSETS**  
**NONMAJOR PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2010**

	<u>Solid Waste</u>	<u>Seybold Village Handicapped Project</u>	<u>Regional Juvenile Detention Center</u>	<u>El Centro Familiar</u>	<u>Totals</u>
Operating revenues:					
Administrative and service fees	\$ 4,617,890	\$ -	\$ 1,062,223	\$ -	\$ 5,680,113
Rental income					
Tenants	-	43,074	-	398,596	441,670
Other income	134,828	273,695	-	61,305	469,828
Total operating revenues	<u>4,752,718</u>	<u>316,769</u>	<u>1,062,223</u>	<u>459,901</u>	<u>6,591,611</u>
Operating expenses:					
Salaries and wages	415,525	87,350	782,860	224,177	1,509,912
Contractual services	4,022,082	8,355	167,501	7,237	4,205,175
Materials and supplies	39,630	737	88,728	63	129,158
Other services and charges	225,415	43,889	45,797	219,250	534,351
Depreciation	114,405	209,136	-	98,842	422,383
Total operating expenses	<u>4,817,057</u>	<u>349,467</u>	<u>1,084,886</u>	<u>549,569</u>	<u>6,800,979</u>
Operating income (loss)	<u>(64,339)</u>	<u>(32,698)</u>	<u>(22,663)</u>	<u>(89,668)</u>	<u>(209,368)</u>
Non-operating revenues (expenses):					
Interest income	-	295	-	118,286	118,581
Interest expense	-	-	-	(96,818)	(96,818)
Grants - subsidies	176,000	-	-	153,544	329,544
Capital-grant subsidies	-	107,712	-	-	107,712
Total nonoperating revenue	<u>176,000</u>	<u>108,007</u>	<u>-</u>	<u>175,012</u>	<u>459,019</u>
Income (loss) before contributions	111,661	75,309	(22,663)	85,344	249,651
Capital contributions - bonds	-	-	-	1,610,000	1,610,000
Capital contributions - advances	-	-	-	(1,617,022)	(1,617,022)
Total capital contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,022)</u>	<u>(7,022)</u>
Change in net assets	<u>111,661</u>	<u>75,309</u>	<u>(22,663)</u>	<u>78,322</u>	<u>242,629</u>
Total net assets - beginning	31,057	1,243,869	90,171	355,552	1,720,649
Total net assets (deficit) - ending	<u>\$ 142,718</u>	<u>\$ 1,319,178</u>	<u>\$ 67,508</u>	<u>\$ 433,874</u>	<u>\$ 1,963,278</u>

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2010**

	Business-type Activities Enterprise Funds				Totals
	Solid Waste	Seybold Village Handicapped Project	Regional Juvenile Detention Center	El Centro Familiar	
Cash flows from operating activities:					
Receipts from administration and service fees	\$ 4,500,961	\$ -	\$ 1,089,166	\$ -	\$ 5,590,127
Receipts from rents	-	41,917	-	399,151	441,068
Receipts from other funds for goods and services	-	79,282	-	-	79,282
Payments to employees for services	(243,614)	(72,044)	(561,125)	(207,702)	(1,084,485)
Payments to vendors for goods and services	(4,443,571)	(51,795)	(504,234)	(222,729)	(5,222,329)
Payments to other funds for goods and services	(39,000)	(185,044)	(14,107)	(183,444)	(421,595)
Miscellaneous cash received	-	273,695	-	77,641	351,336
Net cash provided (used) by operating activities	<u>(225,224)</u>	<u>86,011</u>	<u>9,700</u>	<u>(137,083)</u>	<u>(266,596)</u>
Cash flows from noncapital financing activities:					
Operating grants/subsidies received	176,000	-	-	153,544	329,544
Advance from other fund	-	-	-	32,978	32,978
Net cash provided by noncapital financing activities	<u>176,000</u>	<u>-</u>	<u>-</u>	<u>186,522</u>	<u>362,522</u>
Cash flows from capital and related financing activities:					
Principal paid on bond maturities	-	-	-	(45,000)	(45,000)
Mortgage paid	-	-	-	(96,818)	(96,818)
Acquisition of capital assets	-	(75,827)	-	-	(75,827)
Capital grants received	-	107,712	-	-	107,712
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>31,885</u>	<u>-</u>	<u>(141,818)</u>	<u>(109,933)</u>
Cash flows from investing activities:					
Interest received on investments	-	295	-	118,286	118,581
Net cash provided by investing activities	<u>-</u>	<u>295</u>	<u>-</u>	<u>118,286</u>	<u>118,581</u>
Net increase (decrease) in cash and cash equivalents	<u>(49,224)</u>	<u>118,191</u>	<u>9,700</u>	<u>25,907</u>	<u>104,574</u>
Cash and cash equivalents, beginning of year	141,248	317,303	289,613	851,682	1,599,846
Cash and cash equivalents, end of year	<u>\$ 92,024</u>	<u>\$ 435,494</u>	<u>\$ 299,313</u>	<u>\$ 877,589</u>	<u>\$ 1,704,420</u>
Reconciliation of operating income (loss) to net cash flows provided/used by operating activities:					
Operating income (loss)	\$ (64,339)	\$ (32,698)	\$ (22,663)	\$ (89,668)	\$ (209,368)
Adjustments to reconcile net income to net cash flows:					
Depreciation	114,405	209,136	-	98,842	422,383
(Increase) decrease in:					
Accounts receivable	(1,544,459)	(423)	26,942	10,199	(1,507,741)
Allowance for uncollectable accounts	548,863	-	-	-	548,863
Inventory	-	-	-	3,098	3,098
Due from other funds	(39,000)	(185,044)	-	(11,507)	(235,551)
Increase (decrease) in:					
Deferred revenue	743,839	(526)	-	555	743,868
Accounts payable	25,821	1,802	13,904	5,791	47,318
Due to other funds	-	79,282	(14,107)	(171,937)	(106,762)
Tenants payable	-	-	-	3,039	3,039
Accrued compensated absences	(10,354)	14,482	5,624	14,505	24,257
Net cash flows used by operating activities	<u>\$ (225,224)</u>	<u>\$ 86,011</u>	<u>\$ 9,700</u>	<u>\$ (137,083)</u>	<u>\$ (266,596)</u>
Noncash investing, capital, and financing activities:					
Contributions for bond refunding				\$ 1,610,000	
Contributions from advances				(1,617,022)	

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

**COUNTY OF BERNALILLO, NEW MEXICO**  
**ENTERPRISE FUND**  
**SOLID WASTE**  
**SCHEDULE OF REVENUES, EXPENSES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Customer billings	\$ 4,305,553	\$ 4,305,553	\$ 4,088,694	\$ (216,859)
Transfer station fees	303,687	303,687	295,829	(7,858)
Miscellaneous	293,970	293,970	310,828	16,858
Total revenues	<u>4,903,210</u>	<u>4,903,210</u>	<u>4,695,351</u>	<u>(207,859)</u>
Prior year cash balance budget	<u>141,198</u>	<u>141,198</u>		
Total budget	<u>5,044,408</u>	<u>5,044,408</u>		
Expenses:				
Operating expenses	<u>5,044,408</u>	<u>5,044,408</u>	<u>4,669,782</u>	<u>374,626</u>
Excess of revenues over expenses			<u><u>\$ 25,569</u></u>	

**COUNTY OF BERNALILLO, NEW MEXICO  
 ENTERPRISE FUND  
 REGIONAL JUVENILE DETENTION CENTER  
 SCHEDULE OF REVENUES, EXPENSES - BUDGET AND ACTUAL  
 (NON-GAAP Budgetary Basis)  
 Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
Revenues:				
Fees for services	\$ 1,154,768	\$ 1,062,223	<u>\$ 1,062,223</u>	<u>\$ -</u>
Prior year cash budget	-	107,377		
Total Revenues	<u>1,154,768</u>	<u>1,169,600</u>		
Expenses:				
Operating expenses	<u>1,065,065</u>	<u>1,169,600</u>	<u>1,066,674</u>	<u>102,926</u>
Deficiency of revenues over expenses			<u><u>\$ (4,451)</u></u>	

**COUNTY OF BERNALILLO, NEW MEXICO**  
**INTERNAL SERVICE FUND**  
**RISK MANAGEMENT**  
**SCHEDULE OF REVENUES, EXPENSES - BUDGET AND ACTUAL**  
**(NON-GAAP Budgetary Basis)**  
**Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 6,440,027	\$ 6,440,027	<u>\$ 5,407,974</u>	<u>\$ (1,032,053)</u>
Prior year cash balance budget	<u>2,545,510</u>	<u>2,545,510</u>		
Total budget	<u>8,985,537</u>	<u>8,985,537</u>		
Expenses:				
Operating expenses	<u>8,985,537</u>	<u>8,985,537</u>	<u>5,407,974</u>	<u>3,577,563</u>
Revenues equal expenses			<u><u>\$ -</u></u>	

COUNTY OF BERNALILLO, NEW MEXICO  
 FINANCIAL DATA SCHEDULE - AS REQUIRED BY HUD  
 YEAR ENDED JUNE 30, 2010

Financial Data Schedule - Balance Sheet

Account Description	Seybold	Central Office	El Centro	Housing Choice Vouchers	Home Rehabilitation	Total
111 Cash - Unrestricted	\$ 431,193	\$ 1,079,113	\$ 867,407	\$ 1,656,253	-	\$ 4,033,966
112 Cash - Restricted - Modernization and Development	-	895,444	-	-	-	895,444
113 Cash - Other Restricted	-	-	-	2,350,561	-	2,350,561
114 Cash - Tenant Security Deposits	4,301	1,500	10,182	-	-	15,983
100 Total Cash	435,494	1,976,057	877,589	4,006,814	-	7,295,954
121 Accounts Receivable - PHA Projects	-	-	-	151,151	129,698	280,849
124 Accounts Receivable - Other Government	321	-	-	-	-	321
126 Accounts Receivable - Tenants	321	-	-	-	-	321
120 Total Receivables, Net of Allowances for Doubtful Accounts	642	-	-	151,151	129,698	281,491
131 Investments - Unrestricted	-	147,635	-	-	-	147,635
143 Inventories	-	-	6,247	-	-	6,247
144 Inter Program Due From	289,401	1,894,034	11,938	204,648	38,463	2,438,484
145 Assets Held for Sale	-	-	-	-	228,000	228,000
150 Total Current Assets	725,537	4,017,726	895,774	4,362,613	396,161	10,397,811
161 Land	250,059	216,565	36,852	-	-	503,476
162 Buildings	1,791,172	1,148,397	2,510,403	-	-	5,449,972
163 Furniture, Equipment & Machinery - Dwellings	32,561	257,775	5,130	-	-	295,466
165 Leasehold Improvements	205,800	72,855	45,772	-	-	324,427
166 Accumulated Depreciation	(1,383,558)	(654,852)	(1,076,089)	-	-	(3,114,499)
160 Total Capital Assets, Net of Accumulated Depreciation	896,034	1,040,740	1,522,068	-	-	3,458,842
171 Notes, Loans and Mortgages Receivable - Non-Current	-	225,045	-	-	-	225,045
180 Total Non-Current Assets	896,034	1,265,785	1,522,068	-	-	3,683,887
190 Total Assets	1,621,571	5,283,511	2,417,842	4,362,613	396,161	14,081,698
312 Accounts Payable <= 90 Days	2,173	2,875	5,805	5,156	121,041	137,050
321 Accrued Wage/Payroll Taxes Payable	3,138	-	5,776	36,836	3,392	49,142
322 Accrued Compensated Absences - Current Portion	1,819	-	2,525	14,484	3,924	22,752
332 Account Payable - PHA Projects	-	-	-	296,693	-	296,693
341 Tenant Security Deposits	4,301	1,500	10,182	-	-	15,983
342 Deferred Revenues	-	-	4,088	-	-	4,088
343 Current Portion of Long-term Debt - Capital Projects/Mortgage	-	3,905	-	-	-	3,905
346 Accrued Liabilities - Other	-	5,091	-	-	228,000	233,091
347 Inter Program - Due To	272,572	2,278,402	280,057	1,467,442	-	4,298,473
310 Total Current Liabilities	284,003	2,291,773	308,433	1,820,611	356,357	5,061,177
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue	-	339,395	-	-	-	339,395
353 Non-current Liabilities - Other	-	-	1,650,000	-	-	1,650,000
354 Accrued Compensated Absences - Non Current	18,390	-	25,535	146,450	39,672	230,047
350 Total Non-Current Liabilities	18,390	339,395	1,675,535	146,450	39,672	2,219,442
300 Total Liabilities	302,393	2,631,168	1,983,968	1,967,061	396,029	7,280,619
508.1 Invested In Capital Assets, Net of Related Debt	-	-	1,522,068	-	-	1,522,068
511.1 Restricted Net Assets	-	-	-	2,350,562	-	2,350,562
512.1 Unrestricted Net Assets	1,319,178	2,652,343	(1,088,194)	44,990	132	2,928,449
513 Total Equity/Net Assets	1,319,178	2,652,343	433,874	2,395,552	132	6,801,079
600 Total Liabilities and Equity/Net Assets	\$ 1,621,571	\$ 5,283,511	\$ 2,417,842	\$ 4,362,613	\$ 396,161	\$ 14,081,698

COUNTY OF BERNALILLO, NEW MEXICO  
 FINANCIAL DATA SCHEDULE - AS REQUIRED BY HUD  
 YEAR ENDED JUNE 30, 2010

Financial Data Schedule - Revenue and Expenditures

Account Description	Seybold	Central Office	El Centro	Housing Choice Vouchers	Home Rehabilitation	Total
70300 Net Tenant Rental Revenue	\$ 43,074	\$ -	\$ 398,596	\$ -	\$ -	\$ 441,670
70400 Tenant Revenue - Other	-	39,889	-	-	-	39,889
70500 Total Tenant Revenue	43,074	39,889	398,596	-	-	481,559
70600 HUD PHA Operating Grants	61,675	-	153,544	12,394,128	-	12,609,347
70610 Capital Grants	107,712	-	-	-	-	107,712
70800 Other Government Grants	-	-	-	-	451,043	451,043
71100 Investment Income - Unrestricted	295	5,989	118,286	-	249	124,819
71400 Fraud Recovery	-	-	-	95,388	-	95,388
71500 Other Revenue	212,020	283,405	61,305	233,712	129,725	920,167
71600 Gain or Loss on Sale of Capital Assets	-	4,100	-	-	-	4,100
72000 Investment Income - Restricted	-	-	-	2,614	-	2,614
70000 Total Revenue	424,776	333,383	731,731	12,725,842	581,017	14,796,749
91100 Administrative Salaries	27,965	212,398	56,648	465,510	58,750	821,271
91200 Auditing Fees	1,869	-	826	6,858	501	10,054
91300 Management Fee	29,408	-	79,106	674,149	28,549	811,212
91400 Advertising and Marketing	-	-	1,017	88	-	1,105
91500 Employee Benefit contributions - Administrative	16,517	80,589	29,347	188,910	20,583	335,946
91600 Office Expenses	246	-	-	118,246	242	118,734
91000 Total Operating - Administrative	76,005	292,987	166,944	1,453,761	108,625	2,098,322
92000 Asset Management Fee	-	-	-	11,966	-	11,966
92100 Tenant Services - Salaries	-	-	-	102,946	-	102,946
92300 Employee Benefit Contributions - Tenant Services	-	-	-	61,693	-	61,693
92400 Tenant Services - Other	224	-	-	-	-	224
92500 Total Tenant Services	224	-	-	164,639	-	164,863
93100 Water	928	198	11,516	-	-	12,642
93200 Electricity	722	1,366	18,041	-	-	20,129
93300 Gas	143	247	9,704	-	-	10,094
93800 Other Utilities Expense	-	-	153	-	-	153
93000 Total Utilities	1,793	1,811	39,414	-	-	43,018
94100 Ordinary Maintenance and Operations - Labor	15,715	-	75,164	-	-	90,879
94200 Ordinary Maintenance and Operations - Materials and Other	6,129	8,704	63	-	2,650	17,546
94300 Ordinary Maintenance and Operations Contracts	12,690	1,609	12,884	588	418,738	446,509
94500 Employee Benefit Contributions - Ordinary Maintenance	10,607	-	38,171	-	-	48,778
94000 Total Maintenance	45,141	10,313	126,282	588	421,388	603,712
96130 Workmen's Compensation	8,574	33,090	8,409	-	5,096	55,169
96140 All Other Insurance	-	3,902	-	69,912	-	73,814
96100 Total insurance Premiums	8,574	36,992	8,409	69,912	5,096	128,983
96200 Other General Expenses	622	28,857	100,262	-	2,690	132,431
96210 Compensated Absences	7,972	-	16,438	32,836	41,391	98,637
96600 Bad debt - Other	-	-	-	3,161	-	3,161
96000 Total Other General Expenses	8,594	28,857	116,700	35,997	44,081	234,229
96710 Interest of Mortgage (or Bonds) Payable	-	32,709	96,818	-	-	129,527
96700 Total Interest Expense and Amortization Cost	-	32,709	96,818	-	-	129,527
96900 Total Operating Expenses	140,331	403,669	554,567	1,736,863	579,190	3,414,620
97000 Excess of Operating Revenue over Operating Expenses	284,445	(70,286)	177,164	10,988,979	1,827	11,382,129
97300 Housing Assistance Payments	-	-	-	11,004,309	-	11,004,309
97350 HAP Portability-In	-	-	-	9,237	-	9,237
97400 Depreciation Expense	209,136	68,264	98,842	-	-	376,242
90000 Total Expenses	349,467	471,933	653,409	12,750,409	579,190	14,804,408
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$ 75,309	\$ (138,550)	\$ 78,322	\$ (24,567)	\$ 1,827	\$ (7,659)
11020 Required Annual Debt Principal Payments	-	3,905	60,000	-	-	63,905
11030 Beginning Equity	1,243,869	2,790,893	355,552	2,420,119	(1,695)	6,808,738
11170 Administrative Fee Equity	-	-	-	44,990	-	44,990
11180 Housing Assistance Payments Equity	-	-	-	2,350,562	-	2,350,562
11190 Unit Months Available	252	60	648	24,078	-	25,038
11210 Number of Unit Months Leased	244	49	648	20,292	-	21,233
11270 Excess Cash	432,577	-	-	-	-	432,577
11610 Land Purchases	44,559	-	-	-	-	44,559
11630 Furniture & Equipment - Dwelling Purchases	31,268	-	-	-	-	31,268

COUNTY OF BERNALILLO, NEW MEXICO  
SCHEDULE OF BANK ACCOUNTS  
YEAR ENDED JUNE 30, 2010

Financial Institution: Account name	Type of Account	Bank Balance	(Checks) Deposits	Book Balance
<b>Wells Fargo Bank</b>				
Treasurer	Checking	\$ 19,655,327	\$ (3,517,073)	\$ 16,138,254
Treasurer	Savings	90,915,722		90,915,722
General	Checking	123,304		123,304
<b>Housing Authority Accounts:</b>				
Management	Checking	895,444		895,444
Management	Savings	351,433		351,433
Management	Savings	693,576	(34,767)	658,809
Management	Checking	37,254		37,254
Management	Investment	147,635		147,635
Seybold Village - 21 Unit Low Rent	Checking	411,436		411,436
Seybold Village - 21 Unit Low Rent	Savings	24,058		24,058
Section 8 Voucher Program	Checking	3,637,201		3,637,201
Section 8 Voucher Program	Savings	87,484		87,484
Section 8 Voucher Program	Escrow	315,246		315,246
Centro Familiar Trust	Checking	11,411		11,411
Centro Familiar	Checking	790,602		790,602
Centro Familiar	Checking	75,576		75,576
Centro Familiar	Investment	-		-
<b>Sheriff's Accounts:</b>				
Evidence Fund	Checking	527,964		527,964
Investigative Fund	Checking	37,156		37,156
Federal Narcotics	Checking	874,871	(7,310)	867,561
<b>Trust Accounts:</b>				
JYC Resident Trust	Checking	10,536		10,536
MDC Inmate Trust	Checking	340,567		340,567
Total bank and book balance		<u>119,963,803</u>	<u>(3,559,150)</u>	<u>116,404,653</u>
<b>Compass Bank</b>				
Certificate of Deposit	Investment	5,000,000	-	5,000,000
<b>First Federal Bank</b>				
Certificate of Deposit	Investment	250,000	-	250,000
<b>First Financial Bank (FKA Irwin Union)</b>				
Certificate of Deposit	Investment	250,000	-	250,000
<b>First National Bank of Santa Fe</b>				
Certificate of Deposit	Investment	2,000,000	-	2,000,000
Certificate of Deposit	Investment	2,000,000	-	2,000,000
<b>Guadalupe Credit Union</b>				
Certificate of Deposit	Investment	250,000	-	250,000
<b>New Mexico Bank and Trust</b>				
Certificate of Deposit	Investment	5,000,000	-	5,000,000
<b>State Employees Credit Union</b>				
Certificate of Deposit	Investment	100,000	-	100,000
<b>Sunrise Bank of Albuquerque</b>				
Certificate of Deposit	Investment	250,000	-	250,000
<b>Union Savings Bank</b>				
Certificate of Deposit	Investment	2,000,000	-	2,000,000
<b>Bank of Albuquerque (BOSC, Inc.)</b>				
Federal Farm Credit Agency	Investment	5,029,700	-	5,029,700
<b>Bank of Oklahoma</b>				
Fannie Mae	Investment	5,004,700	-	5,004,700
<b>Jefferies &amp; Co., Inc. Wells Fargo Trust</b>				
Fannie Mae	Investment	5,004,700	-	5,004,700
Fannie Mae	Investment	5,017,200	-	5,017,200
Fannie Mae	Investment	5,029,700	-	5,029,700
Fannie Mae	Investment	5,004,700	-	5,004,700
Fannie Mae	Investment	7,553,925	-	7,553,925
Fannie Mae	Investment	5,129,700	-	5,129,700
Fannie Mae	Investment	2,510,950	-	2,510,950
Federal Home Loan Bank	Investment	3,585,046	-	3,585,046
Freddie Mac	Investment	4,676,403	-	4,676,403
Freddie Mac	Investment	5,032,900	-	5,032,900
<b>LF Financial, LLC.</b>				
Fannie Mae	Investment	5,017,200	-	5,017,200
Federal Home Loan Bank	Investment	7,002,170	-	7,002,170
Federal Home Loan Bank	Investment	5,001,550	-	5,001,550
Federal Home Loan Bank	Investment	5,863,755	-	5,863,755
Freddie Mac	Investment	2,501,850	-	2,501,850

COUNTY OF BERNALILLO, NEW MEXICO  
SCHEDULE OF BANK ACCOUNTS  
YEAR ENDED JUNE 30, 2010

Financial Institution: Account name	Type of Account	Bank Balance	(Checks) Deposits	Book Balance
Morgan Keegan & Co., Inc				
Freddie Mac	Investment	5,115,250	-	5,115,250
Multi-Bank Securities				
Fannie Mae	Investment	5,003,150	-	5,003,150
Fannie Mae	Investment	5,012,500	-	5,012,500
Federal Farm Credit Agency	Investment	5,171,900	-	5,171,900
Federal Home Loan Bank	Investment	5,004,700	-	5,004,700
Federal Home Loan Bank	Investment	5,029,700	-	5,029,700
Mutual Securities, Inc.				
Fannie Mae	Investment	6,586,185	-	6,586,185
Federal Farm Credit Agency	Investment	5,015,650	-	5,015,650
Piper Jaffray & Co,				
Fannie Mae	Investment	4,935,635	-	4,935,635
Federal Home Loan Bank	Investment	5,003,150	-	5,003,150
Raymond James & Assoc., Inc.				
Fannie Mae	Investment	5,018,500	-	5,018,500
Fannie Mae	Investment	5,015,650	-	5,015,650
Fannie Mae	Investment	2,700,735	-	2,700,735
Fannie Mae	Investment	1,000,000	-	1,000,000
Fannie Mae	Investment	2,363,831	-	2,363,831
Fannie Mae	Investment	5,004,700	-	5,004,700
Fannie Mae	Investment	5,021,900	-	5,021,900
Federal Farm Credit Agency	Investment	1,007,190	-	1,007,190
Federal Home Loan Bank	Investment	5,001,550	-	5,001,550
Federal Home Loan Bank	Investment	2,502,350	-	2,502,350
Federal Home Loan Bank	Investment	5,007,800	-	5,007,800
Freddie Mac	Investment	3,132,983	-	3,132,983
RBC Capital Markets				
Fannie Mae	Investment	5,006,250	-	5,006,250
UBS Financial				
Fannie Mae	Investment	3,720,831	-	3,720,831
Fannie Mae	Investment	5,015,650	-	5,015,650
Fannie Mae		5,015,650	-	5,015,650
Fannie Mae		5,121,561	-	5,121,561
Federal Home Loan Bank	Investment	6,404,453	-	6,404,453
Freddie Mac	Investment	10,103,800	-	10,103,800
Freddie Mac	Investment	10,060,500	-	10,060,500
Bayerische Landesbank Girozentrale:				
Flex Repo - Reserve	Investment	1,693,500	-	1,693,500
Bayerische Hypo-und Vereinsbank AG:				
Flex Repo - Reserve	Investment	4,933,749	-	4,933,749
Westdeutsche Landesbank:				
Flex Repo - Reserve	Investment	4,615,582	-	4,615,582
Flex Repo - Reserve	Investment	5,438,448	-	5,438,448
<b>Total Investments</b>		<u>262,851,132</u>	<u>-</u>	<u>262,851,132</u>
Total cash and investments		<u>\$ 382,814,935</u>	<u>\$ (3,559,150)</u>	<u>379,255,785</u>
Petty Cash on Hand				1,265
Total cash and investments per Note IVA				<u>\$ 379,257,050</u>

**COUNTY OF BERNALILLO, NEW MEXICO  
SCHEDULE OF PLEDGED COLLATERAL  
JUNE 30, 2010**

	<u>Cusip No.</u>	<u>Maturity Date</u>	
<u>Wells Fargo</u>			
Checking Accounts			\$ 11,914,079
Savings Accounts-Construction Funds			92,423,376
Certificates of Deposit			-
Less FDIC Coverage			(500,000)
Uninsured balance			<u>103,837,455</u>
Collateral requirement at 75%			<u>77,878,091</u>
Collateral held at Wells Fargo Bank Northwest, Ogden, Utah:			
FHLMGG04535	3128M6LQ9	06/01/38	(13,052,117)
FHLMGG04610	3128M6VB1	10/01/38	(16,067,473)
FHLMGG08323	3128MJLD0	02/01/39	(35,270,115)
FGH 00895	3125MS7G9	06/01/37	(17,189,715)
FHLMGH01486	3128MTUK2	05/01/36	(1,768,097)
FNMAP 256514	31371M3X3	12/01/36	(23,135,901)
FNMAP 256327	31371MVU8	07/01/36	(3,245,152)
FNMAP 256749	31371NEW1	06/01/37	(6,385,319)
FNMAP 836583	31407RUG7	10/01/35	(775,909)
FNMAP 850640	31408GBH9	01/01/36	(5,120,133)
FNMAP 865284	31409AJ59	02/01/36	(5,875,194)
FNMAP 868293	31409DUS0	04/01/36	(4,373,916)
FNMAP 872492	31409JKD1	06/01/36	(6,332,617)
FNMAP 885142	31410CLX8	06/01/36	(1,618,614)
FNMAP 855348	31410CTD4	06/01/36	(15,020,008)
FNMAP 885515	31410CYL0	07/01/36	(10,349,242)
FN916924	31411WVR5	05/01/37	(18,930,735)
FNMAP 982453	31414CWN4	04/01/36	(2,975,080)
FNMAP 995049	31416BL63	02/01/38	(27,292,756)
FNCL 868293	31409DUS0	04/01/36	(806,415)
FNCL 848819	31408EAU6	01/01/36	(37,999)
FNCL 941469	31413CMS5	07/01/37	(623,208)
FNCL 881563	31409XML0	05/01/36	(3,086,498)
FNCL 975338	31414TBF7	05/01/38	(11,640)
FNCL 878343	31409TZG6	06/01/37	(707,448)
FNCL 948602	31413LKP3	08/01/37	(419,665)
FNCL 963508	31414D3R5	06/01/38	(3,139,464)
FNCL 869708	31409FGR3	04/01/36	(169,658)
FNCL 848819	31408EAU6	01/01/36	(37,156)
FNCL 782640	31404YPZ9	07/01/19	(874,871)
G2SF3228	36202DSR3	04/20/32	(89,233)
FNCL 256349	31371MWJ2	07/01/36	(77,087)
FNCL 940993	31413B3A7	06/01/37	(699,365)
FNCL 878101	31409TRW0	04/01/36	(213,988)
FNCL 868397	31409DX24	03/01/36	(358,462)
FNCL 975338	31414TBF7	05/01/38	(24,539)
FNCL 882541	31409YP27	05/01/36	<u>(321,551)</u>
			(226,476,341)
Uninsured and uncollateralized balance			<u>\$ -</u>
<u>Wells Fargo Trust</u>			
Money Market Account*			<u>\$ 15,555,759</u>
* Wells Fargo Trust Money Market Governmental MM Fund - Institutional carries the explicit guarantee of the US Government.			
<u>Compass Bank</u>			
Certificate of Deposit			\$ 5,000,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>4,750,000</u>
Collateralized requirement at 102%			<u>4,845,000</u>
Collateral held at Federal Reserve Bank of Atlanta:			
FHLMC	3128M4BX0	07/01/32	<u>(4,990,025)</u>
			(4,990,025)
Uninsured and uncollateralized balance			<u>\$ -</u>
First Financial Bank-FKA Irwin Union			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>

**COUNTY OF BERNALILLO, NEW MEXICO  
SCHEDULE OF PLEDGED COLLATERAL  
JUNE 30, 2010**

	<u>Cusip No.</u>	<u>Maturity Date</u>	
First National Bank of Santa Fe			
Certificate of Deposit			\$ 2,000,000
Certificate of Deposit			2,000,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>3,750,000</u>
Collateralized requirement at 50%			<u>1,875,000</u>
Collateral held at Federal Reserve Bank of Boston:			
Municipal Bond, San Marcos, TX	7967640N85	08/15/15	(540,150)
Corporate Bond, Boams Series 2004-4	05949AEK2	05/25/34	(1,185,217)
Municipal Bond, Tomball TX Independent Schools	889855UZ3	02/15/27	(264,963)
			<u>(1,990,330)</u>
Uninsured balance			<u>\$ 1,759,670</u>
Uncollateralized balance			<u>\$ -</u>
Guadalupe Credit Union			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>New Mexico Bank &amp; Trust</u>			
Certificate of Deposit			\$ 5,000,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>4,750,000</u>
Collateralized requirement at 50%			<u>2,375,000</u>
Collateral held at Commerce Bank, St. Louis, MO:			
FNMA	31411AVX0	11/01/36	(1,590,398)
FNMA	31394KNR1	07/15/32	(1,000,000)
FNMA	31394KNR1	07/15/32	(3,500,000)
FNMA	31395PQP0	08/15/33	(2,116,549)
FNMA	31397HNV6	12/15/21	(1,441,202)
			<u>(9,648,149)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>
State Employees Credit Union			
Certificate of Deposit			\$ 100,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
Sunrise Bank of Albuquerque			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>Union Savings</u>			
Certificate of Deposit			\$ 2,000,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>1,750,000</u>
Collateralized requirement at 102%			<u>1,785,000</u>
Collateral held at Federal Home Loan Bank of Dallas:			
Letter of Credit	8745000005	07/26/10	(2,000,000)
			<u>(2,000,000)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>
Washington / First Federal Bank			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>

COUNTY OF BERNALILLO, NEW MEXICO  
 SCHEDULE OF PLEDGED COLLATERAL  
 JUNE 30, 2010

	<u>Cusip No.</u>	<u>Maturity Date</u>	
<u>Bayerische Hypo- und Vereinsbank AG</u>			
Repurchase Agreement			\$ 4,933,749
Uninsured balance			<u>4,933,749</u>
Collateral requirement at 102%			<u>5,032,424</u>
Collateral held at The Bank of New York Mellon, New York, NY as Tri-Party Custodian			
4 1/4 NOTE 39	912810QB7	05/15/39	(5,036,083)
			<u>(5,036,083)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>
 <u>Westdeutsche Landsbank Girozentrale</u>			
Repurchase Agreement			\$ 4,615,582
Repurchase Agreement			<u>5,438,448</u>
Uninsured balance			<u>10,054,030</u>
Collateral requirement at 102%			<u>10,255,111</u>
Collateral held at Well Fargo Bank, Minneapolis, MN:			
GNMA Pool #782383	36241KUG1	04/15/37	(641,649)
GNMA	38375QX20	06/16/23	(3,413,148)
National Archives FAC TR	63252FAA7	09/01/29	(7,223,263)
			<u>(11,278,060)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>
 <u>Bayerische Landsbank Girozentrale</u>			
Repurchase Agreement			\$ 1,693,500
Collateral requirement at 102%			<u>1,727,370</u>
Collateral held at Wells Fargo Bank, Minneapolis, MN:			
United States Dept Veterans Affairs	911760SL1	12/15/30	(2,078,689)
			<u>(2,078,689)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>
Total uninsured balance			<u>\$ 1,759,670</u>
Total uncollateralized balance			<u>\$ -</u>

**COUNTY OF BERNALILLO, NEW MEXICO  
TAX ROLL RECONCILIATION  
June 30, 2010**

Property tax receivable, beginning of year	\$ 42,386,808
Changes to Tax Roll:	
Net taxes charged to treasurer for fiscal year 2010 (Tax Year 2009)	604,358,573
Adjustments:	
Increase in taxes receivable	665,604
Charge off of taxes receivable	(11,064,747)
Increase in Cost to State	45,440
Increase in interest and penalties to State of NM	476,536
Increase in interest to County	2,590,809
Increase in penalties to County	1,241,663
Increase in interest to MRGCD	62,580
Increase in penalties to MRGCD	28,105
Elimination of tax year 1999	(446,029)
Total receivables prior to collections	640,345,343
Collections for fiscal year ended June 30, 2010 (Tax Years 2000-2009)	(585,605,685)
Collections for fiscal year ended June 30, 2010 (Tax Year 1999)	(1,416)
Property taxes receivable, end of year	<u>\$ 54,738,242</u>

Property Taxes receivable by years:

2000	989,221
2001	1,591,849
2002	989,917
2003	806,198
2004	892,745
2005	985,985
2006	1,252,290
2007	3,533,230
2008	10,963,561
2009	<u>32,733,246</u>
Total taxes receivable	<u>\$ 54,738,242</u>

COUNTY OF BERNALILLO, NEW MEXICO  
PROPERTY TAX SCHEDULE  
JUNE 30, 2010

AGENCY	Years	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INT/PEN	MRGCD MRGTX	Re-Appraisal Fee	Distributed in Current Year	Distributed To-Date	Current Amount Deemed Uncollectible	To-Date Amount Uncollected	Undistributed at Year End	County Receivable at Year End
<b>STATE</b>													
STATE DEBT SERVICE	2000-2008	127,210,001	600,973	126,535,706	-	-	1,233,944	594,967	125,301,762	89,047	674,295	1,233,944	585,248
STATE DEBT SERVICE	2009	16,799,660	15,888,705	15,888,705	-	-	158,812	15,729,893	15,729,893	11,760	910,955	158,812	899,195
TOTAL STATE DEBT SERVICE		144,009,661	16,489,678	142,424,411	-	-	1,392,756	16,324,860	141,031,655	100,807	1,585,250	1,392,756	1,484,443
TOTAL STATE		144,009,661	16,489,678	142,424,411	-	-	1,392,756	16,324,860	141,031,655	100,807	1,585,250	1,392,756	1,484,443
<b>COUNTY</b>													
COUNTY OPERATIONAL	2000-2008	724,973,782	3,977,960	720,410,888	-	-	7,074,949	3,938,181	713,335,939	507,482	4,562,894	7,074,949	4,055,412
COUNTY OPERATIONAL	2009	110,247,765	103,716,159	103,716,159	-	-	1,037,162	102,678,997	102,678,997	77,173	6,531,606	1,037,162	6,454,433
TOTAL COUNTY OPERATIONAL		835,221,547	107,694,119	824,127,047	-	-	8,112,111	106,617,178	816,014,936	584,655	11,094,500	8,112,111	10,509,845
COUNTY DEBT SERVICE	2000-2008	92,027,467	423,898	91,550,202	-	-	886,468	419,659	90,663,734	64,419	477,265	886,468	412,846
COUNTY DEBT SERVICE	2009	12,854,724	12,152,235	12,152,235	-	-	121,523	12,030,712	12,030,712	8,998	702,489	121,523	693,491
TOTAL COUNTY DEBT SERVICE		104,882,191	12,576,133	103,702,437	-	-	1,007,991	12,450,371	102,694,446	73,417	1,179,754	1,007,991	1,106,337
COUNTY OPEN SPACE	2000-2008	20,639,465	56,772	20,584,516	-	-	195,833	56,205	20,388,683	14,448	54,949	195,833	40,501
COUNTY OPEN SPACE	2009	1,460,764	1,380,889	1,380,889	-	-	13,809	1,367,080	1,367,080	1,023	79,875	13,809	78,852
TOTAL COUNTY OPEN SPACE		22,100,229	1,437,661	21,965,405	-	-	209,642	1,423,285	21,755,763	15,471	134,824	209,642	119,353
COUNTY JUDGEMENT	2000-2008	3,147,536	8,970	2,940,709	-	-	29,406	8,881	2,911,303	2,203	206,827	29,406	204,624
COUNTY JUDGEMENT	2009	146,106	193,473	193,473	-	-	1,934	191,539	191,539	102	(47,367)	1,934	(47,469)
TOTAL COUNTY JUDGEMENT		3,293,642	202,443	3,134,182	-	-	31,340	200,420	3,102,842	2,305	159,460	31,340	157,155
COUNTY REAPPRAISAL FUND	2000-2008	-	-	-	-	-	-	-	33,897,586	-	-	(33,897,586)	-
COUNTY REAPPRAISAL FUND	2009	-	-	-	-	-	-	-	5,176,563	-	-	(5,176,563)	-
TOTAL COUNTY REAPPRAISAL FUND		-	-	-	-	-	-	-	39,074,149	-	-	(39,074,149)	-
TOTAL COUNTY		965,497,609	121,910,356	952,929,071	-	-	9,361,084	120,691,254	982,642,136	675,848	12,568,538	(29,713,065)	11,892,690
<b>ALBUQUERQUE</b>													
ABQ OPERATIONAL	2000-2008	240,665,906	1,400,694	239,454,863	-	-	2,359,035	1,386,687	237,095,828	168,466	1,211,043	2,359,035	1,042,577
ABQ OPERATIONAL	2009	75,107,290	71,277,727	71,277,727	-	-	712,778	70,564,949	70,564,949	52,575	3,829,563	712,778	3,776,988
TOTAL ABQ OPERATIONAL		315,773,196	72,678,421	310,732,590	-	-	3,071,813	71,951,636	307,660,777	221,041	5,040,606	3,071,813	4,819,565
ABQ DEBT SERVICE	2000-2008	644,564,914	2,623,701	641,541,996	-	-	6,269,525	2,597,464	635,272,471	451,195	3,022,918	6,269,525	2,571,723
ABQ DEBT SERVICE	2009	60,273,232	57,169,267	57,169,267	-	-	571,693	56,597,574	56,597,574	42,191	3,103,965	571,693	3,061,774
TOTAL ABQ DEBT SERVICE		704,838,146	59,792,968	698,711,263	-	-	6,841,218	59,195,038	691,870,045	493,386	6,126,883	6,841,218	5,633,497
TOTAL ALBUQUERQUE		1,020,611,342	132,471,389	1,009,443,853	-	-	9,913,031	131,146,674	999,530,822	714,427	11,167,489	9,913,031	10,453,062
<b>TIJERAS</b>													
TIJERAS OPERATIONAL	2000-2008	94,690	330	93,616	-	-	912	327	92,704	66	1,074	912	1,008
TIJERAS OPERATIONAL	2009	13,452	12,010	12,010	-	-	120	11,890	11,890	9	1,442	120	1,433
TOTAL TIJERAS OPERATIONAL		108,142	12,340	105,626	-	-	1,032	12,217	104,594	75	2,516	1,032	2,441
TOTAL TIJERAS		108,142	12,340	105,626	-	-	1,032	12,217	104,594	75	2,516	1,032	2,441

COUNTY OF BERNALILLO, NEW MEXICO  
PROPERTY TAX SCHEDULE  
JUNE 30, 2010

AGENCY	Years	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INT/PEN	MRGCD MRGTX	Re-Appraisal Fee	Distributed in Current Year	Distributed To-Date	Current Amount Deemed Uncollectible	To-Date Amount Uncollected	Undistributed at Year End	County Receivable at Year End
<b>CORRALES</b>													
CORRALES OPERATIONAL	2000-2008	266,210	104	265,896	-	-	2,530	103	263,366	186	314	2,530	128
TOTAL CORRALES OPERATIONAL		266,210	104	265,896	-	-	2,530	103	263,366	186	314	2,530	128
CORRALES DEBT SERVICE	2000-2008	80,586	-	80,533	-	-	753	-	79,780	56	53	753	(3)
TOTAL CORRALES DEBT		80,586	-	80,533	-	-	753	-	79,780	56	53	753	(3)
TOTAL CORRALES		346,796	104	346,429	-	-	3,283	103	343,146	242	367	3,283	125
<b>RIO RANCHO</b>													
RIO RANCHO OPERATIONAL	2000-2008	219,072	101	218,711	-	-	2,149	100	216,562	153	361	2,149	208
RIO RANCHO OPERATIONAL	2009	27,520	27,154	27,154	-	-	272	26,882	26,882	19	366	272	347
TOTAL RIO RANCHO OPERATIONAL		246,592	27,255	245,865	-	-	2,421	26,982	243,444	172	727	2,421	555
RIO RANCHO DEBT SERVICE	2000-2008	99,350	26	99,060	-	-	980	26	98,080	70	290	980	220
RIO RANCHO DEBT SERVICE	2009	18,496	18,199	18,199	-	-	182	18,017	18,017	13	297	182	284
TOTAL RIO RANCHO DEBT SERVICE		117,846	18,225	117,259	-	-	1,162	18,043	116,097	83	587	1,162	504
TOTAL RIO RANCHO		364,438	45,480	363,124	-	-	3,583	45,025	359,541	255	1,314	3,583	1,059
<b>LOS RANCHOS</b>													
LOS RANCHOS OPERATIONAL	2000-2008	-	2,596	399,698	-	-	3,997	2,570	395,701	-	(399,698)	3,997	(399,698)
TOTAL LOS RANCHOS OPERATIONAL		-	2,596	399,698	-	-	3,997	2,570	395,701	-	(399,698)	3,997	(399,698)
LOS RANCHOS DEBT SERVICE	2000-2008	406,184	2,607	2,607	-	-	26	2,580	2,580	284	403,577	27	403,293
LOS RANCHOS DEBT SERVICE	2009	204,325	189,378	189,378	-	-	1,894	187,485	187,485	143	14,947	1,893	14,804
TOTAL LOS RANCHOS DEBT SERVICE		610,509	191,985	191,985	-	-	1,920	190,065	190,065	427	418,524	1,920	418,097
TOTAL LOS RANCHOS		610,509	194,581	591,683	-	-	5,917	192,635	585,766	427	18,826	5,917	18,399
<b>SCHOOL APS</b>													
APS OPERATIONAL	2000-2008	30,329,212	171,712	30,064,334	-	-	294,323	169,995	29,770,011	21,230	264,878	294,323	243,648
APS OPERATIONAL	2009	4,543,594	4,306,325	4,306,325	-	-	43,063	4,263,262	4,263,262	3,181	237,269	43,063	234,088
TOTAL APS OPERATIONAL		34,872,806	4,478,037	34,370,659	-	-	337,386	4,433,257	34,033,273	24,411	502,147	337,386	477,736
APS DEBT SERVICE	2000-2008	266,043,443	1,945,183	264,086,376	-	-	2,597,658	1,925,731	261,488,718	186,230	1,957,067	2,597,658	1,770,837
APS DEBT SERVICE	2009	62,708,234	59,243,356	59,243,356	-	-	592,433	58,650,923	58,650,923	43,896	3,464,878	592,433	3,420,982
TOTAL APS DEBT SERVICE		328,751,677	61,188,539	323,329,732	-	-	3,190,091	60,576,654	320,139,641	230,126	5,421,945	3,190,091	5,191,819
APS CAP IMPROVEMENT	2000-2008	173,338,546	953,994	172,324,978	-	-	1,683,393	944,454	170,641,585	121,337	1,013,568	1,683,393	892,231
APS CAP IMPROVEMENT	2009	29,031,617	27,452,939	27,452,939	-	-	274,529	27,178,410	27,178,410	20,322	1,578,678	274,529	1,558,356
TOTAL APS CAP IMPROVEMENT		202,370,163	28,406,933	199,777,917	-	-	1,957,922	28,122,864	197,819,995	141,659	2,592,246	1,957,922	2,450,587
APS HB33 SCHOOL BLDG	2000-2008	384,747,853	1,948,327	382,824,385	-	-	3,748,186	1,928,844	379,076,199	269,323	1,923,468	3,748,186	1,654,145
APS HB33 SCHOOL BLDG	2009	58,091,799	54,933,293	54,933,293	-	-	549,333	54,383,960	54,383,960	40,664	3,158,506	549,333	3,117,842
TOTAL APS HB33 SCHOOL BLDG		442,839,652	56,881,620	437,757,678	-	-	4,297,519	56,312,804	433,460,159	309,987	5,081,974	4,297,519	4,771,987
TOTAL APS		1,008,834,298	150,955,129	995,235,986	-	-	9,782,918	149,445,579	985,453,068	706,183	13,598,312	9,782,918	12,892,129

COUNTY OF BERNALILLO, NEW MEXICO  
PROPERTY TAX SCHEDULE  
JUNE 30, 2010

AGENCY	Years	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INT/PEN	MRGCD MRGTX	Re-Appraisal Fee	Distributed in Current Year	Distributed To-Date	Current Amount Deemed Uncollectible	To-Date Amount Uncollected	Undistributed at Year End	County Receivable at Year End
<b>SCHOOL 08</b>													
SD 08 OPERATIONAL	2000-2008	3,556	3	3,559	-	-	29	3	3,530	3	(3)	29	(6)
SD 08 OPERATIONAL	2009	43	43	43	-	-	1	42	42	-	-	1	-
TOTAL SD 08 OPERATIONAL		3,599	46	3,602	-	-	30	45	3,572	3	(3)	30	(6)
SD 08 DEBT SERVICE	2000-2008	62,277	61	61,844	-	-	497	61	61,347	44	433	497	389
SD 08 DEBT SERVICE	2009	768	768	768	-	-	8	760	760	1	-	8	(1)
TOTAL SD 08 DEBT SERVICE		63,045	829	62,612	-	-	505	821	62,107	45	433	505	388
SD 08 CAP IMPROVEMENT	2000-2008	19,716	20	19,579	-	-	156	20	19,423	14	137	156	123
SD 08 CAP IMPROVEMENT	2009	171	171	171	-	-	1	170	170	-	-	1	-
TOTAL SD 08 CAP IMPROVEMENT		19,887	191	19,750	-	-	157	190	19,593	14	137	157	123
TOTAL SCHOOL 08		86,531	1,066	85,964	-	-	692	1,056	85,272	62	567	692	505
<b>SCHOOL 24</b>													
SD 24 OPERATIONAL	2000-2008	189,320	1,198	185,214	-	-	1,826	1,186	183,388	133	4,106	1,826	3,973
SD 24 OPERATIONAL	2009	33,859	31,480	31,480	-	-	315	31,165	31,165	24	2,379	315	2,355
TOTAL SD 24 OPERATIONAL		223,179	32,678	216,694	-	-	2,141	32,351	214,553	157	6,485	2,141	6,328
SD 24 DEBT SERVICE	2000-2008	3,916,577	22,900	3,838,315	-	-	37,918	22,671	3,800,397	2,742	78,262	37,918	75,520
SD 24 DEBT SERVICE	2009	793,501	743,111	743,111	-	-	7,431	735,680	735,680	555	50,390	7,431	49,835
TOTAL SD 24 DEBT SERVICE		4,710,078	766,011	4,581,426	-	-	45,349	758,351	4,536,077	3,297	128,652	45,349	125,355
SD 24 CAP IMPROVEMENT	2000-2008	1,028,303	5,780	1,008,177	-	-	9,931	5,722	998,246	720	20,126	9,931	19,406
SD 24 CAP IMPROVEMENT	2009	177,123	165,800	165,800	-	-	1,658	164,142	164,142	124	11,323	1,658	11,199
TOTAL SD 24 IMPROVEMENT		1,205,426	171,580	1,173,977	-	-	11,589	169,864	1,162,388	844	31,449	11,589	30,605
TOTAL SD 24		6,138,683	970,269	5,972,097	-	-	59,079	960,566	5,913,018	4,298	166,586	59,079	162,288
<b>CNM</b>													
CNM	2000-2008	250,989,477	1,289,080	249,557,901	-	-	-	1,289,080	249,557,901	175,693	1,431,576	-	1,255,883
CNM	2009	38,283,105	36,145,122	36,145,122	-	-	-	36,145,122	36,145,122	26,798	2,137,983	-	2,111,185
TOTAL CNM		289,272,582	37,434,202	285,703,023	-	-	-	37,434,202	285,703,023	202,491	3,569,559	-	3,367,068
CNM DEBT SERVICE	2000-2008	52,935,739	263,866	52,665,572	-	-	-	263,866	52,665,572	37,055	270,167	-	233,112
CNM DEBT SERVICE	2009	7,973,944	7,549,605	7,549,605	-	-	-	7,549,605	7,549,605	5,582	424,339	-	418,757
TOTAL CNM DEBT SERVICE		60,909,683	7,813,471	60,215,177	-	-	-	7,813,471	60,215,177	42,637	694,506	-	651,869
TOTAL CNM		350,182,265	45,247,673	345,918,200	-	-	-	45,247,673	345,918,200	245,128	4,264,065	-	4,018,937
<b>UNMH</b>													
UNMH	2000-2008	569,622,540	3,098,619	566,403,206	-	-	5,664,032	3,067,633	560,739,174	398,736	3,219,334	5,664,032	2,820,598
UNMH	2009	93,442,695	88,380,519	88,380,519	-	-	883,805	87,496,714	87,496,714	65,410	5,062,176	883,805	4,996,766
TOTAL UNMH		663,065,235	91,479,138	654,783,725	-	-	6,547,837	90,564,347	648,235,888	464,146	8,281,510	6,547,837	7,817,364
UNMH/BCMC	2000-2008	31,734,918	3,083	31,631,321	-	-	241,813	3,052	31,389,508	22,214	103,597	241,813	81,383
TOTAL UNMH/BCMC		31,734,918	3,083	31,631,321	-	-	241,813	3,052	31,389,508	22,214	103,597	241,813	81,383
TOTAL UNMH		694,800,153	91,482,221	686,415,046	-	-	6,789,650	90,567,399	679,625,396	486,360	8,385,107	6,789,650	7,898,747

COUNTY OF BERNALILLO, NEW MEXICO  
PROPERTY TAX SCHEDULE  
JUNE 30, 2010

AGENCY	Years	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INT/PEN	MRGCD MRGTX	Re-Appraisal Fee	Distributed in Current Year	Distributed To-Date	Current Amount Deemed Uncollectible	To-Date Amount Uncollected	Undistributed at Year End	County Receivable at Year End
<b>BCMHC</b>													
BCMHC	2000-2008	3,689,287	358	3,677,254	-	-	28,112	355	3,649,142	2,583	12,033	28,112	9,450
TOTAL BCMHC		3,689,287	358	3,677,254	-	-	28,112	355	3,649,142	2,583	12,033	28,112	9,450
<b>AMAFCA</b>													
AFC OPERATIONAL	2000-2008	23,737,688	138,575	23,626,539	-	-	230,934	137,189	23,395,605	16,616	111,149	230,934	94,533
AFC OPERATIONAL	2009	3,619,950	3,362,421	3,362,421	-	-	33,624	3,328,797	3,328,797	2,534	257,529	33,624	254,995
TOTAL AFC OPERATIONAL		27,357,638	3,500,996	26,988,960	-	-	264,558	3,465,986	26,724,402	19,150	368,678	264,558	349,528
AFC DEBT	2000-2008	62,681,369	311,244	62,292,774	-	-	609,996	308,132	61,682,778	43,877	388,595	609,996	344,718
AFC DEBT	2009	9,430,569	8,945,063	8,945,063	-	-	89,450	8,855,613	8,855,613	6,601	485,506	89,450	478,905
TOTAL AFC DEBT		72,111,938	9,256,307	71,237,837	-	-	699,446	9,163,745	70,538,391	50,478	874,101	699,446	823,623
TOTAL AMAFCA		99,469,576	12,757,303	98,226,797	-	-	964,004	12,629,731	97,262,793	69,628	1,242,779	964,004	1,173,151
<b>MRGCD</b>													
MRGCD	2000-2008	71,439,288	468,776	70,455,401	788,136	703,679	679,263	529,856	69,860,597	50,008	983,887	679,263	933,879
MRGCD	2009	8,746,996	8,020,771	8,020,771	19,369	80,164	79,449	7,880,527	7,880,527	6,123	726,225	79,449	720,102
TOTAL MRGCD		80,186,284	8,489,547	78,476,172	807,505	783,843	758,712	8,410,383	77,741,124	56,131	1,710,112	758,712	1,653,981
TOTAL MRGCD		80,186,284	8,489,547	78,476,172	807,505	783,843	758,712	8,410,383	77,741,124	56,131	1,710,112	758,712	1,653,981
<b>EDGE S/W</b>													
ESWCD	2000-2008	921,286	4,668	914,786	-	-	9,012	4,621	905,774	645	6,500	9,012	5,855
ESWCD	2009	136,318	128,390	128,390	-	-	1,284	127,106	127,106	95	7,928	1,284	7,833
TOTAL ESWCD		1,057,604	133,058	1,043,176	-	-	10,296	131,727	1,032,880	740	14,428	10,296	13,688
TOTAL EDGE S/W		1,057,604	133,058	1,043,176	-	-	10,296	131,727	1,032,880	740	14,428	10,296	13,688
<b>GRAND TOTAL</b>		<b>4,375,993,178</b>	<b>581,160,552</b>	<b>4,321,254,889</b>	<b>807,505</b>	<b>783,843</b>	<b>39,074,149</b>	<b>575,807,237</b>	<b>4,321,278,553</b>	<b>3,063,194</b>	<b>54,738,289</b>	<b>-</b>	<b>51,675,095</b>

**COUNTY OF BERNALILLO, NEW MEXICO  
JOINT POWERS AGREEMENTS  
JUNE 30, 2010**

<b>Participants</b>	<b>Responsible Party</b>	<b>Description</b>	<b>Beginning Date</b>	<b>Ending Date</b>	<b>Project Amount</b>	<b>County Portion</b>	<b>Current Year Contributions</b>	<b>Audit Responsibility</b>
City of Albuquerque Board of Education	Bernalillo County	Rio Grande Swimming Pool - Construction and Maintenance CCN 76-0008	1976	04-06-2051	\$680,000	\$250,000	\$80,825.52	Bernalillo County
City of Albuquerque	Both Parties	Child Abuse Council CCN 83-0017	1983	90-Day Notice	Not specified	Not specified	Unknown	City of Albuquerque
Village of Tijeras	Bernalillo County	Animal Control Services CCN 84-0043	1984	30-Day Notice	Varies Yearly	Not specified	Unknown	Not specified
City of Albuquerque Village of Los Ranchos Village of Tijeras	City of Albuquerque	Albuquerque/Bernalillo County Board of Aging CCN 84-0099	1984	6-Month Notice	Not specified	Not specified	Unknown	City of Albuquerque
NM Corrections Dept.	Bernalillo County	Security Transport Services CCN 85-0096	1985	30-Day Notice	Not specified	Provide prisoner Transportation	Unknown	NM Correction Department
City of Albuquerque	Both Parties	Law Enforcement Center CCN 86-0063 & 88-0161	1986	6-Month Notice	Not specified	Varies yearly	Unknown	Both Parties
New Mexico County Insurance Authority	Board of Directors	Workers Compensation Fund CCN 87-0034	1987	Indefinite	Varies yearly	Unknown	\$633,180	Board of Directors
New Mexico County Insurance Authority	Board of Directors	Multi-line Self-Insurance Fund CCN 92-0424	1989	Indefinite	Varies yearly	Unknown	\$3,476,119.86	Board of Directors
City of Albuquerque	City of Albuquerque	Motor Vehicle Emissions Inspection Maintenance Program CCN 87-0121	1987	180-Day Notice	Varies yearly	20% of city's yearly project budget	Unknown	Both Parties
City of Albuquerque	City of Albuquerque	Development/Maintenance of A Emergency Response Plan CCN 90-0207	1988	30-Day Notice	Varies yearly	25% of city's annual approved project budget	Unknown	Both Parties
City of Albuquerque	City of Albuquerque	City/County Building CCN 2006-0693	2006	Indefinite	Not specified	Annual Rent Utilities	\$0	Both Parties
City of Albuquerque	Both Parties	Emergency Medical Services CCN 1991-0239	1991	180-Day Notice	Varies yearly	Varies yearly	Unknown	Both Parties
NM Energy, Minerals, And Natural Resources Department	Bernalillo County	Administer Federal Land and Water Conservation Fund Act Maintain Park in Tijeras CCN 1992-0178	1992	10-Day Written Notice	\$17,000	Maintain park Property and Buildings.	Unknown	EMNRD, DFA State Auditor

**COUNTY OF BERNALILLO, NEW MEXICO  
JOINT POWERS AGREEMENTS  
JUNE 30, 2010**

<b>Participants</b>	<b>Responsible Party</b>	<b>Description</b>	<b>Beginnin Date</b>	<b>Ending Date</b>	<b>Project Amount</b>	<b>County Portion</b>	<b>Current Year Contributions</b>	<b>Audit Responsibility</b>
City of Albuquerque Commissioner of Public Lands for NM AMAFCA	Commissioner of Public Lands for New Mexico	South Eubank Landfill Stabilization CCN 93-0367	1993	Silent	Not specified	Not to exceed \$200,000	Unknown	Not specified
Village of Tijeras	Bernalillo County	East Mountain Transfer Station CCN 93-0130	1993	30-Day Notice	Not specified	Maintain Transfer Station In safe Condition	\$0	Both Parties
City of Albuquerque	Both Parties	Flood Damage Prevention CCN 93-0451 & 95-0191	1993	30-Day Notice	Not specified	Half of the costs	Unknown	Both Parties
City of Rio Rancho City of Albuquerque Village of Tijeras Village of Los Ranchos	All Parties	Unified Library System CCN 93-0516 & 2003-0589 & 2006-0421	1993	60-Day Notice	Not specified	Not specified	\$1,138,925	All Parties
The Navajo Nation, Canoncito Community School Board of Education, Canoncito Chapter	Bernalillo County Canoncito Community School Board of Education	Solid Waste Transfer Station Within The Canoncito Chapter CCN 94-0414	1994	180-Day Notice	Not specified	Construction/ \$7,000 start up	Unknown	All Parties
Town of Bernalillo	Bernalillo County	Summer Lunch Program CCN 95-0215	1995	90-Day Notice	Varies yearly	Administer Program	\$0	Bernalillo County
New Mexico Highway And Transportation Department	Both Parties	Alameda Boulevard Landscaping Maintenance CCN 1995-0531	1995	Indefinite	\$1,250,000	Maintenance services	Unknown	Not specified
City of Albuquerque Village of Los Ranchos, Village of Tijeras	City of Albuquerque	Conduct of Community Programs on Aging CCN 1995-0739	1995	90-Day Notice	Not specified	Not specified	Unknown	City of Albuquerque
Torrance County Solid Waste Authority	Torrance County Solid Waste Authority	Torrance County/Bernalillo County Landfill CCN 1998-0115	1996	1-Year Notice	Not specified	Not to exceed \$633,000	Unknown	Torrance County

**COUNTY OF BERNALILLO, NEW MEXICO  
JOINT POWERS AGREEMENTS  
JUNE 30, 2010**

<b>Participants</b>	<b>Responsible Party</b>	<b>Description</b>	<b>Beginning Date</b>	<b>Ending Date</b>	<b>Project Amount</b>	<b>County Portion</b>	<b>Current Year Contributions</b>	<b>Audit Responsibility</b>
City of Albuquerque	Both Parties	Joint Metropolitan Forensic Services Center CCN 1999-0226, 2005-0688	1999	90-Day Notice	\$12,000,000	Varies yearly	\$0	City of Albuquerque
AMAFCA New Mexico State Highway Department	AMAFCA Bernalillo County	2 <sup>nd</sup> Street-Pueblo Solano, Pueblo Luna, and Ortega Drain Outfall CCN 1999-0528	2000	30-Day Notice	Not specified	Maintenance of drainage improvements	Unknown	Not specified
NM Energy, Minerals & Natural Resources Department	Both Parties	Mobilization of Wildland Fire Protection & Resources CCN 2000-0071	2000	30-Day Notice	Not specified	Not specified	Unknown	Both Parties, DFA, State Auditor
New Mexico State Highway & Transportation Department Pueblo of Sandia	Bernalillo County	Traffic Signal at Intersection NM 556 CCN 2001-0114	2000	Indefinite	Not specified	Not specified	Unknown	Not specified
NM Regulation & Licensing Department And Construction Industries Division	Bernalillo County	Regulation of Public Buildings Within Geographical Boundary Of NMPS CCN 2001-0164	2001	30-Day Notice	Not specified	Not specified	Unknown	Independent accreditation agency
City of Albuquerque	Both Parties	Metropolitan Criminal Justice Services Coordinating Council MCJJC CCN 2003-0385	1999	90-Day Notice	Not specified	Not specified	Unknown	Both Parties, DFA, State Auditor
City of Albuquerque and Albuquerque-Bernalillo Water Utility Authority	City of Albuquerque	Set forth the procedures for the Issuance of revenue bonds or Other obligations needed to Finance the utility capital needs CCN 03-0673	02-25-04	By consent of Parties.	Various	None	None	City of Albuquerque
New Mexico Energy, Minerals and Natural Resource	Bernalillo County And EMNRD	Suppression of wildfires on State and non-municipal Private lands CCN 2004-0003 & CCN 2009-0775	12-13-04	30-Day Written Notice	Not specified	Unknown	Unknown	EMNRD
Hubbell House Alliance	Bernalillo County And Hubbell House Alliance	Improvements, maintenance, And education for history Of Hubbell House and Property CCN 2004-0166	04-21-04	60-Day Notice	Not Specified	None	None	Hubbell House Alliance
City of Albuquerque Bernalillo County Water Utility Authority	City of Albuquerque Bernalillo County Water Utility Authority	City, County & Authority Have right-of-way eminent Domain powers CCN2004-0692	09-22-04	Indefinite	Not Specified	Unknown	Unknown	All Parties

**COUNTY OF BERNALILLO, NEW MEXICO  
JOINT POWERS AGREEMENTS  
JUNE 30, 2010**

<b>Participants</b>	<b>Responsible Party</b>	<b>Description</b>	<b>Beginning Date</b>	<b>Ending Date</b>	<b>Project Amount</b>	<b>County Portion</b>	<b>Current Year Contributions</b>	<b>Audit Responsibility</b>
City of Albuquerque	Bernalillo County	Effectuate Admin. Efficiency Of Public Buildings CCN 2005-0117	04-12-05	Indefinite	Not Specified	None	Unknown	Bernalillo County
New Mexico Dept of Health	New Mexico Dept Of Health	Bernalillo County South Valley Health Commons CCN 2006-0218	05-23-06	11-08-2009	\$193,000	None	None	New Mexico Dept Of Health
Valencia County	Bernalillo County	Assist Valencia in developing, implementing, and operating a juvenile Community custody program CCN 2007-0430	06-26-07	30 day notice	unknown	unknown	None	All Parties
Sandoval County	Bernalillo County	Operation of Regional Juvenile Detention Center CCN 2007-0432	06-27-07	6 month notice	Unknown	Unknown	Unknown	Bernalillo County
New Mexico Children, Youth, and Families Department	Bernalillo County	Active collaboration between Parties in supporting and Implementing the Juvenile Detention Alternatives Initiative CCN2007-0560	10-21-07	30-Day Notice	Not Specified	Unknown	\$0	All Parties
New Mexico Dept. of Public Safety/New Mexico State Police	Bernalillo County Communications	Upgrade E911 equipment at DPS and PSAP to handle Wireless calls CCN2007-0608 & CCN 2010-011	12-27-07	60-Day Notice.	\$670,239	Unknown	\$0	Bernalillo County
New Mexico Energy, Minerals and Natural Resources Dept	Bernalillo County Open Space	Provide use of inmate crews To perform natural resource Improvements and vocational Training for inmates CCN2008-0106	03-20-08	10-Day Notice.	Unknown	Unknown	\$0	Bernalillo County
Village of Los Ranchos	Bernalillo County	Residential & commercial construction within the geographical boundaries of the Village CCN2009-0722	11-24-2009	30- Day Written Notice	Unknown	Unknown	\$0	Bernalillo County
Hubbell House Alliance	Bernalillo County	Use, support and develop the Gutierrez Hubbell House Property CCN 2010-0034	2-26-2010	2-26-2014	Unknown	Unknown	\$0	Bernalillo County

**COUNTY OF BERNALILLO, NEW MEXICO  
RECONCILIATION OF NONMAJOR FUNDS GAAP BASIS  
STATEMENT TO THE BUDGETARY BASIS STATEMENT  
YEAR ENDED JUNE 30, 2010**

<b>Funds</b>	<b>GAAP Basis</b>	<b>Accounts Receivable</b>	<b>Accrued Interest</b>	<b>Accounts Payable</b>	<b>Deferred Revenue</b>	<b>Accrued Payroll</b>	<b>Compensated Absenses</b>	<b>Depreciation</b>	<b>Budgetary Basis</b>
Recreation	\$ 1,748	32	-	-	-	-	-	-	\$ 1,780
Environmental Health	228,586	(55,496)	-	(17,378)	-	-	-	-	155,712
HealthCare GRT	(758,655)	(118,824)	-	87,575	-	5,479	-	-	(784,425)
Valuation	1,825,094	-	-	(130,293)	-	6,652	-	-	1,701,453
Industrial Revenue Bonds	(169,111)	-	-	131,848	-	-	-	-	(37,263)
Fire Districts	209,555	-	-	80,750	-	-	-	-	290,305
Emergency Medical Services	(37,597)	-	-	(7,565)	-	-	-	-	(45,162)
ERDA	(14,091)	-	60	-	-	-	-	-	(14,031)
Law Enforcement Protection	(9,619)	-	-	(703)	-	-	-	-	(10,322)
Community Service	61,033	-	-	(16,599)	-	-	-	-	44,434
Farm and Range	(901)	-	-	-	-	-	-	-	(901)
County Indigent	6,494	-	-	126,471	-	-	-	-	132,965
Clerk's Recording & Filing	(110,362)	-	-	(10,026)	-	-	-	-	(120,388)
Department of Substance Abuse	480,810	-	-	107,756	-	-	-	-	588,566
GO Bond Debt Service	776,283	(266,138)	(7,054)	-	251,629	-	-	-	754,720
Series 1996B Debt Service	343,435	-	(475)	-	-	-	-	-	342,960
Series 1997 Debt Service	92,991	-	(465)	-	-	-	-	-	92,526
Refunding Series 1998 Debt Service	280,717	-	(1,327)	-	-	-	-	-	279,390
Series 2010A Debt Service	173,930	-	(2,085)	-	-	-	-	-	171,845
Refunding Series 2005 Debt Service	78,642	-	69,541	-	-	-	-	-	148,183
Series 2008A Debt Service	18,281	-	(593)	-	-	-	-	-	17,688
Refunding Series 2010B	1,650,000	-	-	-	-	-	-	-	1,650,000
Tran	(625,000)	-	-	-	-	-	-	-	(625,000)
Solid Waste	111,661	(977,207)	-	41,282	743,840	1,942	(10,354)	114,405	25,569
Region Juvenile Detention Center	\$ (22,663)	-	-	12,082	-	506	5,624	-	\$ (4,451)

## Statistical Section

This part of the County of Bernalillo's comprehensive 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 County's overall financial health.

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the County's financial performance and well being have changed over time.	145
<b>Revenue Capacity</b> These schedules present information to help the reader assess the County's most significant local revenue source, the property tax.	157
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the County's current level of outstanding debt and the County's ability to issue additional debt in the future.	161
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	167
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County's provides and the activities it performs.	169

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented Governmental Accounting Standards Board Statement No. 34 in 2002; therefore, schedules presenting government-wide information began in that year.

**COUNTY OF BERNALILLO, NEW MEXICO**  
**NET ASSETS BY COMPONENT**  
**LAST NINE FISCAL YEARS**  
**(accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Governmental activities			
Invested in capital assets, net of related debt	\$ 353,608,399	\$ 356,558,834	\$ 308,271,760
Restricted	139,516,367	127,980,308	146,792,506
Unrestricted	109,237,450	85,572,706	94,132,470
Total governmental activities net of related debt	<u>\$ 602,362,216</u>	<u>\$ 570,111,848</u>	<u>\$ 549,196,736</u>
Business-type activities			
Invested in capital assets, net of related debt	\$ 2,001,499	\$ 2,358,904	\$ 2,839,330
Unrestricted	2,429,715	1,999,241	2,108,949
Total business-type activities	<u>\$ 4,431,214</u>	<u>\$ 4,358,145</u>	<u>\$ 4,948,279</u>
Primary government			
Invested in capital assets, net of related debt	\$ 355,609,898	\$ 358,917,738	\$ 311,111,090
Restricted	139,516,367	127,980,308	146,792,506
Unrestricted	111,667,165	87,571,947	96,241,419
Total primary government net assets	<u>\$ 606,793,430</u>	<u>\$ 574,469,993</u>	<u>\$ 554,145,015</u>

Note: Complete information for prior years is not available.

<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>
\$ 299,526,749	\$ 259,799,155	\$ 256,203,651	\$ 262,781,593	\$ 258,269,827	\$ 241,476,055
106,094,221	43,396,414	49,216,804	47,164,322	23,926,773	17,190,302
70,097,399	83,841,598	59,844,194	36,256,788	42,837,998	16,565,534
<u>\$ 475,718,369</u>	<u>\$ 387,037,167</u>	<u>\$ 365,264,649</u>	<u>\$ 346,202,703</u>	<u>\$ 325,034,598</u>	<u>\$ 275,231,891</u>
\$ 3,196,311	\$ 4,204,373	\$ 3,602,601	\$ 3,159,453	\$ 3,229,267	\$ 2,085,987
1,340,312	589,684	1,572,789	1,524,239	1,388,372	2,363,509
<u>\$ 4,536,623</u>	<u>\$ 4,794,057</u>	<u>\$ 5,175,390</u>	<u>\$ 4,683,692</u>	<u>\$ 4,617,639</u>	<u>\$ 4,449,496</u>
\$ 302,723,060	\$ 264,003,528	\$ 259,806,252	\$ 265,941,046	\$ 261,499,094	\$ 243,562,042
106,094,221	43,396,414	49,216,804	47,164,322	23,926,773	17,190,302
71,437,711	84,431,282	61,416,983	37,781,027	44,226,370	18,929,043
<u>\$ 480,254,992</u>	<u>\$ 391,831,224</u>	<u>\$ 370,440,039</u>	<u>\$ 350,886,395</u>	<u>\$ 329,652,237</u>	<u>\$ 279,681,387</u>

**COUNTY OF BERNALILLO, NEW MEXICO**  
**CHANGES IN NET ASSETS**  
**LAST NINE FISCAL YEARS**  
**(accrual basis of accounting)**

<b>Expenses</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>
<b>Governmental activities:</b>				
General government	\$ 64,791,762	\$ 69,898,098	\$ 45,609,786	\$ 47,569,157
Public works	42,122,694	50,092,431	52,518,685	32,604,280
Public safety	154,622,588	156,911,320	143,867,733	129,957,959
Culture and recreation	11,957,736	11,426,758	12,637,946	15,337,172
Health and welfare	36,053,345	31,911,866	28,083,075	25,862,321
Interest on long-term debt	14,530,276	15,591,011	15,585,987	15,221,474
<b>Total government activities expenses</b>	<b>324,078,401</b>	<b>335,831,484</b>	<b>298,303,212</b>	<b>266,552,363</b>
<b>Business-type activities:</b>				
Solid waste	4,817,057	5,215,029	4,910,418	4,483,095
Housing Authority	1,083,960	1,576,798	860,653	847,572
Seybold Village Handicapped Project	349,467	320,744	235,027	172,947
Regional Juvenile Detention Center	1,084,886	960,180	923,826	1,158,479
El Centro Familiar	646,387	450,958	426,170	354,557
<b>Total business-type activities expenses</b>	<b>7,981,757</b>	<b>8,523,709</b>	<b>7,356,094</b>	<b>7,016,650</b>
<b>Total primary government expenses</b>	<b>\$ 332,060,158</b>	<b>\$ 344,355,193</b>	<b>\$ 305,659,306</b>	<b>\$ 273,569,013</b>
<b>Program Revenues</b>				
<b>Government activities:</b>				
<b>Charges for services:</b>				
General government	\$ 27,821,557	\$ 29,818,073	\$ 36,526,187	\$ 47,003,455
Public works	-	-	-	-
Culture and recreation	-	-	138	48,720
<b>Operating grants and contributions:</b>				
General government	-	346,608	232,986	442,797
Public Works	-	9,931	-	17,536
Public Safety	11,692,990	10,654,921	12,688,872	5,207,981
Culture and recreation	743,584	557,640	743,616	260,933
Health and Welfare	12,924,689	13,182,226	14,475,407	15,807,842
<b>Capital Grants and contributions</b>				
General government	-	10,087,748	-	129,563
Public Works	17,963,627	20,927,024	27,882,786	36,292,565
Public Safety	637,977	809,420	5,063,696	844,478
Culture and recreation	8,490,772	3,150,736	6,124,856	4,741,191
Health and Welfare	1,021,325	2,909,854	2,921,570	3,758,832
<b>Total government activities program revenue</b>	<b>81,296,521</b>	<b>92,454,181</b>	<b>106,660,114</b>	<b>114,555,893</b>
<b>Business-type activities</b>				
<b>Charges for services:</b>				
Solid Waste	4,617,890	4,495,377	4,373,905	3,646,753
Housing Authority	293,063	575,634	537,282	191,210
Seybold Village Handicapped Project	43,074	42,446	41,392	30,942
Regional Juvenile Detention Center	1,062,223	1,058,848	859,131	1,171,934
El Centro Familiar	398,596	160,089	170,909	110,664
<b>Operating grants and contributions:</b>				
Solid Waste	176,000	176,000	165,001	314,140
Housing Authority	451,043	-	123,696	-
Seybold Village Handicapped Project	-	-	56,546	54,556
El Centro Familiar	153,544	151,781	153,239	214,296
<b>Capital grants and contributions:</b>				
Housing Authority	-	406,227	395,128	452,903
Seybold Village Handicapped Project	107,712	75,952	38,853	29,691
<b>Total business-type activities program revenue:</b>	<b>7,303,145</b>	<b>7,142,354</b>	<b>6,915,082</b>	<b>6,217,089</b>
<b>Total primary government program revenues</b>	<b>\$ 88,599,666</b>	<b>\$ 99,596,535</b>	<b>\$ 113,575,196</b>	<b>\$ 120,772,982</b>

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 46,477,713	\$ 45,288,911	\$ 37,501,192	\$ 35,401,110	\$ 43,255,078
45,618,719	34,986,816	32,294,831	17,430,834	14,924,680
108,438,819	89,268,696	82,328,864	70,268,870	62,911,948
14,202,035	11,411,012	11,409,199	10,970,249	10,538,867
19,199,026	19,266,114	18,785,416	18,236,535	19,152,007
14,318,226	15,077,459	14,651,079	13,877,535	13,223,301
<u>248,254,538</u>	<u>215,299,008</u>	<u>196,970,581</u>	<u>166,185,133</u>	<u>164,005,881</u>
4,257,715	3,255,586	3,353,335	3,256,760	2,906,417
469,038	1,036,213	2,065,228	2,011,925	1,849,089
168,763	145,955	126,954	135,129	122,065
1,273,084	1,330,647	1,275,350	1,190,085	989,458
404,069	382,877	392,493	379,777	242,262
<u>6,572,669</u>	<u>6,151,278</u>	<u>7,213,360</u>	<u>6,973,676</u>	<u>6,109,291</u>
<u>\$ 254,827,207</u>	<u>\$ 221,450,286</u>	<u>\$ 204,183,941</u>	<u>\$ 173,158,809</u>	<u>\$ 170,115,172</u>
\$ 30,856,985	\$ 21,395,970	\$ 16,687,785	\$ 15,426,336	\$ 11,556,799
-	-	-	-	2,110,599
151	60	97	114	121
280,737	1,008,250	504,723	72,137	32,348
-	2,357	356,530	-	-
8,267,824	7,427,307	8,503,339	4,170,033	3,431,778
887,767	852,589	841,768	639,390	456,954
12,511,372	12,535,023	11,509,565	10,732,435	9,791,814
11,152	-	6,355	-	-
17,551,403	13,038,508	21,216,205	11,921,830	8,086,014
161,551	39,915	103,493	250	232,394
1,355,935	1,106,620	1,644,695	339,709	859,015
177,626	874,397	873,929	1,275	171,859
<u>72,062,503</u>	<u>58,280,996</u>	<u>62,248,484</u>	<u>43,303,509</u>	<u>36,729,695</u>
4,022,140	3,050,320	3,054,698	2,942,500	2,753,246
79,889	479,823	1,625,769	1,334,139	1,270,662
40,163	31,905	31,563	32,069	33,251
1,245,626	1,245,191	1,331,114	1,160,748	1,109,598
107,485	95,764	97,643	101,140	98,379
196,975	139,226	148,490	292,097	280,517
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>5,692,278</u>	<u>5,042,229</u>	<u>6,289,277</u>	<u>5,862,693</u>	<u>5,545,653</u>
<u>\$ 77,754,781</u>	<u>\$ 63,323,225</u>	<u>\$ 68,537,761</u>	<u>\$ 49,166,202</u>	<u>\$ 42,275,348</u>

**COUNTY OF BERNALILLO, NEW MEXICO**

**CHANGES IN NET ASSETS (Continued)**

**LAST NINE FISCAL YEARS  
(accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Net (expenses)/revenue			
Governmental activities	(242,781,880)	(243,377,303)	(191,643,098)
Business-type activities	(678,612)	(1,381,355)	(441,012)
Total primary governmental net expenses	<u><u>\$ (243,460,492)</u></u>	<u><u>\$ (244,758,658)</u></u>	<u><u>\$ (192,084,110)</u></u>

**General Revenue and Other Changes in Net Assets**

Governmental activities:

Taxes			
Property taxes	\$ 127,201,067	\$ 120,069,963	\$ 113,789,778
Gross receipts taxes	112,555,113	114,116,141	120,264,324
Motor vehicle taxes	3,788,238	3,582,607	4,301,323
Cigarette taxes	5,230	6,758	6,077
Gas taxes	1,808,628	2,037,969	1,572,980
Investment income	15,249,566	10,865,039	16,046,244
Gain on sale of capital assets	48,972	296,236	-
Miscellaneous	14,375,434	13,317,702	9,525,633
Transfers	-	-	(384,894)
Total governmental activities	<u>275,032,248</u>	<u>264,292,415</u>	<u>265,121,465</u>
Business-type activities:			
Investment income	124,819	45,191	83,879
Operating grants	-	-	-
Gain on sale of capital assets	4,100	33,858	-
Miscellaneous	614,416	712,172	383,895
Transfers	-	-	384,894
Capital contributions - capital assets	8,346	-	-
Total business-type activities	<u>751,681</u>	<u>791,221</u>	<u>852,668</u>
Total primary government	<u><u>275,783,929</u></u>	<u><u>265,083,636</u></u>	<u><u>265,974,133</u></u>

**Change in Net Assets**

Governmental activities	32,250,368	20,915,112	73,478,367
Business-type activities	73,069	(590,134)	411,656
Total before prior period adjustment	<u>32,323,437</u>	<u>20,324,978</u>	<u>73,890,023</u>
Prior period adjustment	-	-	-
Total primary government	<u><u>\$ 32,323,437</u></u>	<u><u>\$ 20,324,978</u></u>	<u><u>\$ 73,890,023</u></u>

Note: Complete information for prior years is not available.

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
(151,996,470)	(176,192,035)	(157,018,012)	(134,722,097)	(122,881,624)	(127,276,186)
(799,561)	(880,391)	(1,109,049)	(629,233)	(832,346)	(419,755)
<u><u>\$ (152,796,031)</u></u>	<u><u>\$ (177,072,426)</u></u>	<u><u>\$ (158,127,061)</u></u>	<u><u>\$ (135,351,330)</u></u>	<u><u>\$ (123,713,970)</u></u>	<u><u>\$ (127,695,941)</u></u>
\$ 101,617,379	\$ 95,070,478	\$ 97,468,762	\$ 94,043,897	\$ 81,442,677	\$ 79,991,210
107,167,291	74,565,522	55,548,897	38,725,557	36,663,056	34,486,698
3,788,667	4,132,542	3,608,463	3,547,419	3,373,650	3,506,553
6,454	5,707	5,511	6,477	5,343	4,567
1,636,764	1,964,503	1,680,496	1,553,716	1,560,909	1,531,929
13,833,232	9,043,065	6,952,564	5,184,585	6,067,056	6,218,519
-	-	-	-	-	-
12,949,329	13,182,736	10,845,578	11,332,291	3,488,475	4,115,041
(321,444)	-	200,000	200,000	-	-
<u>240,677,672</u>	<u>197,964,553</u>	<u>176,310,271</u>	<u>154,593,942</u>	<u>132,601,166</u>	<u>129,854,517</u>
103,533	50,653	9,022	7,713	10,410	9,457
-	534,517	558,439	939,530	889,331	824,500
-	-	-	-	-	-
117,150	107,233	119,688	119,379	100,748	85,924
321,444	-	(200,000)	(200,000)	-	-
-	16,688	1,113,598	-	-	-
<u>542,127</u>	<u>709,091</u>	<u>1,600,747</u>	<u>866,622</u>	<u>1,000,489</u>	<u>919,881</u>
<u>241,219,799</u>	<u>198,673,644</u>	<u>177,911,018</u>	<u>155,460,564</u>	<u>133,601,655</u>	<u>130,774,398</u>
88,681,202	21,772,518	19,292,259	19,871,845	9,719,542	2,578,331
(257,434)	(171,300)	491,698	237,389	168,143	500,126
<u>88,423,768</u>	<u>21,601,218</u>	<u>19,783,957</u>	<u>20,109,234</u>	<u>9,887,685</u>	<u>3,078,457</u>
-	(210,033)	394,070	1,124,924	40,083,165	-
<u><u>\$ 88,423,768</u></u>	<u><u>\$ 21,391,185</u></u>	<u><u>\$ 20,178,027</u></u>	<u><u>\$ 21,234,158</u></u>	<u><u>\$ 49,970,850</u></u>	<u><u>\$ 3,078,457</u></u>

**COUNTY OF BERNALILLO, NEW MEXICO**  
**GOVERNMENTAL ACTIVITIES TAX REVENUE BY SOURCE**  
**LAST NINE FISCAL YEARS**  
**(accrual basis of accounting)**

<b>Fiscal Year</b>	<b>Property Tax</b>	<b>Gross Receipts Tax</b>	<b>Motor Vehicle Tax</b>	<b>Cigarette Tax</b>	<b>Gas Tax</b>	<b>Total</b>
2010	\$ 127,201,067	\$ 112,555,113	\$ 3,788,238	\$ 5,230	\$ 1,808,628	\$ 245,358,276
2009	120,069,963	114,116,141	3,582,607	6,758	2,037,969	239,813,438
2008	113,789,778	120,264,324	4,301,323	6,077	1,572,980	239,934,482
2007	101,617,379	107,167,291	3,788,667	6,454	1,636,764	214,216,555
2006	95,070,478	74,565,522	4,132,542	5,707	1,964,503	175,738,752
2005	97,468,762	55,548,897	3,608,463	5,511	1,680,496	158,312,129
2004	94,043,897	38,725,557	3,547,419	6,477	1,553,716	137,877,066
2003	81,442,677	36,663,056	3,373,650	5,343	1,560,909	123,045,635
2002	\$ 79,991,210	\$ 34,486,698	\$ 3,506,553	\$ 4,567	\$ 1,531,929	\$ 119,520,957

Note: Complete information for prior years is not available.

**COUNTY OF BERNALILLO, NEW MEXICO**  
**GOVERNMENTAL ACTIVITIES- GROSS RECEIPTS TAX REVENUE BY SOURCE**  
**LAST SIX FISCAL YEARS**  
**(accrual basis of accounting)**

<b>Business Sector</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
Utilities	\$ 4,220,817	\$ 3,822,891	\$ 3,728,194	\$ 3,643,688	\$ 2,460,662	\$ 1,666,467
Construction	8,936,876	11,388,791	12,026,432	13,610,246	9,000,059	5,554,890
Manufacturing	2,611,279	2,579,025	2,405,286	2,464,848	1,640,441	1,166,527
Wholesale trade	4,119,517	4,655,939	4,810,573	5,358,365	4,399,366	2,777,445
Retail trade	29,455,673	29,019,735	31,268,724	26,791,823	18,193,987	14,442,713
Information and cultural industries	4,896,147	3,035,489	2,405,286	2,143,346	1,267,614	555,489
Real estate, rental and leasing	1,361,917	1,380,805	1,803,965	1,714,677	969,352	555,489
Professional, scientific and technical services	20,304,942	20,244,203	18,761,235	17,682,603	13,794,622	10,554,290
Health care and social assistance	5,413,901	5,009,699	4,930,837	4,286,692	2,460,662	2,499,700
Accommodation and food services	9,094,453	8,581,534	9,019,824	7,501,710	4,473,931	3,455,141
Other services (except public admin.)	11,368,066	12,427,248	12,748,018	10,716,729	7,456,552	5,721,536
Unclassified establishments	461,476	707,520	1,082,379	857,338	1,491,310	1,555,369
State food distribution	6,044,210	7,018,143	7,696,917	4,286,692	3,728,276	2,666,347
State medical distribution	2,847,644	3,035,489	3,006,608	2,143,346	969,352	888,782
Other business activity*	1,418,195	1,209,630	4,570,046	3,965,188	2,259,336	1,488,712
Gross receipts taxes received**	<u>\$ 112,555,113</u>	<u>\$ 114,116,141</u>	<u>\$ 120,264,324</u>	<u>\$ 107,167,291</u>	<u>\$ 74,565,522</u>	<u>\$ 55,548,897</u>

\* Other Business Activity are industries that generate less than 2% of gross receipts tax individually. Those industries include the following business classifications using the North American Industry Classification System (NAICS):

Finance and Insurance; Transportation and Warehousing; Administration and Support, Waste Management and Remediation; Educational Services; Arts, Entertainment and Recreation; Management of Companies and Enterprises; Agriculture, Forestry, Fishing and Hunting; Public Administration; Mining and Oil and Gas Extraction.

\*\* FY 10 was the first year of the Regional Transit Gross Receipts Tax. This 1/8 cent tax is collected by Bernalillo County but remitted to the Mid Region Council of Governments for operation of the Rail Runner train system.

Source: State of New Mexico Taxation and Revenue Department and Bernalillo County records.

Note: Complete information for prior years is not available.

**COUNTY OF BERNALILLO, NEW MEXICO  
 FUND BALANCES OF GOVERNMENTAL FUNDS  
 LAST NINE FISCAL YEARS  
 (modified accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Fund				
Reserved	\$ 76,543,075	\$ 76,452,623	\$ 76,149,060	\$ 72,502,604
Unreserved	117,575,335	99,205,532	95,737,751	74,202,179
Total general fund	<u>\$ 194,118,410</u>	<u>\$ 175,658,155</u>	<u>\$ 171,886,811</u>	<u>\$ 146,704,783</u>
All other governmental funds				
Reserved	\$ 30,436,495	\$ 37,629,794	\$ 45,019,893	\$ 55,218,508
Unreserved, reported in:				
Special revenue funds	37,479,060	27,192,555	19,852,744	4,893,091
Capital projects funds	111,337,066	107,799,826	57,554,118	31,338,418
Debt service funds	-	-	-	-
Total all other governmental funds	<u>\$ 179,252,621</u>	<u>\$ 172,622,175</u>	<u>\$ 122,426,755</u>	<u>\$ 91,450,017</u>

Note: Complete information for prior years is not available.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 56,650,858	\$ 45,370,030	\$ 47,932,951	\$ 41,979,016	\$ 39,394,869
40,812,437	26,938,653	-	-	-
<u>\$ 97,463,295</u>	<u>\$ 72,308,683</u>	<u>\$ 47,932,951</u>	<u>\$ 41,979,016</u>	<u>\$ 39,394,869</u>
\$ 64,816,097	\$ 40,610,704	\$ 49,185,246	\$ 43,427,813	\$ 40,765,082
6,468,130	5,490,978	3,967,191	5,781,664	4,383,797
15,040,577	41,243,986	47,086,248	10,704,687	1,977,627
-	-	-	4,582,536	15,983,062
<u>\$ 86,324,804</u>	<u>\$ 87,345,668</u>	<u>\$ 100,238,685</u>	<u>\$ 64,496,700</u>	<u>\$ 63,109,568</u>

**COUNTY OF BERNALILLO, NEW MEXICO**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST NINE FISCAL YEARS**  
(modified accrual basis of accounting)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
<b>Revenues</b>				
Taxes:				
Property	\$ 124,742,271	\$ 118,118,204	\$ 113,368,730	\$ 101,471,408
Sales	112,555,113	114,116,141	120,264,324	107,167,291
Motor vehicle	3,788,238	3,582,607	4,301,323	3,788,667
Cigarette	5,230	6,758	6,077	6,454
Gas	1,808,628	2,037,969	1,572,980	1,636,764
Intergovernmental	57,592,844	62,866,884	70,287,188	67,552,438
Licenses and permits	2,362,344	3,189,293	3,479,107	3,555,566
Fees for services	25,459,213	26,628,780	32,893,819	43,447,889
Investment income	15,249,566	10,865,039	16,046,244	13,833,232
Miscellaneous	7,822,907	9,992,381	9,525,633	10,477,726
Total revenues	<u>351,386,354</u>	<u>351,404,056</u>	<u>371,745,425</u>	<u>352,937,435</u>
<b>Expenditures</b>				
General government	54,424,762	56,284,520	42,291,899	49,893,135
Public works	23,649,763	23,906,123	23,093,549	23,608,319
Public safety	144,820,182	140,201,023	131,859,726	119,780,354
Health and welfare	34,446,947	30,470,414	27,109,801	24,904,668
Culture and recreation	9,622,045	9,445,054	11,205,752	14,012,941
Capital outlay	37,648,304	35,466,502	52,168,492	48,317,057
Capital outlay-other entities	13,117,251	23,752,233	14,209,243	-
Debt service:				
Principal	23,555,000	25,019,717	13,987,345	12,594,320
Interest	15,728,867	15,873,887	15,658,380	15,460,278
Bond issuance cost	366,847	451,511	409,433	75,948
Total expenditures	<u>357,379,968</u>	<u>360,870,984</u>	<u>331,993,620</u>	<u>308,647,020</u>
Excess (deficiency) of revenues over expenditures	<u>(5,993,614)</u>	<u>(9,466,928)</u>	<u>39,751,805</u>	<u>44,290,415</u>
<b>Other financing sources (uses)</b>				
Transfers in	20,471,330	22,792,106	17,872,263	18,764,786
Transfers out	(20,471,330)	(22,792,106)	(18,257,157)	(18,764,786)
Long-term note issued	-	-	-	-
Bonds issued	28,750,000	62,200,000	21,500,000	10,000,000
Refunding bonds issued	16,755,000	-	11,000,000	-
Payment to refunding bond escrow agent	(15,689,300)	-	(16,547,758)	-
Discount on bonds issued	(169,883)	-	(53,000)	(60,633)
Premium on bonds issued	1,366,406	660,254	734,178	-
Sale of capital assets	72,092	573,438	158,435	136,919
Total other financing sources (uses)	<u>31,084,315</u>	<u>63,433,692</u>	<u>16,406,961</u>	<u>10,076,286</u>
Net change in fund balances	<u>\$ 25,090,701</u>	<u>\$ 53,966,764</u>	<u>\$ 56,158,766</u>	<u>\$ 54,366,701</u>
Debt service as a percentage of noncapital expenditures	12.32% (1)	12.59%	10.42%	11.04%

Note: Complete information for prior years is not available.

(1) This percentage is calculated using a capital outlay amount adjusted for internal labor included in operating expenses as detailed in the footnotes to the financial statements

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 94,942,222	\$ 97,608,049	\$ 93,534,299	\$ 80,964,409	\$ 80,247,802
74,565,522	55,548,897	38,725,557	36,663,056	34,486,698
4,132,542	3,608,463	3,547,419	3,373,650	3,506,553
5,707	5,511	6,477	5,343	4,567
1,964,503	1,680,496	1,553,716	1,560,909	1,531,929
41,366,969	36,931,650	45,643,875	27,886,595	25,177,230
4,838,500	4,174,138	5,104,429	4,761,522	3,069,578
25,857,034	17,175,208	11,500,180	10,655,392	8,482,887
9,043,065	6,952,564	5,184,585	6,067,056	6,218,519
13,182,736	10,845,578	11,090,075	3,527,306	4,162,361
<u>269,898,800</u>	<u>234,530,554</u>	<u>215,890,612</u>	<u>175,465,238</u>	<u>166,888,124</u>
40,984,541	42,217,400	35,748,909	36,742,351	40,379,744
26,839,945	17,673,512	15,907,897	10,810,538	8,293,762
96,369,043	79,712,958	72,075,141	63,439,842	57,119,239
18,253,158	18,393,227	18,016,551	17,521,345	18,389,976
11,742,718	10,444,279	10,508,127	10,160,201	9,675,464
38,355,698	33,022,775	19,836,585	23,787,171	39,783,062
-	-	-	-	-
11,632,060	9,562,282	11,167,181	11,364,557	16,267,720
14,831,868	14,928,663	14,294,518	14,055,522	13,246,615
643,458	68,712	329,926	201,479	-
<u>259,652,489</u>	<u>226,023,808</u>	<u>197,884,835</u>	<u>188,083,006</u>	<u>203,155,582</u>
<u>10,246,311</u>	<u>8,506,746</u>	<u>18,005,777</u>	<u>(12,617,768)</u>	<u>(36,267,458)</u>
27,045,866	17,554,672	35,274,967	13,156,077	12,203,169
(27,045,866)	(17,354,672)	(35,074,967)	(13,156,077)	(12,203,169)
7,401,160	-	-	-	-
6,466,000	3,029,000	22,210,000	16,400,000	4,600,000
56,425,000	-	-	11,290,000	-
(60,879,651)	-	-	(11,125,802)	-
(413,689)	(22,718)	(16,117)	-	-
4,888,617	-	-	24,849	-
-	-	-	-	-
<u>13,887,437</u>	<u>3,206,282</u>	<u>22,393,883</u>	<u>16,589,047</u>	<u>4,600,000</u>
<u>\$ 24,133,748</u>	<u>\$ 11,713,028</u>	<u>\$ 40,399,660</u>	<u>\$ 3,971,279</u>	<u>\$ (31,667,458)</u>
11.05%	12.29%	14.39%	15.49%	18.07%

**COUNTY OF BERNALILLO, NEW MEXICO  
 ASSESSED VALUE AND ESTIMATED ACTUAL OF PROPERTY  
 LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Real Property		Personal Property		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Centrally Assessed	Livestock				
2001	\$ 5,867,746,373	\$ 2,284,636,732	\$ 404,657,055	\$ 1,216,731	\$ 8,558,256,891	8.428	\$12,176,541,986	70.28%
2002	6,290,127,716	2,386,326,792	456,590,691	1,276,628	9,134,321,827	8.593	12,712,295,203	71.85%
2003	6,580,549,243	2,309,396,776	460,213,785	1,251,252	9,351,411,056	8.465	12,469,603,322	74.99%
2004	6,843,151,309	2,385,170,939	431,315,470	1,178,093	9,660,815,811	9.489	13,100,007,455	73.75%
2005	7,269,453,586	2,429,391,192	402,552,650	1,239,423	10,102,636,851	9.479	13,632,488,946	74.11%
2006	7,743,446,079	3,095,290,965	420,417,136	1,278,523	11,260,432,703	8.369	14,202,608,812	79.28%
2007	8,442,782,935	2,978,241,211	446,277,809	1,371,876	11,868,673,831	8.491	14,824,548,909	80.06%
2008	9,333,295,563	3,380,218,205	476,185,795	1,412,868	13,191,112,431	8.493	16,455,304,512	80.16%
2009	10,050,550,836	3,445,172,418	479,076,818	1,291,931	13,976,092,003	8.425	17,337,910,632	80.61%
2010	\$ 10,533,197,821	\$ 3,867,180,680	\$ 421,489,847	\$ 1,236,328	\$ 14,823,104,676	8.500	\$18,328,312,117	80.88%

The levies are requested by the County Commission and set by the Department of Finance and Administration, State of New Mexico.

The County Treasurer levies and collects the taxes and distributes to all taxing jurisdictions.

Source: County Assessor's Office and State Department of Finance and Administration

**COUNTY OF BERNALILLO, NEW MEXICO  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING  
(PER \$1,000 OF ASSESSED VALUATION)  
LAST TEN FISCAL YEARS**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>Bernalillo County</b>										
Operating	7.505	7.430	7.489	7.393	7.220	8.310	8.342	7.265	7.266	6.478
Debt service	0.880	0.880	0.888	0.830	0.830	0.830	0.830	0.950	1.254	1.450
Open space	0.100	0.100	0.100	0.250	0.250	0.250	0.250	0.250	0.073	0.500
Judgment	0.015	0.015	0.016	0.018	0.069	0.089	0.067	N/A	N/A	N/A
Total direct rate	8.500	8.425	8.493	8.491	8.369	9.479	9.489	8.465	8.593	8.428
<b>City of Albuquerque</b>										
Operating	6.203	4.134	3.136	3.166	3.104	3.171	3.176	2.172	2.382	2.187
Debt Service	4.976	6.976	7.976	7.976	7.976	7.976	7.976	8.976	8.976	8.976
<b>Albuquerque Public Schools</b>										
Operating	0.304	0.303	0.304	0.302	0.299	0.301	0.304	0.307	0.312	0.310
Debt Service	4.316	4.304	4.308	2.167	2.162	2.166	2.162	2.160	2.160	2.160
Capital Improvement	2.000	1.999	2.000	1.995	1.958	2.000	2.000	-	2.000	2.000
Building	3.985	3.944	3.947	3.975	3.996	3.988	4.068	3.996	4.004	4.006
<b>Hospitals</b>	6.400	6.429	6.428	6.487	6.317	6.500	6.500	6.500	6.500	4.158
<b>Village of Tijeras</b>										
Operating	1.271	1.283	1.265	1.253	1.176	1.240	1.430	1.509	1.403	2.023
<b>Village of Corrales</b>										
Operating	2.699	2.143	2.950	3.662	3.395	1.919	2.015	2.962	2.84	3.056
Debt Service	0.594	1.125	1.349	1.020	1.373	NA	1.070	0.639	1.247	1.224
<b>Torrance Schools</b>										
Operating	0.381	0.378	0.364	0.372	0.373	0.369	0.362	0.372	0.357	0.352
Debt Service	8.964	8.217	7.159	7.214	8.254	8.219	7.729	7.976	6.452	6.189
Capital Improvement	2.000	2.000	2.000	2.000	2.000	2.000	2.000	2.000	2.000	2.000
<b>Rio Rancho</b>										
Operating	3.084	2.624	2.484	5.236	5.007	5.349	5.140	4.810	4.519	4.278
Debt Service	2.067	2.060	2.060	1.826	2.067	2.067	2.074	2.000	1.140	1.140
<b>Rio Grande Conservancy District</b>	4.238	4.246	4.250	4.635	4.963	5.330	5.320	5.376	5.425	5.560
<b>Edgewood Soil &amp; Water Conservancy District</b>	1.000	0.939	0.935	0.956	0.969	1.000	1.000	1.000	1.000	1.000
<b>State of New Mexico</b>	1.150	1.250	1.291	1.291	1.234	1.028	1.520	1.123	1.765	1.529
<b>Central NM Community College (fka TVI)</b>										
Operating	2.632	2.596	2.584	2.625	2.569	2.618	2.617	2.624	2.613	2.017
Debt Service	0.550	0.550	0.550	0.550	0.550	0.550	0.550	0.550	0.550	0.550
<b>Albuquerque Flood Control</b>	0.927	0.923	0.919	0.931	0.920	0.931	0.933	0.933	0.940	0.934

Note: Complete information for prior years is not available.

Source: County Assessor's Office, County Treasurer's Office and State Department of Finance and Administration

**COUNTY OF BERNALILLO, NEW MEXICO  
 PRINCIPAL PROPERTY TAXPAYERS  
 CURRENT YEAR AND NINE YEARS AGO**

<b>Taxpayer</b>	<b>2010</b>			<b>2001</b>		
	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Taxable Assessed Value</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Taxable Assessed Value</b>
Public Service Company of New Mexico - Electric Services	\$ 92,642,984	1	0.625%	\$ 103,631,861	2	1.230%
Qwest Corp (fka) U.S. West Communication Inc.	88,539,118	2	0.597%	110,165,422	1	1.300%
Public Service Company of New Mexico - Gas Services	41,032,422	3	0.277%	25,500,471	3	0.300%
Southwest Airlines	24,936,592	4	0.168%	20,125,475	5	0.240%
Verizon Wireless	21,206,069	5	0.143%	-	-	-
GCC Rio Grande Inc.	19,579,783	6	0.132%	-	-	-
Simon Property Group, Ltd (Cottonwood Mall)	15,960,737	7	0.108%	17,689,498	7	0.210%
Hunt Uptown Development LLC	15,025,331	8	0.101%	-	-	-
Pacifica Mesa Studios LLC	14,850,273	9	0.100%	-	-	-
Coronado Center LLC	14,662,580	10	0.099%	-	-	-
Heitman Properties of NM	-	-	-	18,497,917	6	0.220%
Crescent Real Estate ( Hyatt Hotel)	-	-	-	20,904,443	4	0.250%
Rio Grande Portland Cement	-	-	-	15,750,745	9	0.190%
Southwestco Wireless	-	-	-	12,808,309	10	0.150%
AT&T Communications	-	-	-	16,763,539	8	0.200%
<b>Total</b>	<b>\$ 348,435,889</b>		<b>2.350%</b>	<b>\$ 361,837,680</b>		<b>4.290%</b>

Source: County Treasurer's Office

Note:

Total taxable value including real and personal property for tax year 2009 (fiscal year 2010) is \$ 14,823,104,676  
 Total taxable value including real and personal property for tax year 2000 (fiscal year 2001) is \$ 8,558,256,891

**COUNTY OF BERNALILLO, NEW MEXICO  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2001	\$ 72,134,866	\$ 67,282,657	93.27%	\$ 4,244,894	\$ 71,527,551	99.16%
2002	77,927,470	73,466,035	94.27%	4,024,271	77,490,306	99.44%
2003	79,352,646	75,242,762	94.82%	3,849,709	79,092,471	99.67%
2004	91,822,433	87,599,841	95.41%	3,878,123	91,477,964	99.62%
2005	96,145,652	91,795,950	95.47%	3,971,877	95,767,827	99.61%
2006	93,906,198	90,013,460	95.85%	3,615,243	93,628,703	99.70%
2007	101,082,171	97,157,620	96.12%	3,319,157	100,476,777	99.40%
2008	112,113,596	107,467,225	95.86%	3,612,062	111,079,287	99.08%
2009	117,508,912	112,092,669	95.39%	2,852,761	114,945,430	97.82%
2010	\$ 124,708,278	\$ 117,443,009	94.17%	\$ -	\$ -	-

The levies are requested by the County Commission and set by the Department of Finance and Administration, State of New Mexico

The County Treasurer levies and collects the taxes and distributes to all taxing jurisdictions.

Source: County Treasurer's Office

**COUNTY OF BERNALILLO, NEW MEXICO  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities				Business Type Activities		Total Primary Government	Percentage of Personal Income <sup>(a)</sup>	Per Capita <sup>(a)</sup>
	General Obligation Bonds	Special Revenue Bonds	Capital Leases	Note Payable	Revenue Bonds	Note Payable			
2001	\$ 68,710,000	\$ 193,235,000	\$ 95,241	\$ -	\$ 1,945,000	\$ -	\$ 263,985,241	1.54%	469.29
2002	65,675,000	188,990,000	1,193,991	-	1,915,000	-	257,773,991	1.49%	449.30
2003	77,155,000	184,910,378	1,577,949	-	1,885,000	-	265,528,327	1.48%	455.46
2004	83,915,000	192,225,000	1,774,674	-	1,850,000	-	279,764,674	1.48%	470.47
2005	82,479,000	187,340,000	1,562,392	-	1,815,000	-	273,196,392	1.35%	449.47
2006	83,475,000	181,510,000	1,350,110	5,586,382	1,780,000	867,305	274,568,797	1.26%	443.22
2007	88,580,000	175,500,000	1,350,110	3,897,062	1,740,000	1,157,651	272,224,823	1.19%	432.91
2008	98,835,000	170,005,000	1,350,110	1,504,717	1,700,000	994,675	274,389,502	1.16%	431.81
2009	102,080,000	205,445,000	-	-	1,655,000	668,153	309,848,153	1.31%	487.61
2010	\$ 105,675,000	\$ 208,955,000	\$ -	\$ -	\$ -	\$ 343,300	\$ 314,973,300	1.33%	495.67

Sources: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(a) See Demographic and Economic Statistics Schedule for personal income and population data.

Note: These ratios are calculated using personal income and population for the prior calendar year.

**COUNTY OF BERNALILLO, NEW MEXICO  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Less: Amounts Available in Debt Service Fund</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value<sup>(1)</sup> of Property</b>	<b>Per Capita<sup>(2)</sup></b>
2001	\$ 68,710,000	\$ 2,015,824	\$ 66,694,176	0.55%	118.56
2002	65,675,000	975,375	64,699,625	0.51%	112.77
2003	77,155,000	1,027,287	76,127,713	0.61%	130.58
2004	83,915,000	1,884,093	82,030,907	0.63%	137.95
2005	82,479,000	1,867,853	80,611,147	0.59%	132.62
2006	83,475,000	2,988,578	80,486,422	0.57%	129.92
2007	88,580,000	4,277,694	84,302,306	0.57%	134.06
2008	98,835,000	693,851	98,141,149	0.60%	154.45
2009	102,080,000	1,528,284	100,551,716	0.58%	156.49
2010	\$ 105,675,000	\$ 2,304,567	\$ 103,370,433	0.56%	160.88

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

Sources:

- 1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.
- 2) Population data can be found in the Schedule of Demographic and Economic Statistics

**COUNTY OF BERNALILLO, NEW MEXICO  
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
 AS OF JUNE 30, 2010**

	<u>General Obligation Debt Outstanding</u>	<u>Applicable to Bernalillo County</u>	<u>County Share of Debt</u>
Bernalillo County	\$ 105,675,000	100.00%	<u>\$ 105,675,000</u>
Subtotal Bernalillo County Direct Debt			105,675,000
City of Albuquerque	232,940,000	100.00%	232,940,000
Albuquerque Public Schools	449,563,811	97.58%	438,684,367
Moriarty Schools	23,315,000	19.92%	4,644,348
Albuquerque Metropolitan Flood Control Authority	33,825,000	99.69%	33,720,143
Central New Mexico Community College	44,825,000	87.42%	39,186,015
State of New Mexico	398,580,000	26.93%	<u>107,337,594</u>
Subtotal Overlapping Debt			856,512,467
 Total Direct and Overlapping Debt			 <u><u>\$ 962,187,467</u></u>

Ratios:

Total direct and overlapping debt to assessed valuation	6.72%
Total direct and overlapping debt to actual valuation	1.71%
Direct and overlapping debt per capita	\$ 1,497.51

**COUNTY OF BERNALILLO, NEW MEXICO  
 PLEDGED-REVENUE COVERAGE  
 LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Gross Receipts Revenues</b>	<b>Debt Service</b>		<b>Coverage</b>
		<b>Principal</b>	<b>Interest</b>	
2001	\$ 30,951,813	\$ 2,960,000	\$ 10,069,067	2.38
2002	31,057,599	4,245,000	9,950,704	2.19
2003	33,186,967	4,210,000	9,781,254	2.37
2004	35,315,021	4,685,000	9,534,286	2.48
2005	51,732,791	4,885,000	9,857,666	3.51
2006	70,751,581	4,785,000	9,460,490	4.97
2007	100,136,138	6,010,000	9,242,817	6.57
2008	95,787,912	16,495,000	8,784,582	3.79
2009	91,746,733	16,760,000	9,463,039	3.50
2010	\$ 89,096,909	\$ 16,140,000	\$ 9,954,561	3.41

Source: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

**COUNTY OF BERNALILLO, NEW MEXICO  
 LEGAL DEBT MARGIN INFORMATION  
 LAST TEN FISCAL YEARS**

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Debt Limit	\$ 338,254,654	\$ 360,010,737	\$ 371,365,192	\$ 385,352,321
Total net debt applicable to limit	<u>68,710,000</u>	<u>65,675,000</u>	<u>77,155,000</u>	<u>83,914,999</u>
Legal debt margin	<u>\$ 269,544,654</u>	<u>\$ 294,335,737</u>	<u>\$ 294,210,192</u>	<u>\$ 301,437,322</u>
Total net debt applicable to the limit as a percentage of debt limit	20.31%	18.24%	20.78%	21.78%

Sources: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

County Assessor's Office

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 404,105,474	\$ 450,417,308	\$ 474,746,953	\$ 527,644,497	\$ 559,043,680	\$ 592,924,187
<u>82,479,000</u>	<u>83,475,000</u>	<u>88,580,000</u>	<u>98,835,000</u>	<u>102,080,000</u>	<u>105,675,000</u>
<u>\$ 321,626,474</u>	<u>\$ 366,942,308</u>	<u>\$ 386,166,953</u>	<u>\$ 428,809,497</u>	<u>\$ 456,963,680</u>	<u>\$ 487,249,187</u>
20.41%	18.53%	18.66%	18.73%	18.26%	17.82%

**Legal Debt Margin Calculation for Fiscal Year 2010**

Assessed Value	<u>\$ 14,823,104,676</u>
Debt limit (4% of total assessed value)	592,924,187
Debt applicable to limit	<u>105,675,000</u>
Legal debt margin	<u>\$ 487,249,187</u>

**COUNTY OF BERNALILLO, NEW MEXICO  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Population (1)</b>	<b>Personal Income (amounts expressed in thousands) (1)</b>	<b>Per Capita Personal Income</b>	<b>Unemployment Rate (3)</b>
2000	557,167	15,079,146	27,064	4.00%
2001	562,515	17,121,003	30,437	4.70%
2002	573,726	17,335,652	30,216	5.80%
2003	582,986	17,888,857	30,685	6.00%
2004	594,644	18,937,910	31,847	5.50%
2005	607,825	20,223,642	33,272	5.10%
2006	619,490	21,796,049	35,184	4.60%
2007	628,825	22,830,152	36,306	4.60%
2008	635,444	23,600,244	37,140	5.80%
2009	642,527	NA	NA	9.30%

<b>Education (4)</b>	<b>Count</b>	<b>Percent</b>
Persons age 25 and Over	409,400	100.00%
Less than 9th Grade	25,597	6.25%
9th-12th grade, no diplomas	33,120	8.09%
High School Graduates	100,381	24.52%
Some college, no degree	93,341	22.80%
Associate degree	28,650	7.00%
Bachelor degree	70,413	17.20%
Graduate or professional degree	57,898	14.14%
Percentage completed high school		85.66%
Percentage completed 4 year college		31.34%

<b>School Enrollment (2)</b>	<b>Count</b>
Elementary School	45,522
Mid-High Schools	20,829
High Schools	28,134
Private and parochial schools	17,792
Technical-vocational Institute	24,870
University of New Mexico	25,636

Sources:

- (1) U.S. Dept. of Commerce, Bureau of the Economic Analysis
- (2) New Mexico Higher Education Department
- (3) New Mexico Department of Workforce Solutions
- (4) National Center for Education Statistics

**COUNTY OF BERNALILLO, NEW MEXICO  
PRINCIPAL EMPLOYERS  
FOR THE CURRENT YEAR AND EIGHT YEARS AGO**

Employer	2010			2002		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Kirtland Air Force Base (Civilian) (1)	16,200	1	5.09%	3,898	9	1.26%
University of New Mexico	15,890	2	4.99%	14,394	1	4.67%
Albuquerque Public Schools	14,000	3	4.40%	11,600	2	3.76%
Sandia National Labs	7,940	4	2.50%	7,700	4	2.50%
Presbyterian	7,369	5	2.32%	5,542	5	1.80%
Lovelace (formerly Lovelace Sandia Health System)	7,000	6	2.20%	3,200	10	1.04%
UNM Hospital	5,950	7	1.87%	3,950	8	1.28%
City of Albuquerque	5,940	8	1.87%	8,000	3	2.60%
State of New Mexico	5,910	9	1.86%	5,348	6	1.74%
Kirtland Air Force Base (military)	4,188	10	1.32%	4,855	7	1.58%
<b>Total</b>	<b>90,387</b>		<b>28.41%</b>	<b>68,487</b>		<b>22.22%</b>

Bernalillo County Quarterly Census of Employment 318,150

308,226

Sources:

New Mexico Department of Workforce Solutions, Albuquerque Economic Development

Note: (1) Kirtland's civilian employment numbers includes all Department of Energy employees including contractors on and off the base, including Sandia National Labs. However, Sandia National Labs employment is also shown separately since Sandia and Kirtland publish data in different cycles.

Complete information for prior years is not available.

COUNTY OF BERNALILLO, NEW MEXICO  
 FULL-TIME EQUIVALENT COUNTY EMPLOYEES BY FUNCTION  
 LAST TEN FISCAL YEARS

Full-Time Equivalent Employees as of June 30,

Function	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>General Government</b>										
<b>Commissioners</b>	10	11	10	10	10	10	10	10	10	10
<b>County Manager</b>										
County Manager	16	15	14	14	14	12	13	13	17	16
Economic Development	6	2	2	2	2	3	3	2	1	1
CIP	6	7	3	3	3	-	-	-	-	-
Public Information	9	8	6	6	6	4	4	6	3	3
Public Information-Web	1	1	2	2	2	2	2	2	0	0
Legal Department	10	10	12	12	9	9	9	9	10	8
<b>Information Technology</b>										
Core Services	36	38	35	35	34	34	35	35	37	37
Information Services	18	25	24	24	24	26	29	29	36	37
MDC Support	5	3	4	4	4	3	4	-	-	-
Planning and Administrative	3	2	4	4	4	4	4	4	6	6
ERP	23	-	-	-	-	-	-	-	-	-
<b>Human Resources</b>										
Compensation and Benefits	12	8	6	6	5	5	5	5	5	5
Labor Relations/Employment	22	23	19	19	14	14	13	12	12	12
<b>Clerk</b>										
Bureau of Elections	23	23	23	23	23	24	22	22	23	19
Record and Filing	23	24	23	23	23	23	24	24	24	27
Voting Machine	2	2	2	2	2	2	2	2	2	3
<b>Budget and Finance</b>										
Budget, AP, Payroll	27	24	24	24	21	21	17	17	17	19
Purchasing Office	19	18	18	18	15	14	15	12	14	14
General Ledger and Accounting	15	11	13	13	12	12	12	15	11	11
Risk Management	10	11	10	10	8	8	9	9	9	9
<b>Treasurer</b>										
Accounting	5	6	6	6	6	6	6	6	6	7
Program Support	8	8	8	8	8	9	8	8	7	8
Taxpayer Services	24	23	23	23	23	19	19	19	20	17
Treasury Project	-	-	-	-	-	2	3	-	-	-
<b>Fleet-Facilities Management</b>										
Computer Automation/Admin	7	9	9	9	8	8	6	6	3	3
Custodial Services	48.5	48	48	48	48	43.5	43.5	43.5	41.5	42.5
Facilities Maintenance	28	31	32	32	31	31	31	30	26	26
Vehicle Maintenance	25	26	25	25	25	26	15	15	15	15
Inventory Admin	8	-	-	-	-	-	-	-	-	-
<b>Operations &amp; Maintenance Dept.</b>										
Road Maintenance	41	39	41	41	41	41	47	47	50	51
Traffic Engineering	13	14	14	14	14	14	14	14	14	14
Storm Drainage	5	5	4	4	4	4	4	4	4	4
<b>Infrastructure and GEO Resources</b>										
Geographic Information Systems	9	9	9	9	9	9	9	9	-	-
Right of Way	6	6	6	6	6	7	7	7	6	0
Technical Planning	4	4	4	4	4	5	5	5	7	7
Infrastructure	-	6	5	5	5	3	3	3	-	-
Water Resource/Pipe	8	-	-	-	-	-	-	-	-	v
<b>Technical Services Department</b>										
Tech Services A & B	38	27	35	35	35	36	36	36	20	24
<b>Probate Court</b>	4	4	4	4	3	3	3	3	3	3

Note: Complete information for prior years is not available.  
 Source: County Budget Department

FULL-TIME EQUIVALENT COUNTY EMPLOYEES BY FUNCTION

LAST TEN FISCAL YEARS

Full-Time Equivalent Employees as of June 30,										
Function	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>General Government</b>										
<b>Zoning, Building, and Planning</b>										
Building Division	20	18	18	18	18	18	18	18	18	18
Land-Use Planning	10	10	10	10	10	11	10	10	9	9
Land-use, Review and Code Enf.	22	15	14	14	14	14	14	14	15	15
<b>Assessors</b>										
Property Assessment	61	63	63	63	63	63	63	63	63	63
Valuation	39	38	37	37	37	36	36	36	36	36
<b>Public Safety</b>										
<b>Fire</b>										
Emergency Preparedness	4	5	5	5	-	-	-	-	-	-
Fire Prevention	8	9	7	7	7	9	9	9	9	9
Operations	197	183	190	178	168	144	114	114	113	113
Support Services	13	14	12	12	19	13	19	19	21	21
<b>Sheriff</b>										
Criminal Investigations	56	53	55	55	55	52	49	49	51	50
Court Services	28	31	35	35	35	27	30	30	29	30
Field Services	181	181	183	183	183	187	187	187	172	184
Headquarters	17	16	17	17	17	15	15	15	17	15
Metro Air	1	1	-	-	-	-	-	-	-	-
Support Services	65	80	59	59	57	61	61	51	54	44
Grant	2	-	-	-	-	-	-	-	-	-
<b>Communications Department</b>	49	49	49	49	49	50	51	51	51	51
<b>Public Safety Department</b>										
Animal Control	13	13	12	12	12	11	11	11	10.5	11.5
Administrative Services	3	3	3	3	3	3	2	2	4	4
<b>Juvenile Detention Center</b>										
Resident Services	80	80	80	80	80	80	80	80	82	82
Support Services	27	28	27	27	27	-	-	-	-	-
<b>Public Works</b>										
Division Support Program	8	11	9	9	9	11	11	11	50	51
Public Works IT	6	3	3	3	3	-	-	-	-	-
Capital Construction Fund	1	-	-	-	-	-	-	-	-	-
<b>Culture and Recreation</b>										
Administration	10	9	8.5	8.5	8	10.5	7.5	7.5	7	8
Aquatics Program	4.5	5	6	6	6	5.75	5	6.75	5.5	5.5
Community Center Program	56	50.25	53.5	53.5	53	49.5	48.75	48.75	53.5	57.5
Land Management-Parks and Open	43	45	41.5	41.5	41	38	36	36	36	33
Recreation Enrichment Program	-	8.5	13	13	13	9.5	5	9.38	9	5
Sports Program	9.5	8	10	10	10	9	9	9	9.5	6
Youth and Senior Services Program	7	7	5	5	5	5	5	5	3.5	3.5
Open Space	7	7	9	9	9	8.5	8.5	8.5	6.5	0
Capital Development	2.5	-	-	-	-	-	-	-	-	-
<b>Health and Welfare</b>										
Office of Environmental Health	16	17	16	16	16	16	16	16	17	17
Environmental Health Operations	-	7	7	7	6	6	6	6	9	9
<b>Enterprise Funds-Business Type</b>										
<b>Solid Waste</b>										
Housing	13	13	13	13	13	13	13	13	14	13
<b>Housing</b>										
Public Housing	4	4	3	3	3	3	3	3	3	4
Administrative	27	28	30	30	30	27	24	24	23	19
<b>Juvenile Detention Center</b>										
Juvenile Detention Center	14	14	24	24	24	23	23	23	23	23
<b>Metropolitan Detention Center</b>										
Metropolitan Detention Center	530	532	532	532	-	-	-	-	-	-
<b>DWI</b>										
DWI	65	52	51	51	-	-	-	-	-	-
	<u>2,297</u>	<u>2,242</u>	<u>2,238</u>	<u>2,226</u>	<u>1,608</u>	<u>1,525</u>	<u>1,481</u>	<u>1,467</u>	<u>1,484</u>	<u>1,469</u>

**COUNTY OF BERNALILLO, NEW MEXICO  
OPERATING INDICATORS BY FUNCTION  
LAST NINE FISCAL YEARS**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<b>Sheriffs Office</b>									
911 Calls (1)	73,960	75,369	73,159	80,218	75,733	44,236	35,471	36,548	37,772
Traffic Offenses(2) (5)	2,107	NA	NA	NA	3,972	4,111	3,711	3,893	2,672
<b>Fire Department</b>									
Number of calls answered (1)	11,919	11,180	11,541	10,343	11,200	10,334	8,509	8,906	12,727
Inspections (1)	1,070	1,839	1,985	1,380	1,351	1,307	1,349	1,403	1,273
<b>Public Works</b>									
Street resurfacing (miles)	13.5	11.9	15.7	30.9	11.2	9.1	8.9	7.2	8.6
Traffic signs	20,910	19,991	21,742	21,109	20,494	20,046	19,212	18,671	17,899
Storm Sewer	2,346	2,183	2,167	2,276	1,925	1,867	1,316	1,304	1,173
<b>Parks and Recreation</b>									
Aquatics Program Attendance	46,437	38,560	47,643	36,313	44,841	NA	45,000	36,574	37,627
Number of Attendees at Dance Events	-	59	247	2,503	6,481	6,559	4,985	4,142	8,184
Youth Basketball Participation Program	2,190	1,133	1,950	1,375	1,167	1,642	1,800	1,842	1,600
<b>Zoning, Building, and Planning</b>									
Residential Building Permits	532	518	756	826	606	995	1,028	1,216	1,004
Commercial Building Permits	100	79	116	119	99	200	178	121	153
Electrical Permits	1,313	1,452	2,000	2,131	1,231	2,102	2,192	2,173	1,989
Mechanical Permits	691	801	484	1,335	632	1,281	1,305	1,435	1,187
Plumbing Permits	876	1,222	1,127	1,847	1,214	1,648	1,770	1,639	1,583
<b>Sanitation</b>									
Refuse Collected (Tons/Year) (2)(3)	39,383	38,338	37,762	35,047	42,939	44,153	27,208	25,938	22,522
<b>Metropolitan Detention Center (4)</b>									
DWI Bookings	5,435	6,599	6,867	6,307	-	-	-	-	-
Total Bookings	39,171	40,303	41,597	41,255	-	-	-	-	-
Community Custody Program (Avg Daily Population)	487	489	434	364	-	-	-	-	-

(1) Fiscal Year

(2) Calendar Year

(3) Effective FY 05 includes the East Mountain Transfer Station

(4) Effective FY 07 MDC was added

(5) Data source is from the City of Albuquerque and was not available for some prior years due to their system conversion

Source: All data provided by Bernalillo County departments.

**COUNTY OF BERNALILLO, NEW MEXICO  
CAPITAL ASSET STATISTICS BY FUNCTION  
LAST NINE FISCAL YEARS**

	<u>Fiscal Year</u>								
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<b>Public Safety</b>									
Sheriff									
Sheriff Stations	4	4	4	4	4	4	4	4	4
Fire Department									
Fire Stations	11	10	10	10	10	10	10	10	10
<b>Public Works</b>									
Streets (miles)	726	724	724	723	718	717	716	717	712
Streetlights (1)	409	388	370	156	156	156	156	156	156
Traffic Signals	53	51	51	52	51	51	51	48	48
Traffic Flashers (Count)	60	60	130	136	134	134	134	134	134
<b>Culture and Recreation</b>									
Parks	23	20	18	18	15	11	11	11	11
Swimming pools	5	5	5	5	5	3	3	3	3
Tennis courts	9	9	7	7	8	4	4	4	4
Community centers	7	7	8	8	7	4	4	3	3
Walking trail	17	17	14	14	8	6	6	6	6
Basketball court	17	17	18	18	12	6	6	6	6
Volleyball Amenities	9	9	9	9	7	5	5	5	5
Baseball Field	35	35	35	35	39	26	26	26	26
Soccer Fields	26	23	24	24	23	14	14	14	14
Playgrounds	25	25	24	24	21	12	12	12	12
Picnic Areas	23	23	20	20	20	10	10	10	10

(1) Data provided by Public Service Company of New Mexico (PNM).

Source: All data provided by Bernalillo County departments.

Note: Complete information for prior years is not available.

COUNTY OF BERNALILLO, NEW MEXICO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended June 30, 2010

Grantor Agency and Grant Title	Federal CFDA Number	Grant Number	Pass-Through Entity Identifying Number	Federal Expenditures
<b>U.S. Department of Housing and Urban Development</b>				
Direct				
Low Income Housing Assistance Programs:				
Section 8 Housing Choice Vouchers	14.871	NM057		\$ 11,030,239
Section 8 Housing Operating Administrative	14.871	NM057		<u>1,247,272</u>
				12,277,511
Section 8 FSS - Homeownership	14.877	NM057 / FSS		116,617
Section 8 Contract Administrators (El Centro - New Const)	14.182	NM020003014		153,544
ARRA-Capital Fund Recovery Grant (Seybold)	14.872	NM02S057501-09		44,560
Capital Fund Grant (Seybold)	14.872	NM02P057501-07		29,136
Capital Fund Grant (Seybold)	14.872	NM02P057501-08		<u>34,016</u>
				107,712
Operating Fund Grant	14.850	NM057-00000109D		14,708
Operating Fund Grant	14.850	NM057-00000110D		<u>46,968</u>
				61,676
				<u><u>12,717,060</u></u>
Pass-Through Programs From:				
NM Mortgage Finance Authority:				
HOME Investments Partnership Program				
2000 Homes	14.239		07-05-BCH-HOR-001	80,000
2000 Homes	14.239		09-01-BCH-HOR-001	357,326
Neighborhood Stabilization Program (NSP)	14.239		09-06-BCH-RHB-001	<u>13,717</u>
				451,043
				<u><u>13,168,103</u></u>
<b>Total U.S. Department of Housing and Urban Development</b>				
<b>U.S. Department of Transportation</b>				
Pass-Through Programs From:				
NM Department of Transportation:				
Highway Planning and Construction:				
Edith Blvd Phase II	20.205	L3047	STP7501 (13)	600,006
Eubank Blvd	20.205	L3710	TPU-4063(6)05	5,127,828
Alameda Trail	20.205	L3069	TPU-5094(1)	<u>67,737</u>
				5,795,571
Highway Safety Cluster				
Teen Seat Belt Demo	20.600		10-OP-TD1-008	10,058
Seatbelt Enforcement	20.600		10-OP-CIOT-008	9,448
Operation DWI	20.600		10-AL-410-008	67,982
Teen Seat Belt Demo	20.600		10-OP-TD-008	5,029
Selective Traffic Enforcement Program (S.T.E.P.)	20.605		09-PT-06-008	<u>11,586</u>
				104,103
Minimum Penalties for Repeat Offenders for Driving While Intoxicated				
Operation DWI	20.608		09-AL-64-008	24,060
Impaired Driving Demonstration Project	20.608		09-AL-FTE164-008	<u>160,414</u>
				184,474
				<u><u>6,084,148</u></u>
<b>Total U.S. Department of Transportation</b>				

COUNTY OF BERNALILLO, NEW MEXICO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For The Year Ended June 30, 2010

Grantor Agency and Grant Title	Federal CFDA Number	Grant Number	Pass-Through Entity Identifying Number	Federal Expenditures
<b>U.S. Department of Agriculture</b>				
National School Lunch Program				
Pass-Through Programs From:				
NM Children, Youth and Families Department:				
Summer Food Service Program for Children 08	10.559		3004-2008	627
Summer Food Service Program for Children 09	10.559		3004-2009	251,849
Summer Food Service Program for Children 10	10.559		3004-2010	182,718
<b>Total U.S. Department of Agriculture</b>				<u>435,194</u>
<b>Executive Office of the President; Office Nat'l Drug Control Policy</b>				
Direct				
High Intensity Drug Trafficking Area (HIDTA)	16.UNKNOWN	I6PSNP578Z		7,792
HIDTA-MRGVTF	16.UNKNOWN	I7PSNP578Z		22,000
HIDTA-DHI Initiative	16.UNKNOWN	I5PSNP578Z		5,138
HIDTA-ISC	16.UNKNOWN	G09SN0013A		173,032
HIDTA-supplement	16.UNKNOWN	I8PSNP578Z		18,517
HIDTA-MRGVTF	16.UNKNOWN	I8PSNP578Z		50,547
HIDTA-MRGVTF	16.UNKNOWN	G09SN0013A		422,935
<b>Total Executive Office of the President</b>				<u>699,961</u>
<b>U.S. Department of Justice</b>				
Direct				
Office of Juvenile Justice and Delinquency Prevention				
Teen Anti-Drinking	16.541	2006-JL-FX-0055		57,144
Bureau of Justice Assistance				
Sex Offender Registration Unit	16.580	2008-DD-BX-0043		54,594
SCAAP-direct payments with unrestricted use	16.606	APBX0871		349,826
SWBPI-direct payments with unrestricted use	16.755			73,641
<b>Total Direct Assistance</b>				<u>535,205</u>
Pass-Through Programs From:				
City of Albuquerque:				
E. Byrne Justice Assistance Grant (JAG) 2008	16.738	2008-DJ-BX-0132	700643	57,967
E. Byrne Justice Assistance Grant (JAG)2009	16.738	2009-DJ-BX-0267	2009-F6659-NM-DJ	82,084
E. Byrne Justice Assistance Grant (JAG) 2007	16.738	2007-DJ-BX-1100	2007-F6659-NM-DJ	5,587
				<u>145,638</u>
ARRA - E. Byrne Justice Assistance Grant (JAG)Stimulus	16.804	2009 BYRNE JAG	CITY OF ABQ INTER-LOCAL AGREE.	447,535
NM Corrections Department				
Residential Substance Abuse Treatment	16.593	2006-RT-BX-0040	FY10 MOU ADDICTION SERV. BUREAU	6,750
New Mexico Dept. of Public Safety:				
Edward Byne Memorial Justice Assistance Grant Program				
Drug Enforcement (JAG 2009)	16.738	2009-DJ-BX-0048	DPSJAG09REGI	51,978
E. Byrne Justice Assistance Grant (JAG)SWIFT	16.738	2009-DJ-BX-0048	DPSJAG09SWIFT	26,634
Drug Enforcement	16.738	2008-GP-CX-0026	08-JAG-REGION 1-FY 09	45,818
Southwest Investigative Fugitive Team	16.738	2008-GP-CX-0026	08-JAG-SWIFT-FY09	29,274
				<u>153,704</u>
Anti-Gang Initiative				
Gun Reduction Strategy	16.744	2007-GP-CX-0066	07-PSN-BCSO-FY08	541
Gang Reduction	16.744	2007-PG-BX-0082	07-Anti-Gang-BCSO-FY08	11,206
Gang Reduction	16.744	2008-GP-CX-0026	08-PSN-BCSO-FY09	6,309
				<u>18,056</u>
ARRA - E. Byrne Justice Assistance Grant -Stimulus	16.803	2009-SU-B9-0022	RA-JAG-REGION 1-SFY10	134,374
<b>Total Indirect Assistance</b>				<u>906,057</u>
<b>Total U.S. Department of Justice</b>				<u>1,441,262</u>

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For The Year Ended June 30, 2010**

Grantor Agency and Grant Title	Federal CFDA Number	Grant Number	Pass-Through Entity Identifying Number	Federal Expenditures
<b>U.S. Department of Homeland Security</b>				
Direct				
SAFER 2008	97.083	EMW-2007-FF-00758		335,415
Pass-Through Programs From:				
NM Department of Homeland Security:				
Homeland Security Grant-Cluster				
2006 DHS Exercise	97.067		2006-GR-T6-0064-BERNALILLO EX	36,501
2007 DHS Equipment	97.067		2007-GE-T7-0023-BERNALILLO COUNTY	9,490
2005 Homeland Security	97.067		2005-GE-T5-0012-BERNALILLO	658,798
2006 Homeland Security	97.067		2006-GE-T6-0064-Bernalillo	644
2009 Homeland Security	97.067	2009-SS-T9-000030	2009-SS-T9-000030-BERNALILLO	33,755
2008 Homeland Security	97.067	2008-GE-T8-0030	2008-BERNALILLO COUNTY-SHSGP	143,550
				<u>882,738</u>
Buffer Zone Protection	97.078		2006-BZ-T6-0036-BERNALILLO BZPP	130,395
2009 (EMPG) Emergency Mgmt Performance Grant	97.042	2009 EMPG	2009-EMPG-BERNALILLO	113,177
2009 (EMPG) Emergency Mgmt Performance Grant	97.042	2009 EMPG	2006-DHS TRAINING-BERNALILLO	4,787
				<u>117,964</u>
				<u>1,131,097</u>
<b>Total Indirect Assistance</b>				<u>1,131,097</u>
<b>Total U.S. Department of Homeland Security</b>				<u>1,466,512</u>
<b>U.S. Department of Interior</b>				
Direct				
Rivers, Trails and Conservation Assistance				
Sabino Canyon Enhancements	15.921	H126306SF05		6,128
<b>Total U.S. Department of Interior</b>				<u>6,128</u>
<b>U.S. Environmental Protection Agency</b>				
Direct				
Community Action for a Renewed Environment	66.035	RE-96663301-0		146,492
South Valley Sewer:				
SVDWP Reservoir	66.202	XP-96683701		382,000
<b>Total U.S. Environmental Protection Agency</b>				<u>528,492</u>
<b>U.S. Department of Health and Human Services</b>				
Pass-Through Programs From:				
NM Department of Health				
H1N1 Virus Vaccine Coordination	93.069		PO #66500-0000060256	7,983
<b>Total U.S. Department of Health and Human Services</b>				<u>7,983</u>
<b>U.S. Department of Energy</b>				
Direct				
ARRA-Energy Efficiency and Conservation-HVAC at Atrium	81.128	DE-SC0002454		459,500
<b>Total U.S. Department of Energy</b>				<u>459,500</u>
<b>U.S. Department of Education</b>				
Pass-Through Programs From:				
Albuquerque Public Schools				
Safe and Drug Free Schools and Communities	84.184		APS IGA	25,275
<b>Total U.S. Department of Education</b>				<u>25,275</u>
<b>Total Expenditures of Federal Awards</b>				<u>\$ 24,322,558</u>

The accompanying notes are an integral part of this schedule. See next page.

**COUNTY OF BERNALILLO, NEW MEXICO**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For The Year Ended June 30, 2010**

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the County of Bernalillo and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Subrecipients

Of the federal expenditures presented in the schedule, the County of Bernalillo provided federal awards to subrecipients as follows:

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
HIDTA-MRGVTF - I8PSNP578Z	16.UNKNOWN	\$ 13,566
Drug Enforcement 08-JAG-REGION 1-FY 09	16.738	7,882
HIDTA-DHI Initiative-I5PSNP578Z	16.UNKNOWN	5,138
SW Investigative Fugitive Team -2008-GP-CX-0026	16.738	24,874
HIDTA-MRGVTF-G09SN0013A	16.UNKNOWN	31,187
Drug Enforcement-2009-DJ-BX0048	16.738	9,534
SW Investigative Fugitive Team -2009-DJ-BX-0048	16.738	22,067
ARRA - E. Byrne Justice Assistance Grant -Stimulus	16.803	16,655

**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***

Commission Chairman,  
Members of the County Commission  
Bernalillo County and  
Hector H. Balderas, State Auditor

We have audited the financial statements of the governmental activities, the business type activities, each major fund, the aggregate remaining fund information and the budgetary comparison of the general fund and regional correction center of Bernalillo County, New Mexico (County), as of and for the year ended June 30, 2010, and have issued our report thereon dated November 12, 2010. We have also audited the financial statements of each of the County's nonmajor governmental, nonmajor enterprise funds, internal service fund and the fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements and schedules and the respective budgetary comparison of each governmental fund and enterprise fund as of and for the year ended June 30, 2010, as listed in the table of contents. 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 County'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 County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County'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.

Commission Chairman,  
Members of the County Commission  
Bernalillo County and  
Hector H. Balderas, State Auditor

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* as items 01-10, 06-01, 07-01 and 09-04 that we consider to be significant deficiencies in internal control over financial reporting. 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 County'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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

This report is intended solely for the information and use of County management, the Office of the State Auditor, Government Finance Officers Association, 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 12, 2010

**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**

Commission Chairman,  
Members of the County Commission  
Bernalillo County and  
Hector H. Balderas, State Auditor

Compliance

We have audited the compliance of Bernalillo County, New Mexico (County), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2010. The County'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 County's management. Our responsibility is to express an opinion on County'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 County'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 on County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed other instances of noncompliance with those requirements,

Commission Chairman,  
Members of the County Commission  
Bernalillo County and  
Hector H. Balderas, State Auditor

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 09-12, 09-14, 09-15, and 10-01 through 10-03.

#### Internal Control over Compliance

The management of the County 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 County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 the County'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 would not necessarily 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.

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

Commission Chairman,  
Members of the County Commission  
Bernalillo County and  
Hector H. Balderas, State Auditor

This report is intended for the information and use of County management, the Office of the State Auditor, GFOA, 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 12, 2010

**COUNTY OF BERNALILLO, NEW MEXICO**  
**SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS**  
**Year Ended June 30, 2010**

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**Findings From Year Ended June 30, 2009 :**

**Current Status:**

01-10	Accounts Receivable Collections- Solid Waste	Repeated and Updated
06-01	Sheriffs Department Currency Evidence Account	Repeated
07-01	Payroll Controls- Human Resources	Repeated and Updated
07-03	Income Verification	Resolved
07-05	Rent Calculations	Resolved
08-01	Capital Assets	Resolved
08-04	Late audit Report	Resolved
08-05	Waiting List Selections	Resolved
09-01	Cash receipts are not agreed to cash receipts log	Resolved
09-02	Timesheets are not accurate	Resolved
09-03	Incomplete Campaign Contribution Disclosure	Resolved
09-04	No adjustment made for annual leave to excess Of amount allowed for carryover	Repeated and Updated
09-05	Incorrect valuation of properties	Resolved
09-06	Revaluation not performed due to delay in filing Sales documents	Resolved
09-07	No restricted endorsements on checks	Resolved
09-08	Inmate accounts are not being escheated to the State	Resolved
09-09	No formal policies or procedures to resolve Inmate account discrepancies	Resolved
09-10	Tax Increment Development Districts Lack Of policies and procedures	Resolved
09-11	Information Technology – User Controls	Resolved
09-12	Special Tests	Repeated and Updated
09-13	Procurement – DOT	Resolved
09-14	Procurement – Homeland Security	Repeated and Updated
09-15	Allowable costs – OEM	Repeated and Updated
09-16	Procurement – Environmental Protection Agency	Resolved

**COUNTY OF BERNALILLO, NEW MEXICO  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 YEAR ENDED JUNE 30, 2010**

**A. SUMMARY OF AUDITORS' RESULTS**

*Financial Statements*

Type of auditors' report issued Unqualified

Internal control over financial reporting:

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

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

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

Identification of Major Program

CFDA Number	Name of Federal Program or Cluster
14.871	Section 8 – Housing Choice Vouchers
20.205	Highway Planning and Construction
97.067	2005 Homeland Security/Fire Marshalls

Dollar threshold used to distinguish between type A and type B programs \$   729,677  

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

**COUNTY OF BERNALILLO, NEW MEXICO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2010**

**B. FINANCIAL STATEMENT FINDINGS**

**01-10: Accounts Receivable Collections- Solid Waste**

Condition

During the test work of the accounts receivable for the County's Solid Waste Fund, we noted that accounts greater than 120 days outstanding increased by approximately \$550,000 from the prior year.

Criteria

It is good cash management and accounting practice to timely collect receivable balances.

Cause

In accordance with the State of New Mexico Constitution, Anti-Donation Clause, the County may not forgive the debt of a private party.

Effect

For the year ended June 30, 2010 and 2009 a total of \$ 5,700,547 and \$4,177,566 Solid Waste accounts receivable were outstanding, of which \$4,241,541 and \$3,693,767 were greater than 120 days old. It is more difficult to collect accounts that have aged in excess of 120 days resulting in Solid Waste having less funding available for operations.

Recommendation

The County should commit more resources to collection of fees both current and delinquent. Initiate work with County Management to identify why fees are not being collected and possible changes to billing process in order to address this growing balance.

Management's Response

Old debt that is written off annually by private business cannot be written off by the county because the county cannot forgive debt. The total amount of accounts receivable will grow every year instead of get smaller because of uncollectable accounts that have been on the books since the beginning of the program 10 years ago. Interest still accumulates on those old accounts bringing the amount even higher. The applicable statute of limitations for collection efforts is 4 years. The County sends demand letters and will be filing suit to obtain judgments for amounts owed the County. Of course, not every judgment will be collected on due to a number of factors such as inability to locate the defendant, the defendant does not have property to attach or assets that are subject to

**COUNTY OF BERNALILLO, NEW MEXICO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
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garnishment or other writ. The County is also working to get property owners to enter into promissory notes that will extend the statute of limitations to 6 years and will offer the County additional opportunities to collect unpaid amounts.

Corrective Action Plan

The Solid Waste Department is processing close to 2000 delinquent account letters annually. Those that do not respond or default on promissory notes go to the Legal department for follow up action. The Legal Department will continue to use the lien process for collection of large outstanding balances.

**06-01: Sheriffs Department Currency Evidence Account**

Condition

The East Area Command Center (EACC) is not faxing a copy of the evidence logs to the support technician as required per County policy.

Evidence logs do not include the amount of money collected by the officer. Amounts are entered into the spreadsheet kept by support technician, but there is no way to verify that the amounts Albuquerque Police Department entered were the same as the amount entered at the substations.

Criteria

Sound accounting controls, which include adequate documentation of receipts and timely reconciliation of cash receipts to deposits, are necessary to ensure adequate control over cash accounts.

Cause

There is no individual monitoring to ensure that the County is following the established evidence account procedures, including proper logging of funds, verification of deposits.

Effect

Increased risk of theft of evidence account funds.

Recommendation

Each substation should provide the accountant in charge of maintaining the evidence account a copy of the daily log noting all currency evidence received and transferred to APD. This log should be submitted timely and be complete.

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Verification that all currency evidence was deposited into the evidence account should be completed through comparison to currency evidence information from records created. All related disbursements should be documented.

Management Response

The East Area Command Center (EACC) will maintain and fax a copy of the evidence logs to the support technician as required per County policy. Evidence logs will be properly completed and the amount of money collected by the officer will be noted.

Corrective Action Plan

The County is currently being audited by the County's internal auditors and is waiting for the results to determine corrective action.

**07-01: Human Resources – Personnel File Maintenance**

Condition

During our testing of payroll controls we noted 13 out of 18 instances in which the personnel files did not contain annual performance evaluations.

Criteria

Employee Regulations and Rules section 408 and 409, Employee Review Policy state that

- A. Classified employees shall be reviewed every twelve (12) months.
- B. Communicating the Performance Reviews
  - 1. The supervisor and the employee should discuss the review and each should retain a copy of the review form to use during on-going discussions about performance progress, job objectives, or revised responsibilities.
  - 2. The original copy of the completed review form shall be forwarded to the Human Resources Department for procedure verification and to file in the employee's personnel file.

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Cause

There is no individual monitoring to ensure that the County is following the established policies and procedures are being followed to ensure that personnel files are current and accurate.

Effect

By not following and implementing controls over the maintenance of information in personnel files, the County is exposed to a risk of potential claim by employee by not have proper documentation of employee's performance.

Recommendation

We recommend that management implement monitoring procedures to ensure that annual performance evaluations are being conducted annually and personnel files maintain the most current evaluation.

Management Response

The Human Resources Departments follows the letter of the Employment Relations Rules and Regulations in that the annual performance notices are sent out to the county departments on an established schedule. All completed performance evaluations that are returned to the Human Resources Department are placed in the official, personnel file. The Human Resources Department can only file the evaluations that are submitted by the respective county departments. The Human Resources Department does not have enforcement authority over the submission of the performance evaluations.

Corrective Action Plan

Management will look at policies and determine if updating will be required.

**09-04 No adjustment made for annual leave in excess of amount allowed for carry over**

Condition

During the 2010 fiscal year internal auditors followed up on the excess leave calculation reporting and could not complete testing because some of the data in the spreadsheet utilized to track annual leave did not recalculate correctly and errors existed in the formulas and hard corded data was incorrect.

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Criteria

Based on the County's Employment relations rules and regulations section 1003.F annual leave accrual (vacation), "...Classified employees shall not carry forward into a new calendar year more than two hundred eighty-eight (288) hours of accrued annual leave. In the event that a classified employee's request for annual leave does not meet operational requirements with regard to workforce, that employee shall not suffer loss of leave time accrued, provided, however, that any excess time shall be taken by February 28 of the following year and shall be granted on a priority, first come-first served basis, and be approved by the Deputy County Manager, Elected Official, County Attorney or Department Director. Provided however, for good cause shown the County Manager may provide additional extensions."

Cause

The worksheet utilized to calculate excess annual leave by staff and Management has formula errors.

Effect

Leave balances may not be adjusted correctly.

Recommendation

We recommend that current worksheet utilized for calculating excess annual leave be reviewed for errors before utilizing the calculated balances to make adjustments for carryovers.

Management Response

The Human Resource Department will review the report used to calculate excess leave and make the necessary corrections.

Corrective Action Plan

Human Resources will work with auditors to clear audit finding for next year.

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**C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD  
PROGRAMS AUDIT**

**09-12 Special Tests**

Federal Agency: U.S. Environmental Protection Agency  
(Non Major Program) CFDA 66.202, South Valley Sewer Program

Award Number: XP-976162-01

XP-976713-01

XP-976715-01

XP-986861-01

Questioned Costs

None

Condition

During our compliance testwork for special reporting we noted that the entity did not submit 2 of 4 quarterly MBE/WBE reports by the required deadlines as required per the grant agreements.

Criteria

Per the grant agreement, Condition #11 states that the entity must comply with the requirements of EPA's Program for Utilization of Small, Minority and Women's Business Enterprises in procurement under assistance agreements. The recipients must submit and EPA form 5700-52A "MBE/WBE Utilization Under Federal Grants, Cooperative Agreements and Interagency Agreements" beginning with the federal fiscal year quarter the recipient receives the award and continue until the project is completed.

Cause

The policies and procedures to ensure that the MBE/WBE reports were being submitted on time are not being followed.

Effect

Without the timely submission of MBE/WBE reports, the EPA can not ensure that the program is meeting the special requirements per the grant agreement and this could effect future funding.

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Recommendation

We recommend that policies and procedures established are followed to ensure that monitoring of required reports are completed and submitted in a timely manner.

Management Response

The Valley Utility Project has millions in expenditures and multiple funding sources. The two reports for the grant periods ending December 2009 and March 2010 were 2 days and 19 days late respectively. The Public Works Division (PWD) has taken the time to create a Grant Policy Procedures Manual to comply with the many requirements. PWD shall make every reasonable effort to submit reports by the required due dates.

Corrective Action Plan

The PWD has implemented procedures to facilitate getting required reports submitted in a timely manner. Policies include detailed instructions on completing required forms and submission dates. Additional staff is available to assist in preparation of required reports and the Grant Representative has entered grant submission dates into the Outlook Calendar/Task Bar to ensure that all reports will be completed in a timely manner. Procedures implemented should help resolve this finding in the following year.

**09-14 Procurement**

Pass-Through Programs From: NM Department of Homeland Security and Emergency Management

CFDA 97.067, Homeland Security Grant Program

Award Number: 2006-GR-T6-0064 BERNALILLO EXERCISE

2007-GE-T7-0023-BERNALILLO COUNTY

2005-GE-T5-0012-BERNALILLO

2006-GE-T6-0064-Bernalillo

2004-GE-T4-0005-BERNCO TRAINING

Questioned Costs

None

Condition

During procurement testing we noted that four out of four contracts selected for testing did not have documentation ensuring that vendors were not debarred or suspended. In addition, one out of the four contracts did not have documentation showing state approval.

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Criteria

Grant agreement requires state approval for any expenditures must be approved by NMDHSEM prior to procurement by the County.

Cause

There were no established policies and procedures and there was no individual monitoring to ensure that reporting of the programs progress to the State of New Mexico was completed.

Effect

The County is out of compliance with the grant agreement and OMB compliance requirements which could impact future funding.

Recommendation

We recommend that a policy and procedure is established to ensure that vendors were not debarred or suspended and state approval of contracts.

Management Response

Policies and Procedures have been developed to determine suspension or debarment of contractors when federal funds are utilized.

Correction Action Plan

Purchasing staff will ensure the Policies and Procedures developed are fully implemented and followed when expending federal funds.

**09-15 Allowable costs**

Pass-Through Programs From: NM Department of Homeland Security and Emergency Management

CFDA 97.067, Homeland Security Grant Program

Award Number: 2006-GR-T6-0064 BERNALILLO EXERCISE

2007-GE-T7-0023-BERNALILLO COUNTY

2005-GE-T5-0012-BERNALILLO

2006-GE-T6-0064- BERNALILLO

2004-GE-T4-0005-BERNCO TRAINING

2008-GE-T8-0030 BERNALILLO COUNTY -SHSGP

2009-SS-T9-000030- BERNALILLO

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Question Costs

\$1,488.60

Condition

During allowable costs test work we noted 6 out of 12 disbursements selected for testing had incurred and paid the expense prior to getting approval from the State agency.

Criteria

Circular A-102 states that agencies shall also establish procedures to provide for effective use and/or dissemination of the list to assure that their grantees and sub-grantees (including contractors) at any tier do not make awards in violation of the non-procurement debarment and suspension common rule.

Grant agreement requires state approval for any expenditures must be approved by NMDHSEM prior to procurement by the County.

Cause

There were no established policies and procedures and there was no individual monitoring to ensure that reporting of the programs progress to the State of New Mexico was completed.

Effect

The County is out of compliance with the grant agreement requirements which could impact future funding.

Recommendation

We recommend that the policy and procedures established to ensure that disbursements have state approval prior to being processed by the County are followed.

Management Response

The Office of Emergency Management (OEM) has worked hard to create Standard Operating Procedures for New Mexico Department of Homeland Security and Emergency Management Sub-Grant Agreements to comply with grant agreements rules and regulations. Procedures implemented should resolve this finding in following years.

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Corrective Action Plan

OEM has implemented procedures to correct any future findings relating to getting prior approval for purchases.

Procedures have required steps that outline the procedures implemented for example:

1. Procurement of goods against the grant:
  - a. Obtain the required quotes for each project/purchase.
  - b. Submit to NMDHSEM the “*NMDHSEM Request for Approval Form*” for each project/purchase.
  - c. Receive approval from NMDHSEM..
  - d. Follow procurement guidelines to process requisition, purchase order and payment.

**10-01 Reporting**

Pass-Through Programs From: NM Department of Homeland Security and Emergency Management

CFDA 97.067, Homeland Security Grant Program

Award Number: 2006-GR-T6-0064 BERNALILLO EXERCISE  
2007-GE-T7-0023-BERNALILLO COUNTY  
2005-GE-T5-0012-BERNALILLO  
2006-GE-T6-0064- BERNALILLO  
2004-GE-T4-0005-BERNCO TRAINING  
2008-GE-T8-0030 BERNALILLO COUNTY -SHSGP  
2009-SS-T9-000030- BERNALILLO

Question Costs

None

Condition

During our compliance testwork for reporting we noted 7 of 8 samples tested were not submitted timely.

Criteria

Per sub-agreement from the State of New Mexico – Department of Homeland Security and Emergency Management, in order that the DHSEM may adequately evaluate the progress of the sub-grant Program, the sub-recipient shall provide periodic reports to the DHSEM.

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Each grant agreement specifies the grant reporting due dates for both quarterly and final reporting. Quarterly reports are due 15 days after the end of the quarter and the final report is due 90 days after termination date of grant.

Cause

There were no established policies and procedures to ensure that reporting of the programs progress to the State of New Mexico is completed in a timely basis.

Effect

The County is out of compliance with the grant agreement requirements which could impact future funding.

Recommendation

We recommend that the policy and procedures established are followed to ensure that monitoring of required reports are submitted in a timely manner.

Management Response

The Office of Emergency Management (OEM) has worked hard to create Standard Operating Procedures for New Mexico Department of Homeland Security and Emergency Management Sub-Grant Agreements to comply with grant agreements rules and regulations. The OEM shall make every effort to obtain signatures and submit reports by the required dates.

Corrective Action Plan

OEM has implemented procedures to correct any future findings relating to getting required reports submitted in a timely manner. A letter from the State Grant Unit Manager with specific Quarterly dates was added to the OEM procedures manual on October 6, 2010. Procedures implemented should help resolve this finding in the following year.

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**10-02 Reporting**

Federal Agency: Department of Housing and Urban Development  
CFDA 14.871, Section 8 Housing Choice Vouchers  
Award Number: NM057V0 (June 30, 2010)

Question Costs

None

Condition

During our testing of Form HUD 60002, Section 3 Summary Report, Economic Opportunities for Low- and Very Low-Income Persons, we noted that the incorrect amount of contract expenditures was identified as Section 3 businesses.

Criteria

According to 24 CFR sections 135.3(a) and 135.90 states for each public housing grant that involves development, operating, or modernization assistance, the prime recipient must submit Form HUD 60002. All reports submitted to HUD in accordance with the requirements of this part will be made available to the public. Accounting controls, including proper review and approval of all reports submitted to HUD, are necessary to ensure adequate numbers are recorded and reported.

Cause

Bernalillo County Housing Authority was following incorrect processes put in place by prior administration.

Effect

The purpose of section 3 of the Housing and Urban Development Act of 1968 (12 U.S.C. 1701u) (section 3) is to ensure that employment and other economic opportunities generated by certain HUD financial assistance shall, to the greatest extent feasible, and consistent with existing Federal, State and local laws and regulations, be directed to low- and very low-income persons, particularly those who are recipients of government assistance for housing, and to business concerns which provide economic opportunities to low- and very low-income persons.

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Recommendation

We recommend that the Bernalillo County Housing Authority comply with reporting requirements as stated in 24 CFR sections 135, Economic opportunities for low-and very low-income persons and to include accurate monitoring of reports.

Management Response

Housing agrees that the HUD form 60002 has been filled out incorrectly for reporting of zero dollars spent for section 3 Businesses. HUD has never communicated that form was being submitted incorrectly. Housing will fill out the section correctly.

Corrective Action Plan

The Housing will now submit the form with a zero dollar amount in the project area and will make the necessary adjustments. Housing considers the finding resolved and will be removed in the next year.

**10-03 Special Provision**

Federal Agency: Department of Housing and Urban Development  
CFDA 14.871, Section 8 Housing Choice Vouchers  
Award Number: NM057V0 (June 30, 2010)

Question Costs

None

Condition

During our testing of special tests and provisions, we noted that the depository agreement was not entered into agreement during the 2010 fiscal year.

Criteria

According to 24 CFR section 982.156, Depository for program funds, requires that the Bernalillo County Housing Authority enter into a depository agreement with their financial institution in the form required by HUD. The agreement serves as a safeguard for Federal funds and provides third-party rights to HUD.

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Cause

There was no monitoring to ensure that the Bernalillo County Housing Authority was following the compliance requirement.

Effect

Bernalillo County Housing Authority is not allowing a safeguard for Federal funds and providing third-party rights to HUD as intended by completing form.

Recommendation

We recommend the Bernalillo County Housing Authority implement a process in order to comply with 24 CFR section 982.156, to include that a HUD form be completed when new bank account is opened.

Management Response

Housing was unaware the form had not been signed as required by federal regulations. Once notified Housing immediately contacted the appropriate personnel and had depository agreement signed.

Corrective Action Plan

Housing implemented procedures that at the start of each year, any depository account will have a depository agreement on file. Housing considers this finding resolved and will be removed in the next year.

**COUNTY OF BERNALILLO, NEW MEXICO  
EXIT CONFERENCE**

An exit conference was held on November 10, 2010 and attended by the following:

**Audit Committee (Representing the County Commission)**

Demesia Padilla, CPA, Chair  
Maxwell Kagan, CPA, Secretary  
Paulette Becker, CPA, Esq., Member

**External Auditors**

Chris Garner, CPA, Senior Manager

**County Personnel**

Thaddeus Lucero, County Manager  
Julie Baca, Deputy County Manager, Community Services  
Teresa Byrd, Director of Budget  
Kim Mckibben, Solid Waste Director  
Lisa Sedillo-White, Director of Purchasing  
Jeff P. Lovato, MBA, Director of Accounting  
Fidel A. Bernal, CPA, Chief Deputy Treasurer  
Betty Valdez, Director of Housing  
Roger Paul, Director of Technical Services  
Roger Tannen, Deputy Chief, Office of Emergency Management  
Bonnie Ulibarri-Romero, CPA, Financial Projects Coordinator, Accounting  
Kevin Sourisseau, CPA, Financial Projects Coordinator, Accounting  
Cindy Torres, Audit Liaison, Accounting  
Anthony Infantino, MBA, Financial Administrator, Accounting  
Nataliya Rubinchik, MSA, Financial Administrator, Accounting  
Trudy McGregor, CPA, Financial Administrator, Accounting  
Ginny Montoya, Accountant Senior, Accounting  
Leticia Carreon, Accountant Senior, Accounting  
Sue Solosky, Grant Accountant, Accounting  
Ruth Lott, Housing Administrator, Housing  
Virginia Chavez, Financial Administrator, MDC  
Greg Stricklin, CPA, MDC  
Danette Gonzales, Human Resources  
Martin Gallegos, Fixed Asset Manager  
Lenore Buffington, Sheriff's Office  
Fran Romero, DSAP  
Deborah Pearson, Solid Waste  
Juanita Mesias, OEM  
Geri Maestas, Budget  
Destry Hunt, County Manager's Office  
Victoria Herring, Administrative Assistant, Accounting